

B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai – 400063, India
Telephone: +91 (22) 6257 1000
Fax: +91 (22) 6257 1010

Independent Auditor's Report

To the Trustees of Franklin Templeton Mutual Fund

Franklin India Prima Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Franklin India Prima Fund (the 'Scheme') of Franklin Templeton Mutual Fund, which comprise the balance sheet as at 31 March 2023, and the revenue account, and the cash flow statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Scheme as at 31 March 2023 and its net surplus and cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ('SAs') issued by the Institute of Chartered Accountants of India (the 'ICAI'). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Scheme in accordance with the Code of Ethics issued by the ICAI, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the AMC and Those Charged with Governance for the Financial Statements

Franklin Templeton Asset Management (India) Private Limited (the 'AMC') and the Board of Directors of Franklin Templeton Trustee Services Private Limited (the 'Trustees') are responsible for the preparation of these financial statements that give a true and fair view of the state of affairs and results of operation and cash flows of the Scheme in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended (the 'Regulations') and the accounting principles generally accepted in India. This responsibility includes design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the AMC and the Trustees are responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the AMC and the Trustees either intend to liquidate the Scheme or to cease operations, or have no realistic alternative but to do so.

The AMC and the Trustees are responsible for overseeing the Scheme's financial reporting process.

Registered Office:

Independent Auditor's Report (*Continued*)

Franklin India Prima Fund

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the AMC;
- Conclude on the appropriateness of the AMC and the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Scheme to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Regulation 55 (4) of the Regulations, we report that:
 - (a) We have obtained all information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit; and
 - (b) The balance sheet and the revenue account have been prepared in accordance with the accounting policies and standards as specified in the Ninth Schedule of the Regulations.

Independent Auditor's Report (*Continued*)

Franklin India Prima Fund

Report on Other Legal and Regulatory Requirements (*Continued*)

2. As required by Clause 5 (ii) (2) of the Eleventh Schedule of the Regulations, we report that the balance sheet and the revenue account are in agreement with the books of account of the Scheme.
3. On the basis of information and explanations given to us, the Scheme does not have any traded securities as at 31 March 2023 and hence reporting requirement of Eighth Schedule of the Regulations is not applicable.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No. 101248W/W-100022

Sameer Mota

Partner

Mumbai
18 July 2023

Membership No. 109928
UDIN: 23109928BGYBAV9520

B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai – 400063, India
Telephone: +91 (22) 6257 1000
Fax: +91 (22) 6257 1010

Independent Auditor's Report

To the Trustees of Franklin Templeton Mutual Fund Franklin India Smaller Companies Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Franklin India Smaller Companies Fund (the 'Scheme') of Franklin Templeton Mutual Fund, which comprise the balance sheet as at 31 March 2023, and the revenue account, and the cash flow statement for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Scheme as at 31 March 2023 and its net surplus and cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ('SAs') issued by the Institute of Chartered Accountants of India (the 'ICAI'). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Scheme in accordance with the Code of Ethics issued by the ICAI, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the AMC and Those Charged with Governance for the Financial Statements

Franklin Templeton Asset Management (India) Private Limited (the 'AMC') and the Board of Directors of Franklin Templeton Trustee Services Private Limited (the 'Trustees') are responsible for the preparation of these financial statements that give a true and fair view of the state of affairs and results of operation and cash flows of the Scheme in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended (the 'Regulations') and the accounting principles generally accepted in India. This responsibility includes design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the AMC and the Trustees are responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the AMC and the Trustees either intend to liquidate the Scheme or to cease operations, or have no realistic alternative but to do so.

The AMC and the Trustees are responsible for overseeing the Scheme's financial reporting process.

Registered Office:

Independent Auditor's Report (*Continued*)

Franklin India Smaller Companies Fund

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the AMC;
- Conclude on the appropriateness of the AMC and the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Scheme to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Regulation 55 (4) of the Regulations, we report that:
 - (a) We have obtained all information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit; and
 - (b) The balance sheet and the revenue account have been prepared in accordance with the accounting policies and standards as specified in the Ninth Schedule of the Regulations.

Independent Auditor's Report (*Continued*)

Franklin India Smaller Companies Fund

Report on Other Legal and Regulatory Requirements (*Continued*)

2. As required by Clause 5 (ii) (2) of the Eleventh Schedule of the Regulations, we report that the balance sheet and the revenue account are in agreement with the books of account of the Scheme.
3. On the basis of information and explanations given to us, the Scheme does not have any non-traded securities as at 31 March 2023 and hence reporting requirement of Eighth Schedule of the Regulations is not applicable.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No. 101248W/W-100022

Sameer Mota

Partner

Mumbai
18 July 2023

Membership No. 109928
UDIN: 23109928BGYBAS1268

FRANKLIN TEMPLETON MUTUAL FUND
BALANCE SHEET AS AT MARCH 31, 2023
(All amounts in thousands of Rupees)

LIABILITIES

Schedules		Franklin India Prima Fund		Franklin India Smaller Companies Fund	
		As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
1	Unit Capital				
2	Reserves and Surplus				
2.1	Unit Premium Reserve	(3,579,847)	(2,942,161)	2,630,785	3,634,053
2.2	Unrealised Appreciation Reserve	16,759,534	20,769,551	24,707,584	25,845,481
2.3	Retained Surplus	58,370,015	53,950,274	37,674,646	31,795,323
3	Current Liabilities and Provisions				
3.1	Current Liabilities	271,499	465,530	237,917	279,049
	TOTAL	73,247,320	73,727,896	73,161,164	69,769,304

ASSETS

1	Investments				
1.1	Listed Securities				
1.1.1	Equity Shares	71,033,829	71,092,117	69,607,416	66,570,118
1.2	Unlisted Securities				
1.2.1	Equity Shares	0*	0*	-	-
2	Other Current Assets				
2.1	Cash and Bank Balances	105,410	54,860	116,856	44,906
2.2	Reverse Repo Lending	1,882,815	2,411,948	3,267,554	2,995,971
2.3	Others	225,266	168,971	169,338	158,309
	TOTAL	73,247,320	73,727,896	73,161,164	69,769,304

*Amount is less than rupees one thousand.
Reference to Significant accounting policies.

2

The accompanying schedules are integral part of this Balance Sheet.

As per our attached report of even date

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

For Franklin Templeton Trustee
Services Private Limited

For Franklin Templeton Asset Management
(India) Private Limited

Sd/-
Sameer Mota
Partner
Membership No: 109928

Sd/-
Sanjaya Johri
Director

Sd/-
Tabassum Inamdar
Director

Sd/-
Anand Radhakrishnan
Managing Director &
Chief Investment Officer –
Franklin Equity (India)

Sd/-
R. Janakiraman
Senior Vice President &
Portfolio Manager –
Franklin Equity

Place : Mumbai
Date : July 18, 2023

Sd/-
Shilpa Shetty
Director

Sd/-
Avinash Satwalekar
Director & President

Sd/-
Sandeep Nair
Associate Director -
Fund Admin & Oversight

Sd/-
Akhil Kalluri
Asst. Vice President -
Research Analyst & Co
Portfolio Manager –
Franklin Equity

Sd/-
Sandeep Manam
Asst. Vice President &
Research Analyst –
Franklin Equity (Foreign
securities)

FRANKLIN TEMPLETON MUTUAL FUND
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

	Schedules	Franklin India Prima Fund		Franklin India Smaller Companies Fund	
		Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2023	Year ended March 31, 2022
1 INCOME & GAINS					
1.1 Dividend	2(d)	622,731	680,247	737,614	599,675
1.2 Interest	2(d) & 8	119,870	77,094	165,221	75,666
1.3 Profit on sale/redemption of investments in securities (other than inter-scheme transfer)	2(d)	9,349,065	15,067,415	7,772,957	10,849,070
1.4 Profit on Derivative Transactions	2(d)	4,625	38,932	6	83,935
1.5 Change in Unrealised Appreciation in the value of Investments	2(d)	(4,010,017)	(3,982,464)	(1,137,897)	10,666,874
1.6 Other income	2(e) & 2(g)	7,407	10,937	7,697	15,357
		6,093,681	11,892,161	7,545,598	22,290,577
2 EXPENSES & LOSSES					
2.1 Loss on sale/redemption of investments in securities (other than inter-scheme transfer)	2(d)	2,117,554	463,586	298,025	2,273,260
2.2 Loss on Derivative Transactions	2(d)	8,914	2,738	1,515	97,899
2.3 Management Fees	9	607,423	630,994	571,114	552,159
2.4 GST on Management Fees	9	109,336	113,579	102,801	99,389
2.5 Transfer Agents Fees and Expenses		33,217	46,857	33,390	44,407
2.6 Custodian Fees		1,084	311	1,034	293
2.7 Trusteeship Fees	9	14,681	9,251	14,011	8,393
2.8 Commission to Agents		466,666	489,171	442,951	452,622
2.9 Investor Education Expenses	2(f)	14,681	15,418	14,011	13,989
2.10 Marketing and Distribution Expenses		17,754	16,626	19,984	21,075
2.11 Audit Fees		1,243	1,357	1,181	1,197
2.12 Other Operating Expenses		6,384	5,346	7,739	6,622
		3,398,937	1,795,234	1,507,756	3,571,305
3 NET SURPLUS/(DEFICIT) FOR THE YEAR		2,694,744	10,096,927	6,037,842	18,719,272
4 Transfer from Retained Surplus	4	53,950,274	46,092,308	31,795,323	29,062,175
5 Add: Balance Transferred from Unrealised Appreciation Reserve	4	20,769,551	24,752,015	25,845,481	15,178,607
6 Less: Balance Transferred to Unrealised Appreciation Reserve	4	16,759,534	20,769,551	24,707,584	25,845,481
7 Add / (Less): Equalisation Credit/(Debit)		(1,678,986)	(5,536,263)	(1,071,667)	(5,076,373)
8 Income Available for Appropriation		58,976,049	54,635,436	37,899,395	32,038,200
9 Dividend Appropriation					
9.1 Income Distributed During the Year	13	(606,034)	(685,162)	(224,749)	(242,877)
9.2 Tax on Income Distributed during the Year	13	-	-	-	-
10 RETAINED SURPLUS / (DEFICIT) CARRIED FORWARD TO THE BALANCE SHEET	4	58,370,015	53,950,274	37,674,646	31,795,323

Reference to Significant accounting policies.

The accompanying schedules are integral part of this Revenue Account.

As per our attached report of even date

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

For Franklin Templeton Trustee Services Private Limited

For Franklin Templeton Asset Management (India) Private Limited

Sd/-
Sameer Mota
Partner
Membership No: 109928

Sd/-
Sanjaya Johri
Director

Sd/-
Tabassum Inamdar
Director

Sd/-
Anand Radhakrishnan
Managing Director &
Chief Investment Officer –
Franklin Equity (India)

Sd/-
R. Janakiraman
Senior Vice President &
Portfolio Manager –
Franklin Equity

Place : Mumbai
Date : July 18, 2023

Sd/-
Shilpa Shetty
Director

Sd/-
Avinash Satwalekar
Director & President

Sd/-
Sandeep Nair
Associate Director -
Fund Admin & Oversight

Sd/-
Akhil Kalluri
Asst. Vice President -
Research Analyst & Co
Portfolio Manager –
Franklin Equity

Sd/-
Sandeep Manam
Asst. Vice President &
Research Analyst –
Franklin Equity (Foreign securities)

FRANKLIN TEMPLETON MUTUAL FUND
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

Cashflows from operating activities	
A.	
Surplus/(Deficit) for the year before equalisation and income distribution	
Add / (Less) :Change in Unrealised Appreciation in the value of Investments	
Add / (Less) : Change in Unrealised Depreciation in the value of Investments	
Add / (Less) :Interest income	
Adjustments for:-	
(Increase)/Decrease in Investments at Cost	
(Increase)/Decrease in Other Current Assets	
Increase/(Decrease) in Current Liabilities	
Cash generated from / (used in) operating activities before adjustment for interest received and paid	
Interest income received	
Net Cash generated from / (used in) operating activities	(A)
B	
Cashflows from financing activities	
Increase/(Decrease) in Unit Capital	
Increase/(Decrease) in Unit Premium	
Adjustments for:-	
Increase/(Decrease) in Redemption Payable	
(Increase)/Decrease in Subscription Receivable	
Dividend paid during the year	
Increase/(Decrease) in Unclaimed redemption	
Increase/(Decrease) in units pending allotment	
Net Cash generated from / (used in) financing activities	(B)
Net Increase/(Decrease) in Cash and Cash Equivalents	(A+B)

Cash and Cash Equivalents as at the beginning of the Year
Cash and Cash Equivalents as at the end of the Year

Components of Cash and Cash Equivalents
Balances with banks in current accounts

Note 1 : Cash and Cash Equivalents includes Reverse Repo balances
(Franklin India Prima Fund : Current Year - 1,882,815 Previous Year - 2,411,948 Franklin India Smaller Companies Fund : Current Year - INR 3,267,554 & Previous Year INR 2,995,971 respectively)
and bank balances in current account pertaining to Investor education accruals, unclaimed redemptions/ dividends etc.

Note 2 :The Above Cashflow Statement has been prepared under the indirect method for identifying operating cash flows as set out in Accounting Standard 3 - Cash Flow Statement (Revised 1997), issued by the Institute of Chartered Accountants of India.

As per our attached report of even date

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

For Franklin Templeton Trustee Services Private Limited

For Franklin Templeton Asset Management (India) Private Limited

Sd/-
Sameer Mota
Partner
Membership No: 109928

Sd/-
Saniava Johri
Director

Sd/-
Tabassum Inamdar
Director

Sd/-
Anand Radhakrishnan
Managing Director &
Chief Investment Officer –
Franklin Equity (India)

Sd/-
R. Janakiraman
Senior Vice President &
Portfolio Manager –
Franklin Equity

Place : Mumbai
Date : July 18, 2023

Sd/-
Shilpa Shetty
Director

Sd/-
Avinash Satwalekar
Director & President

Sd/-
Sandeep Nair
Associate Director -
Fund Admin & Oversight

Sd/-
Akhil Kalluri
Asst. Vice President -
Research Analyst & Co
Portfolio Manager –
Franklin Equity

Sd/-
Sandeep Manam
Asst. Vice President &
Research Analyst –
Franklin Equity (Foreign securities)

Franklin India Prima Fund		Franklin India Smaller Companies Fund	
March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
2,694,744	10,096,927	6,037,842	18,719,272
4,010,017	3,982,464	1,137,897	(10,666,874)
-	-	-	-
(119,870)	(77,094)	(165,221)	(75,666)
(4,001,559)	(3,261,920)	(4,150,394)	5,469,791
(171,224)	(8,818)	(36,996)	(9,659)
1,092	29,980	(13,752)	51,644
2,413,200	10,761,539	2,809,376	13,488,508
92,205	98,755	164,883	75,519
2,505,405	10,860,294	2,974,259	13,564,027
(110,127)	(281,762)	(332,338)	(1,588,597)
(2,557,853)	(9,209,145)	(2,138,601)	(10,439,623)
(8,321)	(108,951)	(27,958)	(164,420)
(602)	3,534	1,504	33,335
(312,696)	(371,268)	(134,154)	(147,251)
416	(871)	289	(325)
5,195	(1,006)	532	(441)
(2,983,988)	(9,969,470)	(2,630,726)	(12,307,323)
(478,583)	890,824	343,533	1,256,704
2,466,808	1,575,984	3,040,877	1,784,173
1,988,225	2,466,808	3,384,410	3,040,877
1,988,225	2,466,808	3,384,410	3,040,877
1,988,225	2,466,808	3,384,410	3,040,877

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees unless specified otherwise)

1. BACKGROUND

Franklin Templeton Mutual Fund ('the Fund') was established as a trust under the Indian Trusts Act, 1882, by way of a trust deed dated January 4, 1996, a supplementary trust deed dated March 30, 1996 and August 26, 2005 executed by Templeton International Inc. USA, the sponsor of the Fund. Templeton International Inc. is a part of the Franklin Templeton Investments group.

In accordance with the Securities and Exchange Board of India ('SEBI') (Mutual Funds) Regulations, 1996, as amended ('the SEBI Regulations'), the Board of Directors of Franklin Templeton Trustee Services Private Limited ('the Trustee') has appointed Franklin Templeton Asset Management (India) Private Limited ('the AMC') to manage the Fund's affairs and operate its Schemes.

The objective and other feature of the schemes covered in the financial statement are as under:

Scheme Name	Nature of the Scheme	Date of Allotment	Scheme Objective	Plans Offered
Franklin India Prima Fund	Open Ended Mutual Fund Scheme	December 1, 1993	The investment objective of the scheme is to provide medium to long term capital appreciation as a primary objective and income as a secondary objective.	The Scheme offers its investors two plans: the IDCW Plan and the Growth Plan ('the Plans'). Effective January 1, 2013, in accordance with SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the Scheme introduced a new Plan under each of the Existing plan / option, termed as 'Direct'. IDCW - Income Distribution cum capital withdrawal
Franklin India Smaller Companies Fund	Open Ended Mutual Fund Scheme	November 16, 2005	The Scheme seeks to provide long-term capital appreciation by investing predominantly in small cap companies.	The Scheme offers its investors two plans: the IDCW Plan and the Growth Plan ('the Plans'). Effective January 1, 2013, in accordance with SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the Scheme introduced a new Plan under each of the Existing plan / option, termed as 'Direct'. IDCW - Income Distribution cum capital withdrawal

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements are prepared on the accrual basis of accounting, under the historical cost convention, as modified for investments, which are 'marked-to-market'. These financial statements are prepared in accordance and conformity with the accounting policies and standards specified in the Ninth Schedule to the SEBI Regulations and as specified by the Board from time to time. The significant accounting policies, which are in accordance with the SEBI Regulations and have been approved by the Board of Directors of the AMC and the Trustee, are stated below.

Use of estimates

The preparation of the financial statements in conformity with Generally Accepted Accounting Principles ('GAAP') requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities and the disclosure of contingent liabilities on the date of the financial statements and reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

(a) Determination of net asset value (NAV):

- The NAV of a Scheme is computed separately for units issued under the various plans / options of the relevant schemes. The corresponding scheme's investments and other net assets are managed as a single portfolio. For computing the NAV's for various plans / options, daily income earned, including realized and unrealized gains or losses in the value of investments and derivatives and expenses incurred by the corresponding scheme are allocated to the plans / options in proportion to the net assets of immediately preceding day plus subscriptions less redemptions for the day of the respective plan / options.
- Commission expenses are not allocated to the NAV of Direct Plans.

(b) Unit capital:

- Unit capital represents the net outstanding units at the balance sheet date, thereby reflecting all transactions relating to the period ended on that date.

Unit Premium Reserve

- When units are issued or redeemed, the net premium or discount to the face value of unit is transferred / charged to the unit premium reserve, after an appropriate portion of the issue proceeds and redemption payout is credited or debited respectively to the equalization reserve.

Equalization Reserve

- In case of open-ended schemes, when units are issued or redeemed, distributable surplus per unit (net of unit premium reserve) as on date of the transaction (including distributable surplus at the beginning of the year) is determined. The per units so determined is credited or debited to the equalization account on issue/redemption of each unit respectively.

(c) Investments:

Accounting for investment transactions

- Purchase and sale of investments are recorded on the date of the transaction, at cost and sale price respectively, after considering brokerage charges, commission, securities transaction tax, fees payable and any other charges customarily included in the trade note. The front-end fee receivable, if any, is reduced from the cost of investment.
- In terms of SEBI circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, brokerage and transaction costs (including all taxes) incurred for the purpose of execution of trade in excess of 0.12% in case of cash market transaction and 0.05% in case of derivatives transactions is charged to the Total Expense Ratio of the Scheme. Effective December 9, 2019, Brokerage and transactions costs for derivative transactions is charged to the realized gain/loss on sale of investments.
- Interest paid / received from the last interest payment date till the date of purchase / sale of investments by the schemes is not included in the cost of purchase / sale of investments. For purchase, the interest is debited to interest accrued but not due account. Similarly, for sale, interest from the last interest payment date up to the date of sale is not treated as an addition to sale value but credited to interest accrued but not due account.
- The net unrealized gain or loss in the value of investments is determined separately for each category of investments. The change in the net unrealized gain or loss, if any, between two balance sheet dates is recognised in the revenue account. However, change in net unrealized gain, if any, is transferred to unrealized appreciation reserve before arriving at Income Available for Appropriation.
- Initial Margin paid against equity derivatives is accounted as current assets. Realized gain / loss on square off of equity derivatives are accounted as realized gain / loss on derivate transaction. If the position is not squared off or rolled over until the expiry date, the outstanding derivative position is physically settled at the price at which the derivative transaction was initiated.
- Right entitlements are recognised as investments on the ex-rights date.
- Bonus entitlements are recognised as investments on the ex-bonus date.
- Other Corporate Action entitlements are recognised on the ex-date.

Foreign currency transactions

- Initial recognition
Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction.
- Conversion / Remeasurement
Foreign currency denominated monetary items are reported using an exchange rate prevalent on the valuation date.
- Exchange differences
Exchange differences arising on the settlement of monetary items or on reporting monetary items of the scheme at rates different from those at which they were initially recorded during the period, or reported in previous financial statements, are recognised as income or as expenses in the period in which they arise.
- All the assets and liabilities in foreign currency are converted in Indian Rupees on the basis of Foreign Exchange rate quoted on Bloomberg/Reuters around the time such assets and liabilities are valued (which is currently around 3:30 p.m. IST).

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees unless specified otherwise)

Valuation of investments (including derivatives)

Asset Class	Traded	Non- Traded / Thinly Traded* / Unlisted
Equity Shares / Equity Related Securities/ REIT's / Preference Shares	Valued at the last quoted closing price on the National Stock Exchange of India Limited (NSE). If a security is not traded on NSE, it is valued at the last quoted closing price on Bombay Stock Exchange Limited (BSE) or any other stock exchange (in that order). If a security is not traded on any stock exchange on a particular valuation day, the last quoted closing price on NSE or BSE (in the order of priority) on the earliest previous day would be used, provided such day is not more than thirty days prior to the valuation day.	Valued "in good faith" as determined, in accordance with the SEBI Regulation.
Foreign Securities	Valued at the last available traded or quoted price on the valuation day on the relevant stock exchange around the time of closure of Indian stock markets (which is currently 3:30 p.m. IST). In case of schemes eligible to invest in foreign securities wherein the NAV is computed and declared on the next business day, the foreign securities are valued at the last available traded or quoted price on the relevant stock exchange at the time of computation of NAV (which is currently around 3:30 a.m. IST). If a security is not traded on any stock exchange on a particular valuation day, the last quoted closing price on relevant stock exchange on the earliest previous day would be used, provided such day is not more than thirty days prior to the valuation day.	Valued "in good faith" as determined, in accordance with the SEBI Regulation.

Asset Class	Valuation Policy
Debt and Money Market Instruments (including government securities and treasury bills)	Valued basis average of security level prices received from AMFI appointed/designated agencies viz: CRISIL and ICRA. If security level price for new security purchased (primary allotment or secondary market) is not available, the security will be valued at purchase yield of security. In the event of non-availability of the security level price from any one of the agencies, it will be valued at the sole price, provided by one agency.
Below investment grade securities	Valued basis average of security level prices received from AMFI appointed/designated agencies viz: CRISIL and ICRA. In the event of non-availability of the security level price from any one of the agencies, it will be valued at the sole price, provided by one agency If security level prices are not available from any of the agencies, then the securities will be valued on the basis of indicative haircuts provided by these agencies If security is traded, security shall be valued at lower of weighted average traded price available on public platform or valuation price /price arrived basis indicative haircut provided by valuation agencies

Asset Class	Valuation Policy
Derivatives – Futures	Valued at settlement price provided by the stock exchanges.
Domestic / International Mutual Funds/ Exchange Traded Fund	For unlisted, valued at the last declared / computed net asset value (NAV) per unit. For listed and traded mutual fund, valued on each valuation date at the closing traded price on the exchange.
Qualified Institutional Placement (QIP)/ Follow on Public offer (FPO)/ Initial Public Offering (IPO)	For QIP / FPO, valued at cost or market value, whichever is lower, till the date of listing. For IPO, valued at cost price, till the date of listing of the security.

AMFI - Association of Mutual Fund in India

- The investments are stated at their valuation as per the methodologies mentioned above. If valuation of any particular security does not result in a fair value, then such investments are stated at a fair value as determined in good faith by the AMC in accordance with the SEBI Regulations and informed to the AMC and Trustee Board.

(d) Revenue recognition:

- Dividend income is recognized on the ex-dividend date. Dividend income on foreign securities are recognized net of applicable taxes withheld in the respective countries.
- Interest income is recognized on an accrual basis.
Further, in accordance SEBI Circular No. SEBI/HO/IMD/DF4/CIR/P/2019/102 dated September 24, 2019, the treatment of accrued interest and future accrual of interest in case of money market and debt securities classified as below investment grade or default is detailed below:
For accrued interest
Indicative haircut that has been applied to the principal will be applied.
For future interest accrual
In securities classified as below investment grade - Interest accrual will be continued with the same haircut applied to the principal.
In securities classified as default - No further interest accrual.
- Profit or loss on sale / inter scheme transfer / redemption of investments represents sale proceeds less weighted average cost is recognized on a trade date basis.
- The discount or premium if any to the maturity value of debt securities is amortized and recognized as interest amortized income or expense, as the case may be, over the period of maturity.

(e) Load charges:

- In accordance with the SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, entire amount of Exit load collected is credited to the respective scheme net of taxes as "Other Income".

(f) Investor education and awareness initiatives:

- In accordance with SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the Scheme is accruing 0.02% p.a. on daily net assets towards investor education and awareness initiatives. Of the total, 0.01% is transferred to AMFI on a monthly basis and the remaining 0.01% is utilized for meeting the investor education expenses. Any unutilized amount is carried forward to the subsequent period. Interest earned, if any, by investment of unutilized amount in Fixed deposits, is credited to the Investor Education Liability.

(g) Expenses:

All expenses are accounted for on accrual basis as per approved expenses structures of respective schemes. As per SEBI circular dated October 22, 2018, all scheme related expenses including commission paid to distributors are paid from the schemes within the regulatory limits defined under the Regulations and as specified in the Scheme Information Document read with Statement of Additional Information.

New fund offer expenses are borne by the AMC as per the Regulations.

Schemes are charged additional expenses not exceeding of 0.30 per cent of their daily net assets based on the new inflows from such cities as specified by SEBI. Expenses charged under this clause are utilized for distribution expenses incurred for bringing inflows from such cities. Effective March 1, 2023, basis AMFI directive, no expenses under this head have been accrued, for inflows received as defined in Regulation 52(6A)(b), post February 28, 2023. In case the said inflows are redeemed within a period of one year from the date of investment, the amount incurred as brokerage expense on account of inflows from such cities is credited back to the Scheme as "Other income"

(h) Tri Party Repo (TREP's).

TREP's are valued at cost and interest is accrued on daily basis.

(i) Income Tax:

No income tax provision has been made as the Schemes qualify as a recognized Mutual Fund under section 10 (23D) of the Income-tax Act, 1961.

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

Schedules	Franklin India Prima Fund						Franklin India Smaller Companies Fund					
	Quantity			Amount			Quantity			Amount		
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
3 UNIT CAPITAL												
Units of Rs 10 each fully paid up												
Growth Plan												
Outstanding, beginning of year	36,729,136.277	41,040,047.315	367,293	410,402	591,404,819.054	696,576,934.746	591,404,819.054	696,576,934.746	5,914,048	6,965,769		
Issued during the year	3,173,192.215	3,328,612.634	31,732	33,286	48,637,882.803	52,824,808.980	48,637,882.803	52,824,808.980	486,379	528,248		
Redeemed during the year	(3,873,706.242)	(7,639,523.672)	(38,737)	(76,395)	(66,172,145.560)	(157,996,924.672)	(66,172,145.560)	(157,996,924.672)	(661,721)	(1,579,969)		
Outstanding, end of year	36,028,622.250	36,729,136.277	360,288	367,293	573,870,556.297	591,404,819.054	573,870,556.297	591,404,819.054	5,738,706	5,914,048		
IDCW Plan												
Outstanding, beginning of year	96,006,735.535	113,075,175.551	960,067	1,130,751	75,353,366.350	93,064,242.261	75,353,366.350	93,064,242.261	753,536	930,644		
Issued during the year	6,736,442.791	6,801,582.301	67,364	68,016	4,079,404.222	4,781,260.443	4,079,404.222	4,781,260.443	40,794	47,813		
Redeemed during the year	(10,659,292.035)	(23,870,022.317)	(106,593)	(238,700)	(10,940,625.617)	(22,492,136.354)	(10,940,625.617)	(22,492,136.354)	(109,406)	(224,921)		
Outstanding, end of year	92,083,886.291	96,006,735.535	920,838	960,067	68,492,144.955	75,353,366.350	68,492,144.955	75,353,366.350	684,924	753,536		
Direct Growth Plan												
Outstanding, beginning of year	8,827,706.018	9,968,037.784	88,275	99,679	146,144,294.282	177,570,339.662	146,144,294.282	177,570,339.662	1,461,443	1,775,704		
Issued during the year	539,036.996	762,736.525	5,390	7,627	10,315,761.821	12,531,118.290	10,315,761.821	12,531,118.290	103,158	125,311		
Redeemed during the year	(1,135,085.257)	(1,903,068.291)	(11,351)	(19,031)	(15,021,141.274)	(43,957,163.670)	(15,021,141.274)	(43,957,163.670)	(150,211)	(439,572)		
Outstanding, end of year	8,231,657.757	8,827,706.018	82,314	88,275	141,438,914.829	146,144,294.282	141,438,914.829	146,144,294.282	1,414,390	1,461,443		
Direct IDCW Plan												
Outstanding, beginning of year	6,906,620.637	7,911,050.895	69,067	79,111	8,637,298.252	10,291,564.798	8,637,298.252	10,291,564.798	86,372	102,915		
Issued during the year	636,376.686	1,691,586.381	6,365	16,916	713,075.045	1,937,225.557	713,075.045	1,937,225.557	7,129	19,372		
Redeemed during the year	(1,275,279.964)	(2,696,016.639)	(12,753)	(26,960)	(2,128,759.712)	(3,591,492.103)	(2,128,759.712)	(3,591,492.103)	(21,288)	(35,915)		
Outstanding, end of year	6,267,717.359	6,906,620.637	62,679	69,067	7,221,613.585	8,637,298.252	7,221,613.585	8,637,298.252	72,213	86,372		
Total												
Outstanding, beginning of year	148,470,198.465	171,994,311.543	1,484,702	1,719,943	821,539,777.938	977,503,081.467	821,539,777.938	977,503,081.467	8,215,398	9,775,031		
Issued during the year	11,085,048.688	12,584,517.841	110,851	125,845	63,746,123.891	72,074,413.270	63,746,123.891	72,074,413.270	637,460	720,744		
Redeemed during the year	(16,943,363.498)	(36,108,630.919)	(169,434)	(361,086)	(94,262,672.163)	(228,037,716.799)	(94,262,672.163)	(228,037,716.799)	(942,626)	(2,280,377)		
Outstanding, end of year	142,611,883.655	148,470,198.465	1,426,119	1,484,702	791,023,229.666	821,539,777.938	791,023,229.666	821,539,777.938	7,910,232	8,215,398		

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

Schedules	Franklin India Prima Fund		Franklin India Smaller Companies Fund	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
4. RESERVES AND SURPLUS				
Unit premium reserve				
Balance, beginning of year	(2,942,161)	463,763	3,634,053	8,934,190
Net premium on issue/(redemption) of units	(637,686)	(3,405,924)	(1,003,268)	(5,300,137)
Balance, end of year	(3,579,847)	(2,942,161)	2,630,785	3,634,053
Unrealised appreciation reserve				
Balance, beginning of year	20,769,551	24,752,015	25,845,481	15,178,607
Change in net unrealised appreciation in value of investments	(4,010,017)	(3,982,464)	(1,137,897)	10,666,874
Balance, end of year	16,759,534	20,769,551	24,707,584	25,845,481
Retained surplus				
Balance, beginning of year	53,950,274	46,092,308	31,795,323	29,062,175
Transfer to Revenue Account	(53,950,274)	(46,092,308)	(31,795,323)	(29,062,175)
Net surplus / (Deficit) transferred from revenue account	58,370,015	53,950,274	37,674,646	31,795,323
Balance, end of year	58,370,015	53,950,274	37,674,646	31,795,323
Total reserves and surplus	71,549,702	71,777,664	65,013,015	61,274,857
5. CURRENT LIABILITIES AND PROVISIONS				
Current Liabilities				
Management fees payable	70,846	79,371	66,888	89,660
Trusteeship fees payable	1,219	715	1,215	677
Transfer Agents Fees and Expenses payable	3,488	2,060	3,822	1,947
Investor Education Liability	19,141	16,410	17,718	14,638
Redemption payable	80,103	88,424	73,059	101,017
Contracts for purchase of investments	-	193,026	-	-
Dividend payable	1,581	968	5,910	6,153
Unclaimed redemption payable	419	3	422	133
Units pending allotment	5,625	430	929	397
Other current liabilities	89,077	84,123	67,954	64,427
	271,499	465,530	237,917	279,049
6. INVESTMENTS				
(i) The Investments of the Scheme are registered in the name of the Scheme for the benefit of the Scheme's unitholders except Government Securities and Treasury Bills which are register in the name of Fund.				
(ii) Aggregate appreciation and depreciation in the value of investments are as follows:				
Listed Equity shares / Awaiting listing on Stock Exchanges				
Equity shares				
- appreciation	19,861,275	24,215,414	28,356,630	29,687,577
- depreciation	3,101,741	3,445,863	3,649,045	3,842,096
(iii) The aggregate value of investments purchased and sold by the Scheme during the year and these amounts as a percentage of average daily net assets are as follows:				
Purchases				
- amount	19,103,278	20,623,457	10,137,951	10,850,400
- as a percentage of average daily net assets	26.03	26.73	14.47	15.50
Sales (excluding redemption / part redemption and including derivatives transactions)				
- amount	22,378,771	31,637,263	13,436,173	24,876,535
- as a percentage of average daily net assets	30.49	41.01	19.18	35.53
(iv) Refer Annexure 1 for details of investment portfolio and industrywise classification of the Scheme's investments in each category of investments as at March 31, 2023.				

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

All amounts in thousands of Rupees)

	Franklin India Prima Fund		Franklin India Smaller Companies Fund	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Schedules				
6A. Derivative Disclosure				
Franklin India Prima Fund				
(i) Other than Hedging Positions through Futures as on March 31, 2023 is Nil . (Previous Year Nil)				
(ii) Total outstanding position in Derivative Instruments (Gross Notional) as at March 31, 2023 is Nil. (Previous Year Nil)				
(iii) Total exposure due to futures (non hedging positions) as a percentage of net assets is Nil. (Previous Year Nil)				
(iv) For the Year ended March 31 , 2023 following were the non-hedging transactions through futures which have been squared off/expired:				
	Number of contracts bought	Number of contracts Sold	Gross Notional Value of contracts where futures were bought in Rs. Lakhs	Gross Notional Value of contracts where futures were sold in Rs. Lakhs
	1,114	Nil	4,846.06	Nil
				Net Profit/Loss value on all contracts in Rs. Lakhs
				(41.01)
(v) For the Year ended March 31 , 2022 following were the non-hedging transactions through futures which have been squared off/expired:				
	Number of contracts bought	Number of contracts Sold	Gross Notional Value of contracts where futures were bought in Rs. Lakhs	Gross Notional Value of contracts where futures were sold in Rs. Lakhs
	1,459	Nil	6,523.30	Nil
				Net Profit/Loss value on all contracts in Rs. Lakhs
				365.30
Franklin India Smaller Companies Fund				
(i) Other than Hedging Positions through Futures as on March 31, 2023 is Nil . (Previous Year Nil)				
(ii) Total outstanding position in Derivative Instruments (Gross Notional) as at March 31, 2023 is Nil. (Previous Year Nil)				
(iii) Total exposure due to futures (non hedging positions) as a percentage of net assets is Nil. (Previous Year Nil)				
(iv) For the Year ended March 31 , 2023 following were the non-hedging transactions through futures which have been squared off/expired: (Previous Year Nil)				
	Number of contracts bought	Number of contracts Sold	Gross Notional Value of contracts where futures were bought in Rs. Lakhs	Gross Notional Value of contracts where futures were sold in Rs. Lakhs
	227	Nil	1,116.49	Nil
				Net Profit/Loss value on all contracts in Rs. Lakhs
				(14.90)
(v) For the Year ended March 31 , 2022 following were the non-hedging transactions through futures which have been squared off/expired:				
	Number of contracts bought	Number of contracts Sold	Gross Notional Value of contracts where futures were bought in Rs. Lakhs	Gross Notional Value of contracts where futures were sold in Rs. Lakhs
	2,669	Nil	16,099.40	Nil
				Net Profit/Loss value on all contracts in Rs. Lakhs
				(133.51)
7. OTHER CURRENT ASSETS				
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Balance with Bank in current account				
Other operating account	104,991	54,857	116,434	44,773
Unclaimed redemption bank account	419	3	422	133
	105,410	54,860	116,856	44,906
Reverse Repo Lending				
Reverse Repo Lending	1,882,815	2,411,948	3,267,554	2,995,971
	1,882,815	2,411,948	3,267,554	2,995,971
Others				
Subscription Receivable	669	67	-	1,504
Outstanding and accrued income	28,094	429	646	308
Contracts for sale of investments	-	143,196	106,689	131,490
Advances and deposits	4,335	4,335	44	57
Margin money	17,614	20,944	30,471	24,950
Margin Money towards derivatives contract	174,554	-	31,488	-
	225,266	168,971	169,338	158,309
TOTAL	2,213,491	2,635,779	3,553,748	3,199,186
8. INTEREST				
On Debentures, Bonds & Money Market Instrument	-	-	1,073	-
On Collateralised lending / Reverse repo	119,870	77,094	164,148	75,666
	119,870	77,094	165,221	75,666
9. INCOME AND EXPENDITURE				
The total income and expenditure and these amounts as a percentage of the Scheme's average daily net assets on an annualised basis are provided below:				
Income (a) net of loss on sale of investments, foreign currency transactions and derivatives and b) net of provisions, if any)				
- amount	7,977,230	15,408,301	8,383,955	9,252,544
- as a percentage of average daily net assets	10.87	19.97	11.97	13.22
Expenditure				
- amount	1,272,469	1,328,910	1,208,216	1,200,146
- as a percentage of average daily net assets				
Regular Plan	1.89	1.88	1.89	1.90
Direct Plan	1.08	1.08	1.07	1.05
Management fees (including GST)				
- amount	716,759	744,573	673,915	651,548
- as a percentage of average daily net assets				
Regular Plan	0.98	0.97	0.96	0.94
Direct Plan	0.97	0.96	0.95	0.91
Trusteeship fees (including GST)				
- amount	14,681	9,251	14,011	8,393
- as a percentage of average daily net assets	0.02	0.01	0.02	0.01

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

10. RELATED PARTY DISCLOSURES

The Scheme has entered into transactions with certain related parties. The information required in this regard in accordance with Accounting Standard 18 on 'Related Party Disclosures' issued by the ICAI and Regulation 25(8) of the SEBI Regulations, is provided below.

(i) Related party relationships

Name	Description of relationship
a) Where control exists	
Franklin Resources, Inc.	Ultimate holding Company of the Sponsor of the Fund, Scheme's Asset Manager and Trustee of the Fund
Legg Mason, Inc. Delaware	Subsidiary of Franklin Resources Inc.
Templeton Worldwide Inc. (USA)	Holding Company of the Sponsor
Templeton International Inc. (USA)	Sponsor of the Fund
Franklin Templeton Capital Holdings Pte. Limited (Singapore)	Subsidiary of the Sponsor
Franklin Templeton Holding Limited (Mauritius)	Holding Company of the Scheme's Asset Manager / Holding company of the Trustee of the Fund
Franklin Templeton Asset Management (India) Private Limited	Scheme's asset manager.
Franklin Templeton Trustee Services Private Limited	Trustee of the Fund
b) Other Related Parties with whom transactions have taken place during the period	
Mywish Market Places Pvt. Ltd	Associate of the Scheme's asset manager
<u>Schemes of the Fund, under common control of the Sponsor</u>	
Franklin Asian Equity Fund	Franklin India Fixed Maturity Plans - Series 5 - Plan C (1259 Days) (Till May 31, 2022)
Franklin Build India Fund	Franklin India Fixed Maturity Plans - Series 5 - Plan D (1238 days) (Till May 31, 2022)
Franklin India Banking & PSU Debt Fund	Franklin India Fixed Maturity Plans - Series 5 - Plan E (1224 days) (Till May 31, 2022)
Franklin India BlueChip Fund	Franklin India Fixed Maturity Plans - Series 5 - Plan F (1203 Days) (Till May 31, 2022)
Franklin India Focused Equity Fund	Franklin India Fixed Maturity Plans - Series 6 - Plan C (1169 days) (Till May 31, 2022)
Franklin India Corporate Debt Fund (formerly known as Franklin India Income Builder Account)	Franklin India Floating Rate Fund (formerly known as Franklin India Cash Management Account)
Franklin India Credit Risk Fund (No. of segregated Portfolios in the scheme -3) (formerly known as Franklin India Corporate Bond Opportunities Fund)	Franklin India Flexi Cap Fund (formerly known as Franklin India Equity Fund)
Franklin India Debt Hybrid Fund (No. of segregated Portfolio in the scheme - 1) (formerly known as Franklin India Dynamic Accrual Fund (No. of segregated Portfolios in the scheme - 3) (Till August 07, 2022)	Franklin India Government Securities Fund (formerly known as Franklin India Government Securities Fund - Long Term Plan)
Franklin India Dynamic Asset Allocation Fund Of Funds (formerly known as Franklin India Dynamic PE Ratio Fund Of Funds)	Franklin India Income Opportunities Fund (No. of segregated Portfolios in the scheme - 2)
Franklin India Equity Advantage Fund (formerly known as Franklin India Flexi Cap Fund)	Franklin India NSE Nifty 50 Index Fund (Formerly known as Franklin India Index Fund – NSE Nifty Plan)
Franklin India Equity Hybrid Fund (formerly known as Franklin India Balanced Fund)	Franklin India Life Stage Fund Of Funds 20S Plan (Till December 16, 2022)
Franklin India Equity Savings Fund	Franklin India Life Stage Fund Of Funds 30S Plan (Till December 16, 2022)
Franklin India Feeder - Templeton European Opportunities Fund (formerly known as Franklin India Feeder - Franklin European Growth Fund)	Franklin India Life Stage Fund Of Funds 40S Plan (Till December 16, 2022)
Franklin India Feeder - Franklin U.S. Opportunities Fund	Franklin India Life Stage Fund Of Funds 50S Plan (Till December 16, 2022)
Franklin India Fixed Maturity Plans - Series 2 - Plan A (1224 Days) (Till April 06, 2021)	Franklin India Life Stage Fund Of Funds - 50s Plus Floating Rate Plan (Till December 16, 2022)
Franklin India Fixed Maturity Plans - Series 2 - Plan B (1224 Days) (Till April 27, 2021)	Franklin India Liquid Fund (formerly known as Franklin India Treasury Management Account)
Franklin India Fixed Maturity Plans - Series 2 - Plan C (1205 Days) (Till April 29, 2021)	Franklin India Low Duration Fund (No. of segregated Portfolios in the scheme -2) (Till August 07, 2022)
Franklin India Fixed Maturity Plans - Series 3 - Plan A (1157 Days) (Till April 29, 2021)	Franklin India Multi-Asset Solution Fund of Funds (Formerly known as Franklin India Multi-Asset Solution Fund)
Franklin India Fixed Maturity Plans - Series 3 - Plan B (1139 Days) (Till April 19, 2021)	Franklin India Opportunities Fund
Franklin India Fixed Maturity Plans - Series 3 - Plan C (1132 Days) (Till April 19, 2021)	Franklin India Overnight Fund
Franklin India Fixed Maturity Plans - Series 3 - Plan D (1132 Days) (Till April 27, 2021)	Franklin India Pension Plan
Franklin India Fixed Maturity Plans - Series 3 - Plan E (1104 Days) (Till May 31, 2021)	Franklin India Savings Fund (formerly known as Franklin India Savings Plus Fund)
Franklin India Fixed Maturity Plans - Series 3 - Plan F (1098 days) (Till June 15, 2021)	Franklin India Short-Term Income Plan (No. of segregated Portfolios in the scheme - 3)
Franklin India Fixed Maturity Plans - Series 4 - Plan A (1098 Days) (Till June 29, 2021)	Franklin India Taxshield
Franklin India Fixed Maturity Plans - Series 4 - Plan B (1098 Days) (Till July 27, 2021)	Franklin India Technology Fund
Franklin India Fixed Maturity Plans - Series 4 - Plan C (1098 Days) (Till August 31, 2021)	Franklin India Ultra Short Bond Fund (No. of segregated Portfolio in the scheme -1) (Till August 07, 2022)
Franklin India Fixed Maturity Plans - Series 4 - Plan D (1098 Days) (Till September 13, 2021)	Templeton India Equity Income Fund
Franklin India Fixed Maturity Plans - Series 4 - Plan E (1098 Days) (Till September 28, 2021)	Templeton India Value Fund (formerly known as Templeton India Growth Fund)
Franklin India Fixed Maturity Plans - Series 4 - Plan F (1286 Days) (Till April 18, 2022)	Franklin India Balanced Advantage Fund
Franklin India Fixed Maturity Plans - Series 5 - Plan A (1273 days) (Till April 25, 2022)	
Franklin India Fixed Maturity Plans - Series 5 - Plan B (1244 Days) (Till April 25, 2022)	

FRANKLIN TEMPLETON MUTUAL FUND

(ii) Transactions and balances outstanding, if any, with the above mentioned related parties as defined under Accounting Standard 18 and Regulation 25(8) of the SEBI Regulations are provided below:

Franklin India Prima Fund

Name of related party	Nature of transactions	Year Ended 2023	Balance as at March 31, 2023	Year Ended 2022	Balance as at March 31, 2022
Franklin Templeton Trustee Services Private Limited	Fees for trusteeship services (including GST)	14,681	1,219	9,251	715
Franklin Templeton Asset Management (India) Private Limited	Transfer Agents Fees and Expenses (including GST)	-	-	22,766	-
	Fees for management services (including GST)	716,759	70,846	744,573	79,371
Schemes under common control	<u>Investment in the Plan</u>				
Franklin India Life Stage Fund of Funds - 20's Plan	<u>Direct Growth Plan</u>				
	Subscriptions	-		2,500	
	Redemptions	19,056		7,200	
	Net asset value of investment at balance sheet date		-		17,196
Franklin India Life Stage Fund of Funds - 30's Plan	<u>Direct Growth Plan</u>				
	Subscriptions	-		1,300	
	Redemptions	6,406		2,100	
	Net asset value of investment at balance sheet date		-		5,761
Franklin India Life Stage Fund of Funds - 40's Plan	<u>Direct Growth Plan</u>				
	Subscriptions	700		4,500	
	Redemptions	20,143		8,600	
	Net asset value of investment at balance sheet date		-		17,525
Franklin Templeton Asset Management (India) Private Limited	<u>Investment in the Plan</u>				
	Direct Growth Plan				
	Subscriptions	91,895		-	
	Redemptions	-		-	
	Net asset value of investment at balance sheet date		107,551		11,789
Mywish Market Places Pvt. Ltd @@@	Commission for distribution of the Scheme's units (#)	12		23	

Franklin India Smaller Companies Fund

Name of related party	Nature of transactions	Year Ended 2023	Balance as at March 31, 2023	Year Ended 2022	Balance as at March 31, 2022
Franklin Templeton Trustee Services Private Limited	Fees for trusteeship services (including GST)	14,011	1,215	8,393	677
Franklin Templeton Asset Management (India) Private Limited	Transfer Agents Fees and Expenses (including GST)	-	-	20,705	-
	Fees for management services (including GST)	673,915	66,888	651,548	89,660
	<u>Investment in the Plan</u>				
	<u>Direct Growth Plan</u>				
	Subscriptions	86,796		-	
	Redemptions	-		-	
	Net asset value of investment at balance sheet date		107,602		12,696
Mywish Market Places Pvt. Ltd @@@	Commission for distribution of the Scheme's units (#)	2	-	4	-

The commission is at rates similar to those offered to other distributors by the scheme.

@@@ Associate till November 4, 2022

FRANKLIN TEMPLETON MUTUAL FUND
SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in thousands of Rupees)

Schedules	Franklin India Prima Fund		Franklin India Smaller Companies Fund	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
11. NET ASSET VALUE				
Net asset value of each unit of Rs. 10 of the Scheme				
Growth Plan	1,476.1260	1,425.4976	96.3713	88.6849
Direct Growth Plan	1,627.9158	1,559.4386	106.9714	97.6348
IDCW Plan	64.2877	68.6828	32.3668	32.4967
Direct IDCW Plan	75.4310	78.8504	37.6381	37.4945

The net asset value of the Scheme's unit are determined after including unit capital and reserves & surplus.

12. SEGMENT REPORTING

The Scheme is primarily engaged in the business of investing amounts received from investors, in accordance with their investment objectives to generate returns. Since there is only one business segment and no geographical segments, the segmental reporting disclosures as required by Accounting Standard (AS)-17 "Segment Reporting", issued by the Institute of Chartered Accountants of India are not required to be made.

13. INCOME DISTRIBUTION

In case where the Surplus / (Deficit) for the year (after adjustment of income equalisation) is lower than the amount of distributed income (including tax on income distributed), the income has been distributed by the Scheme to its unitholders out of the distributable surplus available with the Scheme, which consists of the Surplus / (Deficit) for the year (after adjustment of income equalisation) and the retained earnings / accumulated reserves of earlier year(s).

14. INVESTOR EDUCATION AND AWARENESS INITIATIVES

Movement of Investor Education balances as on the Financial Year ended March 31, 2023 and March 31, 2022 are as follows:

Particulars	FY 2022-23	FY 2021-22
Opening Balance	218,874	119,551
Accretion during the year*	130,366	152,893
Utilisation during the year	67,976	13,317
Transferred to AMFI	62,448	64,407
Income earned during the year ended on unclaimed plans available for the purpose of investor education***	47,365	24,154
Closing Balance	266,180	218,874

SEBI vide circular number IMD/DF2/RS/813/2016 dated January 8, 2016 instructed all mutual fund houses to remit 50% of the unutilized portion of investor awareness and education accruals (shown as 'Accrual for investor education and awareness' in current liabilities and provisions) as at March 31, 2016 and 50% of the ongoing accruals thereafter, to AMFI.

* Includes Amount received from AMFI on reversal of accrual in Schemes under winding up subsequently

***In accordance with SEBI circular number SEBI/HO/IMD/DF2/CIR/P/2016/37 dated February 25, 2016, unclaimed redemption and dividend amounts is invested in separate plans of Franklin India Overnight Fund with effect from January 7, 2022, prior to this same were invested in separate plans of Franklin India Liquid Fund. As prescribed by the circular, after the third year of investing the unclaimed amounts in separate plans, the income earned on such unclaimed amounts are being earmarked for the purpose of investor education.

Balances available with the Fund as disclosed above shall be utilized for conducting investor education and awareness programs & initiatives.

15. PRIOR YEAR COMPARATIVES

Prior year amounts have been reclassified, wherever applicable, to conform to the current year's presentation.

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No.: 101248W/W-100022

For Franklin Templeton Trustee
Services Private Limited

For Franklin Templeton Asset Management (India)
Private Limited

Sd/-
Sameer Mota
Partner
Membership No: 109928

Sd/-
Sanjaya Johri
Director

Sd/-
Tabassum Inamdar
Director

Sd/-
Shilpa Shetty
Director

Sd/-
Avinash Satwalekar
Director & President

Sd/-
Sandeep Nair
Associate Director -
Fund Admin & Oversight

Sd/-
Anand Radhakrishnan
Managing Director &
Chief Investment Officer –
Franklin Equity (India)

Place : Mumbai
Date : July 18, 2023

Sd/-
R. Janakiraman
Senior Vice President &
Portfolio Manager –
Franklin Equity

Sd/-
Akhil Kalluri
Asst. Vice President -
Research Analyst & Co
Portfolio Manager –
Franklin Equity

Sd/-
Sandeep Manam
Asst. Vice President &
Research Analyst –
Franklin Equity (Foreign
securities)

FRANKLIN TEMPLETON MUTUAL FUND

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in thousands of Rupees)

Annexure 1

SUPPLEMENTARY INVESTMENT PORTFOLIO INFORMATION AND INDUSTRYWISE CLASSIFICATION

Details of investment portfolio and industrywise classification of the Scheme's investments in each category of investments as at March 31, 2023 are presented below. The industry and company exposure are stated as a percentage of the Scheme's net assets as at March 31, 2023, as well as the aggregate investments in each investment category.

Franklin India Prima Fund

Industry and Company Particular	Quantity	Market Value (including accrued interest, if any)	Percentage to Net Assets	Percentage to Investment Category
Equity and Equity Related				
(a) Listed/Awaiting listing on Stock Exchanges				
Aerospace & Defense	15,042,750	2,586,679	3.54	3.64
Bharat Electronics Ltd	14,617,750	1,425,962	1.95	2.01
Hindustan Aeronautics Ltd	425,000	1,160,718	1.59	1.63
Agricultural, Commercial & Construction Vehicles	10,405,767	2,177,093	2.99	3.07
Ashok Leyland Ltd	9,989,858	1,390,588	1.91	1.96
Escorts Kubota Ltd	415,909	786,505	1.08	1.11
Auto Components	24,743,396	6,183,819	8.47	8.71
Apollo Tyres Ltd	6,394,174	2,045,496	2.80	2.88
Sundram Fasteners Ltd	1,798,493	1,758,926	2.41	2.48
Bosch Ltd	44,832	868,391	1.19	1.22
Motherson Sumi Wiring India Ltd	16,219,870	782,609	1.07	1.10
Tube Investments of India Ltd	286,027	728,396	1.00	1.03
Banks	72,063,656	12,152,429	16.63	17.11
Federal Bank Ltd	21,069,927	2,787,551	3.81	3.92
ICICI Bank Ltd	2,785,566	2,443,638	3.34	3.44
HDFC Bank Ltd	1,223,175	1,968,761	2.69	2.77
Equitas Small Finance Bank Ltd	25,995,601	1,744,305	2.39	2.46
Karur Vysya Bank Ltd	10,880,441	1,135,918	1.56	1.60
City Union Bank Ltd	8,960,416	1,127,668	1.55	1.59
IndusInd Bank Ltd	630,366	673,199	0.92	0.95
State Bank of India	518,164	271,388	0.37	0.38
Beverages	533,231	759,561	1.04	1.07
United Breweries Ltd	533,231	759,561	1.04	1.07
Cement & Cement Products	5,069,627	3,804,964	5.21	5.36
J.K. Cement Ltd	444,764	1,300,357	1.78	1.83
The Ramco Cements Ltd	1,502,334	1,136,741	1.56	1.60
Nuvoco Vistas Corporation Ltd	2,902,529	1,001,082	1.37	1.41
ACC Ltd	220,000	366,784	0.50	0.52
Chemicals & Petrochemicals	1,451,392	2,074,538	2.84	2.92
Deepak Nitrite Ltd	1,050,123	1,934,957	2.65	2.72
Chemplast Sanmar Ltd	401,269	139,581	0.19	0.20
Consumer Durables	12,138,803	5,051,785	6.94	7.12
Crompton Greaves Consumer Electricals Ltd	7,141,052	2,092,328	2.87	2.95
Kansai Nerolac Paints Ltd	3,293,869	1,274,069	1.75	1.79
Voltas Ltd	934,057	764,292	1.05	1.08
Whirlpool Of India Ltd	419,825	552,091	0.76	0.78
Kajaria Ceramics Ltd	350,000	369,005	0.51	0.52
Electrical Equipment	3,620,695	1,086,390	1.49	1.53
CG Power and Industrial Solutions Ltd	3,620,695	1,086,390	1.49	1.53
Entertainment	1,927,265	409,062	0.56	0.58
Zee Entertainment Enterprises Ltd	1,927,265	409,062	0.56	0.58
Ferrous Metals	10,600,000	1,107,700	1.52	1.56
Tata Steel Ltd	10,600,000	1,107,700	1.52	1.56
Fertilizers & Agrochemicals	2,211,164	2,427,992	3.32	3.42
Coromandel International Ltd	1,986,228	1,746,391	2.39	2.46
PI Industries Ltd	224,936	681,601	0.93	0.96
Finance	4,985,023	1,433,988	1.97	2.02
Mahindra & Mahindra Financial Services Ltd	4,850,000	1,123,503	1.54	1.58
Sundaram Finance Ltd	135,023	310,485	0.43	0.44
Financial Technology (Fintech)	2,725,578	1,740,007	2.39	2.45
PB Fintech Ltd	2,075,578	1,326,087	1.82	1.87
One 97 Communications Ltd	650,000	413,920	0.57	0.58
Gas	6,479,143	2,167,801	2.97	3.05
Indraprastha Gas Ltd	2,753,992	1,180,636	1.62	1.66
Gujarat State Petronet Ltd	3,725,151	987,165	1.35	1.39
Healthcare Services	4,409,869	1,945,193	2.67	2.74
Max Healthcare Institute Ltd	4,409,869	1,945,193	2.67	2.74

FRANKLIN TEMPLETON MUTUAL FUND

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in thousands of Rupees)

Annexure 1

Industry and Company Particular	Quantity	Market Value (including accrued interest, if any)	Percentage to Net Assets	Percentage to Investment Category
Industrial Manufacturing	11,000	400,237	0.55	0.56
Honeywell Automation India Ltd	11,000	400,237	0.55	0.56
Industrial Products	4,268,876	3,192,426	4.38	4.50
Cummins India Ltd	992,366	1,617,160	2.22	2.28
APL Apollo Tubes Ltd	690,000	831,692	1.14	1.17
Bharat Forge Ltd	532,747	410,455	0.56	0.58
EPL Ltd	2,053,763	333,120	0.46	0.47
Insurance	1,717,030	1,090,314	1.49	1.53
Max Financial Services Ltd	1,717,030	1,090,314	1.49	1.53
IT - Software	762,190	3,661,866	5.02	5.15
Mphasis Ltd	762,190	1,368,703	1.88	1.93
Persistent Systems Ltd	294,995	1,359,779	1.86	1.91
Coforge Ltd	195,484	745,596	1.02	1.05
HCL Technologies Ltd	173,037	187,788	0.26	0.26
Leisure Services	9,056,495	2,609,534	3.58	3.67
Indian Hotels Co Ltd	4,539,831	1,472,494	2.02	2.07
Jubilant Foodworks Ltd	1,637,180	720,523	0.99	1.01
Devyani International Ltd	2,879,484	416,517	0.57	0.59
Personal Products	3,651,225	2,062,822	2.82	2.90
Emami Ltd	3,651,225	1,309,147	1.79	1.84
Colgate Palmolive (India) Ltd	500,000	753,675	1.03	1.06
Petroleum Products	3,099,850	734,044	1.01	1.03
Hindustan Petroleum Corporation Ltd	3,099,850	734,044	1.01	1.03
Pharmaceuticals & Biotechnology	2,181,033	3,132,967	4.30	4.40
IPCA Laboratories Ltd	1,491,580	1,208,702	1.66	1.70
Abbott India Ltd	52,304	1,154,080	1.58	1.62
Ajanta Pharma Ltd	637,149	770,186	1.06	1.08
Realty	4,296,197	2,804,218	3.84	3.95
Oberoi Realty Ltd	1,283,135	1,081,170	1.48	1.52
Prestige Estates Projects Ltd	2,447,000	986,630	1.35	1.39
Phoenix Mills Ltd	566,062	736,418	1.01	1.04
Retailing	18,352,078	3,067,120	4.20	4.31
Trent Ltd	1,133,937	1,559,107	2.14	2.19
Aditya Birla Fashion and Retail Ltd	3,856,067	826,548	1.13	1.16
Zomato Ltd	13,362,074	681,466	0.93	0.96
Transport Services	2,015,127	1,169,277	1.60	1.65
Container Corporation Of India Ltd	2,015,127	1,169,277	1.60	1.65
Total		71,033,829	97.34	100.00
(b) Unlisted	8,100	0.00	0.00	100.00
Numero Uno International Ltd ** ^^	8,100	0++	0.00*	100.00
Total		0.00	0.00	100.00
OTHER CURRENT ASSETS		2,213,491	3.03	
TOTAL ASSETS		73,247,320	100.37	
LESS: CURRENT LIABILITIES		271,499	0.37	
NET ASSETS		72,975,821	100.00	

** Non- Traded Scrips

*Less than 0.01%

^^ Securities are fair valued

++Less than rupees one thousand

FRANKLIN TEMPLETON MUTUAL FUND

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in thousands of Rupees)

Annexure 1

Franklin India Smaller Companies Fund

Industry and Company Particular	Quantity	Market Value (including accrued interest, if any)	Percentage to Net Assets	Percentage to Investment Category
Equity and Equity Related				
Listed/Awaiting listing on Stock Exchanges				
Aerospace & Defense	831,971	1,213,140	1.66	1.75
Data Patterns India Ltd	498,732	686,106	0.94	0.99
MTAR Technologies Ltd	333,239	527,034	0.72	0.76
Agricultural Food & Other Products	3,260,279	1,850,697	2.54	2.66
CCL Products (India) Ltd	3,260,279	1,850,697	2.54	2.66
Auto Components	5,609,786	2,508,221	3.44	3.60
Tube Investments of India Ltd	530,153	1,350,088	1.85	1.94
Exide Industries Ltd	3,918,888	697,366	0.96	1.00
S J S Enterprises Ltd	1,159,745	459,317	0.63	0.66
CEAT Ltd	1,000	1,451	0.00	0.00
Banks	90,683,183	10,937,553	15.03	15.71
Equitas Small Finance Bank Ltd	52,630,648	3,531,516	4.85	5.06
Karur Vysya Bank Ltd	19,398,917	2,025,247	2.79	2.91
ICICI Bank Ltd	2,259,945	1,982,537	2.72	2.85
HDFC Bank Ltd	1,036,125	1,667,695	2.29	2.40
DCB Bank Ltd	10,449,095	1,112,829	1.53	1.60
City Union Bank Ltd	4,908,453	617,729	0.85	0.89
Capital Markets	1,246,723	1,665,553	2.28	2.39
Multi Commodity Exchange Of India Ltd	929,140	1,409,041	1.93	2.02
Anand Rathii Wealth Ltd	317,583	256,512	0.35	0.37
Cement & Cement Products	4,396,525	1,526,403	2.09	2.20
JK Lakshmi Cement Ltd	1,298,727	1,027,813	1.41	1.48
HeidelbergCement India Ltd	3,097,798	498,591	0.68	0.72
Chemicals & Petrochemicals	6,379,778	4,911,799	6.73	7.05
Deepak Nitrite Ltd	1,387,967	2,557,468	3.51	3.67
GHCL Ltd	1,799,472	906,124	1.24	1.30
Chemplast Sanmar Ltd	2,539,678	883,427	1.21	1.27
Anupam Rasayan India Ltd	652,661	564,780	0.77	0.81
Commercial Services & Supplies	8,212,039	2,863,465	3.92	4.11
Teamlease Services Ltd	385,274	862,802	1.18	1.24
Nesco Ltd	1,654,164	856,361	1.17	1.23
Quess Corp Ltd	2,172,601	803,102	1.10	1.15
Firstsource Solutions Ltd	2,000,000	211,000	0.29	0.30
Tracxn Technologies Ltd	2,000,000	130,200	0.18	0.19
Construction	12,764,604	4,545,239	6.23	6.53
Ahluwalia Contracts (India) Ltd	2,429,035	1,400,703	1.92	2.01
KNR Constructions Ltd	4,997,684	1,267,912	1.74	1.82
Ion Exchange (India) Ltd	286,704	978,793	1.34	1.41
Techno Electric & Engineering Co Ltd	1,988,022	671,156	0.92	0.96
Ashoka Buildcon Ltd	3,063,159	226,674	0.31	0.33
Consumer Durables	12,241,854	5,094,201	6.99	7.32
Blue Star Ltd	1,253,012	1,728,092	2.37	2.48
V.I.P. Industries Ltd	1,776,602	1,017,460	1.40	1.46
Kalyan Jewellers India Ltd	6,871,744	723,938	0.99	1.04
Voltas Ltd	713,321	583,675	0.80	0.84
TTK Prestige Ltd	812,579	568,115	0.78	0.82
Symphony Ltd	295,832	300,018	0.41	0.43
Campus Activewear Ltd	518,764	172,904	0.24	0.25
Entertainment	21,859,679	824,361	1.13	1.18
TV Today Network Ltd	2,464,730	446,116	0.61	0.64
Music Broadcast Ltd (Non- Convertible Preference Shares) ## ** ^^	1,892,146	189,215	0.26	0.27
Music Broadcast Ltd	17,502,803	189,030	0.26	0.27
Finance	1,788,395	1,263,585	1.73	1.81
Cholamandalam Investment and Finance Co Ltd	988,395	752,465	1.03	1.08
Financial Technology (Fintech)	2,756,380	1,815,951	2.49	2.60
PB Fintech Ltd	800,000	511,120	0.70	0.73
Food Products	2,199,040	1,432,701	1.97	2.05
Mrs Bectors Food Specialities Ltd	1,592,102	850,103	1.17	1.22
Healthcare Services	606,938	582,598	0.80	0.83
Metropolis Healthcare Ltd	364,278	454,728	0.62	0.65
Global Health Ltd	242,660	127,870	0.18	0.18
Household Products	12,899,969	2,830,131	3.88	4.07
Jyothy Labs Ltd	9,706,465	1,849,082	2.54	2.66
Industrial Manufacturing	3,193,504	981,049	1.34	1.41
Syrma SGS Technology Ltd	2,868,613	753,154	1.03	1.08
Tega Industries Ltd	324,891	227,895	0.31	0.33

FRANKLIN TEMPLETON MUTUAL FUND

SCHEDULES TO THE BALANCE SHEET AS AT MARCH 31, 2023 AND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in thousands of Rupees)

Annexure 1

Industry and Company Particular	Quantity	Market Value (including accrued interest, if any)	Percentage to Net Assets	Percentage to Investment Category
Industrial Products	12,675,005	6,902,032	9.46	9.92
Finolex Cables Ltd	2,259,088	1,835,735	2.52	2.64
Carborundum Universal Ltd	1,812,883	1,786,959	2.45	2.57
Kirloskar Oil Engines Ltd	2,858,245	1,132,151	1.55	1.63
M M Forgings Ltd	1,122,027	941,549	1.29	1.35
Finolex Industries Ltd	3,370,950	575,084	0.79	0.83
Kirloskar Pneumatic Co Ltd	937,544	525,259	0.72	0.75
Harsha Engineers International Ltd	314,268	105,295	0.14	0.15
IT - Services	1,615,478	1,605,329	2.20	2.31
Cyient Ltd	1,311,734	1,305,503	1.79	1.88
Affle India Ltd	303,744	299,826	0.41	0.43
IT - Software	4,040,110	2,499,159	3.43	3.59
KPIT Technologies Ltd	1,912,610	1,769,356	2.43	2.54
Intellect Design Arena Ltd	1,072,468	440,355	0.60	0.63
Zensar Technologies Ltd	1,055,032	289,448	0.40	0.42
Leisure Services	16,017,232	2,837,057	3.89	4.08
Lemon Tree Hotels Ltd	13,986,857	1,080,485	1.48	1.55
Westlife Foodworld Ltd	1,340,117	915,769	1.26	1.32
Sapphire Foods India Ltd	690,258	840,803	1.15	1.21
Oil	1,000,000	120,200	0.16	0.17
Hindustan Oil Exploration Co Ltd	1,000,000	120,200	0.16	0.17
Petroleum Products	5,666,803	1,506,384	2.06	2.16
Hindustan Petroleum Corporation Ltd	4,685,684	1,109,570	1.52	1.59
Gulf Oil Lubricants India Ltd	981,119	396,814	0.54	0.57
Pharmaceuticals & Biotechnology	4,160,588	3,611,570	4.95	5.20
J.B. Chemicals & Pharmaceuticals Ltd	1,111,988	2,197,677	3.01	3.16
Eris Lifesciences Ltd	1,710,900	978,806	1.34	1.41
Indoco Remedies Ltd	1,337,700	435,087	0.60	0.63
Realty	8,490,633	3,936,516	5.40	5.65
Brigade Enterprises Ltd	6,359,390	3,018,802	4.14	4.33
Sobha Ltd	2,131,243	917,713	1.26	1.32
Retailing	1,174,231	1,172,230	1.61	1.68
Shankara Building Products Ltd	1,071,467	656,381	0.90	0.94
Indiamart InterMesh Ltd	102,764	515,850	0.71	0.74
Textiles & Apparels	2,334,563	1,279,487	1.75	1.84
K.P.R. Mill Ltd	2,060,963	1,191,443	1.63	1.71
S P Apparels Ltd	273,600	88,044	0.12	0.13
Transport Services	10,743,660	670,404	0.92	0.97
Gateway Distriparks Ltd	10,743,660	670,404	0.92	0.97
Total		69,607,416	95.45	100.00
OTHER CURRENT ASSETS		3,553,748	4.88	
TOTAL ASSETS		73,161,164	100.33	
LESS: CURRENT LIABILITIES		237,917	0.33	
NET ASSETS		72,923,247	100.00	

HISTORICAL PER UNIT STATISTICS	FRANKLIN INDIA PRIMA FUND			FRANKLIN INDIA SMALLER COMPANIES FUND		
	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
(a) Net assets value, per unit at plan/option level						
Growth Plan	1,476.1260	1,425.4976	1,253.4260	96.3713	88.6849	67.5096
Direct Growth Plan	1,627.9158	1,559.4386	1,360.3939	106.9714	97.6348	73.7008
IDCW Plan	64.2877	68.6828	65.7971	32.3668	32.4967	27.0985
Direct IDCW Plan	75.4310	78.8504	74.1813	37.6381	37.4945	30.6464
(b) Gross income per-unit :						
i) Income other than profit(loss) on sale of investment, per unit	5.26	5.17	4.44	1.15	0.84	0.51
ii) Income from profit(loss) on inter-scheme sales/transfer of investment, per unit	-	-	-	-	-	-
iii) Income from profit(loss) on sale of investment to third party, per unit	50.68	98.61	34.74	9.45	10.42	3.96
iv) Transfer to Revenue Account from past year's reserve per unit	-	-	-	-	-	-
v) Gross income sum of b (i) ,(ii) & (iii)	55.94	103.78	39.18	10.60	11.26	4.47
(c) Aggregate of expense, write offs, amortisation and charges, per unit	(8.92)	(8.95)	(6.67)	(1.53)	(1.46)	(1.02)
(d) Net Income, per unit (gross income – aggregate of expenses)	47.02	94.83	32.51	9.07	9.80	3.45
(e) Net unrealised appreciation/(depreciation) in value of investments, per unit	(28.12)	(26.82)	192.56	(1.44)	12.98	36.55
(f) i) Highest traded price	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
ii) Lowest traded price	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
(g) Ratio of Expenses to Average Net Assets by percentage;						
Regular Plan	1.89	1.88	1.91	1.89	1.90	1.96
Direct Plan	1.08	1.08	1.08	1.07	1.05	1.09
(h) Ratio of Gross Income to Average Net Assets by percentage	10.87	19.97	10.33	11.97	13.22	7.77
(i) i) Highest NAV per unit during the year at plan/option level						
Growth Plan	1,591.0282	1,635.5854	1,300.9701	99.1263	96.8325	68.6809
Direct Growth Plan	1,750.4223	1,782.9179	1,411.1208	109.7576	106.4242	74.9330
IDCW Plan	71.2260	78.8052	68.2929	36.3227	38.8688	27.7049
Direct IDCW Plan	81.7905	90.1506	76.9492	42.1482	44.2533	31.1589
iii) Lowest NAV per unit during the year at plan/option level						
Growth Plan	1,238.3350	1,208.2071	657.4039	76.3418	64.8757	32.3395
Direct Growth Plan	1,357.1269	1,311.8617	707.7301	84.1987	70.8559	35.0098
IDCW Plan	56.0129	63.0084	37.8800	27.9738	26.0412	13.6265
Direct IDCW Plan	65.3289	71.5349	41.9567	32.3343	29.4635	15.1986
(j) Face value per unit	10.0000	10.0000	10.0000	10.0000	10.0000	10.0000
(k) Total unit capital	1,426,119	1,484,702	1,719,943	7,910,232	8,215,398	9,775,031
(l) Average Net asset	73,399,014	77,154,237	65,745,086	70,052,728	70,009,283	56,287,561
(m) Number of days	365	365	365	365	365	365
(n) Weighted average Price Earnings Ratio of equity/equity related instruments held as at end of year/period.*	26.92	23.24	23.85	23.01	21.16	19.65

* Weighted Harmonic Average

Per unit calculation is based on number of units at the end of the year. Per unit statistics are disclosed for schemes/plans in existence at the end of respective years.