

01 June 2021

Legg Mason Investment Funds Limited

This document contains important information about your investment and requires your attention. If you are in any doubts about the contents of this document, please consult a Financial Adviser.

Important changes to Legg Mason Funds ICVC (the “Company”) and its sub-funds (the “Funds”)

We are writing to you as a shareholder in one or more Funds of the Company to inform you that the authorised corporate director of the Company (the “**ACD**”) will be changing from Legg Mason Investment Funds Limited (“**Legg Mason**”) to Franklin Templeton Fund Management Limited (“**Franklin Templeton**”).

This means that, subject to completion of the relevant legal formalities required for Franklin Templeton to replace Legg Mason as the ACD, the Company and its Funds will be operated by Franklin Templeton with effect from 7 August 2021 (the “**Effective Date**”).

The UK’s Financial Conduct Authority (the “**FCA**”) has confirmed this change (and the other consequential changes described in this letter) will not affect the ongoing authorisation of the Company.

Why we are making this change

Legg Mason and its group of companies was acquired, on 31 July 2020, by Franklin Resources, Inc. (a company of Franklin Templeton Investments). Legg Mason and Franklin Templeton therefore now form part of the same global group of companies and have a common ultimate holding company.

As part of the integration of the Franklin Templeton and Legg Mason groups, Legg Mason has agreed to retire as the ACD and transfer the operation of the Company to Franklin Templeton (which will become the new ACD).

Franklin Templeton is, like Legg Mason, an authorised corporate director that is authorised and regulated in the UK by the FCA (with firm reference number: 122222). Further information regarding Franklin Templeton can be found on its website: www.franklintempleton.co.uk. Franklin Templeton will be responsible for operating the Company in compliance with the relevant FCA rules from the Effective Date.

Changes to the Company and its Funds

As mentioned above, Franklin Templeton will replace Legg Mason as the ACD of the Company on the Effective Date and will assume responsibility (in place of Legg Mason) for its operation from that time.

This change of ACD will not affect the investment objectives, policies and management style of the Funds. Subject to the changes mentioned below (under the heading 'Changes to the investment managers appointed to certain Funds'), each investment manager currently providing investment management services to Legg Mason in relation to the Company will maintain its appointment under Franklin Templeton from the Effective Date.

The relevant changes are also not anticipated to result in new or increased charges being charged to your investment in the Company.

Fund Names

From the Effective Date or shortly thereafter, the name of the Company will change from **Legg Mason Funds ICVC** to **Franklin Templeton Funds II** in order to reflect Franklin Templeton as the new ACD.

The names of each of the Funds will also change to reflect the name of the new ACD (through the use of the prefix "FTF"), as set out in further detail in the Appendix to this letter.

Changes to the investment managers appointed to certain Funds

As set out in further detail below, the investment manager appointed to certain of the Funds will be changing for commercial reasons and, in part, in connection with the integration of the Franklin Templeton and Legg Mason groups.

Please note, however, that the investment team managing each of the Funds listed at (i)-(ii) below and the way in which the Funds are managed will not be changing as a result of these specific changes.

i) Legg Mason IF QS UK Equity Fund

It is expected that during the course of August 2021, the investment manager appointed to the Legg Mason IF QS UK Equity Fund, will change from QS Investors, LLC to Franklin Advisors, Inc.

ii) Legg Mason IF ClearBridge Global Infrastructure Income Fund

It is expected that during the course of August 2021, the investment manager appointed to the Legg Mason IF ClearBridge Global Infrastructure Income Fund will change from ClearBridge RARE Infrastructure International Pty Limited to ClearBridge Investments, LLC.

Updates to Fund Documentation

From the Effective Date or shortly thereafter, the Prospectus of the Company and its Instrument of Incorporation will be amended to reflect the change of ACD, the change to the names of the Company and its Funds and the changes to the investment managers appointed to certain Funds (as applicable). These changes will also be reflected (as applicable) in the Key Investor Information Documents (or KIIDs) published in relation to the relevant Funds remaining available for investment.

Copies of these documents will be made available from the Effective Date or shortly thereafter on the following website: www.franklintempleton.co.uk.



PO Box 563
Darlington
DL1 9ZF
Investor Services:
0330 123 3790
Fax: 0330 123 3791
www.leggmason.co.uk

Change to Head Office of the Company, Price Publication and Dealing Details

From the Effective Date:

- the Company's head office will be: Cannon Place, 78 Cannon Street, London EC4N 6HL.
- the prices of all shares in the Company shall be published daily on the ACD's website: www.franklintempleton.co.uk.

Except as set out above, the process for dealing in your shares shall not otherwise change following the Effective Date. Shareholders who wish to buy, sell, switch or convert shares in the Company by post should contact: Franklin Templeton Fund Management Limited, PO Box 563, Darlington, DL1 9ZF.

How Franklin Templeton will deal with client money

As an FCA authorised firm, Franklin Templeton is required to comply with relevant FCA rules when handling money belonging to investors. In general terms, these rules require a firm to open a separate client money account with a bank on behalf of its investors and ensure that their money is placed in that account separately from the firm's own money.

Franklin Templeton utilises the "delivery versus payment" (or DvP) exemption permitted by the relevant FCA rules, which provides for a one day window during which it is permissible for money received by Franklin Templeton (whether for the subscription of shares or in the course of redeeming shares) not to be treated as 'client money' (as described above). Money required to be held for any period beyond this one day window (specifically, beyond the close of business on the business day following the date of receipt) is required to be transferred to a client money account.

Shareholders should, however, be aware that Legg Mason (as the current ACD) also uses the delivery versus payment exemption. Further information on client money can be found in the Company's Prospectus.

Personal Data

As a result of the change of ACD, on or shortly before the Effective Date, personal information held by Legg Mason relating to individuals (including investors and individuals connected to investors) will be transferred to Franklin Templeton. Franklin Templeton will be a data controller in respect of its own processing of a shareholder's personal information. Franklin Templeton's Privacy Notice is available at www.franklintempletonglobal.com/privacy.

Need more information?

You are not required to take any action, however, should you have any questions regarding any of the content of this letter or require any further information, please contact our Investor Services team on 0330 123 3790 or from overseas on +44 (0) 203 528 4140. Telephone lines are open Monday to Friday, between the hours of 9am and 5pm and may be recorded. Alternatively, you can email us at LMIF@bnymellon.com.

If you need advice about your investment or if there is anything in this letter you do not understand or if you are in doubt as to the implications of this letter, please speak to a professional financial adviser.

Yours {faithfully/sincerely}



Jaspal Sagger
Legg Mason Investment Funds Limited
(Authorised Corporate Director of Legg Mason Funds ICVC)

Appendix – Changes to Fund names

The table below set out the current names of the relevant Funds of the Company and their respective new names from the Effective Date or shortly thereafter.

CURRENT NAME OF FUND	NEW FUND NAME
Legg Mason IF Brandywine Global Income Optimiser Fund	FTF Brandywine Global Income Optimiser Fund
Legg Mason IF ClearBridge Global Equity Income Fund	FTF ClearBridge Global Equity Income Fund
Legg Mason IF ClearBridge Global Infrastructure Income Fund	FTF ClearBridge Global Infrastructure Income Fund
Legg Mason IF ClearBridge US Equity Fund	FTF ClearBridge US Equity Fund***
Legg Mason IF ClearBridge US Equity Income Fund	FTF ClearBridge US Equity Income Fund
Legg Mason IF Japan Equity Fund	FTF Martin Currie Japan Equity Fund*
Legg Mason IF Martin Currie Asia Pacific Fund	FTF Martin Currie Asia Pacific Fund**
Legg Mason IF Martin Currie Asia Unconstrained Fund	FTF Martin Currie Asia Unconstrained Fund
Legg Mason IF Martin Currie China Fund	FTF Martin Currie China Fund**
Legg Mason IF Martin Currie Emerging Markets Fund	FTF Martin Currie Emerging Markets Fund
Legg Mason IF Martin Currie European Unconstrained Fund	FTF Martin Currie European Unconstrained Fund
Legg Mason IF Martin Currie Global Alpha Fund	FTF Martin Currie Global Alpha Fund**
Legg Mason IF Martin Currie Global Unconstrained Fund	FTF Martin Currie Global Unconstrained Fund
Legg Mason IF Martin Currie Japan Alpha Fund	FTF Martin Currie Japan Alpha Fund**
Legg Mason IF Martin Currie US Unconstrained Fund	FTF Martin Currie US Unconstrained Fund
Legg Mason IF QS Emerging Markets Equity Fund	FTF QS Emerging Markets Equity Fund**
Legg Mason IF QS UK Equity Fund	FTF QS UK Equity Fund***
Legg Mason IF Royce US Smaller Companies Fund	FTF Royce US Smaller Companies Fund
Legg Mason IF Western Asset Global Multi Strategy Bond Fund	FTF Western Asset Global Multi Strategy Bond Fund
Legg Mason IF Western Asset Retirement Income Bond Fund	FTF Western Asset Retirement Income Bond Fund

* *The name of this Fund has also been updated to reflect the investment manager (Martin Currie Investment Management Limited) appointed to provide investment management services. Please also note that the investment manager has sub-delegated the performance of its investment management services to a sub-investment manager (Shiozumi Asset Management Company Limited). Further details of these arrangements are set out in the Prospectus of the Company.*

** *These Funds are currently in the process of termination.*

*** *Please note that these new Fund names as stated are those that were approved by the FCA as part of the application we made for the change of ACD. However, it is likely that we will seek a further approval from the FCA to change the names of these Funds to a name different to the one stated above, with such changes expected to take effect on or shortly after the Effective Date. The ACD will follow up in a separate communication to shareholders (which may be included within the half-yearly valuation statements sent to shareholders on or around 31 July 2021) to confirm the new names for each of these Funds.*