



**FRANKLIN
TEMPLETON**

Franklin Liberty Investment Grade Corporate ETF

Fund Fact Sheet | Corporate Credit | March 31, 2022

FLCO

Fund Description

The fund seeks to provide a high level of current income as is consistent with prudent investing, while seeking preservation of capital, by investing at least 80% of its net assets in investment grade corporate debt securities and investments. The fund may invest up to 40% of its net assets in foreign securities, including those in developing markets, and up to 15% of its net assets in non-U.S. dollar denominated securities.

Fund Overview

Total Net Assets	\$969 million
Fund Inception Date	10/3/2016
ETF Type	Active
Distributions	Monthly
Number of Holdings	158
Asset Class	Fixed Income
Listing Exchange	NYSE Arca
NYSE Ticker	FLCO
CUSIP	35473P 603
Shares Outstanding	40,850,000
Benchmark	Bloomberg US Corporate-Investment Grade Index

Fund Management

	Years with Firm	Years of Experience
Shawn Lyons, CFA	25	26
Marc Kremer, CFA	18	34
Pururav Thoutireddy, PhD	6	11
Thomas Runkel, CFA	35	39

Total Annual Operating Expenses

0.35%

30-Day SEC Yield

3.37%

Total Returns % (as of 3/31/2022)

Fund	CUMULATIVE			AVERAGE ANNUAL			Since Inception	Inception Date
	3 Mths	6 Mths	YTD	1 Yr	3 Yrs	5 Yrs		
FLCO (NAV Returns)	-7.51	-7.64	-7.51	-4.30	2.90	3.10	2.48	10/3/2016
FLCO (Market Price Returns)	-7.44	-7.39	-7.44	-4.49	2.84	3.07	2.47	10/3/2016
Bloomberg US Corporate-Investment Grade Index	-7.69	-7.48	-7.69	-4.20	3.02	3.34	2.73	

Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment return and principal value will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

Net Asset Value (NAV) returns are based on the NAV of the ETF; Market Price returns are based upon the official closing price of the ETF's shares. Returns are average annualized total returns, except for those periods of less than one year, which are cumulative. Market Price returns are calculated using the closing price as of 1 p.m. Pacific time on each trading day (when NAV is normally determined for most funds), and do not represent the returns you would receive if you traded shares at other times.

Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary trading October 5, 2016, the NAV of the Fund is used as a proxy for the Market Price to calculate market returns.

Top Ten Holdings (% of Total)

Security Name	
Verizon Communications Inc., senior bond, 3.40%, 3/22/41	1.55
Delta Air Lines Inc./SkyMiles IP Ltd., first lien, 144A, 4.50%, 10/20/25	1.44
Bank of America Corp., sub. bond, 4.183%, 11/25/27	1.30
Vistra Operations Co. LLC, senior secured note, first lien, 144A, 3.55%, 7/15/24	1.26
Credit Agricole SA, sub. note, 144A, 4.375%, 3/17/25	1.24
BNP Paribas SA, senior note, 144A, 4.705% to 1/10/24, FRN thereafter, 1/10/25	1.23
National Australia Bank Ltd., sub. note, 144A, 2.332%, 8/21/30	1.23
BPCE SA, senior note, 144A, 5.70%, 10/22/23	1.22
Imperial Brands Finance PLC, senior note, 144A, 4.25%, 7/21/25	1.22
Tencent Holdings Ltd., senior note, 144A, 3.595%, 1/19/28	1.20

Fund Measures

Average Duration	7.99 Years
Average Weighted Maturity	11.79 Years
Standard Deviation (5 Yrs)	6.50%
Sharpe Ratio (5 Yrs)	0.32
Tracking Error (5 Yrs)	0.75%
Information Ratio (5 Yrs)	-0.32

Measured against the Bloomberg US Corporate - Investment Grade Index.

Composition of Fund

■ Franklin Liberty Investment Grade Corporate ETF ■ Bloomberg US Corporate-Investment Grade Index

Sector (Notional Exposure)	% of Total	Credit Quality (Market Value)	% of Total
Finance	37.20 / 31.84	AAA	0.52 / 1.44
Utility	9.27 / 8.13	AA	3.22 / 7.06
Energy	7.30 / 7.55	A	28.94 / 41.43
Health Care	6.51 / 9.50	BBB	60.27 / 50.07
Technology	4.96 / 9.96	BB	3.56 / 0.00
Food & Beverage	4.26 / 4.78	Not Applicable	0.09 / 0.00
Transportation	3.82 / 2.44	Cash & Cash Equivalents	3.40 / 0.00
Retailers	3.72 / 3.51		
Wired	3.23 / 3.42		
Others	12.89 / 18.87		
Cash & Cash Equivalents	3.40 / 0.00		

Portfolio Data Disclosures

Market value figures reflect the trading value of the investments. Notional exposure figures are intended to estimate the portfolio's exposure, including any hedged or increased exposure through certain derivatives held in the portfolio (or their underlying reference assets). Average Duration and Average Weighted Maturity reflect certain derivatives held in the portfolio (or their underlying reference assets). Portfolio breakdown percentages may not total 100% and may be negative due to rounding, use of any derivatives, unsettled trades or other factors.

What Are the Risks?

All investments involve risks, including possible loss of principal. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. Distributions to shareholders may decline when prevailing interest rates fall or when the fund experiences defaults on debt securities it holds. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. The fund's investments in foreign securities involve certain risks including currency fluctuations, and economic and political uncertainties. Investments in developing markets involve heightened risks related to the same factors, in addition to those associated with their relatively small size and lesser liquidity. Investing in derivative securities and the use of foreign currency techniques involve special risks as such may not achieve the anticipated benefits and/or may result in losses to the fund. These and other risks are discussed in the fund's prospectus.

Glossary

Average Duration: A measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years. The weighted average duration of a fund reflects the effective duration of the underlying issues, based on the size of each holding.

Average Weighted Maturity: An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings.

Information Ratio: In investing terminology, the ratio of expected return to risk. Usually, this statistical technique is used to measure a manager's performance against a benchmark. This measure explicitly relates the degree by which an investment has beaten the benchmark to the consistency by which the investment has beaten the benchmark.

Sharpe Ratio: To calculate a Sharpe ratio, an asset's excess returns (its return in excess of the return generated by risk-free assets such as Treasury bills) are divided by the asset's standard deviation.

Standard Deviation: A measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

Tracking Error: Measure of the deviation of the return of a fund compared to the return of a benchmark over a fixed period of time. Expressed as a percentage. The more passively the investment fund is managed, the smaller the tracking error.

Important Information

Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. To obtain a summary prospectus and/or prospectus, which contains this and other information, talk to your financial professional, call us at (800) DIAL BEN/342-5236 or visit franklintempleton.com. Please carefully read a prospectus before you invest or send money.

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

Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.

Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Fund Management: CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

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

30-Day SEC Yield: The fund's 30-Day SEC Yield is calculated using the net income (interest and dividends) per share earned over a trailing 30-day period (annualized), divided by the fund's share price at the end of that period. It may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.

Top Ten Holdings: All portfolio holdings are subject to change.

Composition of Fund: Ratings shown are assigned by one or more Nationally Recognized Statistical Rating Organizations ('NRSRO'), such as Standard & Poor's, Moody's and Fitch. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). When ratings from all three agencies are available, the middle rating is used; when two are available, the lowest rating is used; and when only one is available, that rating is used. Foreign government bonds without a specific rating are assigned the country rating provided by an NRSRO, if available. The Not Applicable category consists of nonrateable securities (e.g., equities). Cash includes equivalents, which may be rated.

Canada

This content is intended only for Canadian institutional investors that qualify as "permitted clients" as defined in National Instrument 31-103 – Registration Requirements, Exemptions and Ongoing Registrant Obligations. U.S. securities laws generally limit a non-U.S. fund's purchase of a U.S. registered mutual fund or ETF (a "U.S. Fund") to no more than 3% of the U.S. Fund's voting stock. You should consult your legal counsel prior to investing in a U.S. Fund.

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