

# Legg Mason QS Emerging Markets Equity Fund

## Fund details

### Investment objective:

Long-term capital appreciation

### Inception date:

July 2, 2008

### Benchmark:

MSCI EM Index (Net) (USD)

### Investment manager:

QS Investors

## Fund statistics

|   |             |
|---|-------------|
| Total net assets (in millions)            | \$12.71     |
| Month end NAV - CI A Distr. (A)           | \$74.02     |
| Number of holdings                        | 474         |
| Percentage of top ten holdings            | 10.43       |
| Weighted average market cap (in millions) | \$29,786.30 |

## Total Expense Ratio (%)

|                       |      |
|-----------------------|------|
| CI A Distr. (A) Gross | 2.09 |
| CI A Distr. (A) Net   | 1.55 |

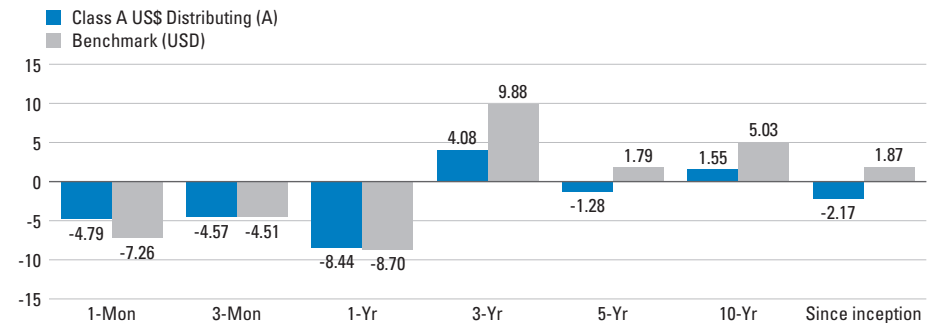
## 3-year risk statistics (annualized)

|                        |       |
|------------------------|-------|
| Sharpe ratio           | 0.28  |
| Tracking error (%)     | 4.17  |
| Information ratio      | -1.39 |
| Risk adjusted alpha    | -4.30 |
| Beta                   | 0.87  |
| R-squared (%)          | 0.91  |
| Standard deviation (%) | 12.37 |

## Sector breakdown (%)

|                         |       |
|-------------------------|-------|
| Financials              | 15.65 |
| Communication Services  | 12.14 |
| Consumer Staples        | 11.79 |
| Materials               | 11.36 |
| Consumer Discretionary  | 10.59 |
| Industrials             | 9.21  |
| Energy                  | 9.08  |
| Health Care             | 6.34  |
| Utilities               | 5.48  |
| Real Estate             | 4.39  |
| Information Technology  | 1.66  |
| Other                   | -0.20 |
| Cash & Cash Equivalents | 2.50  |

## Fund performance (%)



## Performance history (%)

| Calendar year performance | YTD         | 2018          | 2017         | 2016        | 2015          |
|---------------------------|-------------|---------------|--------------|-------------|---------------|
| <b>A Distr. (A)</b>       | <b>1.44</b> | <b>-15.50</b> | <b>30.11</b> | <b>5.89</b> | <b>-15.99</b> |
| Benchmark (USD)           | 4.10        | -14.58        | 37.28        | 11.19       | -14.92        |

Return information presented is stated in U.S. Dollars and is calculated using the share class indicated above after all Fund operating expenses but before sales charges. The maximum sales charge for Class A Shares is 5.00%. Performance would have been lower if sales charges were included. Investment return and principal value of an investment in the Fund will fluctuate, and shares may be worth more or less than their original cost when redeemed. Total return data is as of the date indicated and reflects the reinvestment of distributions. Performance statistics are for the share class indicated only; return figures and other data for other classes of shares will vary. Return figures for periods over one year are annualized. The performance shown represents past performance and is no guarantee of future results.

From 25 March 2019, the pricing of securities held in the Fund will use the mean (or mid) value of the bid and ask prices, to calculate the Fund's Net Asset Values ("NAV"). The Fund previously used a bid price methodology for fixed income securities, and last traded price for equity securities.

Visit [www.leggmasonamericasinternational.com](http://www.leggmasonamericasinternational.com) for performance data as of the most recent month-end.

## Top ten holdings (%)

| Holding               | %    | Holding                  | %    |
|-----------------------|------|--------------------------|------|
| Telekom Ind. DMT      | 1.93 | Bank Central Asia        | 0.78 |
| Astra Int'l           | 1.74 | Reliance Industries Ltd. | 0.74 |
| China Mobile Ltd.     | 1.34 | Tencent Hldg             | 0.72 |
| Bidvest Group Ltd.    | 0.90 | LATAM Airlines Group SA  | 0.72 |
| Advanced Info Service | 0.86 | Naspers Ltd.             | 0.71 |

## Geographical breakdown (%)

|              |       |                 |      |
|--------------|-------|-----------------|------|
| China        | 20.86 | Mexico          | 3.45 |
| Indonesia    | 10.48 | Russia          | 3.35 |
| India        | 8.79  | Philippines     | 3.15 |
| Thailand     | 7.43  | Turkey          | 2.73 |
| South Africa | 5.67  | Poland          | 2.35 |
| Malaysia     | 5.52  | Peru            | 1.04 |
| Brazil       | 5.37  | Colombia        | 0.99 |
| Chile        | 4.51  | Czechia         | 0.88 |
| South Korea  | 4.45  | Greece          | 0.78 |
| Taiwan       | 4.34  | Other inc. Cash | 3.86 |

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## Share class information

| Class        | Cusip     | Bloomberg | ISIN         |
|--------------|-----------|-----------|--------------|
| A Acc.       | G54420461 | LEGEMAU   | IE00B19ZCC84 |
| A Distr. (A) | G54420495 | LMBEADU   | IE00B19ZC514 |
| C Acc.       | G5442Q332 | LMBECAU   | IE00B241GY84 |
| C Distr. (A) | G54424604 | LMBECDU   | IE00B19ZC845 |
| E Acc.       | G54435485 | LMBEEAU   | IE00B59HRD89 |

## Investment risks

**All investments involve risk, including the possible loss of principal. Investment in company shares:** The fund invests in shares of companies, and the value of these shares can be negatively affected by changes in the company, its industry or the economy in which it operates. **Emerging markets investment:** The fund may invest in the markets of countries which are smaller, less developed and regulated, and more volatile than the markets of more developed countries. **Investment in smaller company shares:** The fund buys shares in smaller companies. It may be difficult to sell these shares, in which case the fund may not be able to minimise a loss on such shares. **Fund currency:** Changes in exchange rates between the currencies of investments held by the fund and the fund's base currency may negatively affect the value of an investment and any income received from it. **Derivatives:** The use of derivatives can result in greater fluctuations of the fund's value and may cause the fund to lose as much as or more than the amount invested. **Fund operations:** The fund is subject to the risk of loss resulting from inadequate or failed internal processes, people or systems or those of third parties such as those responsible for the custody of its assets, especially to the extent that it invests in developing countries.

## Important information

*Investors should consider the Fund's investment objectives, risks, charges, and expenses carefully before investing. You can find this and other important information in the Fund's prospectus. It can be found at [www.leggmasonamericasinternational.com](http://www.leggmasonamericasinternational.com), or by contacting your financial professional. Please read the prospectus carefully.*

**NOT FOR SALE IN THE U.S. OR TO U.S. PERSONS.**

**It is the responsibility of the dealer to ensure that the offering and sale of fund shares complies with relevant national law. Fund shares may not be sold to citizens or residents of the United States or in any other state or jurisdiction where it would be unlawful to offer, solicit an offer for, or sell the shares. Residents of the domicile of the fund family may not be eligible to purchase the Fund. This document is neither intended to be, nor constitutes, a public offering to sell shares of any mutual fund.**

The Fund is a sub-fund of the Legg Mason Global Funds plc, an umbrella fund, with segregated liability between sub-funds, established as an open-ended investment company with variable capital and incorporated with limited liability under the laws of Ireland with registered number 278601. It qualifies, and is authorized in Ireland by the Central Bank of Ireland as an undertaking for collective investment in transferable securities.

The top ten holdings and sector breakdown are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned. A negative cash position may be apparent, which is primarily due to the Fund's unsettled trade activity. This is a more concise approach to defining the cash position and it best represents sector exposures in the Fund.

Portfolio characteristics are based on the total portfolio as of month-end and are subject to change at any time. There is no guarantee that the Fund will achieve its objective.

## Definitions

**Sharpe Ratio:** A risk-adjusted measure, calculated using standard deviation and excess return to determine reward per unit of risk. The higher the sharpe ratio, the better the fund's historical risk-adjusted performance.

**Tracking Error:** Dispersal of differences between the returns obtained by the Fund and the benchmark variation.

**Information Ratio:** The ratio of annualized expected residual return to residual risk.

**Risk adjusted alpha:** A measure of performance vs. a benchmark on a risk-adjusted basis. A positive alpha of 1.0 means the portfolio has outperformed its benchmark index by 1%. Correspondingly, a similar negative alpha would indicate an underperformance of 1%.

**Beta:** Measures the sensitivity of the fund to the movements of its benchmark.

**R-Squared:** Measures the strength of the linear relationship between the fund and its benchmark. R-Squared at 100 implies perfect linear relationship and zero implies no relationship exists.

**Standard Deviation:** Measures the risk or volatility of an investment's return over a particular time period; the greater the number, the greater the risk.

**Total Expense Ratio ("TER"):** The TER represents the Fund's actual operating expenses over the past 12 months as of the date indicated. The TER includes investment management fees, custody and administration fees, shareholder service fees, and other expenses. For those share classes which have not been active for an entire year the TER presented is annualized. The Gross Expense ratio reflects the Fund's actual total expenses incurred and do not reflect any fee waivers and/or expense reimbursements. The Net Expense is the Gross Expense less the advisory fee waivers and/or expense reimbursements. Net Expense reflects the expenses being charged to the fund or share class and reflected in the Net Asset Value. The fee waivers and/or expense reimbursements are voluntary and can be eliminated at any time.

**The MSCI Emerging Markets Index (Net)** is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. The MSCI Emerging Markets Index consists of the following 25 emerging market country indices: Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Israel, Jordan, Korea, Malaysia, Mexico, Morocco, Pakistan, Peru, Philippines, Poland, Russia, South Africa, Taiwan, Thailand, and Turkey. It is not possible to invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

For Distributing share classes D= Daily dividend accrual, monthly distribution; M= Monthly distribution; S= Semiannual distribution; A= Annual distribution; Q= Quarterly distribution.