

已審計年度報告

FRANKLIN TEMPLETON SHARIAH FUNDS

société d'investissement à capital variable

2023 年 10 月 31 日



FRANKLIN
TEMPLETON

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已審計年度報告

截至 2023 年 10 月 31 日止之年度

本報告並不構成要約購買或勸導要約購買富蘭克林坦伯頓伊斯蘭系列基金（「本公司」）之股份。申購須依照目前之公開說明書及其補充說明書（視情形而定）、可獲得之相關重要資訊文件（「KID」）或投資者資料要點（「KIID」）、可獲得之最新已審計年度報告以及（如其後刊發）最新未審計半年度報告之副本。
會計師報告僅指年度報告的英文版，並非任何翻譯版本。

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公司基本資料

截至 2023 年 10 月 31 日

société d'investissement à capital variable

8A, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg
(於盧森堡 registre de commerce et des sociétés 註冊 , 註冊號碼 B 169 965)

董事會 :

董事長

Caroline Carroll

董事

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董事

A. Craig Blair

總經理

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Germany

William Jackson

非執行董事

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管理公司 :

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

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Grand Duchy of Luxembourg

伊斯蘭教法監事會 :

AMANIE ADVISORS SDN BHD
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Menara Tokio Marine Life
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Malaysia

–Mohamed Ali Elgari 博士

–Muhammad Amin Ali Qattan 博士

–Mohd Daud Bakar 博士

–Osama Al Dereai 博士

伊斯蘭教法篩選服務供應商 :

IdealRatings, Inc.
425 Market Street, Suite 2200
San Francisco, CA, 94105
United States of America

註冊辦事處 :

8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

總經銷商 :

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
Grand Duchy of Luxembourg

投資經理公司 :

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED
The Gate, East Wing, Level 2
Dubai International Financial Centre
P.O. Box 506613, Dubai
United Arab Emirates
Franklin Templeton Investments (ME) Ltd. 管理
Franklin Global Sukuk Fund。

TEMPLETON ASSET MANAGEMENT LTD
7 Temasek Boulevard
#38-03 Suntec Tower One
Singapore 038987
Templeton Asset Management limited 管理

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED
香港干諾道中 8 號
遮打大廈 17 樓
香港
Franklin Templeton Investments (Asia) limited 管理

TEMPLETON GLOBAL ADVISORS LIMITED
P.O. Box N-7759
Lyford Cay
Nassau
Bahamas
Templeton Global Advisors Limited 管理

FRANKLIN ADVISERS, INC.
One Franklin Parkway
San Mateo, CA 94403-1906
USA
Franklin Advisers, Inc 管理

副投資顧問：

FRANKLIN TEMPLETON GSC ASSET MANAGEMENT Sdn.
Bhd.
Suite 31-02, 31st Floor, Menara Keck Seng
203 Jalan Bukit Bintang
55100 Kuala Lumpur
Malaysia
Franklin Templeton GSC Asset Management Sdn. Bhd. 被委任為 Franklin Global Sukuk Fund 的副投資顧問。

保管機構：

HSBC Continental Europe，盧森堡分公司
(至 2023 年 7 月 9 日止)
J.P. Morgan SE，盧森堡分公司
(2023 年 7 月 10 日起生效)
European Bank & Business Centre
6C, route de Trèves
L-2633, Senningerberg
Grand Duchy of Luxembourg

管理機構：

J.P. Morgan SE，盧森堡分公司
European Bank & Business Centre
6C, route de Trèves
L-2633, Senningerberg
Grand Duchy of Luxembourg

註冊處及過戶代理機構：

VIRTUS PARTNERS FUND SERVICES LUXEMBOURG
S.à r.l.
8A, rue Albert Borschette
L-1246 Luxembourg
Grand Duchy of Luxembourg

會計師：

PRICEWATERHOUSECOOPERS, Société coopérative
2, rue Gerhard Mercator, L-2182 Luxembourg
Grand Duchy of Luxembourg

法律顧問：

ELVINGER HOSS PRUSSEN, société anonyme
2, Place Winston Churchill, L-1340 Luxembourg
Grand Duchy of Luxembourg

董事會報告

截至 2023 年 10 月 31 日，Franklin Templeton Shariah Funds（「FTSF」或「本公司」）的總資產為 7.3956 億美元，較之 2022 年 10 月 31 日管理的 5.6036 億美元有所成長。

今年對金融市場而言是個動盪的一年，但是遵循伊斯蘭教法的投資範圍的規模和深度仍不斷成長。富蘭克林坦伯頓十分瞭解中東及東南亞的關鍵市場，並且掌握本地資源，可在瞬息萬變的投資環境中隨時把握潛在商機。亞洲及海灣合作委員會地區經濟改革的持續推進、新興市場國家的不斷發展，以及全球的地緣政治事件，都讓投資者越來越關注遵循伊斯蘭教法的投資類別。憑藉在上述地區的長期投資經驗，我們相信本公司有能力在這個複雜的投資領域中成功發掘機會，不單侷限於人人皆知的重大新聞，而是從根本上為我們的投資者創造可觀價值。

企業治理

本公司已採納盧森堡基金業協會（Association of the Luxembourg Fund Industry，簡稱「ALFI」）行為準則原則。

董事會

盧森堡，2023 年 11 月

2024 年 1 月 12 日

Franklin Templeton International Services S.à r.l.

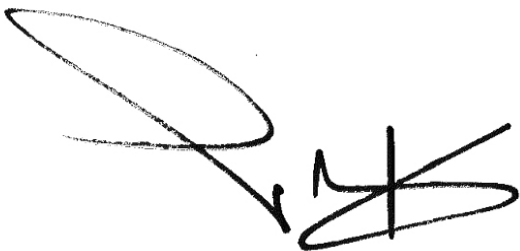
8A, Rue Albert Borschette,
L-1246 Luxembourg
Grand Duchy of Luxembourg

收件者： 總經理

**FRANKLIN TEMPLETON SHARIAH FUNDS 2022 年 11 月 1 日至 2023 年 10 月 31 日期間
的伊斯蘭教法遵循年度報告**

根據我們針對 伊斯蘭債券基金、 [REDACTED]
[REDACTED] (「子基金」) 投資的看法，並綜合由 Franklin Templeton Shariah
Funds 代表所提供的資訊，我們在此確認截至 2023 年 10 月 31 日財政年度，該基
金的投資及交易均遵循伊斯蘭教法監事會成員所闡釋與發布之伊斯蘭投資準則。

謹致，



TAN SRI DR MOHD DAUD BAKAR
(代表伊斯蘭教法監事會 Amanie Advisors)

伊斯蘭教法監事會成員

Mohamed Ali Elgari 博士 (主席)

Mohd 博士 Daud Bakar

Muhammad Amin Ali Qattan 博士

Osama Al Dereai 博士

投資經理公司報告

截至 2023 年 10 月 31 日之年份

市場績效

截至 2023 年 10 月 31 日的 12 個月期間，由於全球經濟成長極具韌性、企業盈利普遍較預期更佳、許多地區的通貨膨脹開始減速、美國債務上限問題暫時緩解，以及多個主要國家的中央銀行暫停或放緩升息，全球金融市場因而獲益。然而，2023 年初的銀行業承壓事件、民眾對於經濟衰退的恐懼，以及對中央銀行利率走向的相關擔憂，也不時令投資人感到提心吊膽。

若以 MSCI 指數（以美元計算）為衡量基準，新興市場股票的表現略優於全球指數，已開發市場股票稍微落後全球指數，而前沿市場股票的表現則明顯劣於全球指數。就投資風格而言，全球成長型股票的表現明顯優於全球價值型股票。2022 年底股市觸底後，隨即展開了一波反彈。這波漲勢持續到今年 7 月底，部份驅動力是源自投資人對人工智慧的熱情、通貨膨脹疑慮消退，以及希望政府在經濟衰退當真到來時施行降息。然而，投資者的風險偏好在本期最後三個月出現下滑，因為美國聯準會等重要中央銀行顯然打算再將利率維持在高水準一段時間。主權債收益率與能源價格上揚，加上中國的房地產市場危機、惠譽下調美國長債評級，以及不斷加劇的地緣政治緊張局勢，都在本期接近尾聲時對股票市場造成更大的壓力。

美國股市出現上漲，這有賴於該國的銀行體系回穩、經濟成長加速，以及聯準會放緩升息腳步且兩度暫停升息。歐洲股市表現優於其他主要地區（均以美元計算），反映出投資人對銀行業的憂慮減緩，以及消費者和企業信心有所提升。歐洲央行和英國央行已多次提高政策利率，但在接近期末時決定暫停升息。亞洲方面，儘管中國經濟和陷入困境的房地產市場引人擔憂，股市仍出現上漲。中國人民銀行下調了主要貸款市場報價利率以及銀行準備金率。日本央行提高了 10 年期政府債券的收益率上限，並對收益率曲線的管控賦予更高的彈性。

以道瓊伊斯蘭債券指數 (Dow Jones Sukuk Index) 為代表，全球伊斯蘭債券儘管面臨固定收益市場的大幅波動，仍於報告所述的 12 個月期間有所上漲。在此期間，伊斯蘭債券市場的表現優於彭博全球綜合指數 (Bloomberg Global Aggregate Index) 等更廣泛的全球債券指數。但是，全球伊斯蘭債券的表現落後於新興市場債券，該資產類別以追蹤硬通貨新興市場政府債券的摩根大通新興市場債券指數全球多元化 (JP Morgan Emerging Market Bonds Index Global Diversified, EMBIGD) 為代表，在本報告所述期間內有大半時間均得益於美元走軟。

本期有兩大主題佔據了主導地位：通脹持續走高，以及大多數央行收緊貨幣政策對全球經濟產生的後續影響，此外主要市場（尤其是歐元區）出現經濟衰退的擔憂則打壓了投資者情緒。

繼去年 11 月升息 75 個基點 (bps) 後，通脹有所緩解的跡象促使美國聯準會在 12 月採取了較溫和的立場，僅升息 50 個基點。後來，儘管投資者再度對美國通脹重新加速感到擔憂，並引發全球債券的廣泛拋售，今年 2 月初美國聯準會仍進一步將升息步伐降至 25 個基點。在美國某家主要服務科技業的銀行倒閉，以及隨後市場對另一家大型瑞士貸款銀行的擔憂導致該行被競爭對手瑞士銀行收購之後，3 月份金融市場的波動加劇，反映出投資人對銀行業憂心重重。儘管人們擔心危機會蔓延至整個銀行業，並對經濟產生潛在影響，美國聯準會還是在 3 月將利率上調了 25 個基點。

之後，各國央行將關注焦點轉回居高不下核心通脹水準。5 月，美國聯準會將聯邦基金利率調高 25 個基點，而政策制定者隨後發表的意見似乎暗示著升息週期即將結束。然而，後續的經濟數據顯示美國經濟較預料中更為穩健，也加深了人們認為秋季前聯準會至少還會升息一次的預期。結果，聯準會卻在 6 月決定維持利率不變，這是時隔一年多來首次暫停升息，不過該機構也表示，2023 年結束前還可能再升息兩次。

如其所說，聯準會在 7 月又將聯邦基金利率調高了 25 個基點，來到 5.25-5.50% 的目標區間，這也是聯邦基金利率超過 22 年來的最高水準，但之後聯準會在 9 月的會議中選擇了暫停升息。然而，當時該機構發表的言論指出，後續仍有可能再升息一次，聯準會主席鮑爾亦表示，在出現通貨膨脹回到目標水準且能長期維持的證據之前，他很難明確終止央行的緊縮週期。

話雖如此，有鑑於美國通脹展現出持續緩和的跡象，聯準會在 10 月底的會議中決定保持政策利率不變。但在會後的記者會上，鮑爾並未排除央行在接下來 12 月會議中決定升息的可能性，並指出「要讓通脹降到 2% 並長期維持，我們還有很長的路要走」。

在此背景下，投資人視為基準的 10 年期美國國債收益率大幅上揚超過 90 個基點，並於本報告所述的 12 個月結束時以 4.93% 作收。

大宗商品市場方面，原油價格也波動不已。儘管全球供應緊張且 OPEC+（石油輸出國組織及其盟友，主要是俄羅斯）決定減產，原油價格仍在去年 11 月份下跌了近 7%。12 月價格略微穩定後，又在 2023 年第一季進一步下跌。

雖然 4 月初油價上漲，但當月結束前此波漲幅又全數回吐。5 月大宗商品持續疲軟，布蘭特原油價格下跌近 9%，顯示需求走軟，也反映投資人對於已開發市場可能陷入衰退感到擔憂。6 月，全球最大的石油出口國沙烏地阿拉伯額外減產 10%（相當於每天一百萬桶），將石油產量降至每天九百萬桶，為數年來的最低水準。

7 月時 OPEC+ 進一步減產，當中又以沙烏地阿拉伯的自願性降低供應尤為顯著。9 月，沙烏地阿拉伯和俄羅斯宣布石油減產將延長到年底。有鑑於此，油價在第三季大幅走揚，不過由於市場憂慮全球經濟狀況，又擔心中東地區的衝突更加白熱化，油價於 10 月下跌。

這 12 個月整體而言，布蘭特原油的價格在報告期初為每桶 93.1 美元，到了 10 月底則跌至每桶 88.51 美元。

基金績效

伊斯蘭債券基金

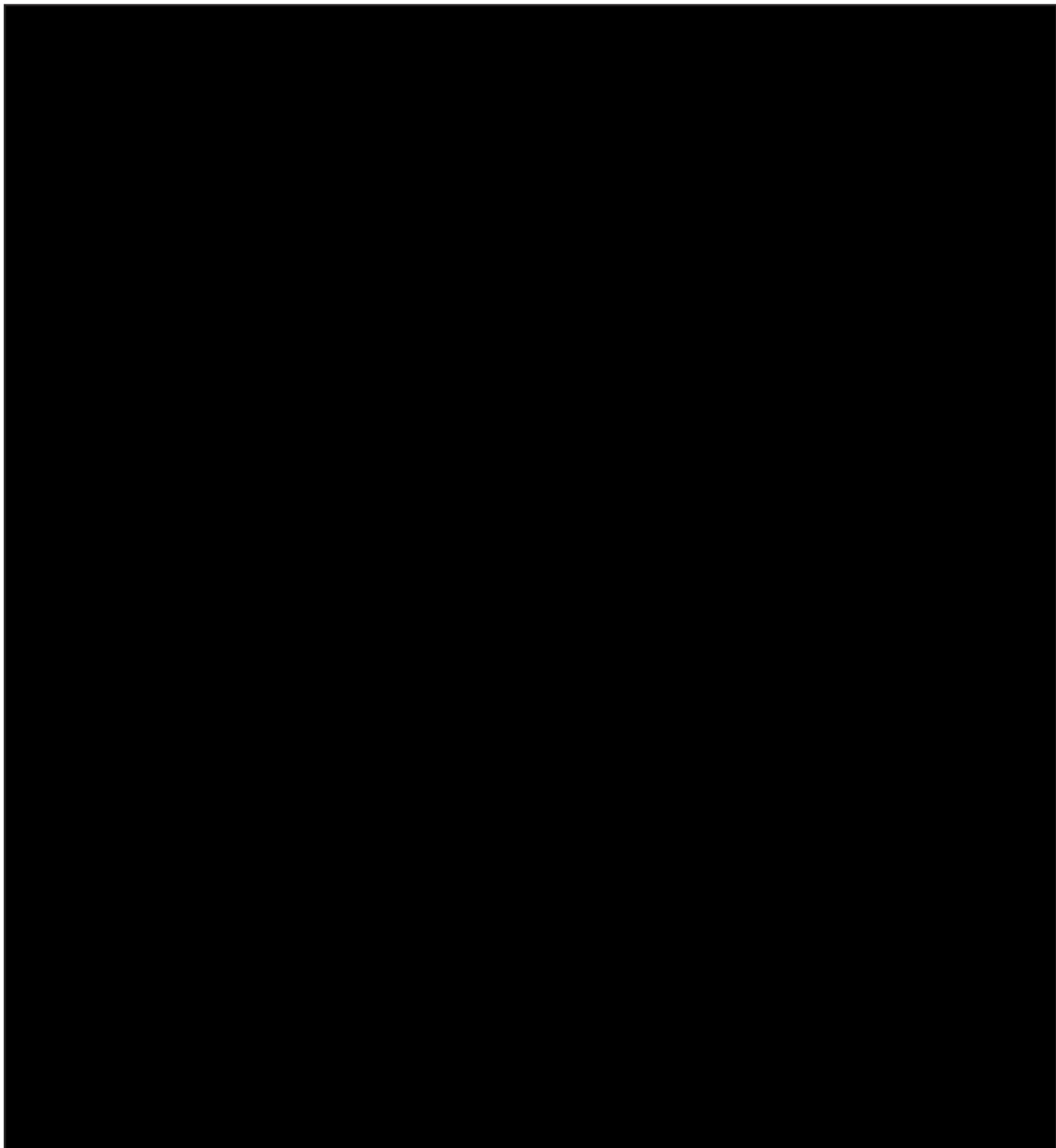
截至 2023 年 10 月 31 日的 12 個月內，伊斯蘭債券基金的總回報率為 4.4%，淨回報率為 2.8%，與其基準相比，道瓊伊斯蘭債券指數 (Dow Jones Sukuk Index) 同期回報率為 3.3%，回報率均以美元計算。

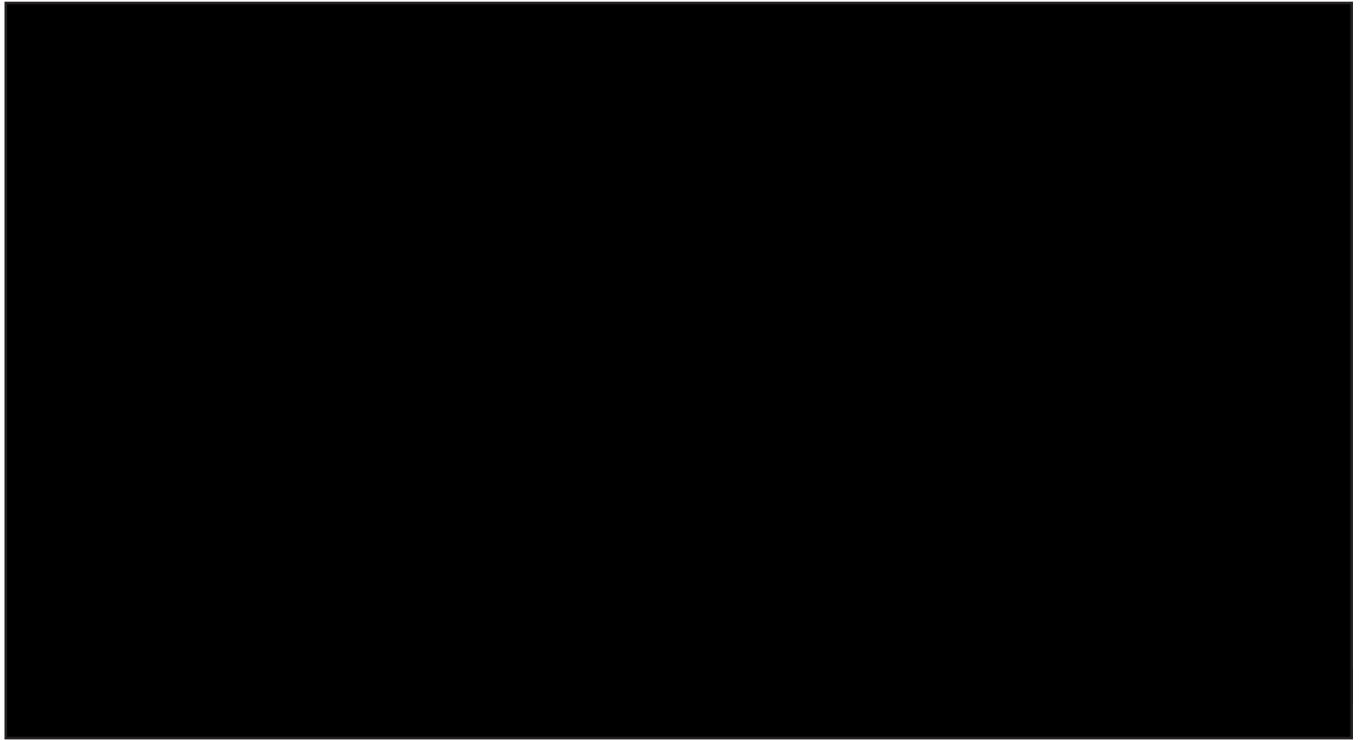
證券選擇對績效有所貢獻，特別在主權和準主權債券方面尤為明顯。

相對之下，收益率曲線的配置對回報有所拖累，尤其以曲線長天期端的美元存續期敞口最為明顯，不過中期債券敞口帶來的貢獻略為抵銷了前者的負面影響。馬來西亞林吉特的存續期敞口也帶來了正向效益。

由於埃及鎊與英鎊的敞口，貨幣配置對績效有所拖累。

資產配置則進一步拖累了成果。美國國債偏離基準的配置、減持主權債敞口以及增持金融公司債對績效造成拖累。不過，這些負面影響有部分由減持超國家債券和增持準主權債帶來的正面效益所抵銷。





前景展望

伊斯蘭債券基金

就我們的觀點，美國聯邦公開市場委員會決定將政策利率維持不變，正是利率已處於高點的證據。然而根據預期，在開始降息前，利率仍會有段時間處於較高水準，因此我們相信消費者、企業和政府承受的壓力將會持續增加，尤其是財務狀況較弱者更會備感艱辛。

存款下降、貨幣總量減少以及貸款標準提高都暗示著長天期利率已然達到高峰。高品質、長天期固定收益資產的價值十分具有吸引力，尤其考量到目前風險資產的估值普遍超出應有水準，固定收益資產也變得更加誘人。

因此，我們在配置上偏好高品質的信貸資產，這類資產的金融緩衝效果有利於應對經濟活動放緩的情況。這並不是說我們沒有承擔任何風險，好比新興市場的一些投資機會就反映出某些我們認為不太可能成真的可怕結果，或者至少補償了我們所涉及的風險。但是平均而言，我們投資組合的信用品質確實高於歷史平均水準。

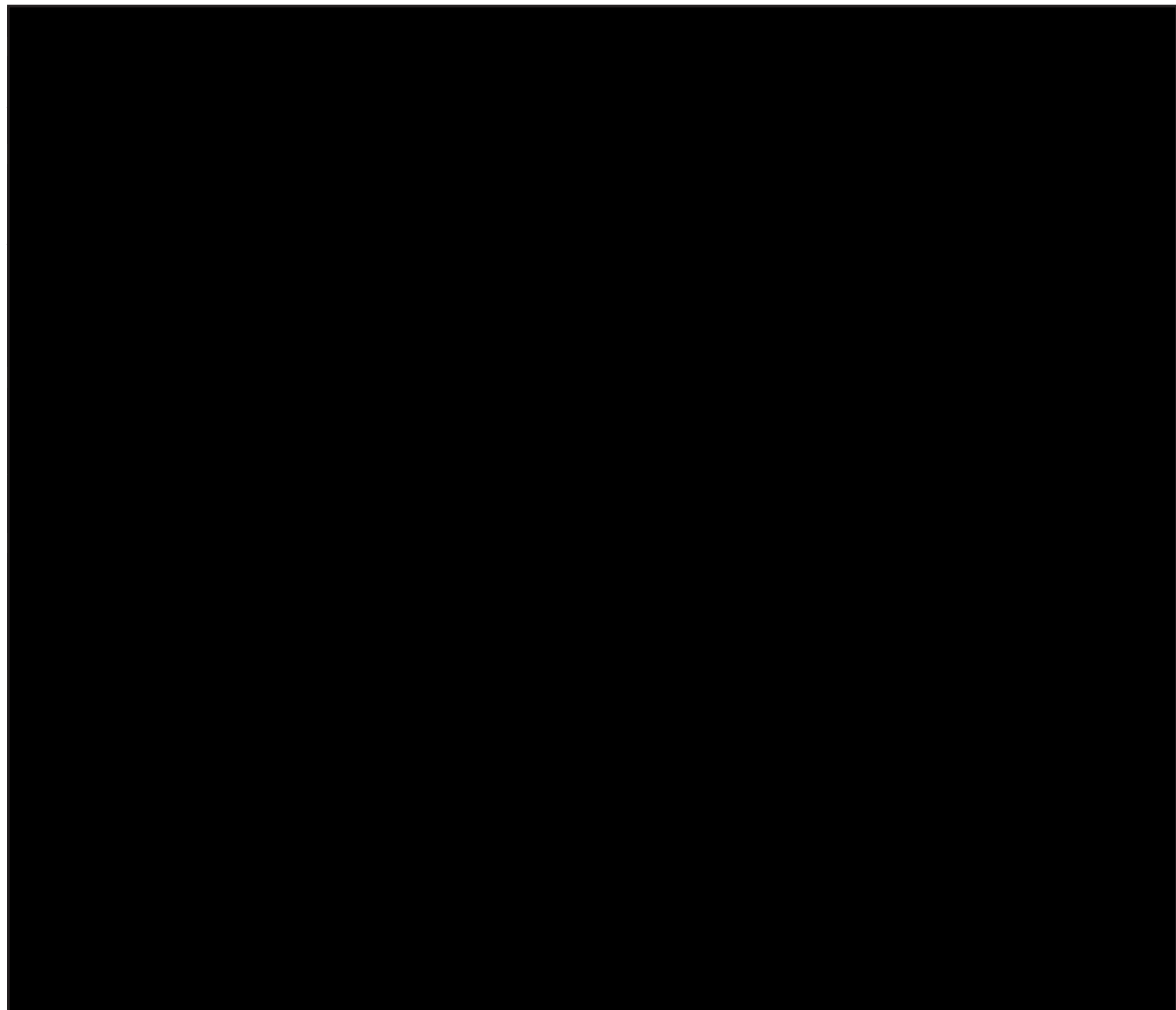
OPEC+ 減產推高了油價，進而影響了部分通脹指標，並可能導致提供能源補貼的國家面臨更高的財務平衡壓力。隨著經濟放緩的風險逐漸提高，就我們的觀點，OPEC+ 的政策很快就會改變。

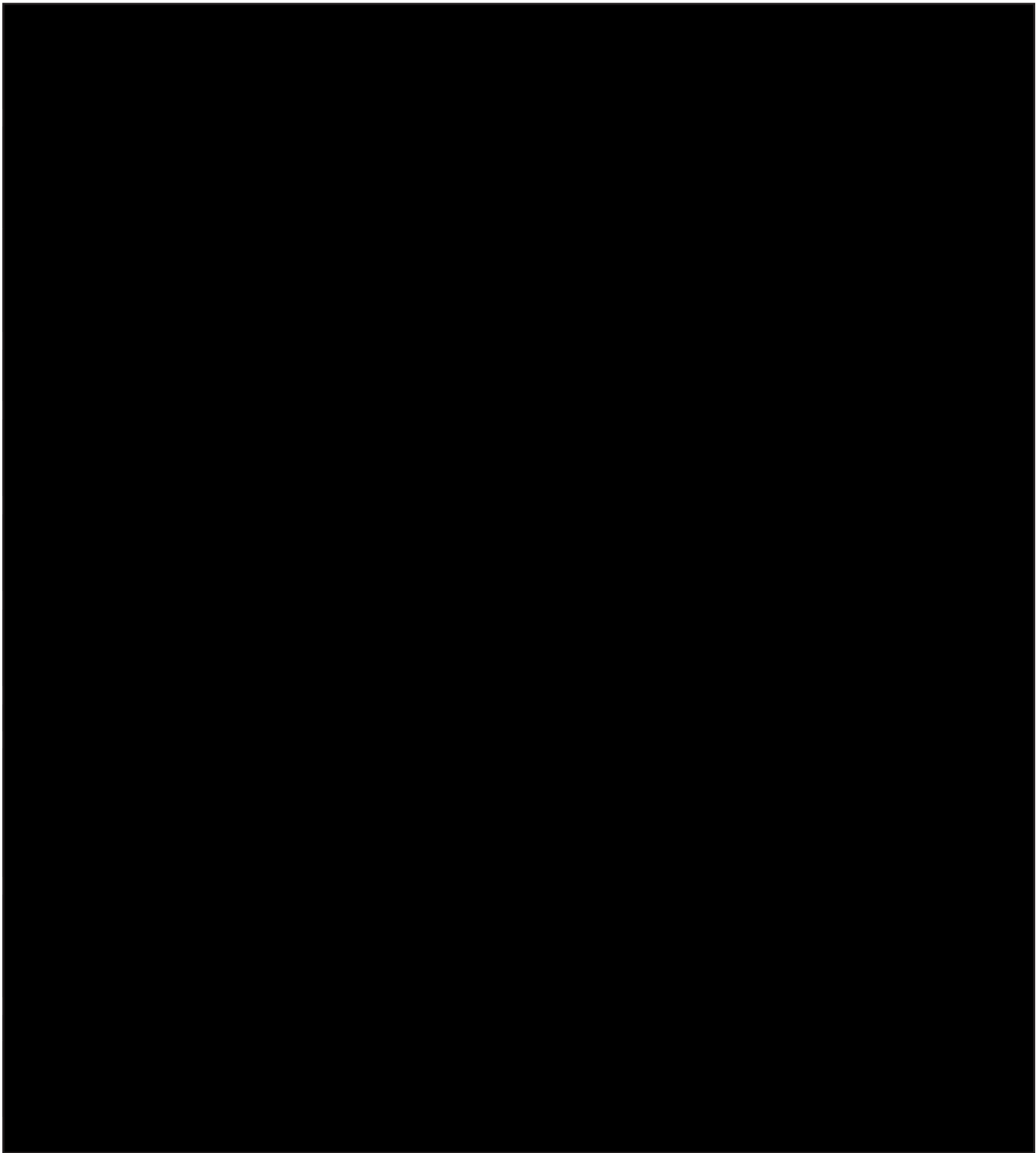
全世界如今正目睹在加薩爆發的另一場戰爭，許多投資人都擔心衝突可能愈演愈烈。我們的預期不變，相信中東這次的危機仍會侷限於加薩地區；過去三週以來，相關方的外交努力似乎正是打算達成此目標，我們也祝他們馬到成功。

如果這場衝突升溫並波及黎巴嫩、以色列的大城市、伊朗或美國資產，人們害怕的大範圍地緣政治危機就有可能化為現實。在這種情況下，就很難預測結局走向，但按理說很有可能出現油價上揚與美國國債收益率降低的情況，而這對於全球的伊斯蘭債券價格其實是有利的。此外風險溢酬也會上升，這通常不利於風險資產，例如股票和高收益證券。這是另一個我們維持防禦型配置的理由。

至於美國國債供應面的隱憂，考量到預算赤字增加及部分債券的到期日即將到來，我們認為這個風險只要對資產配置進行小幅調整即可輕鬆吸收。更重要的是最近發布的數據，明確顯示通貨膨脹有所改善，就業市場也開始降溫。

固定收益資產每一次大幅下跌之後，都會出現強勁的復甦。我們的前景預測仍鼓勵基金增持高品質固定收益資產（包括全球伊斯蘭債券），這些資產有望為投資組合帶來更好的保護效果，同時提供亮眼的收入。





整體而言，儘管市場環境充滿不確定性，我們仍抱持審慎樂觀的態度。從大方向來看，由於市場新的主流意見是利率將繼續居高不下，這使得自下而上的研究和識別哪些因素能真正創造價值的能力再次受到重視，而這兩者正是我們投資流程的根本。有鑑於此，我們希望能善用波動持續存在時可能出現的交易機會，並重新探討短短幾個月前仍嫌高昂的投資構想。

投資經理公司
2023 年 11 月



審計報告

致以下基金之股東：

Franklin Templeton Shariah Funds

我們的意見

本會計師認為，所附財務報表真實且允當表達截止於 2023 年 10 月 31 日 Franklin Templeton Shariah Funds (「基金」) 及其各子基金之財務狀況和截至該日止年度之營運結果及淨資產變動，符合盧森堡關於財務報表編製與呈列的法律及監管要求。

審計事項

基金的財務報表包含：

- 截至 2023 年 10 月 31 日之淨資產報表；
- 截至當日止年度的營運和淨資產變動報表；
- 截至 2023 年 10 月 31 日之投資明細表；以及
- 財務報表附註，包括重要會計政策概要。

意見基礎

本會計師根據有關審計職業之 2016 年 7 月 23 日法律 (2016 年 7 月 23 日法律) 及「Commission de Surveillance du Secteur Financier」(CSSF) 採納之盧森堡國際審計準則 (ISA) 執行審計工作。本會計師在 2016 年 7 月 23 日法律及 CSSF 採納之盧森堡國際審計準則下的責任詳見報告的「獨立會計師 (Réviseur d'entreprises agréé) 對財務報表審計之責任」一節。

本會計師相信，所取得之審計證據充足且適當，可作為本會計師之意見基礎。

根據 CSSF 為盧森堡採納之國際會計師道德準則委員會發佈的「國際專業會計師道德規範」(IESBA 規範) (包括國際獨立標準) 以及與本會計師審計財務報表相關之道德要求，本會計師與基金互為獨立。本會計師已履行此等道德要求下的其他道德責任。

其他資訊

基金董事會對其他資訊負責。其他資訊包括年度報告所載資訊，但未列入財務報表及本會計師對財務報表所做的審計報告。

本會計師有關財務報表的意見不涉及其他資訊，且本會計師對其不做任何確信結論。

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Cabinet de révision agréé. 專業會計師 (autorisation gouvernementale n°10028256)
R.C.S.Luxembourg B 65 477 - TVA LU25482518

就本會計師對財務報表的審計而言，本會計師的責任為閱讀上文所列其他資訊，並在此過程中考量其他資訊是否與財務報表或本會計師在審計中獲悉的情況有重大出入，或是否有其他重大錯誤陳述。若本會計師根據已執行的工作認為此等其他資訊有重大錯誤陳述，則本會計師須報告此事實。本會計師在此方面暫未發現應予報告之事項。

基金董事會對財務報表之責任

基金董事會負責根據盧森堡關於財務報表編製與呈列的法律及監管要求，編製並公允地呈列財務報表，並採納基金董事會認為必要之內部控制，令財務報表之編製沒有因舞弊或錯誤所致的重大不實陳述。

於編製財務報表時，基金董事會負責評估基金及其各子基金繼續經營之能力，揭露與繼續經營相關之事項（如適用）及採用繼續經營會計基礎，除非基金董事會擬清算基金或關閉其任何子基金或停止營運，或除此之外別無切實的選擇。

「獨立會計師 (Réviseur d'entreprises agréé)」對財務報表審計之責任

本會計師之審計目標為合理確信財務報表整體是否存在舞弊或錯誤所致的重大不實陳述，以及出具包含本會計師之意見的審計報告。合理確認為高度確信，但不保證根據 2016 年 7 月 23 日法律及 CSSF 採納之盧森堡國際審計準則執行的審計始終可發現存在的重大不實陳述。不實陳述可因舞弊或錯誤所致，並且若有理由預期其個別或整體內容會影響使用者依據此等財務報表所做決定，則視為重大性質。

作為根據 2016 年 7 月 23 日法律及 CSSF 採納之盧森堡國際審計準則執行的審計工作內容之一，本會計師在整個審計過程中採取專業判斷及保持專業懷疑精神。本會計師另執行以下工作：

- 甄別和評估財務報表因舞弊或錯誤所致的重大不實風險，設計和執行因應此等風險的審計程序，以及取得充分且適當的審計證據作為本會計師的意見基礎。較之因錯誤所致者，未發現舞弊所致重大不實陳述的風險更高，因為舞弊可能涉及內部控制的串通、偽造、有意省略、不實表達或無視；
- 瞭解與審計相關的內部控制，以設計適合實際情況的審計程序，但無意就基金內部控制之有效性表達意見；
- 評估基金董事會所用會計政策的恰當性以及所做會計估算和相關揭露的合理性；



- 就基金董事會使用繼續經營會計基礎的恰當性做出結論，以及根據取得的審計證據就是否存在可能令基金或其任何子基金繼續經營之能力受到重大質疑的事件或情況的重大不確定性做出結論。若本會計師認為存在重大不確定性，則本會計師須在審計報告中提及財務報表內的相關揭露，或者若此等揭露不足，則須修改本會計師的意見。本會計師的結論以截至審計報告日期取得的審計證據為依據。但是，未來事件或情況可能導致基金或其任何子基金停止繼續經營；
- 評估財務報表的整體呈列、結構和內容，包括披露資料，以及財務報表是否以達成公允呈列之方式表述相關交易和事件。

本會計師已就審計的計劃範圍與時間、重大審計結論及其他事項與管理人員溝通，包括本會計師於審計過程中發現的重大內部控制缺陷。

PricewaterhouseCoopers, Société coopérative

代表人：

電子簽章：

Laurent Butticè

」

Laurent Butticè

盧森堡，2024年2月16日

基金績效

百分比變動，截至 2023 年 10 月 31 日

	參考股份類別	發行日期	6 個月 %	1 年 %	3 年 %	5 年 %	自發行日 %
伊斯蘭債券基金	A (acc) USD	2012 年 9 月 10 日	(3.9)	2.8	(7.0)	8.4	19.9

業績基於此年度最後一個營業日計算的淨資產價值。淨資產價值反映了投資截至此年度最後一個營業日的市場價格。業績基於每股淨資產價值的變動。年初至今的績效涵蓋 2022 年 11 月 1 日至 2023 年 10 月 31 日之年度。

本表格披露的基金績效是參考股份類別之績效，以基金的基本計價幣別計算。

其他股份類別資訊請來函索取。本報告並不構成申購股份的要約或要約招攬。申購須依照目前之公開說明書、可獲得之相關重要資訊文件（「KID」）或投資者資料要點（「KIID」）、可獲得之最新已審計年度報告以及（如其後刊發）最新未審計半年度報告之副本。股份價格及從中所得的收益可能有升有跌，您有可能無法收回投資的全部金額。過往業績不能保證將來的表現。貨幣波動會影響投資的價值。

投資活動將遵循伊斯蘭教法準則。因此，基金績效可能低於不要求嚴格遵守伊斯蘭投資準則的其他投資基金。「淨化」持有現金或股利收入的要求可能導致款項付給慈善組織。投資者的報酬將按此類付款的金額減少。

資料來源：績效 – 富蘭克林坦伯頓和 JPMorgan

淨資產報表

截至 2023 年 10 月 31 日

	總額 (USD)	伊斯蘭債券基金 (USD)
資產		
證券投資市值 (附註 2 (b))	726,864,454	609,671,334
在銀行和經紀公司的存款	22,594,321	13,476,157
證券申購應收款項	3,119,914	2,650,233
應收伊斯蘭債券獲利付款及股息 (淨額)	5,244,419	5,117,247
遵循伊斯蘭教法之遠期外匯契約未實現盈利 (附註 2(c)、3)	56	49
其他應收款項	258,596	106,033
資產總額	758,081,760	631,021,053
負債		
購買投資應付款項	9,147,159	9,074,637
證券贖回應付款項	1,781,464	1,633,961
應付投資經理費 (附註 5)	501,013	398,040
應付慈善組織款項	78	—
遵循伊斯蘭教法之遠期外匯契約未實現虧損 (附註 2(c)、3)	111,872	111,421
遵循伊斯蘭教法之獲利率交換契約未實現虧損 (附註 2(d)、4)	6,571,141	6,571,141
應付稅項及費用	406,576	260,200
負債總額	18,519,303	18,049,400
淨資產總額	739,562,457	612,971,653
三年資產概要		
2022 年 10 月 31 日	560,361,369	471,883,137
2021 年 10 月 31 日	454,902,030	365,827,635
2020 年 10 月 31 日	320,040,118	252,618,055

營運及淨資產變動報表

截至 2023 年 10 月 31 日止之年度

	總額	伊斯蘭債券基金
	(USD)	(USD)
年初淨資產	560,361,369	471,883,137
收入		
股利 (除去扣繳稅款) (附註 2 (f))	1,663,184	—
伊斯蘭債券獲利付款 (除去扣繳稅款) (附註 2 (f))	25,949,611	25,949,611
雜項收入	5,667	5,586
總收入	27,618,462	25,955,197
費用		
投資經理費 (附註 5)	5,403,491	4,418,758
行政及股務代理費	1,479,876	1,245,619
董事費	9,232	8,021
申購稅 (附註 8)	235,964	191,734
保管費用	475,891	254,085
審計費	63,630	6,015
印刷及出版開支	67,578	57,743
伊斯蘭教法遵循費	244,261	72,960
交換之淨費用	1,179,141	1,179,141
維護及服務費 (附註 9)	948,014	586,966
其他費用 (附註 10)	250,277	182,663
總費用	10,357,355	8,203,705
費用償付 (附註 11)	(1,406,160)	(961,212)
費用淨額	8,951,195	7,242,493
投資淨收入/ (支出)	18,667,267	18,712,704
出售投資已實現淨利益/ (損失)	(2,250,431)	(5,579,680)
遵循伊斯蘭教法之遠期外匯契約已實現淨利益/ (損失)	362,021	361,746
遵循伊斯蘭教法之獲利率交換契約已實現淨利益/ (損失)	165,000	165,000
外匯交易已實現淨利益/ (損失)	(120,166)	(106,666)
本年度已實現淨利益/ (損失)	16,823,691	13,553,104
下列各項之未實現溢價/ (折價) 淨額的變動：		
投資	9,237,795	1,451,313
遵循伊斯蘭教法之遠期外匯契約	(176,618)	(175,449)
遵循伊斯蘭教法之獲利率交換契約	(2,576,028)	(2,576,028)
外匯交易	74,445	72,335
營運結果致使淨資產增加/ (減少) 淨額	23,383,285	12,325,275
對慈善組織的捐贈		
不合伊斯蘭教法之收入的淨化 (附註 16)	(15,986)	—
不合伊斯蘭教法之獲利的已實現淨利益淨化 (附註 16)	(6,590)	—
對慈善組織的捐贈致使淨資產減少淨額	(22,576)	—
資本變動		
發行股份	340,051,392	274,840,364
贖回股份	(174,804,121)	(136,658,024)
損益平準 (附註 14)	1,755,393	1,743,081
	167,002,664	139,925,421
支付/累計股利	(11,162,285)	(11,162,180)
資本變動致使淨資產增加/ (減少) 淨額	155,840,379	128,763,241
年終淨資產	739,562,457	612,971,653

統計資料

	總計費用比率 2023 年 10 月 31 日 (參見附註 15)	截至 2023 年 10 月 31 日流通在 外股份	截至 2023 年 10 月 31 日每股淨資 產價值	截至 2022 年 10 月 31 日每股淨資 產價值	截至 2021 年 10 月 31 日每股淨資 產價值
伊斯蘭債券基金- USD					
A (acc) EUR	1.50%	119,856.050	13.76	14.33	13.80
A (acc) USD	1.50%	3,865,777.921	11.99	11.66	13.13
A (Mdis) SGD	1.50%	7,952,766.637	8.33	8.75	9.74
A (Mdis) USD	1.50%	8,733,484.538	7.85	7.98	9.33
C (Mdis) USD	2.28%	69,673.077	7.99	8.19	9.65
I (acc) USD	0.86%	20,893,311.934	12.71	12.29	13.74
I (Qdis) USD	0.86%	453,326.563	9.52	9.56	–
M (acc) USD	1.88%	267,410.370	9.00	8.79	9.93
N (acc) EUR	2.45%	325,091.309	12.41	13.04	12.67
W (acc) USD	0.90%	2,517,412.268	10.95	10.59	11.85
W (Qdis) EUR-H1 (避險)	0.90%	67,408.294	7.24	7.49	8.87
W (Qdis) GBP-H1 (避險)	0.90%	1,332,821.033	8.47	8.63	–
W (Qdis) USD	0.90%	13,905,654.539	8.20	8.28	9.61
X (Qdis) USD	0.28%	1,740,034.460	8.53	8.56	9.88

財務報表附註

截至 2023 年 10 月 31 日止之年度

附註 1 - 本公司

Franklin Templeton Shariah Funds (「FTSF」或「本公司」) 為根據 2010 年 12 月 17 日有關集合投資公司之經修訂盧森堡法律第 1 部分而成立之集合投資公司，屬於可變資本投資實體 (société d'investissement à capital variable)。本公司於 2012 年 7 月 3 日在盧森堡註冊成立，無經營期限。於本報告刊發日期，本公司提供 3 項子基金 (「基金」) 之股份。本公司董事會可授權在將來增設具不同投資目標的新基金。

本公司旨在為投資者提供投資於全球各地多種遵循伊斯蘭教法之可轉讓證券及其他遵循伊斯蘭教法之合格資產且投資目標多元化的基金，包括資本成長型及收益型基金。本公司的總體目標是透過多元化投資，盡量降低投資風險，並根據富蘭克林坦伯頓久經驗證、行之有效的投資選擇策略，讓投資者受惠於其旗下實體管理的投資組合。

附註 2 — 重要的會計政策

(a) 一般資料

財務報表乃採用繼續經營會計基礎、根據盧森堡大公國有關投資基金的相關條例而編製。

(b) 證券投資

在證券交易所上市，或在任何其他有組織的市場上買賣的證券，均以該交易所或市場最近提供的價格評價。這種交易所或市場通常是各種證券的主要市場。至於在場外交易市場買賣的證券，則以最接近掛牌證券的估價方式來評價。

凡是沒有在任何證券交易所上市及沒有在任何有組織的市場上買賣的證券，均以最近獲得的價格評價。若該價格不能代表其公平價值，則在慎重及誠信的原則下，根據可以合理預料的賣價評價。

根據最新招股說明書的規定，可能實施市場水準公平估值來保護本公司股東的利益，防範市場擇時交易的風險，因為有些國外市場會先於美國市場幾小時關閉，所以市場擇時者可能針對持有大量國外證券投資的基金，試圖從基金投資組合持有證券價值變動與基金股份淨資產價值變動之間可能的延遲中圖利。

本公司的董事採用多種方法降低市場擇時交易的風險。截至 2023 年 10 月 31 日，本公司對以下基金採用市場水準公平估值方法：



管理公司和/或管理機構設有相關程序以決定市場價格無法隨時取得或定價可能並非可靠之個別證券和其他資產之公平價值。在這種情況下，應由董事會決定或依董事會之指示，根據基金採用的程序來調整該等投資的價格。

在報告涵蓋的會計年度內，出售投資證券所產生的收益及損失均按所有基金的平均成本計算。

在報告涵蓋的會計年度內，折價及溢價均在到期或出售之前 (以較早者為準) 的持有期間內分攤至收入中。

附註 2 — 重要的會計政策 (續)**(c) 遵循伊斯蘭教法之遠期外匯契約**

遵循伊斯蘭教法之遠期外匯契約在剩餘期限按「淨資產報表」刊發日期適用之外幣匯率，直至到期。遵循伊斯蘭教法之遠期外匯契約的損益在「營運及淨資產變動報表」中認列。

(d) 遵循伊斯蘭教法之獲利率交換契約

獲利率交換契約採取互惠 Murabaha 交易。Murabaha 是一種伊斯蘭融資結構，其中賣方和買方同意資產的成本和加價。Murabaha 是一種銷售安排，融資者（以成本價）向供應商購買商品，然後以遞延價格將其轉售給交易對手，該遞延價格包含加價以涵蓋融資者的獲利率。遵循伊斯蘭教法之獲利率交換契約的損益在「營運及淨資產變動報表」中認列。

(e) 外匯交易

對於每一種基金，凡是未以該基金計價貨幣表示的交易，均按交易日當天之匯率換算成該基金的計價幣值。

對於每一種基金，凡是未以該基金計價貨幣表示的資產及負債，均按年末結算日之適當匯率換算成該基金的計價幣值。在決定本會計年度結果時，外匯交易的損益均認列於「營運及淨資產變動報表」中。

本公司在財務報表中的參考貨幣是美元。2023 年 10 月 31 日主要匯率採用的數值如下：

CHF	0.9097	JPY	151.5850
EUR	0.9452	KRW	1352.7250
GBP	0.8229	MYR	4.7645
HKD	7.8254	SGD	1.3693

以上匯率已四捨五入至小數第四位。

貨幣縮寫表見附註 17。

(f) 收入

股利將於除息日計入收入，獲利付款（包括伊斯蘭證券的獲利付款）以每日累算，並包括溢價攤銷和折價累積（若適用）。雜項收入主要包括同意費。

(g) 優先浮動利率

優先擔保企業融資按定期重置的利率支付利息，該利率係參考基準貸款利率加上利差。一般而言，基準貸款利率為指定的美國銀行提供的最優惠利率或英鎊隔夜指數均值 (SONIA)。優先擔保企業融資通常需要從超額現金流中或由借款人自行決定提前償還本金。因此，實際到期日可能遠早於規定的到期日。

利率為一般指標。雖然本基金並未投資於計息工具，但利率的變動將對伊斯蘭工具的獲利率構成影響，並因此影響本基金投資的預期回報。截至 2023 年 10 月 31 日，本公司沒有任何相關敞口。

(h) 擺動定價

由於投資者買入、賣出和/或轉入和轉出基金的價格並未反映投資經理公司為因應現金流入或流出而執行本基金的投資組合交易之相關交易成本，基金的每股淨資產價值可能因此蒙受損失。

為了應對這種攤薄影響並保護股東利益，本公司可能會採用擺動定價機制作為其估值政策的一部分。

當基金層級的資本活動總估算額（估算之流入及流出額度的總和）超過預定閾值（定為該基金在估值日之淨資產的特定百分比）時，基金將採用擺動定價機制。基金可以採用閾值設定為零的全擺動定價機制或閾值大於零的部分擺動定價機制。

通常，此等調整會在資金淨流入時增加每股淨資產價值，而在資金淨流出時減少每股淨資產價值。基金中每個股份類別的每股淨資產價值將分別計算，但任何調整都會對基金中每個股份類別的每股淨資產價值產生相同影響（以百分比表示）。擺動定價無法針對每筆投資者交易的特定情況。

附註 2 — 重要的會計政策 (續)

(h) 擺動定價 (續)

這些調整將力求反映基金買入及賣出資產的預期價格以及估算的交易費用。敬請投資者注意，由於採用擺動定價，基金淨資產價值的波動可能無法反映投資組合的真實績效。

調整造成的影響大小取決於各種因素，例如交易量、相關投資的買入或出售價，以及用於計算該基金相關投資價值的評估方法。

擺動定價機制可適用於本公司的所有基金。本公司將定期重置價格調整的程度，以反映當前交易和其他成本的近似值。此等調整可因不同基金而異，在通常的市場情況下不會超過原每股淨資產價值的 2%。若發生特殊情況、出現異常大的股東交易活動或認為符合最大股東利益的情況下，董事會可以核准增加此限額。

Franklin Templeton International Services S.à.r.l. (「FTIS」) 作為 UCITS 授權的管理公司 (「管理公司」) 授權擺動定價監督委員會執行並定期審查與擺動定價相關的運營決策。該委員會負責與擺動定價有關的決策以及擺動因素的持續批准，這些構成了預定常行指示的基礎。

價格調整可應管理公司在其註冊辦事處的要求提供。

本年度最後一日並無影響基金每股淨資產價值的擺動定價調整。

如果擺動定價事件發生在年度的最後一日，淨資產報表揭露的淨資產將不包括擺動定價調整，但是，統計資料中揭露的年末每股淨資產價值將會包括擺動定價調整。2023 年 10 月 31 日並無擺動定價調整。

於截至 2023 年 10 月 31 日止之年度，擺動定價調整影響了以下基金的每股淨資產價值：

- 伊斯蘭債券基金

附註 3 — 遵循伊斯蘭教法之遠期外匯契約

截至 2023 年 10 月 31 日，本公司已簽訂下列尚未履行契約：

伊斯蘭債券基金

買入		出售		到期日期	未實現 利益 / (損失) USD
用於股份類別避險的遠期外匯契約：					
EUR	493,582	USD	523,791	2023/11/15	(1,292)
GBP	11,378,643	USD	13,939,061	2023/11/15	(110,108)
USD	6,206	EUR	5,882	2023/11/15	(21)
USD	28,464	GBP	23,380	2023/11/15	49
					(111,372)
上述契約供下列交易對手申購：					
J.P. Morgan					(111,372)
					(111,372)

附註3 — 遵循伊斯蘭教法之遠期外匯契約 (續)



附註4 — 遵循伊斯蘭教法之獲利率交換契約

截至 2023 年 10 月 31 日，本公司已簽訂下列尚未履行契約：

伊斯蘭債券基金

票面金額	說明	交易對手	到期日期	交易貨幣	未實現 利益/ (損失) USD
40,000,000	接收固定利率 2.895% 支付浮動利率 SOFR 1 天	J.P. Morgan	2032/05/11	USD	(4,588,682)
27,000,000	接收固定利率 3.521% 支付浮動利率 SOFR 1 天	J.P. Morgan	2032/09/29	USD	(1,982,459)
					(6,571,141)

附註5 — 投資經理費

管理公司每月從本公司收取一筆投資經理費，按各基金於會計年度內的每日平均淨資產的一定百分比（詳見下文）計算。不同基金截至 2023 年 10 月 31 日所適用的百分比如下。

投資經理公司的報酬將由管理公司從向本公司收取的投資經理費中支付。

投資者收購 X 類股時無須支付管理費，但將依照另外一項協議向投資經理公司或關係公司支付一筆費用。

	A、AS、C、N 股	I 股	M 股	W 股
伊斯蘭債券基金	1.00%	0.70%	USD 0 至 1 億 - 0.45% USD 1 億 至 2.5 億 - 0.40% 超過 USD 2.5 億 - 0.35%	0.70%

附註 6 — 軟酬備

為符合最佳執行成效，投資經理公司可將本公司投資組合交易的經紀酬佣分配給證券經紀商，以認可其所提供之研究服務以及執行買賣單時所提供之服務。

證券經紀商所提供的投資研究和資料以及有關服務，可供投資經理公司補充其研究和分析，並獲得其他機構之個人及研究人員的意見和資料。

該類服務不包括由投資經理公司直接支付的旅遊、住宿、娛樂、一般行政用品或服務、一般辦公用具或場所、會員費、員工薪金或直接付款。

附註 7 — 關係人交易

本公司的某些董事兼任或可能兼任管理公司 Franklin Templeton International Services S.à r.l. 之高階主管及/或董事。

本公司向管理公司支付的投資經理費詳情，請參閱財務報表附註 5。

富蘭克林坦伯頓沒有關聯經紀人，於截至 2023 年 10 月 31 日止之年度，並未與關聯經紀人之間進行任何交易。

於截至 2023 年 10 月 31 日止之年度，本公司以 Franklin Templeton International Services S.à r.l. 為基金管理公司和主經銷商產生行政及股務代理費以及股份維護與服務費。所有與上述關係人的交易，均於正常業務過程中按一般商業條款進行。

附註 8 — 稅賦

本公司在盧森堡大公國無須就其盈利或收入繳付任何稅款。

但是，本公司在盧森堡大公國每年按淨資產價值的 0.05% 納稅，該稅項每季度按本公司於相關日曆季度末的淨資產價值繳納。此項稅款不適用於在其他已經徵收此種稅款之集合投資公司投資的基金資產部分。若 I 類及 X 類股各自的所有投資者均為機構投資者，則此等股份類別或許可按 0.01% 的更低稅率納稅。

本公司在盧森堡大公國發行股份無需繳納印花稅或其他稅款。公司成立時及每次修改章程時均需繳納 75 歐元的註冊稅。

根據現行法律及慣例，本公司資產的已實現或未實現資本增值在盧森堡大公國不必繳納資本收益稅。

本公司於盧森堡大公國登記增值稅項，根據適用法律有責任繳納增值稅。

本公司的投資收入或已實現資本收益可能會被來源國按不同稅率徵稅。本公司在某些情形可能會因盧森堡大公國與其他國家締結的雙重稅務條約受益。

附註 9 — 股份類別

A 類股：按適用的淨資產價值發售，外加 伊斯蘭債券基金 最多達總投資額 5.00%、 ██████████ 的首次售股手續費，視資產類別而定。另收取年費率 伊斯蘭債券基金 最高為適用平均淨資產價值 0.30% ██████████，扣除後付給總經銷商。該筆費用按日累計，並將按月扣除後付予總經銷商。或有遞延售股手續費 (CDSC) 最高為 1.00%，由總經銷商保留，適用於回購後 18 個月內的某些合格投資為 100 萬美元或以上的贖回交易。

AS 類股：在新加坡向公積金投資者發售，詳情請參閱本公司的最新公開說明書。AS 類股份的發售價格為每股淨資產價值。購買 AS 類股份無需繳納首次購股手續費。此外，收取年費率最高為適用平均淨資產價值 0.40% 的維護費，扣除後付給總經銷商。該筆費用按日累計，並將按月扣除後付予總經銷商。

C 類股：該類股份提供予機構投資者，詳情請參閱本公司最新的公開說明書。購買 C 類股份無需繳納首次購股手續費，但需繳納 1.08% 的維護或服務費。但是，如果投資者在購買 C 類股後一年內出售股份，則需繳納 1.00% 的 CDSC。

I 類股：該類股份提供予機構投資者，詳情請參閱本公司最新的公開說明書。購買 I 類股無需支付首次售股手續費，或有遞延售股手續費或任何維護或服務費。

M 類股：無需支付首次售股手續費，或有遞延售股手續費或服務費。收取年費率最高為適用平均淨資產價值 1.23% 的維護費，扣除後付給總經銷商。M 類股僅於某些限制情況下提供，詳情請參閱本公司最新的公開說明書。

N 類股：此類股份需收取最高為總投資額 3.00% 的首次售股手續費。另收取年費率最高為適用平均淨資產價值 1.25% 的維護費，每日累計，按月扣除後付予總經銷商。N 類股僅於某些限制情況下提供，詳情請參閱本公司最新的公開說明書。

W 類股：無需支付首次售股手續費，或有遞延售股手續費或任何維護或服務費。W 類股僅於某些限制情況下提供，詳情請參閱本公司最新的公開說明書。

X 類股：不收取首次售股手續費，且投資者收購 X 類股時不必支付管理費（但將依照投資經理公司和投資者之間的一項協議向投資經理公司或關係公司支付一筆費用）。X 類股僅於某些限制情況下提供予機構投資者，詳情請參閱本公司最新的公開說明書。

累積類股 (acc)：不分派任何股利，但本應分派的收入將反映在股份升值中。所有其他條款及條件與派息的股份類別相同。

派息類股：派息頻率可能不同。(Mdis) 股份類別按月派息，(Qdis) 股份類別按季派息，(Ydis) 股份類別按年派息。

避險股份類別：為了降低匯率波動及回報率波動，本公司提供 H1 類股。避險股份類別的基本計價貨幣持倉會套換為指定的選擇性貨幣。

附註 10 — 其他費用

其他費用主要包括律師費、註冊費、代理費、稅費和各種服務雜費，其中包含各種定價供應商。

附註 11 — 費用償付

對於費用達到上限的股份類別而言，每日會對費用水準進行計算並與上限值比較，如果費用水準高於上限值，差額將作為費用減免入帳（「豁免費用」）。豁免費用每月從管理公司收到的費用中扣減。

豁免費用作為「費用償付」列入「營運及淨資產變動報表」中。

附註 12 — 投資組合變動報表

載明報告期內各基金總買賣交易的報表，可向本公司註冊辦事處索閱。

附註 13 — 交易成本

交易成本是收購和出售金融資產或債務所產生的成本。其中包括支付予代理人、經紀人和交易商的費用和佣金。於截至 2023 年 10 月 31 日止之年度，本公司產生以下交易成本：

基金名稱	貨幣	金額
伊斯蘭債券基金	USD	—

*對於伊斯蘭債券，交易成本與證券購買價格並無明確的區別，因此無法另外揭露。

附註 14 — 損益平準

基金採用一項稱為損益平準的會計方法，發售股份所得款項及贖回股份費用的一部分（按每股計算，相當於交易日的未分派投資收入）將貸記入未分派收入或從中扣除，而此項新增或減少的未分派收入即作為損益平準列入「營運及淨資產變動報表」。因此，每股的未分派投資收入不因出售或贖回股份受到影響。但是，對於僅發行累積類股的任何基金，董事會和/或管理公司保留不採用損益平準的權利。

附註 15 — 總計費用比率

總計費用比率（「TER」）以百分比表示，表示基金各股份類別於截至 2023 年 10 月 31 日止之年度間總年化費用與平均淨資產的比率。總費用包括投資經理費、行政及股務代理費、保管費和其他費用，彙總於「營運及淨資產變動報表」。對於今年發行的股份類別，總計費用比率作年化處理。

附註 16 — 不合伊斯蘭教法之收入的淨化

伊斯蘭教法監事會不時發佈準則，以計算基金每年應捐贈給慈善組織的收入金額，此等收入來自根據公開說明書所述投資目標、政策及限制所做之合格證券投資，但投資涉及一項或多項不合伊斯蘭教法的邊緣性質活動，且伊斯蘭教法規定未能篩去該活動。此類金額會針對每筆相關交易按淨化比率計算，該比率以各目標公司股利金額的百分比表示。

此外，若已經在投資組合中持有的證券變得不合伊斯蘭教法，則需要出售該證券，且實現的盈利將受到淨化。盈利（收益）淨化之計算結果為銷售收入與發現價值（證券被發現不合伊斯蘭教法當天的價格）之間的差額。

得出的淨化金額捐贈給慈善組織。任何此類金額只按實際計算的數字扣除，不按預期數字累計。截至 2023 年 10 月 31 日止之年度，該金額捐贈給英國聯合國兒童基金會委員會 (UNICEF)。

附註 17 — 縮寫**國家/地區**

ARE	阿拉伯聯合大公國	FRA	法國	KOR	韓國	SAU	沙烏地阿拉伯
BHR	巴林	GBR	英國	KWT	科威特	SP	超國家組織
CAN	加拿大	HKG	香港	MDV	馬爾地夫	TUR	土耳其
CHE	瑞士	IDN	印尼	MYS	馬來西亞	USA	美國
CHN	中國	IRL	愛爾蘭	NLD	荷蘭		
CYM	開曼群島	ISR	以色列	PRT	葡萄牙		
DEU	德國	JPN	日本	QAT	卡達		

貨幣

CHF	瑞士法郎	HKD	港幣	MYR	馬來西亞林吉特
EUR	歐元	JPY	日圓	SGD	新加坡幣
GBP	英鎊	KRW	韓圓	USD	美元

附註 18 — 其他資訊

鑑於當前俄羅斯和烏克蘭之間的緊張局勢以及已經實施和可能實施的任何相關制裁，全球經濟都可能受到不利影響，甚至波及某些國家和個別發行人，所有這些都可能對市場產生負面影響。儘管本基金在俄羅斯或烏克蘭市場沒有任何重大敞口，但某些股份類別的股份價格已經因市場波動加劇而出現下跌。

附註 19 — 後續事項

自報告日期起，沒有其他後續事項。

投資明細表，2023年10月31日

伊斯蘭債券基金

(貨幣 - USD)

股份數目或面值	說明	國家代號	交易貨幣	市值	淨資產的 %
	在正式證券交易所掛牌的可轉讓證券				
	伊斯蘭債券				
	公司伊斯蘭債券				
25,615,000	Saudi Electricity Sukuk Programme Co. , S 條例 5.684% , 2053 年 4 月 11 日	SAU	USD	22,359,590	3.65
22,048,000	SA Global Sukuk Ltd. , S 條例 2.694% , 2031 年 6 月 17 日	SAU	USD	17,882,207	2.92
17,385,000	TMS Issuer SARL , S 條例 5.78% , 2032 年 8 月 23 日	SAU	USD	16,903,436	2.76
15,650,000	ANB Sukuk Ltd. , S 條例 3.326% , 2030 年 10 月 28 日	SAU	USD	14,652,234	2.39
14,243,000	DP World Salaam , S 條例 6% , 永續型	ARE	USD	13,935,622	2.27
13,489,000	AIR Lease Corp. Sukuk Ltd. , S 條例 5.85% , 2028 年 4 月 1 日	USA	USD	13,217,138	2.16
11,575,000	Suci Second Investment Co. , S 條例 6.25% , 2033 年 10 月 25 日	SAU	USD	11,922,250	1.94
12,135,000	DAE Sukuk DIFC Ltd. , S 條例 3.75% , 2026 年 2 月 15 日	ARE	USD	11,353,991	1.85
11,730,000	DP World Crescent Ltd. , S 條例 5.5% , 2033 年 9 月 13 日	ARE	USD	11,078,727	1.81
10,450,000	Alpha Star Holding VII Ltd. , S 條例 7.75% , 2026 年 4 月 27 日	ARE	USD	10,261,649	1.67
11,475,000	KIB Sukuk Ltd. , S 條例 2.375% , 2030 年 11 月 30 日	KWT	USD	10,178,830	1.66
9,075,000	Ziraat Katilim Varlik Kiralama , S 條例 9.375% , 2026 年 11 月 12 日	TUR	USD	9,074,637	1.48
11,100,000	Dua Capital Ltd. , S 條例 2.78% , 2031 年 5 月 11 日	MYS	USD	8,953,660	1.46
9,500,000	AUB Sukuk Ltd. , S 條例 2.615% , 2026 年 9 月 9 日	BHR	USD	8,599,305	1.40
8,700,000	EMG Sukuk Ltd. , S 條例 4.564% , 2024 年 6 月 18 日	ARE	USD	8,583,681	1.40
9,435,000	Aldar Sukuk No. 2 Ltd. , S 條例 3.875% , 2029 年 10 月 22 日	ARE	USD	8,379,035	1.37
8,500,000	AL Rajhi Sukuk Ltd. , S 條例 4.75% , 2028 年 4 月 5 日	SAU	USD	8,256,900	1.35
9,100,000	SA Global Sukuk Ltd. , S 條例 1.602% , 2026 年 6 月 17 日	SAU	USD	8,163,965	1.33
8,730,000	TNB Global Ventures Capital Bhd. , S 條例 3.244% , 2026 年 10 月 19 日	MYS	USD	8,147,173	1.33
8,365,000	MAF Sukuk Ltd. , S 條例 4.5% , 2025 年 11 月 3 日	ARE	USD	8,096,115	1.32
8,035,000	Fab Sukuk Co. Ltd. , S 條例 3.875% , 2024 年 1 月 22 日	ARE	USD	7,989,803	1.30
7,000,000	Suci Second Investment Co. , S 條例 6% , 2028 年 10 月 25 日	SAU	USD	7,056,805	1.15
6,215,000	DIB Sukuk Ltd. , S 條例 2.95% , 2026 年 1 月 16 日	ARE	USD	5,821,789	0.95
6,000,000	Almarai Co. JSC , S 條例 5.233% , 2033 年 7 月 25 日	SAU	USD	5,626,500	0.92
5,820,000	Riyad Sukuk Ltd. , S 條例 3.174% , 2030 年 2 月 25 日	SAU	USD	5,545,022	0.90
5,473,000	Dar Al-Arkan Sukuk Co. Ltd. , S 條例 6.75% , 2025 年 2 月 15 日	SAU	USD	5,415,254	0.88
5,735,000	Boubyan Tier 1 Sukuk Ltd. , S 條例 3.95% , 永續型	KWT	USD	5,235,447	0.85
5,811,000	SNB Sukuk Ltd. , S 條例 2.342% , 2027 年 1 月 19 日	SAU	USD	5,231,207	0.85
5,655,000	NCB Tier 1 Sukuk Ltd. , S 條例 3.5% , 永續型	SAU	USD	5,202,634	0.85
5,140,000	Aldar Sukuk Ltd. , S 條例 4.75% , 2025 年 9 月 29 日	ARE	USD	5,009,238	0.82
5,555,000	Saudi Electricity Global Sukuk Co. 3 , S 條例 5.5% , 2044 年 4 月 8 日	SAU	USD	4,993,617	0.81
4,670,000	QIB Sukuk Ltd. , S 條例 3.982% , 2024 年 3 月 26 日	QAT	USD	4,622,366	0.75
4,700,000	SA Global Sukuk Ltd. , S 條例 0.946% , 2024 年 6 月 17 日	SAU	USD	4,548,599	0.74
4,515,000	Banque Saudi Fransi , S 條例 4.75% , 2028 年 5 月 31 日	SAU	USD	4,327,117	0.71
4,265,000	MAR Sukuk Ltd. , S 條例 2.21% , 2025 年 9 月 2 日	QAT	USD	3,994,834	0.65
4,210,000	Saudi Electricity Global Sukuk Co. 5 , S 條例 1.74% , 2025 年 9 月 17 日	SAU	USD	3,898,182	0.64
3,438,000	Tabreed Sukuk SPC Ltd. , S 條例 5.5% , 2025 年 10 月 31 日	ARE	USD	3,403,438	0.56
3,680,000	Riyad Tier 1 Sukuk Ltd. , S 條例 4% , 永續型	SAU	USD	3,387,160	0.55
3,350,000	Senaat Sukuk Ltd. , S 條例 4.76% , 2025 年 12 月 5 日	ARE	USD	3,294,718	0.54
3,580,000	Aldar Investment Properties Sukuk Ltd. , S 條例 4.875% , 2033 年 5 月 24 日	ARE	USD	3,288,194	0.54
3,500,000	Dua Capital Ltd. , S 條例 1.658% , 2026 年 5 月 11 日	MYS	USD	3,171,413	0.52
3,050,000	RSS Sukuk Co. Ltd. , 0% , 2027 年 12 月 31 日	CYM	USD	3,050,000	0.50
3,000,000	El Sukuk Co. Ltd. , S 條例 2.082% , 2026 年 11 月 2 日	ARE	USD	2,709,780	0.44
2,815,000	Fab Sukuk Co. Ltd. , S 條例 2.5% , 2025 年 1 月 21 日	ARE	USD	2,694,252	0.44
2,900,000	Saudi Telecom Co. , S 條例 3.89% , 2029 年 5 月 13 日	SAU	USD	2,655,745	0.43
2,750,000	Unity 1 Sukuk Ltd. , S 條例 2.394% , 2025 年 11 月 3 日	ARE	USD	2,563,165	0.42
2,590,000	Fab Sukuk Co. Ltd. , S 條例 1.411% , 2026 年 1 月 14 日	ARE	USD	2,353,831	0.38
2,151,831	Khadrawy Ltd. , S 條例 2.471% , 2025 年 3 月 31 日	ARE	USD	2,080,821	0.34
2,250,000	Warba Tier 1 Sukuk 2 Ltd. , S 條例 4% , 永續型	KWT	USD	2,069,933	0.34
2,000,000	DP World Crescent Ltd. , S 條例 3.875% , 2029 年 7 月 18 日	ARE	USD	1,779,240	0.29
1,790,000	DIB Tier 1 Sukuk 4 Ltd. , S 條例 4.625% , 永續型	ARE	USD	1,686,565	0.28
1,645,000	QIIB Senior Sukuk Ltd. , S 條例 4.264% , 2024 年 3 月 5 日	QAT	USD	1,631,473	0.27
1,500,000	DIB Sukuk Ltd. , S 條例 5.493% , 2027 年 11 月 30 日	ARE	USD	1,492,512	0.24
1,690,000	MAF Sukuk Ltd. , S 條例 3.933% , 2030 年 2 月 28 日	ARE	USD	1,487,646	0.24
1,490,000	Saudi Electricity Global Sukuk Co. 3 , S 條例 4% , 2024 年 4 月 8 日	SAU	USD	1,475,893	0.24
1,700,000	Saudi Electricity Global Sukuk Co. 5 , S 條例 2.413% , 2030 年 9 月 17 日	SAU	USD	1,405,501	0.23
1,100,000	Saudi Electricity Global Sukuk Co. 4 , S 條例 4.222% , 2024 年 1 月 27 日	SAU	USD	1,094,596	0.18
1,000,000	MAR Sukuk Ltd. , S 條例 3.025% , 2024 年 11 月 13 日	QAT	USD	968,750	0.16
8,820,000	Asya Sukuk Co. Ltd. , S 條例 , FRN 0.004% , 2023 年 3 月 28 日 [§]	TUR	USD	220,500	0.04
300,000	SD International Sukuk Ltd. , S 條例 6.3% , 2022 年 5 月 9 日 [§]	MYS	USD	6,126	—
				364,489,811	59.46

伊斯蘭債券基金

(貨幣 - USD)

股份數目或面值	說明	國家代號	交易貨幣	市值	淨資產的 %
政府與市政伊斯蘭債券					
25,009,000	KSA Sukuk Ltd. , S 條例 4.274% , 2029 年 5 月 22 日	SAU	USD	23,556,227	3.84
19,689,000	Maldives Sukuk Issuance Ltd. , S 條例 9.875% , 2026 年 4 月 8 日	MDV	USD	15,947,326	2.60
15,385,000	Sharjah Sukuk Program Ltd. , S 條例 6.092% , 2034 年 3 月 19 日	ARE	USD	15,288,844	2.49
15,835,000	Hong Kong Sukuk 2017 Ltd. , S 條例 3.132% , 2027 年 2 月 28 日	HKG	USD	14,926,347	2.44
13,475,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 4.15% , 2027 年 3 月 29 日	IDN	USD	12,864,741	2.10
15,320,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 3.55% , 2051 年 6 月 9 日	IDN	USD	9,981,577	1.63
8,545,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 4.4% , 2028 年 3 月 1 日	IDN	USD	8,147,786	1.33
10,685,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 3.8% , 2050 年 6 月 23 日	IDN	USD	7,253,246	1.18
8,228,000	Malaysia Wakala Sukuk Bhd. , S 條例 2.07% , 2031 年 4 月 28 日	MYS	USD	6,578,742	1.07
7,750,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 2.8% , 2030 年 6 月 23 日	IDN	USD	6,482,136	1.06
8,000,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 2.55% , 2031 年 6 月 9 日	IDN	USD	6,417,773	1.05
7,000,000	KSA Sukuk Ltd. , S 條例 4.511% , 2033 年 5 月 22 日	SAU	USD	6,389,180	1.04
8,268,000	Malaysia Wakala Sukuk Bhd. , S 條例 3.075% , 2051 年 4 月 28 日	MYS	USD	5,275,941	0.86
6,035,000	KSA Sukuk Ltd. , S 條例 2.25% , 2031 年 5 月 17 日	SAU	USD	4,781,229	0.78
4,705,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 4.325% , 2025 年 5 月 28 日	IDN	USD	4,618,764	0.75
4,765,000	KSA Sukuk Ltd. , S 條例 4.303% , 2029 年 1 月 19 日	SAU	USD	4,521,046	0.74
4,500,000	CBB International Sukuk Programme Co. WLL , S 條例 6.25% , 2024 年 11 月 14 日	BHR	USD	4,460,148	0.73
4,685,000	Sharjah Sukuk Program Ltd. , S 條例 4.226% , 2028 年 3 月 14 日	ARE	USD	4,346,574	0.71
4,120,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 4.7% , 2032 年 6 月 6 日	IDN	USD	3,823,560	0.62
3,736,000	Sharjah Sukuk Program Ltd. , S 條例 2.942% , 2027 年 6 月 10 日	ARE	USD	3,363,349	0.55
2,500,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 3.9% , 2024 年 8 月 20 日	IDN	USD	2,468,873	0.40
2,540,000	Sharjah Sukuk Program Ltd. , S 條例 3.854% , 2026 年 4 月 3 日	ARE	USD	2,423,666	0.40
2,325,000	Perusahaan Penerbit SBSN Indonesia III , S 條例 4.35% , 2024 年 9 月 10 日	IDN	USD	2,300,148	0.38
1,329,000	Malaysia Sovereign Sukuk Bhd. , S 條例 3.043% , 2025 年 4 月 22 日	MYS	USD	1,285,830	0.21
				177,503,053	28.96
超國家組織					
7,025,000	ICDPS Sukuk Ltd. , S 條例 1.81% , 2025 年 10 月 15 日	SP	USD	6,499,811	1.06
2,200,000	Isdb Trust Services No. 2 SARL , S 條例 3.213% , 2027 年 4 月 28 日	SP	USD	2,070,651	0.34
1,190,000	IDB Trust Services Ltd. , S 條例 2.843% , 2024 年 4 月 25 日	SP	USD	1,172,246	0.19
				9,742,708	1.59
伊斯蘭債券總計				551,735,572	90.01
在正式證券交易所掛牌的可轉讓證券總計				551,735,572	90.01
在另一受監管市場交易的可轉讓證券					
商業票據					
超國家組織					
24,470,000	International Islamic Liquidity Management 2 SA , S 條例 5.37% , 2023 年 11 月 9 日	SP	USD	24,468,933	3.99
4,800,000	International Islamic Liquidity Management 2 SA , S 條例 5.7% , 2024 年 1 月 18 日	SP	USD	4,799,346	0.79
				29,268,279	4.78
商業票據總計				29,268,279	4.78
認股權證					
消費必需品分銷和零售					
441,300	Pure Harvest Smart Farms Sukuk Ltd. , 2027 年 6 月 30 日	ARE	USD	1,619,686	0.26
				1,619,686	0.26
認股權證總計				1,619,686	0.26
伊斯蘭債券					
公司伊斯蘭債券					
5,398,000	Equate Sukuk SPC Ltd. , S 條例 3.944% , 2024 年 2 月 21 日	KWT	USD	5,348,090	0.87
4,450,000	Axiata SPV2 Bhd. , S 條例 2.163% , 2030 年 8 月 19 日	MYS	USD	3,528,094	0.57
3,350,000	Ahli United Sukuk Ltd. , S 條例 3.875% , 永續型	KWT	USD	3,045,699	0.50
8,140,000	SD International Sukuk II Ltd. , S 條例 6.997% , 2025 年 3 月 12 日	MYS	USD	284,900	0.05
				12,206,783	1.99
政府與市政伊斯蘭債券					
30,000,000	馬來西亞政府債券 , 4.07% , 2026 年 9 月 30 日	MYS	MYR	6,346,402	1.03
26,710,000	馬來西亞政府債券 , 4.638% , 2049 年 11 月 15 日	MYS	MYR	5,617,792	0.92

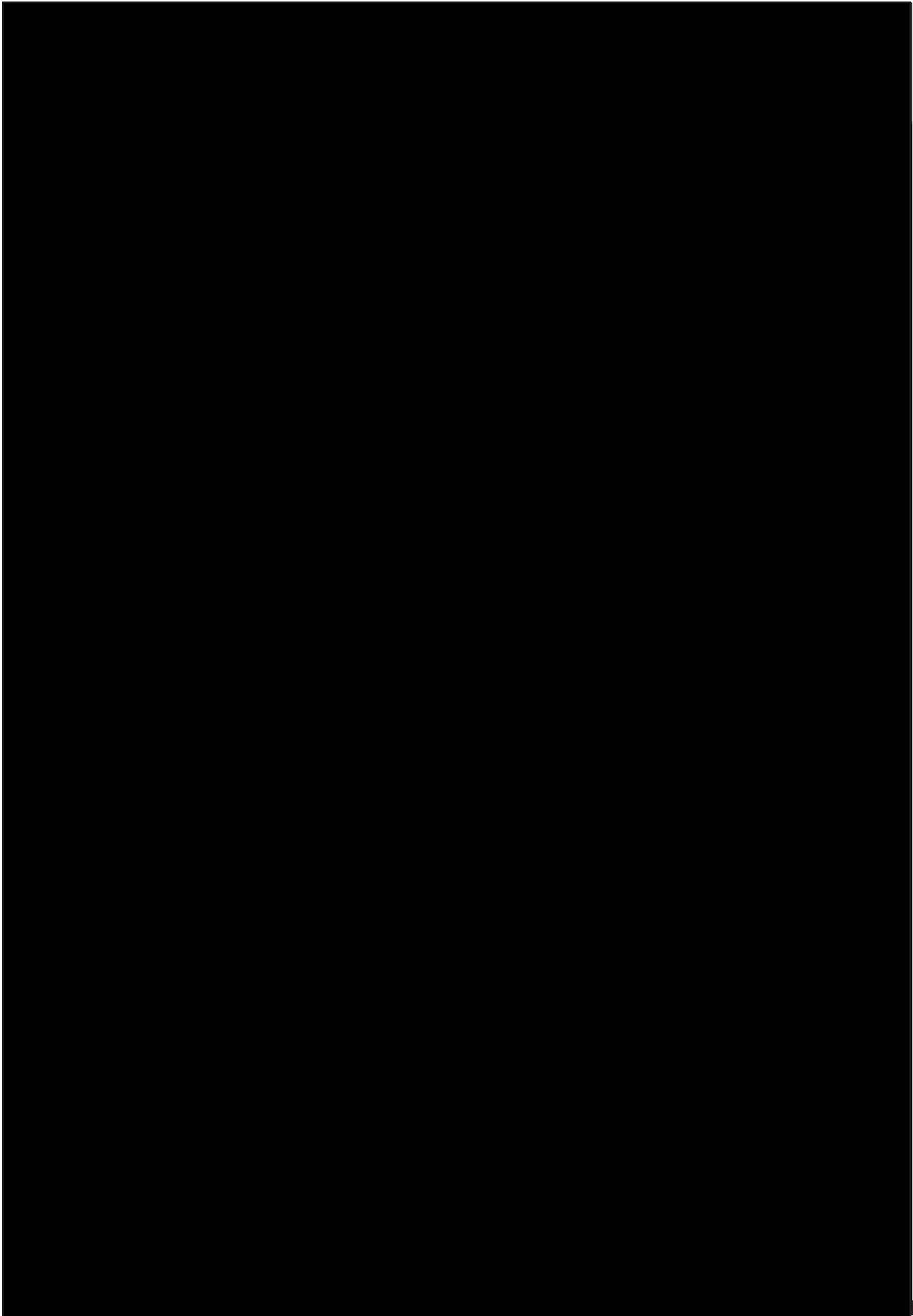
伊斯蘭債券基金

(貨幣 - USD)

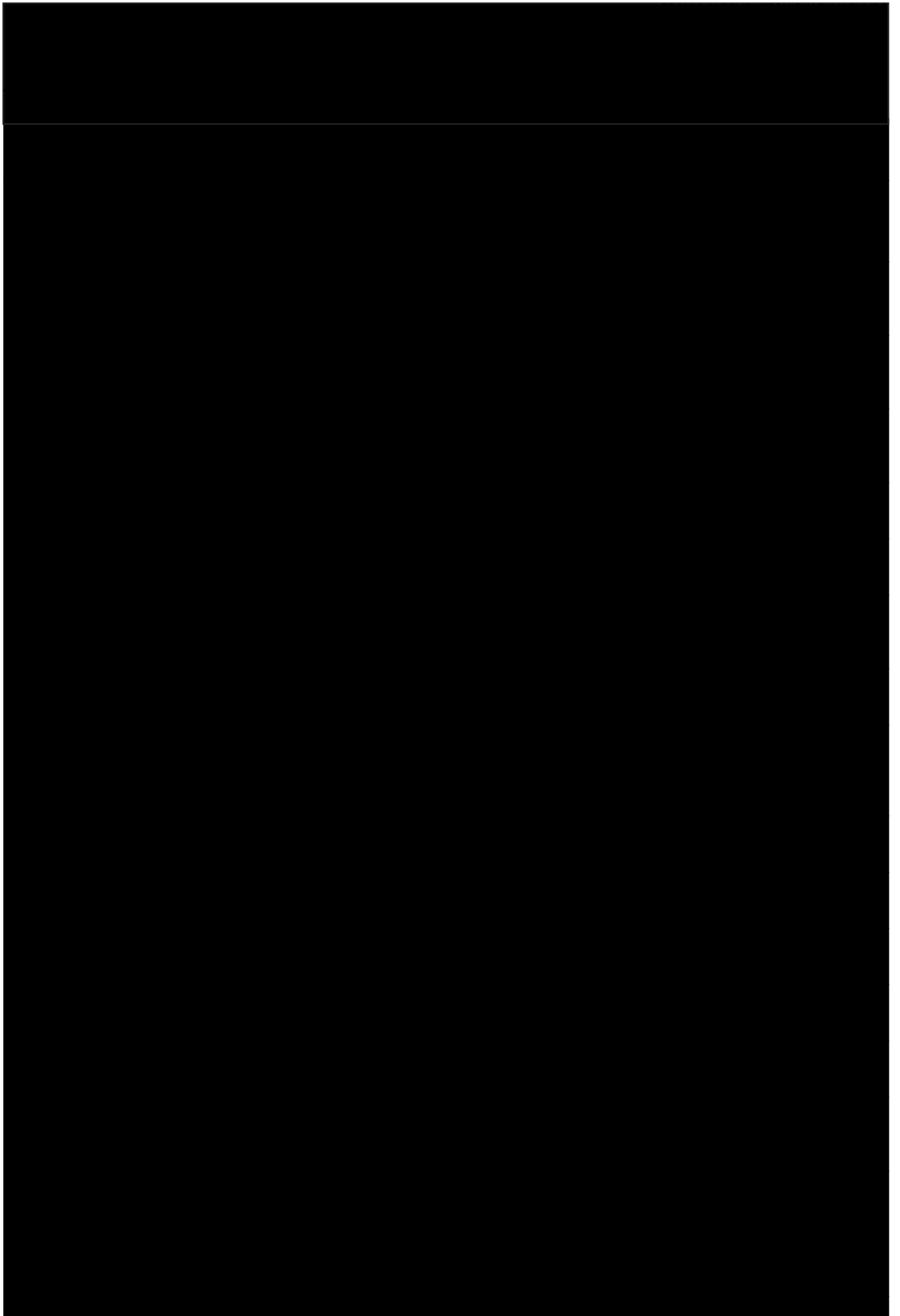
股份數目或面值	說明	國家代號	交易貨幣	市值	淨資產 的 %
6,040,000	馬來西亞政府債券，5.357%，2052 年 5 月 15 日	MYS	MYR	1,404,611	0.23
				13,368,805	2.18
	伊斯蘭債券總計			25,575,588	4.17
	在另一受監管市場交易的可轉讓證券總計			56,463,553	9.21
	未納入正式證券交易所掛牌亦非在另一受監管市場交易的可轉讓證券				
	伊斯蘭債券				
	公司伊斯蘭債券				
1,500,000	Moove IO，12%，2027 年 7 月 26 日**	ARE	USD	1,472,209	0.24
5,813,000	NMC Healthcare Sukuk Ltd.，S 條例 5.95%，2023 年 11 月 21 日**§	ARE	USD	—	—
				1,472,209	0.24
	伊斯蘭債券總計			1,472,209	0.24
	未納入正式證券交易所掛牌亦非在另一受監管市場交易的可轉讓證券總計			1,472,209	0.24
	投資總額			609,671,334	99.46

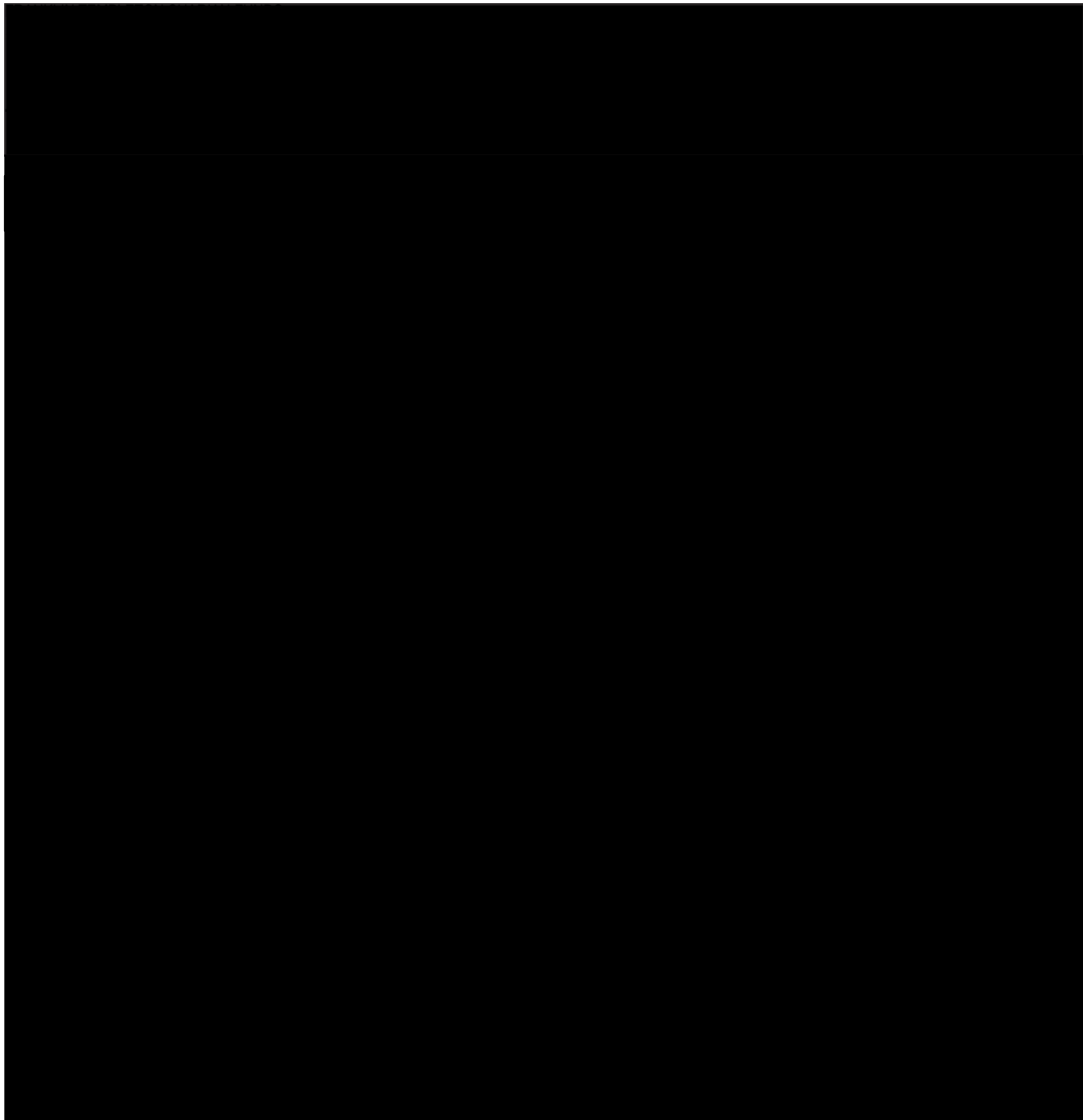
§ 此伊斯蘭債券目前處於違約狀態

** 這些證券以公平估值提報









增補資訊 — 未審計

永續金融披露條例 (SFDR)

本金融商品的投資並未考慮歐盟環境永續經濟活動之標準。

曝險的計算方法

採用承諾法 * 計算以下基金的全球曝險 ** :

伊斯蘭債券基金

[REDACTED]

[REDACTED]

* 承諾法是一種計算風險或「全球曝險」的方法，考量 UCITS 子基金持有之投資的市場風險，包括透過將金融衍生性商品轉換為此類衍生性商品之標的資產部位而持有任何金融衍生性商品產生的相關風險（有時稱為「名目曝險」），若標的證券部位的市場價值可能被與相同標的部位相關的其他承諾抵消，計算之前應做軋差及對沖安排。

** 全球曝險係指 UCITS 子基金曝險的衡量指標，該指標的考量內容包含標的投資的市場曝險以及與投資組合持有之金融衍生性商品相關的增量市場曝險及隱含槓桿率。

投資組合周轉率

投資組合周轉率以百分比表示，相當於報告所述期間的證券買賣總額減去申購和贖回的總值後再除以基金平均淨資產。它是有效衡量基金買賣證券頻率的指標。

投資組合周轉率之計算不適用於流動準備和貨幣市場基金，因該類基金的投資屬於短期性質，所以此比率與該類基金並不相關。

基金	投資組合周轉率
伊斯蘭債券基金	24.67%
[REDACTED]	[REDACTED]

可轉讓證券集體投資企業 (UCITS) 報酬揭露

Franklin Templeton International Services S.à r.l. (「FTIS」) 作為 UCITS 授權的管理公司 (「管理公司」)，已制定適用於其管理的所有 UCITS 基金 (單稱為「UCITS」，合稱為「UCITS」) 的報酬政策 (「政策」)。此政策旨在防止過度冒險，在其績效管理系統中採用針對所涉業務單位的特定風險標準。此政策的管理架構旨在防止內部利益衝突。

此政策的制訂、更新、審核和批准以及此政策的傳達與實施均有固定程序。高階管理層、人力資源部、法規遵循部及其他部門均參與此流程，並且此政策由管理公司的高階管理層及董事會批准。

固定報酬為本薪加其他福利，可能包括退休金提撥、人壽保險保費或私營醫療保險保費。固定報酬的數額參照工作複雜程度、責任程度、績效及市場基準數據決定。此數額會進行定期審核。

可變報酬為年終獎金、績效贈股形式的長期獎勵或銷售獎金。可變報酬的數額參照公司和業務單位的整體績效以及個人績效決定。

此政策全文可於管理公司的註冊辦事處查閱。有關 Franklin Templeton Shariah Funds 的量化資訊概述如下。

FTIS 及其代表於截至 2023 年 9 月 30 日止之年度支付的固定報酬總額 ^{*,**,***}	€ 444,740
FTIS 及其代表於截至 2023 年 9 月 30 日止之年度支付的可變報酬總額 ^{*,**,***}	€ 360,607
FTIS 及其代表於截至 2023 年 9 月 30 日的員工數量	601
FTIS 及其代表於截至 2023 年 9 月 30 日止之年度向高階經理/重大風險承擔者支付的報酬總額 ^{*,**,***}	€ 225,418
FTIS 及其代表於截至 2023 年 9 月 30 日止之年度向對 UCITS/AFIM 狀況有重大影響的其他員工支付的總額 ^{*,**,***}	€ -

* FTIS 支付的報酬總額已根據 FTISF 於截至 2023 年 9 月 30 日止之年度在 FTIS 管理之基金平均月底淨資產總額所佔比例向 FTISF 分配。

** FTIS 代表支付的報酬總額已根據 FTISF 於截至 2023 年 9 月 30 日止之年度在 FTIS 代表管理之基金平均月底淨資產總額所佔比例向 FTISF 分配。

*** 代表為投資管理實體，受與 UCITS 指令第 69(3)(a) 條同等有效之監管要求所約束。

證券融資交易條例

截至財務報表的日期，Franklin Templeton Shariah Funds 現毋須受 SFTR 第 2015/2365 號關於證券融資交易及重複使用的透明度之規例的影響，因為於財務報表所述年度內並未執行相應的交易。

抵押品

截至 2023 年 10 月 31 日，伊斯蘭債券基金 報告與場外衍生品相關的現金抵押品質押金額為 7,140,000 美元，該餘額計入現金帳戶。

已審計年度報告和未審計半年度報告

已審計年度報告和未審計半年度報告可由當地的富蘭克林坦伯頓網站 (www.franklintempleton.lu) 取得，也可以向本公司的註冊辦事處免費索取；只有在當地法規強制要求的情況下，這些報告才會分發給該國的註冊股東。完整的已審計年度報告和未審計半年度報告可在本公司的註冊辦事處取得。

富蘭克林坦伯頓辦事處通訊錄

關於 Franklin Templeton Shariah Funds 的其他資訊，可從富蘭克林坦伯頓的以下辦事處取得。

歐洲

法國

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

French Branch

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德國及奧地利

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德國免費號碼：08 00 0 73 80 02

奧地利免費號碼：08 00 29 59 11

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義大利

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

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Corso Italia n.1

20122 Milano, Italy

電話：+39 02 3621 3320 傳真：+39 02 8545 9220

義大利免費號碼：800 915 919

電子郵件：servizioclientimilano@franklintempleton.com

盧森堡、荷蘭及比利時

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

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B.P. 169, L-2011 Luxembourg

Grand Duchy of Luxembourg

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FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

Belgium Branch

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Brussels Belgium

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西班牙

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

Spanish Branch

Calle de José Ortega y Gasset 29

28006 Madrid, Spain

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電子郵件：operaciones@franklintempleton.com

瑞士

FRANKLIN TEMPLETON SWITZERLAND LTD

Stockerstrasse 38

CH-8002 Zurich, Switzerland

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電子郵件：info@franklintempleton.ch

英國

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Cannon Place, 78 Cannon Street

London EC4N 6HL, United Kingdom

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英國免費號碼：0800 305 306

電子郵件：enquiries@franklintempleton.co.uk

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

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英國免費號碼：0800 305 306

電子郵件：enquiries@franklintempleton.co.uk

波蘭、捷克、斯洛伐克、匈牙利和其他中東歐國家

Polish Branch

Rondo ONZ 1, 00-124 Warsaw, Poland

電話：+48 61 271 74 71 傳真：+352 46 66 67 511

電話：+48 22 541 75 88 (僅適用於波蘭散戶)

電子郵件：ClientServiceCEE@franklintempleton.com

亞洲

香港

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

香港干諾道中 8 號遮打大廈 17 樓

香港

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電子郵件：cdshk@franklintempleton.com

新加坡

TEMPLETON ASSET MANAGEMENT LTD

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Singapore 038987

電話：+65 6337 3933 傳真：+65 6332 2296

電子郵件：cdsspr@franklintempleton.com

www.franklintempleton.com.sg

台灣

FRANKLIN TEMPLETON SECURITIES INVESTMENT CONSULTING (SINOAM) INC.*

台灣台北

忠孝東路 4 段

87 號 8 樓

電話：886 2 2781 0088 傳真：886 2 2781 7788

電子郵件：service@franklin.com.tw

* 在台灣被指定為 *FTSF* 於台灣公開提供及出售的主代理。

北美洲及南美洲

美國

FRANKLIN TEMPLETON INVESTMENTS

國際股務代理

Client Dealer Services – Offshore Dept.

100 Fountain Parkway, 2nd Floor

St. Petersburg, FL 33716

電話：+1 800 239 3894 傳真：+1 727 299 8736

電子郵件：stpcds@templeton.com

中東和非洲

南非

FRANKLIN TEMPLETON INVESTMENTS SA (PTY) LTD

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Newlands, Cape Town, 7700

South Africa

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電子郵件：CDSSouthAfrica@franklintempleton.com

www.franklintempleton.co.za

阿拉伯聯合大公國

FRANKLIN TEMPLETON INVESTMENTS MANAGEMENT LTD

Gate Building East Wing, 2nd Floor

Dubai International Financial Center

P.O.Box 506613 Dubai, United Arab Emirates

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電子郵件：CSDDubai@franklintempleton.com

www.franklintempletonme.com

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**FRANKLIN
TEMPLETON**

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Luxembourg
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AUDITED ANNUAL REPORT

FRANKLIN TEMPLETON SHARIAH FUNDS

société d'investissement à capital variable

October 31, 2023



FRANKLIN
TEMPLETON

FRANKLIN TEMPLETON SHARIAH FUNDS

société d'investissement à capital variable

AUDITED ANNUAL REPORT

For the year ended October 31, 2023

This report shall not constitute an offer or a solicitation of an offer to buy shares of Franklin Templeton Shariah Funds (the "Company"). Subscriptions are to be made on the basis of the current prospectus and its addendum as the case may be, where available the relevant Key Information Documents ("KIDs") or Key Investors Information Documents ("KIIDs"), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report. The auditor's report refers only to the English version of the Annual Report and not to any translated versions.

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General Information

As at October 31, 2023

société d'investissement à capital variable

8A, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg

(Registered with the registre de commerce et des sociétés, Luxembourg, under number B 169 965)

BOARD OF DIRECTORS:

Chairwoman

Caroline Carroll

Director

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Cannon Place, 78 Cannon Street, London EC4N 6HL
United Kingdom

Directors

A. Craig Blair

Conducting Officer

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.

8A, rue Albert Borschette

L-1246 Luxembourg

Grand Duchy of Luxembourg

Hans-J. Wisser

Independent Director

Kälberstücksweg 37, 61350 Bad Homburg

Germany

William Jackson

Non-executive Director

2 St Clair Terrace,

Edinburgh EH10 5NW

United Kingdom

MANAGEMENT COMPANY:

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.

8A, rue Albert Borschette, L-1246 Luxembourg

Grand Duchy of Luxembourg

SHARIAH SUPERVISORY BOARD:

AMANIE ADVISORS SDN BHD

Level 13A-2

Menara Tokio Marine Life

189, Jalan Tun Razak

50400 Kuala Lumpur

Malaysia

– *Dr. Mohamed Ali Elgari*

– *Dr. Muhammad Amin Ali Qattan*

– *Dr. Mohd Daud Bakar*

– *Dr. Osama Al Dereai*

SHARIAH SCREENING PROVIDER:

IdealRatings, Inc.

425 Market Street, Suite 2200

San Francisco, CA, 94105

United States of America

REGISTERED OFFICE:

8A, rue Albert Borschette, L-1246 Luxembourg

Grand Duchy of Luxembourg

PRINCIPAL DISTRIBUTOR:

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.

8A, rue Albert Borschette, L-1246 Luxembourg

Grand Duchy of Luxembourg

INVESTMENT MANAGERS:

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

The Gate, East Wing, Level 2

Dubai International Financial Centre

P.O. Box 506613, Dubai

United Arab Emirates

Franklin Templeton Investments (ME) Ltd. Manages

Franklin Global Sukuk Fund.

TEMPLETON ASSET MANAGEMENT LTD

7 Temasek Boulevard

#38-03 Suntec Tower One

Singapore 038987

Templeton Asset Management limited manages

Templeton Shariah Global Equity Fund.

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

17/F, Chater House

8 Connaught Road Central

Hong Kong

Franklin Templeton Investments (Asia) limited manages

Templeton Shariah Global Equity Fund.

TEMPLETON GLOBAL ADVISORS LIMITED

P.O. Box N-7759

Lyford Cay

Nassau

Bahamas

Templeton Global Advisors Limited manages

Templeton Shariah Global Equity Fund.

FRANKLIN ADVISERS, INC.
One Franklin Parkway
San Mateo, CA 94403-1906
USA
Franklin Advisers, Inc manages
Franklin Shariah Technology Fund

SUB-ADVISERS:

FRANKLIN TEMPLETON GSC ASSET MANAGEMENT Sdn.
Bhd.
Suite 31-02, 31st Floor, Menara Keck Seng
203 Jalan Bukit Bintang
55100 Kuala Lumpur
Malaysia
Franklin Templeton GSC Asset Management Sdn. Bhd. has
been appointed as sub-adviser for the Franklin Global Sukuk
Fund.

DEPOSITARY:

HSBC Continental Europe, Luxembourg Branch
(Until July 09, 2023)
J.P. Morgan SE, Luxembourg Branch
(With effect July 10, 2023)
European Bank & Business Centre
6C, route de Trèves
L-2633, Senningerberg
Grand Duchy of Luxembourg

ADMINISTRATIVE AGENT:

J.P. Morgan SE, Luxembourg Branch
European Bank & Business Centre
6C, route de Trèves
L-2633, Senningerberg
Grand Duchy of Luxembourg

REGISTRAR AND TRANSFER AGENT:

VIRTUS PARTNERS FUND SERVICES LUXEMBOURG
S.à r.l.
8A, rue Albert Borschette
L-1246 Luxembourg
Grand Duchy of Luxembourg

AUDITOR:

PRICEWATERHOUSECOOPERS, Société coopérative
2, rue Gerhard Mercator, L-2182 Luxembourg
Grand Duchy of Luxembourg

LEGAL ADVISER:

ELVINGER HOSS PRUSSEN, société anonyme
2, Place Winston Churchill, L-1340 Luxembourg
Grand Duchy of Luxembourg

Report of the Board of Directors

As of October 31, 2023, total assets of Franklin Templeton Shariah Funds (“FTSF,” or the “Company”) stood at US\$739.56 million, higher than the US\$560.36 million under management at October 31, 2022.

It has been a turbulent year for the financial market, but the size and depth of the Shariah-compliant investment universe has continued to grow. With its specialised expertise and on-the-ground resources in key markets in the Middle East and Southeast Asia, Franklin Templeton is well positioned for opportunities in this dynamic investment landscape. The ongoing progress of economic reforms across Asia and the Gulf Cooperation Council region, the continued development of emerging market nations and geopolitical events worldwide have all focused an increasing amount of investor attention on the Shariah-compliant space. With a long track record in these regions, we believe the Company can successfully navigate this complex territory and look beyond the headlines to identify fundamentally sound value for our investors.

Corporate Governance

The Company has adopted the principles of the Association of the Luxembourg Fund Industry (“ALFI”) code of conduct.

THE BOARD OF DIRECTORS

Luxembourg, November 2023

12 January 2024

Franklin Templeton International Services S.à r.l.

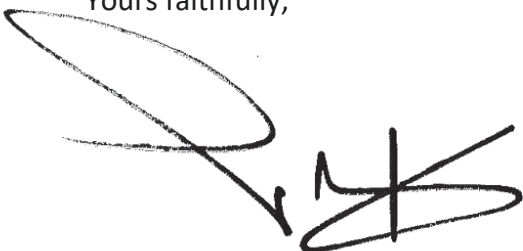
8A, Rue Albert Borschette,
L-1246 Luxembourg
Grand Duchy of Luxembourg

Attn: **The Conducting Officers**

**ANNUAL SHARIAH COMPLIANCE REPORT FOR FRANKLIN TEMPLETON SHARIAH FUNDS
FOR THE PERIOD BETWEEN 1 NOVEMBER 2022 AND 31 OCTOBER 2023**

Based on our view of the investments of Franklin Global Sukuk Fund, Franklin Shariah Technology Fund and Templeton Shariah Global Equity Fund ("the sub-funds") and on the information provided to us by the representative of Franklin Templeton Shariah Funds, we hereby confirm that the Funds' investments as well as their transactions during the financial year ended 31 October 2023 are in compliance with the Islamic investment guidelines as interpreted and issued by Amanie Shariah Supervisory Board Members.

Yours faithfully,



TAN SRI DR MOHD DAUD BAKAR

(On behalf of the Amanie Advisors Shariah Supervisory Board)

Shariah Supervisory Board Members

Dr. Mohamed Ali Elgari (Chairman)
Dr. Mohd. Daud Bakar
Dr. Muhammad Amin Ali Qattan
Dr. Osama Al Dereai

Report of the Investment Managers

Year to October 31, 2023

Market Performance

During the 12-month period ended 31 October 2023, global financial markets benefitted from resilient global economic growth, generally better-than-expected corporate earnings, decelerating inflation in many regions, the temporary suspension of the US debt ceiling, and several major central banks' slower pace or pausing of interest-rate hikes. However, banking-industry stress in early 2023, recession fears, and concerns about central banks' rate paths intermittently pressured investor sentiment.

As measured by MSCI indices in US-dollar terms, emerging market equities modestly outpaced a global index, developed market stocks slightly lagged it, and frontier market equities significantly trailed it. In terms of investment style, global growth stocks substantially outperformed global value stocks. Since a late-2022 low, the recovery in stocks through July-end was driven partly by investor enthusiasm about artificial intelligence, subsiding inflation concerns, and hopes for interest-rate cuts if recession hits. However, investor risk appetite soured in the period's last three months as it became clear that key central banks like the US Federal Reserve (Fed) intended to hold interest rates higher for longer. Rising sovereign bond yields and energy prices, along with China's property market crisis, Fitch Ratings' downgrade of US long-term debt, and heightened geopolitical tensions, further weighed on equity markets near period-end.

US equities advanced as the country's banking system stabilised, economic growth accelerated, and the Fed slowed its interest-rate hikes and paused on two occasions. Stocks in Europe outperformed those in other major regions (all in US-dollar terms) as concerns about the banking industry eased, and consumer and business sentiment improved. The European Central Bank and the Bank of England raised their policy rates multiple times but paused their rate hikes near period-end. In Asia, stocks rose despite concerns about China's economy and troubled property market. The People's Bank of China lowered its key loan prime rate and the reserve requirement ratio for banks. The Bank of Japan raised the cap on the 10-year government bond yield and allowed greater flexibility with its yield curve control.

Global Sukuk bonds, as represented by the Dow Jones Sukuk Index, rose over the 12-month review period, despite significant volatility in fixed income markets. The Sukuk market outperformed broader global bond indices, such as the Bloomberg Global Aggregate Index, over the period. However, global Sukuk underperformed emerging market (EM) bonds, represented by the JP Morgan Emerging Market Bonds Index Global Diversified (EMBIGD), which tracks hard-currency EM government issues, with this asset class having been helped by a weakening US dollar for much of the period under review.

Two major themes dominated this period: persistently elevated inflation and the subsequent effect that monetary tightening by most central banks would have on the global economy, with fears of recession in major markets, notably the eurozone, weighing on investor sentiment.

After raising rates by 75 basis points (bps) in November, signs of easing inflation saw the US Federal Reserve (Fed) adopt a softer stance in December, increasing rates by only 50 bps. The central bank further downshifted the pace of hiking to 25 bps early in February, although renewed investor concerns that US inflation was reaccelerating precipitated a wide sell-off in global bonds. March saw further volatility in financial markets amid concerns about the banking sector, after the collapse of a tech-oriented bank in the US and subsequent worries about a large Swiss lender, which led to its acquisition by a rival Swiss bank. Despite concerns of contagion across the banking sector and the potential economic ramifications, the Fed raised rates by 25 bps in March.

Central banks then returned their focus to persistent levels of core inflation. In May, the Fed raised the fed funds rate by 25 bps. Accompanying comments by policymakers appeared to suggest an end to the hiking cycle. However, subsequent economic data showed a surprisingly resilient US economy, raising expectations for at least one further hike by the Fed before the autumn. Nonetheless, the Fed kept rates unchanged for the first time in over a year in June, although it signalled support for two additional interest rate increases in 2023.

Indeed, the Fed hiked its fed funds rate by 25 bps to a target range of 5.25-5.50% in July, its highest level in more than 22 years, but opted for a pause at its September meeting. However, accompanying statements indicated that one more hike was still likely, and Fed Chair Powell suggested he was hesitant to call an end to the central bank's tightening cycle until a more sustained return of inflation to its target was evident.

Nonetheless, at its meeting at the end of October, the Fed left its policy rate unchanged, amid signs of continued moderation in US inflation. However, at the post-meeting press conference, Powell did not rule out a rate increase at the central bank's upcoming meeting in December and indicated that "the process of getting inflation sustainably down to 2% has a long way to go."

Against this backdrop, the benchmark 10-year US Treasury yield was up considerably, over 90 bps, ending the 12-month period at 4.93%.

In commodity markets, crude oil prices were also volatile. Crude oil prices fell almost 7% in November, despite tight global supplies and the decision of OPEC+ (the Organization of the Petroleum Exporting Countries and its allies, mainly Russia) to lower production. After steadying a little in December, they fell further in the first quarter of 2023.

Although oil prices rose throughout early April, they retraced this gain over the rest of the month. May saw continued weakness among commodities, with Brent crude prices down almost 9%, amid weaker demand and recession worries in developed markets. In June, Saudi Arabia, the world's largest exporter, cut oil production by an extra 10% or one million barrels per day (bpd) to nine million bpd, the lowest level in several years.

July saw further production cuts by OPEC+, in particular voluntary supply cuts by Saudi Arabia. In September, Saudi Arabia and Russia announced they would extend their oil production cuts until the end of the year. Against this backdrop, oil prices rose sharply over the third quarter, although they fell in October, amid concerns about the health of the global economy and fears of an escalation of the conflict in the Middle East.

For the 12 months as a whole, the price of Brent Crude oil began the review period at US\$93.1 per barrel, falling to US\$88.51 per barrel at the end of October.

Fund Performance

Franklin Global Sukuk Fund

Franklin Global Sukuk Fund returned 4.4% on a gross basis and 2.8% on a net basis in the 12 months to 31 October 2023, compared with its benchmark, the Dow Jones Sukuk Index, which returned 3.3% over the same period, all in US dollars.

Security selection contributed to performance, notably in sovereigns and quasi-sovereigns.

In contrast, yield-curve positioning detracted from returns, particularly US-dollar duration exposure at the longer end of the curve, mitigated a little by the positive impact of exposure to medium-dated issues. Malaysian-ringgit duration exposure also lifted results.

Currency positioning weighed on performance, owing to exposures to the Egyptian and British pounds.

Asset allocation further hindered results. A non-benchmark position in Treasuries, an underweight exposure to sovereigns and an overweight allocation to corporate financials hindered performance. However, this was offset to some degree by the helpful bearing of an underweight position in supranationals and an overweight exposure to quasi-sovereigns.

Franklin Shariah Technology Fund

For the period from 31 October 2022 to 31 October 2023, the fund returned 27.04% (net), while the S&P Global 1200 Shariah Information Technology Index returned 30.89%, both in US-dollar terms.

Despite its solid absolute returns, the fund lagged its benchmark due to unfavourable sector allocation decisions. We kept small, sub-5% allocations in six sectors that either lagged the benchmark or posted outright losses for the year under review, all of which had a negative impact on the relative outcome (in order of severity): real estate (not an index component), consumer discretionary (significant overweight), financials (underweight) and off-index exposures to health care, communication services and consumer staples.

Tech-adjacent real estate sector holdings focused on communications infrastructure and data centres, namely off-index key detractor Crown Castle International (tower- and fibre-based wireless infrastructure), continued to feel the negative impact of decelerating spending from wireless carriers and satellite cable operators. Meanwhile, off-index CoStar Group (sold by period-end), which provides information, analytics, and marketing services to the commercial property industry, experienced reduced

demand amidst the commercial property slump in the United States, Canada and Europe. Real estate stocks more broadly have suffered over the past year or so as the sector contends with higher interest rates, which increase companies' funding costs (including those for tower and data-centre maintenance, upgrades and expansions), cut into earnings and temper expectations for shareholder returns.

Fintech holdings within the financial services industry—transaction and payment processing companies in particular—were pressured by signs of declining payment volume growth and near-term earnings slowdowns that were poorly received by the market. An overweighted position in Dutch payments processor Adyen (sold by period-end) shed almost half of its equity value in this environment during the intra-year period we held the stock. We think some of this near-term valuation reset was appropriate. For example, many investors re-evaluated their positions in Adyen after it revealed slowing sales growth and compressing earnings in the first half of 2023.

Although the fund fared quite well in its core information technology (IT) sector allocation (averaging almost 80% of the portfolio), the software industry was a distinct relative outlier to the downside as stock selection worked against us, resulting in a robust overall industry return in absolute terms that trailed the benchmark's industry performance. In particular, owning less than half of the benchmark weighting in mega-capitalisation tech bellwether Microsoft was detrimental, even though it was our second-largest absolute contributor. Several off-index investments in specialty software vendors either failed to advance (e.g., Atlassian) or posted one-year gains that trailed the index by wide margins. In the IT services industry, overall solid results were weakened by the much smaller-than-index gain in Snowflake and a nearly flat result for Cloudflare (neither of these companies are found on the index). And during a year of elevated inflation and cautious consumer spending, some of our consumer discretionary holdings shed value during the period, including key off-index detractors Tesla and Sonos.

Aside from active equity investments, the portion of the portfolio dedicated to cash and equivalents (averaging 5.9% of total net assets) became dilutive during this market-leading phase in the IT and communication services sectors.

Upside relative performance was evident primarily in the IT sector. First and foremost, keeping roughly a third of the capitalisation-weighted benchmark's massive 22.7% average exposure to tech giant Apple provided major support as the stock sustained heightened volatility and ultimately rose less than half as much as the index. The fund's semiconductor and semiconductor equipment industry holdings enjoyed a boom year that saw select holdings rallying well beyond the index average, none more so than our overweighted position in NVIDIA as its share price more than tripled during the year under review. Overweight positions in Applied Materials and Advanced Micro Devices further underpinned outperformance in this industry, while a substantially lighter-than-index exposure to Taiwan Semiconductor Manufacturing proved beneficial as its one-year rally—though robust in the absolute—came up considerably short of the index average. Relative returns were further boosted by stock selection in the IT services industry, where off-index MongoDB nearly tripled the benchmark return, while Shopify's (significant overweight) solid rally created a smaller outperformance gap.

The fund's underweight in the poorly performing electronic equipment, instruments and components industry enhanced relative results, while an underweight and stock selection in the communications equipment industry bolstered fund performance. Unlike the other IT-related outperformers, positive relative results in these allocations were driven primarily by our avoidance of several index component companies that either traded lower or posted much smaller one-year gains than the index.

Elsewhere in IT, our poor relative results in the software industry were mitigated somewhat by benchmark-topping returns for Synopsys, ServiceNow and several other related holdings.

Templeton Shariah Global Equity Fund

For the 12 months ended 31 October 2023, the fund returned 12.63% (net), outperforming the MSCI AC World Islamic Index-NR benchmark, which returned 11.70%, both in US-dollar terms. Stock selection in the energy, industrials and health care sectors was a key contributor to relative performance; a lack of exposure to the financials and real estate sectors also helped.

At the individual stock level, oil and gas majors Galp Energia and INPEX were the leading contributors, with TotalEnergies and BP also adding to relative return. Overall, the performance of our oil and gas portfolio was mixed during the period. We have recently tightened the portfolio by exiting TotalEnergies at a profit and rotating some capital to BP and Shell, as well as positions in other sectors. Our current holdings comprise sector majors with the strong fundamentals and free cash flow yield to sustain attractive shareholder return. In terms of oil price outlook, we believe the current level still commands some downside support before prices can plunge to a level that may meaningfully erode the risk-reward of our selected stocks.

In the industrials sector, Hitachi, Ltd. and Toyota Industries were accretive to relative return. In our view, both companies exemplify the reason why we are overweighted Japan—this is an attractive market with favourable valuations relative to the other developed markets, and strong potential for improved shareholder returns through corporate governance reforms. For instance, Toyota Industries remains undervalued and thus presents considerable upside as the company is expected to explore options to improve shareholder value, including the unwinding of cross-shareholdings in various Toyota-related entities. Fundamentally, we like the company for its defensive qualities, including a profitable and cash-generative core business, as well as solid balance sheet.

Also amongst the key contributing stocks was Applied Materials in the information technology sector; Infineon Technologies and Micron Technology contributed as well. These semiconductor stocks were part of the tech stocks that benefitted from the market excitement around the growth prospects of artificial intelligence (AI). We stay invested in these companies for their long-term structural growth. For instance, Infineon—a position which we added to recently—is a leading producer of chips with green energy and electric vehicle applications. More broadly, we think the chip industry should see a demand recovery and the easing of inventory issues should accelerate entering 2024.

At the other end of the spectrum, stock selection in the materials sector dragged on relative performance, with Albemarle as the top detracting stock. Shares of the lithium miner have weakened in recent months as lithium prices continued to slide, amidst concerns that the demand for electric vehicles—and their lithium batteries—may be slowing. We continue to like the stock and have recently added to the position, in line with our view that the demand for lithium may triple within this decade and supply remains constrained. Albemarle, with its market-leading cost position and capacity, can weather the near-term headwinds to reap long-term growth.

Microsoft was another major detracting stock. Shares of the tech giant outperformed but our underweight position—a result of our compliance with the cap on single-stock holding under the Luxembourg fund rules—impeded relative return. We continue to seek alternative software exposure and have recently added to our SAP and Salesforce positions, reflecting our view that software is a defensive tech segment that is generally more resilient against cyclical headwinds.

Geographically, our off-benchmark allocation to Portugal was a key contributing factor; stock selection in Canada and Japan also added to relative return. The US, which accounted for around 40% of the portfolio, was similarly accretive. In contrast, China and France were the major detracting markets during the 12-month period under review.

Outlook

Franklin Global Sukuk Fund

In our opinion, the Federal Open Market Committee leaving its policy rate unchanged is evidence that we are in a peak interest rate environment. However, with the expectation that interest rates will be held higher for longer before a cutting cycle, we believe pressure on consumers, companies and governments will continue to increase – particularly those with weaker financial profiles.

Declines in deposits, a reduction in monetary aggregates and tightening lending standards suggest to us that long-dated rates have peaked. The value of high-quality, long-dated fixed income is attractive, especially in the face of broadly stretched valuations of risk assets.

Our positioning, as a result, shows a preference for higher-quality credits that have financial buffers to manage slowing economic activity. This is not to say we are not taking any risk, as there are opportunities in EMs that reflect dire outcomes that we think may not materialise, or at least compensate us for the risks involved. On average, however, our portfolios do have higher credit quality than their historical average.

Cuts by OPEC+ have driven oil prices higher, which has impacted some inflation metrics and may increase the strain on financial balances for countries that offer energy subsidies. With risks of an economic slowdown increasing, a change in OPEC+ policy is imminent, in our view.

The world is now watching another war in Gaza, with many investors nervous about an escalation. Our expectation remains that the crisis in the Middle East remains contained in Gaza; over the past three weeks, diplomatic efforts appear to be trying to do just that and we hope they are successful.

If the conflict escalates to draw in Lebanon, Israel's larger cities, or Iranian and US assets, fears of a wider geopolitical crisis may be realised. In that scenario, it is difficult to forecast outcomes, but we would not be surprised to see higher oil prices and lower US Treasury yields – which actually support global Sukuk bond prices – in addition to rising risk premia, which typically hurt risk assets, such as equities and high-yield securities. This is another reason to remain defensive.

Concerns over the supply of US Treasuries, given increased budget deficits and upcoming maturities, appear to us a risk that even small shifts in asset allocation can comfortably absorb. More important is recent data, which clearly point to improvements in inflation dynamics, and weaker employment.

After every sharp drawdown in fixed income, there have been strong recoveries. Our outlook still supports an increase in allocations to higher-quality fixed income sectors, including global Sukuk bonds, which look poised to better defend portfolios and provide attractive levels of income.

Franklin Shariah Technology Fund

With IT sector volatility picking back up during the summer months, we continued to position the fund for a potential stabilisation in sector fundamentals in the near term and robust secular growth in the long term, driven by AI, cloud, and our other eight key “digital transformation” (DT) sub-themes. We balance this view against our assessment of fuller equity valuations relative to the beginning of the year as investors contemplate recovery expectations and artificial intelligence (AI) tailwinds.

Fundamentally, the latest corporate earnings season (covering second quarter 2023) delivered results that were mostly in line with our expectations, but it also drove a wide dispersion of stock performance outcomes, making it tough to conclude that any industry categorically exceeded or missed the market's consensus expectations. There were early signs of stabilisation in enterprise spending, with the all-important public cloud vendors—Amazon's (not held by the fund) AWS (Amazon Web Services), Microsoft's Azure and Alphabet's Google Cloud Platform (GCP)—seeing some indication that customers' cloud spending optimisation may be nearing an end. This is positive not just for these vendors, but also for many of the cloud enablers we hold across infrastructure and application software. We would emphasise that the recovery is early. For instance, while headcount reductions in the IT sector have eased, incremental hiring remains slow, and seat-based software businesses (e.g., fund holdings Workday, Atlassian, Gitlab and monday.com) are still being impacted by this normalisation process.

Elsewhere in IT, the semiconductor business cycle proved to be predictably sub-optimal during the last earnings season (with the exception of AI deployments in data centres), with companies offering mixed outlooks depending on end-market exposure and the prospect of further sanctions against China. Consumer tech feels a bit less certain than enterprise, in our view. While digital advertising and e-commerce spending continues to stabilise, we recognize there's still plenty of worry out there, with various concerns at the forefront of investors' minds (e.g., persistent inflation, high gas prices, rising consumer debt, student loan repayments, poor housing fundamentals and China's waning consumer demand).

Putting it all together, we remain positive about our portfolio positioning heading into the final stretch of 2023 and early 2024. The fund is currently more heavily weighted towards enterprise technology vis-à-vis consumer, and we anticipate a faster pace of enterprise IT spending next year after 2023's shakeout. While we remain multi-thematic in our portfolio construction, we continue to put disproportionate focus on AI given the magnitude of investment dollars flowing to this core theme across all sectors of the market.

We have received plenty of AI infrastructure supply datapoints to date, but we're expecting AI demand datapoints to start trickling in during the fourth quarter of 2023 as Microsoft's Office CoPilot and several other software vendors roll out genAI features. Our expectation is that the demand will eventually justify the current level of AI capex (capital expenditure) spending, but we're also eager to put this thesis to the test in the next couple of years. GenAI and the year-to-date performance of the “Magnificent 7” tech giants has also prompted more dialogue around the future performance of such mega-capitalisation bellwether companies versus the rest of the tech space. Like other market participants, we have little doubt that certain mega caps (e.g., fund holdings NVIDIA and Microsoft, amongst others) stand to potentially benefit greatly. If history repeats, companies that execute well will avail themselves of what is distinctly specific to them (i.e., unmatched user reach, capex budgets and data corpuses) to define the new “standards” of the AI era (as Google did with search many years ago, and as Apple did with iPhone/iOS during the mobile era). That said, once those standards are created, the process of “pie expansion” begins, allowing many other companies up and down the market-cap spectrum to capture value as they apply those standards to their idiosyncratic domains (e.g., the cumulative market cap of software-as-a-service and internet businesses built on top of AWS is a pretty big number). There are many examples like these across the fund's portfolio, and we're eager to watch how they play out—while being ever mindful that all investment cycles require a healthy dose of expectations management.

We believe the fund remains well positioned for an expected bottoming in IT sector fundamentals after several quarters of growth deceleration stemming from post-COVID digestion and macroeconomic uncertainty. We're not yet through these headwinds. Cloud computing and related software providers are still experiencing a deceleration in growth. However, absent a worst-case-scenario for the macroeconomy, we think we're past the halfway mark on this deceleration and believe enterprise IT spending can experience stabilisation. The fund maintains significant exposure to enterprise technology businesses, which we believe stand to benefit from this stabilisation.

Risks we are monitoring include the potential for a "pause" in AI momentum, during which limited amounts are spent by the ultimate paying customers of AI-enabled software (enterprises) as they first seek to understand the "what, why, when and how" around this long-term opportunity. The latter scenario could weigh on "AI-winner" stock valuation multiples, and we own several of these in the fund. We've been managing this risk by trimming positions during perceived waves of investor exuberance, but we also don't want to overdo it. If a real, trillion-dollar platform shift is underway (and there are certainly early signs of this), it's essential that we maintain meaningful, diversified exposure to those AI-focused (and AI-adjacent) companies that we believe are well-positioned to capture value. This includes current holdings in categories such as data centre semiconductors and networking, chip manufacturing and equipment, EDA (electronic design automation) software, cloud services providers, data analytics platforms, software developer tools, and data-rich application software providers. Some portfolio holdings across these categories may face volatility as the slope of the AI adoption curve gets worked out.

Another risk we are monitoring involves the evolution of export restrictions between China and the rest of the world, and the United States in particular—especially after the introduction of Huawei's (not held by the fund) latest mobile phone, which has more advanced technology and may encourage the United States government to impose a new set of more aggressive sanctions.

While we remain cautiously bullish on AI (including machine learning and analytics), it is but one of our 10 DT sub-themes. We continue to actively invest across our remaining nine DT sub-themes: new commerce; digital media transformation and the rise of the metaverse; digital customer engagement; secure cloud and SaaS (software as a service); fintech and digital payments; electrification and autonomy; IoT (Internet of Things); cybersecurity; and the future of work.

We continue to believe DT is a multi-trillion-dollar opportunity as it enables a widening array of companies to leverage software and data to better understand their customers and business processes, as well as various technologies to radically transform how they operate. Furthermore, with evidence that DT drives improved productivity and deeper customer relationships, we believe companies are now operationalising and scaling what worked during the COVID crisis and extending their DT initiatives into other parts of their operations.

In our long-term view, the most important aspect is still "quality," which we define as companies with strong, improving competitive positions, experienced/talented management teams with a proven track record of execution, premium-level financial strength and strong unit economics—along with an awareness about the costs they are imposing on the environment and society, adding to signs that an appropriate corporate governance structure is in place.

Templeton Shariah Global Equity Fund

Following the doldrums of October, hopes that the Fed may finally be done with rate hikes have buoyed stocks and pushed down US Treasury yields in recent days. We are not dependent on such policy bets and, indeed, our macro outlook has not materially changed. Even if the Fed pauses tightening, interest rates will stay elevated and core inflation will remain sticky entering 2024. The global growth outlook has yet to strengthen meaningfully, and corporates will be hard-pressed to grow earnings and protect margins. We see that challenging backdrop in the mixed corporate results for the July-September quarter, and the low earnings growth projected for the full year of 2023, according to some industry estimates on S&P 500® Index companies.

We stay the course and continue to focus on risk-reward optimisation in this tentative period. This was reflected in our trades in October to trim or exit several positions. For instance, we have closed the positions in DuPont de Nemours, TotalEnergies and Tsumura & Co. In our view, this should help us de-risk the portfolio and the resulting cash position—at a relatively high level of around 9% currently—should give us ample flexibility to act on opportunities for portfolio rotations and new ideas.

As we stay invested, one potential area we may look at is how we can revisit some high-quality cyclical names that have been oversold due to near-term pessimism, despite their strong fundamentals and long-term growth prospects. For instance, we are starting to selectively increase our exposure to commodity stocks again, adding to Albemarle and Freeport-McMoRan in October which, in turn, boosted our exposure to the energy transition and electric vehicle themes. Beyond cyclicals, we are also looking at ways to strengthen our defensive growth anchor, through health care and software stocks, for instance.

Overall, we are cautiously optimistic despite the uncertain market landscape. In broad terms, the new market regime of higher-for-longer interest rates places a renewed importance on bottom-up research and the ability to identify the drivers of value creation, which are the foundations of our investment process. With that in mind, we hope to capitalise on the kind of trading opportunities that may emerge if volatility persists, to explore ideas that were too expensive just a few months ago.

THE INVESTMENT MANAGERS

November 2023

The information stated in this report represents historical data and is not an indication of future results.



Audit report

To the Shareholders of
Franklin Templeton Shariah Funds

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Franklin Templeton Shariah Funds (the “Fund”) and of each of its sub-funds as at 31 October 2023, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund’s financial statements comprise:

- the statement of net assets as at 31 October 2023;
- the statement of operations and changes in net assets for the year then ended;
- the schedule of investments as at 31 October 2023; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or close any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;



- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 16 February 2024

Laurent Butticè

Fund Performance

Percentage change to October 31, 2023

	Reference Share Class	Launch Date	6 Months %	1 Year %	3 Years %	5 Years %	Since Launch %
Franklin Global Sukuk Fund	A (acc) USD	10 Sep 12	(3.9)	2.8	(7.0)	8.4	19.9
Franklin Shariah Technology Fund	I (acc) USD	24 Feb 22	10.6	27.0	–	–	(1.8)
Templeton Shariah Global Equity Fund	A (acc) USD	10 Sep 12	(2.8)	12.6	27.5	18.6	47.2

The performance is based on the net asset values as calculated on the last business day of the year. Those net asset values reflect the market prices of the investments as of the last business day of the year. The performance is based on the change of the net asset value per share. The year to date performance includes the year from November 01, 2022 until October 31, 2023.

The Fund Performance disclosed in this table is the performance of the reference share class in base currency of the Fund.

Information on other share classes is available on request. This report shall not constitute an offer or a solicitation of an offer to buy shares. Subscriptions are to be made on the basis of the current prospectus, where available the relevant Key Information Documents (“KIDs”) or Key Investor Information Documents (“KIIDs”), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report. The price of shares and income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is no guarantee of future performance. Currency fluctuations may affect the value of investments.

The investment activities will be undertaken in accordance with the Shariah Guidelines. As a consequence, the performance of a fund may possibly be lower than other investment funds that do not seek to strictly adhere to the Islamic investment criteria. The requirement to “purify” cash holdings or dividend income will likely result in payments being made to charities. The return to investors will be reduced by the amount of such payments.

Data source: Performance – Franklin Templeton and JPMorgan

Statement of Net Assets

As at October 31, 2023

	Total (USD)	Franklin Global Sukuk Fund (USD)	Franklin Shariah Technology Fund (USD)	Templeton Shariah Global Equity Fund (USD)
ASSETS				
Investments in securities at market value (note 2 (b))	726,864,454	609,671,334	38,265,367	78,927,753
Cash at bank and at brokers	22,594,321	13,476,157	945,628	8,172,536
Amounts receivable on subscriptions	3,119,914	2,650,233	226,899	242,782
Profit payments on Sukuk and dividends receivable, net	5,244,419	5,117,247	–	127,172
Unrealised profit on Shariah compliant forward foreign exchange contracts (notes 2(c), 3)	56	49	7	–
Other receivables	258,596	106,033	128,143	24,420
TOTAL ASSETS	758,081,760	631,021,053	39,566,044	87,494,663
LIABILITIES				
Amounts payable on purchases of investments	9,147,159	9,074,637	72,522	–
Amounts payable on redemptions	1,781,464	1,633,961	5,100	142,403
Investment management fees payable (note 5)	501,013	398,040	24,329	78,644
Payable to charity	78	–	–	78
Unrealised loss on Shariah compliant forward foreign exchange contracts (notes 2(c), 3)	111,872	111,421	451	–
Unrealised loss on Shariah compliant profit rate swap contracts (notes 2(d), 4)	6,571,141	6,571,141	–	–
Taxes and expenses payable	406,576	260,200	44,884	101,492
TOTAL LIABILITIES	18,519,303	18,049,400	147,286	322,617
TOTAL NET ASSETS	739,562,457	612,971,653	39,418,758	87,172,046
THREE YEAR ASSET SUMMARY				
October 31, 2022	560,361,369	471,883,137	7,924,929	80,553,303
October 31, 2021	454,902,030	365,827,635	–	89,074,395
October 31, 2020	320,040,118	252,618,055	–	67,422,063

Statement of Operations and Changes in Net Assets

For the year ended October 31, 2023

	Total	Franklin Global Sukuk Fund	Franklin Shariah Technology Fund	Templeton Shariah Global Equity Fund
	(USD)	(USD)	(USD)	(USD)
NET ASSETS AT THE BEGINNING OF THE YEAR	560,361,369	471,883,137	7,924,929	80,553,303
INCOME				
Dividends (net of withholding taxes) (note 2 (f))	1,663,184	–	54,406	1,608,778
Profit payments on Sukuk (net of withholding taxes) (note 2 (f))	25,949,611	25,949,611	–	–
Sundry income	5,667	5,586	40	41
TOTAL INCOME	27,618,462	25,955,197	54,446	1,608,819
EXPENSES				
Investment management fees (note 5)	5,403,491	4,418,758	144,990	839,743
Administration and transfer agency fees	1,479,876	1,245,619	43,895	190,362
Directors fees	9,232	8,021	298	913
Subscription tax (note 8)	235,964	191,734	3,339	40,891
Depository fees	475,891	254,085	77,940	143,866
Audit fees	63,630	6,015	31,645	25,970
Printing and publishing expenses	67,578	57,743	2,358	7,477
Shariah compliance fees	244,261	72,960	87,960	83,341
Net expenses on swaps	1,179,141	1,179,141	–	–
Maintenance and service charges (note 9)	948,014	586,966	7,943	353,105
Other charges (note 10)	250,277	182,663	26,280	41,334
TOTAL EXPENSES	10,357,355	8,203,705	426,648	1,727,002
Expense reimbursement (note 11)	(1,406,160)	(961,212)	(230,688)	(214,260)
NET EXPENSES	8,951,195	7,242,493	195,960	1,512,742
NET INCOME/(EXPENSE) FROM INVESTMENTS	18,667,267	18,712,704	(141,514)	96,077
Net realised profit/(loss) on sale of investments	(2,250,431)	(5,579,680)	402,456	2,926,793
Net realised profit/(loss) on Shariah compliant forward foreign exchange contracts	362,021	361,746	275	–
Net realised profit/(loss) on Shariah compliant profit rate swap contracts	165,000	165,000	–	–
Net realised profit/(loss) on foreign exchange transactions	(120,166)	(106,666)	2,588	(16,088)
NET REALISED PROFIT/(LOSS) FOR THE YEAR	16,823,691	13,553,104	263,805	3,006,782
Change in net unrealised appreciation/(depreciation) on:				
Investments	9,237,795	1,451,313	760,031	7,026,451
Shariah compliant forward foreign exchange contracts	(176,618)	(175,449)	(1,169)	–
Shariah compliant profit rate swap contracts	(2,576,028)	(2,576,028)	–	–
Foreign exchange transactions	74,445	72,335	78	2,032
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	23,383,285	12,325,275	1,022,745	10,035,265
DONATION TO CHARITY				
Purification of non-Shariah compliant Income (note 16)	(15,986)	–	(903)	(15,083)
Purification of net realised profit on non-shariah compliant profit (note 16)	(6,590)	–	(6,590)	–
NET DECREASE IN NET ASSETS AS A RESULT OF DONATION TO CHARITY	(22,576)	–	(7,493)	(15,083)
MOVEMENT OF CAPITAL				
Issue of shares	340,051,392	274,840,364	38,844,568	26,366,460
Redemption of shares	(174,804,121)	(136,658,024)	(8,365,991)	(29,780,106)
Equalisation (note 14)	1,755,393	1,743,081	–	12,312
	167,002,664	139,925,421	30,478,577	(3,401,334)
Dividends paid/accumulated	(11,162,285)	(11,162,180)	–	(105)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	155,840,379	128,763,241	30,478,577	(3,401,439)
NET ASSETS AT THE END OF THE YEAR	739,562,457	612,971,653	39,418,758	87,172,046

Statistical Information

	Total Expense Ratio October 31, 2023 (See note 15)	Shares Outstanding as at October 31, 2023	Net Asset Value per share as at October 31, 2023	Net Asset Value per share as at October 31, 2022	Net Asset Value per share as at October 31, 2021
Franklin Global Sukuk Fund - USD					
A (acc) EUR	1.50%	119,856.050	13.76	14.33	13.80
A (acc) USD	1.50%	3,865,777.921	11.99	11.66	13.13
A (Mdis) SGD	1.50%	7,952,766.637	8.33	8.75	9.74
A (Mdis) USD	1.50%	8,733,484.538	7.85	7.98	9.33
C (Mdis) USD	2.28%	69,673.077	7.99	8.19	9.65
I (acc) USD	0.86%	20,893,311.934	12.71	12.29	13.74
I (Qdis) USD	0.86%	453,326.563	9.52	9.56	–
M (acc) USD	1.88%	267,410.370	9.00	8.79	9.93
N (acc) EUR	2.45%	325,091.309	12.41	13.04	12.67
W (acc) USD	0.90%	2,517,412.268	10.95	10.59	11.85
W (Qdis) EUR-H1 (hedged)	0.90%	67,408.294	7.24	7.49	8.87
W (Qdis) GBP-H1 (hedged)	0.90%	1,332,821.033	8.47	8.63	–
W (Qdis) USD	0.90%	13,905,654.539	8.20	8.28	9.61
X (Qdis) USD	0.28%	1,740,034.460	8.53	8.56	9.88
Franklin Shariah Technology Fund - USD					
A (acc) SGD	1.87%	39,830.813	8.52	7.01	–
A (acc) SGD-H1 (hedged)	1.87%	18,366.295	8.09	6.57	–
A (acc) USD	1.87%	274,324.517	8.42	6.70	–
I (acc) USD	0.90%	3,685,616.499	9.82	7.73	–
W (acc) USD	0.95%	58,427.328	9.81	7.73	–
Templeton Shariah Global Equity Fund - USD					
A (acc) SGD	1.90%	1,108,693.343	15.30	14.05	15.51
A (acc) USD	1.90%	1,592,055.941	14.72	13.07	15.16
AS (acc) SGD	1.75%	4,545,417.418	13.43	12.31	13.58
I (acc) USD	1.05%	416,687.068	16.21	14.27	16.41
X (Ydis) USD	0.35%	102.665	11.99	10.69	12.51

Notes to Financial Statements

For the year ended October 31, 2023

Note 1 - The Company

Franklin Templeton Shariah Funds (“FTSF” or the “Company”) is a collective investment undertaking pursuant to Part I of the amended Luxembourg law of December 17, 2010 on undertakings for collective investment and qualifies as a société d’investissement à capital variable. The Company was incorporated in Luxembourg on July 3, 2012, for an undetermined period. At the date of this report, it offers shares in 3 sub-funds of the Company (the “Funds”). The Board of Directors of the Company may authorise the creation of additional Funds in future with different investment objectives.

The Company aims to provide Investors with a choice of Funds which invest in a wide range of Shariah-compliant transferable securities and other Shariah-compliant eligible assets on a worldwide basis and which feature a diverse array of investment objectives including capital growth and income. The overall objective of the Company is to seek to minimise investment risk exposure through diversification and to provide Investors with the benefit of a portfolio managed by entities of Franklin Templeton according to its successful time-tested investment selection methods.

Note 2 - Significant accounting policies

(a) General

The financial statements are prepared in accordance with the regulations of the Grand Duchy of Luxembourg relating to investment funds under the going concern basis of accounting.

(b) Investment in securities

Securities which are listed on a stock exchange or traded on any other organised market are valued at the last available price on such exchange or market which is normally the principal market for each security, and those securities dealt in on an over-the-counter market are valued in a manner as near as possible to that for quoted securities.

Securities not listed on any stock exchange nor traded on any organised market are valued at the last available price, or if such price is not representative of their fair value, they are valued prudently and in good faith on the basis of their reasonably foreseeable sales prices.

In accordance with the provisions of the current prospectus, Market Level Fair Valuation may be implemented to protect the interests of the Company’s shareholders against market timing practices, as market timers may seek to exploit possible delays between the change in the value of a Fund’s portfolio holdings and the Net Asset Value of the Fund’s Shares in Funds that hold significant investments in foreign securities because certain foreign markets close several hours ahead of the US markets.

The Company’s directors are using several methods to reduce the risk of market timing. As at October 31, 2023, a Market Level Fair Valuation was applied to the following Funds:

- Franklin Shariah Technology Fund
- Templeton Shariah Global Equity Fund

The Management Company and/or the Administrative Agent has procedures to determine the fair value of individual securities and other assets for which market prices are not readily available or which may not be reliably priced. In such circumstances, the price of such investment shall be adjusted in accordance with the procedures adopted, as determined by or under the direction of the Board of Directors.

During the accounting year under review, gains and losses on investment securities sold were computed on the average cost basis for all Funds.

During the accounting year under review, discounts and premiums were amortised to income over the period to maturity, or date sold, if earlier.

Note 2 - Significant accounting policies (continued)**(c) Shariah compliant forward foreign exchange contracts**

Shariah compliant forward foreign exchange contracts are valued at the foreign exchange currency rate applicable at the "Statement of Net Assets" date for the remaining period, until maturity. Gains or losses resulting from Shariah compliant forward exchange contracts are recognised in the "Statement of Operations and Changes in Net Assets".

(d) Shariah compliant profit rate swap contracts

The profit rate swap uses reciprocal Murabaha transactions. Murabaha is an Islamic financing structure in which the seller and buyer agree to the cost and mark-up of an asset. The Murabaha is a sale arrangement whereby a financier purchases goods from a supplier (at the cost price) and then on-sells them to a counterparty at a deferred price that is marked-up to include the financier's profit margin. Gains or losses resulting from Shariah compliant profit rate swaps are recognised in the "Statement of Operations and Changes in Net Assets".

(e) Foreign exchange transactions

Transactions expressed in currencies other than each Fund's currency are translated into each Fund's currency at the exchange rates applicable on the transaction dates.

Assets and liabilities designated in currencies other than each Fund's currency are translated into each Fund's currency at the appropriate exchange rates ruling at the year end. Gains and losses on foreign exchange transactions are recognised in the "Statement of Operations and Changes in Net Assets" in determining the results for the accounting year.

The reference currency of the Company as reflected in the financial statements is U.S. dollar. The principal exchange rates applied as at October 31, 2023, are as follows:

CHF	0.9097	JPY	151.5850
EUR	0.9452	KRW	1352.7250
GBP	0.8229	MYR	4.7645
HKD	7.8254	SGD	1.3693

The above exchange rates have been rounded to four decimal places.

The list of the currency abbreviations is available in note 17.

(f) Income

Dividends are credited to income on their ex-dividend date. Profit payments (including profit payments on Sukuk) are accrued on a daily basis, and includes the amortization of premiums and accretion of discounts, where applicable. Sundry income are principally comprised of consent fees.

(g) Senior floating rate interest

Senior secured corporate financing pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. These base lending rates are generally the prime rate offered by a designated U.S. bank or the Sterling Over Night Index Average (SONIA). Senior secured corporate financing often require prepayment of principal from excess cash flows or at the discretion of the borrower. As a result, actual maturity may be substantially less than the stated maturity.

The interest rate is a general indicator. Although the Fund does not invest in interest bearing instruments, the movement of the interest rate will have an impact on the profit rate of the Islamic instruments and consequently affect the expected return of the Fund's investments. As at October 31, 2023, the Company had no exposure.

(h) Swing pricing

A Fund may suffer reduction of the Net Asset Value per Share due to Investors purchasing, selling and/or switching in and out of the Fund at a price that does not reflect the dealing costs associated with this Fund's portfolio trades undertaken by the Investment Manager to accommodate cash inflows or outflows.

Note 2 - Significant accounting policies (continued)

(h) Swing pricing (continued)

To counter this dilution impact and to protect Shareholders' interests, a swing pricing mechanism may be adopted by the Company as part of its valuation policy.

The Fund operates a swing pricing mechanism which is applied when the total estimated capital activity (aggregate of estimated inflows and outflows) at a Fund level exceeds a pre-determined threshold as determined as a percentage of the net assets of that Fund for the Valuation Day. Funds can operate a full swing pricing mechanism where the threshold is set to zero or a partial swing pricing mechanism where the threshold is greater than zero.

Typically, such adjustment will increase the Net Asset Value per Share when there are net inflows into the Fund and decrease the Net Asset Value per Share when there are net outflows. The Net Asset Value per Share of each Share Class in a Fund will be calculated separately but any adjustment will, in percentage terms, affect the Net Asset Value per Share of each Share Class in a Fund identically. Swing pricing does not address the specific circumstances of each individual investor transaction.

The adjustments will seek to reflect the anticipated prices at which the Fund will be buying and selling assets, as well as estimated transaction costs. Investors are advised that the volatility of the Fund's Net Asset Value might not reflect the true portfolio performance as a consequence of the application of swing pricing.

The size of the adjustment impact is determined by factors such as the volume of transactions, the purchase or sale prices of the underlying investments and the valuation method adopted to calculate the value of such underlying investments of the Fund.

The swing pricing mechanism may be applied across all Funds of the Company. The extent of the price adjustment will be reset by the Company on a periodic basis to reflect an approximation of current dealing and other costs. Such adjustment may vary from Fund to Fund and under normal market conditions will not exceed 2% of the original Net Asset Value per Share. The Board of Directors can approve an increase of this limit in case of exceptional circumstances, unusually large Shareholders trading activities, and if it is deemed to be in the best interest of Shareholders.

The Franklin Templeton International Services S.à r.l. ("FTIS"), as UCITS licensed management company (the "Management Company") mandates authority to the Swing Pricing Oversight Committee to implement and on a periodic basis review, the operational decisions associated with swing pricing. This committee is responsible for decisions relating to swing pricing and the ongoing approval of swing factors which form the basis of pre-determined standing instructions.

The price adjustment is available on request from the Management Company at its registered office.

There was no swing pricing adjustment affecting the Fund's Net Asset Value per share on the last day of the year.

In the case of a swing pricing event on the last day of the year end the net assets as disclosed in the "Statement of Net Assets", exclude the swing pricing adjustment, however, the net asset value per share as at year end, as disclosed in the Statistical Information, would include the swing pricing adjustment. No swing pricing applied as at October 31, 2023.

During the year ended October 31, 2023, swing pricing adjustments affected the net asset value per share of the following Fund:

- Franklin Global Sukuk Fund

Note 3 - Shariah compliant forward foreign exchange contracts

As at October 31, 2023, the Company had entered into the following outstanding contracts:

Franklin Global Sukuk Fund

Purchases	Sales	Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:			
EUR	493,582 USD	523,791 11/15/2023	(1,292)

Note 3 - Shariah compliant forward foreign exchange contracts (continued)

Franklin Global Sukuk Fund (continued)

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
GBP	11,378,643	USD	13,939,061	11/15/2023	(110,108)
USD	6,206	EUR	5,882	11/15/2023	(21)
USD	28,464	GBP	23,380	11/15/2023	49
					(111,372)

The above contracts were opened with the below counterparties:

J.P. Morgan	(111,372)
	(111,372)

Franklin Shariah Technology Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
SGD	162,601	USD	119,276	11/15/2023	(451)
USD	12,743	SGD	17,428	11/15/2023	7
					(444)

The above contracts were opened with the below counterparties:

J.P. Morgan	(444)
	(444)

Note 4 - Shariah compliant profit rate swap contracts

As at October 31, 2023, the Company had entered into the following outstanding contracts:

Franklin Global Sukuk Fund

Nominal amount	Description	Counterparty	Maturity date	Trading currency	Unrealised profit/(loss) USD
40,000,000	Receive fixed 2.895% Pay floating SOFR 1 day	J.P. Morgan	05/11/2032	USD	(4,588,682)
27,000,000	Receive fixed 3.521% Pay floating SOFR 1 day	J.P. Morgan	09/29/2032	USD	(1,982,459)
					(6,571,141)

Note 5 - Investment management fees

The Management Company receives from the Company a monthly investment management fee equivalent to a certain percentage per annum (as detailed below) of each Fund's average daily net assets during the accounting year. The following percentages apply in respect of the different Funds as at October 31, 2023.

The Investment Managers, will be remunerated by the Management Company out of the investment management fee received from the Company.

No management fee is payable by an investor on the acquisition of Class X shares, instead a fee is paid to the Investment Manager or affiliates under a separate agreement.

Note 5 - Investment management fees (continued)

	Class A,AS, C, N	Class I	Class M	Class W
Franklin Global Sukuk Fund	1.00%	0.70%	USD 0 to 100 M - 0.45% USD 100 M to 250 M - 0.40% Above USD 250 M - 0.35%	0.70%
Franklin Shariah Technology Fund	1.00%	0.70%	NA	0.70%
Templeton Shariah Global Equity Fund	1.00%	0.70%	NA	NA

Note 6 - Soft commission

Consistent with obtaining best execution, brokerage commissions on portfolio transactions for the Company may be directed by the Investment Managers to broker-dealers in recognition of research services furnished by them as well as for services rendered in the execution of orders by such broker-dealers.

The receipt of investment research and information and related services permits the Investment Managers to supplement their own research and analysis and makes available to them the views and information of individuals and research staffs of other firms.

Such services do not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employee salaries or direct money payment, which are paid for directly by the Investment Managers.

Note 7 - Connected party transactions

Certain Directors of the Company are or may also be Officers and/or Directors of the Management Company, Franklin Templeton International Services S.à r.l.

The investment management fees that are accrued by the Company in respect of the Management Company are detailed in note 5 to the financial statements.

There are no connected brokers in Franklin Templeton, and no transactions were entered into with connected brokers during the year ended October 31, 2023.

During the year ended October 31, 2023, the Company accrued administration and transfer agency fees and shares' maintenance and service charges in respect of Franklin Templeton International Services S.à r.l. as Management Company and Principal Distributor of the Funds. All transactions with connected parties were entered into in the ordinary course of business and under normal commercial terms.

Note 8 - Taxation

The Company is not liable in the Grand Duchy of Luxembourg to any tax on its profits or income.

The Company, however, is liable in the Grand Duchy of Luxembourg to a tax of 0.05% per annum of its NAV, such tax being payable quarterly on the basis of the value of the net assets of the Company at the end of the relevant calendar quarter. This tax is not applicable for the portion of the assets of a Fund invested in other undertakings for collective investment which have been already subject to such tax. Class I and Class X Shares may qualify for the reduced tax rate of 0.01% if all the Investors of these Share Classes are respectively Institutional Investors.

No stamp duty or other tax is payable in the Grand Duchy of Luxembourg on the issue of the Shares in the Company. A EUR 75 registration duty is to be paid upon incorporation and each time the Articles are amended.

Under current laws and practice, no capital gains tax is payable in the Grand Duchy of Luxembourg on the realised or unrealised capital appreciation of the assets of the Company.

The Company is registered for Value Added Tax in the Grand Duchy of Luxembourg and subject to account for Value Added Tax in accordance with applicable laws.

Note 8 - Taxation (continued)

Investment income received or capital gains realised by the Company may be subject to tax in the countries of origin at varying rates. The Company may benefit in certain circumstances from double taxation treaties which the Grand Duchy of Luxembourg has concluded with other countries.

Note 9 - Share classes

Class A shares: are offered at the applicable net asset value, plus an entry charge of up to 5.00% for Franklin Global Sukuk Fund and up to 5.75% for Templeton Shariah Global Equity Fund of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.30% per annum for Franklin Global Sukuk Fund and up to 0.50% for Templeton Shariah Global Equity Fund and Franklin Shariah Technology Fund of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. A contingent deferred sales charge of up to 1.00%, retained by the Principal Distributor, applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class AS shares: are offered in Singapore to CPF Investors as more fully described in the current prospectus of the Company. The price at which Class AS shares will be offered is the Net Asset Value per Share. Purchases of Class AS shares are not subject to an entry charge. In addition, a maintenance charge of up to 0.40% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor.

Class C shares: are offered to institutional investors as more fully described in the current prospectus of the Company. Purchases of Class C shares are not subject to an entry charge but are subject to a maintenance or serving charge of 1.08%. However, Class C shares are subject to a CDSC of 1.00% if an Investor sells shares within one year of purchase.

Class I shares: are offered to institutional investors as more fully described in the current prospectus of the Company. Purchases of Class I shares are not subject to an entry charge, nor a contingent deferred sales charge or any maintenance or servicing charges.

Class M shares: are not subject to an entry charge, contingent deferred sales charge nor servicing charge. Maintenance charge of up to 1.23% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. Class M shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class N shares: are subject to an entry charge of up to 3.00% of the total amount invested. In addition, a maintenance charge of up to 1.25% per annum of the applicable average net asset value is accrued daily and is deducted and paid monthly to the Principal Distributor. Class N shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class W shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class W shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class X shares: are not subject to an entry charge and no management fees will be payable by an investor on the acquisition of Class X shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class X shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus of the Company.

Accumulating shares (acc): do not distribute any dividends but the income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply to distributing share classes.

Distributing shares: may have different frequencies. (Mdis) share classes distribute monthly, (Qdis) share classes distribute quarterly and (Ydis) share classes distribute annually.

Hedged share classes: in order to reduce exchange rate fluctuations and return fluctuations, the Company offers H1 classes. The base currency exposure of the hedged share class is hedged into a specified alternative currency.

Note 10 - Other Charges

Other expenses mainly consist of legal fees, registration fees, paying agent fees, tax fees and miscellaneous comprising of various pricing vendors.

Note 11 - Expense reimbursement

On a daily basis, for share classes where the expenses are capped, the level of expenses is calculated and compared to the cap and where the level of expenses is higher than the cap, this difference is booked as a decrease of expense (the "waiver fees"). On a monthly basis the waiver fees are deducted from the fees received by the management company.

The amount of waiver fees is disclosed as "Expenses reimbursement" in the "Statement of Operations and Changes in Net Assets".

Note 12 - Statement of changes in the investment portfolio

A list, specifying for each Fund total purchases and sales transacted during the year under review, may be obtained, upon request, at the registered office of the Company.

Note 13 - Transaction costs

Transaction costs are costs incurred to acquire and dispose of financial assets or liabilities. They include fees and commissions paid to agents, brokers and dealers. During the year ended October 31, 2023, the Company incurred the following transaction costs:

Fund Name	Currency	Amount'
Franklin Global Sukuk Fund	USD	–
Franklin Shariah Technology Fund	USD	12,228
Templeton Shariah Global Equity Fund	USD	61,553

**For Sukuk, transaction costs are not separately identifiable from the purchase price of the security and therefore cannot be disclosed separately.*

Note 14 - Equalisation

The Funds use an accounting practice known as equalisation, by which a portion of the proceeds from issue and costs of redemption of shares, equivalent on a per share basis to the amount of undistributed investment income on the date of the transaction, is credited or charged to undistributed income which is disclosed as equalisation in the "Statement of Operations and Changes in Net Assets". As a result, undistributed investment income per share is unaffected by issue or redemptions of shares. However, in respect of any Fund offering only accumulation shares, the Board of Directors and/or Management Company reserves the right not to apply equalisation.

Note 15 - Total Expense Ratio

The Total Expense Ratio ("TER"), expressed as a percentage, represents how the total annualised expenses of each share class relate to the average net assets of each share class for the year ended October 31, 2023. The total expenses comprise the investment management fees, the administration and transfer agency fees, the custodian fees and other expenses as summarised in the "Statement of Operations and Changes in Net Assets". For share classes launched during the year, the TER is annualised.

Note 16 - Purification of non-Shariah compliant income

The Shariah Supervisory Board from time to time issues guidelines to quantify the annual amount of income of a Fund that should be donated to charity, being derived from eligible securities for investment pursuant to the investment objective, policy and restrictions set out in the prospectus, but that are engaged in an activity or activities of a marginal nature which are not Shariah-compliant and which are not screened out by the Shariah restrictions. Such amount is calculated on each relevant transaction, based on the purification ratios, expressed as a percentage of each target company's dividend payments.

Note 16 - Purification of non-Shariah compliant income (continued)

Also, when a security becomes non-compliant after already held in the portfolio, it needs to be sold out and the realized profit is subject to purification. The profit (gain) purification is calculated as the difference between the sales proceeds and discovery value (price of the security on the day it was discovered to be non-compliant).

The resulting purification amounts are donated to a charity. Any such amounts are deducted only upon their actual determination and no anticipated accrual thereof is made. For the year ended October 31, 2023, the amount was donated to the United Kingdom Committee for the United Nations Children's Fund (UNICEF).

Note 17 - Abbreviations**Countries**

ARE	United Arab Emirates	FRA	France	KOR	South Korea	SAU	Saudi Arabia
BHR	Bahrain	GBR	United Kingdom	KWT	Kuwait	SP	Supranational
CAN	Canada	HKG	Hong Kong	MDV	Maldives	TUR	Turkey
CHE	Switzerland	IDN	Indonesia	MYS	Malaysia	USA	United States of America
CHN	China	IRL	Ireland	NLD	Netherlands		
CYM	Cayman Islands	ISR	Israel	PRT	Portugal		
DEU	Germany	JPN	Japan	QAT	Qatar		

Currencies

CHF	Swiss Franc	HKD	Hong Kong Dollar	MYR	Malaysian Ringgit
EUR	Euro	JPY	Japanese Yen	SGD	Singapore Dollar
GBP	British Pound Sterling	KRW	South Korean Won	USD	US Dollar

Note 18 - Additional Information

The current outbreak of tension between Russia and Ukraine and any related sanctions that have, and might be imposed, may result in the global economy being adversely affected, along with the economies of certain nations and individual issuers, all of which may negatively impact the market. Although the Fund does not have any significant exposure to the Russian or Ukrainian markets, the share price of some share classes has dropped due to this wider market volatility.

Note 19 - Subsequent events

Franklin Shariah Global Multi-Asset Income Fund launched on November 1, 2023. There have been no other subsequent events since reporting date.

Schedule of Investments, October 31, 2023

Franklin Global Sukuk Fund

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SUKUK				
	Corporate Sukuk				
25,615,000	Saudi Electricity Sukuk Programme Co., Reg. S 5.684% 04/11/2053	SAU	USD	22,359,590	3.65
22,048,000	SA Global Sukuk Ltd., Reg. S 2.694% 06/17/2031	SAU	USD	17,882,207	2.92
17,385,000	TMS Issuer SARL, Reg. S 5.78% 08/23/2032	SAU	USD	16,903,436	2.76
15,650,000	ANB Sukuk Ltd., Reg. S 3.326% 10/28/2030	SAU	USD	14,652,234	2.39
14,243,000	DP World Salaam, Reg. S 6% Perpetual	ARE	USD	13,935,622	2.27
13,489,000	AIR Lease Corp. Sukuk Ltd., Reg. S 5.85% 04/01/2028	USA	USD	13,217,138	2.16
11,575,000	Suci Second Investment Co., Reg. S 6.25% 10/25/2033	SAU	USD	11,922,250	1.94
12,135,000	DAE Sukuk DIFC Ltd., Reg. S 3.75% 02/15/2026	ARE	USD	11,353,991	1.85
11,730,000	DP World Crescent Ltd., Reg. S 5.5% 09/13/2033	ARE	USD	11,078,727	1.81
10,450,000	Alpha Star Holding VII Ltd., Reg. S 7.75% 04/27/2026	ARE	USD	10,261,649	1.67
11,475,000	KIB Sukuk Ltd., Reg. S 2.375% 11/30/2030	KWT	USD	10,178,830	1.66
9,075,000	Ziraat Katilim Varlik Kiralama, Reg. S 9.375% 11/12/2026	TUR	USD	9,074,637	1.48
11,100,000	Dua Capital Ltd., Reg. S 2.78% 05/11/2031	MYS	USD	8,953,660	1.46
9,500,000	AUB Sukuk Ltd., Reg. S 2.615% 09/09/2026	BHR	USD	8,599,305	1.40
8,700,000	EMG Sukuk Ltd., Reg. S 4.564% 06/18/2024	ARE	USD	8,583,681	1.40
9,435,000	Aldar Sukuk No. 2 Ltd., Reg. S 3.875% 10/22/2029	ARE	USD	8,379,035	1.37
8,500,000	AL Rajhi Sukuk Ltd., Reg. S 4.75% 04/05/2028	SAU	USD	8,256,900	1.35
9,100,000	SA Global Sukuk Ltd., Reg. S 1.602% 06/17/2026	SAU	USD	8,163,965	1.33
8,730,000	TNB Global Ventures Capital Bhd., Reg. S 3.244% 10/19/2026	MYS	USD	8,147,173	1.33
8,365,000	MAF Sukuk Ltd., Reg. S 4.5% 11/03/2025	ARE	USD	8,096,115	1.32
8,035,000	Fab Sukuk Co. Ltd., Reg. S 3.875% 01/22/2024	ARE	USD	7,989,803	1.30
7,000,000	Suci Second Investment Co., Reg. S 6% 10/25/2028	SAU	USD	7,056,805	1.15
6,215,000	DIB Sukuk Ltd., Reg. S 2.95% 01/16/2026	ARE	USD	5,821,789	0.95
6,000,000	Almarai Co. JSC, Reg. S 5.233% 07/25/2033	SAU	USD	5,626,500	0.92
5,820,000	Riyad Sukuk Ltd., Reg. S 3.174% 02/25/2030	SAU	USD	5,545,022	0.90
5,473,000	Dar Al-Arkan Sukuk Co. Ltd., Reg. S 6.75% 02/15/2025	SAU	USD	5,415,254	0.88
5,735,000	Boubyan Tier 1 Sukuk Ltd., Reg. S 3.95% Perpetual	KWT	USD	5,235,447	0.85
5,811,000	SNB Sukuk Ltd., Reg. S 2.342% 01/19/2027	SAU	USD	5,231,207	0.85
5,655,000	NCB Tier 1 Sukuk Ltd., Reg. S 3.5% Perpetual	SAU	USD	5,202,634	0.85
5,140,000	Aldar Sukuk Ltd., Reg. S 4.75% 09/29/2025	ARE	USD	5,009,238	0.82
5,555,000	Saudi Electricity Global Sukuk Co. 3, Reg. S 5.5% 04/08/2044	SAU	USD	4,993,617	0.81
4,670,000	QIB Sukuk Ltd., Reg. S 3.982% 03/26/2024	QAT	USD	4,622,366	0.75
4,700,000	SA Global Sukuk Ltd., Reg. S 0.946% 06/17/2024	SAU	USD	4,548,599	0.74
4,515,000	Banque Saudi Fransi, Reg. S 4.75% 05/31/2028	SAU	USD	4,327,117	0.71
4,265,000	MAR Sukuk Ltd., Reg. S 2.21% 09/02/2025	QAT	USD	3,994,834	0.65
4,210,000	Saudi Electricity Global Sukuk Co. 5, Reg. S 1.74% 09/17/2025	SAU	USD	3,898,182	0.64
3,438,000	Tabreed Sukuk SPC Ltd., Reg. S 5.5% 10/31/2025	ARE	USD	3,403,438	0.56
3,680,000	Riyad Tier 1 Sukuk Ltd., Reg. S 4% Perpetual	SAU	USD	3,387,160	0.55
3,350,000	Senaat Sukuk Ltd., Reg. S 4.76% 12/05/2025	ARE	USD	3,294,718	0.54
3,580,000	Aldar Investment Properties Sukuk Ltd., Reg. S 4.875% 05/24/2033	ARE	USD	3,288,194	0.54
3,500,000	Dua Capital Ltd., Reg. S 1.658% 05/11/2026	MYS	USD	3,171,413	0.52
3,050,000	RSS Sukuk Co. Ltd. 0% 12/31/2027	CYM	USD	3,050,000	0.50
3,000,000	EI Sukuk Co. Ltd., Reg. S 2.082% 11/02/2026	ARE	USD	2,709,780	0.44
2,815,000	Fab Sukuk Co. Ltd., Reg. S 2.5% 01/21/2025	ARE	USD	2,694,252	0.44
2,900,000	Saudi Telecom Co., Reg. S 3.89% 05/13/2029	SAU	USD	2,655,745	0.43
2,750,000	Unity 1 Sukuk Ltd., Reg. S 2.394% 11/03/2025	ARE	USD	2,563,165	0.42
2,590,000	Fab Sukuk Co. Ltd., Reg. S 1.411% 01/14/2026	ARE	USD	2,353,831	0.38
2,151,831	Khadrawy Ltd., Reg. S 2.471% 03/31/2025	ARE	USD	2,080,821	0.34
2,250,000	Warba Tier 1 Sukuk 2 Ltd., Reg. S 4% Perpetual	KWT	USD	2,069,933	0.34
2,000,000	DP World Crescent Ltd., Reg. S 3.875% 07/18/2029	ARE	USD	1,779,240	0.29
1,790,000	DIB Tier 1 Sukuk 4 Ltd., Reg. S 4.625% Perpetual	ARE	USD	1,686,565	0.28
1,645,000	QIIB Senior Sukuk Ltd., Reg. S 4.264% 03/05/2024	QAT	USD	1,631,473	0.27
1,500,000	DIB Sukuk Ltd., Reg. S 5.493% 11/30/2027	ARE	USD	1,492,512	0.24
1,690,000	MAF Sukuk Ltd., Reg. S 3.933% 02/28/2030	ARE	USD	1,487,646	0.24
1,490,000	Saudi Electricity Global Sukuk Co. 3, Reg. S 4% 04/08/2024	SAU	USD	1,475,893	0.24
1,700,000	Saudi Electricity Global Sukuk Co. 5, Reg. S 2.413% 09/17/2030	SAU	USD	1,405,501	0.23
1,100,000	Saudi Electricity Global Sukuk Co. 4, Reg. S 4.222% 01/27/2024	SAU	USD	1,094,596	0.18
1,000,000	MAR Sukuk Ltd., Reg. S 3.025% 11/13/2024	QAT	USD	968,750	0.16
8,820,000	Asya Sukuk Co. Ltd., Reg. S, FRN 0.004% 03/28/2023 ^s	TUR	USD	220,500	0.04
300,000	SD International Sukuk Ltd., Reg. S 6.3% 05/09/2022 ^s	MYS	USD	6,126	—
				364,489,811	59.46

Franklin Global Sukuk Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Government and Municipal Sukuk					
25,009,000	KSA Sukuk Ltd., Reg. S 4.274% 05/22/2029	SAU	USD	23,556,227	3.84
19,689,000	Maldives Sukuk Issuance Ltd., Reg. S 9.875% 04/08/2026	MDV	USD	15,947,326	2.60
15,385,000	Sharjah Sukuk Program Ltd., Reg. S 6.092% 03/19/2034	ARE	USD	15,288,844	2.49
15,835,000	Hong Kong Sukuk 2017 Ltd., Reg. S 3.132% 02/28/2027	HKG	USD	14,926,347	2.44
13,475,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.15% 03/29/2027	IDN	USD	12,864,741	2.10
15,320,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 3.55% 06/09/2051	IDN	USD	9,981,577	1.63
8,545,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.4% 03/01/2028	IDN	USD	8,147,786	1.33
10,685,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 3.8% 06/23/2050	IDN	USD	7,253,246	1.18
8,228,000	Malaysia Wakala Sukuk Bhd., Reg. S 2.07% 04/28/2031	MYS	USD	6,578,742	1.07
7,750,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 2.8% 06/23/2030	IDN	USD	6,482,136	1.06
8,000,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 2.55% 06/09/2031	IDN	USD	6,417,773	1.05
7,000,000	KSA Sukuk Ltd., Reg. S 4.511% 05/22/2033	SAU	USD	6,389,180	1.04
8,268,000	Malaysia Wakala Sukuk Bhd., Reg. S 3.075% 04/28/2051	MYS	USD	5,275,941	0.86
6,035,000	KSA Sukuk Ltd., Reg. S 2.25% 05/17/2031	SAU	USD	4,781,229	0.78
4,705,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.325% 05/28/2025	IDN	USD	4,618,764	0.75
4,765,000	KSA Sukuk Ltd., Reg. S 4.303% 01/19/2029	SAU	USD	4,521,046	0.74
4,500,000	CBB International Sukuk Programme Co. WLL, Reg. S 6.25% 11/14/2024	BHR	USD	4,460,148	0.73
4,685,000	Sharjah Sukuk Program Ltd., Reg. S 4.226% 03/14/2028	ARE	USD	4,346,574	0.71
4,120,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.7% 06/06/2032	IDN	USD	3,823,560	0.62
3,736,000	Sharjah Sukuk Program Ltd., Reg. S 2.942% 06/10/2027	ARE	USD	3,363,349	0.55
2,500,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 3.9% 08/20/2024	IDN	USD	2,468,873	0.40
2,540,000	Sharjah Sukuk Program Ltd., Reg. S 3.854% 04/03/2026	ARE	USD	2,423,666	0.40
2,325,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.35% 09/10/2024	IDN	USD	2,300,148	0.38
1,329,000	Malaysia Sovereign Sukuk Bhd., Reg. S 3.043% 04/22/2025	MYS	USD	1,285,830	0.21
				<u>177,503,053</u>	<u>28.96</u>
Supranational					
7,025,000	ICDPS Sukuk Ltd., Reg. S 1.81% 10/15/2025	SP	USD	6,499,811	1.06
2,200,000	Isdb Trust Services No. 2 SARL, Reg. S 3.213% 04/28/2027	SP	USD	2,070,651	0.34
1,190,000	IDB Trust Services Ltd., Reg. S 2.843% 04/25/2024	SP	USD	1,172,246	0.19
				<u>9,742,708</u>	<u>1.59</u>
TOTAL SUKUK				<u>551,735,572</u>	<u>90.01</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				<u>551,735,572</u>	<u>90.01</u>
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
COMMERCIAL PAPERS					
Supranational					
24,470,000	International Islamic Liquidity Management 2 SA, Reg. S 5.37% 11/09/2023	SP	USD	24,468,933	3.99
4,800,000	International Islamic Liquidity Management 2 SA, Reg. S 5.7% 01/18/2024	SP	USD	4,799,346	0.79
				<u>29,268,279</u>	<u>4.78</u>
TOTAL COMMERCIAL PAPERS				<u>29,268,279</u>	<u>4.78</u>
WARRANTS					
Consumer Staples Distribution & Retail					
441,300	Pure Harvest Smart Farms Sukuk Ltd. 06/30/2027	ARE	USD	1,619,686	0.26
				<u>1,619,686</u>	<u>0.26</u>
TOTAL WARRANTS				<u>1,619,686</u>	<u>0.26</u>
SUKUK					
Corporate Sukuk					
5,398,000	Equate Sukuk SPC Ltd., Reg. S 3.944% 02/21/2024	KWT	USD	5,348,090	0.87
4,450,000	Axiata SPV2 Bhd., Reg. S 2.163% 08/19/2030	MYS	USD	3,528,094	0.57
3,350,000	Ahli United Sukuk Ltd., Reg. S 3.875% Perpetual	KWT	USD	3,045,699	0.50
8,140,000	SD International Sukuk II Ltd., Reg. S 6.997% 03/12/2025 [§]	MYS	USD	284,900	0.05
				<u>12,206,783</u>	<u>1.99</u>
Government and Municipal Sukuk					
30,000,000	Malaysia Government Bond 4.07% 09/30/2026	MYS	MYR	6,346,402	1.03
26,710,000	Malaysia Government Bond 4.638% 11/15/2049	MYS	MYR	5,617,792	0.92

Franklin Global Sukuk Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
6,040,000	Malaysia Government Bond 5.357% 05/15/2052	MYS	MYR	1,404,611	0.23
				13,368,805	2.18
	TOTAL SUKUK			25,575,588	4.17
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			56,463,553	9.21
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SUKUK				
	Corporate Sukuk				
1,500,000	Moove IO 12% 07/26/2027**	ARE	USD	1,472,209	0.24
5,813,000	NMC Healthcare Sukuk Ltd., Reg. S 5.95% 11/21/2023**§	ARE	USD	–	–
				1,472,209	0.24
	TOTAL SUKUK			1,472,209	0.24
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			1,472,209	0.24
	TOTAL INVESTMENTS			609,671,334	99.46

§ This Sukuk is currently in default

** These securities are submitted to a Fair Valuation

Schedule of Investments, October 31, 2023

Franklin Shariah Technology Fund

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Automobile Components				
10,236	Mobileye Global, Inc. 'A'	ISR	USD	365,118	0.93
				365,118	0.93
	Automobiles				
2,892	Tesla, Inc.	USA	USD	580,829	1.47
				580,829	1.47
	Communications Equipment				
2,692	Arista Networks, Inc.	USA	USD	539,396	1.37
				539,396	1.37
	Consumer Staples Distribution & Retail				
4,144	Maplebear, Inc.	USA	USD	102,067	0.26
				102,067	0.26
	Electronic Equipment, Instruments & Components				
1,342	Zebra Technologies Corp. 'A'	USA	USD	281,055	0.71
				281,055	0.71
	Equity Real Estate Investment Trusts (REITs)				
5,241	Crown Castle, Inc.	USA	USD	487,308	1.24
				487,308	1.24
	Health Care Technology				
3,899	Veeva Systems, Inc. 'A'	USA	USD	751,376	1.90
				751,376	1.90
	Household Durables				
20,018	Sonos, Inc.	USA	USD	215,794	0.55
				215,794	0.55
	Interactive Media & Services				
10,793	Alphabet, Inc. 'C'	USA	USD	1,352,363	3.43
30,925	Pinterest, Inc. 'A'	USA	USD	924,039	2.34
26,952	ZoomInfo Technologies, Inc. 'A'	USA	USD	349,298	0.89
				2,625,700	6.66
	IT Services				
16,349	Shopify, Inc. 'A'	CAN	USD	771,509	1.96
12,607	Cloudflare, Inc. 'A'	USA	USD	714,691	1.81
1,972	MongoDB, Inc. 'A'	USA	USD	679,532	1.72
1,946	Gartner, Inc.	USA	USD	646,150	1.64
				2,811,882	7.13
	Semiconductors & Semiconductor Equipment				
8,254	NVIDIA Corp.	USA	USD	3,365,981	8.54
2,594	ASML Holding NV	NLD	EUR	1,559,159	3.96
7,167	Analog Devices, Inc.	USA	USD	1,127,584	2.86
10,626	Advanced Micro Devices, Inc.	USA	USD	1,046,661	2.65
7,698	Applied Materials, Inc.	USA	USD	1,018,830	2.58
20,029	Marvell Technology, Inc.	USA	USD	945,769	2.40
1,864	Monolithic Power Systems, Inc.	USA	USD	823,403	2.09
4,407	NXP Semiconductors NV	CHN	USD	759,899	1.93
1,005	KLA Corp.	USA	USD	472,049	1.20
8,103	Lattice Semiconductor Corp.	USA	USD	450,608	1.14
2,374	ARM Holdings plc, ADR	USA	USD	117,015	0.30
				11,686,958	29.65
	Software				
11,267	Microsoft Corp.	USA	USD	3,809,485	9.66
3,231	ServiceNow, Inc.	USA	USD	1,879,957	4.77
3,785	Synopsys, Inc.	USA	USD	1,776,830	4.51
2,850	Adobe, Inc.	USA	USD	1,516,371	3.85
4,895	Salesforce, Inc.	USA	USD	983,063	2.49
5,517	CrowdStrike Holdings, Inc. 'A'	USA	USD	975,240	2.47
4,144	Workday, Inc. 'A'	USA	USD	877,326	2.23
4,846	Atlassian Corp. 'A'	USA	USD	875,382	2.22
2,124	Palo Alto Networks, Inc.	USA	USD	516,175	1.31
2,034	Cadence Design Systems, Inc.	USA	USD	487,855	1.24
5,771	Datadog, Inc. 'A'	USA	USD	470,163	1.19

Franklin Shariah Technology Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
3,301	Monday.com Ltd.	USA	USD	429,097	1.09
1,368	ANSYS, Inc.	USA	USD	380,660	0.97
792	HubSpot, Inc.	USA	USD	335,626	0.85
976	Klaviyo, Inc. 'A'	USA	USD	27,806	0.07
				<u>15,341,036</u>	<u>38.92</u>
	Technology Hardware, Storage & Peripherals				
14,504	Apple, Inc.	USA	USD	2,476,848	6.28
				<u>2,476,848</u>	<u>6.28</u>
	TOTAL SHARES			<u>38,265,367</u>	<u>97.07</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>38,265,367</u>	<u>97.07</u>
	TOTAL INVESTMENTS			<u>38,265,367</u>	<u>97.07</u>

Schedule of Investments, October 31, 2023

Templeton Shariah Global Equity Fund

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
	SHARES				
	Automobile Components				
16,936	Continental AG	DEU	EUR	1,105,630	1.27
				1,105,630	1.27
	Automobiles				
87,154	Stellantis NV	USA	EUR	1,628,087	1.87
6,842	Tesla, Inc.	USA	USD	1,374,147	1.57
				3,002,234	3.44
	Chemicals				
6,693	Albemarle Corp.	USA	USD	848,538	0.97
2,577	LG Chem Ltd.	KOR	KRW	843,234	0.97
				1,691,772	1.94
	Communications Equipment				
18,557	Ciena Corp.	USA	USD	783,105	0.90
5,072	F5, Inc.	USA	USD	768,865	0.88
				1,551,970	1.78
	Construction Materials				
17,561	CRH plc	USA	GBP	942,250	1.08
				942,250	1.08
	Consumer Staples Distribution & Retail				
38,534	Sundrug Co. Ltd.	JPN	JPY	1,047,748	1.20
				1,047,748	1.20
	Electrical Equipment				
106,584	Mitsubishi Electric Corp.	JPN	JPY	1,222,066	1.40
7,291	Schneider Electric SE	USA	EUR	1,121,667	1.29
				2,343,733	2.69
	Electronic Equipment, Instruments & Components				
792,793	Kingboard Laminates Holdings Ltd.	HKG	HKD	743,465	0.85
				743,465	0.85
	Health Care Equipment & Supplies				
17,565	Medtronic plc	USA	USD	1,239,386	1.42
11,497	Zimmer Biomet Holdings, Inc.	USA	USD	1,200,402	1.38
6,536	Abbott Laboratories	USA	USD	617,979	0.71
				3,057,767	3.51
	Health Care Providers & Services				
24,571	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	816,323	0.94
				816,323	0.94
	Household Products				
5,693	Procter & Gamble Co. (The)	USA	USD	854,121	0.98
				854,121	0.98
	Industrial Conglomerates				
35,619	Hitachi Ltd.	JPN	JPY	2,257,619	2.59
				2,257,619	2.59
	Life Sciences Tools & Services				
8,010	ICON plc	USA	USD	1,954,120	2.24
				1,954,120	2.24
	Machinery				
24,603	Toyota Industries Corp.	JPN	JPY	1,823,324	2.09
				1,823,324	2.09
	Metals & Mining				
45,389	Freeport-McMoRan, Inc.	USA	USD	1,533,241	1.76
51,476	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	1,445,966	1.66
				2,979,207	3.42
	Oil, Gas & Consumable Fuels				
530,365	BP plc	GBR	GBP	3,237,753	3.71
216,384	Inpex Corp.	JPN	JPY	3,139,714	3.60
95,528	Shell plc	NLD	GBP	3,077,934	3.53
194,973	Galp Energia SGPS SA	PRT	EUR	2,934,996	3.37
26,428	Exxon Mobil Corp.	USA	USD	2,797,404	3.21
				15,187,801	17.42

Templeton Shariah Global Equity Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
Passenger Airlines					
389,809	International Consolidated Airlines Group SA	GBR	GBP	684,710	0.79
				684,710	0.79
Personal Care Products					
77,085	Kenvue, Inc.	USA	USD	1,433,781	1.64
				1,433,781	1.64
Pharmaceuticals					
14,823	AstraZeneca plc	GBR	GBP	1,855,513	2.13
10,297	Johnson & Johnson	USA	USD	1,527,457	1.75
46,783	Pfizer, Inc.	USA	USD	1,429,688	1.64
14,155	Sanofi SA	USA	EUR	1,285,241	1.48
11,906	Novartis AG	CHE	CHF	1,114,573	1.28
40,500	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	1,099,290	1.26
8,091	Merck & Co., Inc.	USA	USD	830,946	0.95
				9,142,708	10.49
Semiconductors & Semiconductor Equipment					
30,952	Micron Technology, Inc.	USA	USD	2,069,760	2.38
14,038	Applied Materials, Inc.	USA	USD	1,857,929	2.13
59,803	Infineon Technologies AG	DEU	EUR	1,746,694	2.00
				5,674,383	6.51
Software					
27,461	Microsoft Corp.	USA	USD	9,284,839	10.65
23,494	SAP SE	DEU	EUR	3,151,007	3.62
2,072	Adobe, Inc.	USA	USD	1,102,428	1.26
4,664	Salesforce, Inc.	USA	USD	936,671	1.07
				14,474,945	16.60
Technology Hardware, Storage & Peripherals					
45,348	Samsung Electronics Co. Ltd.	KOR	KRW	2,253,562	2.59
				2,253,562	2.59
Textiles, Apparel & Luxury Goods					
36,087	Skechers USA, Inc. 'A'	USA	USD	1,740,115	2.00
2,540	Kering SA	FRA	EUR	1,032,925	1.18
				2,773,040	3.18
Wireless Telecommunication Services					
37,828	KDDI Corp.	JPN	JPY	1,131,540	1.30
				1,131,540	1.30
TOTAL SHARES				78,927,753	90.54
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				78,927,753	90.54
TOTAL INVESTMENTS				78,927,753	90.54

Additional Information - Unaudited

Sustainable Finance Disclosure Regulation (SFDR)

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Calculation Method of the Risk Exposure

The Commitment Approach* is used for measuring the Global Exposure** for:

Franklin Global Sukuk Fund

Franklin Shariah Technology Fund

Templeton Shariah Global Equity Fund

*Commitment Approach is an approach for measuring risk or “global exposure” that factors in the market risk of the investments held in a UCITS sub-fund, including risk associated with any financial derivatives instruments held by converting the financial derivatives into equivalent positions in the underlying assets of those derivatives (sometimes referred to as “notional exposure”), after netting and hedging arrangements where the market value of underlying security positions may be offset by other commitments related to the same underlying positions.

**Global Exposure refers to a measure of the risk exposure for a UCITS sub-fund that factors in the market risk exposure of underlying investments, as well as the incremental market risk exposure and implied leverage associated with financial derivative instruments held in the portfolio.

Portfolio Turnover Ratio

The portfolio turnover ratio, expressed as a percentage, is equal to the total of purchases and sales of securities netted against the total value of subscriptions and redemptions, over average net assets of the Fund for the period. It is effectively a measure of how frequently a Fund buys or sells securities.

The portfolio turnover ratio calculation is not applicable to Liquid Reserve and Money Market Funds, as such a ratio is not relevant to such Funds due to the short-term nature of the investments.

Fund	Portfolio Turnover Ratio
Franklin Global Sukuk Fund	24.67%
Franklin Shariah Technology Fund	40.94%
Templeton Shariah Global Equity Fund	19.14%

UCITS Remuneration Disclosure

Franklin Templeton International Services S.à r.l. (“FTIS”), as UCITS licensed management company (the “Management Company”) has a remuneration policy (the “Policy”) in place which applies to all UCITS funds (each a “UCITS” and together the “UCITS”) under its management. The Policy has been designed to discourage excessive risk taking, integrating in its performance management systems risk criteria specific to the business units it covers. The policy has a governance structure aimed at preventing internal conflicts of interest.

There are defined procedures in place for the creation, update, review and approval of the Policy as well as for communication and implementation of the Policy. Senior Management, Human Resources, Compliance and other functions are all involved in this process and the Policy is approved by Senior Management and the Board of managers of the Management Company.

Fixed remuneration is defined as base salary plus other benefits which may include pension contributions, life assurance premiums or private medical insurance premiums. Levels of fixed remuneration are set with reference to job complexity, level of responsibility, performance and market benchmarking data. These levels are reviewed on a regular basis.

Variable remuneration is defined as annual bonuses, long term awards in the form of performance share grants or sales bonus payments. Levels of variable remuneration are set with reference to overall corporate and business unit performance as well as individual performance.

The full Policy is available at the registered office of the Management Company. Quantitative information relevant to the Franklin Templeton Shariah Funds is outlined below.

Total amount of fixed remuneration paid by FTIS and its delegates during the year ended September 30, 2023 ^{*, **, ***}	€ 444,740
Total amount of variable remuneration paid by FTIS and its delegates during the year ended September 30, 2023 ^{*, **, ***}	€ 360,607
Number of staff of FTIS and in its delegates as at September 30, 2023	601
Total amount of compensation paid by FTIS and its delegates to Senior managers/Material risk takers during the year ended September 30, 2023 ^{*, **, ***}	€ 225,418
Total amount paid by FTIS and its delegates to other members of staff who have a material impact on the profile of UCITS/AIFM during year ended September 30, 2023 ^{*, **, ***}	€ -

**The total amount of compensation paid by FTIS has been allocated to FTSF based on its pro rata share of the average month end total net assets of the funds under management of FTIS for the year ended September 30, 2023.*

***The total amount of compensation paid by the FTIS delegates has been allocated to FTSF based on its pro rata share of the average month end total net assets of the funds under management of the FTIS delegates for the year ended September 30, 2023.*

****Delegates are Investment Management entities which are subject to regulatory requirements that are equally as effective as those under Article 69(3)(a) of the UCITS Directive.*

Securities Financing Transactions Regulation

At the date of the financial statements, Franklin Templeton Shariah Funds is currently not concerned by the requirements of the SFTR regulation 2015/2365 on transparency of securities financing transactions and of reuse, as no corresponding transactions were carried out during the year referring to the financial statements.

Collateral

As at October 31, 2023, Franklin Global Sukuk Fund reported cash collateral pledge related to OTC derivatives which amounted to USD 7,140,000 and this balance is included in the cash account.

Audited annual report and unaudited semi-annual reports

The audited annual reports and unaudited semi-annual reports will be available on the local Franklin Templeton website, www.franklintempleton.lu or may be obtained, free of charge, on request at the registered office of the Company; they are only distributed to registered shareholders in those countries where local regulation so requires. The complete audited annual reports and unaudited semi-annual reports are available at the registered office of the Company.

Franklin Templeton Office Directory

Further information regarding Franklin Templeton Shariah Funds is available from the following Franklin Templeton offices:

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Email: franklintempletonfrance@franklintempleton.com

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Please note that the websites mentioned above are directed at residents within the country stated on these websites. (Please refer to the website disclaimers).



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