

- **INVESTMENT INVOLVES RISKS.** The value of the Fund can be volatile and investors may not get back the amount originally invested. Past performance is not indicative of future results.
- The Fund is a sub-fund of Legg Mason Global Funds plc, an open-ended umbrella investment company constituted in Ireland. The Fund's primary aim is to provide a high level of income with a secondary aim of generating long-term capital appreciation. The Fund seeks to achieve its objective by investing in a diversified portfolio of equity and equity-related securities including energy-oriented income producing companies and real estate investment trusts. The Fund may invest in issuers of any market capitalisation.
- Investors will be exposed to equity market, debt securities, credit, custody and settlement, liquidity and currency risks.
- The Fund may invest in emerging markets which involve special risks, including liquidity, volatility, currency, political, economic, legal and regulatory risks.
- Securities of smaller companies generally are less liquid and more volatile than those of larger companies; and smaller companies generally are more likely to be adversely affected by poor economic or market conditions.
- Investments in MLPs and/ or BDCs may be relatively illiquid, and may be more adversely affected by changes in economic or other conditions which could cause a substantial loss to the investments held by, hence the value of, the Fund.
- The Fund may invest in below investment grade/ unrated securities, which carry a higher degree of pricing volatility, market, counterparty default and liquidity risks.
- The Fund may use certain types of financial derivative instruments for hedging purposes, which may involve a higher degree of risk including but not limited to counterparty, volatility, liquidity, leverage and valuation risks, and the Fund may suffer a substantial loss.
- The Fund may invest in REITs which involves additional risks.
- The directors of Legg Mason Global Funds Plc may at their discretion pay dividends out of capital of a Distributing Plus Share Class. The payment of dividends out of capital effectively amounts to a return or withdrawal of an investor's original capital investment or of capital gains attributable to that original investment. Such distribution will result in a corresponding immediate decrease in the Net Asset Value per share of these Share Classes.
- Investors should not invest based on this marketing material alone. Offering documents should be read for further details, including the risk factors.

Legg Mason ClearBridge Tactical Dividend Income Fund

Fund performance

Cumulative (%) ¹	3-Month	YTD	1-Year	3-Year	5-Year	Since inception
Class A Acc. (USD)	-2.96	-4.12	-1.88	-4.52	N/A	6.17
Rolling 12-month performance (%) ¹ – period ending	28.02.18	28.02.17	29.02.16	28.02.15	28.02.14	
Class A Acc. (USD)	-1.88	20.33	-19.14	1.92	N/A	

Monthly review

What happened in the market? After a strong start to 2018, U.S. stocks declined during a volatile February, as fears over inflation and the possibility that the Federal Reserve Board will raise interest rates more rapidly than expected caused a market correction. While much of the loss was regained, the S&P 500 Index finished the month down 3.69%, and the Russell 1000 Index fell 3.67%. On a relative basis, growth stocks continued to outperform value stocks. In particular, the Russell 1000 Growth Index dropped 2.62%, outperforming the Russell 1000 Value Index, which fell 4.78%. Elsewhere, the Russell Midcap Index decreased 4.13%. The U.S. economy, meanwhile, showed few signs of veering from its expansive course.

What happened in the Fund? The Fund generated a negative return year-to-date. During the month, on an absolute basis, the Fund's allocation to only one of 11 sectors (consumer discretionary) generated a positive return, with the energy sector being the largest detractor from absolute performance. On an individual stock basis, Macquarie Infrastructure, Williams Companies, Genesis Energy, L.P., Verizon and Buckeye Partners, L.P. were the largest detractors from results in February. Conversely, Apple, American Tower, Cisco Systems, Bristol-Myers Squibb and Aflac were the most additive for results.

What did the portfolio manager do? During the month, the Fund closed its positions in Macquarie Infrastructure and Regal Entertainment Group. Elsewhere, the Fund converted its convertible preferred shares of American Tower to common shares. The energy (including master limited partnerships (MLPs)), information technology and real estate sectors accounted for approximately 56% of the Fund's assets for the month. The financials, health care and industrials sectors accounted for about another 22%.

What is the outlook? Despite increased market volatility in February, the manager is optimistic on the outlook for the U.S. equity market. Share prices have increased materially, and companies will need to deliver on earnings growth to sustain and improve on current market levels. However, fourth quarter 2017 corporate results showed solid profit growth and the manager expects earnings growth to accelerate in the near term. This could be driven by a number of factors, including more rapid economic growth, along with the beneficial impacts of tax reform and deregulation. There is no change in the manager's view that focusing on companies with sound or improving balance sheets, attractive current dividend yields and dividend growth potential is a sound course in the current environment. Meanwhile, the manager remains steadfast in its belief that the U.S. renaissance in energy production represents a secular growth opportunity and is attractive for the long-term investor.

Investment Aim: The Fund seeks to achieve its objective by investing in a diversified portfolio of equity and equity-related securities including energy-oriented income producing companies and real estate investment trusts. The Fund may invest in issuers of any market capitalisation.

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This Fund is managed by ClearBridge Investments

¹ Source: Legg Mason, as of 28 February 2018. Class A Acc USD performance is net of fees and is calculated on a NAV to NAV basis (USD). Performance for periods greater than one year is cumulative. Performance is based on reinvestment of any income and capital gains distribution derived from securities held in the Fund. Class A Acc USD calendar year net of fees performance for year-to-date (-4.12%), 2017 (7.28%), 2016 (10.23%), 2015 (-15.17%), 2014 (1.74%), 13 August 2013 (share class inception date) to 31 December 2013 (8.50%). On 27 March 2015 the Legg Mason ClearBridge US Fundamental Value Fund merged into the Legg Mason ClearBridge Tactical Dividend Income Fund. There is no Fund benchmark. **Investment involves risks. Past performance is not indicative of future results.**

IMPORTANT INFORMATION

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Exchange rate changes may cause the value of overseas investments to rise or fall. Where the Fund's base currency is not US/HK Dollars, US/HK Dollar-based investors are exposed to exchange rate fluctuations.

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