LEGG MASON
GLOBAL ASSET MANAGEMENT

Global Currents Investment Management

A world of investment opportunities

Global Currents was established by a team of investment professionals with a long history of offering investors access to what they believe are high-quality, undervalued companies from across the world's developed and emerging markets. While the firm is new, their core investment team has been managing the same global equity strategies for over 16 years.[1] Based in Wilmington, Delaware, they have $4.5 billion in assets under management.[2]

Investment approach

The Global Currents investment process employs both quantitative modeling and fundamental analysis. They begin by screening over 17,000 publicly traded securities with capitalizations greater than $100 million. They assess overall liquidity and compare measures such as current price-to-earnings, price-to-book and price-to-cash flow within sectors and countries on a historical basis. The result is a comprehensive overall universe that covers a range of countries and industries.

Identify universe	Quantitative modeling	Security screening	Fundamental analysis	Stock selection
Identify stocks in 10 macro sectors from both developing and emerging markets	Look for stocks trading below their normal valuations	Seek to eliminate stocks with negative characteristics and barriers to success	Rigorous research to understand the key drivers behind valuations and profitability	Bottom-up approach focusing on risk-adjusted return potential

Firm highlights

- The firm's investment team has an average of 17 years of industry experience gained through many market cycles, giving them a powerful tool that can help them uncover investment opportunities across the globe.
- Global Currents uses a global equity approach that is "unconstrained," meaning their managers are free to search out the best potential companies in the world, no matter their country, sector, industry or market capitalization.
- The firm focuses on "classic" value investing, looking to buy only those stocks that are at the lower end of their historical valuation ranges and that they believe have significant catalysts to spur future growth.
- The team concentrates on "bottom-up" analysis that uses cutting-edge quantitative systems to filter the global investment universe before conducting fundamental company research.

[1] Before July 1, 2008, Global Currents Investment Management, LLC, managed the same global investment strategies as part of Brandywine Global Asset Management, LLC.
[2] All data, including assets under management, as of 3/31/10; unless otherwise indicated.

GLOBAL CURRENTS
INVESTMENT MANAGEMENT

Legg Mason products managed by Global Currents

Investors can access Global Currents' investment expertise through the Legg Mason Global Currents Funds, separately managed accounts and retirement-related products.

Fund name	Symbols	Investment objective	Primary portfolio
Legg Mason Global Currents International All Cap Opportunity Fund	SBIEX / SBIBX / SBICX / SBIYX	Total return from growth of capital and income	Equity securities of companies located in 48 developed and emerging countries

Why global equity

Today, our world is more interdependent and integrated than ever before. This means investors need to be looking at the world in terms of companies rather than focusing on countries. Such a global view may potentially benefit investors, since looking abroad offers a wider selection of industries and stocks and may also help spread risk, since different markets tend to perform well at different times.

Client-focused, experienced management

Our global investment team's experience provides a unique and powerful perspective for investors. We use a team approach in all aspects of the business, with all professionals seeking to continually exceed client expectations.

Portfolio managers	Experience
Paul Ehrlichman Chairman & Chief Investment Officer, Portfolio Manager	Paul has 26 years of industry experience. He earned a BS degree in Finance and Quantitative Analysis from La Salle University, graduating cum laude.
Sean Bogda, CFA Managing Director, Portfolio Manager	Sean has 16 years of investment experience and is responsible for covering the industrials/cyclicals, energy and utilities sectors. He is a Chartered Financial Analyst and earned a BS in Finance from the University of Colorado, graduating cum laude.
Safa Muhtaseb, CFA Managing Director, Portfolio Manager	Safa has 22 years of investment experience and is responsible for covering the healthcare and consumer sectors. Safa is a Chartered Financial Analyst and earned an MBA in Finance from the University of Tennessee and graduated cum laude with a BS in Business Administration from Old Dominion University.
George Foley Managing Director, Portfolio Manager	George has 26 years of investment experience and is responsible for covering the financial, energy and utilities sectors. He received his BS in finance from La Salle University and an MBA in finance from Drexel University.
Elisa Mazen Managing Director, Portfolio Manager	Elisa has 24 years of investment experience and is responsible for covering the consumer sector. She received her BA in economics and finance from Douglass College, Rutgers University and serves as a member of the Douglass College Investment Committee.

What should I know before investing?

All investments involve risk, including possible loss of principal. Foreign securities are subject to certain risks of overseas investing not associated with domestic investing. These risks include currency fluctuations and changes in political and economic conditions, which could result in significant market fluctuation. These risks are magnified in emerging markets.

Where can I find more information?

For more information, please contact your financial advisor or visit www.leggmason.com/individualinvestors.

There is no guarantee that investment objectives will be met. The investment process may change over time.
The characteristics set forth above are intended as a general illustration of some of the criteria the strategy team considers in selecting securities.

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AN INVESTOR SHOULD CONSIDER A FUND'S INVESTMENT OBJECTIVES, RISKS, CHARGES AND EXPENSES CAREFULLY BEFORE INVESTING. FOR A FREE PROSPECTUS, WHICH CONTAINS THIS AND OTHER INFORMATION ON ANY LEGG MASON FUND, VISIT WWW.LEGGMASON.COM/INDIVIDUALINVESTORS. AN INVESTOR SHOULD READ THE PROSPECTUS CAREFULLY BEFORE INVESTING.