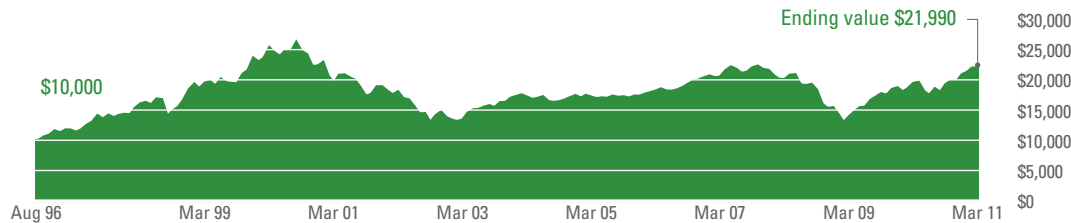


Legg Mason ClearBridge Dividend Strategy Fund

Fund performance

Growth of \$10,000

Class A shares – inception through March 31, 2011
 Excluding the effects of sales charges



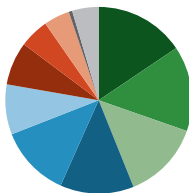
Average annual total returns & fund expenses¹ (%) as of March 31, 2011

| | Without sales charges | | | | | With maximum sales charges | | | | | Expenses (Gross) | Expenses (Net) | 30-day SEC yield | Inception date |
|---------------|-----------------------|------|------|-------|--------------------|----------------------------|------|------|-------|--------------------|---------------------|-------------------|---------------------|-------------------|
| | 1-Yr | 3-Yr | 5-Yr | 10-Yr | Since inception | 1-Yr | 3-Yr | 5-Yr | 10-Yr | Since inception | | | | |
| Class A | 13.03 | 3.08 | 3.87 | 1.26 | 5.54 | 6.53 | 1.07 | 2.64 | 0.66 | 5.11 | 1.56 | 1.25 | 1.49 | 08/18/96 |
| Class B | 12.33 | 2.32 | 3.11 | 0.63 | 5.09 | 7.33 | 1.36 | 2.93 | 0.63 | 5.09 | 2.25 | 2.00 | 0.84 | 08/18/96 |
| Class C | 12.45 | 2.56 | 3.39 | 0.90 | -1.58 | 11.45 | 2.56 | 3.39 | 0.90 | -1.58 | 1.84 | 1.84 | 1.05 | 09/19/00 |
| Class I | 13.52 | 3.19 | – | – | 3.29 | 13.52 | 3.19 | – | – | 3.29 | 0.97 | 0.95 | 2.08 | 03/05/08 |
| S&P 500 Index | 15.65 | 2.35 | 2.62 | 3.29 | – | 15.65 | 2.35 | 2.62 | 3.29 | – | | | | |

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 B shares have a maximum five-year contingent deferred sales charge (CDSC) of up to 5.0%. Class C shares have a one-year CDSC of 1.0%. Absent reimbursements and/or fee waivers, the Fund's 30-day SEC yield for Class A, B, C, and I respectively, would have been 1.31%, 0.67%, 1.05%, and 2.08%. Numbers may be the same due to rounding. 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.

Sector allocation (%)

| | |
|----------------------------|------|
| Financials | 15.6 |
| Industrials | 14.8 |
| Information Technology | 13.6 |
| Energy | 12.8 |
| Consumer Staples | 12.4 |
| Health Care | 8.7 |
| Consumer Discretionary | 7.5 |
| Telecommunication Services | 5.1 |
| Materials | 4.5 |
| Utilities | 0.6 |
| Cash | 4.6 |



Top 10 holdings (%)

| | |
|------------------------------|-------------|
| Exxon Mobil Corp. | 3.8 |
| Microsoft Corp. | 2.9 |
| JPMorgan Chase & Co. | 2.7 |
| Johnson & Johnson | 2.5 |
| Procter & Gamble Co. | 2.5 |
| Honeywell International Inc. | 2.3 |
| AT&T Inc. | 2.1 |
| Travelers Cos. Inc. | 2.0 |
| Chevron Corp. | 2.0 |
| Home Depot Inc. | 1.9 |
| Total | 24.6 |

Effective November 1, 2010, the Fund's C shares were closed to purchases and incoming exchanges by new investors.

Sector allocation and top holdings percentages are based on total portfolio as of quarter-end and are subject to change at any time. For informational purposes only and not to be considered a recommendation to purchase or sell any security.

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. Net expenses are the Fund's total annual operating expenses for the share classes indicated as of the date of the Fund's most current prospectus and would reflect voluntary fee waivers and/or reimbursements, where these reductions reduce the Fund's gross expenses. These waivers and/or reimbursements may be reduced or terminated at any time.

Symbols/CUSIPs by Class

| | | |
|---|-------|-----------|
| 1 | CSGWX | 52467T780 |
| A | GROAX | 52467T772 |
| B | GROBX | 52467T764 |
| C | SCPLX | 52467T756 |
| I | LMBIX | 52467T749 |

Our goal

Capital appreciation, principally through investments in dividend-paying stocks

What we invest in

The Fund invests primarily in the equity securities of medium- and large-sized companies that are dominant in their industry, pay a dividend or have the potential to initiate a dividend and/or can significantly grow their dividends over time. The Fund may also make investments in companies that are not expected to pay dividends and invest up to 25% in foreign securities.

Our approach

The Fund's managers look for companies with current yield or the potential for dividend growth, strong or rapidly improving balance sheets, recognized industry leadership and effective management teams that exhibit a desire to earn consistent returns for shareholders.

Legg Mason ClearBridge Dividend Strategy Fund

What should I know before investing?

Equity securities are subject to price fluctuation and possible loss of principal. International investments are subject to special risks including currency fluctuations, social, economic and political uncertainties, which could increase volatility. These risks are magnified in emerging markets. Dividends are not guaranteed, and a company may reduce or eliminate its dividend at any time. Small- and mid-cap stocks involve greater risks and volatility than large-cap stocks. Short selling is a speculative strategy. Unlike the possible loss on a security that is purchased, there is no limit on the amount of loss on an appreciating security that is sold short. Derivatives, such as options and futures, can be illiquid, may disproportionately increase losses, and have a potentially large impact on fund performance.

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 ClearBridge managers

Peter Hable, Peter Vanderlee, CFA, Hersh Cohen and Michael Clarfeld, CFA are co-portfolio managers of your Fund, with 28 years, 12 years, 42 years and 11 years of investment industry experience, respectively.

They're part of the investment team at ClearBridge Advisors, Legg Mason's largest equity manager. ClearBridge offers institutional and individual investors a variety of traditional and alternative equity strategies. With an investment heritage dating back over 45 years, ClearBridge offers distinctive manager insights and proprietary fundamental research.

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

Portfolio statistics as of March 31, 2011

| | | | |
|-----------------------|---------------------|--|-------|
| Net assets | \$1.9B | Measures below are based on a trailing 10-year period for Class A shares | |
| Number of holdings | 89 | Beta | 0.86 |
| Weighted avg cap | \$89.7B | R-squared | 0.96 |
| Weighted med cap | \$45.4B | Sharpe ratio | 0.01 |
| Dividend frequency | Qrtly | Standard deviation (%) | 14.00 |
| Lipper category | Equity Income Funds | | |
| Turnover(fiscal yr %) | 14.0 | | |

Year-to-date and calendar-year total returns (%) as of March 31, 2011

| Without sales charges | YTD | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 | 2002 |
|-----------------------|------|-------|-------|--------|------|-------|-------|-------|-------|--------|
| Class A | 5.37 | 11.42 | 21.25 | -28.55 | 6.05 | 17.55 | -0.58 | 2.58 | 23.42 | -27.06 |
| Class B | 5.16 | 10.65 | 20.37 | -29.09 | 5.29 | 16.74 | -1.36 | 1.69 | 22.43 | -27.70 |
| Class C | 5.23 | 10.78 | 20.63 | -28.87 | 5.57 | 17.18 | -1.12 | 2.28 | 23.52 | -27.15 |
| Class I | 5.52 | 11.79 | 21.79 | — | — | — | — | — | — | — |
| S&P 500 Index | 5.92 | 15.06 | 26.46 | -37.00 | 5.49 | 15.79 | 4.91 | 10.88 | 28.69 | -22.10 |

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 cumulative figures, are not annualized and are calculated from January 1 of the reporting year. All classes of shares may not be available to all investors or 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 period indicated. 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 30-day SEC yield is the average annualized net investment income per share for the 30-day period indicated and is subject to change.

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.