

### **About the Franklin Templeton Global Real Asset Fund**

In this fund, capital is mainly allocated to private real estate and infrastructure strategies as well as listed real estate and infrastructure strategies covering the world's major markets. As the fund's assets increase over time, the manager will be able to further diversify the portfolio through investments in other real asset categories such as agriculture, timber and other real estate and infrastructure strategies (added value, opportunistic, direct detention).

The fund's strategic asset allocation is done by the manager and its target composition is as follows :

- 70% in a diversified portfolio of real estate and infrastructure open-ended private funds managed by third parties and covering the main global markets;
- 25% in listed global real estate and infrastructure funds managed by Franklin Templeton
- 5% in cash and equivalents

### **Who can invest in this fund?**

The fund is accessible to all types of group plans. For accumulation plans, this fund can initially only be used as a component in a customized lifecycle path or portfolio defined at the group level. It will therefore not be possible for those plans to offer this fund as an *à la carte* option.

The fund will be available to clients starting September 30, 2017, but clients can indicate their desire to invest in the fund by completing the necessary documentation before the opening of the investment period. As the fund must maintain a minimal allocation of 50% to private real assets, there is a possibility that not all investment requests can be accommodated initially. In that case, requests will be honoured in the order the appropriately filled out forms are received, and in line with the capital calls from the underlying funds.

### **Are there liquidity constraints?**

The fund is evaluated daily. Therefore, transactions can be executed at the same frequency. Nevertheless, since the underlying fund follows a set of rules in order to control cash outflows, only withdrawals resulting from regular transactions (e.g. a deposit or a withdrawal by a participant, rebalancing) are allowed within a given quarter. Any withdrawal representing a particular transaction (at the group level : total or partial liquidation, sale due to a change in target) must be executed with a 60 day notice and on the last business day before quarter end. Moreover, no major withdrawal is allowed within 12 months of the initial investment.

These measures were put in place to ensure the optimal operation of the fund for all investors and to ensure sufficient liquidity to meet daily cash-flow needs without compromising returns. Despite this, the fund will remain subjected to liquidity parameters established by the underlying fund which foresee a possible postponement of the execution of any transaction if conditions are not met.