



A Franklin Templeton Company

Global Value Improvers Strategy

Strategy Overview: The Strategy invests in equity securities of global companies that are considered undervalued, and are improving on environmental, social and governance measures through transforming their own products and services or enabling other entities to advance ESG objectives.

Benchmark: MSCI World Value (Net) (USD) Index

Strategy Inception: Dec. 2021

Strategy AUM: \$26.4M

Holdings Range: 30-40¹

Objective: To generate long-term capital appreciation while seeking to outperform the benchmark.³

Investment Philosophy

Focused on stocks with room to improve ESG practices, trading at a discount because the market does not appreciate their value thesis yet.

Performance

Upside capture driven by stock selection, valuation discipline, and short duration nature of cash flows.

Downside volatility can be cushioned by quality and the long-term nature of the improver thesis, which can help to offset short-term cyclical pressure.³

Portfolio Management Team

- ▶ **Grace Su**
Managing Director, Portfolio Manager, 24 years experience
- ▶ **Jean Yu, CFA, Ph.D.**
Managing Director, Portfolio Manager, 23 years experience

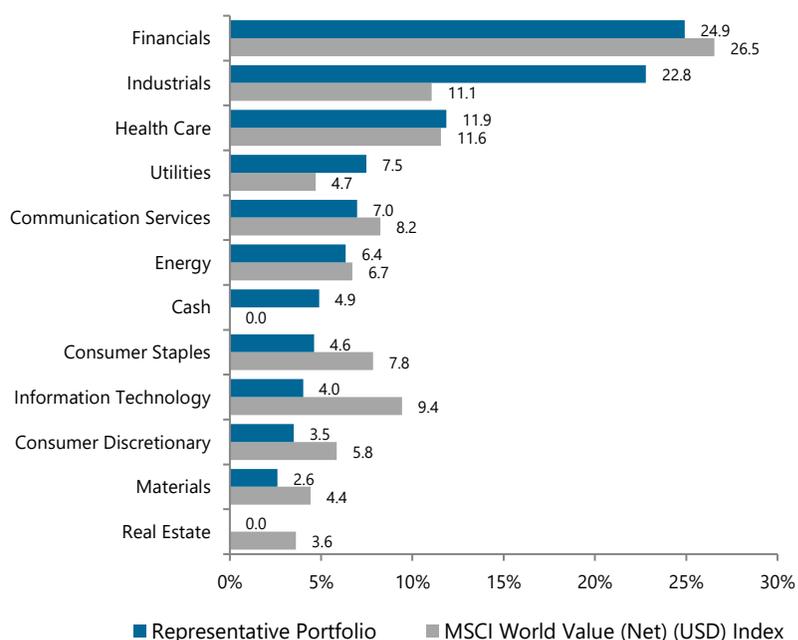
Fundamental Research Platform

- ▶ A shared research platform consisting of experienced analysts who support portfolio management
- ▶ Dedicated portfolio analyst focused on Global and International Value Strategies

Average Annual Total Returns (%)²

	1 Qtr	YTD	1 Year	3 Years	Since Inception
Composite (Gross of Fees)	2.8	19.4	14.5	24.6	13.4
Composite (Net of Fees)	2.6	18.8	13.7	23.7	12.6
MSCI World Value (Net) (USD) Index	5.8	16.9	12.0	18.6	8.5

Sector Weightings^{1,2}



Investment Process

- Leverage firm-wide research platform and utilize diverse range of research tools to identify evolving ESG stories not yet appreciated by the market
- Use limited top-down exclusion-based investing in order to build the best diversified, high-conviction portfolio which can outperform over a full market cycle
- Ongoing monitoring of correlation among stocks in portfolio, ensuring true diversification so stock selection can be the driver of excess returns
- Construct a concentrated portfolio of 30-40 holdings that are improving on ESG measures and have long-term orientation with low turnover

Portfolio Characteristics & Risk Statistics^{1,2}

Characteristics	Representative Portfolio	MSCI World Value (Net) (USD) Index
P/E Ratio (forward 12 mos.)	16.2	16.5
Price/Book	3.5	3.4
EPS Growth Next 3-5 Years (%)	11.8	8.6
Weighted Median Market Cap (\$ bn)	92.9	110.5
ROE	14.7	16.7
Dividend Yield	2.1	2.6
Net Debt/Total Capital	29.1	35.6
EV/EBIT	20.4	21.0
Forward Sales Growth (1 Year)	3.6	3.0
Turnover (trailing 12 mos.)	37.2	--

3 Year Risk Statistics (Net)	Composite	MSCI World Value (Net) (USD) Index
Standard Deviation (%)	13.21	12.95
Sharpe Ratio	1.32	1.01
Tracking Error (%)	5.29	--
R ²	0.84	--
Alpha (%)	5.31	--
Beta	0.94	--

Top 10 Holdings¹

Security	% of Total Representative Portfolio
Wells Fargo & Co	4.49
Charles Schwab Corp/The	4.22
Banco Bilbao Vizcaya Argentaria SA	3.98
Siemens AG	3.57
Piraeus Financial Holdings SA	3.53
Compass Group PLC	3.49
EQT Corp	3.25
National Grid PLC	3.14
Hitachi Ltd	3.12
TotalEnergies SE	3.10
Total	35.90
Total Number of Holdings	36

¹ Source: FactSet. Representative portfolio characteristics, holdings, sector weightings and market capitalization are based on a representative portfolio and are subject to change at any time. Holdings, sector weightings, market capitalization and portfolio characteristics of individual client portfolios may differ, sometimes significantly, from those shown. This information does not constitute, and should not be construed as, investment advice or recommendations with respect to the securities and sectors listed.

² Past performance is no guarantee of future results. Please see GIPS endnotes. Performance is preliminary and subject to change. Performance returns less than one year are not annualized.

³ There is no guarantee that the Portfolio's objective will be met. P/E ratios are weighted harmonic average. Price/Book is weighted average. Performance source: Internal. Benchmark source: Morgan Stanley Capital International.

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firms, effective as of January 1997. In June 2008, ClearBridge combined this business with its retail business to form a single GIPS firm. As of April 1, 2013, January 1, 2016, May 1, 2020, and January 1, 2024, ClearBridge affiliates, Global Currents Investment Management, LLC, ClearBridge, LLC, ClearBridge Investments Limited (f/k/a RARE Infrastructure Limited), and Franklin Bissett Asset Management have become part of the ClearBridge GIPS firm. The ClearBridge Global Value Improvers composite consists of institutional discretionary accounts with no account minimum. The Strategy will pursue its investment objective by investing in value-based companies globally, seeking to outperform the MSCI World Value Index. To receive a complete list and description of ClearBridge composites and/or a presentation that adheres to the GIPS standards, please contact ClearBridge Institutional Marketing. **Past performance is no guarantee of future results.**