

# QS DEFENSIVE GROWTH FUND

## Morningstar Rating™

Overall Rating as of June 30, 2019

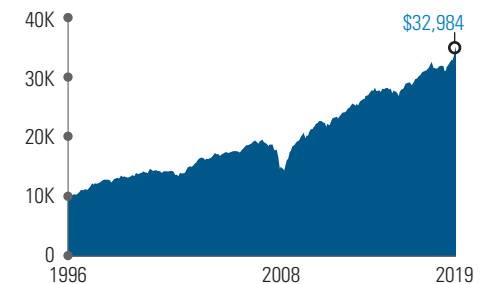


Class A

Class C

As of 06/30/19, Class A and C shares rated 4 and 2 stars, respectively, among 492 Allocation--30% to 50% Equity funds, based upon risk-adjusted returns derived from a weighted average of the performance figures associated with 3-, 5- and 10-year (if applicable) Morningstar Ratings metrics.<sup>†</sup>

## Growth of \$10,000

 Class A shares – Inception through Jun. 30, 2019  
 Excluding the effects of sales charges


## Share class codes

Symbol	CUSIP	Symbol	CUSIP
A	SBCPX 52467P853	I	LMGIX 52467P820
C	LWLAX 52470J159	IS	LMGSX 52472T858
C1	SBCLX 52467P838	R	LMLRX 52467P572
FI	LWFIK 52472T205		

## Fund facts as of Jun. 30, 2019

Dividend frequency, if any	Qtrly
Morningstar category	Allocation--30% to 50% Equity
Lipper category	Mixed-Asset Target Alloc Funds
Turnover (fiscal yr)	9%

## Statistics as of Jun. 30, 2019

Net assets	\$121.9M
Number of holdings	22

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.

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.

## Investment overview

Seeks to achieve income with a secondary focus on long term capital growth

Uses a "fund of funds" approach to provide exposure to multiple asset classes and strategies, including non-traditional, with equity ranges of between 15% and 45%, and 55% to 85% in fixed income strategies

Active monitoring and rebalancing serves to periodically adjust Fund allocation and holdings

## Average annual total returns & fund expenses<sup>^</sup> (%) as of Jun. 30, 2019

	Without sales charges					With maximum sales charges					Expenses		Inception date
	1-Yr	3-Yr	5-Yr	10-Yr	Inception	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Gross	Net	
Class A	6.44	5.57	3.80	7.39	5.23	1.92	4.07	2.91	6.92	5.04	1.21	1.21	02/05/96
Class C	5.75	4.82	3.07	–	4.51	4.75	4.82	3.07	–	4.51	1.93	1.93	08/01/12
Class I	6.78	5.89	4.09	–	5.39	6.78	5.89	4.09	–	5.39	0.97	0.90	03/15/12
Russell 1000 Index	10.02	14.15	10.45	14.77	–	10.02	14.15	10.45	14.77	–			
Bloomberg Barclays U.S. Aggregate Index (USD)	7.87	2.31	2.95	3.90	–	7.87	2.31	2.95	3.90	–			
Composite Benchmark	7.39	6.08	4.83	7.31	–	7.39	6.08	4.83	7.31	–			

## Cumulative total returns (%) as of Jun. 30, 2019 (without sales charges)

	3 Mo	YTD	2018	2017	2016	2015	2014	2013	2012	2011	2010
Class A	2.79	9.08	-3.40	9.69	6.32	-1.13	4.48	8.05	10.85	2.03	12.30
Class C	2.67	8.71	-4.06	8.84	5.63	-1.84	3.59	7.27	–	–	–
Class I	2.87	9.26	-3.12	10.03	6.64	-0.91	4.65	8.21	–	–	–
Russell 1000 Index	4.25	18.84	-4.78	21.69	12.05	0.92	13.24	33.11	16.42	1.50	16.10
Bloomberg Barclays U.S. Aggregate Index (USD)	3.08	6.11	0.01	3.54	2.65	0.55	5.97	-2.02	4.21	7.84	6.54
Composite Benchmark	3.30	9.99	-2.42	8.88	6.96	-0.11	6.17	8.38	9.13	4.68	10.92

**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 4.25%. Class C shares have a one-year CDSC of 1.0%. 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. Total return figures are based on the NAV per share applied to shareholder subscriptions and redemptions, which may differ from the NAV per share disclosed in Fund shareholder reports. Performance would have been lower if fees had not been waived in various periods. YTD is calculated from January 1 of the reporting year. All classes of shares may not be available to all investors or through all distribution channels. For the most recent month-end information, please visit [www.leggmasonfunds.com](http://www.leggmasonfunds.com).

<sup>^</sup> Gross expenses are the Fund's total annual operating expenses for the share class(es) shown. Net expenses for Class(es) A, C, C1, I, IS & R reflect contractual fee waivers and/or reimbursements, where these reductions reduce the Fund's gross expenses, which cannot be terminated prior to Dec 31, 2020 without Board consent. The Gross and Net Expenses listed include 0.65 of Acquired Fund Fees and Expenses ("AFFE") that are required to be shown in the Fund's prospectus. AFFE reflects the Fund's pro rata share of fees and expenses relating to its investments in acquired funds; however, AFFE are not incurred directly by the Fund. Therefore, AFFE are not reflected in the Fund's audited financial statements or financial highlights.

Effective April 15, 2019, Class C shares became eligible for conversion to Class A shares, after the shares have been held for 10 years. Class C share performance shown has not been adjusted to reflect the conversion. Customers of certain Service Agents may be subject to different terms or conditions as set by their Service Agent, including non-conversion. Please refer to the Prospectus for more information, or contact your Service Agent directly.

## Sector allocation (%) as of Jun. 30, 2019

Fixed Income Funds	56.9	Inflation Sensitive Equity Funds	6.1
US Large Cap Equity Funds	14.4	US Small/Mid-Cap Equity Funds	2.4
International/Global Funds	10.2	Cash	0.3
International/Global Equity Funds	9.8		

INVESTMENT PRODUCTS: NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE

## QS DEFENSIVE GROWTH FUND

### Top 10 holdings (%) as of Jun. 30, 2019

Western Asset Core Plus Bond Fund	22.8	QS Strategic Real Return Fund	6.1
Western Asset Core Bond Fund	20.8	ClearBridge Appreciation Fund	5.4
BrandywineGLOBAL - Global Opportunities Bond Fund	8.1	QS U.S. Large Cap Equity Fund	3.7
QS Global Dividend Fund	7.1	ClearBridge Large Cap Growth Fund	3.2
Western Asset High Yield Fund	6.8	BrandywineGLOBAL - Global Unconstrained Bond Fund	2.4

<sup>†</sup> The Morningstar Rating™ for funds, or “star rating”, is as of June 30, 2019 and is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history, and subject to change monthly. Current monthly ratings can be found at leggmason.com. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product’s monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total return, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total return. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take into account the effects of sales charges and loads. Class A and C shares of the Fund were rated against 492, 398, and 265 Allocation–30% to 50% Equity funds over the 3-, 5- and 10-year periods, respectively. With respect to these funds, Class A and C shares of the Fund received Morningstar Ratings of 3, 3, and 4; 2, 2, and n/a stars for the 3-, 5- and 10-year periods, respectively. Ratings shown are for the highest and lowest rated share classes only, when available. Morningstar Rating is for the specified share class(es) only; other classes may have different performance characteristics. A 4- or 5-star rating does not necessarily imply that a fund achieved positive results for the period.

### Where can I find more information?

You’ll find the most current performance data, commentary, prospectus and more information on each of our managers and products at [www.leggmasonfunds.com](http://www.leggmasonfunds.com).

**Investment-Grade Bonds** are those rated Aaa, Aa, A and Baa by Moody’s Investors Service and AAA, AA, A and BBB by Standard & Poor’s Ratings Service, or that have an equivalent rating by a nationally recognized statistical rating organization or are determined by the manager to be of equivalent quality.

The **Russell 1000 Index** measures the performance of the 1,000 largest companies in the Russell 3000 Index, and represents approximately 90% of the total market capitalization of the Russell 3000 Index. Investors cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

The **Bloomberg Barclays U.S. Aggregate Bond Index** is an unmanaged index that measures the performance of the investment-grade universe of bonds issued in the United States. The index includes institutionally traded U.S. Treasury, government sponsored, mortgage and corporate securities. Investors cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

The **Composite Benchmark** is a hypothetical representation of the performance of the fund’s major asset classes. It consists of 17% Russell 1000 Index, 7% Russell 2000 Index, 6% MSCI EAFE Index, 60% Bloomberg Barclays U.S. Aggregate Bond Index and 10% Bloomberg Barclays U.S. High Yield - 2% Issuer Cap Index. The Russell 1000 Index consists of the 1,000 largest U.S. companies based on total market capitalization. The Russell 2000 Index is a broad-based unmanaged capitalization-weighted index of small-capitalization companies. The Morgan Stanley Capital International EAFE Index (MSCI EAFE) is a free float-adjusted market-capitalization index designed to measure developed market equity performance, excluding the United States and Canada. The Bloomberg Barclays U.S. Aggregate Bond Index represents securities that are publicly-registered, taxable and dollar-denominated; it covers the U.S. investment-grade fixed-rate bond market, with index components for government and corporate securities, mortgage pass-through securities and asset-backed securities. The Bloomberg Barclays U.S. High Yield - 2% Issuer Cap is the 2% Issuer Cap component of the Bloomberg Barclays U.S. Corporate High Yield Index, which covers the universe of fixed rate, non-investment-grade debt. Investors cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

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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.leggmasonfunds.com](http://www.leggmasonfunds.com). Please read it carefully.

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### Portfolio management

Adam J. Petryk (industry since 1996), Thomas Picciochi (industry since 1987) and Ellen Tesler (industry since 1999) are the Portfolio Managers of your Fund.

QS Investors is a quantitative asset manager that provides multi-asset class and global equity solutions built on a deeper understanding of investment and human dynamics. They believe quantitative investing provides a better framework to be more creative when solving for client challenges. Their approach unites the intellectual and academic precision of science, engineering, mathematics, finance and investment expertise with the power of data and technology in their quest to elevate the certainty of the outcomes they deliver.

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.

### What should I know before investing?

Fixed-income securities involve interest rate, credit, inflation, and reinvestment risks; and possible loss of principal. As interest rates rise, the value of fixed-income securities falls. High yield bonds are subject to greater price volatility, illiquidity, and possibility of default. The Fund is a fund of funds and is subject to the risks of the underlying funds in which it invests. Equity securities are subject to price fluctuation and possible loss of principal. Small- and mid-cap stocks involve greater risks and volatility than large-cap stocks. 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. In addition to the Fund’s operating expenses, you will indirectly bear the operating expenses of the underlying Funds. Each underlying Fund may engage in active and frequent trading, resulting in higher portfolio turnover and transaction costs. As a non-diversified Fund it may invest a larger percentage of its assets in a smaller number of underlying Funds than a diversified Fund which may magnify the Fund’s losses from events affecting an underlying Fund. Certain of the underlying Funds may engage in short selling, which is a speculative strategy that involves special risks. 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. The model used to manage the Fund’s assets provides no assurance that the recommended allocation will either maximize returns or minimize risks. There is no assurance that a recommended allocation will prove the ideal allocation in all circumstances. 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. As a non-diversified Fund, it is permitted to invest a higher percentage of its assets in any one issuer than a diversified fund, which may magnify the Fund’s losses from events affecting a particular issuer.

A general rise in interest rates may lead to increased portfolio volatility.