

# QS INTERNATIONAL EQUITY FUND

## Investment overview

Seeks maximum long-term total return by investing primarily in non-U.S. stocks

Uses a quantitative process that assesses stocks by relative attractiveness based on a variety of measures including value, cash flow, earnings growth and sentiment

Region, country and sector allocations are based on rankings generated by the subadviser's proprietary models. May invest up to 35% of its total assets in emerging markets

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

	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	32.76	5.71	8.48	4.92	7.54	25.09	3.65	7.21	4.30	7.03	1.30	1.28	02/03/09
Class C	31.83	4.94	7.66	4.14	4.12	30.83	4.94	7.66	4.14	4.12	2.05	2.05	02/17/95
Class FI	32.69	5.67	8.45	4.89	6.58	32.69	5.67	8.45	4.89	6.58	1.33	1.30	05/16/03
Class I	33.22	6.03	8.82	5.25	3.86	33.22	6.03	8.82	5.25	3.86	1.04	0.95	05/05/98
Class IS	33.27	6.14	8.92	5.36	3.48	33.27	6.14	8.92	5.36	3.48	0.91	0.85	08/04/08
Class R	32.31	5.39	8.17	4.62	1.65	32.31	5.39	8.17	4.62	1.65	1.63	1.55	12/28/06
Benchmark	32.35	8.27	10.28	5.89	—	32.35	8.27	10.28	5.89	—			

## 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	4.61	11.03	3.46	18.41	-16.00	24.53	0.47	1.86	-2.45	20.89	13.23
Class C	4.46	10.62	2.73	17.61	-16.65	23.58	-0.31	0.99	-3.15	19.94	12.52
Class FI	4.63	11.03	3.42	18.36	-16.02	24.46	0.52	1.69	-2.42	20.86	13.26
Class I	4.75	11.24	3.76	18.72	-15.68	24.91	0.80	2.16	-2.14	21.25	13.70
Class IS	4.76	11.27	3.88	18.88	-15.62	25.01	0.90	2.25	-1.99	21.41	13.68
Class R	4.54	10.90	3.11	18.03	-16.22	24.23	0.19	1.47	-2.67	20.55	13.06
Benchmark	5.17	8.83	7.82	22.01	-13.79	25.03	1.00	-0.81	-4.90	22.78	17.32

**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 and A2 shares have a maximum front-end sales charge of 5.75%. Class C shares have a one-year contingent deferred sales charge (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).

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, 2021

	Fund	BM		Fund	BM
Financials	17.9	17.0	Materials	8.4	7.9
Industrials	16.7	15.5	Communication Services	4.8	4.9
Consumer Discretionary	12.9	13.0	Energy	3.9	3.2
Health Care	11.4	12.4	Real Estate	1.9	3.0
Information Technology	10.2	9.1	Utilities	1.9	3.4
Consumer Staples	9.1	10.5	Cash	1.0	0.0

## Growth of \$10,000

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



## Share class codes

	Symbol	CUSIP		Symbol	CUSIP
Class A	LMEAX	524686292	Class IS	LIESX	524686243
Class C	LMGEX	524686284	Class R	LMIRX	524686250
Class FI	LGFEY	524686268			
Class I	LGIEX	524686276			

## Benchmark (BM)

MSCI EAFE Index (Net)

<sup>^</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, FI, 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, 2022 without Board consent.

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.

## QS INTERNATIONAL EQUITY FUND

### Top 10 holdings (%) as of Jun. 30, 2021

ASML Holding NV	2.4
Nestle SA	2.2
Novo Nordisk A/S	1.5
Rio Tinto PLC	1.3
Roche Holding AG	1.2
Sanofi SA	1.1
Allianz SE Reg	1.0
Daimler AG	1.0
BNP Paribas	1.0
Royal Dutch Shell plc	0.9
<b>Total</b>	<b>13.5</b>

### Top countries (%) as of Jun. 30, 2021

	Fund	Benchmark
Japan	22.7	23.2
United Kingdom	13.8	14.4
Switzerland	8.4	9.8
Germany	8.0	9.4
France	7.8	11.5
Netherlands	7.3	4.3
Sweden	6.0	3.8
Denmark	4.8	2.6
Canada	4.7	0.0
Spain	2.7	2.5

### Statistics as of Jun. 30, 2021

	Fund	Benchmark
Net assets	\$224.6M	–
Number of holdings	200	845
Weighted average cap	\$64.1B	\$79.5B
Weighted median cap	\$30.1B	\$46.7B

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

Dividend frequency, if any	Annual
Morningstar category	Foreign Large Blend
Lipper category	International Multi-Cp Core Fds
Turnover (fiscal yr)	49%

### Risk statistics as of Jun. 30, 2021

Measures based on Class C. Benchmark = MSCI EAFE Index (Net).

	1-Yr		3-Yr		5-Yr		10-Yr	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Beta	0.89	1.00	1.00	1.00	0.99	1.00	0.96	1.00
R-squared	0.97	1.00	0.98	1.00	0.97	1.00	0.97	1.00
Sharpe ratio	1.84	1.71	0.29	0.46	0.50	0.66	0.31	0.42
Standard deviation (%)	15.73	17.34	17.89	17.74	14.75	14.66	14.68	15.00
Alpha	2.56	0.00	-3.02	0.00	-2.29	0.00	-1.46	0.00
Information ratio	-0.16	–	-1.22	–	-1.07	–	-0.63	–
Tracking error	3.22	0.00	2.72	0.00	2.44	0.00	2.80	0.00

### Portfolio management

Christopher W. Floyd, CFA (industry since 1999) and Joseph S. Giroux (industry since 1994) lead the team that manages 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.

### What should I know before investing?

Equity securities are subject to price fluctuation and possible loss of principal. 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. Potential active and frequent trading may result in higher transaction costs and increased investor liability. The Fund is more susceptible to any economic, business, political, regulatory or other developments that adversely affect issuers in the financial services industry than a Fund that does not concentrate its investments in the financial services industry. Derivatives, such as options and futures, can be illiquid, may disproportionately increase losses, and have a potentially large impact on Fund performance.

### 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).

**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 **MSCI EAFE Index** is a free float-adjusted market capitalization index designed to measure developed market equity performance, excluding the U.S. and Canada. Investors cannot invest directly in an index. 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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