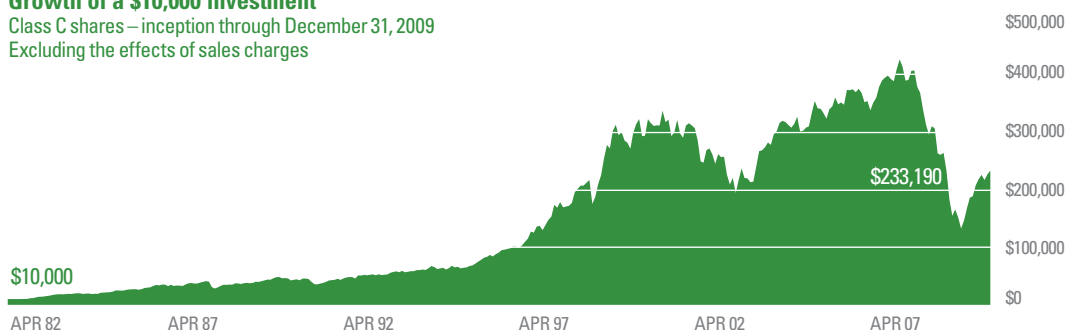


Legg Mason Capital Management Value Trust

Fund performance

Growth of a \$10,000 investment

Class C shares – inception through December 31, 2009
 Excluding the effects of sales charges



Average annual total returns & fund expenses (%) as of December 31, 2009

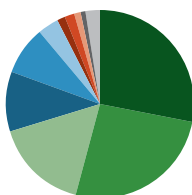
	Without sales charges					With maximum sales charges					Expenses (Gross) ¹	Expenses (Net) ²	Inception date
	1-yr	3-yr	5-yr	10-yr	Since inception	1-yr	3-yr	5-yr	10-yr	Since inception			
Class A ³	–	–	–	–	53.38	–	–	–	–	44.56	1.06	1.06	2/2/09
Class C	40.64	-16.12	-8.03	-3.20	12.04	39.69	-16.12	-8.03	-3.20	12.04	1.72	1.72	4/16/82
Class FI	41.63	-15.57	-7.42	–	-1.44	41.63	-15.57	-7.42	–	-1.44	1.06	1.06	3/23/01
S&P 500 Index	26.46	-5.63	0.42	-0.95	–	26.46	-5.63	0.42	-0.95	–			

Performance shown represents past performance and is no guarantee of future results. Current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate so shares, when redeemed, may be worth more or less than the original cost. Class A shares have a maximum front-end sales charge of 5.75%. Class C shares have a one-year contingent deferred sales charge (CDSC) of 0.95%. If sales charges were included, performance shown would be

lower. Total returns assume the reinvestment of all distributions at net asset value and the deduction of all Fund expenses. Performance data does not reflect trade date adjustments made to the NAV at month-end. Performance would have been lower if fees had not been waived in various periods. For the most recent month-end information, please visit www.leggmason.com/individualinvestors. Prior to 2/2/09, Class C shares were known as Primary shares.

Sector allocation⁴ (%)

Information Technology	28.1
Financials	26.1
Consumer Discretionary	16.2
Health Care	10.4
Utilities	8.3
Industrials	3.4
Consumer Staples	1.6
Energy	1.6
Materials	1.1
Telecommunication Services	0.7
Cash	2.5



Top 10 holdings⁴ (%)

AES Corporation	8.3
Aflac Inc	3.7
Sears Holdings Corp	3.6
Aetna Inc	3.4
eBay Inc	3.3
IBM Corp	3.2
Hewlett-Packard Co	3.1
CA Inc	3.1
Capital One Financial Corp	3.0
Cisco Systems Inc	3.0
Total	37.8

Symbols/CUSIPs by Class

A: LGVAX / 524659505

C: LMVTX / 524659109

FI: LMVFX / 524659307

Our goal

Long-term capital growth

What we invest in

The Fund invests primarily in equity securities of large-capitalization companies selling significantly below their expected value due to market inefficiencies or uncertainties about the company. The Fund may invest in companies of any size and can invest up to 25% of total net asset value in debt securities.

Our approach

The Fund's manager uses a value-investment discipline to determine when a company's stock price represents a large discount to his assessment of the company's intrinsic value (the value of all the qualitative and quantitative aspects of the company's business). To determine intrinsic value, the manager focuses on a company's cash earnings, discounting projected future cash flows to see what they are worth today. The manager takes a long-term approach, generally holding securities for long periods to realize the growth potential, resulting in relatively low portfolio turnover.

¹ Gross expenses are the Fund's total annual operating expenses for the share class(es) indicated as of the date of the Fund's most current prospectus and do not reflect fee waivers or reimbursements. These expenses include management fees, 12b-1 distribution and service fees and other expenses.

² Because the Fund does not currently have fee waivers or reimbursements, gross and net expense ratios are the same.

³ Indicated returns are not annualized.

⁴ Percentages are based on total portfolio as of quarter-end, are subject to change at any time and do not include trade date activity. For informational purposes only and not to be considered a recommendation to purchase or sell any security. Prior to October 5, 2009, the Fund was known as Legg Mason Value Trust. The Fund's investment objective, portfolio managers and investment strategy have not changed. Please see the prospectus for details.

Legg Mason Capital Management Value Trust

What should I know before investing?

Equity securities are subject to price fluctuation and possible loss of principal. The manager's investment style may become out of favor and/or the manager's selection process may prove incorrect, which may have a negative impact on the Fund's performance. The Fund may focus its investments in certain regions or industries, increasing its vulnerability to market volatility.

Additional risks may include those risks associated with investing in fixed-income and high-yield securities. Please see the prospectus for more information.

Where can I find more information?

Online you'll find the most current performance data, commentary, prospectus and more information on each of our managers and products.

Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, which is available at www.leggmason.com/individualinvestors. Please read it carefully.

Meet your Legg Mason Capital Management managers

Bill Miller, CFA, with over 27 years of investment industry experience, is your Fund's portfolio manager, and Mary Chris Gay, with over 21 years of investment industry experience, is your assistant portfolio manager.

They are part of Legg Mason Capital Management (LMCM), Legg Mason's valuation-driven investment manager. LMCM offers investors six distinctive investment strategies. Founded in 1982, LMCM uses an exhaustive research process that focuses on challenging market assumptions, blending classic valuation analysis and traditional and nontraditional learning.

Legg Mason's unique structure provides you with access to this specialized expertise, offering a powerful portfolio of solutions through our independent investment management firms.



Bill Miller



Mary Chris Gay

Portfolio statistics as of December 31, 2009

Net assets (in billions)	\$4.7	Measures below are based on a trailing 3-year period for Class C shares	
Number of issues	55		
Average market cap (in billions)	55.6	Beta	1.34
Median market cap (in billions)	30.4	R-squared	0.92
Turnover rate (fiscal yr %)	22.0	Sharpe ratio	-0.57
Dividend frequency	Annually, if any	Standard deviation	27.8%
Lipper category	Large-Cap Core		

Year-to-date and calendar-year total returns (%) as of December 31, 2009

Without sales charges	YTD	2008	2007	2006	2005	2004	2003	2002	2001	2000
Class A	-	-	-	-	-	-	-	-	-	-
Class C	40.64	-55.05	-6.66	5.85	5.32	11.96	43.54	-18.92	-9.29	-7.13
Class FI	41.63	-54.77	-6.05	6.56	6.01	12.71	44.48	-18.31	-	-
S&P 500 Index	26.46	-37.00	5.49	15.79	4.91	10.88	28.69	-22.10	-11.88	-9.11

Performance shown represents past performance and is no guarantee of future results. Current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate so shares, when redeemed, may be worth more or less than the original cost. If sales charges were included, performance shown would be lower. Year-to-date (YTD) returns are calculated from January 1 of the reporting year. All classes of shares are not available through all distribution channels.

What terms should I know?

Beta is a measure of a portfolio's volatility, or systematic risk, in comparison to the market as a whole. A beta below 1 indicates less volatility than the market; a higher beta indicates more volatility.

R-squared measures how closely a portfolio's performance correlates with that of its benchmark, thus representing how much of the portfolio's performance can be explained by the overall market or index. 1 indicates perfect correlation; 0 indicates no correlation.

Sharpe ratio refers to a risk-adjusted measure calculated using standard deviation and excess returns to determine reward per unit of risk. The higher the ratio, the greater the risk-adjusted performance.

Standard deviation indicates the percentage by which a fund's performance has varied from its average performance in any given month during the last 36 months. The higher the standard deviation, the greater the range of performance, indicating greater volatility.

Turnover is a measure of the Fund's trading activity which represents the portion of the Fund's holdings that has changed over a year. There is no assurance that the Fund will maintain its current level of turnover.

The S&P 500 Index is a market capitalization-weighted index of 500 widely held common stocks. Please note that an investor cannot invest directly in an index.