

# Legg Mason Royce US Small Cap Opportunity Fund Class A Acc. (USD)



## Fund details

### Investment aim:

The Fund seeks to achieve long-term capital appreciation by investing at least 70% of its Net Asset Value in a diversified portfolio of equity securities issued by small- and micro-cap U.S. companies (market capitalisations of less than US\$3 billion). The Sub-Investment Manager attempts to take advantage of what it believes are opportunistic situations for undervalued securities.

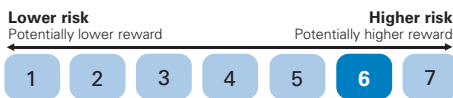
**The value of investments and the income from them may go down as well as up and you may not get back the amount you originally invested.**

<b>Fund inception date:</b>	08.11.2002
<b>Performance inception date:</b>	09.05.2007
<b>Reference Benchmark:</b>	Russell 2000 Index
<b>ISIN</b>	IE00B19Z4B17
<b>SEDOL</b>	B19Z4B1

## Charges

Minimum initial investment	1,000 USD
Entry charge	5.00%
Exit charge	None
Ongoing charge	1.96%
Performance fee	None

## Risk and reward profile\*



## Portfolio statistics

Total net assets	816.25m USD
Month end Net Asset Value (NAV)	151.42 USD
Number of holdings	264
Percentage of top ten holdings	9.58
Weighted average market cap	1,073.20m USD

## 3-year risk statistics (annualized)\*

Sharpe ratio (%)	0.40
Treynor ratio	6.62
Tracking error (%)	4.41
Information ratio	-0.09
Risk adjusted alpha	-0.88
Beta	1.12
R-squared	0.95
M-squared	7.46
Standard deviation (%)	18.41

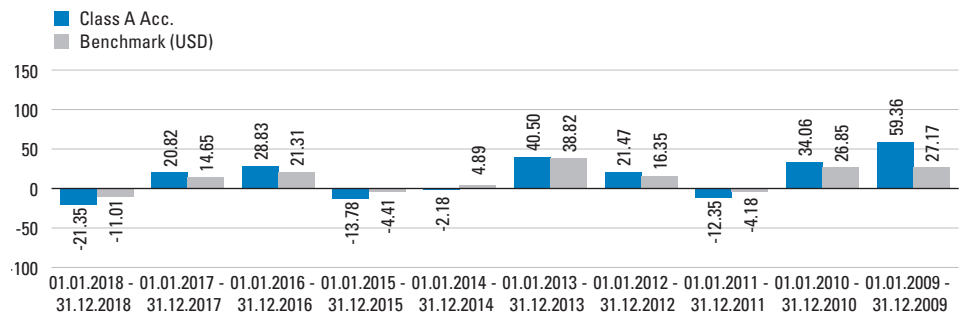
## Cumulative performance (%)

	Year to Date	1-Mon	3-Mon	1-Yr	3-Yr	5-Yr	Since inception
<b>Class A Acc.</b>	<b>-21.35</b>	<b>-14.02</b>	<b>-24.39</b>	<b>-21.35</b>	<b>22.42</b>	<b>3.25</b>	<b>51.42</b>
Benchmark (USD)	-11.01	-11.88	-20.20	-11.01	23.76	24.09	89.82

## Calendar year performance (%)

	2018	2017	2016	2015	2014
<b>Class A Acc.</b>	<b>-21.35</b>	<b>20.82</b>	<b>28.83</b>	<b>-13.78</b>	<b>-2.18</b>
Benchmark (USD)	-11.01	14.65	21.31	-4.41	4.89

## Rolling 12 months performance (%)



**Past performance is not a reliable indicator of future results.** Source for performance figures - Legg Mason. Performance is calculated on a NAV to NAV, with gross income reinvested without initial charges but reflecting annual management fees. Sales charges, taxes and other locally applied costs have not been deducted.

## Top holdings (%)

Northwest Pipe Company	1.05	Meritor Inc	0.94
Comtech Telecommunications	1.02	Mueller Water Products	0.93
Granite Construction Incorporated	0.99	KEMET Electronics Corp.	0.93
Kratos Defense & Security Solutions	0.97	Cray Inc.	0.92
Carpenter Technology	0.96	CareDx Inc.	0.87

## Sector breakdown (%)

Industrials	25.82	Energy	7.28
Information Technology	23.07	Consumer Staples	1.74
Consumer Discretionary	12.29	Communication Services	1.17
Financials	8.78	Real Estate	0.67
Health Care	8.41	Utilities	0.08
Materials	8.21	Other Inc. Cash and Cash Equivalents	2.48

## Value themes (%)

Turnarounds	32.61	Interrupted Earnings	19.90
Undervalued Growth	32.58	Unrecognized Asset Values	14.90

\* Refer to the Definitions section on page 2

Percentages are based on total portfolio as of date displayed and are subject to change at any time. Holdings and allocations breakdowns are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned or securities in the industries shown.

# Legg Mason Royce US Small Cap Opportunity Fund Class A Acc. (USD)

## Market cap exposure (%) (in millions)

\$5,000 - \$10,000	0.85
\$2,500 - \$5,000	8.52
\$1,000 - \$2,500	32.31
\$750 - \$1,000	11.63
Less than \$750	46.69

## Investment risks

The fund does not offer any capital guarantee or protection and you may not get back the amount invested.

**The fund is subject to the following risks which are materially relevant but may not be adequately captured by the indicator:**

**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.

**Geographical focus:** This fund invests primarily in the United States, which means that it is more sensitive to local economic, market, political or regulatory events in the United States, and will be more affected by these events than other funds that invest in a broader range of regions.

**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 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.

For further explanation on the risks associated with an investment in the fund, please refer to the section entitled "Risk Factors" in the base prospectus and "Primary Risks" in the fund supplement.

A temporary negative cash position may be due to (1) unsettled trade activity (2) permitted purposes, such as borrowing or derivatives use, if allowed by the prospectus.

## Definitions

**Risk and reward profile:** There is no guarantee that the fund will remain in the indicator category shown above and the categorisation of the fund may shift over time. Historical data, which is used in calculating the indicator, may not be a reliable indicator of the future risk profile of this fund. The lowest category does not mean a risk-free investment. The fund does not offer any capital guarantee or protection.

**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. **Treynor ratio:** Measure of risk adjusted portfolio performance where Beta acts as a proxy for the level of risk associated with a given portfolio. **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:** Measures the difference between a fund's actual returns and its expected performance, given its level of risk as measured by beta. **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. RSquared at 1.00 implies perfect linear relationship and zero implies no relationship exists. **M-Squared:** A measure of portfolio risk, the Modigliani ratio serves to adjust for the risk that a given portfolio takes in excess of the risk-free rate. **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.

**Morningstar Analyst Rating™:** Morningstar Analyst Rating™ Source: Morningstar. All Rights Reserved. The Morningstar Analyst Rating™ is subjective in nature and reflects Morningstar's current expectations of future events/behaviour as they relate to a particular fund. Because such events/behaviour may turn out to be different than expected, Morningstar does not guarantee that a fund will perform in line with its Morningstar Analyst Rating™.

## Important information

### OUTSIDE OF THE UNITED KINGDOM, IRELAND AND SWITZERLAND, THIS FACTSHEET IS FOR USE BY PROFESSIONAL OR QUALIFIED INVESTORS ONLY.

This is a sub-fund of Legg Mason Global Funds plc ("LMGF plc"), LMGF is an open-ended investment company with variable capital, organised as an undertaking for collective investment in transferable securities ("UCITS"). LMGF is authorised in Ireland by the Central Bank of Ireland.

Information has been prepared from sources believed reliable. It is not guaranteed in any way by any Legg Mason, Inc. company or affiliate (together "Legg Mason").

Before investing you should read the application form Prospectus and KIID. The fund documents may be obtained free of charge in English, French, German, Italian and Spanish from LMGF plc's registered office at Riverside Two, Sir John Rogerson's Quay, Grand Canal Dock, Dublin 2, Ireland, from LMGF plc's administrator, BNY Mellon Fund Services (Ireland) Limited, or from [www.leggmasonglobal.com](http://www.leggmasonglobal.com).

**Swiss investors:** In Switzerland, issued and approved by Legg Mason Investments (Switzerland) GmbH, authorised and Supervised by the Swiss Financial Market Supervisory Authority FINMA. The representative in Switzerland is FIRST INDEPENDENT FUND SERVICES LTD., Klausstrasse 33, 8008 Zurich, Switzerland and the paying agent in Switzerland is NPB Neue Privat Bank AG, Limmatquai 1, 8024 Zurich, Switzerland. Copies of the Articles of Association, the Prospectus, the Key Investor Information Documents and the annual and semi-annual reports of the Company may be obtained free of charge from the representative in Switzerland. **German investors:** The prospectus, Key Investor Information Document, annual report and semi-annual report are available free of charge from the German Information agent (Legg Mason Investments (Europe) Limited, Zweigniederlassung Frankfurt am Main, MesseTurm, 21. Etage, Friedrich-Ebert-Anlage 49, 60308 Frankfurt a.M., Germany) or from [www.leggmasonglobal.com](http://www.leggmasonglobal.com). **French investors:** The prospectus, Key Investor Information Document, annual report and semi-annual report are available free of charge from the paying agent in France: CACEIS Bank, 1/3 place Valhubert, 75013 Paris, France. **Austrian investors:** The representative paying agent in Austria, through which the KIIDs, Prospectus, semi-annual and annual reports can be obtained free of charge is Bank Austria Creditanstalt AG, Schottengasse 6-8 1010 Wien, Austria. **Local language factsheets are available on request.**