

Legg Mason Western Asset US Short-Term Government Fund

Fund details

Investment objective:

Generate current income while preserving the value of Shareholders' investment

Inception date: April 20, 2007

Predecessor Fund's inception date*: October 12, 2001

Benchmark:
Bloomberg Barclays Government 1-3 Year

Investment manager:
Western Asset

Fund statistics

Total net assets (in millions)	\$15.48
Month end NAV - CI A Distr. (D)	\$99.16
Number of holdings	44
Percentage of top ten holdings	85.34

Total Expense Ratio (%)

CI A Distr. (D) Gross	1.70
CI A Distr. (D) Net	1.35

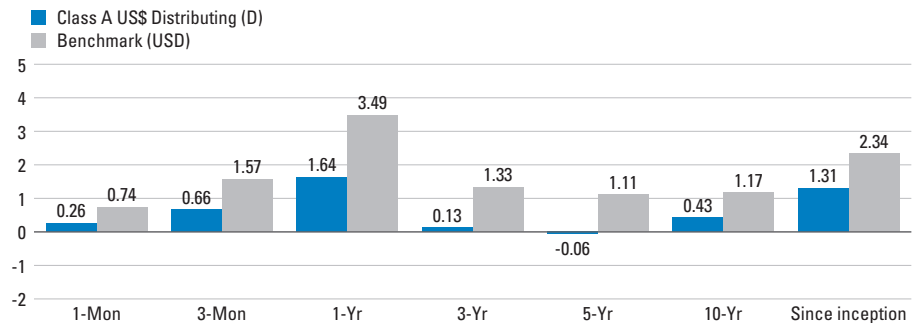
Risk statistics

Average life (weighted average)	352 days
Effective duration	275 days
30-day annualized yield (%)	0.77
Sharpe ratio (3 yr, annualized)	-1.88
Risk adjusted alpha (3 yr, annualized)	-1.17
Standard deviation (3 yr, annualized)	0.62

Credit quality (%)

AAA	99.71
Not Rated	0.03
Cash & Cash Equivalents	0.26

Fund performance (%)



Performance history (%)

Calendar year performance	YTD	2018	2017	2016	2015
A Distr. (D)	0.88	0.52	-0.78	-0.04	-0.66
Benchmark (USD)	1.94	1.58	0.45	0.87	0.57

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.

*** Performance shown includes periods prior to the Fund's inception date, reflecting performance of a predecessor fund with a substantially similar investment objective and policy and whose assets were transferred into this Fund on the date indicated above. The performance data should be used for illustrative purposes only, as performance prior to the inception date has not been adjusted to reflect the higher fees of the Fund.**

Visit www.leggmasonamericasinternational.com for performance data as of the most recent month-end.

Top ten holdings (%)

Holding	Coupon %	Maturity	%	Holding	Coupon %	Maturity	%
USTSY BIL	0.000	2019	14.46	U.S. TSY Notes	1.500	2019	6.46
USTSY N/B	1.000	2019	13.84	USTSY N/B	0.875	2019	6.45
USTSY N/B	2.750	2021	13.20	USTSY N/B	1.000	2019	6.44
USTSY N/B	2.750	2021	6.59	U.S. TSY Notes	1.500	2020	6.43
USTSY N/B	2.625	2020	6.51	U.S. TSY Notes	1.500	2019	4.97

Sector breakdown (%)

Governments	70.72	Asset-Backed Securities	3.54
US TSY Bill	17.52	Time Deposits	0.03
Mortgage-Backed Securities	7.93	Cash & Cash Equivalents	0.26

Share class information

Class	Cusip	Bloomberg	ISIN
A Acc.	G54420222	LUSTGAA	IE00B19Z8D11
A Distr. (D)	G54423598	LUSTGAI	IE00B19Z8085
C Acc.	G54426237	LMSTCAU	IE00B241BH64
C Distr. (D)	G54423689	LUSTGCI	IE00B19Z8978

Investment risks

All investments involve risk, including the possible loss of principal. Bonds: There is a risk that issuers of bonds held by the fund may not be able to repay the investment or pay the interest due on it, leading to losses for the fund. Bond values are affected by the market's view of the above risk, and by changes in interest rates and inflation. **Liquidity:** In certain circumstances it may be difficult to sell the fund's investments because there may not be enough demand for them in the markets, in which case the fund may not be able to minimise a loss on such investments.

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. **Asset-backed securities:** The timing and size of the cash-flow from asset-backed securities is not fully assured and could result in loss for the fund. These types of investments may also be difficult for the fund to sell quickly. **Interest rates:** Changes in interest rates may negatively affect the value of the fund. Typically as interest rates rise, bond values fall. **Inflation:** The value of bonds held by the fund that are intended to protect against inflation may be negatively affected by changes in interest rates. **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 counterparties:** The fund may suffer losses if the parties that it trades with cannot meet their financial obligations. **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.

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, 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.

Yields are not guaranteed and will fluctuate based on market and other conditions.

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

Weighted Average Life: The average number of years for which each dollar of unpaid principal remains outstanding. It shows how many years it will take to pay off half the outstanding principal on a bond portfolio.

Effective Duration: Effective duration gives an indication of the sensitivity of a portfolio's bond prices to a change in interest rates. The longer the duration, the more sensitive the portfolio is to interest rate changes.

The 30-day yield: The average of the Fund's actual net investment income per share, annualized, net of all fees and expenses, earned over the 30-day time period indicated, expressed as a percentage.

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.

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%.

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.

Credit Quality Breakdown: Nationally Recognized Statistical Rating Organization's (NRSRO's) assess the likelihood of bond issuers defaulting on a bond's coupon and principal payments. The weighted average credit quality by Western Asset Management assigns each security the higher rating from three NRSRO's (Standard & Poor's, Moody's Investor Services and Fitch Ratings, Ltd.). If only one NRSRO assigns a rating, that rating will be used. Securities that are not rated by all three NRSRO's are reflected as such. The lower the overall credit rating, the riskier the portfolio. The credit rating is expressed as a regular letter rating (from high to low quality): AAA, AA, A, BBB, BB, ...D.

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 Bloomberg Barclays 1-3 Year U.S. Government Bond Index is a broad measure of the performance of short-term government bonds. Indexes are unmanaged. 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.