

CLEARBRIDGE FOCUS VALUE ETF

Investment overview

ClearBridge Focus Value ETF (CFCV) is an actively managed strategy that seeks to achieve long-term capital appreciation through investment in a select number of large-capitalization stocks that, through robust fundamental research, identifies companies with strong business franchises and attractive valuations.

- CFCV may benefit investors who seek to generate long-term growth of capital and competitive returns through a full market cycle combined with the potential tax advantages and compelling relative pricing of a confidential ETF vehicle.

Investment Process:

- To start, companies with a market cap typically greater than \$5 billion are evaluated for strength of franchise with sustainable competitive advantages and attractive valuations.
- Portfolio construction combines the bottom-up fundamental analysis with macro outlook to develop a focus value portfolio of approximately 30-40 companies.
- The strategy applies ongoing risk management including a sell discipline, and risk controls to help mitigate concentration risk and enhance diversification.

Top 10 holdings (%) as of Dec. 31, 2020

JPMorgan Chase & Co.	4.6
Deere & Co Common Stock	4.2
Lam Research Corp	4.2
Bank Of America Corp	4.1
Comcast Corp Class A	4.1
Edison International	3.6
Honeywell International Inc Co	3.6
T-Mobile US, Inc.	3.3
TE Connectivity Ltd.	3.3
UnitedHealth Group Inc	3.1
Total	38.1

Sector allocation (%) as of Dec. 31, 2020

Financials	20.3
Industrials	16.6
Communication Services	14.2
Information Technology	13.0
Health Care	10.3
Utilities	6.6
Materials	6.2
Consumer Staples	4.7
Energy	2.7
Consumer Discretionary	2.2
Real Estate	2.0
Cash	1.2

Fund Data as of Dec. 31, 2020

CBOE Symbol	CFCV
Listing Exchange	CBOE BZX - BATS
Expense Ratio (gross/net)	0.50/0.50
CUSIP	00509W105
VIIV ¹	CFCV.IV
Net Asset Value (NAV) ²	\$30.05
Market Price ²	\$30.02
Premium/Discount ³	-1%
Net Assets	\$3.1M
	Russell 1000
Fund Benchmark	Value Index
Fund Benchmark Ticker	RU10VATR
Inception Date	05/27/20
Fiscal Year End	Sep
Distribution Frequency, if any	Quarterly
	Large-Cap Value
Lipper Category	Funds
Morningstar Category	Large Value

Statistics as of Dec. 31, 2020

Weighted Average Market Cap	\$188.9B
Price/book ratio ⁴	6.3
Harmonic P/E ratio (trailing 12 months) ⁵	24.0
Harmonic P/E ratio (forecasted 12 months) ⁶	21.1
Number of holdings	40
30-day SEC yield ⁷	1.25%

Market Capitalization (%) as of Dec. 31, 2020

Over \$50 billion	69.8
\$25-50 billion	16.8
\$10-25 billion	7.5
\$3-10 billion	6.0

¹ The **Verified Intraday Indicative Value (VIIV)** represents the underlying basket of securities plus the cash component and it is updated every second through the trading day

² **Net Asset Value (NAV)** is total assets less total liabilities divided by the number of shares outstanding. **Market Price**, determined by supply and demand, is the price an investor purchases or sells the fund. The Market Price may differ from a fund's NAV.

³ Shareholders may pay more than net asset value when they buy Fund shares and receive less than net asset value when they sell those shares, because shares are bought and sold at current market prices.

⁴ The **price book ratio (P/B)** of a fund is the weighted average of the price book ratios of all stocks in a fund. The price-to-book (P/B) ratio is a stock's price divided by the stock's per share book value.

⁵ **Harmonic P/E ratio trailing 12 months:** The harmonic average is the inverse of the average of the inverse of each data point. In other words, it is the reciprocal of the average of the reciprocals. Data points with a value of zero and NA are excluded from the calculation. The price earnings ratio of a fund is the weighted average of the price earnings ratios of the stocks in a fund.

⁶ **Harmonic P/E ratio forecasted 12 months:** The harmonic average is the inverse of the average of the inverse of each data point. In other words, it is the reciprocal of the average of the reciprocals. Data points with a value of zero and NA are excluded from the calculation. **The P/E ratio** is arrived at by dividing the stock or share price by the earnings per share (profit after tax and interest divided by the number of ordinary shares in issue).

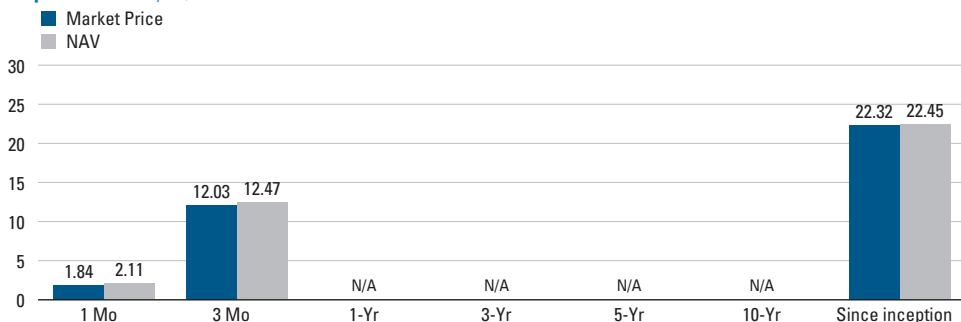
⁷ The **30-day SEC yield** is based on dividends accrued by the Fund's investments over a 30-day period, and not on the dividends paid by the fund, which may differ and are subject to change.

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. Negative allocations and allocations in excess of 100% are primarily due to the Fund's unsettled trade activity.

CLEARBRIDGE FOCUS VALUE ETF

Average Annual Total Returns (%) as of Dec. 31, 2020

Inception Date: May 27, 2020



Cumulative Total Returns (%) as of Dec. 31, 2020

	YTD	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Market Price	-	-	-	-	-	-	-	-	-	-	-
NAV	-	-	-	-	-	-	-	-	-	-	-

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. Retail investors buy and sell shares of ETFs at market price (not NAV) in the secondary market throughout the trading day. These shares are not individually available for purchase or redemption directly from the ETF. The NAV return is based on the NAV of the Fund and effective July 1, 2020, market price returns typically will be based upon the official closing price of the ETF's shares. Prior to July 1, 2020, market price returns generally were based upon the mid-point between the bid and ask on the Fund's principal trading market when the Fund's NAV was determined, which was typically 4:00 p.m. Eastern time (US). Market price performance reported for periods prior to July 1, 2020 will continue to reflect market prices calculated based upon the mid-point between the bid and ask on the Fund's principal trading market typically as of 4:00 p.m. Eastern time (US). These returns do not represent investors' returns had they traded shares at other times. Performance figures for periods shorter than one year represent cumulative figures and are not annualized. YTD is calculated from January 1 of the reporting year. For the most recent month-end information, please visit www.leggmason.com. Return figures for periods over one year are annualized.

Fund Benchmark:

The **Russell 1000® Value Index** measures the performance of the large-cap value segment of the U.S. equity universe. Investors cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

If you are neither a resident nor a citizen of the United States or if you are a non-U.S. entity, the ETF's ordinary income dividends (which include distributions of net short-term capital gains) will generally be subject to a 30% U.S. federal withholding tax, unless a lower treaty rate applies. For further information, please see the ETF's prospectus which is available on the website www.leggmason.com. Redemption payments will be effected within the specified number of calendar days following the date on which a request for redemption in proper form is made. For more information, please see the ETF's statement of additional information (SAI) which can be found on www.leggmason.com.

Any information, statement or opinion set forth herein is general in nature, is not directed to or based on the financial situation or needs of any particular investor, and does not constitute, and should not be construed as, investment advice, forecast of future events, a guarantee of future results, or a recommendation with respect to any particular security or investment strategy or type of retirement account. Investors seeking financial advice regarding the appropriateness of investing in any securities or investment strategies should consult their financial professional.

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

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Portfolio management

Robert Feitler (industry since 1994) and Dmitry Khaykin (industry since 1996) are co-portfolio managers of your Fund.

ClearBridge Investments offers institutional and individual investors a variety of traditional and alternative equity strategies. With an investment heritage dating back over 50 years, ClearBridge offers distinctive manager insights and proprietary fundamental research.

What should I know before investing?

The Fund is newly organized, with a limited history of operations. Equity securities are subject to price fluctuation and possible loss of principal. International investments are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in emerging markets. 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. 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.

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, and summary prospectus, if available, at www.leggmason.com. Please read the prospectus carefully.



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