

UNAUDITED SEMI-ANNUAL REPORT

FRANKLIN TEMPLETON SHARIAH FUNDS

société d'investissement à capital variable

April 30, 2024



FRANKLIN
TEMPLETON

FRANKLIN TEMPLETON SHARIAH FUNDS

société d'investissement à capital variable

UNAUDITED SEMI-ANNUAL REPORT

For the period ended April 30, 2024

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"), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report.

Contents

General Information	6
Report of the Investment Managers	8
Fund Performance	15
Statement of Net Assets	16
Statement of Operations and Changes in Net Assets	18
Statistical Information	20
Notes to Financial Statements	21
Schedule of Investments	29
Franklin Global Sukuk Fund	29
Franklin Shariah Global Multi-Asset Income Fund	32
Franklin Shariah Technology Fund	36
Templeton Shariah Global Equity Fund	38
Additional Information	40
Franklin Templeton Office Directory	41

General Information

As at April 30, 2024

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) Limited manages

Franklin Global Sukuk Fund and-

Franklin Shariah Global Multi-Asset Income 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
United States of America
Franklin Advisers, Inc manages
Franklin Shariah Technology Fund

SUB-ADVISER:

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 AND 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 Investment Managers

Six months to April 30, 2024

Market Performance

During the six months ended 30 April 2024, global financial markets benefitted from broadly cooling inflation and encouraging economic data that drove expectations for an economic soft landing in certain regions, particularly in the United States. At the beginning of 2024, investors generally expected that major developed market central banks, including the US Federal Reserve (Fed), would soon begin cutting interest rates aggressively. Later in the period, however, expectations for interest-rate cuts in the United States diminished amid cautious central bank comments, along with some higher-than-anticipated US inflation data.

As measured by MSCI indices in US-dollar terms, developed market stocks collectively reached a new record high and slightly outpaced a global index, while emerging market and frontier market stocks significantly lagged it. Global growth stocks substantially outperformed global value stocks. In broad terms, global stocks posted gains for each of the period's first five months, driven by optimism for imminent rate cuts by the Fed and other major central banks, excitement about artificial intelligence (AI), and better-than-expected corporate earnings reports. However, hotter-than-expected inflation reports in the United States and hawkish comments from the Fed pressured stocks in the period's last month.

US equities overall reached a new record high during 2024's first quarter, driven by rate-cut expectations, AI enthusiasm and stronger-than-expected earnings results, though they pared gains in April amid hotter-than-hoped inflation data and certain firms' weaker-than-consensus earnings reports and/or guidance. The Fed kept the federal funds target rate unchanged at a 23-year high and indicated it needed to gain greater confidence that inflation is progressing towards its target before cutting rates. Amid optimism the European Central Bank (ECB) would soon cut its key rates, European stocks also rose to a new record high during the first quarter, though they retreated slightly in April. The ECB kept its key refinancing rate at a 22-year high but indicated in April that a rate cut is possible if it becomes more confident that inflation is moving towards its target. In Asia, stocks rose overall, with Chinese stocks posting modest gains for the period and Japanese stocks rising to a new record high during the first quarter before paring gains in April. The People's Bank of China maintained the one-year loan prime rate (LPR) at a record low, cut the five-year LPR to a historical low and lowered the reserve requirement ratio for banks to the lowest level since 2007. The Bank of Japan exited its yield curve control, after earlier loosening moves, and ended its negative interest-rate policy by raising the rate to a still highly accommodative level.

Global Sukuk bonds, as represented by the Dow Jones Sukuk Index, rose over the six-month review period, despite continued volatility in fixed income markets. The Sukuk market slightly outperformed broader global bond indexes, such as the Bloomberg Global Aggregate Index, over the period. Meanwhile, global Sukuk bonds performed broadly in line with emerging market (EM) issues, as represented by the JP Morgan Emerging Market Bonds Index Global Diversified (EMBIGD), which tracks hard-currency EM government issues, with the latter asset class having been helped by the mixed performance of the US dollar during the six-month period under review.

The period was dominated by geopolitical factors, with a continuation of the war in Ukraine, as well as the conflict in the Middle East between Hamas and Israel. In fixed income markets, persistently elevated inflation and the subsequent effect this would have on future US monetary policy see-sawed investor sentiment and exacerbated market volatility.

In commodity markets, a well-supplied oil market kept prices in check throughout the fourth quarter of 2023, capping the biggest annual decline since 2020 even as global demand rose to record levels. Occasional war-related "uncertainty" premiums, along with production curbs set by OPEC+ (Organization of the Petroleum Exporting Countries and oil-producing allies), failed to consistently propel prices higher amid rising production from nations outside the cartel and concerns about slowing demand growth. However, oil prices were buoyed in the first four months of 2024 by receding supplies in the United States and Mexico, war-risk premiums tied to intensifying geopolitical conflicts in the Middle East and, more recently, Ukraine's drone strikes on Russian energy infrastructure. These developments coincided with surprisingly resilient demand growth around the world, even in Europe.

Fund Performance

Franklin Global Sukuk Fund

Franklin Global Sukuk Fund returned 4.9% on a gross basis and 4.1% on a net basis in the six months to 30 April 2024, compared with its benchmark, the Dow Jones Sukuk Index, which returned 4.2% over the same period, all in US dollars.

Security selection enhanced performance, notably in sovereigns, corporate financials and quasi-sovereigns.

Yield-curve positioning also contributed to returns, mainly due to Turkish-lira duration exposure, particularly carry. Malaysian-ringgit duration exposure also added value.

Asset allocation further lifted performance, notably an underweight exposure to supranationals and an overweight position in corporate industrials, offset partially by the negative impact of an off-benchmark allocation to treasuries.

In contrast, currency exposure weighed on results, owing to exposures to the Egyptian pound and Turkish lira.

Franklin Shariah Global Multi-Asset Income Fund

Franklin Shariah Global Multi-Asset Income Fund returned 10.20% on a net basis since its inception on November 1st, 2023, compared with its custom benchmark (60% MSCI ACWI Islamic Index + 40% Dow Jones Sukuk TR Index) which returned 10.02% over the same period, all in US dollars.

Equity selection enhanced returns across the period, notably in the information technology, materials and consumer discretionary sectors. A large allocation to US equities was a significant contributor to absolute returns.

Within Sukuk, asset allocation contributed to returns, primarily exposure to corporate industrials and quasi-sovereigns.

Yield-curve positioning also lifted performance, mainly owing to US-dollar duration exposure to medium-dated issues, although this was offset partially by the negative impact of exposure to the longer end of the curve. Turkish-lira duration exposure added value, particularly carry.

Elsewhere, security selection bolstered results, notably in quasi-sovereigns, diluted somewhat by the detrimental bearing of selection in corporate financials. In contrast, currency positioning detracted from returns due to exposure to the Turkish lira.

Franklin Shariah Technology Fund

For the period from 31 October 2023 to 30 April 2024, the fund returned 30.55% (net), while the S&P Global 1200 Shariah Information Technology (IT) Index returned 26.37%, both in US-dollar terms.

The fund outperformed its benchmark index based on strong stock selection in the IT sector, which averaged about 86% of the portfolio. Overall support stemmed from demand for generative artificial intelligence (genAI) that has gone parabolic, with many equity analysts attempting to reset their valuation targets and earnings forecasts across the widening AI ecosystem. One thing remained certain: No one knows for sure just how high the demand for AI will go if this boom continues, just as it was implausible for many analysts in early 2023 to perceive how an AI-driven semiconductor company like NVIDIA (the fund's single-largest investment at period-end) would soon be generating successive quarters of triple-digit percentage revenue and earnings-per-share growth.

The fund's outperformance of its benchmark was driven largely by a far lighter exposure to tech giant Apple than the capitalisation-weighted index—a key consideration as the company's stock return ended the period essentially flat as it missed out on the tech rally that characterised most of the six months under review. Apple released a better-than-expected fiscal first-quarter 2024 (1Q24) financial report, aided by improving profit margins and iPhone sales. However, investors were generally unimpressed. Apple has been affected by a sales slowdown in China (caused by factors such as the consequences of government bans and intensifying competition from Huawei, which is not held by the fund) and broader decelerating-growth challenges linked to the global sales of iPads and wearable products. Furthermore, the company did not offer much insight on its 2024 AI-related ambitions, though its total installed base of active devices reached a new record of 2.2 billion. Apple's fiscal 2Q24 guidance came in shy of consensus estimates for iPhone, services and overall revenues—which means it was shaping up to be the company's fifth revenue decline in the past six quarters. Additional relative gains in the technology hardware, storage and peripherals industry manifested through the fund's lack of exposure to several other index component companies that either sold off or lagged the benchmark average by wide margins.

To a much lesser extent, relative returns in the IT sector received additional support from strong stock selection in four out five other industries: software; IT services; communications equipment; and electronic equipment, instruments and components. Software remained our largest allocation within IT (averaging about 38% of total net assets), and it topped the benchmark based in part on stellar returns for key off-index contributors such as CrowdStrike Holdings and Datadog, both of which appreciated more than 50%. These gains combined with a highly beneficial underweighting in Microsoft (averaging about 9.1% of the portfolio versus more than 21% of the index's overall composition) as the company's six-month advance trailed the benchmark average by more than 10 percentage points. Microsoft—the fund's second-largest investment at April-end—topped consensus estimates across the board with its latest quarterly results, calling out Azure's cloud momentum and traction with AI monetisation. Like Microsoft, other hyperscale cloud vendors owned by the fund were seeing strong results backed by

AI-related demand. We think this indicates a return to new workload growth (i.e., companies are back to building applications and projects that they shelved in 2023 due to tighter budgets) and less business optimisation effort on existing workloads. Our analysis indicates net-new revenue added across the top three cloud services providers (including top-10 holdings Microsoft and Google-parent Alphabet) in 4Q23 was 40% higher than in 4Q22, and about in line with 4Q21. Several consumption-driven infrastructure software companies held by the fund were also benefitting from this uptrend.

In the IT services industry, strength in the internet services and infrastructure space was evident in the robust, benchmark-topping gains for Shopify (significant overweight), a cloud-based e-commerce platform that continues to gain momentum while enhancing its products with new technology. Fundamentally, the company has demonstrated strong sales and profitability trends (aided by declining operating expenses) as well as notable successes outside of North America. To promote further business growth, Shopify has integrated Shopify Magic, a suite of AI-enabled features, across its platform, which gives the company greater potential for profit margins to progress faster.

Mixed results in the semiconductors and semiconductor equipment industry were buoyed by outsized rallies in a handful of off-benchmark or overweighted holdings such as Arm Holdings (sold by period-end), Monolithic Power Systems (MPS), Applied Materials and NXP Semiconductors—all of which are at the heart of major secular trends, primarily AI-related. Arm's equity value skyrocketed as it embarked on a new multi-company partnership to advance AI and other technologies in the telecommunications space. Arm's central processing units (CPUs) are found in a wide variety of electronic devices, including personal computers, tablets, smartphones, thermostats, drones and smart televisions. Its CPUs are also the gold standard, helping to run hyperscale computers, data centres and cloud infrastructure services. Heading into the spring months, analysts were broadly optimistic about semiconductor industry earnings, which could potentially grow well above 30% this year and more than 25% in 2025 by some estimates. MPS's latest quarterly results exceeded consensus estimates as it continued to outperform many of its industry peers. MPS sits on the power circuitry side of the industry. Recently, its standout segment has been enterprise data, which is a direct AI beneficiary as MPS's voltage regulators are the companion of choice for most AI processors. MPS also announced the acquisition of privately held Axign, which specialises in audio processors based on digital signal processors. This is the second product-extension acquisition MPS has made in the past five years; the first was a data converter company. In the longer run (three to five years), we believe MPS could benefit from these complementary/additional growth drivers.

Turning to key detractors, all five of the fund's off-benchmark sector exposures—consumer discretionary, health care, communication services, real estate and consumer staples—substantially underperformed the IT sector and the index as a whole. When combined, these holdings averaged roughly 10% of the portfolio over the November 2023–April 2024 span. Although most of these allocations advanced in absolute terms, consumer discretionary stocks were outliers to the downside given the selloffs in advanced automotive technology and electric vehicle (EV) holdings—focused on off-benchmark Tesla and Mobileye Global—amid demand shifts. Mobileye, specialising in microchips used in driver assistance features, warned that its customers' excess inventories will impact sales and earnings this year, and sees 2024 revenue to fall 9% on a year-ago basis—far from the 23% consensus increase that analysts were expecting. Tesla's earnings were down 40% year-over-year in 2023 on flattish sales, with EV price reductions eroding profits, and the company also flagged an expected slowdown in 2024 production volumes as it develops its next-generation vehicle at Gigafactory Texas. We still like the longer-term growth prospects and think this step-down could prove reasonable as Tesla continues to ramp up facilities in Austin (Texas, US) and Berlin (Germany) while rolling out the new Cybertruck.

By the end of April, we had eliminated the fund's single-stock allocations in real estate and consumer staples while trimming exposures in health care and consumer discretionary companies. Within health care, the fund kept a solitary health care technology industry play with its off-benchmark investment in Veeva Systems, which posted a weak six-month gain that significantly trailed the benchmark return. Veeva, a provider of cloud-based software solutions to life sciences companies, has seen a deceleration in service revenues and some delays in business deals with cautious pharmaceutical companies.

The rest of the notable detractors dampened our otherwise solid results in the IT sector. Unfavourable stock selection and underweighting in the semiconductors and semiconductor equipment industry dented relative performance, as the fund lacked exposure to a few index component stocks that rallied well beyond the benchmark average. Meanwhile, GPU chip and AI infrastructure bellwether NVIDIA continued to impress with above-consensus sales and profitability; despite it being the fund's largest single investment and top absolute contributor (providing nearly a quarter of the fund's overall gain), relative returns were penalised due to our lighter-than-index exposure, which is a stance we take with most of the mega-capitalisation IT leaders. Our new and substantially underweighted investment in Broadcom (purchased during the period) suffered from adverse timing as our investment shed about 5% through period-end—a stark contrast with its full six-month gain of more than 50% on the benchmark index.

Software industry outperformance was pared by losses in Adobe (significant overweight) and sub-par gains for Synopsys (heavily overweighted), off-index Atlassian (sold by period-end) and others. In particular, Adobe sustained share-price losses linked to disappointing financial reports relative to lofty expectations. In the IT services industry, document-oriented database solutions provider MongoDB (not an index component) appreciated far less than the benchmark index.

Aside from our active investments, a 3.7% average cash position was a hindrance versus the benchmark as those assets were sidelined during the rally; as a result, cash had a bigger negative impact on relative performance than all security-level detractors except NVIDIA.

Templeton Shariah Global Equity Fund

For the six months ended 30 April 2024, the fund's Class A (acc) USD share class returned 15.22% (net), slightly underperforming the benchmark MSCI AC World Islamic Index-NR, which returned 15.28%, both in US-dollar terms. An underweight exposure to the energy sector and stock selection in the communication services sector detracted from relative performance, as did our cash position. Conversely, stock selection in the information technology, industrials and materials sectors supported relative performance.

The energy sector dragged on relative return due mainly to allocation effect. Specifically, overweight allocations in our selected integrated oil and gas stocks detracted, as these positions underperformed the benchmark. INPEX, Galp Energia and BP were the top detractors in the sector. We exited Galp Energia but stay invested in other core energy holdings, adding to the BP and Shell positions on share-price weakness recently. Broadly, oil and gas stocks were affected by fluctuations in oil prices, which weakened in the fourth quarter of 2023 before their recovery in the first quarter of 2024. Our investment approach is not dependent on near-term oil prices. In our view, our preferred energy companies stand out with high free cash flow yield and robust capital discipline, which have consistently led to compelling shareholder returns through dividends and share buybacks.

Other key detracting stocks included Kering in the consumer discretionary sector and Albemarle in the materials sector. With the broader luxury goods market already expected to face macroeconomic headwinds, the stock of Kering—whose brands include Gucci and Saint Laurent—underperformed its peers due to the company's slower organic growth resulting from uncertainties surrounding Gucci's turnaround. In our view, luxury companies are best-in-class compounders that could be bought during cyclical downturns; the key is deciding whether downward earnings-estimate revisions within the industry have bottomed out. We believe that is the case for both the industry and Kering. Moreover, we think Kering's reshuffled management and Gucci's new designer are poised to potentially stage a performance turnaround off a low base. As for Albemarle, it is a leading producer of lithium, which is an essential material for electric vehicle (EV) battery production. Albemarle's shares have continued to underperform the broader market amid weak lithium prices and headwinds in the EV industry, but we regard the stock as part of our exposure to EV's structural growth potential, which may yet drive lithium demand to potentially rise significantly within this decade. Our long-term view on the EV theme is also why we stay invested in LG Chem, another key detractor during the period under review. The chemical company is the majority owner of LG Energy Solution (not a fund holding), which is a leading battery producer.

At the other end of the spectrum, the information technology sector had rallied during most of the six-month period on market excitement driven by the growth prospects of the AI theme; rising expectations of interest-rate cuts by the Fed and other major developed market central banks had also benefitted growth stocks, including technology stocks. In tandem, several of our technology-related positions outperformed the benchmark, with Micron Technology, Applied Materials and Taiwan Semiconductor Manufacturing Company (American Depository Receipts) leading the relative contributors. These semiconductor-related majors are among our top 10 holdings, each with a compelling investment case. For instance, Applied Materials is a leading producer of front-end semiconductor equipment, which is critical for chip manufacturing. We believe Applied Materials is a high-quality company that is well-poised for the structural trends of chip demand growth and increasing chip production complexity. Its generous capital return policies should also bode well for investors. More broadly, information technology remained the fund's largest sector by weighting at period-end. We closed one position from the sector, a component producer, but we maintain a high conviction for our core selections in the semiconductor and software industries. In our view, these are companies with their potential valuation upside supported by robust fundamentals, strong competitive positions and long-term growth opportunities in the age of digitalisation and AI.

Also contributing to the fund's relative return were Hitachi and Mitsubishi Electric. Notably, the shares of Mitsubishi Electric surged in late April 2024 on better-than-expected earnings for its fiscal year ended 31 March 2024, as well as strong guidance for the current fiscal year's sales and operating margin. In addition to its future earnings power, Mitsubishi Electric's investment case is underpinned by its well-communicated commitment to improving shareholder returns and capital allocation through the sales of cross-shareholdings and non-core assets. This is a key theme that had also buoyed the broader Japanese market,

which was one of the fund's top contributing markets during the period under review. We believe this thematic driver should continue to support Japanese equities going forward. However, attention to bottom-up stock selection and risk/reward profiles remains key—the reason we closed three marginal positions in Japan over the past six months, in our effort to focus our exposure on higher-conviction holdings.

Outlook

Franklin Global Sukuk Fund

We regard the recent pullback in bond markets and tempering of rate cut expectations as welcome adjustments, particularly for investors looking to increase fixed income exposure. However, with disinflation likely to persist, we believe real yields and gross domestic product (GDP) growth are more likely to determine Fed policy. Recent US data points included first-quarter 2024 GDP growth that surprised to the downside and a March annual gain in the core Consumer Price Index that was above consensus forecasts, as shelter inflation remained high.

While the market calibrates the timing and magnitude of rate cuts, it is important to keep in focus that the transition from a peak rate environment to a cutting cycle is supportive for interest rates but potentially challenging for risk assets. With the expectation that the Fed may hold rates higher for longer, we believe pressure on consumers, companies and governments will continue to increase—particularly those with weaker financial profiles.

Our positioning, therefore, continues to show a preference for higher-quality credits that have financial buffers to manage slowing economic activity. Where we do take on higher-risk positions, they are increasingly selective and idiosyncratic and, in our view, compensate us for the elevated risks involved. On average, however, our portfolios do have higher credit quality than their historical average.

Rates volatility is likely to remain elevated as incoming economic data support conflicting growth and inflation narratives, along with a US presidential election cycle exacerbating policy uncertainty. We are maintaining our overweight duration positioning, which we look to increase further, particularly as credit spreads continue to perform and provide fewer opportunities for returns.

Our outlook supports an increase in defensive allocations to higher-quality fixed income sectors—of which global Sukuk are a good example—as we transition to rate cuts in 2024.

Franklin Shariah Global Multi-Asset Income Fund

We have retained our positive view of risk assets into May after the recent pullback in markets moderated equity valuations somewhat. A constructive view of growth in major developed market economies, alongside improving global leading indicators, has bolstered our view.

US inflation continues to trend downwards, despite a recent uptick. A recent escalation of tensions in the Middle East has the potential to impact energy prices and add to supply-side pressures, but core inflation should continue to ease as wage pressures moderate.

Against this background, the Fed has pushed back against market expectations of interest-rate cuts and may not lower rates until the third or fourth quarter of 2024, in our view. A slight extension of the 'higher-for-longer' rhetoric we saw in 2023 should not be overly detrimental to risk assets. As inflation risks evolve, we expect the ECB to begin its easing cycle earlier than the Fed, influenced by rapidly moderating inflation and a relatively weak economy. China is unlikely to pursue further monetary easing, in our view, while the Bank of Japan may accelerate interest-rate hikes amid rising wage pressures.

Our Sukuk positioning continues to show a preference for higher-quality credits that have financial buffers to manage slowing economic activity, meaning our portfolios do now have higher credit quality than their historical average. Where we do take on higher-risk positions, they are increasingly selective and idiosyncratic and, in our view, compensate us for the elevated risks involved. We are maintaining our overweight duration positioning, which we look to increase further, particularly as credit spreads continue to perform and provide fewer opportunities for returns.

Franklin Shariah Technology Fund

In the wake of generally robust earnings results for IT, we still believe the following four factors could continue to drive potentially strong sector returns in the coming months: (1) an inflection in revenue and earnings growth after several quarters of post-pandemic demand digestion; (2) resilient secular demand for digital transformation (DT) and the "application" phase of genAI; (3) a more stable inflation and interest-rate environment; and (4) reasonable equity valuations on an earnings growth-relative basis. We continue to position the fund to potentially benefit from IT spending recovery in the near term, as

well as from our expectation of robust secular growth in the long term, driven by AI, cloud computing and SaaS (software-as-a-service), and our other eight key DT sub-themes: new commerce; fintech and digital payments; digital media transformation and the rise of the metaverse; digital customer engagement; electrification and autonomy; IoT (Internet of Things) and 5G; cybersecurity; and the future of work.

Against a backdrop of improved revenue and earnings growth, our work throughout the recent corporate earnings season (covering 4Q23 and 1Q24) revealed additional signs that businesses are ready to reengage spending on DT initiatives, after pulling back for much of 2022 and 2023. We think this will be a gradual increase, not a sharp acceleration. Many companies across a widening array of industries are now experimenting with genAI, looking for ways to deploy the technology for either increased productivity or new revenue-generating opportunities. Within IT, we see evidence of this experimentation in cloud-computing providers and certain software companies. Our expectation is that this experimentation will evolve into new AI applications over the next few years, which should create a snowball effect for IT demand. In particular, we could see sustained growth opportunities for companies across semiconductors, technology infrastructure, application software and internet services, to name just a few. We continue to emphasise AI as a key theme because we believe it's a foundational new technology, one that could kick-start a sustained business upcycle for the IT sector. We also think the expansion of AI use cases should lead to increased market breadth and participation from companies further down the market-capitalisation spectrum.

While the 2023–2024 rally has lifted IT sector valuation multiples, we note that this multiple expansion has been concentrated in mega-cap companies, and that it has generally coincided with improving forward earnings expectations. As a result, we continue to see opportunities across several IT and communications services industries. When looking at the PEG (price to earnings relative to growth) ratio of the MSCI World IT Index, we'd highlight that during April the PEG stood just slightly above the five-year average, based on our analysis. In other words, despite the IT sector's robust returns, we don't believe investors are currently paying excessively for its attractive secular growth and quality characteristics. On quality, the sector overall has long had attractive balance sheet and profitability metrics, and we've seen the profitability profile improve further since 2022 as the cost of capital increased, incentivising more cost discipline.

Inflation appears to have generally eased in the United States and several other key geographies, a trend we believe will likely continue. On 20 March, the Fed held its key interest rate steady for the fifth consecutive meeting. For the high-growth IT sector, disinflation and stable or declining US Treasury yields are generally supportive of valuation, and we continue to assume a fairly stable yield environment for the remainder of 2024.

Despite ongoing business strength and reduced equity market volatility (versus year-ago levels), there are those who still see risks brewing in IT and tech-adjacent companies. The key risks we are monitoring include (1) the timing and magnitude of genAI demand; while optimistic, we acknowledge that near-term data may disappoint versus elevated market expectations. This dynamic was evident in the stock reactions following earnings reports from some companies widely considered to be "AI winners." The other main areas of concern involve (2) geopolitical risks, particularly around advanced technology export restrictions imposed on China and the extent to which these restrictions accelerate China's homegrown efforts to compete effectively in advanced semiconductors, hardware design and manufacturing; (3) regulatory risks, both from an antitrust perspective (i.e., elevated antitrust activity against mega-cap tech firms in the United States) and from an AI perspective as new regulatory/policy frameworks are being established rapidly; and (4) risks around decelerating global economic growth through the end of 2024 and the extent to which it impacts the consumer and, by extension, tech-focused markets such as e-commerce, digital payments, digital advertising, consumer hardware and electronics, and electric vehicles.

Templeton Shariah Global Equity Fund

Following the global equity rally that ran for much of the past six months, the pullback in April came as no surprise, as it reflected our expectations that the market may be range-bound going forward, with volatility potentially driven by an uncertain earnings growth outlook. In the macro backdrop, geopolitical tensions, the upcoming US election and the Fed's upended interest-rate cut timetable due to sticky US inflation are some of the additional sources of risks that may disrupt the global equity market. Overall, we are navigating what we consider to be a stockpicker's market, characterised by narrow advances and plenty of rotations. We will thus adopt a slightly defensive stance moving forward, maintaining our portfolio structure and paying attention to risk/reward optimisation.

In doing so, one of our main priorities is to avoid companies or sectors that, in our analysis, have high valuations that are not fully justified by their earnings growth outlook. With market expectations running high after the rally of the past 15 months, these market segments may be vulnerable to larger corrections if macro conditions or earnings trajectory disappoint investors. We will be mindful of this risk particularly in the information technology sector, which is the fund's largest weighting. While we maintain our high conviction and have been adding to our selected core positions in the sector, we may trim certain holdings and reduce risk exposure.

Having said that, we are ready to selectively allocate capital to new ideas or existing positions to create long-term value for our clients. Currently, the portfolio is roughly balanced between cyclical and growth sectors, and we are likely to maintain this structure as we invest further. However, we are seeing pockets of opportunities among cyclical companies whose valuations have yet to catch up with the broader stock rally, despite their strong fundamentals and growth prospects. For instance, we like industrials names that are poised for a capex (capital expenditure) cycle recovery and increased investment in areas such as decarbonisation, automotive solutions and energy production.

Geographically, the portfolio maintains its significant exposure to developed markets, especially the United States, with Japan still looking attractive due to its prospects of enhanced shareholder returns through corporate governance reforms. A similar theme is currently taking shape in South Korea, where market regulators have introduced a "Corporate Value-Up Programme" that also seeks to improve corporate governance and capital return policies. It is still in the early days and we think it's premature to expect the kind of market reactions we have seen in Japan; however, we will continue to track the South Korean market for potential opportunities. Meanwhile, we note that Chinese and Hong Kong stocks have recently shown potential signs of bottoming out of their oversold technical conditions. The portfolio has a single position in China that was added earlier in 2024, but at this point we do not plan to invest further. In our view, China still faces numerous structural headwinds at the policy and economic level. We may be open to selectively initiating tactical additions on what we consider to be compelling valuations, if at all, but we will refrain from meaningfully expand our exposure to China.

THE INVESTMENT MANAGERS

May 2024

Fund Performance

Percentage change to April 30, 2024

	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	4.1	–	(5.5)	6.7	24.8
Franklin Shariah Global Multi-Asset Income Fund ¹	A (acc) USD	01 Nov 23	–	–	–	–	10.2
Franklin Shariah Technology Fund	I (acc) USD	24 Feb 22	30.6	44.4	–	–	28.2
Templeton Shariah Global Equity Fund	A (acc) USD	10 Sep 12	15.2	12.0	10.9	35.1	69.6

*Please refer Note 1 for fund events.

The performance is based on the net asset values as calculated on the last business day of the period. Those net asset values reflect the market prices of the investments as of the last business day of the period. The performance is based on the change of the net asset value per share.

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”), 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 April 30, 2024

	Total	Franklin Global Sukuk Fund	Franklin Shariah Global Multi-Asset Income Fund*	Franklin Shariah Technology Fund
	(USD)	(USD)	(USD)	(USD)
ASSETS				
Investments in securities at market value (note 2(b))	865,514,294	647,725,628	9,667,292	106,830,256
Cash at bank and at brokers	35,554,305	28,580,566	103,997	2,017,937
Amounts receivable on subscriptions	1,071,531	814,225	9,647	86,805
Profit payments on Sukuk and dividends receivable, net	5,124,343	4,765,817	53,710	11,688
Unrealised profit on Shariah compliant forward foreign exchange contracts (notes 2(c), 3)	320	–	–	320
Other receivables	139,266	86,494	4,859	12,555
TOTAL ASSETS	907,404,059	681,972,730	9,839,505	108,959,561
LIABILITIES				
Amounts payable on purchases of investments	5,300,000	5,300,000	–	–
Amounts payable on redemptions	1,258,851	1,063,854	998	2,665
Investment management fees payable (note 5)	570,002	409,965	6,250	67,188
Interest payable	24,297	12,925	11,372	–
Payable to charity	127,010	–	568	1,866
Unrealised loss on Shariah compliant forward foreign exchange contracts (notes 2(c), 3)	126,235	122,004	–	4,231
Unrealised loss on Shariah compliant profit rate swap contracts (notes 2(d), 4)	5,455,922	5,455,922	–	–
Taxes and expenses payable	422,119	270,386	9,305	42,130
TOTAL LIABILITIES	13,284,436	12,635,056	28,493	118,080
TOTAL NET ASSETS	894,119,623	669,337,674	9,811,012	108,841,481
THREE YEAR ASSET SUMMARY				
October 31, 2023	739,562,457	612,971,653	–	39,418,758
October 31, 2022	560,361,369	471,883,137	–	7,924,929
October 31, 2021	454,902,030	365,827,635	–	–

*Please refer Note 1 for fund events.

Statement of Net Assets

As at April 30, 2024

**Templeton
Shariah
Global
Equity Fund**

(USD)

101,291,118
4,851,805
160,854
293,128

—

35,358

106,632,263

—

191,334

86,599

—

124,576

—

—

100,298

502,807

106,129,456

87,172,046

80,553,303

89,074,395

Statement of Operations and Changes in Net Assets

For the period ended April 30, 2024

	Total	Franklin Global Sukuk Fund	Franklin Shariah Global Multi-Asset Income Fund *	Franklin Shariah Technology Fund
	(USD)	(USD)	(USD)	(USD)
NET ASSETS AT THE BEGINNING OF THE PERIOD	739,562,457	612,971,653	–	39,418,758
INCOME				
Dividends (net of withholding taxes) (note 2 (f))	1,018,365	–	59,311	96,251
Profit payments on Sukuk (net of withholding taxes) (note 2 (f))	15,268,607	15,178,761	89,846	–
Sundry income	43	–	–	43
TOTAL INCOME	16,287,015	15,178,761	149,157	96,294
EXPENSES				
Investment management fees (note 5)	3,273,082	2,473,574	32,719	279,989
Administration and transfer agency fees	915,782	710,946	9,186	85,131
Directors fees	8,436	6,831	62	236
Subscription tax (note 8)	133,636	100,543	1,898	6,561
Depository fees	81,228	42,542	288	21,409
Audit fees	35,921	9,715	7,073	8,351
Printing and publishing expenses	47,931	39,567	367	1,201
Shariah compliance fees	110,514	36,166	15,372	23,026
Net expenses on swaps	790,723	790,723	–	–
Maintenance and service charges (note 9)	537,607	315,235	4,506	13,282
Other charges (note 10)	170,525	126,960	1,247	15,987
TOTAL EXPENSES	6,105,385	4,652,802	72,718	455,173
Expense reimbursement (note 11)	(626,849)	(475,690)	(23,851)	(79,293)
NET EXPENSES	5,478,536	4,177,112	48,867	375,880
NET INCOME/(EXPENSE) FROM INVESTMENTS	10,808,479	11,001,649	100,290	(279,586)
Net realised profit/(loss) on sale of investments	(242,407)	(4,511,775)	259,591	2,597,467
Net realised profit/(loss) on Shariah compliant forward foreign exchange contracts	199,175	203,876	–	(4,701)
Net realised profit/(loss) on foreign exchange transactions	(1,247,163)	(1,266,924)	2,520	1,217
NET REALISED PROFIT/(LOSS) FOR THE PERIOD	9,518,084	5,426,826	362,401	2,314,397
Change in net unrealised appreciation/(depreciation) on:				
Investments	42,361,740	20,474,297	387,620	9,492,278
Shariah compliant forward foreign exchange contracts	(14,099)	(10,632)	–	(3,467)
Shariah compliant profit rate swap contracts	1,115,219	1,115,219	–	–
Foreign exchange transactions	10,573	13,778	(106)	(97)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	52,991,517	27,019,488	749,915	11,803,111
DONATION TO CHARITY				
Purification of non-Shariah compliant Income (note 16)	(12,347)	–	(568)	(1,864)
Purification of net realised profit on non-shariah compliant profit (note 16)	(114,583)	–	–	–
NET DECREASE IN NET ASSETS AS A RESULT OF DONATION TO CHARITY	(126,930)	–	(568)	(1,864)
MOVEMENT OF CAPITAL				
Issue of shares	234,263,373	127,614,429	15,089,892	71,467,501
Redemption of shares	(126,724,889)	(92,431,939)	(6,017,742)	(13,846,061)
Equalisation (note 14)	301,606	291,849	9,197	36
	107,840,090	35,474,339	9,081,347	57,621,476
Dividends paid/accumulated	(6,147,511)	(6,127,806)	(19,682)	–
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL	101,692,579	29,346,533	9,061,665	57,621,476
NET ASSETS AT THE END OF THE PERIOD	894,119,623	669,337,674	9,811,012	108,841,481

*Please refer Note 1 for fund events.

Statement of Operations and Changes in Net Assets

For the period ended April 30, 2024

Templeton Shariah Global Equity Fund
(USD)
87,172,046
862,803
—
—
862,803
486,800
110,519
1,307
24,634
16,989
10,782
6,796
35,950
—
204,584
26,331
924,692
(48,015)
876,677
(13,874)
1,412,310
—
16,024
1,414,460
12,007,545
—
—
(3,002)
13,419,003
(9,915)
(114,583)
(124,498)
20,091,551
(14,429,147)
524
5,662,928
(23)
5,662,905
106,129,456

Statistical Information

	Total Expense Ratio April 30, 2024 (See note 15)	Shares Outstanding as at April 30, 2024	Net Asset Value per share as at April 30, 2024	Net Asset Value per share as at October 31, 2023	Net Asset Value per share as at October 31, 2022
Franklin Global Sukuk Fund - USD					
A (acc) EUR	1.50%	99,008.33	14.20	13.76	14.33
A (acc) USD	1.50%	4,045,532.14	12.48	11.99	11.66
A (Mdis) SGD	1.50%	8,315,952.08	8.47	8.33	8.75
A (Mdis) USD	1.50%	8,280,321.30	7.99	7.85	7.98
C (Mdis) USD	2.28%	69,673.08	8.11	7.99	8.19
I (acc) USD	0.86%	22,689,433.57	13.28	12.71	12.29
I (Qdis) USD	0.86%	778,262.87	9.72	9.52	9.56
M (acc) USD	1.88%	375,757.70	9.35	9.00	8.79
N (acc) EUR	2.45%	499,568.82	12.75	12.41	13.04
S (acc) EUR-H1 (hedged) *	0.45%	2,334.81	9.92	–	–
S (acc) USD *	0.45%	497,333.31	9.94	–	–
S (Qdis) EUR-H1 (hedged) *	0.45%	2,334.81	9.92	–	–
S (Qdis) GBP-H1 (hedged) *	0.45%	137,437.51	9.94	–	–
S (Qdis) USD *	0.45%	1,291,077.11	9.94	–	–
W (acc) USD	0.90%	1,416,415.52	11.44	10.95	10.59
W (Qdis) EUR-H1 (hedged)	0.90%	64,995.37	7.33	7.24	7.49
W (Qdis) GBP-H1 (hedged)	0.90%	1,851,959.04	8.63	8.47	8.63
W (Qdis) USD	0.90%	12,396,479.76	8.37	8.20	8.28
X (Qdis) USD	0.28%	2,267,811.90	8.73	8.53	8.56
Y (Mdis) USD *	0.02%	100.00	9.89	–	–
Franklin Shariah Global Multi-Asset Income Fund - USD*					
A (acc) USD	1.75%	85,587.06	11.02	–	–
A (Mdis) USD	1.75%	127,054.30	10.84	–	–
I (Mdis) USD	0.96%	65,264.53	11.06	–	–
W (acc) GBP	1.00%	23,667.47	10.75	–	–
W (acc) USD	1.00%	583,255.08	11.06	–	–
W (Mdis) GBP	1.00%	82.56	10.76	–	–
W (Mdis) USD	1.00%	100.00	11.06	–	–
Y (Mdis) USD	0.06%	100.00	10.00	–	–
Franklin Shariah Technology Fund - USD					
A (acc) SGD	1.87%	135,014.57	11.04	8.52	7.01
A (acc) SGD-H1 (hedged)	1.87%	39,064.52	10.41	8.09	6.57
A (acc) USD	1.87%	560,861.17	10.95	8.42	6.70
I (acc) USD	0.90%	7,744,496.11	12.82	9.82	7.73
W (acc) USD	0.95%	159,952.40	12.80	9.81	7.73
Templeton Shariah Global Equity Fund - USD					
A (acc) SGD	1.90%	1,218,034.62	17.56	15.30	14.05
A (acc) USD	1.90%	1,827,423.09	16.96	14.72	13.07
AS (acc) SGD	1.75%	4,480,276.58	15.43	13.43	12.31
I (acc) USD	1.05%	470,122.16	18.75	16.21	14.27
X (Ydis) USD	0.35%	102.67	13.66	11.99	10.69

*This Fund / share class was launched during the period

Notes to Financial Statements

For the period ended April 30, 2024

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 4 sub-funds of the Company (each of which referred to as the "Fund" and collectively referred to as 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.

Fund Launch

Franklin Shariah Global Multi-Asset Income Fund was launched on November 1, 2023.

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 those 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 April 30, 2024, a Market Level Fair Valuation was applied to the following Funds:

- Franklin Shariah Global Multi-Asset Income Fund
- 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 period under review, gains and losses on investment securities sold were computed on the average cost basis for all Funds.

Note 2 - Significant accounting policies (continued)

(b) Investment in securities (continued)

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

(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 period 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 period.

The reference currency of the Company as reflected in the financial statements is U.S. dollar. The principal exchange rates applied as at April 30, 2024, are as follows:

AUD	1.5438	HKD	7.8228	SGD	1.3651
BRL	5.1920	IDR	16260.0000	THB	37.1800
CAD	1.3768	JPY	157.7150	TRY	32.3863
CHF	0.9192	KRW	1385.9900	TWD	32.6210
CLP	960.0500	MYR	4.7725	ZAR	18.8186
EUR	0.9369	NOK	11.1082		
GBP	0.8002	NZD	1.6971		

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.

Note 2 - Significant accounting policies (continued)**(g) Senior floating rate interest (continued)**

The interest rate is a general indicator. Although the Funds do 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 April 30, 2024, 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.

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 period.

In the case of a swing pricing event on the last day of the period 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 period end, as disclosed in the Statistical Information, would include the swing pricing adjustment.

During the period ended April 30, 2024, swing pricing adjustments affected the net asset value per share of the following Fund:

- Franklin Shariah Global Multi-Asset Income Fund

Note 3 - Shariah compliant forward foreign exchange contracts

As at April 30, 2024, 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	528,894	USD	569,444	05/15/2024	(4,653)
GBP	17,691,274	USD	22,224,044	05/15/2024	(114,610)
USD	6,192	EUR	5,829	05/15/2024	(32)
USD	462,344	GBP	372,121	05/15/2024	(2,709)
					(122,004)

The above contracts were opened with the below counterparties:

J.P. Morgan	(122,004)
	(122,004)

Franklin Shariah Technology Fund

Purchases		Sales		Maturity Date	Unrealised profit/(loss) USD
Forward foreign exchange contracts used for share class hedging:					
SGD	615,147	USD	455,155	05/15/2024	(4,231)
USD	145,715	SGD	198,347	05/15/2024	320
					(3,911)

The above contracts were opened with the below counterparties:

J.P. Morgan	(3,911)
	(3,911)

Note 4 - Shariah compliant profit rate swap contracts

As at April 30, 2024, 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	(3,903,569)
27,000,000	Receive fixed 3.521% Pay floating SOFR 1 day	J.P. Morgan	09/29/2032	USD	(1,552,353)
					(5,455,922)

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 period. The following percentages were applied in respect of the Funds during the period end.

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 and Y 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 S	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%	up to 0.70%	0.70%
Franklin Shariah Global Multi-Asset Income Fund	1.00%	0.70%	NA	NA	0.70%
Franklin Shariah Technology Fund	1.00%	0.70%	NA	NA	0.70%
Templeton Shariah Global Equity Fund	1.00%	0.70%	NA	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 period ended April 30, 2024.

During the period ended April 30, 2024, 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.

Note 8 - Taxation (continued)

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.

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, up to 5.75% for Franklin Shariah Global Multi-Asset Income Fund and 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 Franklin Shariah Global Multi-Asset Income Fund, Franklin Shariah Technology Fund and Templeton Shariah Global Equity 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 servicing 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 S shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class S 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.

Note 9 - Share classes (continued)

Class Y Shares: are not subject to an entry charge and no management fees will be payable by an investor on the acquisition of Class Y shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class Y 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 period 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 period ended April 30, 2024, the Company incurred the following transaction costs:

Fund Name	Currency	Amount*
Franklin Global Sukuk Fund	USD	–
Franklin Shariah Global Multi-Asset Income Fund#	USD	6,466
Franklin Shariah Technology Fund	USD	17,287
Templeton Shariah Global Equity Fund	USD	56,140

*Please refer Note 1 for fund events.

*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 period ended April 30, 2024. 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 period, 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.

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 period ended April 30, 2024, 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	DEU	Germany	KWT	Kuwait	SAU	Saudi Arabia
AUS	Australia	ESP	Spain	LUX	Luxembourg	SGP	Singapore
BHR	Bahrain	FRA	France	MDV	Maldives	SP	Supranational
BRA	Brazil	GBR	United Kingdom	MYS	Malaysia	THA	Thailand
CAN	Canada	IDN	Indonesia	NLD	Netherlands	TUR	Turkey
CHE	Switzerland	IRL	Ireland	NOR	Norway	TWN	Taiwan
CHL	Chile	ISR	Israel	NZL	New Zealand	USA	United States of America
CHN	China	JPN	Japan	PHL	Philippines	ZAF	South Africa
CYM	Cayman Islands	KOR	South Korea	QAT	Qatar		

Currencies

AUD	Australian Dollar	EUR	Euro	KRW	South Korean Won	THB	Thai Baht
BRL	Brazilian Real	GBP	British Pound Sterling	MYR	Malaysian Ringgit	TRY	Turkish Lira
CAD	Canadian Dollar	HKD	Hong Kong Dollar	NOK	Norwegian Krone	TWD	New Taiwan Dollar
CHF	Swiss Franc	IDR	Indonesian Rupiah	NZD	New Zealand Dollar	USD	US Dollar
CLP	Chilean Peso	JPY	Japanese Yen	SGD	Singapore Dollar	ZAR	South African Rand

Note 18 - Additional Information

The current political and financial uncertainty surrounding Russian military operations in the sovereign territory of Ukraine has increased market volatility and the economic risk of investing in securities in these countries and other impacted countries within the region. Due to the sanctions, actions by governments, developments in Ukraine itself and other circumstances, the Manager continues to assess the impact on valuation and liquidity and will take any potential actions needed, in accordance with the Company’s valuation policies and procedures.

Tensions between Russia and Ukraine, and Israel and Palestine, may result in the global economy being adversely affected, along with the economies of certain nations and individual issuers. Although the Funds have no exposure to the Russian or Ukrainian markets and to the Israeli or Palestinian markets, the share price of some share classes may be affected by wider market volatility

Note 19 - Subsequent events

There have been no subsequent events since reporting date.

Schedule of Investments, April 30, 2024

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				
26,800,000	Saudi Electricity Sukuk Programme Co., Reg. S 5.684% 04/11/2053	SAU	USD	25,569,505	3.82
24,550,000	DP World Crescent Ltd., Reg. S 5.5% 09/13/2033	ARE	USD	24,076,038	3.60
22,482,000	ROP Sukuk Trust, Reg. S 5.045% 06/06/2029	PHL	USD	22,144,770	3.31
22,048,000	SA Global Sukuk Ltd., Reg. S 2.694% 06/17/2031	SAU	USD	18,526,934	2.77
17,385,000	TMS Issuer SARL, Reg. S 5.78% 08/23/2032	SAU	USD	17,550,158	2.62
16,735,000	DAE Sukuk DIFC Ltd., Reg. S 3.75% 02/15/2026	ARE	USD	16,117,646	2.41
15,650,000	ANB Sukuk Ltd., Reg. S 3.326% 10/28/2030	SAU	USD	14,944,811	2.23
14,243,000	DP World Salaam, Reg. S 6% Perpetual	ARE	USD	14,148,355	2.11
13,489,000	AIR Lease Corp. Sukuk Ltd., Reg. S 5.85% 04/01/2028	USA	USD	13,381,969	2.00
13,250,000	Mdgh Sukuk Ltd., Reg. S 4.959% 04/04/2034	ARE	USD	12,926,700	1.93
11,575,000	Suci Second Investment Co., Reg. S 6.25% 10/25/2033	SAU	USD	12,257,971	1.83
12,165,000	Saudi Electricity Global Sukuk Co. 3, Reg. S 5.5% 04/08/2044	SAU	USD	11,600,690	1.73
11,475,000	KIB Sukuk Ltd., Reg. S 2.375% 11/30/2030	KWT	USD	10,841,924	1.62
10,450,000	Alpha Star Holding VII Ltd., Reg. S 7.75% 04/27/2026	ARE	USD	10,520,475	1.57
11,100,000	Dua Capital Ltd., Reg. S 2.78% 05/11/2031	MYS	USD	9,281,433	1.39
9,500,000	AUB Sukuk Ltd., Reg. S 2.615% 09/09/2026	BHR	USD	8,835,057	1.32
9,435,000	Aldar Sukuk No. 2 Ltd., Reg. S 3.875% 10/22/2029	ARE	USD	8,698,457	1.30
8,700,000	EMG Sukuk Ltd., Reg. S 4.564% 06/18/2024	ARE	USD	8,675,031	1.30
8,730,000	TNB Global Ventures Capital Bhd., Reg. S 3.244% 10/19/2026	MYS	USD	8,247,516	1.23
8,365,000	MAF Sukuk Ltd., Reg. S 4.5% 11/03/2025	ARE	USD	8,198,879	1.23
7,000,000	Suci Second Investment Co., Reg. S 6% 10/25/2028	SAU	USD	7,125,489	1.06
6,300,000	QIB Sukuk Ltd., Reg. S 5.581% 11/22/2028	QAT	USD	6,378,485	0.95
6,450,000	Saudi Electricity Sukuk Programme Co., Reg. S 5.194% 02/13/2034	SAU	USD	6,330,830	0.95
6,000,000	Almarai Co. JSC, Reg. S 5.233% 07/25/2033	SAU	USD	5,975,796	0.89
6,215,000	DIB Sukuk Ltd., Reg. S 2.95% 01/16/2026	ARE	USD	5,946,475	0.89
5,820,000	Riyad Sukuk Ltd., Reg. S 3.174% 02/25/2030	SAU	USD	5,669,105	0.85
5,473,000	Dar Al-Arkan Sukuk Co. Ltd., Reg. S 6.75% 02/15/2025	SAU	USD	5,447,605	0.81
5,811,000	SNB Sukuk Ltd., Reg. S 2.342% 01/19/2027	SAU	USD	5,350,071	0.80
5,735,000	Boubyan Tier 1 Sukuk Ltd., Reg. S 3.95% Perpetual	KWT	USD	5,312,130	0.79
5,300,000	KIB Tier 1 Sukuk 2 Ltd., Reg. S 6.625% Perpetual	CYM	USD	5,303,939	0.79
5,655,000	NCB Tier 1 Sukuk Ltd., Reg. S 3.5% Perpetual	SAU	USD	5,262,373	0.79
5,415,000	Saudi Electricity Sukuk Programme Co., Reg. S 5.684% 04/11/2053	SAU	USD	5,136,236	0.77
5,140,000	Aldar Sukuk Ltd., Reg. S 4.75% 09/29/2025	ARE	USD	5,053,401	0.76
4,700,000	SA Global Sukuk Ltd., Reg. S 0.946% 06/17/2024	SAU	USD	4,667,095	0.70
4,515,000	Banque Saudi Fransi, Reg. S 4.75% 05/31/2028	SAU	USD	4,402,938	0.66
4,265,000	MAR Sukuk Ltd., Reg. S 2.21% 09/02/2025	QAT	USD	4,067,168	0.61
4,210,000	Saudi Electricity Global Sukuk Co. 5, Reg. S 1.74% 09/17/2025	SAU	USD	3,988,415	0.60
3,400,000	Alinma Tier 1 Sukuk Ltd., Reg. S 6.5% Perpetual	SAU	USD	3,419,326	0.51
3,580,000	Aldar Investment Properties Sukuk Ltd., Reg. S 4.875% 05/24/2033	ARE	USD	3,412,241	0.51
3,680,000	Riyad Tier 1 Sukuk Ltd., Reg. S 4% Perpetual	SAU	USD	3,410,918	0.51
3,350,000	Senaat Sukuk Ltd., Reg. S 4.76% 12/05/2025	ARE	USD	3,309,234	0.49
3,500,000	Dua Capital Ltd., Reg. S 1.658% 05/11/2026	MYS	USD	3,230,910	0.48
3,000,000	EI Sukuk Co. Ltd., Reg. S 2.082% 11/02/2026	ARE	USD	2,769,561	0.41
2,815,000	Fab Sukuk Co. Ltd., Reg. S 2.5% 01/21/2025	ARE	USD	2,749,575	0.41
2,900,000	Saudi Telecom Co., Reg. S 3.89% 05/13/2029	SAU	USD	2,733,820	0.41
2,750,000	Unity 1 Sukuk Ltd., Reg. S 2.394% 11/03/2025	ARE	USD	2,628,513	0.39
2,550,000	Suci Second Investment Co., Reg. S 5.171% 03/05/2031	SAU	USD	2,492,380	0.37
2,590,000	Fab Sukuk Co. Ltd., Reg. S 1.411% 01/14/2026	ARE	USD	2,414,566	0.36
2,250,000	Warba Tier 1 Sukuk 2 Ltd., Reg. S 4% Perpetual	KWT	USD	2,103,750	0.31
2,000,000	DP World Crescent Ltd., Reg. S 3.875% 07/18/2029	ARE	USD	1,845,080	0.28
1,790,000	DIB Tier 1 Sukuk 4 Ltd., Reg. S 4.625% Perpetual	ARE	USD	1,715,670	0.26
1,500,000	DIB Sukuk Ltd., Reg. S 5.493% 11/30/2027	ARE	USD	1,509,960	0.23
1,700,000	Saudi Electricity Global Sukuk Co. 5, Reg. S 2.413% 09/17/2030	SAU	USD	1,427,198	0.21
1,443,970	Khadrawy Ltd., Reg. S 2.471% 03/31/2025	ARE	USD	1,420,506	0.21
1,000,000	MAR Sukuk Ltd., Reg. S 3.025% 11/13/2024	QAT	USD	984,399	0.15
999,000	Al Rajhi Sukuk Ltd., Reg. S 4.75% 04/05/2028	SAU	USD	977,542	0.15
8,820,000	Asya Sukuk Co. Ltd., Reg. S, FRN 0.004% 03/28/2023 ^s	TUR	USD	220,500	0.03
300,000	SD International Sukuk Ltd., Reg. S 6.3% 05/09/2022 ^s	MYS	USD	3,003	—
				412,740,522	61.67

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	23,935,664	3.58
19,689,000	Maldives Sukuk Issuance Ltd., Reg. S 9.875% 04/08/2026	MDV	USD	17,916,608	2.68
15,385,000	Sharjah Sukuk Program Ltd., Reg. S 6.092% 03/19/2034	ARE	USD	15,598,498	2.33
13,475,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.15% 03/29/2027	IDN	USD	13,015,608	1.95
13,440,000	KSA Sukuk Ltd., Reg. S 4.511% 05/22/2033	SAU	USD	12,700,639	1.90
8,545,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.4% 03/01/2028	IDN	USD	8,250,381	1.23
10,685,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 3.8% 06/23/2050	IDN	USD	7,820,245	1.17
8,228,000	Malaysia Wakala Sukuk Bhd., Reg. S 2.07% 04/28/2031	MYS	USD	6,821,793	1.02
7,750,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 2.8% 06/23/2030	IDN	USD	6,707,234	1.00
8,000,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 2.55% 06/09/2031	IDN	USD	6,643,065	0.99
4,870,000	CBB International Sukuk Programme Co. WLL, Reg. S 6.25% 11/14/2024	BHR	USD	4,870,263	0.73
4,705,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.325% 05/28/2025	IDN	USD	4,649,288	0.70
4,765,000	KSA Sukuk Ltd., Reg. S 4.303% 01/19/2029	SAU	USD	4,579,937	0.68
4,685,000	Sharjah Sukuk Program Ltd., Reg. S 4.226% 03/14/2028	ARE	USD	4,445,339	0.66
4,120,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.7% 06/06/2032	IDN	USD	3,906,017	0.58
3,736,000	Sharjah Sukuk Program Ltd., Reg. S 2.942% 06/10/2027	ARE	USD	3,439,918	0.51
3,035,000	KSA Sukuk Ltd., Reg. S 2.25% 05/17/2031	SAU	USD	2,505,575	0.37
2,500,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 3.9% 08/20/2024	IDN	USD	2,488,282	0.37
2,540,000	Sharjah Sukuk Program Ltd., Reg. S 3.854% 04/03/2026	ARE	USD	2,447,961	0.37
2,325,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 4.35% 09/10/2024	IDN	USD	2,313,994	0.35
1,329,000	Malaysia Sovereign Sukuk Bhd., Reg. S 3.043% 04/22/2025	MYS	USD	1,297,514	0.19
				<u>156,353,823</u>	<u>23.36</u>
Supranational					
7,025,000	ICDPS Sukuk Ltd., Reg. S 1.81% 10/15/2025	SP	USD	6,645,650	0.99
				<u>6,645,650</u>	<u>0.99</u>
TOTAL SUKUK				<u>575,739,995</u>	<u>86.02</u>
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				575,739,995	86.02
TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET					
COMMERCIAL PAPERS					
Supranational					
500,000	International Islamic Liquidity Management 2 SA, Reg. S 5.27% 07/11/2024	SP	USD	495,650	0.07
				<u>495,650</u>	<u>0.07</u>
TOTAL COMMERCIAL PAPERS				<u>495,650</u>	<u>0.07</u>
WARRANTS					
Consumer Staples Distribution & Retail					
441,300	Pure Harvest Smart Farms Sukuk Ltd. 06/30/2027	ARE	USD	1,619,686	0.24
				<u>1,619,686</u>	<u>0.24</u>
TOTAL WARRANTS				<u>1,619,686</u>	<u>0.24</u>
SUKUK					
Corporate Sukuk					
6,500,000	Arabian Centres Sukuk III Ltd., Reg. S 9.5% 03/06/2029	SAU	USD	6,695,000	1.00
5,350,000	Ahli United Sukuk Ltd., Reg. S 3.875% Perpetual	KWT	USD	4,972,771	0.74
2,600,000	Alpha Star Holding VIII Ltd., Reg. S 8.375% 04/12/2027	ARE	USD	2,655,115	0.40
1,690,000	MAF Sukuk Ltd., Reg. S 3.933% 02/28/2030	ARE	USD	1,550,952	0.23
8,140,000	SD International Sukuk II Ltd., Reg. S 6.997% 03/12/2025 ⁵	MYS	USD	112,332	0.02
				<u>15,986,170</u>	<u>2.39</u>
Government and Municipal Sukuk					
30,000,000	Malaysia Government Sukuk 4.07% 09/30/2026	MYS	MYR	6,353,989	0.95
				<u>6,353,989</u>	<u>0.95</u>
TOTAL SUKUK				<u>22,340,159</u>	<u>3.34</u>
TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				24,455,495	3.65

Franklin Global Sukuk Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SUKUK				
	Corporate Sukuk				
498,000,000	KT 23 CP Co. Ltd. 1% 02/09/2025**	CYM	TRY	15,376,896	2.30
3,050,000	RSS Sukuk Co. Ltd., FRN 12% 12/31/2027**	ARE	USD	3,117,424	0.46
1,500,000	Moove IO 12% 07/26/2027**	ARE	USD	1,539,133	0.23
5,813,000	NMC Healthcare Sukuk Ltd., Reg. S 5.95% 11/21/2023**§	ARE	USD	—	—
				20,033,453	2.99
	Government and Municipal Sukuk				
28,000,000	Al Mi'yar Capital SA 4.25% 02/15/2054**	LUX	USD	27,496,685	4.11
				27,496,685	4.11
	TOTAL SUKUK			47,530,138	7.10
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
				47,530,138	7.10
	TOTAL INVESTMENTS			647,725,628	96.77

§ This Sukuk is currently in default

** These securities are submitted to a Fair Valuation

Schedule of Investments, April 30, 2024

Franklin Shariah Global Multi-Asset Income 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				
1,689	Cie Generale des Etablissements Michelin SCA	FRA	EUR	64,895	0.66
				64,895	0.66
	Automobiles				
6,897	Stellantis NV	USA	USD	153,803	1.57
122,964	BAIC Motor Corp. Ltd., 'H', Reg. S, 144A	CHN	HKD	34,872	0.35
2,281	Yamaha Motor Co. Ltd.	JPN	JPY	21,276	0.22
				209,951	2.14
	Biotechnology				
432	Neurocrine Biosciences, Inc.	USA	USD	59,417	0.61
601	Gilead Sciences, Inc.	USA	USD	39,185	0.40
196	AbbVie, Inc.	USA	USD	31,878	0.32
				130,480	1.33
	Building Products				
377	Masco Corp.	USA	USD	25,806	0.26
				25,806	0.26
	Chemicals				
488	LyondellBasell Industries NV 'A'	USA	USD	48,785	0.50
				48,785	0.50
	Commercial Services & Supplies				
1,253	SPIE SA	FRA	EUR	45,564	0.46
				45,564	0.46
	Communications Equipment				
2,988	Cisco Systems, Inc.	USA	USD	140,376	1.43
				140,376	1.43
	Construction Materials				
300	CRH plc	USA	USD	23,226	0.24
				23,226	0.24
	Containers & Packaging				
670	Packaging Corp. of America	USA	USD	115,897	1.18
879	Smurfit Kappa Group plc	IRL	EUR	38,090	0.39
				153,987	1.57
	Diversified Telecommunication Services				
21,500	Singapore Telecommunications Ltd.	SGP	SGD	37,287	0.38
116,715	Telkom Indonesia Persero Tbk. PT	IDN	IDR	22,626	0.23
2,246	Spark New Zealand Ltd.	NZL	NZD	6,313	0.07
				66,226	0.68
	Electric Utilities				
820,811	Enel Americas SA	CHL	CLP	76,947	0.78
				76,947	0.78
	Electrical Equipment				
1,342	Emerson Electric Co.	USA	USD	144,641	1.47
1,594	NEXTracker, Inc. 'A'	USA	USD	68,207	0.70
152	Schneider Electric SE	USA	EUR	34,661	0.35
				247,509	2.52
	Food Products				
815	Kraft Heinz Co. (The)	USA	USD	31,467	0.32
3,381	Orkla ASA	NOR	NOK	23,000	0.24
				54,467	0.56
	Health Care Equipment & Supplies				
2,082	Medtronic plc	USA	USD	167,060	1.70
124	Lantheus Holdings, Inc.	USA	USD	8,251	0.09
				175,311	1.79
	Health Care Providers & Services				
494	Cencora, Inc.	USA	USD	118,091	1.20
999	CVS Group plc	GBR	GBP	12,222	0.13
				130,313	1.33
	Household Durables				
1,142	PulteGroup, Inc.	USA	USD	127,242	1.30

Franklin Shariah Global Multi-Asset Income Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
5	NVR, Inc.	USA	USD	37,194	0.38
1,511	Persimmon plc	GBR	GBP	24,470	0.25
				188,906	1.93
	Household Products				
243	Procter & Gamble Co. (The)	USA	USD	39,658	0.40
				39,658	0.40
	Industrial Conglomerates				
58,903	Sime Darby Bhd.	MYS	MYR	34,484	0.35
				34,484	0.35
	Interactive Media & Services				
744	Alphabet, Inc. 'A'	USA	USD	121,108	1.23
				121,108	1.23
	IT Services				
637	GoDaddy, Inc. 'A'	USA	USD	77,956	0.79
				77,956	0.79
	Machinery				
1,189	Komatsu Ltd.	JPN	JPY	35,499	0.36
419	Atmus Filtration Technologies, Inc.	USA	USD	12,691	0.13
				48,190	0.49
	Marine Transportation				
19,832	Evergreen Marine Corp. Taiwan Ltd.	TWN	TWD	115,207	1.17
				115,207	1.17
	Metals & Mining				
2,453	Rio Tinto plc	AUS	GBP	165,985	1.69
7,878	Fortescue Ltd.	AUS	AUD	130,563	1.33
4,931	Kumba Iron Ore Ltd.	ZAF	ZAR	121,455	1.24
465	Nucor Corp.	USA	USD	78,367	0.80
				496,370	5.06
	Oil, Gas & Consumable Fuels				
2,068	HF Sinclair Corp.	USA	USD	112,189	1.14
8,393	Exxaro Resources Ltd.	ZAF	ZAR	80,425	0.82
4,038	Repsol SA	ESP	EUR	63,387	0.65
7,329	Petroleo Brasileiro SA	BRA	BRL	62,478	0.64
785	TotalEnergies SE	FRA	EUR	56,995	0.58
3,074	Inpex Corp.	JPN	JPY	46,048	0.47
6,544	PTT Exploration & Production PCL	THA	THB	27,287	0.28
1,685	Crescent Point Energy Corp.	CAN	CAD	14,858	0.15
567	Aker BP ASA	NOR	NOK	13,752	0.14
				477,419	4.87
	Personal Care Products				
1,045	BellRing Brands, Inc.	USA	USD	57,653	0.59
1,028	Unilever plc	GBR	GBP	53,183	0.54
				110,836	1.13
	Pharmaceuticals				
1,046	Johnson & Johnson	USA	USD	151,241	1.54
1,116	Merck & Co., Inc.	USA	USD	144,209	1.47
668	Novartis AG	CHE	CHF	64,838	0.66
1,189	Otsuka Holdings Co. Ltd.	JPN	JPY	50,838	0.52
991	Takeda Pharmaceutical Co. Ltd.	JPN	JPY	26,046	0.27
181	Sanofi SA	USA	EUR	17,883	0.18
1,189	Ono Pharmaceutical Co. Ltd.	JPN	JPY	17,126	0.17
66	Roche Holding AG	USA	CHF	15,815	0.16
459	GSK plc	USA	GBP	9,524	0.10
				497,520	5.07
	Semiconductors & Semiconductor Equipment				
159	KLA Corp.	USA	USD	109,597	1.12
122	NVIDIA Corp.	USA	USD	105,410	1.08
81	Broadcom, Inc.	USA	USD	105,322	1.07
584	QUALCOMM, Inc.	USA	USD	96,856	0.99
461	Applied Materials, Inc.	USA	USD	91,578	0.93
8,000	ASE Technology Holding Co. Ltd.	TWN	TWD	35,924	0.37
1,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	23,900	0.24
82	NXP Semiconductors NV	CHN	USD	21,008	0.21

Franklin Shariah Global Multi-Asset Income Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
121	Advanced Micro Devices, Inc.	USA	USD	19,164	0.20
				608,759	6.21
	Software				
1,911	Microsoft Corp.	USA	USD	744,010	7.58
2,379	Trend Micro, Inc.	JPN	JPY	117,233	1.20
27	Constellation Software, Inc.	CAN	CAD	69,508	0.71
				930,751	9.49
	Technology Hardware, Storage & Peripherals				
1,104	Dell Technologies, Inc. 'C'	USA	USD	137,603	1.41
2,801	HP, Inc.	USA	USD	78,680	0.80
683	NetApp, Inc.	USA	USD	69,809	0.71
390	Wiwynn Corp.	TWN	TWD	27,694	0.28
31	Super Micro Computer, Inc.	USA	USD	26,623	0.27
				340,409	3.47
	Wireless Telecommunication Services				
1,189	KDDI Corp.	JPN	JPY	32,993	0.34
				32,993	0.34
	TOTAL SHARES			5,714,409	58.25
	SUKUK				
	Corporate Sukuk				
250,000	TMS Issuer SARL, Reg. S 5.78% 08/23/2032	SAU	USD	252,375	2.57
215,000	ROP Sukuk Trust, Reg. S 5.045% 06/06/2029	PHL	USD	211,775	2.16
200,000	Suci Second Investment Co., Reg. S 6% 10/25/2028	SAU	USD	203,585	2.08
200,000	Aldar Sukuk Ltd., Reg. S 4.75% 09/29/2025	ARE	USD	196,631	2.00
200,000	DP World Crescent Ltd., Reg. S 5.5% 09/13/2033	ARE	USD	196,139	2.00
200,000	MAF Sukuk Ltd., Reg. S 4.5% 11/03/2025	ARE	USD	196,028	2.00
200,000	Fab Sukuk Co. Ltd., Reg. S 2.5% 01/21/2025	ARE	USD	195,352	1.99
200,000	Mdgh Sukuk Ltd., Reg. S 4.959% 04/04/2034	ARE	USD	195,120	1.99
200,000	DAE Sukuk Dific Ltd., Reg. S 3.75% 02/15/2026	ARE	USD	192,622	1.96
200,000	ANB Sukuk Ltd., Reg. S 3.326% 10/28/2030	SAU	USD	190,988	1.95
200,000	Saudi Electricity Sukuk Programme Co., Reg. S 5.684% 04/11/2053	SAU	USD	190,817	1.95
200,000	Saudi Electricity Global Sukuk Co. 3, Reg. S 5.5% 04/08/2044	SAU	USD	190,723	1.94
200,000	QIB Sukuk Ltd., Reg. S 1.95% 10/27/2025	QAT	USD	189,159	1.93
200,000	NCB Tier 1 Sukuk Ltd., Reg. S 3.5% Perpetual	SAU	USD	186,114	1.90
200,000	SA Global Sukuk Ltd., Reg. S 2.694% 06/17/2031	SAU	USD	168,060	1.71
200,000	Dua Capital Ltd., Reg. S 2.78% 05/11/2031	MYS	USD	167,233	1.70
				3,122,721	31.83
	Government and Municipal Sukuk				
200,000	KSA Sukuk Ltd., Reg. S 4.511% 05/22/2033	SAU	USD	188,997	1.92
200,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 2.55% 06/09/2031	IDN	USD	166,077	1.69
200,000	Perusahaan Penerbit SBSN Indonesia III, Reg. S 3.55% 06/09/2051	IDN	USD	140,929	1.44
				496,003	5.05
	TOTAL SUKUK			3,618,724	36.88
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			9,333,133	95.13
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	COMMERCIAL PAPERS				
	Supranational				
200,000	International Islamic Liquidity Management 2 SA, Reg. S 5.3% 07/11/2024	SP	USD	197,867	2.02
				197,867	2.02
	TOTAL COMMERCIAL PAPERS			197,867	2.02
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			197,867	2.02

Franklin Shariah Global Multi-Asset Income Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET				
	SUKUK				
	Corporate Sukuk				
2,000,000	KT 23 CP Co. Ltd. 1% 02/09/2025**	CYM	TRY	61,755	0.63
				<u>61,755</u>	<u>0.63</u>
	TOTAL SUKUK			<u>61,755</u>	<u>0.63</u>
	TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET			61,755	0.63
	UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS				
	EXCHANGE TRADED FUNDS				
	Financial Services				
1,572	iShares MSCI World Islamic Fund	IRL	USD	74,537	0.76
				<u>74,537</u>	<u>0.76</u>
	TOTAL EXCHANGE TRADED FUNDS			<u>74,537</u>	<u>0.76</u>
	TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS			74,537	0.76
	TOTAL INVESTMENTS			<u>9,667,292</u>	<u>98.54</u>

** These securities are submitted to a Fair Valuation

Schedule of Investments, April 30, 2024

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				
23,411	Mobileye Global, Inc. 'A'	ISR	USD	644,973	0.59
				644,973	0.59
	Automobiles				
5,208	Tesla, Inc.	USA	USD	954,522	0.88
				954,522	0.88
	Communications Equipment				
6,148	Arista Networks, Inc.	USA	USD	1,577,331	1.45
				1,577,331	1.45
	Electronic Equipment, Instruments & Components				
3,074	Zebra Technologies Corp. 'A'	USA	USD	966,958	0.89
				966,958	0.89
	Health Care Technology				
8,908	Veeva Systems, Inc. 'A'	USA	USD	1,768,773	1.62
				1,768,773	1.62
	Interactive Media & Services				
24,620	Alphabet, Inc. 'C'	USA	USD	4,053,437	3.72
70,534	Pinterest, Inc. 'A'	USA	USD	2,359,362	2.17
59,998	ZoomInfo Technologies, Inc. 'A'	USA	USD	951,568	0.88
				7,364,367	6.77
	IT Services				
28,185	Shopify, Inc. 'A'	CAN	USD	1,978,587	1.82
4,419	Gartner, Inc.	USA	USD	1,823,235	1.67
4,491	MongoDB, Inc. 'A'	USA	USD	1,640,024	1.51
				5,441,846	5.00
	Semiconductors & Semiconductor Equipment				
12,771	NVIDIA Corp.	USA	USD	11,034,399	10.14
24,903	Advanced Micro Devices, Inc.	USA	USD	3,944,137	3.62
18,502	Applied Materials, Inc.	USA	USD	3,675,422	3.38
51,372	Marvell Technology, Inc.	USA	USD	3,385,929	3.11
16,356	Analog Devices, Inc.	USA	USD	3,281,177	3.02
22,383	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	3,074,081	2.82
4,171	Monolithic Power Systems, Inc.	USA	USD	2,791,776	2.57
10,060	NXP Semiconductors NV	CHN	USD	2,577,271	2.37
1,895	Broadcom, Inc.	USA	USD	2,464,012	2.26
2,865	KLA Corp.	USA	USD	1,974,816	1.81
24,002	Lattice Semiconductor Corp.	USA	USD	1,646,537	1.51
				39,849,557	36.61
	Software				
25,131	Microsoft Corp.	USA	USD	9,784,252	8.99
7,339	ServiceNow, Inc.	USA	USD	5,088,349	4.67
9,016	Synopsys, Inc.	USA	USD	4,783,799	4.39
11,169	Salesforce, Inc.	USA	USD	3,003,791	2.76
6,201	Adobe, Inc.	USA	USD	2,870,009	2.64
9,463	Workday, Inc. 'A'	USA	USD	2,315,880	2.13
7,105	CrowdStrike Holdings, Inc. 'A'	USA	USD	2,078,497	1.91
6,080	Palo Alto Networks, Inc.	USA	USD	1,768,611	1.62
5,789	Cadence Design Systems, Inc.	USA	USD	1,595,622	1.47
11,420	Datadog, Inc. 'A'	USA	USD	1,433,210	1.32
7,549	Monday.com Ltd.	USA	USD	1,429,252	1.31
1,792	HubSpot, Inc.	USA	USD	1,083,927	1.00
2,769	ANSYS, Inc.	USA	USD	899,593	0.83
8,658	Klaviyo, Inc. 'A'	USA	USD	193,939	0.18
				38,328,731	35.22
	Technology Hardware, Storage & Peripherals				
28,195	Apple, Inc.	USA	USD	4,802,454	4.41
				4,802,454	4.41
	TOTAL SHARES				
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING				
				101,699,512	93.44
				101,699,512	93.44

Franklin Shariah Technology Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
	TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET				
	SHARES				
	Semiconductors & Semiconductor Equipment				
5,890	ASML Holding NV	NLD	EUR	5,130,744	4.71
				<u>5,130,744</u>	<u>4.71</u>
	TOTAL SHARES			<u>5,130,744</u>	<u>4.71</u>
	TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET			5,130,744	4.71
	TOTAL INVESTMENTS			<u>106,830,256</u>	<u>98.15</u>

Schedule of Investments, April 30, 2024

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				
	Automobiles				
113,877	Stellantis NV	USA	EUR	2,519,935	2.38
6,842	Tesla, Inc.	USA	USD	1,254,002	1.18
				3,773,937	3.56
	Chemicals				
13,720	Albemarle Corp.	USA	USD	1,650,653	1.56
4,979	LG Chem Ltd.	KOR	KRW	1,426,692	1.34
				3,077,345	2.90
	Communications Equipment				
18,557	Ciena Corp.	USA	USD	857,890	0.81
5,072	F5, Inc.	USA	USD	838,452	0.79
				1,696,342	1.60
	Construction & Engineering				
86,500	Kinden Corp.	JPN	JPY	1,650,517	1.55
				1,650,517	1.55
	Construction Materials				
17,561	CRH plc	USA	GBP	1,360,047	1.28
				1,360,047	1.28
	Electrical Equipment				
106,584	Mitsubishi Electric Corp.	JPN	JPY	1,857,751	1.75
7,291	Schneider Electric SE	USA	EUR	1,662,601	1.57
				3,520,352	3.32
	Health Care Equipment & Supplies				
24,089	Medtronic plc	USA	USD	1,932,901	1.82
14,012	Zimmer Biomet Holdings, Inc.	USA	USD	1,685,364	1.59
				3,618,265	3.41
	Health Care Providers & Services				
24,571	Fresenius Medical Care AG & Co. KGaA	DEU	EUR	1,034,602	0.97
				1,034,602	0.97
	Household Products				
5,693	Procter & Gamble Co. (The)	USA	USD	929,098	0.88
				929,098	0.88
	Industrial Conglomerates				
35,619	Hitachi Ltd.	JPN	JPY	3,286,234	3.10
13,929	Samsung C&T Corp.	KOR	KRW	1,497,794	1.41
				4,784,028	4.51
	Life Sciences Tools & Services				
8,010	ICON plc	USA	USD	2,386,019	2.25
				2,386,019	2.25
	Machinery				
24,485	Toyota Industries Corp.	JPN	JPY	2,326,733	2.19
140,100	Amada Co. Ltd.	JPN	JPY	1,530,182	1.44
				3,856,915	3.63
	Metals & Mining				
45,389	Freeport-McMoRan, Inc.	USA	USD	2,266,727	2.14
51,476	Sumitomo Metal Mining Co. Ltd.	JPN	JPY	1,719,743	1.62
				3,986,470	3.76
	Oil, Gas & Consumable Fuels				
98,765	Shell plc	USA	GBP	3,511,240	3.31
538,730	BP plc	USA	GBP	3,472,736	3.27
216,384	Inpex Corp.	JPN	JPY	3,241,389	3.05
26,428	Exxon Mobil Corp.	USA	USD	3,125,640	2.95
				13,351,005	12.58
	Personal Care Products				
77,085	Kenvue, Inc.	USA	USD	1,450,740	1.37
				1,450,740	1.37
	Pharmaceuticals				
14,823	AstraZeneca plc	GBR	GBP	2,242,143	2.11
16,861	Sanofi SA	USA	EUR	1,665,905	1.57

Templeton Shariah Global Equity Fund (continued)

(Currency - USD)

Number of shares or face value	Description	Country code	Trading currency	Market value	% of net assets
10,297	Johnson & Johnson	USA	USD	1,488,843	1.40
46,783	Pfizer, Inc.	USA	USD	1,198,580	1.13
11,906	Novartis AG	CHE	CHF	1,155,630	1.09
				<u>7,751,101</u>	<u>7.30</u>
	Semiconductors & Semiconductor Equipment				
19,300	Applied Materials, Inc.	USA	USD	3,833,945	3.61
30,952	Micron Technology, Inc.	USA	USD	3,496,338	3.29
77,512	Infineon Technologies AG	DEU	EUR	2,690,153	2.54
91,000	Taiwan Semiconductor Manufacturing Co. Ltd.	TWN	TWD	2,174,942	2.05
15,600	Taiwan Semiconductor Manufacturing Co. Ltd., ADR	TWN	USD	2,142,504	2.02
				<u>14,337,882</u>	<u>13.51</u>
	Software				
24,353	Microsoft Corp.	USA	USD	9,481,353	8.93
25,435	SAP SE	DEU	EUR	4,593,153	4.33
11,575	Salesforce, Inc.	USA	USD	3,112,981	2.93
3,944	Adobe, Inc.	USA	USD	1,825,402	1.72
				<u>19,012,889</u>	<u>17.91</u>
	Technology Hardware, Storage & Peripherals				
54,537	Samsung Electronics Co. Ltd.	KOR	KRW	3,023,020	2.85
				<u>3,023,020</u>	<u>2.85</u>
	Textiles, Apparel & Luxury Goods				
31,316	Skechers USA, Inc. 'A'	USA	USD	2,068,422	1.95
686,000	Li Ning Co. Ltd.	CHN	HKD	1,795,835	1.69
25,700	Goldwin, Inc.	JPN	JPY	1,558,872	1.47
3,616	Kering SA	FRA	EUR	1,267,415	1.19
				<u>6,690,544</u>	<u>6.30</u>
	TOTAL SHARES			<u>101,291,118</u>	<u>95.44</u>
	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING			<u>101,291,118</u>	<u>95.44</u>
	TOTAL INVESTMENTS			<u>101,291,118</u>	<u>95.44</u>

Additional Information

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	41.21%
Franklin Shariah Global Multi-Asset Income Fund*	(71.65)%
Franklin Shariah Technology Fund	29.34%
Templeton Shariah Global Equity Fund	15.33%

*Please refer note 1 for fund events.

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 period referring to the financial statements.

Collateral

As at April 30, 2024, Franklin Global Sukuk Fund reported cash collateral pledge related to OTC derivatives which amounted to USD 6,680,000 and this balance is included in the cash account.

Audited annual reports 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:

EUROPE

FRANCE

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

French Branch

14, Bd de la Madeleine

F-75008 Paris

Tel: +33 1 89 82 00 10 Fax: +33 (0)1 40 73 86 10

Email: franklintempletonfrance@franklintempleton.com

GERMANY and AUSTRIA

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

Niederlassung Deutschland

Mainzer Landstr. 16

Postfach 11 18 03

60325 Frankfurt, Germany

Tel: +49 69 808 83 316 Fax: +49 (0) 69 272 23 120

Germany Freefone: 08 00 0 73 80 02

Austria Freefone: 08 00 29 59 11

Email: info@franklintempleton.de

ITALY

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

Italian Branch

Corso Italia n.1

20122 Milano, Italy

Tel: +39 02 3621 3320 Fax: +39 02 8545 9220

Italy Freefone: 800 915 919

Email: servizioclientimilano@franklintempleton.com

LUXEMBOURG, the NETHERLANDS and BELGIUM

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

8A, rue Albert Borschette, L-1246 Luxembourg

B.P. 169, L-2011 Luxembourg

Grand Duchy of Luxembourg

Tel: +352 27 94 0990 Fax: +352 46 66 76

Email: lucas@franklintempleton.com

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

Belgium Branch

28, avenue Marnix, 1000

Brussels Belgium

Tel: +32 2 289 62 00 Fax: +32 2 289 62 19

SPAIN

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.,

Spanish Branch

Calle de José Ortega y Gasset 29

28006 Madrid, Spain

Tel: +34 919 03 72 06 Fax: +352 46 66 76

Email: operaciones@franklintempleton.com

SWITZERLAND

FRANKLIN TEMPLETON SWITZERLAND LTD

Stockerstrasse 38

CH-8002 Zurich, Switzerland

Tel: +41 (0) 44 217 81 81 Fax: +41 (0) 44 217 81 82

Email: info@franklintempleton.ch

UNITED KINGDOM

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Cannon Place, 78 Cannon Street

London EC4N 6HL, United Kingdom

Tel: +44 (0) 207 073 8500 Fax: +44 (0) 207 073 8700

UK Free phone: 0800 305 306

Email: enquiries@franklintempleton.co.uk

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

P.O. BOX 24064, Edinburgh EH3 1EX, United Kingdom

Tel: +44 20 7904 1843 Fax: +44 (0) 207 073 8720

UK Free phone: 0800 305 306

Email: enquiries@franklintempleton.co.uk

POLAND, CZECH REPUBLIC, SLOVAKIA, HUNGARY and OTHER CEE COUNTRIES

Polish Branch

Rondo ONZ 1, 00-124 Warsaw, Poland

Tel +48 61 271 74 71 Fax +352 46 66 67 511

Tel +48 22 541 75 88 (only for retail investors from Poland)

Email: ClientServiceCEE@franklintempleton.com

ASIA

HONG KONG

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

17/F Chater House, No. 8 Connaught Road Central

Hong Kong

Tel: +852 2805 0033 Fax: +852 2877 7350

Email: cdshk@franklintempleton.com

SINGAPORE

TEMPLETON ASSET MANAGEMENT LTD

7 Temasek Boulevard
#38-03 Suntec Tower One
Singapore 038987
Tel: +65 6337 3933 Fax: +65 6332 2296
Email: cdsspr@franklintempleton.com
www.franklintempleton.com.sg

TAIWAN

FRANKLIN TEMPLETON SECURITIES INVESTMENT CONSULTING (SINOAM) INC.*

8th Floor, #87, Sec. 4
Chung Hsiao East Road
Taipei, Taiwan, R.O.C.
Tel: 886 2 2781 0088 Fax: 886 2 2781 7788
Email: service@franklin.com.tw

**Master agent appointed in Taiwan for FTSF to be
offered and sold to the public in Taiwan.*

NORTH & SOUTH AMERICA

USA

FRANKLIN TEMPLETON INVESTMENTS

International Transfer Agency
Client Dealer Services – Offshore Dept.
100 Fountain Parkway, 2nd Floor
St. Petersburg, FL 33716
Tel: +1 800 239 3894 Fax: +1 727 299 8736
Email: stpcds@templeton.com

MIDDLE EAST & AFRICA

SOUTH AFRICA

FRANKLIN TEMPLETON INVESTMENTS SA (PTY) LTD

Kildare House
The Oval, 1 Oakdale Road
Newlands, Cape Town, 7700
South Africa
Tel: +27 (21) 831 7400 Fax: +27 (11) 484 3311
Email: CDSSouthAfrica@franklintempleton.com
www.franklintempleton.co.za

UNITED ARAB EMIRATES

FRANKLIN TEMPLETON INVESTMENTS MANAGEMENT LTD

Gate Building East Wing, 2nd Floor
Dubai International Financial Center
P.O. Box 506613 Dubai, United Arab Emirates
Tel: +971 (4) 428 4109 Fax: +971 (4) 428 4140
Email: CDSDubai@franklintempleton.com
www.franklintempletonme.com

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



Franklin Templeton International Services S.à r.l.
8A, rue Albert Borschette
L-1246 Luxembourg
Grand Duchy of
Luxembourg
Tel: +352 27 94 0990
Fax: +352 (46) 66-76