

2021

Mutual Funds | U.S. Equity | Equity Income

## CLEARBRIDGE TACTICAL DIVIDEND INCOME FUND

### Investment overview

Looks to invest in a diverse set of income-producing equity and equity-related securities, including dividend-paying stocks, MLPs and REITs

Seeks to provide high current income while retaining potential for income growth and capital appreciation

Utilizes the expertise of an active, experienced, equity-income focused investment team

### Average annual total returns & fund expenses<sup>A</sup> (%) as of Jun. 30, 2021

|                                      | Without sales charges |       |       |       |           | With maximum sales charges |       |       |       |           | Expenses |      |                  |                |
|--------------------------------------|-----------------------|-------|-------|-------|-----------|----------------------------|-------|-------|-------|-----------|----------|------|------------------|----------------|
|                                      | 1-Yr                  | 3-Yr  | 5-Yr  | 10-Yr | Inception | 1-Yr                       | 3-Yr  | 5-Yr  | 10-Yr | Inception | Gross    | Net  | 30-day SEC yield | Inception date |
| Class A                              | 37.51                 | 13.46 | 9.38  | 7.57  | 7.04      | 29.63                      | 11.24 | 8.09  | 6.93  | 6.83      | 1.50     | 1.49 | 1.35             | 10/19/90       |
| Class C                              | 36.49                 | 12.61 | 8.56  | 6.77  | 1.68      | 35.49                      | 12.61 | 8.56  | 6.77  | 1.68      | 2.25     | 2.25 | 0.64             | 09/22/00       |
| Class I                              | 37.85                 | 13.77 | 9.67  | 7.84  | 5.84      | 37.85                      | 13.77 | 9.67  | 7.84  | 5.84      | 1.24     | 1.24 | 1.65             | 05/16/08       |
| Class IS                             | 38.00                 | 13.83 | 9.70  | —     | 7.03      | 38.00                      | 13.83 | 9.70  | —     | 7.03      | 1.18     | 1.18 | 1.75             | 05/22/13       |
| Dow Jones U.S. Select Dividend Index | 50.71                 | 10.60 | 10.74 | 12.48 | —         | 50.71                      | 10.60 | 10.74 | 12.48 | —         |          |      |                  |                |
| Composite Benchmark                  | 47.65                 | 10.06 | 8.63  | 9.23  | —         | 47.65                      | 10.06 | 8.63  | 9.23  | —         |          |      |                  |                |

### Cumulative total returns (%) as of Jun. 30, 2021 (without sales charges)

|                                      | 3 Mo  | YTD   | 2020  | 2019  | 2018  | 2017  | 2016  | 2015   | 2014  | 2013  | 2012  |
|--------------------------------------|-------|-------|-------|-------|-------|-------|-------|--------|-------|-------|-------|
| Class A                              | 9.87  | 15.84 | 0.34  | 30.92 | -6.03 | 6.68  | 11.53 | -13.99 | 8.02  | 27.48 | 17.25 |
| Class C                              | 9.64  | 15.38 | -0.43 | 30.02 | -6.72 | 5.88  | 10.67 | -14.60 | 7.23  | 26.55 | 16.49 |
| Class I                              | 9.94  | 15.99 | 0.55  | 31.30 | -5.77 | 6.97  | 11.80 | -13.79 | 8.30  | 27.84 | 17.54 |
| Class IS                             | 10.03 | 16.12 | 0.63  | 31.30 | -5.80 | 7.02  | 11.74 | -13.75 | 8.35  | —     | —     |
| Dow Jones U.S. Select Dividend Index | 3.33  | 23.69 | -4.56 | 23.11 | -5.94 | 15.44 | 21.98 | -1.64  | 15.36 | 29.06 | 10.84 |
| Composite Benchmark                  | 9.60  | 24.04 | -4.19 | 22.09 | -8.57 | 7.18  | 16.35 | -9.11  | 14.41 | 25.02 | 14.86 |

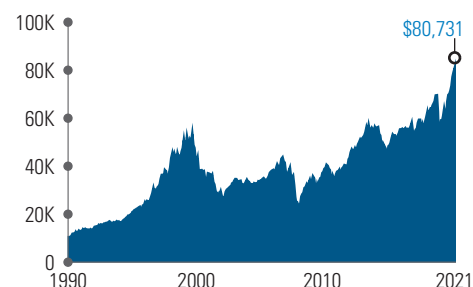
**Performance shown represents past performance and is no guarantee of future results.** Current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate, so shares, when redeemed, may be worth more or less than the original cost. Class A shares have a maximum front-end sales charge of 5.75%. Class C shares have a one-year CDSC of 1.0%. If sales charges were included, performance shown would be lower. Performance for other share classes will vary due to differences in sales charge structure and class expenses. 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. Absent reimbursements and/or fee waivers, the Fund's 30-day SEC yield for Class A, C, I and IS, respectively, would have been 1.31%, 0.62%, 1.63% and 1.73%. Numbers may be the same due to rounding. 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. To obtain the most recent month-end information, please visit [www.leggmasonfunds.com](http://www.leggmasonfunds.com).

### Sector allocation (%) as of Jun. 30, 2021

|                        | Fund | BM   |                        | Fund | BM  |
|------------------------|------|------|------------------------|------|-----|
| Information Technology | 23.6 | 6.2  | Communication Services | 4.3  | 7.3 |
| Energy - MLPs          | 20.2 | 0.0  | Consumer Discretionary | 3.4  | 5.4 |
| Financials             | 14.9 | 22.4 | Materials              | 2.9  | 7.3 |
| Industrials            | 7.9  | 4.0  | Consumer Staples       | 2.6  | 8.6 |
| Health Care            | 6.7  | 4.1  | Energy - Other         | 1.0  | 0.0 |
| Real Estate            | 6.2  | 0.0  | Bond                   | 3.2  | 0.0 |
| Utilities              | 5.5  | 26.0 | Cash                   | 0.7  | 0.0 |

### Growth of \$10,000

Class A shares – Inception through Jun. 30, 2021  
Excluding the effects of sales charges



### Share class codes

|   | Symbol | CUSIP     |    | Symbol | CUSIP     |
|---|--------|-----------|----|--------|-----------|
| A | CFLGX  | 52469H545 | IS | LCBDX  | 52471R747 |
| C | SMDLX  | 52469H529 |    |        |           |
| I | LADIX  | 52469H511 |    |        |           |

### Benchmark (BM)

Dow Jones U.S. Select Dividend Index

### Fund facts as of Jun. 30, 2021

|                            |                     |
|----------------------------|---------------------|
| Dividend frequency, if any | Qrtly               |
| Morningstar category       | Large Value         |
| Lipper category            | Equity Income Funds |
| Turnover (fiscal yr)       | 47%                 |

<sup>A</sup> Gross expenses are the Fund's total annual operating expenses for the share class(es) shown. Net expenses for Class(es) A reflect contractual fee waivers and/or reimbursements, where these reductions reduce the Fund's gross expenses, which cannot be terminated prior to May 21, 2022 without Board consent. Net expenses for Class(es) C, I & IS reflect contractual fee waivers and/or reimbursements, where these reductions reduce the Fund's gross expenses, which cannot be terminated prior to Dec 31, 2022 without Board consent. The Gross and Net Expenses listed include 0.30 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 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.

## CLEARBRIDGE TACTICAL DIVIDEND INCOME FUND

## Top holdings – Equities (%) as of Jun. 30, 2021

|                           |     |
|---------------------------|-----|
| Microsoft Corp            | 5.0 |
| Apple Inc.                | 4.1 |
| Broadcom Inc.             | 4.1 |
| The Blackstone Group Inc. | 3.4 |
| KKR & Co. Inc.            | 2.6 |

## Top holdings – MLPs (%) as of Jun. 30, 2021

|                                 |     |
|---------------------------------|-----|
| Energy Transfer Equity LP       | 4.4 |
| Enterprise Products Partners LP | 4.0 |
| Magellan Midstream Partners LP  | 2.7 |
| Knot Offshore Partners LP       | 1.9 |
| Plains GP Holdings LP           | 1.7 |

## Top holdings – REITs (%) as of Jun. 30, 2021

|                                       |     |
|---------------------------------------|-----|
| Alexandria Real Estate Equities, Inc. | 1.5 |
| Equinix Inc.                          | 0.8 |
| American Tower Corp                   | 0.7 |
| APARTMENT INCOME REIT CORP            | 0.6 |
| SBA Communications REIT               | 0.5 |

## Statistics as of Jun. 30, 2021

|                      | Fund     | Benchmark |
|----------------------|----------|-----------|
| Net assets           | \$338.9M | –         |
| Number of holdings   | 87       | 99        |
| Weighted average cap | \$279.2B | \$56.8B   |
| Weighted median cap  | \$38.6B  | \$24.8B   |

## Risk statistics as of Jun. 30, 2021

Measures based on Class A. Benchmark = Dow Jones U.S. Select Dividend Index.

|                        | 1-Yr  |           | 3-Yr  |           | 5-Yr  |           | 10-Yr |           |
|------------------------|-------|-----------|-------|-----------|-------|-----------|-------|-----------|
|                        | Fund  | Benchmark | Fund  | Benchmark | Fund  | Benchmark | Fund  | Benchmark |
| Beta                   | 0.55  | 1.00      | 0.94  | 1.00      | 0.94  | 1.00      | 0.98  | 1.00      |
| R-squared              | 0.47  | 1.00      | 0.83  | 1.00      | 0.81  | 1.00      | 0.73  | 1.00      |
| Sharpe ratio           | 2.51  | 2.62      | 0.64  | 0.53      | 0.55  | 0.64      | 0.51  | 0.90      |
| Standard deviation (%) | 13.11 | 16.33     | 21.48 | 20.72     | 17.18 | 16.43     | 15.52 | 13.53     |
| Alpha                  | 9.90  | 0.00      | 3.48  | 0.00      | -0.48 | 0.00      | -3.85 | 0.00      |
| Information ratio      | -1.09 | –         | 0.32  | –         | -0.18 | –         | -0.61 | –         |
| Tracking error         | 12.08 | 0.00      | 9.02  | 0.00      | 7.49  | 0.00      | 8.09  | 0.00      |

**Beta** measures the sensitivity of an investment to the movement of its benchmark. A beta higher than 1.0 indicates the investment has been more volatile than the benchmark and a beta of less than 1.0 indicates that the investment has been less volatile than the benchmark. **R-squared** measures the strength of the linear relationship between the Fund and its benchmark. R Squared at 1 implies perfect linear relationship and zero implies no relationship exists. **Sharpe ratio** is 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. **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. **Alpha** measures 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%. **Tracking Error** is the dispersal of differences between the returns obtained by the Fund and the benchmark variation. **Information Ratio** is the ratio of annualized expected residual return to residual risk. **Turnover** is a measure of the Fund's trading activity which represents the portion of the Fund's holdings that has changed over a year. There is no assurance that the Fund will maintain its current level of turnover.

The **30-day SEC yield** is based on dividends accrued by the Fund's investments over a 30-day period, and not on the dividends paid by the fund, which may differ and are subject to change.

The **Dow Jones U.S. Select Dividend Index** consists of 100 of the highest dividend-yielding securities (excluding real estate investment trusts REITs) in the Dow Jones U.S. Index, a broad-based index representative of the total market for the United States equity 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 representation of the performance of the major asset classes in which the fund may typically invest, consisting of 60% Russell 3000 Value Index, 20% Alerian MLP Index and 20% MSCI US REIT Index. The Russell 3000 Value Index is a market-capitalization weighted equity index maintained by the Russell Investment Group and based on the Russell 3000 Index, which measures how U.S. stocks in the equity value segment perform. Included in the Russell 3000 Value Index are stocks from the Russell 3000 Index with lower price-to-book ratios and lower expected growth rates. The Alerian MLP Index is the leading gauge of energy MLPs. The float-adjusted, capitalization-weighted index, whose constituents represent approximately 85% of total float-adjusted market capitalization, is disseminated real-time on a price return basis (AMZ) and on a total-return basis (AMZX). The MSCI US REIT Index is a free float adjusted market capitalization index that is comprised of equity REITs. The index is based on the MSCI USA Investable Market Index (IMI), its parent index, which captures large, mid and small cap securities. Please note an investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges.

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

©2021 Franklin Distributors, LLC. Member FINRA/SIPC. ClearBridge Investments, LLC, and Franklin Distributors, LLC, are Franklin Templeton affiliated companies.

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.

998952 FD02042 07/21 90049 FF

## Portfolio management

Mark McAllister, CFA (industry since 1987) and Peter Vanderlee, CFA (industry since 1999) are the portfolio managers of your Fund since January 17, 2012. ClearBridge Investments offers institutional and individual investors a variety of traditional and alternative equity strategies. With an investment heritage dating back over 50 years, ClearBridge offers distinctive manager insights and proprietary fundamental research.

## What should I know before investing?

Equity securities are subject to price fluctuation and possible loss of principal. 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. The manager's investment style may become out of favor and/or the manager's selection process may prove incorrect, which may have a negative impact on the Fund's performance. Real estate investment trusts (REITs) are closely linked to the performance of the real estate markets. REITs are subject to illiquidity, credit and interest rate risks, and risks associated with small and mid-cap investments. Investments in MLP securities are subject to unique risks, including the risks of MLPs and the energy sector, including the risks of declines in energy and commodity prices, decreases in energy demand, adverse weather conditions, natural or other disasters, changes in government regulation, and changes in tax laws. Dividends may fluctuate and a company may reduce or eliminate its dividend at any time. Diversification does not guarantee a profit or protect against a loss. 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. Active management does not ensure gains or protect against market declines.

## 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).

*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.*



FRANKLIN  
TEMPLETON