

# Semi-Annual Report (Unaudited)

Legg Mason  
Global Funds Plc

An umbrella fund with segregated  
liability between sub-funds

For the six months ended August 31, 2016







# Table of Contents

General Information	3
Letter to Shareholders	16
Portfolio of Investments – Legg Mason Western Asset US Money Market Fund	17
Portfolio of Investments – Legg Mason Western Asset US Core Bond Fund	19
Portfolio of Investments – Legg Mason Western Asset US Core Plus Bond Fund	26
Portfolio of Investments – Legg Mason Western Asset Euro Core Plus Bond Fund	39
Portfolio of Investments – Legg Mason Western Asset Short Duration High Income Bond Fund	42
Portfolio of Investments – Legg Mason Western Asset Global Multi Strategy Fund	46
Portfolio of Investments – Legg Mason Western Asset US High Yield Fund	52
Portfolio of Investments – Legg Mason Western Asset Emerging Markets Total Return Bond Fund	58
Portfolio of Investments – Legg Mason Western Asset Emerging Markets Corporate Bond Fund	61
Portfolio of Investments – Legg Mason Western Asset Global High Yield Fund	63
Portfolio of Investments – Legg Mason Western Asset US Short-Term Government Fund	68
Portfolio of Investments – Legg Mason Western Asset US Adjustable Rate Fund	69
Portfolio of Investments – Legg Mason Western Asset Global Inflation Management Fund	70
Portfolio of Investments – Legg Mason Western Asset Asian Opportunities Fund	72
Portfolio of Investments – Legg Mason Western Asset Global Blue Chip Bond Fund	75
Portfolio of Investments – Legg Mason Western Asset Global Credit Absolute Return Fund <sup>^</sup>	77
Portfolio of Investments – Legg Mason Western Asset Global Core Plus Bond Fund <sup>^</sup>	78
Portfolio of Investments – Legg Mason Western Asset Global Credit Fund	83
Portfolio of Investments – Legg Mason Western Asset Euro High Yield Fund	87
Portfolio of Investments – Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup>	89
Portfolio of Investments – Legg Mason Western Asset EM Local Currency Debt Fund <sup>^</sup>	97
Portfolio of Investments – Legg Mason Western Asset Multi-Asset Credit Fund <sup>^</sup>	99
Portfolio of Investments – Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>	105
Portfolio of Investments – Legg Mason Western Asset Structured Opportunities Fund <sup>^</sup>	107
Portfolio of Investments – Legg Mason Western Asset US Mortgage-Backed Securities Fund <sup>^</sup>	111
Portfolio of Investments – Legg Mason Brandywine Global Fixed Income Fund	115
Portfolio of Investments – Legg Mason Brandywine Global Fixed Income Absolute Return Fund <sup>^</sup>	119
Portfolio of Investments – Legg Mason Brandywine Global High Yield Fund <sup>^</sup>	121
Portfolio of Investments – Legg Mason Brandywine Global Opportunistic Fixed Income Fund <sup>^</sup>	124
Portfolio of Investments – Legg Mason Brandywine Global Sovereign Credit Fund <sup>^</sup>	128
Portfolio of Investments – Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup>	130
Portfolio of Investments – Legg Mason Brandywine Global Credit Opportunities Fund <sup>^</sup>	133
Portfolio of Investments – Legg Mason Brandywine Global Dynamic US Equity Fund <sup>^</sup>	135
Portfolio of Investments – Legg Mason ClearBridge Value Fund	137
Portfolio of Investments – Legg Mason ClearBridge Growth Fund	138
Portfolio of Investments – Legg Mason ClearBridge Global Equity Fund <sup>^</sup>	139
Portfolio of Investments – Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup>	140
Portfolio of Investments – Legg Mason ClearBridge US Appreciation Fund	141
Portfolio of Investments – Legg Mason ClearBridge US Large Cap Growth Fund	142
Portfolio of Investments – Legg Mason ClearBridge US Aggressive Growth Fund	143
Portfolio of Investments – Legg Mason ClearBridge Tactical Dividend Income Fund	145
Portfolio of Investments – Legg Mason ClearBridge US Equity Sustainability Leaders Fund <sup>^</sup>	146
Portfolio of Investments – Legg Mason Opportunity Fund	147
Portfolio of Investments – Legg Mason Royce US Small Cap Opportunity Fund	149
Portfolio of Investments – Legg Mason Royce US Smaller Companies Fund	152
Portfolio of Investments – Legg Mason QS MV European Equity Growth and Income Fund	154
Portfolio of Investments – Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund	156
Portfolio of Investments – Legg Mason QS Emerging Markets Equity Fund	158
Portfolio of Investments – Legg Mason QS MV Global Equity Growth and Income Fund	162
Portfolio of Investments – Legg Mason Martin Currie Australia Equity Income Fund	164
Portfolio of Investments – Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup>	165
Portfolio of Investments – Legg Mason Martin Currie Asia Pacific Fund <sup>^</sup>	166
Portfolio of Investments – Legg Mason Martin Currie European Absolute Alpha Fund <sup>^</sup>	167
Portfolio of Investments – Legg Mason Martin Currie Global Resources Fund <sup>^</sup>	169
Portfolio of Investments – Legg Mason Martin Currie Greater China Fund <sup>^</sup>	170
Portfolio of Investments – Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup>	171
Portfolio of Investments – Legg Mason Martin Currie North American Fund <sup>^</sup>	173
Portfolio of Investments – Legg Mason Martin Currie Global Long-Term Unconstrained Fund <sup>^</sup>	174
Portfolio of Investments – Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup>	175
Statement of Financial Position – Legg Mason Global Funds Plc	176
Statement of Comprehensive Income – Legg Mason Global Funds Plc	196
Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – Legg Mason Global Funds Plc	206
Notes to Financial Statements – Legg Mason Global Funds Plc	232
Financial Information – Total Expense Ratios (TER) – Legg Mason Global Funds Plc	252
Statement of Major Portfolio Changes – Legg Mason Western Asset US Money Market Fund	259
Statement of Major Portfolio Changes – Legg Mason Western Asset US Core Bond Fund	259
Statement of Major Portfolio Changes – Legg Mason Western Asset US Core Plus Bond Fund	259
Statement of Major Portfolio Changes – Legg Mason Western Asset Euro Core Plus Bond Fund	260
Statement of Major Portfolio Changes – Legg Mason Western Asset Short Duration High Income Bond Fund	260
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Multi Strategy Fund	260
Statement of Major Portfolio Changes – Legg Mason Western Asset US High Yield Fund	261
Statement of Major Portfolio Changes – Legg Mason Western Asset Emerging Markets Total Return Bond Fund	261
Statement of Major Portfolio Changes – Legg Mason Western Asset Emerging Markets Corporate Bond Fund	262
Statement of Major Portfolio Changes – Legg Mason Western Asset Global High Yield Fund	262

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



Statement of Major Portfolio Changes – Legg Mason Western Asset US Short-Term Government Fund	263
Statement of Major Portfolio Changes – Legg Mason Western Asset US Adjustable Rate Fund	263
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Inflation Management Fund	264
Statement of Major Portfolio Changes – Legg Mason Western Asset Asian Opportunities Fund	264
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Blue Chip Bond Fund	264
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Credit Absolute Return Fund <sup>^</sup>	264
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Core Plus Bond Fund <sup>^</sup>	265
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Credit Fund	265
Statement of Major Portfolio Changes – Legg Mason Western Asset Euro High Yield Fund	266
Statement of Major Portfolio Changes – Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup>	266
Statement of Major Portfolio Changes – Legg Mason Western Asset EM Local Currency Debt Fund <sup>^</sup>	267
Statement of Major Portfolio Changes – Legg Mason Western Asset Multi-Asset Credit Fund <sup>^</sup>	267
Statement of Major Portfolio Changes – Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>	268
Statement of Major Portfolio Changes – Legg Mason Western Asset Structured Opportunities Fund <sup>^</sup>	268
Statement of Major Portfolio Changes – Legg Mason Western Asset US Mortgage-Backed Securities Fund <sup>^</sup>	269
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Fixed Income Fund	269
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Fixed Income Absolute Return Fund <sup>^</sup>	270
Statement of Major Portfolio Changes – Legg Mason Brandywine Global High Yield Fund <sup>^</sup>	270
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Opportunistic Fixed Income Fund <sup>^</sup>	270
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Sovereign Credit Fund <sup>^</sup>	271
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup>	271
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Credit Opportunities Fund <sup>^</sup>	271
Statement of Major Portfolio Changes – Legg Mason Brandywine Global Dynamic US Equity Fund <sup>^</sup>	272
Statement of Major Portfolio Changes – Legg Mason ClearBridge Value Fund	272
Statement of Major Portfolio Changes – Legg Mason ClearBridge Growth Fund	273
Statement of Major Portfolio Changes – Legg Mason ClearBridge Global Equity Fund <sup>^</sup>	273
Statement of Major Portfolio Changes – Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup>	274
Statement of Major Portfolio Changes – Legg Mason ClearBridge US Appreciation Fund	274
Statement of Major Portfolio Changes – Legg Mason ClearBridge US Large Cap Growth Fund	275
Statement of Major Portfolio Changes – Legg Mason ClearBridge US Aggressive Growth Fund	275
Statement of Major Portfolio Changes – Legg Mason ClearBridge Tactical Dividend Income Fund	275
Statement of Major Portfolio Changes – Legg Mason ClearBridge US Equity Sustainability Leaders Fund <sup>^</sup>	276
Statement of Major Portfolio Changes – Legg Mason Opportunity Fund	276
Statement of Major Portfolio Changes – Legg Mason Royce US Small Cap Opportunity Fund	277
Statement of Major Portfolio Changes – Legg Mason Royce US Smaller Companies Fund	277
Statement of Major Portfolio Changes – Legg Mason QS MV European Equity Growth and Income Fund	277
Statement of Major Portfolio Changes – Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund	278
Statement of Major Portfolio Changes – Legg Mason QS Emerging Markets Equity Fund	278
Statement of Major Portfolio Changes – Legg Mason QS MV Global Equity Growth and Income Fund	279
Statement of Major Portfolio Changes – Legg Mason Martin Currie Australia Equity Income Fund	279
Statement of Major Portfolio Changes – Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup>	280
Statement of Major Portfolio Changes – Legg Mason Martin Currie Asia Pacific Fund <sup>^</sup>	280
Statement of Major Portfolio Changes – Legg Mason Martin Currie European Absolute Alpha Fund <sup>^</sup>	281
Statement of Major Portfolio Changes – Legg Mason Martin Currie Global Resources Fund <sup>^</sup>	281
Statement of Major Portfolio Changes – Legg Mason Martin Currie Greater China Fund <sup>^</sup>	281
Statement of Major Portfolio Changes – Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup>	282
Statement of Major Portfolio Changes – Legg Mason Martin Currie North American Fund <sup>^</sup>	283
Statement of Major Portfolio Changes – Legg Mason Martin Currie Global Long-Term Unconstrained Fund <sup>^</sup>	283
Statement of Major Portfolio Changes – Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup>	284

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# General Information

## Board of Directors

Brian Collins (Ireland) (Independent)  
 Joseph Keane (Ireland) (Independent)  
 Joseph LaRocque (U.S.)  
 Robert Shearman (United Kingdom)\*  
 Jane Trust (U.S.)\*

\* resigned on March 23, 2016

\*\* appointed on March 23, 2016

## Registered Office

Riverside Two  
 Sir John Rogerson's Quay  
 Grand Canal Dock  
 Dublin 2, Ireland

## Secretary

Bradwell Limited  
 Arthur Cox Building  
 Earlsfort Terrace  
 Dublin 2, Ireland

## Master Distributor and Master Shareholder Servicing Agent

Legg Mason Investor Services, LLC  
 100 International Drive  
 Baltimore, Maryland 21202  
 U.S.A.

## Additional Distributors and Shareholder Servicing Agents

Legg Mason Investments (Europe) Limited  
 201 Bishopsgate  
 London EC2M 3AB  
 United Kingdom

Legg Mason Asset Management Hong Kong Limited  
 12/F, York House  
 15 Queen's Road Central  
 Hong Kong

Legg Mason Asset Management Singapore Pte. Limited  
 1 George Street, # 23-02  
 Singapore 049145

Legg Mason Investments (Taiwan) Limited  
 55 Floor – 1, Taipei 101 Tower  
 No. 7, Xin Yi Road  
 Section 5, Taipei, 110  
 Taiwan

## Reporting Fund Status and Distributor Status (relevant to U.K. Shareholders only)

UK shareholders can identify which share classes of the Company have been accepted into the UK reporting fund regime, and which share classes have been granted UK Reporting status, by checking the HM Revenue and Customs' Reporting Fund list at the website <https://www.gov.uk/government/publications/offshore-funds-list-of-reporting-funds>. This list is updated on a monthly basis by the HM Revenue and Customs.

For more information see the supplemental prospectus for investors from the United Kingdom, or contact Legg Mason Investments (Europe) Limited.

## Swiss Representative

First Independent Fund Services Ltd  
 Klausstrasse 33  
 CH-8008 Zurich  
 Switzerland

## Swiss Paying Agent

NPB Neue Private Bank Ltd  
 Limmatquai 1/am Bellevue  
 CH-8022 Zurich  
 Switzerland

The prospectus, the key investor information documents, the memorandum and articles of association of the Company, the annual and semi-annual reports and the breakdown of the purchase and sale transaction of the Funds, may be obtained free of charge at the office of the Swiss representative.

## Irish Legal Adviser

Arthur Cox  
 Earlsfort Centre  
 Earlsfort Terrace  
 Dublin 2, Ireland

## Custodian (until March 17, 2016) and Depositary (from March 18, 2016)

BNY Mellon Trust Company (Ireland) Limited  
 Guild House  
 Guild Street, IFSC  
 Dublin 1, Ireland

## Independent Auditors

PricewaterhouseCoopers  
 Chartered Accountants & Statutory Audit Firm  
 One Spencer Dock  
 North Wall Quay  
 Dublin 1, Ireland

## Administrator

BNY Mellon Fund Services (Ireland) Designated Activity Company  
 Riverside Two  
 Sir John Rogerson's Quay  
 Grand Canal Dock  
 Dublin 2, Ireland

## Promoter

Legg Mason Investments (Europe) Limited  
 201 Bishopsgate,  
 London EC2M 3AB  
 United Kingdom



## General Information – (continued)

**Investment Manager:** **Legg Mason ClearBridge Value Fund\*\***  
ClearBridge, LLC  
100 International Drive  
Baltimore, Maryland 21202  
U.S.A.

**All Funds except Legg Mason ClearBridge Value Fund**  
Legg Mason Investments (Europe) Limited  
201 Bishopsgate  
London EC2M 3AB  
United Kingdom

<b>Fund Name</b>	<b>Fund Launch Date</b>	<b>Sub Investment Manager</b>
<b>Legg Mason Western Asset US Money Market Fund*</b>	February 27, 2004	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset US Core Bond Fund*</b>	August 31, 2002	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset US Core Plus Bond Fund*</b>	April 20, 2007	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset Euro Core Plus Bond Fund*</b>	October 1, 2003	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset Short Duration High Income Bond Fund*</b> (formerly Legg Mason Western Asset Diversified Strategic Income Fund)	February 24, 2004	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset Global Multi Strategy Fund*</b>	August 29, 2002	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset US High Yield Fund*</b>	February 27, 2004	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset Emerging Markets Total Return Bond Fund*</b> (formerly Legg Mason Western Asset Emerging Markets Bond Fund)	February 24, 2004	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset Emerging Markets Corporate Bond Fund*</b>	October 21, 2011	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145  Western Asset Management Company Distribuidora de Titulos e Valores Mobiliarios Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil
<b>Legg Mason Western Asset Global High Yield Fund*</b>	April 20, 2007	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145
<b>Legg Mason Western Asset US Short-Term Government Fund*</b>	April 20, 2007	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset US Adjustable Rate Fund*</b>	April 20, 2007	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.
<b>Legg Mason Western Asset Global Inflation Management Fund*</b> (formerly Legg Mason Western Asset Inflation Management Fund)	April 20, 2007	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset Asian Opportunities Fund*</b>	June 12, 2008	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Pte. Ltd. 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset Global Blue Chip Bond Fund*</b>	June 3, 2009	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset Brazil Bond Fund^*</b>	March 25, 2010 (ceased trading on January 14, 2016)	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Distribuidora de Títulos e Valores Mobiliários Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil</p>
<b>Legg Mason Western Asset Global Credit Absolute Return Fund^*</b>	May 20, 2010 (ceased trading on April 29, 2016)	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p> <p>Western Asset Management Company Distribuidora de Títulos e Valores Mobiliários Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil</p>



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset UK£ Core Plus Bond Fund<sup>^*</sup></b>	November 19, 2010 (ceased trading on February 24, 2014)	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145
<b>Legg Mason Western Asset Global Core Plus Bond Fund<sup>^*</sup></b>	December 3, 2010	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145
<b>Legg Mason Western Asset Global Inflation-Linked Fund<sup>^*</sup></b>	November 19, 2010 (ceased trading on January 8, 2015)	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145
<b>Legg Mason Western Asset UK£ Inflation-Linked Plus Fund<sup>^*</sup></b>	November 19, 2010 (ceased trading on February 14, 2014)	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145
<b>Legg Mason Western Asset UK£ Long Duration Fund<sup>^*</sup></b>	November 19, 2010 (ceased trading on February 24, 2014)	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145
<b>Legg Mason Western Asset Global Credit Fund<sup>*</sup></b>	November 19, 2010	Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom  Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.  Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset Euro High Yield Fund*</b>	December 3, 2010	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset Macro Opportunities Bond Fund^*</b>	September 5, 2013	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset EM Local Currency Debt Fund^*</b>	December 16, 2015	<p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p>
<b>Legg Mason Western Asset Multi-Asset Credit Fund^**</b>	December 16, 2015	<p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company Distribuidora de Titulos e Valores Mobiliarios Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p>



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^*</sup></b>	December 31, 2015	<p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p> <p>Western Asset Management Company Pty Limited Level 48 120 Collins Street Melbourne Vic 3000, Australia</p> <p>Western Asset Management Company Distribuidora de Titulos e Valores Mobiliarios Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil</p>
<b>Legg Mason Western Asset Structured Opportunities Fund<sup>^*</sup></b>	January 13, 2016	<p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p>
<b>Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^*</sup></b>	January 13, 2016	<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p>
<b>Legg Mason Western Asset US Limited Duration Fund<sup>^*†</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset Euro Absolute Return Bond Fund<sup>^*†</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p>



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset UK Limited Duration Fund<sup>†*</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset UK Investment Grade Credit Fund<sup>†*</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset Euro Core Bond Fund<sup>†*</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A</p>
<b>Legg Mason Western Asset Global Sovereign Fund<sup>†*</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset Global Sovereign Total Return Fund<sup>†</sup></b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p> <p>Western Asset Management Company Distribuidora de Títulos e Valores Mobiliários Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil</p>



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Western Asset Infrastructure Debt Fund†</b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A</p> <p>Western Asset Management Company Ltd. Shin-Marunouchi Building 5-1 Marunouchi 1-Chome, Chiyoda-ku Tokyo 100-6536 Japan</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p> <p>Western Asset Management Company Distribuidora de Títulos e Valores Mobiliarios Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15th Floor – 04543011 Sao Paulo – Brazil</p>
<b>Legg Mason Western Asset Short-Dated High Yield Fund†</b>		<p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p>
<b>Legg Mason Western Asset Asian Income Fund*†</b>		<p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p> <p>Western Asset Management Company Pte. Ltd 1 George Street, #23-01 Singapore 049145</p>
<b>Legg Mason Western Asset US Corporate Bond Fund*†</b>		<p>Western Asset Management Company 385 East Colorado Boulevard Pasadena, California 91101 U.S.A.</p> <p>Western Asset Management Company Limited 10 Exchange Square Primrose Street London EC2A 2EN United Kingdom</p>
<b>Legg Mason Brandywine Global Fixed Income Fund*</b>	October 1, 2003	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8th Floor Philadelphia, Pennsylvania 19104 U.S.A
<b>Legg Mason Brandywine Global Fixed Income Absolute Return Fund^*</b>	April 3, 2012	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8th Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Brandywine Global High Yield Fund^*</b>	November 30, 2012	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8th Floor Philadelphia, Pennsylvania 19104 U.S.A.



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^*</sup></b>	June 25, 2010	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8 <sup>th</sup> Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Brandywine Global Sovereign Credit Fund<sup>^*</sup></b>	May 10, 2012	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8 <sup>th</sup> Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Brandywine Global Income Optimiser Fund<sup>^*</sup></b>	June 3, 2013	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8 <sup>th</sup> Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Brandywine Global Credit Opportunities Fund<sup>^*</sup></b>	June 30, 2014	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8 <sup>th</sup> Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Brandywine Global Dynamic US Equity Fund<sup>^*</sup></b>	December 31, 2015	Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8 <sup>th</sup> Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Brandywine Global Macro Fund<sup>***†</sup></b>		Brandywine Global Investment Management, LLC Cira Centre, 2929 Arch Street 8 <sup>th</sup> Floor Philadelphia, Pennsylvania 19104 U.S.A.
<b>Legg Mason Western Asset Brazil Equity Fund<sup>***</sup></b>	October 1, 2010 (ceased trading on January 14, 2016)	Western Asset Management Company Distribuidora de Títulos e Valores Mobiliários Limitada Av. Pres. Juscelino Kubitschek No. 1455 – 15 <sup>th</sup> Floor – 04543011 Sao Paulo – Brazil
<b>Legg Mason ClearBridge Growth Fund<sup>**</sup></b> (formerly Legg Mason Capital Management Growth Fund)	February 25, 2004	ClearBridge, LLC (formerly Legg Mason Capital Management, LLC) 100 International Drive Baltimore, Maryland 21202 U.S.A.
<b>Legg Mason ClearBridge Global Equity Fund<sup>***</sup></b>	September 1, 2006	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge Global Equity Income Fund<sup>***</sup></b>	September 15, 2014	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge US Appreciation Fund<sup>**</sup></b>	April 20, 2007	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge US Fundamental Value Fund<sup>***</sup></b>	April 20, 2007 (merged into Legg Mason ClearBridge Tactical Dividend Income Fund on March 27, 2015)	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge US Large Cap Growth Fund<sup>**</sup></b>	April 20, 2007	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge US Aggressive Growth Fund<sup>**</sup></b>	April 20, 2007	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge US Equity Income Fund<sup>***</sup></b>	June 3, 2013 (ceased trading on August 29, 2014)	ClearBridge Investments, LLC 620 Eighth Avenue, 48 <sup>th</sup> Floor New York, New York 10018 U.S.A.



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason ClearBridge Tactical Dividend Income Fund**</b>	June 3, 2013	ClearBridge Investments, LLC 620 Eighth Avenue, 48th Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge US Equity Sustainability Leaders Fund^**</b>	September 30, 2015	ClearBridge Investments, LLC 620 Eighth Avenue, 48th Floor New York, New York 10018 U.S.A.
<b>Legg Mason ClearBridge Global SRI Equity Fund†**</b>		ClearBridge Investments, LLC 620 Eighth Avenue, 48th Floor New York, New York 10018 U.S.A.
<b>Legg Mason Opportunity Fund**</b> (formerly Legg Mason Capital Management Opportunity Fund)	February 4, 2009	LMM LLC 100 International Drive Baltimore, Maryland 21202 U.S.A.
<b>Legg Mason Royce US Small Cap Opportunity Fund**</b>	November 8, 2002	Royce & Associates, LP 745 5th Avenue New York, New York 10151 U.S.A.
<b>Legg Mason Royce US Smaller Companies Fund**</b> (formerly Legg Mason Royce Smaller Companies Fund)	March 1, 2004	Royce & Associates, LP 745 5th Avenue New York, New York 10151 U.S.A.
<b>Legg Mason Royce Smaller Companies Fund II^**</b>	March 13, 2011 (ceased trading on July 6, 2015)	Royce & Associates, LP 745 5th Avenue New York, New York 10151 U.S.A.
<b>Legg Mason Royce European Smaller Companies Fund^**</b>	December 31, 2009 (ceased trading on February 12, 2014)	Royce & Associates, LP 745 5th Avenue New York, New York 10151 U.S.A.
<b>Legg Mason Royce Global Smaller Companies Fund^**</b>	December 31, 2009 (ceased trading on March 31, 2014)	Royce & Associates, LP 745 5th Avenue New York, New York 10151 U.S.A.
<b>Legg Mason QS MV European Equity Growth and Income Fund**</b> (formerly Legg Mason Batterymarch Managed Volatility European Equity Fund)	August 31, 2002	QS Investors, LLC (formerly QS Batterymarch Financial Management, Inc.) 880 Third Avenue, 7th Floor New York, NY 10022 U.S.A.
<b>Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund**</b> (formerly Legg Mason Batterymarch Asia Ex Japan Equity Fund)	February 25, 2004	QS Investors, LLC (formerly QS Batterymarch Financial Management, Inc.) 880 Third Avenue, 7th Floor New York, NY 10022 U.S.A.
<b>Legg Mason Batterymarch International Large Cap Fund^**</b>	April 20, 2007 (ceased trading on February 25, 2015)	
<b>Legg Mason QS Emerging Markets Equity Fund**</b> (formerly Legg Mason Batterymarch Emerging Markets Equity Fund)	April 28, 2008	QS Investors, LLC (formerly QS Batterymarch Financial Management, Inc.) 880 Third Avenue, 7th Floor New York, NY 10022 U.S.A.
<b>Legg Mason QS MV Global Equity Growth and Income Fund**</b> (formerly Legg Mason Batterymarch Global Equity Fund)	December 29, 2010	QS Investors, LLC (formerly QS Batterymarch Financial Management, Inc.) 880 Third Avenue, 7th Floor New York, NY 10022 U.S.A.
<b>Legg Mason QS US Large Cap Fund^†**</b> (formerly Legg Mason Batterymarch US Large Cap Fund)		QS Investors, LLC (formerly QS Batterymarch Financial Management, Inc.) 880 Third Avenue, 7th Floor New York, NY 10022 U.S.A.
<b>Legg Mason Martin Currie Australia Equity Income Fund**</b>	May 28, 2015	Legg Mason Asset Management Australia Limited (trading under the name "Martin Currie Australia") Level 47 120 Collins Street, Melbourne VIC 3000 Australia



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Martin Currie Asia Long-Term Unconstrained Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES  Legg Mason Asset Management Singapore Pte. Limited 1 George Street, #23-02 Singapore 049145
<b>Legg Mason Martin Currie Asia Pacific Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES  Legg Mason Asset Management Singapore Pte. Limited 1 George Street, #23-02 Singapore 049145
<b>Legg Mason Martin Currie European Absolute Alpha Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES
<b>Legg Mason Martin Currie Global Resources Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES
<b>Legg Mason Martin Currie Greater China Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES
<b>Legg Mason Martin Currie Japan Absolute Alpha Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES
<b>Legg Mason Martin Currie North American Fund**‡^</b>	March 11, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES
<b>Legg Mason Martin Currie Global Long-Term Unconstrained Fund‡***^</b>	June 28, 2016	Martin Currie Investment Management Limited Saltire Court 20 Castle Terrace Edinburgh EH1 2ES
<b>Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund‡***^</b>	June 28, 2016	Legg Mason Asset Management Australia Limited (trading under the name "Martin Currie Australia") Level 47 120 Collins Street, Melbourne VIC 3000 Australia
<b>Legg Mason RARE Emerging Markets Infrastructure Fund†**</b>		RARE Infrastructure Limited Level 13, 35 Clarence Street Sydney NSW 2000 Australia
<b>Legg Mason RARE Infrastructure Value Fund†**</b>		RARE Infrastructure Limited Level 13, 35 Clarence Street Sydney NSW 2000 Australia
<b>Legg Mason Permal Global Absolute Fund^****</b>	September 24, 2009 (ceased trading on August 29, 2014)	
<b>Legg Mason PCM US Equity Fund^</b>	January 8, 2008 (ceased trading on August 24, 2010, re-launched on April 13, 2012 and ceased trading on August 30, 2013)	



## General Information – (continued)

Fund Name	Fund Launch Date	Sub Investment Manager
<b>Legg Mason Congruix Japan Equity Fund</b>	October 2, 2008 (ceased trading on November 30, 2010)	
<b>Legg Mason Emerging Markets Select Equity Fund**†</b>		
<b>Legg Mason Strategic European Equity Fund**†</b>		

† As at August 31, 2016 these Funds have not commenced trading.

‡ Commenced trading during the period.

^ Not authorised for sale to the public in Hong Kong.

\* Fixed Income Funds (Funds which invest mainly in fixed income and interest bearing securities)

\*\* Equity Funds (Funds which invest mainly in equities)

\*\*\* Multi-Asset Fund

## For More Information

For further information on the range of Funds within Legg Mason Global Funds Plc, contact:

For professional investors in the U.K. and Europe

Legg Mason Investments (Europe) Limited  
201 Bishopsgate  
London EC2M 3AB  
United Kingdom  
Tel: + 44 (0) 207 070 7444

[www.leggmason.co.uk](http://www.leggmason.co.uk)

For authorised dealers in the Americas

Legg Mason Investments  
1395 Brickell Avenue  
Suite 1550  
Miami, Florida 33131, U.S.A.  
Tel: + 305 529 4400

[www.leggmasonamericas.com](http://www.leggmasonamericas.com)

Go to the relevant website for information on:

- Daily prices
- Literature, including fact sheets providing the latest information on each Fund
- More information about Legg Mason's asset management affiliates managing the Funds



# Letter to Shareholders

## Dear Shareholder,

We are pleased to provide you with the semi-annual report for Legg Mason Global Funds Plc (the "Company") for the six months ending August 31, 2016. In this report, we highlight the key drivers behind the performance of bond and equity markets over the period.

## Fixed income markets

In March, sovereign bond markets on the whole performed well in local currency terms with Indonesia, India, Mexico, Malaysia, Singapore, South Africa, Japan and Italy among the strongest countries. Meanwhile, Switzerland, Australia, Sweden and Germany were the month's laggards. The performance of most currencies against the US dollar, which weakened, was generally positive in March. The best-performing currencies against the US dollar included the Brazilian real, Russian ruble, Colombian peso, South Korean won and South African rand. Conversely, the Venezuelan bolivar depreciated considerably versus the US dollar over the month.

In April, while performance in government bond markets was mixed, with many of the major bond markets posting negative returns, credit sectors performed well, with risk assets rallying across the board. Global high yield led the gains; this was driven in particular by strong returns from the US and, within that, the energy sector. Investment grade corporate bonds were also positive performers over the month.

May was a volatile month for government bond and credit markets, however, with hawkish US Federal Reserve (Fed) minutes, Brexit concerns, worries over China's debt burden and corporate defaults, and a falling oil price at the beginning of the month weighing on markets. High yield markets ended the month slightly positive in the US, the eurozone and the UK after a difficult start. Investment grade corporate bonds were also modestly positive in Europe, while broadly flat in the US.

In June, all eyes were on the UK's vote whether or not to remain in the European Union (EU). The surprise decision to leave saw markets down sharply in early trading, gold rose 5%, while oil, bond yields and 'vulnerable' currencies, such as the sterling and the euro, plunged. Later in the month, currency markets continued to favour safe havens such as the US, Switzerland and Japan, and bond yields continued to move lower.

Expectations for additional policy easing measures from global central banks saw global bonds post strong positive returns in July, with spread sectors outperforming over the month. Currencies were mixed; sterling weakened a little further while the euro and the Japanese yen appreciated versus the US dollar. Oil-related currencies, such as the Mexican peso and Russian ruble, were weaker against the greenback, as energy prices declined during the month.

Central bank policy dominated market sentiment in August. An aggressive easing of policy from the Bank of England supported all UK bonds, especially sterling-denominated corporate issues. Technical drivers remained very supportive of all spread products, particularly investment grade corporate bonds with increased central bank purchases of corporate bonds and low summer month issuance. In the US, the yield curve continued to flatten as the Fed shifted its message towards a bias to tighten and market expectations of a near-term rate increase rose.

## Global equities

Stock prices spiked higher during the month of March, however, rallying after significant declines and elevated volatility in the first two months of 2016. Emerging market (EM) equities rose in double digits followed by still-sizeable returns for both US and international stocks. The Fed continued its cautious and somewhat dovish approach, holding off additional interest rate increases.

Though the performance of stocks seesawed in April, global equity markets were down slightly in sterling terms. Volatility was high, with small-cap stocks outperforming large-cap counterparts, while value outperformed growth stocks.

The performance of stocks diverged in May with US stocks outperforming and international and EM stocks declining. Equity volatility was generally high with small cap stocks outperforming large cap stocks and growth stocks outperforming value stocks. Investors were concerned about the China slowdown, the prospect for higher interest rates, and the presidential election in the US.

In June, the UK's decision to exit the EU dominated the news. Although this had an immediate and detrimental impact on financial markets, equities generally had recovered by the end of the month to post positive returns in sterling terms over the month.

Stocks rose in July across market capitalisation, investment style and region. Markets appeared to stabilise post-Brexit. However, investors continued to face other headwinds including central bank interest rate policies, the China slowdown, terrorism and lacklustre economic growth across the globe.

Global and international stock performance was flat and market activity somewhat muted in August. Essentially, the market reflected a rotation away from low-volatility solutions and defensive investments to more cyclical stocks and strategies. From a macroeconomic perspective, the focus shifted to a reflation trade versus deflationary trade for investors.

We thank you for your continued support.

Yours sincerely,

Legg Mason Investments Europe Limited

*Past performance is no guarantee of future results. The information is not intended to be a forecast of future events, a guarantee of future results or investment advice.*

All data as at 31/08/2016 unless otherwise stated.

Legg Mason Global Funds plc is an umbrella fund with segregated liability between sub-funds, established as an open-ended investment company with variable capital, authorised in Ireland by the Central Bank of Ireland as an undertaking for collective investment in transferable securities.

All investments involve risk, including the possible loss of principal. Past performance is no guide to future returns and may not be repeated.

This information has been prepared from sources believed reliable but is not guaranteed by Legg Mason and is not a complete summary or statement of all available data.

Individual securities mentioned are intended as examples of portfolio holdings and are not intended as buy or sell recommendations.

Opinions expressed are subject to change without notice and do not take into account the particular investment objectives, financial situation or needs of individual investors.

Before investing you should read the key investor information document and the prospectus, which describe the sub-fund's full objective and risk factors. These and other relevant documents may be obtained in a number of languages at BNY Mellon Fund Services (Ireland) Designated Activity Company, Riverside Two, Sir John Rogerson's Quay, Grand Canal Dock, Dublin 2, Ireland, [www.leggmasonglobal.com](http://www.leggmasonglobal.com) and the registered office.

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# Legg Mason Western Asset US Money Market Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Certificate of Deposit — 30.47% (February 29, 2016: 28.44%)</b>			10,000			5,000		
10,000 Abbey National Treasury Services Plc, 0.410%, due 9/7/2016	10,000	0.87	13,700 Societe Generale (New York), 0.880%, due 10/4/2016	13,700	1.19	2,000 Bank of Nova Scotia, 0.830%, due 9/23/2016 **	1,999	0.17
5,750 Bank of Montreal/Chicago, 0.610%, due 9/19/2016	5,750	0.50	10,000 Sumitomo Mitsui Banking Corp, 0.775%, due 10/3/2016 *	10,000	0.87	1,500 Bank of Nova Scotia, 0.740%, due 10/14/2016 **	1,499	0.13
5,000 Bank of Montreal/Chicago, 0.660%, due 10/4/2016	5,000	0.43	5,000 Sumitomo Mitsui Banking Corp, 0.900%, due 11/29/2016	5,000	0.43	5,000 Bank of Nova Scotia, 0.690%, due 11/2/2016 **	4,994	0.43
2,500 Bank of Montreal/Chicago, 0.900%, due 1/4/2017	2,500	0.22	4,800 Sumitomo Mitsui Trust Bank Ltd (NY), 0.900%, due 10/14/2016	4,800	0.42	25,000 BNP Paribas (New York), 0.000%, due 9/1/2016 **	25,000	2.16
4,000 Bank of Nova Scotia/Houston, 0.935%, due 1/3/2017 *	4,000	0.35	5,000 Sumitomo Mitsui Trust Bank Ltd (NY), 0.900%, due 10/21/2016	5,000	0.43	1,000 BNP Paribas (New York), 0.740%, due 11/14/2016 **	998	0.09
10,000 Bank of Nova Scotia/Houston, 1.144%, due 3/3/2017 *	10,000	0.86	9,250 Svenska Handelsbanken/New York, 1.087%, due 2/17/2017 *	9,250	0.80	10,000 BNP Paribas (New York), 0.990%, due 12/1/2016 **	9,975	0.86
5,000 Bank of Tokyo-Mitsubishi UFJ Ltd/New York, 0.795%, due 10/3/2016 *	5,000	0.43	1,500 Toronto Dominion Bank (New York), 0.900%, due 9/29/2016	1,500	0.13	14,500 BNZ International Funding Ltd, 0.000%, due 3/1/2017 **	14,500	1.26
3,000 BNP Paribas (New York), 0.710%, due 10/3/2016	3,000	0.26	3,610 Toronto Dominion Bank (New York), 0.920%, due 1/9/2017	3,610	0.31	5,000 Caisse Des Depots Et Consignations, 0.680%, due 10/4/2016 **	4,997	0.43
10,000 Canadian Imperial Bank (NY), 0.650%, due 10/3/2016	10,000	0.87	6,000 Toronto-Dominion Bank (New York), 1.217%, due 5/23/2017 *	5,998	0.51	6,000 Chevron Corp, 0.370%, due 9/16/2016 **	5,999	0.52
1,500 Canadian Imperial Bank (NY), 0.960%, due 1/17/2017	1,500	0.13	10,000 UBS AG (Stamford), 0.690%, due 10/20/2016	10,000	0.87	18,000 Chevron Corp, 0.450%, due 10/12/2016 **	17,991	1.56
3,900 Canadian Imperial Bank of Commerce, 0.925%, due 1/3/2017 *	3,900	0.34	2,000 UBS AG (Stamford), 0.980%, due 1/11/2017	2,000	0.17	10,000 Commonwealth Bank of Australia, 0.510%, due 9/6/2016 **	9,999	0.87
4,500 Canadian Imperial Bank of Commerce, 1.107%, due 2/16/2017 *	4,500	0.39	4,020 UBS AG (Stamford), 0.940%, due 1/31/2017	4,020	0.35	5,000 Commonwealth Bank of Australia, 0.570%, due 9/19/2016 **	4,998	0.43
10,000 Canadian Imperial Bank of Commerce, 1.123%, due 3/3/2017 *	10,000	0.87	25,000 Wells Fargo Bank N.A., 0.875%, due 10/4/2016 *	25,006	2.16	1,750 Commonwealth Bank of Australia, 0.440%, due 10/7/2016 **	1,749	0.15
3,500 Chase Bank USA N.A., 1.215%, due 5/26/2017 *	3,500	0.30	2,100 Wells Fargo Bank N.A., 0.600%, due 10/6/2016	2,100	0.18	11,200 Credit Agricole CIB NY, 0.660%, due 9/26/2016 **	11,195	0.97
6,750 CitiBank N.A., 0.700%, due 9/26/2016	6,751	0.58	7,000 Wells Fargo Bank N.A., 0.850%, due 10/7/2016	7,002	0.61	10,000 Credit Agricole CIB NY, 0.680%, due 10/7/2016 **	9,993	0.87
10,000 CitiBank N.A., 0.700%, due 10/6/2016	10,000	0.87	3,500 Wells Fargo Bank N.A., 0.860%, due 11/14/2016	3,500	0.30	5,000 Credit Agricole Corp, 0.850%, due 10/31/2016 **	4,993	0.43
5,000 CitiBank N.A., 0.700%, due 10/18/2016	5,000	0.43	4,000 Wells Fargo Bank N.A., 0.925%, due 12/28/2016 *	4,000	0.35	2,000 Credit Suisse/New York, 0.950%, due 9/19/2016 **	1,999	0.17
3,000 CitiBank N.A., 0.900%, due 12/15/2016	3,000	0.26	2,000 Westpac Banking Corp, 0.870%, due 9/16/2016	2,000	0.17	5,000 Credit Suisse/New York, 0.750%, due 9/29/2016 **	4,997	0.43
9,000 Cooperative Rabobank UAN/Y, 1.129%, due 2/24/2017 *	9,000	0.78	<b>Total Certificate of Deposit (Cost \$351,888)</b>			1,750 Credit Suisse/New York, 1.050%, due 1/13/2017 **	1,743	0.15
10,000 Credit Suisse/New York, 1.223%, due 3/3/2017 *	10,000	0.87				5,000 Danske Corp, 0.570%, due 9/19/2016 **	4,998	0.43
8,000 DnB Nor Bank ASA (New York), 0.420%, due 9/1/2016	8,000	0.69	<b>Commercial Paper — 68.00% (February 29, 2016: 53.86%)</b>			1,500 DBS Bank Ltd, 0.480%, due 9/19/2016 **	1,500	0.13
5,000 HSBC Bank USA N.A./New York, 0.915%, due 12/2/2016	5,000	0.43	3,500 ABN AMRO Funding USA LLC, 0.000%, due 9/1/2016 **	3,500	0.30	3,000 DBS Bank Ltd, 0.890%, due 12/14/2016 **	2,992	0.26
4,000 Landesbank Hessen-Thuringen, 0.610%, due 9/22/2016	4,000	0.35	3,000 ABN AMRO Funding USA LLC, 0.630%, due 10/3/2016 **	2,998	0.26	15,000 DBS Bank Ltd (Singapore), 0.400%, due 9/16/2016 **	14,997	1.30
5,000 Mitsubishi Trust & Banking Corp, 0.800%, due 10/21/2016	5,000	0.43	5,000 ABN AMRO Funding USA LLC, 0.740%, due 10/7/2016 **	4,996	0.43	15,000 Exxon Mobil Corp, 0.330%, due 9/6/2016 **	14,999	1.30
5,000 Mitsubishi UFJ Trust & Banking Corp/NY, 1.020%, due 12/22/2016	5,000	0.43	5,000 ABN AMRO Funding USA LLC, 0.690%, due 10/19/2016 **	4,995	0.43	10,000 Exxon Mobil Corp, 0.410%, due 10/4/2016 **	9,996	0.87
10,000 Mizuho Bank Ltd/NY, 0.775%, due 10/3/2016 *	10,000	0.86	2,500 ABN AMRO Funding USA LLC, 0.960%, due 12/2/2016 **	2,494	0.22	10,000 GE Capital Treasury LLC, 0.390%, due 9/26/2016 **	9,997	0.87
10,000 Mizuho Bank Ltd/NY, 0.900%, due 11/22/2016	10,000	0.87	3,750 ABN AMRO Funding USA LLC, 0.990%, due 12/21/2016 **	3,738	0.32	20,000 General Electric Co, 0.460%, due 9/29/2016 **	19,993	1.73
10,000 Natixis (New York), 0.860%, due 10/31/2016	10,000	0.87	15,000 American Honda Finance, 0.430%, due 9/19/2016 **	14,997	1.30	13,491 IBM Corp, 0.430%, due 9/26/2016 **	13,487	1.17
10,000 Norinchukin Bank (New York), 0.660%, due 9/16/2016	10,000	0.87	8,000 American Honda Finance, 0.430%, due 9/26/2016 **	7,997	0.69	20,000 IBM Corp, 0.430%, due 9/27/2016 **	19,994	1.73
5,000 Norinchukin Bank (New York), 0.600%, due 9/26/2016	5,000	0.43	14,380 ANZ National International Ltd (London), 0.330%, due 9/2/2016 **	14,380	1.24	5,000 ING U.S. Funding LLC, 0.360%, due 9/2/2016 **	5,000	0.43
10,000 Norinchukin Bank (New York), 0.900%, due 11/15/2016	10,000	0.87	2,750 ANZ National International Ltd (London), 0.720%, due 9/27/2016 **	2,749	0.24	6,000 ING U.S. Funding LLC, 0.610%, due 9/8/2016 **	5,999	0.52
5,000 Norinchukin Bank (New York), 0.900%, due 11/22/2016	5,000	0.43	1,000 Apple Inc, 0.340%, due 9/9/2016 **	1,000	0.09	3,000 ING U.S. Funding LLC, 0.890%, due 11/14/2016 **	2,994	0.26
2,000 Royal Bank of Canada (New York), 0.850%, due 9/21/2016	2,000	0.17	3,000 Apple Inc, 0.350%, due 9/15/2016 **	3,000	0.26	2,700 ING U.S. Funding LLC, 1.120%, due 2/16/2017 *	2,700	0.23
10,000 Skandinaviska Enskilda Banken AB (New York), 0.850%, due 10/21/2016	10,001	0.87	5,000 Apple Inc, 0.400%, due 9/26/2016 **	4,999	0.43	25,000 Intel Corp, 0.380%, due 9/20/2016 **	24,995	2.16
2,000 Skandinaviska Enskilda Banken AB (New York), 0.910%, due 12/14/2016	2,000	0.17	5,000 ASB Finance Ltd/London, 1.110%, due 2/17/2017 *	5,000	0.43	2,000 Landesbank Hessen-Thuringen, 0.000%, due 9/1/2016 **	2,000	0.17
			11,750 ASB Finance Ltd/London, 0.000%, due 3/2/2017 **	11,750	1.02	2,000 Landesbank Hessen-Thuringen, 0.840%, due 9/21/2016 **	1,999	0.17
			5,000 Australia & New Zealand Banking Group Ltd, 0.560%, due 9/16/2016 **	4,999	0.43	2,000 Landesbank Hessen-Thuringen, 0.740%, due 11/8/2016 **	1,997	0.17
						4,000 Landesbank Hessen-Thuringen, 0.940%, due 12/1/2016 **	3,990	0.35
						14,500 Microsoft Corp, 0.390%, due 9/7/2016 **	14,499	1.26

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Money Market Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
Commercial Paper — (continued)				5,000	Sumitomo Mitsui Trust NY, 0.780%, due 10/18/2016 **	4,995	0.43	Government Bonds and Notes — 1.23% (February 29, 2016: 0.76%)			
15,000	Microsoft Corp, 0.400%, due 9/14/2016 **	14,998	1.30	10,000	Svenska Handelsbanken AB, 0.570%, due 9/21/2016 **	9,997	0.87	United States — 1.23% (February 29, 2016: 0.76%)			
4,750	Mizuho Bank Ltd/NY, 0.530%, due 9/30/2016 **	4,748	0.41	30,000	Swedbank AB, 0.000%, due 9/1/2016 **	30,000	2.60	5,000	Federal Home Loan Bank Discount Notes, zero coupon, due 9/19/2016	4,999	0.43
10,750	Natixis (New York), 0.000%, due 9/1/2016 **	10,750	0.93	2,000	Swedish Export Credit, 0.790%, due 9/23/2016 **	1,999	0.17	8,350	Federal Home Loan Bank Discount Notes, zero coupon, due 10/14/2016	8,347	0.72
10,000	Nordea Bank AB, 0.570%, due 9/20/2016 **	9,997	0.87	5,000	Toronto Dominion Holdings, 0.480%, due 9/22/2016 **	4,999	0.43	860	Freddie Mac Discount Notes, zero coupon, due 12/14/2016	859	0.08
10,000	Novartis Finance Corp, 0.000%, due 9/1/2016 **	10,000	0.87	2,500	Toronto Dominion Holdings, 0.900%, due 1/5/2017 **	2,492	0.22			14,205	1.23
10,000	Novartis Finance Corp, 0.390%, due 10/5/2016 **	9,996	0.87	10,000	Toronto-Dominion Holdings USA Inc, 0.630%, due 10/7/2016 **	9,993	0.87	Total Government Bonds and Notes (Cost \$14,205)			
15,000	NRW Bank, 0.390%, due 9/13/2016 **	14,998	1.30	1,500	UBS Finance Delaware LLC, 0.750%, due 9/6/2016 **	1,500	0.13			14,205	1.23
5,000	NRW Bank, 0.590%, due 9/19/2016 **	4,998	0.43	5,000	United Overseas Bank Ltd, 0.510%, due 9/26/2016 **	4,998	0.43	Time Deposits — 1.41% (February 29, 2016: 15.52%)			
5,000	NRW Bank, 0.510%, due 9/20/2016 **	4,999	0.43	9,750	United Overseas Bank Ltd, 0.560%, due 10/4/2016 **	9,745	0.84	16,243	Credit Agricole C&I Bank, 0.320%, due 9/1/2016	16,243	1.41
4,750	NRW Bank, 0.500%, due 9/26/2016 **	4,748	0.41	5,000	United Overseas Bank Ltd, 0.690%, due 10/7/2016 **	4,996	0.43	Total Time Deposits (Cost \$16,243)			
5,000	Oversea-Chinese Banking Corp, 0.500%, due 9/6/2016 **	5,000	0.43	8,750	United Overseas Bank Ltd, 0.890%, due 12/7/2016 **	8,729	0.76	Total Investments (Cost \$1,192,753)			
20,000	PACCAR Financial Corp, 0.380%, due 9/20/2016 **	19,996	1.73	10,000	USAA Capital Corp, 0.330%, due 9/8/2016 **	9,999	0.87	Liabilities in Excess of Other Assets (February 29, 2016: (0.51%))			
25,000	PepsiCo Inc, 0.340%, due 9/8/2016 **	24,998	2.16	9,000	USAA Capital Corp, 0.350%, due 9/15/2016 **	8,999	0.78	(37,728) (3.27)			
4,500	Rabobank Nederland NV (New York), 0.740%, due 11/14/2016 **	4,493	0.39	7,700	Wal-Mart Stores Inc, 0.330%, due 9/13/2016 **	7,699	0.67	Total Net Assets			
10,000	Reckitt Benckiser Treasury Services Plc, 0.520%, due 9/6/2016 **	9,999	0.87	10,000	Wal-Mart Stores Inc, 0.350%, due 9/19/2016 **	9,998	0.87	\$1,155,025 100.00			
9,550	Reckitt Benckiser Treasury Services Plc, 0.860%, due 12/1/2016 **	9,529	0.82	15,000	Wal-Mart Stores Inc, 0.380%, due 10/3/2016 **	14,995	1.30	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.			
1,230	Skandinaviska Enskilda Banken AB, 0.840%, due 10/25/2016 **	1,228	0.11	20,000	Walt Disney Company, 0.380%, due 9/27/2016 **	19,994	1.73	** Rate reflects yield to maturity as at August 31, 2016.			
12,000	Societe Generale, 0.000%, due 9/1/2016 **	12,000	1.04	Total Commercial Paper (Cost \$785,417)				785,417	68.00		
12,000	Societe Generale, 0.330%, due 9/7/2016 **	11,999	1.04	Corporate Bonds and Notes — 2.16% (February 29, 2016: 1.93%)							
3,000	Societe Generale, 0.620%, due 9/9/2016 **	3,000	0.26	United States — 2.16% (February 29, 2016: 0.65%)							
7,500	Sumitomo Mitsui Banking Corp, 0.890%, due 11/28/2016 **	7,483	0.65	25,000	Coca-Cola Co/The, 1.800%, due 9/1/2016	25,000	2.16				
2,000	Sumitomo Mitsui Trust NY, 0.830%, due 9/16/2016 **	1,999	0.17	Total Corporate Bonds and Notes (Cost \$25,000)				25,000	2.16		
Analysis of Total Assets											
Transferable securities admitted to an official exchange listing or traded on a regulated market										98.58	
Deposits with credit institutions										1.36	
Other assets										0.06	
Total Assets										100.00	

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value				
Asset-Backed Securities — 6.61% (February 29, 2016: 9.27%)												
64	Bayview Financial Acquisition Trust, Series 2004 D, Class M3, 1.499%, due 8/28/2044 *	63	0.12	83	United States Small Business Administration, Series 2013 20J, Class 1, 3.370%, due 10/1/2033	88	0.17	100	CSAIL 2015-C1 Commercial Mortgage Trust, Series 2015 C1, Class AS, 3.791%, due 4/15/2050 *	108	0.21	
230	Bear Stearns Asset Backed Securities I Trust 2004-BO1, Series 2004 BO1, Class M6, 2.524%, due 10/25/2034 *	230	0.44	95	United States Small Business Administration, Series 2015 20D, Class 1, 2.510%, due 4/1/2035	98	0.19	45	Fannie Mae Interest Strip 409, Class C2, 3.000%, due 4/25/2027	4	0.01	
241	Countrywide Asset-Backed Certificates, Series 2007 4, Class A4W, 5.231%, due 4/25/2047 *	232	0.44	Total Asset-Backed Securities (Cost \$3,451)			3,456	6.61	16	Fannie Mae Interest Strip 407, Class 41, 6.000%, due 1/25/2038	3	0.01
77	Countrywide Asset-Backed Certificates, Series 2007 13, Class 2A2, 1.324%, due 10/25/2047 *	69	0.13	Mortgage-Backed Securities — 27.06% (February 29, 2016: 26.76%)					6	Fannie Mae Interest Strip 390, Class C3, 6.000%, due 7/25/2038	1	—
270	CWABS Inc Asset-Backed Certificates Trust 2004-5, Series 2004 5, Class 2A, 1.024%, due 10/25/2034 *	257	0.49	94	American Home Mortgage Assets Trust 2006-3, Series 2006 3, Class 3A12, 0.714%, due 10/25/2046 *	63	0.12	44	Fannie Mae Interest Strip 409, Class C13, 3.500%, due 11/25/2041	6	0.01	
235	CWHEQ Revolving Home Equity Loan Trust Series 2006-I, Series 2006 I, Class 1A, 0.648%, due 1/15/2037 *	206	0.39	14	American Home Mortgage Investment Trust 2004-1, Series 2004 1, Class 1A, 1.224%, due 4/25/2044 *	13	0.03	41	Fannie Mae Interest Strip 409, Class C18, 4.000%, due 4/25/2042	7	0.01	
319	CWHEQ Revolving Home Equity Loan Trust Series 2007-B, Series 2007 B, Class A, 0.658%, due 2/15/2037 *	292	0.56	111	Banc of America Funding 2004-B Trust, Series 2004 B, Class 7M1, 1.112%, due 12/20/2034 *	98	0.19	600	Fannie Mae Pool, 15 year, TBA, 3.500% ±	634	1.21	
41	GSRPM Mortgage Loan Trust 2006-2, Series 2006 2, Class A2, 144A, 0.788%, due 9/25/2036 *	39	0.07	233	Banc of America Mortgage 2003-C Trust, Series 2003 C, Class B1, 3.237%, due 4/25/2033 *	179	0.34	800	Fannie Mae Pool, 30 year, TBA, 3.500% ±	842	1.61	
25	Manufactured Housing Contract Trust Pass-Through Certificates Series 2001-2, Series 2001 2, Class IA2, 3.976%, due 2/20/2032 *	22	0.04	45	Bear Stearns ALT-A Trust 2004-11, Series 2004 11, Class 2A2, 3.157%, due 11/25/2034 *	42	0.08	900	Fannie Mae Pool, 30 year, TBA, 4.000% ±	964	1.84	
278	Mastr Asset Backed Securities Trust 2004-OPT2, Series 2004 OPT2, Class A1, 1.224%, due 9/25/2034 *	253	0.48	113	Bear Stearns ALT-A Trust 2004-6, Series 2004 6, Class M1, 1.349%, due 7/25/2034 *	101	0.19	800	Fannie Mae Pool, 30 year, TBA, 3.000% ±	828	1.58	
100	National Collegiate Student Loan Trust 2006-4, Series 2006 4, Class A3, 0.784%, due 2/26/2029 *	96	0.18	29	Bear Stearns ALT-A Trust 2004-7, Series 2004 7, Class 2A1, 3.035%, due 8/25/2034 *	29	0.06	6	Fannie Mae Pool '888795', 5.500%, due 11/1/2036	7	0.01	
100	Northstar Education Finance Inc, Series 2005 1, Class B, 1.273%, due 10/30/2045 *	71	0.14	165	Chevy Chase Funding LLC Mortgage-Backed Certificates Series 2004-4, Series 2004 4X, Class A2, 0.814%, due 10/25/2035 *	148	0.28	155	Fannie Mae Pool '890604', 4.500%, due 10/1/2044	172	0.33	
54	Option One Mortgage Loan Trust, Series 2003 1, Class A2, 1.364%, due 2/25/2033 *	51	0.10	28	CHL Mortgage Pass-Through Trust 2005-11, Series 2005 11, Class 6A1, 1.124%, due 3/25/2035 *	25	0.05	9	Fannie Mae Pool '950385', 1.876%, due 8/1/2037 *	9	0.02	
109	Option One Mortgage Loan Trust 2002-3, Series 2002 3, Class A2, 1.064%, due 8/25/2032 *	100	0.19	80	Citigroup Commercial Mortgage Trust 2015-GC27, Series 2015 GC27, Class B, 3.772%, due 2/10/2048	85	0.16	209	Fannie Mae Pool 'AB6201', 3.000%, due 9/1/2042	219	0.42	
9	RASC Series 2001-KS2 Trust, Series 2001 KS2, Class All, 0.984%, due 6/25/2031 *	8	0.02	1,812	COMM 2012-CCRE1 Mortgage Trust, Series 2012 CR1, Class XA, 2.208%, due 5/15/2045 *	142	0.27	66	Fannie Mae Pool 'AB9594', 4.000%, due 6/1/2043	72	0.14	
370	RASC Series 2005-KS12 Trust, Series 2005 KS12, Class M1, 0.964%, due 1/25/2036 *	354	0.68	150	COMM 2012-CCRE4 Mortgage Trust, Series 2012 CR4, Class AM, 3.251%, due 10/15/2045	158	0.30	557	Fannie Mae Pool 'AH4536', 4.000%, due 2/1/2041	612	1.17	
40	SASCO Mortgage Loan Trust 2005-GEL1, Series 2005 GEL1, Class M1, 1.313%, due 12/25/2034 *	39	0.08	10	COMM 2013-CCRE12 Mortgage Trust, Series 2013 CR12, Class AM, 4.300%, due 10/10/2046	11	0.02	107	Fannie Mae Pool 'AL0215', 4.500%, due 4/1/2041	117	0.22	
160	SLC Student Loan Trust 2008-2, Series 2008 2, Class A4, 1.553%, due 6/15/2021 *	156	0.30	1,368	Comm 2013-CCRE13 Mortgage Trust, Series 2013 CR13, Class XA, 1.124%, due 12/10/2023 *	60	0.11	39	Fannie Mae Pool 'AL4324', 6.500%, due 5/1/2040	45	0.09	
200	SLM Private Credit Student Loan Trust 2007-A, Series 2007 A, Class A4A, 0.893%, due 12/16/2041 *	172	0.33	235	Comm 2014-UBS2 Mortgage Trust, Series 2014 UBS2, Class XA, 1.565%, due 3/10/2047 *	16	0.03	20	Fannie Mae Pool 'AM8674', 2.810%, due 4/1/2025	21	0.04	
130	SLM Student Loan Trust 2007-2, Series 2007 2, Class A4, 0.775%, due 7/25/2022 *	122	0.23	150	COMM 2015-LC19 Mortgage Trust, Series 2015 LC19, Class ASB, 3.040%, due 2/10/2048	156	0.30	153	Fannie Mae Pool 'AO7501', 4.000%, due 6/1/2042	165	0.32	
91	SLM Student Loan Trust 2008-5, Series 2008 5, Class A4, 2.415%, due 7/25/2023 *	92	0.18	120	COMM 2015-LC19 Mortgage Trust, Series 2015 LC19, Class B, 3.829%, due 2/10/2048 *	129	0.25	69	Fannie Mae Pool 'AP4781', 3.000%, due 9/1/2042	72	0.14	
99	SLM Student Loan Trust 2010-1, Series 2010 1, Class A, 0.924%, due 3/25/2025 *	96	0.18	10	COMM 2015-LC19 Mortgage Trust, Series 2015 LC19, Class C, 4.405%, due 2/10/2048 *	11	0.02	148	Fannie Mae Pool 'AP9633', 2.500%, due 10/1/2042	150	0.29	
260	Structured Asset Investment Loan Trust 2004-8, Series 2004 8, Class M1, 1.424%, due 9/25/2034 *	250	0.48	11	Credit Suisse Commercial Mortgage Trust Series 2007-C2, Series 2007 C2, Class AM, 5.615%, due 1/15/2049 *	11	0.02	282	Fannie Mae Pool 'AS6311', 3.500%, due 12/1/2045	297	0.57	
								279	Fannie Mae Pool 'AS6328', 3.500%, due 12/1/2045	294	0.56	
								79	Fannie Mae Pool 'AT4281', 4.000%, due 6/1/2043	87	0.17	
								122	Fannie Mae Pool 'AW3971', 4.500%, due 4/1/2044	133	0.25	
								149	Fannie Mae Pool 'MA1217', 4.000%, due 10/1/2042	162	0.31	
								77	Fannie Mae Pool 'MA1253', 4.000%, due 11/1/2042	83	0.16	
								80	Fannie Mae Pool 'MA1591', 4.500%, due 9/1/2043	90	0.17	
								161	Fannie Mae REMICS, Series 2012 101, Class AI, 3.000%, due 6/25/2027	13	0.02	
								40	Fannie Mae REMICS, Series 2001 81, Class GE, 6.000%, due 1/25/2032	45	0.09	
								49	Fannie Mae REMICS, Series 2005 29, Class ZA, 5.500%, due 4/25/2035	56	0.11	
								52	Fannie Mae REMICS, Series 2011 87, Class SG, 6.026%, due 4/25/2040 *	8	0.02	
								53	Fannie Mae REMICS, Series 2012 70, Class YS, 6.126%, due 2/25/2041 *	7	0.01	
								50	Fannie Mae REMICS, Series 2013 9, Class CB, 5.500%, due 4/25/2042	56	0.11	
								26	Fannie Mae REMICS, Series 2012 46, Class BA, 6.000%, due 5/25/2042	30	0.06	

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's)	% of Net Asset Value	Face Value (000's)	Value (000's)	% of Net Asset Value	Face Value (000's)	Value (000's)	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>								
40 Fannie Mae REMICS, Series 2012 75, Class NS, 6.076%, due 7/25/2042 *	7	0.01	1 Ginnie Mae I Pool '464051', 7.000%, due 7/15/2028	1	—	774 Government National Mortgage Association, Series 2014 92, Class IX, 0.801%, due 5/16/2054 *	37	0.07
37 Fannie Mae REMICS, Series 2013 9, Class BC, 6.500%, due 7/25/2042	43	0.08	42 Ginnie Mae I Pool '557522', 7.000%, due 7/15/2031	50	0.09	1,149 Government National Mortgage Association, Series 2014 105, Class IO, 1.085%, due 6/16/2054 *	78	0.15
332 Fannie Mae REMICS, Series 2012 134, Class SK, 5.626%, due 12/25/2042 *	66	0.13	34 Ginnie Mae I Pool '565347', 7.000%, due 8/15/2031	37	0.07	1,725 Government National Mortgage Association, Series 2015 5, Class IK, 0.809%, due 11/16/2054 *	99	0.19
1,363 Fannie Mae-Aces, Series 2015 M4, Class X2, 0.663%, due 7/25/2022 *	35	0.07	40 Ginnie Mae I Pool '584344', 7.000%, due 4/15/2032	45	0.09	102 Government National Mortgage Association, Series 2013 178, Class IO, 0.867%, due 6/16/2055 *	5	0.01
4,820 Fannie Mae-Aces, Series 2015 M3, Class X2, 0.484%, due 10/25/2024 *	127	0.24	600 Ginnie Mae II Pool, 30 year, TBA, 3.500% ±	637	1.22	173 Government National Mortgage Association, Series 2014 50, Class IO, 0.948%, due 9/16/2055 *	11	0.02
150 Fannie Mae-Aces, Series 2016 M7, Class A2, 2.499%, due 9/25/2026	152	0.29	40 Ginnie Mae II Pool '4837', 6.000%, due 10/20/2040	47	0.09	671 Government National Mortgage Association, Series 2014 135, Class IO, 0.893%, due 1/16/2056 *	41	0.08
95 FHLMC Multifamily Structured Pass Through Certificates K016, Class X1, 1.701%, due 10/25/2021 *	6	0.01	31 Ginnie Mae II Pool '4923', 4.500%, due 1/20/2041	34	0.06	66 Government National Mortgage Association, Series 2010 H26, Class LF, 0.818%, due 8/20/2058 *	65	0.12
134 FHLMC Structured Pass Through Securities, Series T 56, Class 2AF, 0.924%, due 5/25/2043 *	133	0.25	21 Ginnie Mae II Pool '4961', 6.000%, due 2/20/2041	24	0.05	71 Government National Mortgage Association, Series 2009 H01, Class FA, 1.662%, due 11/20/2059 *	72	0.14
300 Freddie Mac Gold Pool, 30 year, TBA, 3.000% ±	311	0.59	82 Ginnie Mae II Pool '4978', 4.500%, due 3/20/2041	90	0.17	81 Government National Mortgage Association, Series 2011 H01, Class AF, 0.918%, due 11/20/2060 *	80	0.15
100 Freddie Mac Gold Pool, 30 year, TBA, 3.500% ±	105	0.20	47 Ginnie Mae II Pool '5240', 6.000%, due 11/20/2041	53	0.10	145 Government National Mortgage Association, Series 2011 H09, Class AF, 0.968%, due 3/20/2061 *	144	0.28
30 Freddie Mac Gold Pool 'A74793', 5.000%, due 3/1/2038	34	0.06	187 Ginnie Mae II Pool '784054', 4.000%, due 9/20/2045	202	0.39	69 Government National Mortgage Association, Series 2012 H18, Class NA, 0.988%, due 8/20/2062 *	69	0.13
18 Freddie Mac Gold Pool 'G06172', 5.500%, due 12/1/2038	21	0.04	9 GMAC Commercial Mortgage Securities Inc Series 2006-C1 Trust, Series 2006 C1, Class AM, 5.290%, due 11/10/2045 *	9	0.02	77 Government National Mortgage Association, Series 2012 H30, Class GA, 0.818%, due 12/20/2062 *	76	0.15
41 Freddie Mac Gold Pool 'G06409', 6.000%, due 11/1/2039	47	0.09	164 Government National Mortgage Association, Series 2012 66, Class CI, 3.500%, due 2/20/2038	11	0.02	252 Government National Mortgage Association, Series 2013 H08, Class BF, 0.868%, due 3/20/2063 *	250	0.48
19 Freddie Mac Gold Pool 'G06669', 6.500%, due 9/1/2039	22	0.04	110 Government National Mortgage Association, Series 2015 101, Class VM, 2.532%, due 2/16/2039 *	115	0.22	53 GreenPoint MTA Trust 2005-AR1, Series 2005 AR1, Class A2, 0.964%, due 6/25/2045 *	46	0.09
29 Freddie Mac Gold Pool 'G07117', 6.000%, due 10/1/2036	34	0.06	24 Government National Mortgage Association, Series 2010 85, Class HS, 6.138%, due 1/20/2040 *	3	—	10 GS Mortgage Securities Trust 2013-GC16, Series 2013 GC16, Class B, 5.161%, due 11/10/2046 *	12	0.02
89 Freddie Mac Gold Pool 'G14492', 4.000%, due 10/1/2025	94	0.18	60 Government National Mortgage Association, Series 2012 34, Class SA, 5.538%, due 3/20/2042 *	12	0.02	70 JP Morgan Chase Commercial Mortgage Securities Trust 2006-LDP9, Series 2006 LDP9, Class AM, 5.372%, due 5/15/2047	70	0.13
74 Freddie Mac Gold Pool 'Q17792', 3.500%, due 5/1/2043	79	0.15	159 Government National Mortgage Association, Series 2013 145, Class IO, 1.068%, due 9/16/2044 *	10	0.02	10 JPMBB Commercial Mortgage Securities Trust 2013-C15, Series 2013 C15, Class C, 5.215%, due 11/15/2045 *	11	0.02
75 Freddie Mac Gold Pool 'U90316', 4.000%, due 10/1/2042	81	0.16	140 Government National Mortgage Association, Series 2015 36, Class MI, 5.500%, due 3/20/2045	26	0.05	10 JPMBB Commercial Mortgage Securities Trust 2013-C17, Series 2013 C17, Class B, 5.050%, due 1/15/2047 *	11	0.02
79 Freddie Mac Gold Pool 'U90503', 3.500%, due 11/1/2042	85	0.16	182 Government National Mortgage Association, Series 2015 167, Class OI, 4.000%, due 4/16/2045	37	0.07	120 JPMBB Commercial Mortgage Securities Trust 2014-C23, Series 2014 C23, Class AS, 4.202%, due 9/15/2047 *	134	0.26
80 Freddie Mac Gold Pool 'U99045', 3.500%, due 3/1/2043	85	0.16	165 Government National Mortgage Association, Series 2013 163, Class IO, 1.173%, due 2/16/2046 *	11	0.02	110 JPMBB Commercial Mortgage Securities Trust 2015-C31, Series 2015 C31, Class A3, 3.801%, due 8/15/2048	122	0.23
211 Freddie Mac Gold Pool 'U99124', 3.500%, due 3/1/2045	225	0.43	466 Government National Mortgage Association, Series 2011 142, Class IO, 0.811%, due 9/16/2046 *	15	0.03	141 LB-UBS Commercial Mortgage Trust 2001-C3, Series 2001 C3, Class X, 144A, 0.568%, due 6/15/2036 *†	—	—
280 Freddie Mac REMICS 4092, Class AI, 3.000%, due 9/15/2031	25	0.05	105 Government National Mortgage Association, Series 2015 85, Class AB, 2.800%, due 2/16/2047 *	107	0.21			
16 Freddie Mac REMICS 3621, Class SB, 5.722%, due 1/15/2040 *	3	0.01	107 Government National Mortgage Association, Series 2014 47, Class IA, 1.072%, due 2/16/2048 *	5	0.01			
105 Freddie Mac REMICS 3947, Class SG, 5.442%, due 10/15/2041 *	17	0.03	220 Government National Mortgage Association, Series 2012 44, Class IO, 0.686%, due 3/16/2049 *	8	0.02			
198 Freddie Mac REMICS 4194, Class BI, 3.500%, due 4/15/2043	23	0.04	469 Government National Mortgage Association, Series 2013 63, Class IO, 0.769%, due 9/16/2051 *	26	0.05			
56 Freddie Mac REMICS 4298, Class PI, 4.000%, due 4/15/2043	5	0.01	330 Government National Mortgage Association, Series 2012 112, Class IO, 0.364%, due 2/16/2053 *	11	0.02			
250 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2014 DN1, Class M2, 2.724%, due 2/25/2024 *	256	0.49	172 Government National Mortgage Association, Series 2012 27, Class IO, 1.115%, due 4/16/2053 *	8	0.01			
250 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 DNA3, Class M2, 3.374%, due 4/25/2028 *	259	0.50						

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>			<b>Brazil — 0.67% (February 29, 2016: 0.60%)</b>			100 Glencore Funding LLC, 2.875%, due 4/16/2020		
100 Morgan Stanley Bank of America Merrill Lynch Trust 2014-C18, Series 2014 C18, Class AS, 4.110%, due 10/15/2047	110	0.21	37 Petrobras Global Finance BV, 5.750%, due 1/20/2020	37	0.07		99	0.19
185 Sequoia Mortgage Trust 2003-5, Series 2003 5, Class A1, 1.132%, due 9/20/2033 *	183	0.35	210 Petrobras Global Finance BV, 5.375%, due 1/27/2021	202	0.39		119	0.23
6 Structured Adjustable Rate Mortgage Loan Trust, Series 2004 10, Class 1A1, 3.012%, due 8/25/2034 *	5	0.01	10 Petrobras Global Finance BV, 6.250%, due 3/17/2024	10	0.02	<b>United Kingdom — 0.72% (February 29, 2016: 0.83%)</b>		
18 Structured Asset Securities Corp, Series 2005 RF1, Class A, 144A, 0.874%, due 3/25/2035 *	15	0.03	50 Petrobras Global Finance BV, 6.850%, due 6/5/2115	42	0.08	50 BP Capital Markets Plc, 3.245%, due 5/6/2022	53	0.10
35 Structured Asset Securities Corp Mort Pass-thr Cert Ser 2002, Series 2002 11A, Class B2II, 3.046%, due 6/25/2032 *	29	0.06	20 Vale Overseas Ltd, 6.250%, due 1/23/2017	20	0.04	10 BP Capital Markets Plc, 3.506%, due 3/17/2025	11	0.02
36 Thornburg Mortgage Securities Trust 2007-4, Series 2007 4, Class 1A1, 2.613%, due 9/25/2037 *	35	0.07	40 Vale Overseas Ltd, 6.875%, due 11/21/2036	40	0.07	20 BP Capital Markets Plc, 3.119%, due 5/4/2026	21	0.04
54 Voyager CNTYW Delaware Trust, Series 2009 1, Class 3QB1, 144A, 0.758%, due 3/16/2030 *	47	0.09		351	0.67	70 Diageo Capital Plc, 4.828%, due 7/15/2020	78	0.15
44 WaMu Mortgage Pass-Through Certificates Series 2005-AR8, Series 2005 AR8, Class 2A1A, 0.814%, due 7/25/2045 *	42	0.08	<b>Canada — 0.52% (February 29, 2016: 0.50%)</b>			200 Lloyds Banking Group Plc, 3.100%, due 7/6/2021	204	0.39
44 Wells Fargo Mortgage Backed Securities 2004-I Trust, Series 2004 I, Class B2, 2.959%, due 7/25/2034 *	37	0.07	13 Barrick Gold Corp, 4.100%, due 5/1/2023	14	0.03	10 WPP Finance 2010, 5.125%, due 9/7/2042	11	0.02
2,027 WFRBS Commercial Mortgage Trust 2014-C23, Series 2014 C23, Class XA, 0.843%, due 10/15/2057 *	76	0.15	40 Barrick North America Finance LLC, 5.700%, due 5/30/2041	46	0.09		378	0.72
110 WFRBS Commercial Mortgage Trust 2014-C23, Series 2014 C23, Class AS, 4.210%, due 10/15/2057 *	123	0.23	10 Potash Corp of Saskatchewan Inc, 4.875%, due 3/30/2020	11	0.02	<b>United States — 18.53% (February 29, 2016: 21.49%)</b>		
100 WFRBS Commercial Mortgage Trust 2014-LC14, Series 2014 LC14, Class ASB, 3.522%, due 3/15/2047	108	0.21	200 Royal Bank of Canada, 1.875%, due 2/5/2020	202	0.38	10 21st Century Fox America Inc, 6.650%, due 11/15/2037	13	0.03
				273	0.52	30 AbbVie Inc, 1.750%, due 11/6/2017	30	0.06
<b>Total Mortgage-Backed Securities (Cost \$14,225)</b>			<b>Chile — 0.11% (February 29, 2016: 0.13%)</b>			20 AbbVie Inc, 3.600%, due 5/14/2025	21	0.04
	14,153	27.06	55 Celulosa Arauco y Constitucion SA, 4.750%, due 1/11/2022	59	0.11	20 Actavis Funding SCS, 3.450%, due 3/15/2022	21	0.04
<b>Corporate Bonds and Notes — 24.91% (February 29, 2016: 27.70%)</b>			<b>Colombia — 0.18% (February 29, 2016: 0.16%)</b>			40 Actavis Funding SCS, 3.800%, due 3/15/2025	42	0.08
<b>Australia — 0.21% (February 29, 2016: 0.22%)</b>			100 Ecopetrol SA, 5.875%, due 5/28/2045	94	0.18	30 Aetna Inc, 2.400%, due 6/15/2021	30	0.06
60 BHP Billiton Finance USA Ltd, 3.250%, due 1/21/2021	64	0.12	<b>France — 0.12% (February 29, 2016: 0.13%)</b>			10 Aetna Inc, 2.800%, due 6/15/2023	10	0.02
10 BHP Billiton Finance USA Ltd, 2.875%, due 2/24/2022	10	0.02	60 BNP Paribas SA, 2.700%, due 8/20/2018	61	0.12	50 Aetna Inc, 3.200%, due 6/15/2026	51	0.10
20 BHP Billiton Finance USA Ltd, 5.000%, due 9/30/2043	24	0.05	<b>Mexico — 0.59% (February 29, 2016: 0.59%)</b>			10 Altria Group Inc, 9.250%, due 8/6/2019	12	0.02
10 Commonwealth Bank of Australia, 144A, 5.000%, due 10/15/2019	11	0.02	50 America Movil SAB de CV, 5.625%, due 11/15/2017	52	0.10	10 Altria Group Inc, 4.750%, due 5/5/2021	11	0.02
	109	0.21	10 Petroleos Mexicanos, Series WI, 3.500%, due 1/30/2023	10	0.02	60 Altria Group Inc, 2.850%, due 8/9/2022	63	0.12
<b>Belgium — 1.22% (February 29, 2016: 1.37%)</b>			180 Petroleos Mexicanos, 6.625%, due 6/15/2035	195	0.37	10 Altria Group Inc, 9.950%, due 11/10/2038	18	0.03
30 Anheuser-Busch InBev Finance Inc, 2.650%, due 2/1/2021	31	0.06	50 Petroleos Mexicanos, 6.375%, due 1/23/2045	53	0.10	10 Altria Group Inc, 5.375%, due 1/31/2044	13	0.02
60 Anheuser-Busch InBev Finance Inc, 3.300%, due 2/1/2023	63	0.12		310	0.59	30 Amazon.com Inc, 4.950%, due 12/5/2044	38	0.07
240 Anheuser-Busch InBev Finance Inc, 3.650%, due 2/1/2026	256	0.49	<b>Netherlands — 1.63% (February 29, 2016: 1.29%)</b>			100 American International Group Inc, 6.250%, due 3/15/2087 *	105	0.20
180 Anheuser-Busch InBev Finance Inc, 4.900%, due 2/1/2046	219	0.42	120 Bank Nederlandse Gemeenten NV, 4.375%, due 2/16/2021	135	0.26	11 Amgen Inc, 4.663%, due 6/15/2051	12	0.02
60 Anheuser-Busch InBev Worldwide Inc, 5.375%, due 1/15/2020	67	0.13	20 Cooperatieve Rabobank UA, 3.875%, due 2/8/2022	22	0.04	18 Anadarko Petroleum Corp, 6.375%, due 9/15/2017	19	0.04
	636	1.22	280 Cooperatieve Rabobank UA/ NY, 3.375%, due 5/21/2025	300	0.57	20 Anadarko Petroleum Corp, 8.700%, due 3/15/2019	23	0.04
			10 Heineken NV, 1.400%, due 10/1/2017	10	0.02	150 Anadarko Petroleum Corp, 4.500%, due 7/15/2044	137	0.26
			40 Royal Bank of Scotland NV/The, 4.650%, due 6/4/2018	41	0.08	10 Anthem Inc, 5.875%, due 6/15/2017	10	0.02
			80 Shell International Finance BV, 4.375%, due 3/25/2020	88	0.17	20 Anthem Inc, 3.125%, due 5/15/2022	21	0.04
			120 Shell International Finance BV, 1.875%, due 5/10/2021	120	0.23	144 Apache Corp, 3.250%, due 4/15/2022	148	0.28
			110 Shell International Finance BV, 2.875%, due 5/10/2026	113	0.22	60 Apple Inc, 2.450%, due 8/4/2026	60	0.12
			10 Shell International Finance BV, 4.125%, due 5/11/2035	11	0.02	20 AT&T Inc, 5.800%, due 2/15/2019	22	0.04
			10 Shell International Finance BV, 4.000%, due 5/10/2046	10	0.02	150 AT&T Inc, 3.400%, due 5/15/2025	155	0.30
				850	1.63	40 AT&T Inc, 5.550%, due 8/15/2041	47	0.09
			<b>Peru — 0.16% (February 29, 2016: 0.15%)</b>			20 AT&T Inc, 4.350%, due 6/15/2045	20	0.04
			90 Southern Copper Corp, 5.250%, due 11/8/2042	86	0.16	10 Bank of America Corp, 3.875%, due 3/22/2017	10	0.02
			<b>Spain — 0.02% (February 29, 2016: 0.02%)</b>			30 Bank of America Corp, Series L, 2.600%, due 1/15/2019	31	0.06
			10 Telefonica Emisiones SAU, 5.877%, due 7/15/2019	11	0.02	10 Bank of America Corp, 5.625%, due 7/1/2020	11	0.02
			<b>Switzerland — 0.23% (February 29, 2016: 0.22%)</b>			130 Bank of America Corp, 5.000%, due 5/13/2021	146	0.28
			20 Glencore Finance Canada Ltd, 2.700%, due 10/25/2017	20	0.04	10 Bank of America Corp, 3.300%, due 1/11/2023	10	0.02

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>			53 Delta Air Lines 2007-1 Class A Pass Through Trust, Series 071A, 6.821%, due 8/10/2022	62	0.12	10 John Deere Capital Corp, 2.250%, due 4/17/2019	10	0.02
30 Bank of America Corp, 4.000%, due 4/1/2024	32	0.06	10 Devon Energy Corp, 3.250%, due 5/15/2022	10	0.02	10 John Deere Capital Corp, 1.700%, due 1/15/2020	10	0.02
110 Bank of America Corp, 4.200%, due 8/26/2024	117	0.22	30 Devon Energy Corp, 5.850%, due 12/15/2025	34	0.06	30 Johnson & Johnson, 3.700%, due 3/1/2046	35	0.07
310 Bank of America Corp, 4.000%, due 1/22/2025	323	0.62	20 Devon Energy Corp, 5.600%, due 7/15/2041	20	0.04	10 JPMorgan Chase & Co, 4.350%, due 8/15/2021	11	0.02
40 Bank of America Corp, 3.875%, due 8/1/2025	43	0.08	70 Devon Energy Corp, 5.000%, due 6/15/2045	67	0.13	50 JPMorgan Chase & Co, 3.625%, due 5/13/2024	53	0.10
50 Bank of America Corp, 3.500%, due 4/19/2026	52	0.10	10 Duke Energy Corp, 3.550%, due 9/15/2021	11	0.02	70 JPMorgan Chase & Co, 4.125%, due 12/15/2026	75	0.14
50 Bank of America Corp, 4.250%, due 10/22/2026	53	0.10	10 Eaton Corp, 1.500%, due 11/2/2017	10	0.02	60 JPMorgan Chase & Co, 4.950%, due 6/1/2045	69	0.13
40 Bank of America Corp, 5.000%, due 1/21/2044	48	0.09	50 Eaton Corp, 2.750%, due 11/2/2022	52	0.10	100 KLA-Tencor Corp, 4.125%, due 11/1/2021	107	0.21
20 Bank of America Corp, 4.875%, due 4/1/2044	23	0.05	50 Eaton Corp, 4.150%, due 11/2/2042	55	0.10	70 Kraft Heinz Foods Co, 3.500%, due 6/6/2022	75	0.14
80 Bear Stearns Cos LLC/The, 5.550%, due 1/22/2017	81	0.16	10 Ecolab Inc, 4.350%, due 12/8/2021	11	0.02	100 Kraft Heinz Foods Co, 3.950%, due 7/15/2025	109	0.21
40 Becton Dickinson and Co, 3.734%, due 12/15/2024	43	0.08	20 EOG Resources Inc, 4.150%, due 1/15/2026	22	0.04	10 Kroger Co/The, 6.400%, due 8/15/2017	10	0.02
20 Becton Dickinson and Co, 4.685%, due 12/15/2044	23	0.04	40 Exxon Mobil Corp, 3.043%, due 3/1/2026	42	0.08	10 Kroger Co/The, 6.150%, due 1/15/2020	11	0.02
10 Berkshire Hathaway Energy Co, 6.500%, due 9/15/2037	14	0.03	30 Exxon Mobil Corp, 4.114%, due 3/1/2046	34	0.07	280 Lehman Brothers Escrow, zero coupon, Perpetual 1008	—	—
10 Boeing Capital Corp, 4.700%, due 10/27/2019	11	0.02	10 FirstEnergy Corp, Series A, 2.750%, due 3/15/2018	10	0.02	270 Lehman Brothers Holding Inc, zero coupon, due 12/28/2017 1008	—	—
20 Boeing Co/The, 4.875%, due 2/15/2020	22	0.04	10 FirstEnergy Corp, Series B, 4.250%, due 3/15/2023	11	0.02	140 Lehman Brothers Holdings Capital Trust Escrow, zero coupon, Perpetual 1008	—	—
10 Celgene Corp, 3.550%, due 8/15/2022	11	0.02	130 FirstEnergy Corp, Series C, 7.375%, due 11/15/2031	170	0.32	142 Lehman Escrow Receipt, zero coupon, Perpetual 1008	18	0.04
60 Celgene Corp, 3.875%, due 8/15/2025	65	0.12	200 Ford Motor Credit Co LLC, 3.200%, due 1/15/2021	206	0.39	104 Lehman Swap Receipt, zero coupon, Perpetual 1008	7	0.01
10 Celgene Corp, 5.250%, due 8/15/2043	12	0.02	20 Freeport-McMoRan Inc, 3.550%, due 3/1/2022	17	0.03	20 Lockheed Martin Corp, 3.100%, due 1/15/2023	21	0.04
20 Celgene Corp, 5.000%, due 8/15/2045	23	0.04	60 General Electric Co, 4.625%, due 1/7/2021	68	0.13	50 Lockheed Martin Corp, 3.550%, due 1/15/2026	54	0.10
160 Charter Communications Operating LLC / Charter Communications Operating Capital, 6.484%, due 10/23/2045	197	0.38	50 General Electric Co, 5.300%, due 2/11/2021	58	0.11	30 MasterCard Inc, 3.375%, due 4/1/2024	33	0.06
60 Chevron Corp, 2.954%, due 5/16/2026	63	0.12	10 General Electric Co, 5.875%, due 1/14/2038	14	0.03	30 McDonald's Corp, 3.700%, due 1/30/2026	32	0.06
10 Chubb INA Holdings Inc, 2.300%, due 11/3/2020	10	0.02	140 General Electric Co, 6.875%, due 1/10/2039	214	0.41	10 Medtronic Inc, 3.125%, due 3/15/2022	11	0.02
10 Chubb INA Holdings Inc, 3.350%, due 5/3/2026	11	0.02	30 General Electric Co, 4.500%, due 3/11/2044	35	0.07	30 Merck & Co Inc, 2.750%, due 2/10/2025	31	0.06
70 Citigroup Inc, 4.500%, due 1/14/2022	77	0.15	30 General Motors Co, 6.250%, due 10/2/2043	36	0.07	65 MetLife Inc, 6.400%, due 12/15/2036	73	0.14
80 Citigroup Inc, 3.500%, due 5/15/2023	82	0.16	80 Gilead Sciences Inc, 3.700%, due 4/1/2024	87	0.17	200 Microsoft Corp, 2.400%, due 8/8/2026	201	0.38
180 Citigroup Inc, 3.300%, due 4/27/2025	186	0.36	40 Gilead Sciences Inc, 4.750%, due 3/1/2046	47	0.09	20 Mondelez International Inc, 4.000%, due 2/1/2024	22	0.04
60 Citigroup Inc, 4.400%, due 6/10/2025	64	0.12	3 Goldman Sachs Capital II, 4.000%, Perpetual *	2	—	30 Navient Corp, 5.625%, due 8/1/2033	25	0.05
120 Citigroup Inc, 5.500%, due 9/13/2025	136	0.26	20 Goldman Sachs Group Inc/The, 2.900%, due 7/19/2018	21	0.04	40 NBCUniversal Media LLC, 4.375%, due 4/1/2021	45	0.09
10 Citigroup Inc, 4.300%, due 11/20/2026	11	0.02	50 Goldman Sachs Group Inc/The, 3.625%, due 1/22/2023	53	0.10	10 Newell Brands Inc, 3.150%, due 4/1/2021	10	0.02
50 Citigroup Inc, 4.450%, due 9/29/2027	53	0.10	30 Goldman Sachs Group Inc/The, 4.250%, due 10/21/2025	32	0.06	30 Newell Brands Inc, 3.850%, due 4/1/2023	32	0.06
40 Citigroup Inc, 8.125%, due 7/15/2039	63	0.12	70 Goldman Sachs Group Inc/The, 6.750%, due 10/1/2037	89	0.17	30 Newell Brands Inc, 4.200%, due 4/1/2026	33	0.06
110 Citigroup Inc, 4.650%, due 7/30/2045	125	0.24	30 Goldman Sachs Group Inc/The, 6.250%, due 2/1/2041	40	0.08	40 Noble Energy Inc, 4.150%, due 12/15/2021	42	0.08
50 Comcast Corp, 6.950%, due 8/15/2037	74	0.14	170 Goldman Sachs Group Inc/The, 5.150%, due 5/22/2045	187	0.36	14 Northwest Airlines 1999-2 Class A Pass Through Trust, Series 992A, 7.575%, due 3/1/2019	15	0.03
40 Comcast Corp, 6.550%, due 7/1/2039	58	0.11	30 Goldman Sachs Group Inc/The, 4.750%, due 10/21/2045	34	0.07	10 Occidental Petroleum Corp, 2.700%, due 2/15/2023	10	0.02
10 Comcast Corp, 6.400%, due 3/1/2040	14	0.03	50 Halliburton Co, 3.800%, due 11/15/2025	52	0.10	10 Occidental Petroleum Corp, 3.400%, due 4/15/2026	11	0.02
20 ConocoPhillips Holding Co, 6.950%, due 4/15/2029	25	0.05	10 Harris Corp, 5.054%, due 4/27/2045	12	0.02	40 Occidental Petroleum Corp, 4.625%, due 6/15/2045	46	0.09
50 CVS Health Corp, 2.750%, due 12/1/2022	52	0.10	200 Hertz Vehicle 3.52% Usd 25/03/21, 3.520%, due 3/25/2021	203	0.39	10 Pacific Gas & Electric Co, 8.250%, due 10/15/2018	11	0.02
18 CVS Health Corp, 3.875%, due 7/20/2025	20	0.04	40 HSBC Finance Corp, 6.676%, due 1/15/2021	46	0.09	100 Pacific Gas & Electric Co, 6.050%, due 3/1/2034	135	0.26
80 CVS Health Corp, 5.125%, due 7/20/2045	100	0.19	30 Humana Inc, 3.150%, due 12/1/2022	31	0.06	9 PepsiCo Inc, 7.900%, due 11/1/2018	10	0.02
7 CVS Pass-Through Trust, 5.880%, due 1/10/2028	8	0.01	10 Intel Corp, 3.700%, due 7/29/2025	11	0.02	20 Philip Morris International Inc, 2.900%, due 11/15/2021	21	0.04
			10 Intel Corp, 4.900%, due 7/29/2045	12	0.02	20 Philip Morris International Inc, 2.500%, due 8/22/2022	21	0.04

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>								
10 Philip Morris International Inc, 4.500%, due 3/20/2042	12	0.02	110 Wells Fargo & Co, 4.300%, due 7/22/2027	122	0.23	10 United States Treasury Note/Bond, 2.625%, due 11/15/2020	11	0.02
10 Pride International Inc, 6.875%, due 8/15/2020	10	0.02	10 Wells Fargo & Co, 4.650%, due 11/4/2044	11	0.02	530 United States Treasury Note/Bond, 1.375%, due 1/31/2021	535	1.02
10 Progress Energy Inc, 3.150%, due 4/1/2022	11	0.02	50 Wells Fargo & Co, 4.900%, due 11/17/2045	57	0.11	20 United States Treasury Note/Bond, 1.375%, due 4/30/2021	20	0.04
10 Raytheon Co, 3.125%, due 10/15/2020	11	0.02	25 Williams Cos Inc/The, 7.875%, due 9/1/2021	29	0.06	4,050 United States Treasury Note/Bond, 1.375%, due 5/31/2021	4,086	7.81
11 Reynolds American Inc, 3.250%, due 6/12/2020	12	0.02	30 Wyeth LLC, 5.950%, due 4/1/2037	40	0.08	1,620 United States Treasury Note/Bond, 1.750%, due 3/31/2022	1,659	3.17
80 Reynolds American Inc, 5.850%, due 8/15/2045	104	0.20		9,692	18.53	1,690 United States Treasury Note/Bond, 2.000%, due 11/30/2022	1,753	3.35
40 RJ Reynolds Tobacco Co/NC, 8.125%, due 6/23/2019	47	0.09	<b>Total Corporate Bonds and Notes (Cost \$12,778)</b>	13,029	24.91	2,260 United States Treasury Note/Bond, 1.500%, due 2/28/2023	2,274	4.35
30 Santander Holdings USA Inc, 3.450%, due 8/27/2018	31	0.06	<b>Government Bonds and Notes — 42.12% (February 29, 2016: 33.32%)</b>			440 United States Treasury Note/Bond, 1.625%, due 4/30/2023	446	0.85
30 State Street Corp, 4.956%, due 3/15/2018	31	0.06	<b>China — 0.29% (February 29, 2016: 0.32%)</b>			500 United States Treasury Note/Bond, 1.375%, due 8/31/2023	498	0.95
10 State Street Corp, 3.300%, due 12/16/2024	11	0.02	CNH 1,000 China Government Bond, 3.310%, due 11/30/2025	151	0.29	100 United States Treasury Note/Bond, 2.375%, due 8/15/2024	106	0.20
20 Teachers Insurance & Annuity Association of America, 6.850%, due 12/16/2039	28	0.05	<b>Mexico — 0.96% (February 29, 2016: 0.95%)</b>			50 United States Treasury Note/Bond, 1.625%, due 5/15/2026	50	0.10
10 Thermo Fisher Scientific Inc, 3.600%, due 8/15/2021	11	0.02	410 Mexico Government International Bond, 5.550%, due 1/21/2045	505	0.96	20 United States Treasury Note/Bond, 1.500%, due 8/15/2026	20	0.04
10 Time Warner Cable Inc, 5.875%, due 11/15/2040	11	0.02	<b>Peru — 0.23% (February 29, 2016: 0.22%)</b>			620 United States Treasury Note/Bond, 2.750%, due 11/15/2042	689	1.32
60 Time Warner Inc, 4.700%, due 1/15/2021	67	0.13	10 Peruvian Government International Bond, 6.550%, due 3/14/2037	14	0.03	2,060 United States Treasury Note/Bond, 2.875%, due 5/15/2043	2,341	4.48
50 Time Warner Inc, 7.700%, due 5/1/2032	71	0.14	80 Peruvian Government International Bond, 5.625%, due 11/18/2050	106	0.20	10 United States Treasury Note/Bond, 3.000%, due 5/15/2045	12	0.02
50 Toyota Motor Credit Corp, 1.250%, due 10/5/2017	50	0.10		120	0.23	1,470 United States Treasury Note/Bond, 3.000%, due 11/15/2045	1,713	3.28
40 Transocean Inc, 3.750%, due 10/15/2017	40	0.08	<b>Poland — 0.60% (February 29, 2016: 0.68%)</b>			580 United States Treasury Note/Bond, 2.500%, due 2/15/2046	613	1.17
10 Tyson Foods Inc, 3.950%, due 8/15/2024	11	0.02	130 Poland Government International Bond, 5.000%, due 3/23/2022	149	0.28	1,235 United States Treasury Note/Bond, 2.500%, due 5/15/2046	1,307	2.50
40 Tyson Foods Inc, 5.150%, due 8/15/2044	49	0.09	150 Poland Government International Bond, 4.000%, due 1/22/2024	166	0.32		20,838	39.84
20 United Technologies Corp, 4.500%, due 6/1/2042	24	0.05		315	0.60	<b>Total Government Bonds and Notes (Cost \$20,977)</b>	22,033	42.12
20 UnitedHealth Group Inc, 3.875%, due 10/15/2020	22	0.04	<b>Russia — 0.20% (February 29, 2016: 0.24%)</b>			<b>Repurchase Agreements — 4.97% (February 29, 2016: 0.00%)</b>		
50 UnitedHealth Group Inc, 4.250%, due 3/15/2043	57	0.11	86 Russian Foreign Bond — Eurobond, 7.500%, due 3/31/2030	104	0.20	2,600 Goldman Sachs & Co, Repurchase Agreement to be repurchased at US\$2,600,022 (collateralised by Fannie Mae, 0.594%, due 3/21/2018, market value US\$2,653,313), 0.300%, due 9/1/2016	2,600	4.97
50 US Bancorp, 3.600%, due 9/11/2024	54	0.10	<b>United States — 39.84% (February 29, 2016: 30.61%)</b>			<b>Total Repurchase Agreements (Cost \$2,600)</b>	2,600	4.97
50 Verizon Communications Inc, 5.150%, due 9/15/2023	59	0.11	360 Federal National Mortgage Association, zero coupon, due 10/9/2019	345	0.66	<b>Collective Investment Schemes — 1.13% (February 29, 2016: 1.13%)</b>		
44 Verizon Communications Inc, 6.400%, due 9/15/2033	57	0.11	200 Tennessee Valley Authority, 3.875%, due 2/15/2021	222	0.42	590 Western Asset Liquidity Funds Plc — Western Asset US Dollar Liquidity Fund Class WA (Distributing)	590	1.13
78 Verizon Communications Inc, 6.550%, due 9/15/2043	106	0.20	140 Tennessee Valley Authority, 1.875%, due 8/15/2022	143	0.27	<b>Total Collective Investment Schemes (Cost \$590)</b>	590	1.13
64 Verizon Communications Inc, 4.862%, due 8/21/2046	71	0.14	400 United States Treasury Inflation Indexed Bonds, 0.125%, due 4/15/2017 β	424	0.81	<b>Total Investments Excluding Options (Cost \$54,621)</b>	55,861	106.80
10 Viacom Inc, 4.250%, due 9/1/2023	11	0.02	20 United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2024 β	21	0.04			
20 Visa Inc, 2.200%, due 12/14/2020	21	0.04	80 United States Treasury Inflation Indexed Bonds, 0.375%, due 7/15/2025 β	83	0.16			
80 Visa Inc, 3.150%, due 12/14/2025	85	0.16	150 United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2026 β	159	0.30			
30 Visa Inc, 4.300%, due 12/14/2045	36	0.07	100 United States Treasury Inflation Indexed Bonds, 2.125%, due 2/15/2040 β	149	0.29			
110 Wachovia Capital Trust III, 5.570%, Perpetual *	111	0.21	230 United States Treasury Inflation Indexed Bonds, 0.625%, due 2/15/2043 β	243	0.47			
30 Walgreens Boots Alliance Inc, 3.450%, due 6/1/2026	31	0.06	110 United States Treasury Inflation Indexed Bonds, 1.375%, due 2/15/2044 β	136	0.26			
40 Wal-Mart Stores Inc, 6.200%, due 4/15/2038	58	0.11	510 United States Treasury Inflation Indexed Bonds, 0.750%, due 2/15/2045 β	542	1.04			
50 Wal-Mart Stores Inc, 5.625%, due 4/15/2041	68	0.13	130 United States Treasury Inflation Indexed Bonds, 1.000%, due 2/15/2046 β	147	0.28			
10 Waste Management Inc, 4.600%, due 3/1/2021	11	0.02	90 United States Treasury Note/Bond, 1.375%, due 3/31/2020	91	0.17			
10 Waste Management Inc, 3.500%, due 5/15/2024	11	0.02						
10 Waste Management Inc, 7.375%, due 5/15/2029	14	0.03						
60 Wells Fargo & Co, 4.125%, due 8/15/2023	65	0.13						
61 Wells Fargo & Co, 4.480%, due 1/16/2024	68	0.13						
200 Wells Fargo & Co, 4.100%, due 6/3/2026	217	0.42						

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Contracts (000's)	Value (000's) \$	% of Net Asset Value	Contracts (000's)	Value (000's) \$	% of Net Asset Value
<b>Options — (0.01)% (February 29, 2016: 0.01%)</b>					
<b>Purchased Options — 0.02% (February 29, 2016: 0.02%)</b>					
– U.S. 10 Year October 2016 Call 131.25, due 9/23/2016	3	0.01	– U.S. Bond October 2016 Call 176.00, due 11/25/2016	(3)	–
– U.S. 10 Year October 2016 Put 130.50, due 9/23/2016	2	0.01	– U.S. Bond October 2016 Call 178.00, due 11/25/2016	(3)	(0.01)
– U.S. 10 Year W1 September 2016 Call 131.50, due 9/2/2016	1	–		(15)	(0.03)
– U.S. 5 Year W1 September 2016 Call 121.25, due 9/2/2016	1	–	<b>Total Options (Cost \$(15))</b>	(8)	(0.01)
	7	0.02	<b>Total Investments (Cost \$54,606)</b>	55,853	106.79
<b>Written Options — (0.03%) (February 29, 2016: (0.01%))</b>					
– U.S. 10 Year December 2016 Call 134.00, due 11/25/2016	(1)	–	<b>Liabilities in Excess of Other Assets (February 29, 2016: 1.81%)</b>	(3,550)	(6.79)
– U.S. 10 Year November 2016 Call 132.50, due 10/21/2016	(3)	(0.01)	<b>Total Net Assets</b>	\$52,303	100.00
– U.S. 10 Year October 2016 Put 128.50, due 9/23/2016	(1)	–			
– U.S. 5 Year November 2016 Call 122.25, due 10/21/2016	(1)	–			
– U.S. Bond October 2016 Call 174.00, due 9/23/2016	(3)	(0.01)			

ε Security is in default as at August 31, 2016.  
± Securities purchased on a to-be-announced basis (Note 1).  
β The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.

**ABBREVIATIONS:**  
Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest  
TBA – To Be Announced  
CNH – Chinese Renminbi

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	89.22
Collective investment schemes	1.00
Financial derivative instruments	0.08
Money market instruments	4.40
Other assets	5.30
<b>Total Assets</b>	100.00

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Deutsche Bank	Metlife Inc, 1.000%	Sell	9/20/21	60	\$ (1)
					\$ (1)
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$-)					–
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(2))					(1)
Net Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(2))					\$ (1)

## Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Goldman Sachs	Pay Fixed 1.897%, Receive Floating USD 3M Libor BBA	8/31/22	1,600	\$ (59)
Goldman Sachs	Pay Floating USD 3M Libor BBA, Receive Fixed 1.185%	6/13/21	830	(1)
Goldman Sachs	Pay Fixed 1.90%, Receive Floating USD 3M Libor BBA	11/30/22	2,480	(93)
Goldman Sachs	Pay Fixed 1.2665%, Receive Floating USD 3M Libor BBA	5/15/23	1,920	6
Goldman Sachs	Pay Fixed 1.58%, Receive Floating USD 3M Libor BBA	6/13/26	840	(10)
				\$ (157)
Unrealised Appreciation of Interest Rate Swaps (February 29, 2016 (000's): \$-)				6
Unrealised Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(220))				(163)
Net Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(220))				\$ (157)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
10/14/16	Bank Of America	Buy USD 270	Sell JPY 27,060	\$ 8
10/14/16	Barclays Bank	Buy EUR 363	Sell USD 402	3
10/14/16	Citibank	Buy USD 1	Sell CAD 1	–
10/14/16	Citibank	Buy USD 149	Sell CNH 1,000	–
10/14/16	Citibank	Buy USD 540	Sell JPY 54,190	16
11/10/16	Bank Of America	Buy USD 838	Sell EUR 746	3
11/10/16	Citibank	Buy USD 152	Sell EUR 136	1
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$53)				31
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(33))				–
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$20)</b>				<b>\$ 31</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
90 Day Euro\$ December 2017	8	\$ 1,978	\$ 1
Euro-Bund September 2016	(8)	(1,494)	(33)
U.S. 10 Year Note (CBT) December 2016	(13)	(1,702)	2
U.S. 10 Year Ultra Note December 2016	(2)	(289)	–
U.S. 2 Year Note (CBT) December 2016	25	5,458	2
U.S. 5 Year Note (CBT) December 2016	83	10,064	(10)
U.S. Long Bond (CBT) December 2016	(23)	(3,919)	(17)
U.S. Ultra Bond (CBT) December 2016	(5)	(937)	(1)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (56)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$17)			5
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(84))			(61)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(67))			<b>\$ (56)</b>



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Asset-Backed Securities — 4.50% (February 29, 2016: 6.30%)</b>			350			1,310		
483 Aegis Asset Backed Sec Corp Mort Pass Thr Certs Series 2003-3, Series 2003 3, Class M2, 2.999%, due 1/25/2034 *	441	0.06	140 Hertz Vehicle Financing II LP, Series 2015 1A, Class C, 144A, 4.350%, due 3/25/2021	348	0.05	906 SLM Student Loan Trust 2007-2, Series 2007 2, Class A4, 0.775%, due 7/25/2022 *	1,233	0.17
1,315 Ameriquest Mortgage Securities Inc Asset-Backed Pass-Through Ctl's Ser 2005-R7, Series 2005 R7, Class M2, 1.024%, due 9/25/2035 *	1,214	0.16	132 JGWPT XXXI LLC, Series 2014 1A, Class A, 144A, 3.960%, due 3/15/2063	139	0.02	1,160 SLM Student Loan Trust 2008-5, Series 2008 5, Class A4, 2.415%, due 7/25/2023 *	908	0.12
279 Asset-Backed Pass-Through Certificates Series 2004-R2, Series 2004 R2, Class A4, 1.268%, due 4/25/2034 *	275	0.04	175 Manufactured Housing Contract Trust Pass-Through Certificates Series 2001-2, Series 2001 2, Class IA2, 3.976%, due 2/20/2032 *	156	0.02	550 SLM Student Loan Trust 2012-3, Series 2012 3, Class A, 1.174%, due 12/26/2025 *	1,119	0.15
839 Citigroup Mortgage Loan Trust Inc, Series 2007 WFH4, Class M1, 2.174%, due 7/25/2037 *	751	0.10	225 Manufactured Housing Contract Trust Pass-Through Certificates Series 2001-2, Series 2001 2, Class IA2, 3.979%, due 3/13/2032 *	200	0.03	750 SMB Private Education Loan Trust 2014-A, Series 2014 A, Class A2A, 144A, 3.050%, due 5/15/2026	771	0.10
990 Community Funding CLO 2015-1A, Series 2015 1A, Class A, 144A, 5.750%, due 11/1/2027 †	979	0.13	117 Mastr Asset Backed Securities Trust 2003-OPT1, Series 2003 OPT1, Class M2, 3.299%, due 12/25/2032 *	118	0.02	500 SMB Private Education Loan Trust 2014-A, Series 2014 A, Class A3, 144A, 2.008%, due 4/15/2032 *	489	0.07
54 ContiMortgage Home Equity Loan Trust 1999-1, Series 1999 1, Class B, 9.000%, due 4/25/2030	49	0.01	500 National Collegiate Student Loan Trust 2006-3, Series 2006 3, Class A4, 0.794%, due 3/26/2029 *	473	0.06	2 SMB Private Education Loan Trust 2015-A, Series 2015 A, Class R, 144A, 0.000%, due 10/15/2048 †	2,446	0.33
100 CountryPlace Manufactured Housing Contract Trust 2007-1, Series 2007 1, Class A4, 144A, 5.846%, due 7/15/2037 *	104	0.01	1,149 National Collegiate Student Loan Trust 2007-4, Series 2007 4, Class A3L, 1.374%, due 3/25/2038 *	582	0.08	– SoFi Professional Loan Program 2014-A LLC, Series 2014 A, Class RC, 144A, 0.000%, due 7/14/2124 †	750	0.10
184 Countrywide Asset-Backed Certificates, Series 2002 3, Class 1A1, 1.264%, due 5/25/2032 *	175	0.02	125 Northstar Education Finance Inc, Series 2007 1, Class A5, 0.000%, due 1/29/2046 *	112	0.02	229 United States Small Business Administration, Series 2015 20D, Class 1, 2.510%, due 4/1/2035	235	0.03
170 Countrywide Home Equity Loan Trust, Series 2006 HW, Class 2A1B, 0.658%, due 11/15/2036 *	131	0.02	75 Northstar Education Finance Inc, Series 2007 1, Class A7, 0.000%, due 1/29/2046 *	67	0.01	312 United States Small Business Administration, Series 2015 20I, Class 1, 2.820%, due 9/1/2035	323	0.04
244 CWABS Asset-Backed Certificates Trust 2004-13, Series 2004 13, Class MF1, 4.992%, due 4/25/2035 *	237	0.03	1,403 Origen Manufactured Housing Contract Trust 2006-A, Series 2006 A, Class A2, 2.379%, due 10/15/2037 *	1,203	0.16	2,000 Wells Fargo Home Equity Asset-Backed Securities 2005-2 Trust, Series 2005 3, Class M7, 1.674%, due 11/25/2035 *	1,568	0.21
2,180 Encore Credit Receivables Trust 2005-2, Series 2005 2, Class M4, 1.454%, due 11/25/2035 *	1,508	0.20	1,676 Park Place Securities Inc Asset-Backed Pass-Through Ctl's Ser 2005-WHQ4, Series 2005 WHQ4, Class M2, 1.014%, due 9/25/2035 *	1,411	0.19	<b>Total Asset-Backed Securities (Cost \$33,823)</b>		
8,581 Fieldstone Mortgage Investment Trust Series 2005-2, Series 2005 2, Class M3, 1.304%, due 12/25/2035 *	4,699	0.63	15 Provident Bank Home Equity Loan Trust 1999-3, Series 1999 3, Class A3, 1.304%, due 1/25/2031 *	11	–	<b>Mortgage-Backed Securities — 26.39% (February 29, 2016: 27.40%)</b>		
39 GMACM Home Equity Notes 2004 Variable Funding Trust, Series 2004 VF1, Class A1, 144A, 1.238%, due 2/25/2031 *	38	0.01	1,809 RAMP Series 2006-R25 Trust, Series 2006 R25, Class A3, 0.774%, due 8/25/2046 *	1,576	0.21	157 Alternative Loan Trust 2005-14, Series 2005 14, Class 2A2, 0.774%, due 5/25/2035 *	94	0.01
150 Greenpoint Manufactured Housing, Series 1999 2, Class A2, 3.078%, due 3/18/2029 *	132	0.02	25 RASC Series 2001-KS1 Trust, Series 2001 KS1, Class A16, 6.349%, due 3/25/2032	25	–	481 Alternative Loan Trust 2005-56, Series 2005 56, Class 4A1, 0.798%, due 11/25/2035 *	393	0.05
986 Greenpoint Manufactured Housing, Series 1999 3, Class 1A7, 7.270%, due 6/15/2029	980	0.13	8 RASC Series 2001-KS2 Trust, Series 2001 KS2, Class A11, 0.984%, due 6/25/2031 *	7	–	441 Alternative Loan Trust 2005-IM1, Series 2005 IM1, Class A1, 0.824%, due 1/25/2036 *	382	0.05
50 Greenpoint Manufactured Housing, Series 1999 3, Class 2A2, 3.813%, due 6/19/2029 *	45	0.01	6 Renaissance Home Equity Loan Trust 2003-1, Series 2003 1, Class A, 1.384%, due 6/25/2033 *	6	–	98 Alternative Loan Trust 2006-18CB, Series 2006 18CB, Class A6, 26.502%, due 7/25/2036 *	143	0.02
50 Greenpoint Manufactured Housing, Series 1999 4, Class A2, 0.000%, due 2/20/2030 *	45	0.01	168 SBA Small Business Investment Cos, Series 2015 10A, Class 1, 2.517%, due 3/10/2025	173	0.02	947 American Home Mortgage Assets Trust 2006-6, Series 2006 6, Class A1A, 0.714%, due 12/25/2046 *	604	0.08
2,151 GSAMP Trust 2005-NC1, Series 2005 NC1, Class M2, 1.619%, due 2/25/2035 *	1,319	0.18	111 Settlement Fee Finance LLC, Series 2004 1A, Class A, 144A, 9.100%, due 7/25/2034	115	0.02	793 APS Resecuritization Trust 2015-3, Series 2015 3, Class 1A, 144A, 1.106%, due 10/27/2046 *	742	0.10
350 Hertz Vehicle Financing II LP, Series 2015 1A, Class A, 144A, 2.730%, due 3/25/2021	354	0.05	84 SLM Student Loan EDC Repackaging Trust 2013-M1, Series 2013 M1, Class M1, 144A, 3.500%, due 10/28/2029	82	0.01	1,953 Banc of America Alternative Loan Trust 2005-4, Series 2005 4, Class CB7, 4.576%, due 5/25/2035 *	248	0.03
1,000 Hertz Vehicle Financing II LP, Series 2015 1A, Class B, 144A, 3.520%, due 3/25/2021	1,015	0.14	1,640 SLM Student Loan Trust 2006-1, Series 2006 1, Class A5, 0.825%, due 7/26/2021 *	1,567	0.21	1,820 Banc of America Funding 2014-R5 Trust, Series 2014 R5, Class 1A2, 144A, 2.532%, due 9/26/2045 *	1,218	0.16

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>								
2,570 BBCCRE Trust 2015-GTP, Series 2015 GTP, Class E, 144A, 4.715%, due 8/10/2033 *	2,505	0.34	16 COMM 2014-UBS6 Mortgage Trust, Series 2014 UBS6, Class AM, 4.048%, due 12/10/2047 *	17	—	652 Deutsche Mortgage Securities Inc Mortgage Loan Trust Series 2006-PR1, Series 2006 PR1, Class 3AF1, 144A, 0.788%, due 4/15/2036 *	607	0.08
280 Bear Stearns Commercial Mortgage Securities Trust 2006-PWR14, Series 2006 PW14, Class AJ, 5.273%, due 12/11/2038	278	0.04	90 COMM 2015-DC1 Mortgage Trust, Series 2015 DC1, Class B, 4.035%, due 2/10/2048 *	95	0.01	160 EQTY 2014-INNS Mortgage Trust, Series 2014 INNS, Class D, 144A, 2.849%, due 5/8/2031 *	156	0.02
786 Bear Stearns Mortgage Funding Trust 2007-AR1, Series 2007 AR1, Class 1A1, 0.684%, due 1/25/2037 *	613	0.08	70 COMM 2015-DC1 Mortgage Trust, Series 2015 DC1, Class C, 4.498%, due 2/10/2048 *	71	0.01	1,240 Fannie Mae Connecticut Avenue Securities, Series 2014 C03, Class 1M2, 3.524%, due 7/25/2024 *	1,235	0.17
145 CD 2006-CD2 Mortgage Trust, Series 2006 CD2, Class AJ, 5.563%, due 1/15/2046 *	123	0.02	90 COMM 2015-LC19 Mortgage Trust, Series 2015 LC19, Class C, 4.405%, due 2/10/2048 *	95	0.01	1,830 Fannie Mae Connecticut Avenue Securities, Series 2016 C04, Class 1M2, 4.774%, due 1/25/2029 *	1,868	0.25
40 CD 2006-CD3 Mortgage Trust, Series 2006 CD3, Class AJ, 5.688%, due 10/15/2048	23	—	630 Core Industrial Trust 2015-TEXW, Series 2015 TEXW, Class E, 144A, 3.977%, due 2/10/2034 *	610	0.08	494 Fannie Mae Interest Strip 409, Class C2, 3.000%, due 4/25/2027	42	0.01
9 CD 2007-CD4 Commercial Mortgage Trust, Series 2007 CD4, Class AJ, 5.398%, due 12/11/2049 *	7	—	197 Credit Suisse Commercial Mortgage Trust Series 2006-C3, Series 2006 C3, Class AJ, 6.393%, due 6/15/2038 *	118	0.02	21 Fannie Mae Interest Strip 407, Class 34, 5.000%, due 1/25/2038	3	—
250 CGBAM Commercial Mortgage Trust 2014-HD, Series 2014 HD, Class E, 144A, 3.508%, due 2/15/2031 *	237	0.03	30 Credit Suisse Commercial Mortgage Trust Series 2006-C5, Series 2006 C5, Class AJ, 5.373%, due 12/15/2039	26	—	65 Fannie Mae Interest Strip 407, Class 41, 6.000%, due 1/25/2038	11	—
165 CHL Mortgage Pass-Through Trust 2005-3, Series 2005 3, Class 1A2, 0.814%, due 4/25/2035 *	141	0.02	84 Credit Suisse Commercial Mortgage Trust Series 2007-C2, Series 2007 C2, Class AM, 5.615%, due 1/15/2049 *	85	0.01	56 Fannie Mae Interest Strip 390, Class C3, 6.000%, due 7/25/2038	11	—
85 CHL Mortgage Pass-Through Trust 2005-7, Series 2005 7, Class 2A1, 1.144%, due 3/25/2035 *	71	0.01	500 CSAIL 2015-C1 Commercial Mortgage Trust, Series 2015 C1, Class AS, 3.791%, due 4/15/2050 *	542	0.07	25 Fannie Mae Interest Strip 407, Class 22, 5.000%, due 1/25/2039	4	—
228 CHL Mortgage Pass-Through Trust 2005-HYB1, Series 2005 HYB1, Class 1A1, 0.824%, due 3/25/2035 *	185	0.03	150 CSMC 2014-USA OA LLC, Series 2014 USA, Class A2, 144A, 3.953%, due 9/15/2037	164	0.02	13 Fannie Mae Interest Strip 407, Class 23, 5.000%, due 1/25/2039 *	2	—
350 Citigroup Commercial Mortgage Trust 2014-GC19, Series 2014 GC19, Class E, 144A, 4.563%, due 3/10/2047 *	243	0.03	240 CSMC 2014-USA OA LLC, Series 2014 USA, Class E, 144A, 4.373%, due 9/15/2037	208	0.03	28 Fannie Mae Interest Strip 407, Class 27, 5.500%, due 1/25/2039 *	4	—
300 Citigroup Commercial Mortgage Trust 2015-GC27, Series 2015 GC27, Class AS, 3.571%, due 2/10/2048	316	0.04	250 CSMC 2014-USA OA LLC, Series 2014 USA, Class F, 144A, 4.373%, due 9/15/2037	201	0.03	284 Fannie Mae Interest Strip 409, Class C22, 4.500%, due 11/25/2039	44	0.01
1,550 Citigroup Commercial Mortgage Trust 2015-GC29, Series 2015 GC29, Class D, 144A, 3.110%, due 4/10/2048	1,086	0.15	370 CSMC 2015-TWNI Trust, Series 2015 TOWN, Class TF, 144A, 4.648%, due 3/15/2017 *	362	0.05	261 Fannie Mae Interest Strip 409, Class C13, 3.500%, due 11/25/2041	36	0.01
510 Citigroup Commercial Mortgage Trust 2015-GC33, Series 2015 GC33, Class D, 3.172%, due 9/10/2058	360	0.05	350 CSMC 2015-TWNI Trust, Series 2015 TOWN, Class F, 144A, 5.008%, due 3/15/2017 *	338	0.05	287 Fannie Mae Interest Strip 409, Class C18, 4.000%, due 4/25/2042	47	0.01
3,417 CitiMortgage Alternative Loan Trust Series 2007-A5, Series 2007 A5, Class 1A4, 5.076%, due 5/25/2037 *†	655	0.09	2,690 CSMC Series 2015-12R, Series 2015 12R, Class 2A2, 144A, 0.988%, due 11/30/2037 *	1,614	0.22	1,800 Fannie Mae Pool, 15 year, TBA, 3.000% ±	1,885	0.25
560 COMM 2006-C8 Mortgage Trust, Series 2006 C8, Class AJ, 5.377%, due 12/10/2046	543	0.07	1,588 CSMC Series 2015-8R, Series 2015 8R, Class 2A1, 144A, 4.500%, due 6/27/2036	1,595	0.22	3,500 Fannie Mae Pool, 15 year, TBA, 3.500% ±	3,696	0.50
20 COMM 2013-CCRE12 Mortgage Trust, Series 2013 CR12, Class B, 4.762%, due 10/10/2046 *	23	—	800 CSMC Trust 2014-TIKI, Series 2014 TIKI, Class F, 144A, 4.331%, due 9/15/2038 *	759	0.10	3,000 Fannie Mae Pool, 30 year, TBA, 4.500% ±	3,274	0.44
10 COMM 2013-CCRE12 Mortgage Trust, Series 2013 CR12, Class C, 5.253%, due 10/10/2046 *	11	—	130 CSMC Trust 2015-GLPA, Series 2015 GLPA, Class A, 144A, 3.881%, due 11/15/2037	145	0.02	1,600 Fannie Mae Pool, 30 year, TBA, 3.500% ±	1,684	0.23
370 COMM 2013-CCRE9 Mortgage Trust, Series 2013 CR9, Class E, 144A, 4.398%, due 7/10/2045 *	268	0.04	520 DBUBS 2011-LC1 Mortgage Trust, Series 2011 LC1A, Class C, 144A, 5.884%, due 11/10/2046 *	592	0.08	26,200 Fannie Mae Pool, 30 year, TBA, 4.000% ±	28,067	3.79
250 COMM 2014-SAVA Mortgage Trust, Series 2014 SAVA, Class D, 144A, 3.608%, due 6/15/2034 *	248	0.03	14 Deutsche Alt-A Securities Inc Mortgage Loan Trust Series 2005-1, Series 2005 1, Class 1A1, 1.024%, due 2/25/2035 *	13	—	200 Fannie Mae Pool, 30 year, TBA, 5.000% ±	222	0.03
						5,700 Fannie Mae Pool, 15 year, TBA, 2.500% ±	5,890	0.79
						10,000 Fannie Mae Pool, 30 year, TBA, 3.000% ±	10,356	1.40
						37 Fannie Mae Pool '254793', 5.000%, due 7/1/2033	41	0.01
						46 Fannie Mae Pool '555743', 5.000%, due 9/1/2033	51	0.01
						3 Fannie Mae Pool '725162', 6.000%, due 2/1/2034	4	—
						14 Fannie Mae Pool '745000', 6.000%, due 10/1/2035	16	—
						34 Fannie Mae Pool '843997', 2.479%, due 11/1/2035 *	36	0.01
						32 Fannie Mae Pool '844052', 2.482%, due 11/1/2035 *	33	—
						31 Fannie Mae Pool '844148', 2.496%, due 11/1/2035 *	32	—
						28 Fannie Mae Pool '844237', 2.467%, due 11/1/2035 *	29	—
						29 Fannie Mae Pool '844789', 2.422%, due 11/1/2035 *	30	—
						35 Fannie Mae Pool '865915', 2.582%, due 3/1/2036 *	36	0.01
						52 Fannie Mae Pool '888560', 6.000%, due 11/1/2035	60	0.01

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>			2,700			671		
126 Fannie Mae Pool '889117', 5.000%, due 10/1/2035	142	0.02	Fannie Mae Pool 'AS6328', 3.500%, due 12/1/2045	2,845	0.38	Fannie Mae REMICS, Series 2013 9, Class BC, 6.500%, due 7/25/2042	776	0.10
104 Fannie Mae Pool '890248', 6.000%, due 8/1/2037	121	0.02	389 Fannie Mae Pool 'AS6340', 3.500%, due 12/1/2045	413	0.06	71 Fannie Mae REMICS, Series 2012 128, Class SL, 5.626%, due 11/25/2042 *	14	–
1,625 Fannie Mae Pool '890604', 4.500%, due 10/1/2044	1,805	0.24	291 Fannie Mae Pool 'AS6541', 3.500%, due 1/1/2046	311	0.04	141 Fannie Mae REMICS, Series 2012 128, Class SQ, 5.626%, due 11/25/2042 *	30	–
19 Fannie Mae Pool '985626', 6.000%, due 4/1/2033	22	–	291 Fannie Mae Pool 'AS6562', 3.500%, due 1/1/2046	309	0.04	197 Fannie Mae REMICS, Series 2012 133, Class CS, 5.626%, due 12/25/2042 *	35	0.01
65 Fannie Mae Pool '995072', 5.500%, due 8/1/2038	74	0.01	87 Fannie Mae Pool 'AT7208', 4.000%, due 6/1/2043	95	0.01	68 Fannie Mae REMICS, Series 2012 133, Class SA, 5.626%, due 12/25/2042 *	13	–
1,464 Fannie Mae Pool 'AB6201', 3.000%, due 9/1/2042	1,534	0.21	75 Fannie Mae Pool 'AT8394', 4.000%, due 6/1/2043	82	0.01	3,466 Fannie Mae REMICS, Series 2016 23, Class ST, 5.476%, due 11/25/2045 *	822	0.11
137 Fannie Mae Pool 'AB9683', 4.000%, due 6/1/2043	148	0.02	232 Fannie Mae Pool 'AT9637', 4.000%, due 7/1/2043	252	0.03	10,017 Fannie Mae-Aces, Series 2015 M3, Class X2, 0.484%, due 10/25/2024 *	263	0.04
149 Fannie Mae Pool 'AE0758', 7.000%, due 2/1/2039	171	0.02	155 Fannie Mae Pool 'AT9653', 4.000%, due 7/1/2043	170	0.02	90 Fannie Mae-Aces, Series 2015 M13, Class A2, 2.801%, due 6/25/2025 *	94	0.01
142 Fannie Mae Pool 'AK8441', 4.000%, due 4/1/2042	153	0.02	137 Fannie Mae Pool 'AT9657', 4.000%, due 7/1/2043	148	0.02	810 Fannie Mae-Aces, Series 2016 M7, Class A2, 2.499%, due 9/25/2026	822	0.11
785 Fannie Mae Pool 'AL0215', 4.500%, due 4/1/2041	861	0.12	166 Fannie Mae Pool 'AU9537', 4.500%, due 10/1/2043	181	0.02	1,163 FHLMT Multifamily Structured Pass Through Certificates K007, Class X1, 1.315%, due 4/25/2020 *	34	–
32 Fannie Mae Pool 'AL2931', 6.000%, due 6/1/2023	33	–	469 Fannie Mae Pool 'AV0894', 4.500%, due 11/1/2043	512	0.07	1,405 FHLMT Multifamily Structured Pass Through Certificates KAIIV, Class X1, 1.328%, due 6/25/2021 *	69	0.01
1,405 Fannie Mae Pool 'AL3024', 3.500%, due 1/1/2043	1,496	0.20	664 Fannie Mae Pool 'AW0318', 4.500%, due 2/1/2044	728	0.10	493 FHLMT Multifamily Structured Pass Through Certificates K015, Class X1, 1.788%, due 7/25/2021 *	33	–
72 Fannie Mae Pool 'AL3508', 4.000%, due 4/1/2043	79	0.01	55 Fannie Mae Pool 'MA0706', 4.500%, due 4/1/2031	61	0.01	200 FHLMT Multifamily Structured Pass Through Certificates K016, Class X1, 1.701%, due 10/25/2021 *	13	–
80 Fannie Mae Pool 'AL4741', 4.500%, due 1/1/2044	90	0.01	204 Fannie Mae Pool 'MA0734', 4.500%, due 5/1/2031	224	0.03	23 First Horizon Alternative Mortgage Securities Trust 2006-FA8, Series 2006 FA8, Class 1A8, 0.894%, due 2/25/2037 *	11	–
238 Fannie Mae Pool 'AL5540', 4.500%, due 7/1/2044	264	0.04	59 Fannie Mae Pool 'MA0776', 4.500%, due 6/1/2031	64	0.01	6,300 Freddie Mac Gold Pool, 30 year, TBA, 3.000% ±	6,523	0.88
10 Fannie Mae Pool 'AM8674', 2.810%, due 4/1/2025	11	–	82 Fannie Mae Pool 'MA0913', 4.500%, due 11/1/2031	91	0.01	2,300 Freddie Mac Gold Pool, 30 year, TBA, 3.500% ±	2,422	0.33
62 Fannie Mae Pool 'AO2711', 4.000%, due 5/1/2042	67	0.01	99 Fannie Mae Pool 'MA0939', 4.500%, due 12/1/2042	110	0.02	410 Freddie Mac Gold Pool 'A74793', 5.000%, due 3/1/2038	453	0.06
77 Fannie Mae Pool 'AO6086', 4.000%, due 6/1/2042	83	0.01	363 Fannie Mae Pool 'MA1146', 4.000%, due 8/1/2042	393	0.05	150 Freddie Mac Gold Pool 'E94519', 5.000%, due 2/1/2018	155	0.02
63 Fannie Mae Pool 'AO9859', 4.000%, due 7/1/2042	69	0.01	76 Fannie Mae Pool 'MA1177', 3.500%, due 9/1/2042	81	0.01	13 Freddie Mac Gold Pool 'G01737', 5.000%, due 12/1/2034	14	–
67 Fannie Mae Pool 'AP0692', 4.000%, due 7/1/2042	73	0.01	2,386 Fannie Mae Pool 'MA1217', 4.000%, due 10/1/2042	2,584	0.35	25 Freddie Mac Gold Pool 'G04222', 5.500%, due 4/1/2038	28	–
60 Fannie Mae Pool 'AP2530', 4.000%, due 8/1/2042	65	0.01	536 Fannie Mae Pool 'MA1253', 4.000%, due 11/1/2042	580	0.08	82 Freddie Mac Gold Pool 'G06172', 5.500%, due 12/1/2038	93	0.01
56 Fannie Mae Pool 'AP2958', 4.000%, due 8/1/2042	60	0.01	1,178 Fannie Mae Pool 'MA1283', 3.500%, due 12/1/2042	1,255	0.17	508 Freddie Mac Gold Pool 'G06409', 6.000%, due 11/1/2039	582	0.08
226 Fannie Mae Pool 'AP4710', 3.500%, due 8/1/2042	241	0.03	828 Fannie Mae Pool 'MA1437', 3.500%, due 5/1/2043	883	0.12	578 Freddie Mac Gold Pool 'G06496', 5.000%, due 6/1/2041	646	0.09
688 Fannie Mae Pool 'AP4781', 3.000%, due 9/1/2042	722	0.10	84 Fannie Mae Pool 'MA1547', 4.000%, due 8/1/2043	91	0.01	56 Freddie Mac Gold Pool 'G06669', 6.500%, due 9/1/2039	66	0.01
83 Fannie Mae Pool 'AP4903', 4.000%, due 9/1/2042	90	0.01	161 Fannie Mae Pool 'MA1591', 4.500%, due 9/1/2043	179	0.02	229 Freddie Mac Gold Pool 'G06875', 5.500%, due 12/1/2038	259	0.04
206 Fannie Mae Pool 'AP7399', 4.000%, due 9/1/2042	223	0.03	167 Fannie Mae Pool 'MA1629', 4.500%, due 10/1/2043	187	0.03	84 Freddie Mac Gold Pool 'G13888', 5.000%, due 6/1/2025	91	0.01
129 Fannie Mae Pool 'AP9229', 4.000%, due 10/1/2042	139	0.02	84 Fannie Mae Pool 'MA1664', 4.500%, due 11/1/2043	94	0.01	133 Freddie Mac Gold Pool 'G14492', 4.000%, due 10/1/2025	142	0.02
301 Fannie Mae Pool 'AP9766', 4.000%, due 10/1/2042	326	0.04	165 Fannie Mae Pool 'MA1711', 4.500%, due 12/1/2043	185	0.03	78 Freddie Mac Gold Pool 'Q19135', 4.000%, due 6/1/2043	86	0.01
281 Fannie Mae Pool 'AP9862', 4.000%, due 10/1/2042	304	0.04	899 Fannie Mae REMICS, Series 2012 139, Class DI, 3.000%, due 12/25/2027	80	0.01			
70 Fannie Mae Pool 'AQ0100', 4.000%, due 10/1/2042	76	0.01	2,968 Fannie Mae REMICS, Series 2013 1, Class YI, 3.000%, due 2/25/2033	407	0.06			
333 Fannie Mae Pool 'AQ1641', 4.000%, due 10/1/2042	360	0.05	197 Fannie Mae REMICS, Series 2005 29, Class ZA, 5.500%, due 4/25/2035	223	0.03			
61 Fannie Mae Pool 'AQ3599', 4.000%, due 11/1/2042	65	0.01	141 Fannie Mae REMICS, Series 2012 28, Class B, 6.500%, due 6/25/2039	157	0.02			
75 Fannie Mae Pool 'AQ4078', 4.000%, due 6/1/2043	82	0.01	53 Fannie Mae REMICS, Series 2012 70, Class YS, 6.126%, due 2/25/2041 *	7	–			
74 Fannie Mae Pool 'AQ4080', 4.000%, due 6/1/2043	80	0.01	797 Fannie Mae REMICS, Series 2011 59, Class NZ, 5.500%, due 7/25/2041	932	0.13			
132 Fannie Mae Pool 'AQ4555', 4.000%, due 12/1/2042	142	0.02	225 Fannie Mae REMICS, Series 2012 74, Class SA, 6.126%, due 3/25/2042 *	41	0.01			
44 Fannie Mae Pool 'AQ5137', 4.000%, due 11/1/2042	47	0.01	800 Fannie Mae REMICS, Series 2013 9, Class CB, 5.500%, due 4/25/2042	903	0.12			
190 Fannie Mae Pool 'AQ7003', 4.000%, due 12/1/2042	206	0.03	181 Fannie Mae REMICS, Series 2012 46, Class BA, 6.000%, due 5/25/2042	207	0.03			
227 Fannie Mae Pool 'AQ7082', 4.000%, due 1/1/2043	247	0.03	285 Fannie Mae REMICS, Series 2012 51, Class B, 7.000%, due 5/25/2042	332	0.05			
84 Fannie Mae Pool 'AS0070', 4.000%, due 8/1/2043	91	0.01						
85 Fannie Mae Pool 'AS4271', 4.500%, due 1/1/2045	95	0.01						
169 Fannie Mae Pool 'AS4347', 4.000%, due 1/1/2045	184	0.03						
2,159 Fannie Mae Pool 'AS6311', 3.500%, due 12/1/2045	2,275	0.31						

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# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>								
88 Freddie Mac Gold Pool 'Q19254', 4.000%, due 6/1/2043	96	0.01	144 Ginnie Mae I Pool '733600', 5.000%, due 4/15/2040	161	0.02	1,242 Government National Mortgage Association, Series 2009 H01, Class FA, 1.662%, due 11/20/2059 *	1,258	0.17
77 Freddie Mac Gold Pool 'Q19611', 4.000%, due 7/1/2043	84	0.01	252 Ginnie Mae I Pool '733627', 5.000%, due 5/15/2040	282	0.04	693 Government National Mortgage Association, Series 2010 H11, Class FA, 1.491%, due 6/20/2060 *	704	0.10
76 Freddie Mac Gold Pool 'Q19615', 4.000%, due 7/1/2043	83	0.01	6,000 Ginnie Mae II Pool, 30 year, TBA, 3.500% ±	6,286	0.85	758 Government National Mortgage Association, Series 2010 H20, Class AF, 0.798%, due 10/20/2060 *	750	0.10
159 Freddie Mac Gold Pool 'U90245', 3.500%, due 10/1/2042	169	0.02	3,500 Ginnie Mae II Pool, 30 year, TBA, 3.500% ±	3,715	0.50	1,169 Government National Mortgage Association, Series 2010 H24, Class FA, 0.818%, due 10/20/2060 *	1,157	0.16
374 Freddie Mac Gold Pool 'U90316', 4.000%, due 10/1/2042	405	0.06	60 Ginnie Mae II Pool '4040', 6.500%, due 10/20/2037	70	0.01	438 Government National Mortgage Association, Series 2011 H01, Class AF, 0.918%, due 11/20/2060 *	436	0.06
166 Freddie Mac Gold Pool 'U91254', 4.000%, due 4/1/2043	180	0.02	107 Ginnie Mae II Pool '4617', 4.500%, due 1/20/2040	117	0.02	145 Government National Mortgage Association, Series 2011 H09, Class AF, 0.968%, due 3/20/2061 *	144	0.02
87 Freddie Mac Gold Pool 'U95137', 4.000%, due 8/1/2043	95	0.01	134 Ginnie Mae II Pool '4696', 4.500%, due 5/20/2040	146	0.02	803 GreenPoint Mortgage Funding Trust 2006-AR2, Series 2006 AR2, Class 2A1, 0.734%, due 3/25/2036 *	677	0.09
954 Freddie Mac Gold Pool 'U99045', 3.500%, due 3/1/2043	1,017	0.14	422 Ginnie Mae II Pool '4747', 5.000%, due 7/20/2040	469	0.06	580 GS Mortgage Securities Corp Trust 2016-ICE2, Series 2016 ICE2, Class E, 144A, 9.008%, due 2/15/2033 *	580	0.08
2,431 Freddie Mac Gold Pool 'U99054', 4.000%, due 6/1/2043	2,632	0.36	74 Ginnie Mae II Pool '4772', 5.000%, due 8/20/2040	82	0.01	620 GS Mortgage Securities Trust 2006-GG8, Series 2006 GG8, Class AJ, 5.622%, due 11/10/2039	497	0.07
86 Freddie Mac Gold Pool 'U99114', 3.500%, due 2/1/2044	92	0.01	49 Ginnie Mae II Pool '4802', 5.000%, due 9/20/2040	54	0.01	3,880 GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AJ, 5.988%, due 8/10/2045 *	1,621	0.22
65 Freddie Mac Non Gold Pool '1G2341', 2.535%, due 12/1/2037 *	69	0.01	23 Ginnie Mae II Pool '4871', 6.000%, due 11/20/2040	26	–	865 GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AM, 5.988%, due 8/10/2045 *	835	0.11
150 Freddie Mac Non Gold Pool '1L0236', 2.541%, due 10/1/2035 *	159	0.02	99 Ginnie Mae II Pool '4905', 6.000%, due 12/20/2040	114	0.02	115 GS Mortgage Securities Trust 2011-GC5, Series 2011 GC5, Class XA, 144A, 1.572%, due 8/10/2044 *	6	–
278 Freddie Mac Non Gold Pool '1N1454', 2.477%, due 4/1/2037 *	290	0.04	20 Ginnie Mae II Pool '4928', 6.000%, due 1/20/2041	23	–	80 GS Mortgage Securities Trust 2013-GC16, Series 2013 GC16, Class B, 5.161%, due 11/10/2046 *	93	0.01
228 Freddie Mac Reference REMIC R007, Class ZA, 6.000%, due 5/15/2036	259	0.04	64 Ginnie Mae II Pool '4961', 6.000%, due 2/20/2041	75	0.01	1,836 GS Mortgage Securities Trust 2014-GC20, Series 2014 GC20, Class XA, 1.331%, due 4/10/2047 *	111	0.02
1,178 Freddie Mac REMICS 4092, Class AI, 3.000%, due 9/15/2031	106	0.01	876 Ginnie Mae II Pool '4978', 4.500%, due 3/20/2041	958	0.13	1,691 GSMSC Resecuritization Trust 2014-5R, Series 2014 5R, Class 1B, 144A, 0.628%, due 4/26/2037 *	1,296	0.18
143 Freddie Mac REMICS 3621, Class SB, 5.722%, due 1/15/2040 *	25	–	23 Ginnie Mae II Pool '783050', 5.000%, due 7/20/2040	26	–	150 HarborView Mortgage Loan Trust 2005-9, Series 2005 9, Class 2A1A, 0.852%, due 6/20/2035 *	136	0.02
65 Freddie Mac REMICS 4136, Class SE, 5.642%, due 11/15/2042 *	12	–	261 Ginnie Mae II Pool '783368', 4.500%, due 7/20/2041	286	0.04	53 HarborView Mortgage Loan Trust 2007-7, Series 2007 7, Class 2A1A, 1.524%, due 10/25/2037 *	46	0.01
70 Freddie Mac REMICS 4136, Class SJ, 5.642%, due 11/15/2042 *	12	–	4,155 Ginnie Mae II Pool 'AP6338', 4.000%, due 10/20/2045	4,538	0.61	20 Homestar Mortgage Acceptance Corp, Series 2004 3, Class AV1, 0.974%, due 7/25/2034 *	19	–
1,372 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 HQ2, Class B, 8.474%, due 5/25/2025 *	1,411	0.19	3,000 Ginnie Mae II Pool 'MA3873', 3.000%, due 8/20/2046	3,147	0.42	630 Hudson Yards 2016-10HY Mortgage Trust, Series 2016 10HY, Class A, 144A, 2.835%, due 8/10/2038	649	0.09
310 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 HQA1, Class M2, 3.174%, due 3/25/2028 *	318	0.04	273 Government National Mortgage Association, Series 2012 66, Class CI, 3.500%, due 2/20/2038	18	–	4 IndyMac INDX Mortgage Loan Trust 2004-AR12, Series 2004 AR12, Class A1, 1.304%, due 12/25/2034 *	4	–
2,230 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 HQA1, Class M2, 3.274%, due 9/25/2028 *	2,305	0.31	56 Government National Mortgage Association, Series 2010 31, Class GS, 5.988%, due 3/20/2039 *	4	–	554 IndyMac INDX Mortgage Loan Trust 2006-AR11, Series 2006 AR11, Class 5A1, 3.359%, due 6/25/2036 *	414	0.06
2,300 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA2, Class M3, 5.174%, due 10/25/2028 *	2,395	0.32	40 Government National Mortgage Association, Series 2010 85, Class HS, 6.138%, due 1/20/2040 *	4	–			
4,609 FREMF 2012-K20 Mortgage Trust, Series 2012 K20, Class X2A, 144A, 0.200%, due 5/25/2045	41	0.01	22 Government National Mortgage Association, Series 2010 42, Class BS, 5.968%, due 4/20/2040 *	3	–			
445 FREMF 2015-K48 Mortgage Trust, Series 2015 K48, Class C, 144A, 3.760%, due 8/25/2048 *	381	0.05	1,257 Government National Mortgage Association, Series 2014 176, Class IA, 4.000%, due 11/20/2044	156	0.02			
2,450 GE Commercial Mortgage Corp Series 2007-C1 Trust, Series 2007 C1, Class AJ, 5.677%, due 12/10/2049 *	1,562	0.21	1,911 Government National Mortgage Association, Series 2015 167, Class OI, 4.000%, due 4/16/2045	394	0.05			
			429 Government National Mortgage Association, Series 2013 178, Class IO, 0.867%, due 6/16/2055 *	20	–			
			3,047 Government National Mortgage Association, Series 2014 169, Class IO, 1.059%, due 10/16/2056 *	208	0.03			
			3,834 Government National Mortgage Association, Series 2015 183, Class IO, 1.013%, due 9/16/2057 *	323	0.04			
			66 Government National Mortgage Association, Series 2010 H26, Class LF, 0.818%, due 8/20/2058 *	65	0.01			
			71 Government National Mortgage Association, Series 2010 H22, Class FE, 0.818%, due 5/20/2059 *	71	0.01			

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# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>								
799 IndyMac INDX Mortgage Loan Trust 2006-AR27, Series 2006 AR27, Class 2A1, 0.654%, due 10/25/2036 *	673	0.09	97 MASTR Repperforming Loan Trust 2005-2, Series 2005 2, Class 1A1F, 144A, 0.874%, due 5/25/2035 *	76	0.01	82 Residential Asset Securitization Trust 2007-A7, Series 2007 A7, Class A3, 6.000%, due 7/25/2037	57	0.01
83 JP Morgan Chase Commercial Mortgage Securities Trust 2006-CIBC14, Series 2006 CB14, Class AJ, 5.754%, due 12/12/2044 *	83	0.01	730 ML-CFC Commercial Mortgage Trust 2007-5, Series 2007 5, Class AJ, 5.450%, due 8/12/2048 *	593	0.08	20 Sequoia Mortgage Trust 2004-10, Series 2004 10, Class A1A, 1.132%, due 11/20/2034 *	19	–
270 JP Morgan Chase Commercial Mortgage Securities Trust 2006-LDP9, Series 2006 LDP9, Class AJ, 5.386%, due 5/15/2047 *	201	0.03	1,180 ML-CFC Commercial Mortgage Trust 2007-9, Series 2007 9, Class AJ, 6.193%, due 9/12/2049 *	946	0.13	100 VNDO 2012-6AVE Mortgage Trust, Series 2012 6AVE, Class A, 144A, 2.996%, due 11/15/2030	105	0.01
570 JP Morgan Chase Commercial Mortgage Securities Trust 2006-LDP9, Series 2006 LDP9, Class AJ, 5.411%, due 5/15/2047	433	0.06	160 Morgan Stanley Bank of America Merrill Lynch Trust 2012-C6, Series 2012 C6, Class E, 144A, 4.812%, due 11/15/2045 *	158	0.02	115 WaMu Mortgage Pass-Through Certificates Series 2006-AR14 Trust, Series 2006 AR14, Class 2A3, 2.184%, due 11/25/2036 *	98	0.01
1,400 JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP10, Series 2007 LDPX, Class AJFX, 144A, 5.438%, due 1/15/2049	612	0.08	31 Morgan Stanley Bank of America Merrill Lynch Trust 2013-C7, Series 2013 C7, Class AS, 3.214%, due 2/15/2046	32	–	650 WaMu Mortgage Pass-Through Certificates Series 2007-OA2 Trust, Series 2007 OA2, Class 2A, 1.940%, due 3/25/2047 *	519	0.07
50 JPMBB Commercial Mortgage Securities Trust 2013-C15, Series 2013 C15, Class C, 5.215%, due 11/15/2045 *	56	0.01	850 Morgan Stanley Bank of America Merrill Lynch Trust 2014-C14, Series 2014 C14, Class F, 144A, 3.710%, due 2/15/2047	491	0.07	3,040 Washington Mutual Mortgage Pass-Through Certificates WMALT Series 2007-OA1 Trust, Series 2007 OA1, Class 1A, 1.199%, due 12/25/2046 *	2,120	0.29
30 JPMBB Commercial Mortgage Securities Trust 2013-C17, Series 2013 C17, Class B, 5.050%, due 1/15/2047 *	34	–	610 Morgan Stanley Bank of America Merrill Lynch Trust 2015-C21, Series 2015 C21, Class E, 144A, 3.012%, due 3/15/2048	368	0.05	30 Washington Mutual MSC Mortgage Pass-Through Certificates Series 2004-RA2 Trust, Series 2004 RA2, Class 2A, 7.000%, due 7/25/2033	33	–
200 JPMBB Commercial Mortgage Securities Trust 2014-C24, Series 2014 C24, Class AS, 3.914%, due 11/15/2047 *	220	0.03	230 Morgan Stanley Capital I Trust 2006-IQ12, Series 2006 IQ12, Class AJ, 5.399%, due 12/15/2043	170	0.02	1,758 Waterfall Commercial Mortgage Trust 2015-SBC5, Series 2015 SBC5, Class A, 144A, 4.104%, due 9/14/2022 *†	1,737	0.23
460 JPMBB Commercial Mortgage Securities Trust 2015-C31, Series 2015 C31, Class A3, 3.801%, due 8/15/2048	508	0.07	1,718 Morgan Stanley Capital I Trust 2007-IQ13, Series 2007 IQ13, Class AJ, 5.438%, due 3/15/2044	1,547	0.21	20 Wells Fargo Commercial Mortgage Trust 2013-LC12, Series 2013 LC12, Class B, 4.433%, due 7/15/2046 *	22	–
260 JPMBB Commercial Mortgage Securities Trust 2015-C31, Series 2015 C31, Class B, 4.772%, due 8/15/2048 *	273	0.04	1,800 Morgan Stanley Capital I Trust 2007-IQ15, Series 2007 IQ15, Class AJ, 6.103%, due 6/11/2049 *	1,662	0.22	540 Wells Fargo Commercial Mortgage Trust 2015-LC20, Series 2015 LC20, Class AS, 3.184%, due 4/15/2050	572	0.08
534 Lehman Mortgage Trust 2006-8, Series 2006 8, Class 4A2, 7.226%, due 12/25/2036 *†	173	0.02	370 Morgan Stanley Capital I Trust 2007-IQ16, Series 2007 IQ16, Class AJ, 6.298%, due 12/12/2049 *	333	0.05	250 Wells Fargo Commercial Mortgage Trust 2015-LC20, Series 2015 LC20, Class AS, 3.467%, due 4/15/2050	266	0.04
816 Lehman Mortgage Trust 2007-2, Series 2007 2, Class 2A12, 6.166%, due 2/25/2037 *†	267	0.04	640 Morgan Stanley Capital I Trust 2016-UB11, Series 2016 UB11, Class A4, 2.782%, due 8/15/2049	657	0.09	280 Wells Fargo Commercial Mortgage Trust 2015-NXS1, Series 2015 NXS1, Class AS, 3.406%, due 5/15/2048	297	0.04
2,305 Lehman Mortgage Trust 2007-4, Series 2007 4, Class 2A2, 6.146%, due 5/25/2037 *†	819	0.11	1,640 Morgan Stanley Resecuritization Trust 2015-R6, Series 2015 R6, Class 1B, 144A, 0.748%, due 7/26/2045 *	632	0.09	860 Wells Fargo Commercial Mortgage Trust 2015-NXS1, Series 2015 NXS1, Class C, 3.848%, due 5/15/2048 *	865	0.12
543 Lehman XS Trust Series 2006-2N, Series 2006 2N, Class 1A1, 0.784%, due 2/25/2046 *	387	0.05	600 Motel 6 Trust 2015-MTL, Series 2015 MTL6, Class F, 144A, 5.000%, due 2/5/2030	572	0.08	410 Wells Fargo Commercial Mortgage Trust 2015-NXS1, Series 2015 NXS1, Class D, 4.241%, due 5/15/2048 *	339	0.05
931 LSTAR Commercial Mortgage Trust 2015-3, Series 2015 3, Class A2, 144A, 2.729%, due 4/20/2048 *	944	0.13	280 MSCG Trust 2015-ALDR, Series 2015 ALDR, Class A2, 144A, 3.577%, due 6/7/2035 *	296	0.04	2,464 WFRBS Commercial Mortgage Trust 2014-C20, Series 2014 C20, Class XA, 1.348%, due 5/15/2047 *	146	0.02
168 MASTR Adjustable Rate Mortgages Trust 2007-3, Series 2007 3, Class 12A1, 0.724%, due 5/25/2047 *	129	0.02	2,253 Prime Mortgage Trust 2006-DR1, Series 2006 DR1, Class 2A1, 144A, 5.500%, due 5/25/2035	2,094	0.28	<b>Total Mortgage-Backed Securities (Cost \$194,954)</b>		
110 MASTR Adjustable Rate Mortgages Trust 2007-R5, Series 2007 R5, Class A1, 144A, 2.946%, due 11/25/2035 *	83	0.01	1,075 RALI Series 2006-QS7 Trust, Series 2006 QS7, Class AS, 5.076%, due 6/25/2036 *†	205	0.03	<b>Corporate Bonds and Notes — 23.87% (February 29, 2016: 27.28%)</b>		
			148 Repperforming Loan REMIC Trust 2004-R2, Series 2004 R2, Class 1AF2, 144A, 0.944%, due 11/25/2034 *	125	0.02	<b>Australia — 0.56% (February 29, 2016: 0.62%)</b>		
			459 Repperforming Loan REMIC Trust 2005-R2, Series 2005 R2, Class 1AF1, 144A, 0.864%, due 6/25/2035 *	406	0.06	340 BHP Billiton Finance USA Ltd, 6.500%, due 4/1/2019	382	0.05
			414 Residential Asset Securitization Trust 2005-A15, Series 2005 A15, Class 1A4, 5.750%, due 2/25/2036	388	0.05	30 BHP Billiton Finance USA Ltd, 3.250%, due 11/21/2021	32	–
						70 BHP Billiton Finance USA Ltd, 2.875%, due 2/24/2022	73	0.01
						230 BHP Billiton Finance USA Ltd, 5.000%, due 9/30/2043	275	0.04

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
Corporate Bonds and Notes — (continued)			Colombia — 0.15% (February 29, 2016: 0.10%)					
Australia — (continued)			1,190 Ecopetrol SA, 5.875%, due 5/28/2045			590 Petroleos Mexicanos, 4.250%, due 1/15/2025		
1,090 BHP Billiton Finance USA Ltd, 144A, 6.750%, due 10/19/2075 *	1,244	0.17				260 Petroleos Mexicanos, 144A, 6.875%, due 8/4/2026		
290 FMG Resources August 2006 Pty Ltd, 144A, 9.750%, due 3/1/2022	335	0.05	France — 0.39% (February 29, 2016: 0.75%)			175 Petroleos Mexicanos, 6.625%, due 6/15/2035		
940 WEA Finance LLC / Westfield UK & Europe Finance Plc, 144A, 3.750%, due 9/17/2024	985	0.13	270 BNP Paribas SA, 144A, 4.375%, due 9/28/2025			810 Petroleos Mexicanos, 5.500%, due 6/27/2044		
720 WEA Finance LLC / Westfield UK & Europe Finance Plc, 144A, 4.750%, due 9/17/2044	796	0.11	500 BPCE SA, 144A, 5.150%, due 7/21/2024			210 Petroleos Mexicanos, 6.375%, due 1/23/2045		
	4,122	0.56	590 Credit Agricole SA, 144A, 4.375%, due 3/17/2025					
			220 Credit Agricole SA, 144A, 8.375%, Perpetual *			3,184 0.43		
Belgium — 1.24% (February 29, 2016: 1.16%)			180 Pernod Ricard SA, 144A, 2.950%, due 1/15/2017			Morocco — 0.17% (February 29, 2016: 0.23%)		
400 Anheuser-Busch InBev Finance Inc, 2.650%, due 2/1/2021	412	0.06	210 Pernod Ricard SA, 144A, 4.450%, due 1/15/2022			1,230 OCP SA, 144A, 4.500%, due 10/22/2025		
590 Anheuser-Busch InBev Finance Inc, 3.300%, due 2/1/2023	620	0.08	380 SFR Group SA, 144A, 6.250%, due 5/15/2024			1,258 0.17		
4,540 Anheuser-Busch InBev Finance Inc, 3.650%, due 2/1/2026	4,843	0.65	440 SFR Group SA, 144A, 7.375%, due 5/1/2026			Netherlands — 0.64% (February 29, 2016: 0.79%)		
2,360 Anheuser-Busch InBev Finance Inc, 4.900%, due 2/1/2046	2,863	0.39				200 ABN AMRO Bank NV, 144A, 4.750%, due 7/28/2025		
430 Anheuser-Busch InBev Worldwide Inc, 5.375%, due 1/15/2020	481	0.06	Germany — 0.06% (February 29, 2016: 0.08%)			160 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 7/1/2022		
	9,219	1.24	210 Daimler Finance North America LLC, 144A, 2.625%, due 9/15/2016			250 Cooperatieve Rabobank UA, 4.625%, due 12/1/2023		
Brazil — 0.42% (February 29, 2016: 0.49%)			50 Fresenius Medical Care US Finance II Inc, 144A, 4.125%, due 10/15/2020			870 Cooperatieve Rabobank UA, 4.375%, due 8/4/2025		
87 Petrobras Global Finance BV, 5.750%, due 1/20/2020	88	0.01	150 ZF North America Capital Inc, 144A, 4.500%, due 4/29/2022			570 Cooperatieve Rabobank UA, 5.750%, due 12/1/2043		
2,410 Petrobras Global Finance BV, 5.375%, due 1/27/2021	2,323	0.31				290 Cooperatieve Rabobank UA, 144A, 11.000%, Perpetual *		
340 Petrobras Global Finance BV, 6.850%, due 6/5/2115	283	0.04	India — 0.07% (February 29, 2016: 0.11%)			200 ING Bank NV, 144A, 5.800%, due 9/25/2023		
436 Vale Overseas Ltd, 6.875%, due 11/21/2036	433	0.06	320 Bharti Airtel Ltd, 144A, 4.375%, due 6/10/2025			70 Royal Bank of Scotland NV/ The, 4.650%, due 6/4/2018		
	3,127	0.42	200 Bharti Airtel Ltd, 4.375%, due 6/10/2025			690 Shell International Finance BV, 2.875%, due 5/10/2026		
Canada — 0.14% (February 29, 2016: 0.12%)			549 0.07			160 Shell International Finance BV, 4.125%, due 5/11/2035		
57 Barrick Gold Corp, 6.950%, due 4/1/2019	64	0.01	Indonesia — 0.05% (February 29, 2016: 0.08%)			770 Shell International Finance BV, 4.375%, due 5/11/2045		
35 Barrick Gold Corp, 4.100%, due 5/1/2023	38	—	340 Majapahit Holding BV, 7.750%, due 1/20/2020			90 Shell International Finance BV, 4.000%, due 5/10/2046		
210 Barrick North America Finance LLC, 4.400%, due 5/30/2021	229	0.03	Ireland — 0.09% (February 29, 2016: 0.04%)			4,767 0.64		
290 Barrick North America Finance LLC, 5.700%, due 5/30/2041	335	0.05	200 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 6.250%, due 1/31/2019			New Zealand — 0.06% (February 29, 2016: 0.05%)		
340 BC ULC / New Red Finance Inc, 144A, 6.000%, due 4/1/2022	356	0.05	470 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 4.625%, due 5/15/2023			40 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 5.750%, due 10/15/2020		
	1,022	0.14				200 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 6.875%, due 2/15/2021		
Chile — 0.05% (February 29, 2016: 0.04%)			Italy — 0.08% (February 29, 2016: 0.12%)			160 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 144A, 5.125%, due 7/15/2023		
360 Celulosa Arauco y Constitucion SA, 4.750%, due 1/11/2022	388	0.05	650 Intesa Sanpaolo SpA, 144A, 5.017%, due 6/26/2024			415 0.06		
China — 0.34% (February 29, 2016: 0.26%)			Luxembourg — 0.11% (February 29, 2016: 0.22%)			Peru — 0.16% (February 29, 2016: 0.18%)		
1,320 CNOOC Finance 2015 USA LLC, 3.500%, due 5/5/2025	1,377	0.19	200 Altice Financing SA, 144A, 6.625%, due 2/15/2023			1,210 Southern Copper Corp, 5.250%, due 11/8/2042		
200 Sinopec Group Overseas Development 2012 Ltd, 144A, 2.750%, due 5/17/2017	202	0.03	260 Altice Financing SA, 144A, 7.500%, due 5/15/2026			1,152 0.16		
820 Sinopec Group Overseas Development 2014 Ltd, 144A, 4.375%, due 4/10/2024	909	0.12	90 ArcelorMittal, 6.500%, due 3/1/2021			Switzerland — 0.28% (February 29, 2016: 0.32%)		
	2,488	0.34	50 ArcelorMittal, 7.250%, due 2/25/2022			20 ABB Finance USA Inc, 4.375%, due 5/8/2042		
			150 ArcelorMittal, 8.000%, due 10/15/2039			340 Credit Suisse Group Funding Guernsey Ltd, 4.875%, due 5/15/2045		
			Mexico — 0.43% (February 29, 2016: 0.48%)			600 Glencore Finance Canada Ltd, 144A, 2.700%, due 10/25/2017		
			110 America Movil SAB de CV, 5.625%, due 11/15/2017			780 Glencore Funding LLC, 144A, 2.875%, due 4/16/2020		
			200 America Movil SAB de CV, 5.000%, due 3/30/2020			330 UBS Group Funding Jersey Ltd, 144A, 4.125%, due 9/24/2025		
			700 America Movil SAB de CV, 3.125%, due 7/16/2022			2,113 0.28		
			20 America Movil SAB de CV, 6.375%, due 3/1/2035					
			20 America Movil SAB de CV, 6.125%, due 11/15/2037					

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# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>			780 Activision Blizzard Inc, 144A, 6.125%, due 9/15/2023	853	0.12	140 AT&T Inc, 4.350%, due 6/15/2045	141	0.02
<b>United Arab Emirates — 0.00% (February 29, 2016: 0.01%)</b>			70 AES Corp/VA, 8.000%, due 6/1/2020	82	0.01	140 Axial Corp, 4.875%, due 5/15/2023	147	0.02
10 Shelf Drilling Holdings Ltd, 144A, 8.625%, due 11/1/2018	8	—	130 AES Corp/VA, 4.875%, due 5/15/2023	132	0.02	46 Baker Hughes Inc, 3.200%, due 8/15/2021	48	0.01
<b>United Kingdom — 1.46% (February 29, 2016: 1.25%)</b>			10 AES Corp/VA, 5.500%, due 3/15/2024	10	—	400 Bank of America Corp, 5.750%, due 12/1/2017	421	0.06
70 BP Capital Markets Plc, 3.561%, due 11/1/2021	76	0.01	130 AES Corp/VA, 5.500%, due 4/15/2025	133	0.02	100 Bank of America Corp, 6.875%, due 4/25/2018	108	0.01
540 BP Capital Markets Plc, 3.506%, due 3/17/2025	575	0.08	360 Aetna Inc, 2.400%, due 6/15/2021	366	0.05	270 Bank of America Corp, Series L, 2.600%, due 1/15/2019	276	0.04
150 BP Capital Markets Plc, 3.119%, due 5/4/2026	155	0.02	90 Aetna Inc, 2.800%, due 6/15/2023	92	0.01	30 Bank of America Corp, 5.625%, due 7/1/2020	34	—
60 Diageo Capital Plc, 5.750%, due 10/23/2017	63	0.01	550 Aetna Inc, 3.200%, due 6/15/2026	559	0.08	670 Bank of America Corp, 5.000%, due 5/13/2021	752	0.10
310 Diageo Capital Plc, 4.828%, due 7/15/2020	347	0.05	184 Ally Financial Inc, 7.500%, due 9/15/2020	212	0.03	280 Bank of America Corp, 3.300%, due 1/11/2023	291	0.04
200 Fiat Chrysler Automobiles NV, 4.500%, due 4/15/2020	205	0.03	120 Altria Group Inc, 9.250%, due 8/6/2019	147	0.02	330 Bank of America Corp, 4.000%, due 4/1/2024	357	0.05
910 HSBC Holdings Plc, 3.400%, due 3/8/2021	951	0.13	290 Altria Group Inc, 4.750%, due 5/5/2021	330	0.04	1,520 Bank of America Corp, 4.200%, due 8/26/2024	1,613	0.22
430 HSBC Holdings Plc, 4.250%, due 8/18/2025	447	0.06	430 Altria Group Inc, 2.850%, due 8/9/2022	451	0.06	470 Bank of America Corp, 4.000%, due 1/22/2025	490	0.07
330 HSBC Holdings Plc, 4.300%, due 3/8/2026	355	0.05	220 Altria Group Inc, 9.950%, due 11/10/2038	400	0.05	620 Bank of America Corp, 3.875%, due 8/1/2025	665	0.09
1,540 HSBC Holdings Plc, 3.900%, due 5/25/2026	1,608	0.22	250 Altria Group Inc, 10.200%, due 2/6/2039	466	0.06	2,030 Bank of America Corp, 3.500%, due 4/19/2026	2,121	0.29
340 HSBC Holdings Plc, 6.500%, due 5/2/2036	436	0.06	230 Altria Group Inc, 5.375%, due 1/31/2044	298	0.04	940 Bank of America Corp, 4.250%, due 10/22/2026	996	0.13
1,500 Lloyds Banking Group Plc, 4.650%, due 3/24/2026	1,558	0.21	340 Amazon.com Inc, 4.950%, due 12/5/2044	428	0.06	430 Bank of America Corp, 5.000%, due 1/21/2044	515	0.07
GBP 316 Magnolia Finance X Plc, FR A2, 0.000%, due 12/3/2020 †∞	410	0.05	339 American Airlines 2013-2 Class B Pass Through Trust, 144A, 5.600%, due 7/15/2020	355	0.05	1,100 Bank of America Corp, 4.875%, due 4/1/2044	1,292	0.17
GBP 870 Magnolia Finance X Plc, FR NT, 0.000%, due 12/3/2020 †∞	1,128	0.15	200 American Axle & Manufacturing Inc, 6.625%, due 10/15/2022	213	0.03	220 Bank of America Corp, Series X, 6.250%, Perpetual *	231	0.03
70 Rio Tinto Finance USA Ltd, 3.750%, due 9/20/2021	75	0.01	220 American Builders & Contractors Supply Co Inc, 144A, 5.750%, due 12/15/2023	233	0.03	200 Becton Dickinson and Co, 3.734%, due 12/15/2024	217	0.03
100 Royal Bank of Scotland Group Plc, 6.125%, due 12/15/2022	107	0.01	220 American International Group Inc, 3.750%, due 7/10/2025	232	0.03	70 Becton Dickinson and Co, 4.685%, due 12/15/2044	81	0.01
230 Royal Bank of Scotland Group Plc, 6.100%, due 6/10/2023	244	0.03	234 American International Group Inc, 6.250%, due 3/15/2087 *	246	0.03	50 Berkshire Hathaway Energy Co, 6.500%, due 9/15/2037	69	0.01
460 Royal Bank of Scotland Group Plc, 6.000%, due 12/19/2023	487	0.07	30 Amgen Inc, 3.625%, due 5/22/2024	32	—	30 Boeing Capital Corp, 4.700%, due 10/27/2019	33	—
300 Royal Bank of Scotland Group Plc, 5.125%, due 5/28/2024	304	0.04	34 Amgen Inc, 4.663%, due 6/15/2051	36	—	170 Boeing Co/The, 4.875%, due 2/15/2020	190	0.03
840 Standard Chartered Plc, 144A, 5.700%, due 3/26/2044	937	0.13	17 Anadarko Petroleum Corp, 6.375%, due 9/15/2017	18	—	6 California Resources Corp, 5.500%, due 9/15/2021	3	—
320 Virgin Media Finance Plc, 144A, 6.000%, due 10/15/2024	334	0.04	680 Anadarko Petroleum Corp, 4.850%, due 3/15/2021	724	0.10	40 California Resources Corp, 144A, 8.000%, due 12/15/2022	27	—
	10,802	1.46	450 Anadarko Petroleum Corp, 6.450%, due 9/15/2036	519	0.07	14 California Resources Corp, 6.000%, due 11/15/2024	7	—
<b>United States — 16.92% (February 29, 2016: 19.77%)</b>			200 Anadarko Petroleum Corp, 6.200%, due 3/15/2040	223	0.03	140 Calpine Corp, 144A, 5.875%, due 1/15/2024	148	0.02
40 21st Century Fox America Inc, 4.500%, due 2/15/2021	44	0.01	180 Anthem Inc, 3.125%, due 5/15/2022	187	0.03	20 Catholic Health Initiatives, 4.350%, due 11/1/2042	20	—
10 21st Century Fox America Inc, 6.900%, due 8/15/2039	14	—	95 Apache Corp, 3.250%, due 4/15/2022	98	0.01	90 CCO Holdings LLC / CCO Holdings Capital Corp, 6.625%, due 1/31/2022	95	0.01
140 AbbVie Inc, 1.750%, due 11/6/2017	141	0.02	30 Apache Corp, 6.000%, due 1/15/2037	34	—	40 CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.875%, due 4/1/2024	43	0.01
120 AbbVie Inc, 2.900%, due 11/6/2022	123	0.02	310 Apache Corp, 5.100%, due 9/1/2040	323	0.04	120 Celgene Corp, 3.550%, due 8/15/2022	128	0.02
250 AbbVie Inc, 3.600%, due 5/14/2025	265	0.04	100 Apache Corp, 4.250%, due 1/15/2044	98	0.01	360 Celgene Corp, 3.875%, due 8/15/2025	389	0.05
190 Actavis Funding SCS, 3.450%, due 3/15/2022	199	0.03	720 Apple Inc, 2.450%, due 8/4/2026	722	0.10	100 Celgene Corp, 5.250%, due 8/15/2043	116	0.02
1,270 Actavis Funding SCS, 3.800%, due 3/15/2025	1,342	0.18	50 Argos Merger Sub Inc, 144A, 7.125%, due 3/15/2023	53	0.01	370 Celgene Corp, 5.000%, due 8/15/2045	428	0.06
140 Actavis Funding SCS, 4.550%, due 3/15/2035	151	0.02	20 AT&T Inc, 5.500%, due 2/1/2018	21	—	130 Centene Corp, 5.625%, due 2/15/2021	138	0.02
180 Actavis Funding SCS, 4.750%, due 3/15/2045	197	0.03	60 AT&T Inc, 5.800%, due 2/15/2019	66	0.01	70 Centene Corp, 4.750%, due 5/15/2022	73	0.01
80 Activision Blizzard Inc, 144A, 5.625%, due 9/15/2021	84	0.01	1,770 AT&T Inc, 3.400%, due 5/15/2025	1,824	0.25	80 Centene Corp, 6.125%, due 2/15/2024	87	0.01
			390 AT&T Inc, 5.550%, due 8/15/2041	461	0.06	10 CenturyLink Inc, Series V, 5.625%, due 4/1/2020	11	—
						160 CenturyLink Inc, 5.625%, due 4/1/2025	156	0.02

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# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
Corporate Bonds and Notes — (continued)											
United States — (continued)				39	Concho Resources Inc, 6.500%, due 1/15/2022	41	0.01	520	Exxon Mobil Corp, 3.043%, due 3/1/2026	552	0.07
				30	Concho Resources Inc, 5.500%, due 10/1/2022	31	—	130	Exxon Mobil Corp, 4.114%, due 3/1/2046	149	0.02
120	Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 4.908%, due 7/23/2025	132	0.02	60	Concho Resources Inc, 5.500%, due 4/1/2023	62	0.01	640	First Data Corp, 144A, 7.000%, due 12/1/2023	670	0.09
60	Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 6.384%, due 10/23/2035	72	0.01	85	ConocoPhillips Holding Co, 6.950%, due 4/15/2029	108	0.01	304	First Data Corp, 144A, 5.000%, due 1/15/2024	309	0.04
50	Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 6.484%, due 10/23/2045	61	0.01	820	Constellation Brands Inc, 4.750%, due 11/15/2024	894	0.12	90	FirstEnergy Corp, Series A, 2.750%, due 3/15/2018	91	0.01
				239	Continental Airlines 2007-1 Class A Pass Through Trust, Series 071A, 5.983%, due 4/19/2022	270	0.04	110	FirstEnergy Corp, Series B, 4.250%, due 3/15/2023	116	0.02
				10	Continental Resources Inc/ OK, 4.500%, due 4/15/2023	9	—	1,048	FirstEnergy Corp, Series C, 7.375%, due 11/15/2031	1,369	0.18
110	Chesapeake Energy Corp, 6.125%, due 2/15/2021	92	0.01	200	CSC Holdings LLC, 144A, 6.625%, due 10/15/2025	217	0.03	130	Florida East Coast Holdings Corp, 144A, 6.750%, due 5/1/2019	134	0.02
30	Chesapeake Energy Corp, 5.750%, due 3/15/2023	23	—	220	CVS Health Corp, 2.750%, due 12/1/2022	227	0.03	800	Ford Motor Co, 4.750%, due 1/15/2043	865	0.12
690	Chevron Corp, 2.954%, due 5/16/2026	720	0.10	151	CVS Health Corp, 3.875%, due 7/20/2025	166	0.02	490	Ford Motor Credit Co LLC, 8.125%, due 1/15/2020	581	0.08
110	Chubb INA Holdings Inc, 2.300%, due 1/13/2020	113	0.02	950	CVS Health Corp, 5.125%, due 7/20/2045	1,185	0.16	520	Ford Motor Credit Co LLC, 3.200%, due 1/15/2021	537	0.07
140	Chubb INA Holdings Inc, 3.350%, due 5/3/2026	150	0.02	30	CVS Pass-Through Trust, 144A, 5.298%, due 1/11/2027	33	—	230	Freeport-McMoRan Inc, 4.000%, due 11/14/2021	210	0.03
475	CIT Group Inc, 5.000%, due 8/15/2022	503	0.07	28	CVS Pass-Through Trust, 6.036%, due 12/10/2028	33	—	110	Freeport-McMoRan Inc, 5.450%, due 3/15/2043	84	0.01
170	CIT Group Inc, 5.000%, due 8/1/2023	180	0.02	46	CVS Pass-Through Trust, 6.943%, due 1/10/2030	57	0.01	32	Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.500%, due 11/15/2020	32	—
350	Citigroup Inc, 4.500%, due 1/14/2022	387	0.05	30	DaVita HealthCare Partners Inc, 5.125%, due 7/15/2024	31	—	433	GE Capital International Funding Co Unlimited Co, 2.342%, due 11/15/2020	446	0.06
50	Citigroup Inc, 4.050%, due 7/30/2022	53	0.01	422	Delta Air Lines 2007-1 Class A Pass Through Trust, Series 071A, 6.821%, due 8/10/2022	497	0.07	90	General Electric Co, 6.000%, due 8/7/2019	103	0.01
250	Citigroup Inc, 3.500%, due 5/15/2023	258	0.03	350	Devon Energy Corp, 3.250%, due 5/15/2022	348	0.05	75	General Electric Co, 4.625%, due 1/7/2021	85	0.01
330	Citigroup Inc, 3.300%, due 4/27/2025	341	0.05	450	Devon Energy Corp, 5.850%, due 12/15/2025	506	0.07	78	General Electric Co, 5.300%, due 2/11/2021	90	0.01
440	Citigroup Inc, 4.400%, due 6/10/2025	467	0.06	40	Devon Energy Corp, 5.600%, due 7/15/2041	40	0.01	20	General Electric Co, 3.150%, due 9/7/2022	21	—
1,220	Citigroup Inc, 5.500%, due 9/13/2025	1,383	0.19	880	Devon Energy Corp, 5.000%, due 6/15/2045	844	0.11	80	General Electric Co, 5.875%, due 1/14/2038	109	0.01
110	Citigroup Inc, 4.300%, due 11/20/2026	116	0.02	870	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 3.480%, due 6/1/2019	895	0.12	1,961	General Electric Co, 6.875%, due 1/10/2039	2,991	0.40
1,460	Citigroup Inc, 4.450%, due 9/29/2027	1,540	0.21	730	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 4.420%, due 6/15/2021	763	0.10	50	General Electric Co, 4.500%, due 3/11/2044	59	0.01
76	Citigroup Inc, 8.125%, due 7/15/2039	120	0.02	20	DISH DBS Corp, 5.125%, due 5/1/2020	21	—	230	General Motors Co, 6.250%, due 10/2/2043	276	0.04
270	Citigroup Inc, 5.300%, due 5/6/2044	313	0.04	70	DISH DBS Corp, 5.875%, due 7/15/2022	71	0.01	20	General Motors Financial Co Inc, 3.250%, due 5/15/2018	20	—
960	Citigroup Inc, 4.650%, due 7/30/2045	1,095	0.15	410	DISH DBS Corp, 5.875%, due 11/15/2024	404	0.05	360	General Motors Financial Co Inc, 4.375%, due 9/25/2021	384	0.05
100	Citigroup Inc, 5.950%, Perpetual *	104	0.01	990	Dollar Tree Inc, 5.750%, due 3/1/2023	1,065	0.14	40	General Motors Financial Co Inc, 3.450%, due 4/10/2022	41	0.01
40	Citigroup Inc, 5.900%, Perpetual *	42	0.01	130	Duke Energy Carolinas LLC, 5.300%, due 2/15/2040	168	0.02	10	General Motors Financial Co Inc, 4.250%, due 5/15/2023	10	—
740	Citigroup Inc, Series P, 5.950%, Perpetual *	765	0.10	470	Eagle Spinco Inc, 4.625%, due 2/15/2021	492	0.07	710	Gilead Sciences Inc, 3.700%, due 4/1/2024	769	0.10
130	Citigroup Inc, Series M, 6.300%, Perpetual *	135	0.02	80	Eaton Corp, 1.500%, due 11/2/2017	80	0.01	200	Gilead Sciences Inc, 3.500%, due 2/1/2025	215	0.03
90	Comcast Cable Communications Holdings Inc, 9.455%, due 11/15/2022	127	0.02	460	Eaton Corp, 2.750%, due 11/2/2022	475	0.06	340	Gilead Sciences Inc, 4.750%, due 3/1/2046	396	0.05
40	Comcast Corp, 3.375%, due 2/15/2025	43	0.01	420	Eaton Corp, 4.150%, due 11/2/2042	461	0.06	80	GLP Capital LP / GLP Financing II Inc, 5.375%, due 4/15/2026	87	0.01
250	Comcast Corp, 3.375%, due 8/15/2025	270	0.04	30	Ecolab Inc, 4.350%, due 12/8/2021	34	—	3	Goldman Sachs Capital II, 4.000%, Perpetual *	2	—
60	Comcast Corp, 4.250%, due 1/15/2033	67	0.01	36	El Paso Natural Gas Co LLC, 8.375%, due 6/15/2032	44	0.01	370	Goldman Sachs Group Inc/ The, Series GLOB, 2.375%, due 1/22/2018	375	0.05
60	Comcast Corp, 5.650%, due 6/15/2035	79	0.01	140	Enso Plc, 4.700%, due 3/15/2021	121	0.02	180	Goldman Sachs Group Inc/ The, 7.500%, due 2/15/2019	205	0.03
80	Comcast Corp, 6.500%, due 11/15/2035	113	0.02	290	Enterprise Products Operating LLC, 5.200%, due 9/1/2020	326	0.04	210	Goldman Sachs Group Inc/ The, 5.375%, due 3/15/2020	234	0.03
130	Comcast Corp, 6.450%, due 3/15/2037	183	0.02	430	Enterprise Products Operating LLC, Series B, 7.034%, due 1/15/2068 *	457	0.06	10	Goldman Sachs Group Inc/ The, Series D, 6.000%, due 6/15/2020	11	—
1,860	Comcast Corp, 6.950%, due 8/15/2037	2,742	0.37	210	EOG Resources Inc, 4.150%, due 1/15/2026	231	0.03	380	Goldman Sachs Group Inc/ The, 5.250%, due 7/27/2021	432	0.06
70	Comcast Corp, 6.550%, due 7/1/2039	101	0.01								
200	Comcast Corp, 6.400%, due 3/1/2040	286	0.04								
250	Compass Bank, 3.875%, due 4/10/2025	243	0.03								

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>				100	JPMorgan Chase & Co, 4.500%, due 1/24/2022	111	0.01	340	Mondelez International Inc, 4.000%, due 2/1/2024	375	0.05
<b>United States — (continued)</b>				1,670	JPMorgan Chase & Co, 3.875%, due 9/10/2024	1,764	0.24	210	Morgan Stanley, 1.129%, due 10/18/2016 *	210	0.03
320	Goldman Sachs Group Inc/The, 4.000%, due 3/3/2024	345	0.05	790	JPMorgan Chase & Co, 4.950%, due 6/1/2045	914	0.12	110	Morgan Stanley, 6.625%, due 4/1/2018	119	0.02
800	Goldman Sachs Group Inc/The, 3.850%, due 7/8/2024	851	0.11	40	Kerr-McGee Corp, 6.950%, due 7/1/2024	47	0.01	380	MPLX LP, 4.875%, due 12/1/2024	389	0.05
1,890	Goldman Sachs Group Inc/The, 4.250%, due 10/21/2025	2,013	0.27	260	Kerr-McGee Corp, 7.875%, due 9/15/2031	315	0.04	160	MPLX LP, 4.875%, due 6/1/2025	163	0.02
150	Goldman Sachs Group Inc/The, 6.750%, due 10/1/2037	191	0.03	380	Kinder Morgan Energy Partners LP, 3.500%, due 9/1/2023	377	0.05	410	Murray Energy Corp, 144A, 11.250%, due 4/15/2021	180	0.02
670	Goldman Sachs Group Inc/The, 6.250%, due 2/1/2041	887	0.12	110	Kinder Morgan Energy Partners LP, 4.250%, due 9/1/2024	113	0.02	10	National Semiconductor Corp, 6.600%, due 6/15/2017	10	–
720	Goldman Sachs Group Inc/The, 5.150%, due 5/22/2045	793	0.11	130	Kinder Morgan Inc/DE, 144A, 5.000%, due 2/15/2021	141	0.02	20	Navient Corp, 8.000%, due 3/25/2020	22	–
950	Goldman Sachs Group Inc/The, 4.750%, due 10/21/2045	1,087	0.15	270	Kinder Morgan Inc/DE, 5.300%, due 12/1/2034	272	0.04	100	NBCUniversal Enterprise Inc, 144A, 1.974%, due 4/15/2019	102	0.01
140	Goodyear Tire & Rubber Co/The, 5.125%, due 11/15/2023	146	0.02	30	KKR Group Finance Co II LLC, 144A, 5.500%, due 2/1/2043	32	–	220	NCL Corp Ltd, 144A, 4.625%, due 11/15/2020	222	0.03
220	Goodyear Tire & Rubber Co/The, 5.000%, due 5/31/2026	230	0.03	1,000	KLA-Tencor Corp, 4.650%, due 11/1/2024	1,100	0.15	640	Netflix Inc, 5.500%, due 2/15/2022	688	0.09
460	Halliburton Co, 3.800%, due 11/15/2025	475	0.06	152	Kraft Heinz Foods Co, 5.375%, due 2/10/2020	170	0.02	250	Newell Brands Inc, 3.150%, due 4/1/2021	261	0.04
60	Halliburton Co, 4.850%, due 11/15/2035	64	0.01	120	Kraft Heinz Foods Co, 3.500%, due 6/6/2022	128	0.02	310	Newell Brands Inc, 3.850%, due 4/1/2023	331	0.04
110	Halliburton Co, 5.000%, due 11/15/2045	121	0.02	326	Kraft Heinz Foods Co, 144A, 4.875%, due 2/15/2025	359	0.05	240	Newell Brands Inc, 4.200%, due 4/1/2026	262	0.04
200	Harris Corp, 5.054%, due 4/27/2045	234	0.03	130	Kraft Heinz Foods Co, 3.950%, due 7/15/2025	141	0.02	120	Noble Energy Inc, 8.250%, due 3/1/2019	137	0.02
140	HCA Inc, 6.500%, due 2/15/2020	155	0.02	160	Kraft Heinz Foods Co, 5.000%, due 7/15/2035	188	0.03	110	Noble Energy Inc, 4.150%, due 12/15/2021	117	0.02
40	HCA Inc, 7.500%, due 2/15/2022	46	0.01	240	Kraft Heinz Foods Co, 5.200%, due 7/15/2045	288	0.04	80	Noble Energy Inc, 5.250%, due 11/15/2043	81	0.01
10	HCA Inc, 5.875%, due 3/15/2022	11	–	130	L Brands Inc, 5.625%, due 10/15/2023	145	0.02	90	Oasis Petroleum Inc, 6.500%, due 11/1/2021	83	0.01
80	HCA Inc, 5.875%, due 5/1/2023	85	0.01	160	Lehman Brothers Escrow, Series DMTN, zero coupon, Perpetual $\infty$	–	–	80	Occidental Petroleum Corp, 3.125%, due 2/15/2022	84	0.01
50	HCA Inc, 5.375%, due 2/1/2025	51	0.01	170	Lehman Brothers Escrow, zero coupon, Perpetual $\infty$	–	–	410	Occidental Petroleum Corp, 3.400%, due 4/15/2026	434	0.06
230	HCA Inc, 5.250%, due 4/15/2025	246	0.03	1,110	Lehman Brothers Holding Inc, zero coupon, due 12/28/2017 $\infty$	–	–	240	Occidental Petroleum Corp, 4.625%, due 6/15/2045	275	0.04
50	HCA Inc, 7.690%, due 6/15/2025	57	0.01	960	Lehman Brothers Holdings Capital Trust Escrow, zero coupon, Perpetual $\infty$	–	–	160	Oracle Corp, 1.200%, due 10/15/2017	160	0.02
140	HCA Inc, 5.250%, due 6/15/2026	150	0.02	229	Lehman Escrow Receipt, zero coupon, Perpetual $\infty$	30	–	1,290	Pacific Gas & Electric Co, 6.050%, due 3/1/2034	1,738	0.23
120	Hess Corp, 8.125%, due 2/15/2019	136	0.02	79	Lehman Swap Receipt, zero coupon, Perpetual $\infty$	6	–	220	PepsiCo Inc, 3.125%, due 11/1/2020	235	0.03
250	Hilton Worldwide Finance LLC / Hilton Worldwide Finance Corp, 5.625%, due 10/15/2021	259	0.03	90	Lockheed Martin Corp, 3.100%, due 1/15/2023	95	0.01	310	Philip Morris International Inc, 2.900%, due 11/15/2021	326	0.04
300	HSBC Finance Corp, 6.676%, due 1/15/2021	346	0.05	460	Lockheed Martin Corp, 3.550%, due 1/15/2026	500	0.07	160	Philip Morris International Inc, 2.500%, due 8/22/2022	165	0.02
70	Humana Inc, 4.625%, due 12/1/2042	75	0.01	40	Lockheed Martin Corp, 4.500%, due 5/15/2036	46	0.01	90	Philip Morris International Inc, 4.500%, due 3/20/2042	104	0.01
50	Hyundai Capital America, 144A, 2.125%, due 10/2/2017	50	0.01	200	LyondellBasell Industries NV, 6.000%, due 11/15/2021	233	0.03	190	Pride International Inc, 8.500%, due 6/15/2019	201	0.03
50	ILFC E-Capital Trust II, 144A, 4.230%, due 12/21/2065 *	41	0.01	610	M&T Bank Corp, 6.875%, Perpetual	614	0.08	60	Pride International Inc, 6.875%, due 8/15/2020	59	0.01
80	Intel Corp, 3.700%, due 7/29/2025	89	0.01	400	McDonald's Corp, 3.700%, due 1/30/2026	432	0.06	270	Progress Energy Inc, 4.400%, due 1/15/2021	296	0.04
120	Intel Corp, 4.900%, due 7/29/2045	146	0.02	70	Medtronic Inc, 3.125%, due 3/15/2022	74	0.01	70	QEP Resources Inc, 6.875%, due 3/1/2021	73	0.01
490	International Lease Finance Corp, 144A, 6.750%, due 9/1/2016	490	0.07	930	Medtronic Inc, 3.500%, due 3/15/2025	1,009	0.14	140	Quicken Loans Inc, 144A, 5.750%, due 5/1/2025	140	0.02
200	International Lease Finance Corp, 6.250%, due 5/15/2019	218	0.03	200	Merck & Co Inc, 2.750%, due 2/10/2025	209	0.03	10	QVC Inc, 5.950%, due 3/15/2043	10	–
90	John Deere Capital Corp, 2.250%, due 4/17/2019	92	0.01	300	MetLife Inc, 6.400%, due 12/15/2036	337	0.05	270	Range Resources Corp, 5.000%, due 3/15/2023	267	0.04
50	John Deere Capital Corp, 1.700%, due 1/15/2020	51	0.01	30	Micron Technology Inc, 144A, 5.625%, due 1/15/2026	29	–	170	Range Resources Corp, 4.875%, due 5/15/2025	164	0.02
320	JPMorgan Chase & Co, 4.350%, due 8/15/2021	353	0.05	1,290	Microsoft Corp, 2.400%, due 8/8/2026	1,297	0.17	20	Raytheon Co, 3.125%, due 10/15/2020	21	–
				20	Microsoft Corp, 3.450%, due 8/8/2036	21	–	110	Regency Energy Partners LP / Regency Energy Finance Corp, 6.500%, due 7/15/2021	114	0.02
				30	Molson Coors Brewing Co, 3.500%, due 5/1/2022	32	–	90	Regency Energy Partners LP / Regency Energy Finance Corp, 5.875%, due 3/1/2022	99	0.01

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# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>								
40 Republic Services Inc, 5.000%, due 3/1/2020	44	0.01	30 Time Warner Inc, 6.100%, due 7/15/2040	39	0.01	250 Wells Fargo Bank NA, 6.000%, due 11/15/2017	264	0.04
10 Reynolds American Inc, 8.125%, due 6/23/2019	12	—	30 Time Warner Inc, 6.250%, due 3/29/2041	39	0.01	100 Wells Fargo Capital X, 5.950%, due 12/15/2036	111	0.01
87 Reynolds American Inc, 3.250%, due 6/12/2020	91	0.01	180 Toyota Motor Credit Corp, 1.250%, due 10/5/2017	180	0.02	130 West Corp, 144A, 4.750%, due 7/15/2021	133	0.02
1,420 Reynolds American Inc, 5.850%, due 8/15/2045	1,847	0.25	550 Transcontinental Gas Pipe Line Co LLC, 144A, 7.850%, due 2/1/2026	711	0.10	310 West Corp, 144A, 5.375%, due 7/15/2022	302	0.04
320 Schlumberger Holdings Corp, 144A, 3.000%, due 12/21/2020	333	0.04	40 Tyson Foods Inc, 5.150%, due 8/15/2044	49	0.01	20 WestRock RKT Co, 3.500%, due 3/1/2020	21	—
220 Schlumberger Holdings Corp, 144A, 4.000%, due 12/21/2025	240	0.03	280 United Rentals North America Inc, 5.750%, due 11/15/2024	293	0.04	40 WestRock RKT Co, 4.000%, due 3/1/2023	42	0.01
20 Schlumberger Norge AS, 144A, 4.200%, due 1/15/2021	22	—	180 United Rentals North America Inc, 5.875%, due 9/15/2026	187	0.03	20 Whiting Petroleum Corp, 5.750%, due 3/15/2021	18	—
20 SESI LLC, 7.125%, due 12/15/2021	20	—	180 United Technologies Corp, 4.500%, due 6/1/2042	213	0.03	340 Whiting Petroleum Corp, 6.250%, due 4/1/2023	298	0.04
50 SM Energy Co, 5.000%, due 1/15/2024	46	0.01	30 UnitedHealth Group Inc, 3.875%, due 10/15/2020	33	—	297 Williams Cos Inc/The, 7.875%, due 9/1/2021	346	0.05
80 Southern Natural Gas Co LLC, 8.000%, due 3/1/2032	102	0.01	130 UnitedHealth Group Inc, 4.700%, due 2/15/2021	146	0.02	200 Williams Cos Inc/The, Series A, 7.500%, due 1/15/2031	229	0.03
150 Southwestern Electric Power Co, 6.200%, due 3/15/2040	192	0.03	130 UnitedHealth Group Inc, 3.750%, due 7/15/2025	144	0.02	88 Williams Cos Inc/The, 8.750%, due 3/15/2032	109	0.01
70 Spectrum Brands Inc, 5.750%, due 7/15/2025	76	0.01	460 Valeant Pharmaceuticals International Inc, 144A, 5.375%, due 3/15/2020	434	0.06	90 Williams Cos Inc/The, 5.750%, due 6/24/2044	92	0.01
200 Sprint Capital Corp, 8.750%, due 3/15/2032	199	0.03	330 Valeant Pharmaceuticals International Inc, 144A, 7.500%, due 7/15/2021	324	0.04	280 Williams Partners LP / ACPM Finance Corp, 6.125%, due 7/15/2022	291	0.04
250 Sprint Communications Inc, 144A, 7.000%, due 3/1/2020	268	0.04	40 Verizon Communications Inc, 5.150%, due 9/15/2023	47	0.01	30 Williams Partners LP / ACPM Finance Corp, 4.875%, due 5/15/2023	30	—
5 Sprint Communications Inc, 11.500%, due 11/15/2021	6	—	401 Verizon Communications Inc, 6.400%, due 9/15/2033	524	0.07	30 Wm Wrigley Jr Co, 144A, 2.400%, due 10/21/2018	31	—
20 Sprint Corp, 7.875%, due 9/15/2023	19	—	300 Verizon Communications Inc, 6.000%, due 4/1/2041	381	0.05	130 Wm Wrigley Jr Co, 144A, 2.900%, due 10/21/2019	135	0.02
780 Sprint Corp, 7.625%, due 2/15/2025	741	0.10	1,706 Verizon Communications Inc, 6.550%, due 9/15/2043	2,317	0.31	40 Wm Wrigley Jr Co, 144A, 3.375%, due 10/21/2020	42	0.01
350 State Street Corp, 4.956%, due 3/15/2018	366	0.05	50 Verizon Communications Inc, 4.862%, due 8/21/2046	55	0.01	50 WPX Energy Inc, 5.250%, due 9/15/2024	46	0.01
30 Steel Dynamics Inc, 6.375%, due 8/15/2022	32	—	60 Viacom Inc, 4.250%, due 9/1/2023	64	0.01	110 Wyeth LLC, 5.950%, due 4/1/2037	147	0.02
130 Taylor Morrison Communities Inc / Monarch Communities Inc, 144A, 5.250%, due 4/15/2021	134	0.02	830 Visa Inc, 3.150%, due 12/14/2025	885	0.12		125,433	16.92
200 Teachers Insurance & Annuity Association of America, 144A, 6.850%, due 12/16/2039	276	0.04	550 Visa Inc, 4.300%, due 12/14/2045	651	0.09	<b>Total Corporate Bonds and Notes (Cost \$167,425)</b>		
180 Teachers Insurance & Annuity Association of America, 6.850%, due 12/16/2039	249	0.03	39 Voya Financial Inc, 2.900%, due 2/15/2018	40	0.01	<b>Government Bonds and Notes — 41.63% (February 29, 2016: 36.31%)</b>		
410 Teachers Insurance & Annuity Association of America, 144A, 4.900%, due 9/15/2044	468	0.06	480 Wachovia Capital Trust III, 5.570%, Perpetual *	483	0.07	<b>Argentina — 0.18% (February 29, 2016: 0.00%)</b>		
190 Tenet Healthcare Corp, 8.125%, due 4/1/2022	192	0.03	480 Walgreens Boots Alliance Inc, 3.450%, due 6/1/2026	500	0.07	390 Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	423	0.06
30 Tenet Healthcare Corp, 6.750%, due 6/15/2023	29	—	250 Wal-Mart Stores Inc, 5.625%, due 4/15/2041	341	0.05	510 Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	569	0.08
80 Thermo Fisher Scientific Inc, 3.600%, due 8/15/2021	85	0.01	300 Wal-Mart Stores Inc, 4.750%, due 10/2/2043	377	0.05	150 Argentine Republic Government International Bond, 144A, 7.125%, due 7/6/2036	159	0.02
310 Time Warner Cable Inc, 8.250%, due 4/1/2019	358	0.05	140 Waste Management Inc, 3.500%, due 5/15/2024	151	0.02	170 Argentine Republic Government International Bond, 144A, 7.625%, due 4/22/2046	192	0.02
320 Time Warner Cable Inc, 4.125%, due 2/15/2021	341	0.05	110 Waste Management Inc, 7.375%, due 5/15/2029	157	0.02		1,343	0.18
50 Time Warner Cable Inc, 6.550%, due 5/1/2037	60	0.01	160 Wells Fargo & Co, 1.500%, due 1/16/2018	161	0.02	<b>Brazil — 1.24% (February 29, 2016: 0.52%)</b>		
100 Time Warner Cable Inc, 7.300%, due 7/1/2038	130	0.02	140 Wells Fargo & Co, Series M, 3.450%, due 2/13/2023	147	0.02	BRL 4,692 Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2017	1,437	0.19
1,600 Time Warner Cable Inc, 5.875%, due 11/15/2040	1,785	0.24	410 Wells Fargo & Co, 4.480%, due 1/16/2024	454	0.06	BRL 16,700 Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2021	4,839	0.65
40 Time Warner Cable Inc, 5.500%, due 9/1/2041	43	0.01	440 Wells Fargo & Co, 4.100%, due 6/3/2026	478	0.06	BRL 2,235 Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2023	635	0.09
85 Time Warner Entertainment Co LP, 8.375%, due 7/15/2033	116	0.02	3,440 Wells Fargo & Co, 4.300%, due 7/22/2027	3,801	0.51	350 Brazilian Government International Bond, 2.625%, due 1/5/2023	326	0.05
120 Time Warner Inc, 4.750%, due 3/29/2021	135	0.02	100 Wells Fargo & Co, 5.375%, due 11/2/2043	120	0.02	760 Brazilian Government International Bond, 5.625%, due 1/7/2041	767	0.10
480 Time Warner Inc, 7.700%, due 5/1/2032	686	0.09	930 Wells Fargo & Co, 4.650%, due 11/4/2044	1,021	0.14			
			580 Wells Fargo & Co, 4.900%, due 11/17/2045	662	0.09			
			130 Wells Fargo & Co, Series U, 5.875%, Perpetual *	144	0.02			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Government Bonds and Notes — (continued)</b>				RUB 110,810	Russian Federal Bond – OFZ, Series 6207, 8.150%, due 2/3/2027	1,707	0.23	130	United States Treasury Note/Bond, 1.125%, due 6/30/2021	130	0.02
<b>Brazil — (continued)</b>				RUB 164,150	Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	2,329	0.31	8,120	United States Treasury Note/Bond, 1.750%, due 3/31/2022	8,314	1.12
1,260	Brazilian Government International Bond, 5.000%, due 1/27/2045	1,172	0.16	1,000	Russian Foreign Bond – Eurobond, 144A, 4.875%, due 9/16/2023	1,094	0.15	14,500	United States Treasury Note/Bond, 2.000%, due 11/30/2022	15,040	2.03
		9,176	1.24	90	Russian Foreign Bond – Eurobond, 144A, 7.500%, due 3/31/2030	110	0.02	15,800	United States Treasury Note/Bond, 1.500%, due 2/28/2023	15,895	2.14
<b>Colombia — 0.11% (February 29, 2016: 0.13%)</b>				431	Russian Foreign Bond – Eurobond, 7.500%, due 3/31/2030	524	0.07	4,900	United States Treasury Note/Bond, 1.625%, due 4/30/2023	4,964	0.67
710	Colombia Government International Bond, 5.625%, due 2/26/2044	819	0.11			6,780	0.91	14,060	United States Treasury Note/Bond, 1.375%, due 6/30/2023	14,012	1.89
<b>Indonesia — 0.22% (February 29, 2016: 0.24%)</b>				<b>United States — 35.02% (February 29, 2016: 32.50%)</b>				9,760	United States Treasury Note/Bond, 1.250%, due 7/31/2023	9,644	1.30
650	Indonesia Government International Bond, 3.750%, due 4/25/2022	685	0.09	1,150	Farmer Mac Guaranteed Notes Trust 2007-1, 144A, 5.125%, due 4/19/2017	1,183	0.16	11,060	United States Treasury Note/Bond, 1.375%, due 8/31/2023	11,013	1.49
510	Indonesia Government International Bond, 144A, 5.875%, due 1/15/2024	603	0.08	10	Federal Home Loan Banks, Series 1, 0.875%, due 5/24/2017	10	–	1,130	United States Treasury Note/Bond, 2.375%, due 8/15/2024	1,204	0.16
280	Indonesia Government International Bond, 5.125%, due 1/15/2045	320	0.05	1,890	Federal National Mortgage Association, zero coupon, due 10/9/2019	1,811	0.25	3,040	United States Treasury Note/Bond, 2.250%, due 11/15/2024	3,212	0.43
		1,608	0.22	1,440	Federal National Mortgage Association, 6.625%, due 11/15/2030	2,210	0.30	600	United States Treasury Note/Bond, 1.625%, due 5/15/2026	602	0.08
<b>Mexico — 2.35% (February 29, 2016: 1.91%)</b>				240	Financing Corp, Series B-P, zero coupon, due 4/6/2018	237	0.03	150	United States Treasury Note/Bond, 1.500%, due 8/15/2026	149	0.02
MXN 2,161	Mexican Bonos, Series M, 8.000%, due 6/11/2020	125	0.02	290	Financing Corp, Series 1P, zero coupon, due 5/11/2018	286	0.04	7,220	United States Treasury Note/Bond, 2.750%, due 11/15/2042	8,020	1.08
MXN 50,633	Mexican Bonos, Series M, 6.500%, due 6/9/2022	2,803	0.38	270	Financing Corp, Series E-P, zero coupon, due 11/2/2018	265	0.04	16,310	United States Treasury Note/Bond, 2.875%, due 5/15/2043	18,532	2.50
MXN 6,990	Mexican Bonos, Series M 20, 10.000%, due 12/5/2024	475	0.06	400	Residual Funding Corp Principal Strip, zero coupon, due 10/15/2020	379	0.05	27,330	United States Treasury Note/Bond, 3.000%, due 5/15/2045	31,818	4.29
MXN 165,827	Mexican Bonos, Series M, 7.750%, due 11/13/2042	10,391	1.40	210	Tennessee Valley Authority, 5.250%, due 9/15/2039	296	0.04	14,990	United States Treasury Note/Bond, 3.000%, due 11/15/2045	17,469	2.36
450	Mexico Government International Bond, 3.600%, due 1/30/2025	477	0.07	4,490	United States Treasury Inflation Indexed Bonds, 0.125%, due 4/15/2017 β	4,758	0.64	11,080	United States Treasury Note/Bond, 2.500%, due 2/15/2046	11,707	1.58
10	Mexico Government International Bond, 6.050%, due 1/11/2040	13	–	880	United States Treasury Inflation Indexed Bonds, 0.375%, due 7/15/2025 β	915	0.12	12,275	United States Treasury Note/Bond, 2.500%, due 5/15/2046	12,992	1.75
1,154	Mexico Government International Bond, 4.750%, due 3/8/2044	1,271	0.17	6,450	United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2026 β	6,825	0.92			259,616	35.02
1,030	Mexico Government International Bond, 5.550%, due 1/21/2045	1,269	0.17	1,280	United States Treasury Inflation Indexed Bonds, 0.125%, due 7/15/2026 β	1,290	0.17	<b>Total Government Bonds and Notes (Cost \$301,666)</b>			
520	Mexico Government International Bond, 4.600%, due 1/23/2046	562	0.08	170	United States Treasury Inflation Indexed Bonds, 2.125%, due 2/15/2040 β	254	0.03			308,632	41.63
		17,386	2.35	650	United States Treasury Inflation Indexed Bonds, 1.375%, due 2/15/2044 β	802	0.11	<b>Repurchase Agreements — 10.27% (February 29, 2016: 5.03%)</b>			
<b>Peru — 0.11% (February 29, 2016: 0.08%)</b>				4,520	United States Treasury Inflation Indexed Bonds, 0.750%, due 2/15/2045 β	4,809	0.65	26,100	Merrill Lynch, Repurchase Agreement to be repurchased at US\$26,100,218 (collateralised by US Treasury Note, 1.500%, due 3/31/2023, market value US\$26,622,000), 0.300%, due 9/1/2016	26,100	3.52
50	Peruvian Government International Bond, 6.550%, due 3/14/2037	71	0.01	5,390	United States Treasury Inflation Indexed Bonds, 1.000%, due 2/15/2046 β	6,112	0.83	50,000	RBS Securities Inc, Repurchase Agreement to be repurchased at US\$50,000,389 (collateralised by US Treasury Note, 2.250%, due 11/15/2024, market value US\$51,000,000), 0.280%, due 9/1/2016	50,000	6.75
580	Peruvian Government International Bond, 5.625%, due 11/18/2050	764	0.10	290	United States Treasury Note/Bond, 0.625%, due 11/30/2017	290	0.04	<b>Total Repurchase Agreements (Cost \$76,100)</b>			
		835	0.11	4,550	United States Treasury Note/Bond, 1.375%, due 3/31/2020	4,604	0.62			76,100	10.27
<b>Poland — 1.45% (February 29, 2016: 0.73%)</b>				20,240	United States Treasury Note/Bond, 1.625%, due 6/30/2020	20,651	2.79				
PLN 460	Poland Government Bond, Series 0421, 2.000%, due 4/25/2021	117	0.02	2,960	United States Treasury Note/Bond, 2.625%, due 11/15/2020	3,139	0.42				
PLN 11,870	Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	3,174	0.43	13,270	United States Treasury Note/Bond, 1.375%, due 1/31/2021	13,390	1.81				
PLN 23,460	Poland Government Bond, Series 0726, 2.500%, due 7/25/2026	5,871	0.79	380	United States Treasury Note/Bond, 1.375%, due 4/30/2021	383	0.05				
1,420	Poland Government International Bond, 4.000%, due 1/22/2024	1,576	0.21								
		10,738	1.45								
<b>Portugal — 0.04% (February 29, 2016: 0.07%)</b>											
330	Portugal Government International Bond, 144A, 5.125%, due 10/15/2024	331	0.04								
<b>Russia — 0.91% (February 29, 2016: 0.09%)</b>											
RUB 53,800	Russian Federal Bond – OFZ, Series 6215, 7.000%, due 8/16/2023	773	0.10								
RUB 16,270	Russian Federal Bond – OFZ, Series 6219, 7.750%, due 9/16/2026	243	0.03								

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Contracts (000's)	Value (000's) \$	% of Net Asset Value		
<b>Collective Investment Schemes — 0.50% (February 29, 2016: 0.68%)</b>			<b>Written Options — (0.03%) (February 29, 2016: (0.01%))</b>			*	Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.
34 Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset India Bond Fund – LM Class US\$ Accumulating	3,689	0.50	– U.S. 10 Year December 2016 Call 134.00, due 11/25/2016	(18)	–		† Illiquid.
<b>Total Collective Investment Schemes (Cost \$3,400)</b>	<b>3,689</b>	<b>0.50</b>	– U.S. 10 Year November 2016 Call 132.50, due 10/21/2016	(49)	(0.01)	∞	Security is valued in good faith at fair value by or at the discretion of the Investment Manager.
<b>Preferred Stock — 0.01% (February 29, 2016: 0.01%)</b>			– U.S. 10 Year October 2016 Put 128.50, due 9/23/2016	(7)	–	ε	Security is in default as at August 31, 2016.
<b>United States — 0.01% (February 29, 2016: 0.01%)</b>			– U.S. 5 Year November 2016 Call 122.25, due 10/21/2016	(13)	–	±	Securities purchased on a to-be-announced basis (Note 1).
1 Citigroup Capital XIII	17	–	– U.S. Bond October 2016 Call 174.00, due 9/23/2016	(32)	–	β	The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.
2 GMAC Capital Trust I, Series 2	41	0.01	– U.S. Bond October 2016 Call 176.00, due 11/25/2016	(33)	(0.01)		
	58	0.01	– U.S. Bond October 2016 Call 178.00, due 11/25/2016	(40)	(0.01)		
<b>Total Preferred Stock (Cost \$58)</b>	<b>58</b>	<b>0.01</b>		(192)	(0.03)		
<b>Total Investments Excluding Options (Cost \$777,426)</b>	<b>794,497</b>	<b>107.17</b>	<b>Total Options (Cost \$(47))</b>	<b>5</b>	<b>–</b>		
			<b>Total Investments (Cost \$777,379)</b>	<b>794,502</b>	<b>107.17</b>		
<b>Contracts (000's)</b>	<b>Value (000's) \$</b>	<b>% of Net Asset Value</b>	<b>Liabilities in Excess of Other Assets (February 29, 2016: (3.02%))</b>	<b>(53,171)</b>	<b>(7.17)</b>		
<b>Purchased Options — 0.03% (February 29, 2016: 0.02%)</b>			<b>Total Net Assets</b>	<b>\$741,331</b>	<b>100.00</b>		
– U.S. 10 Year October 2016 Call 131.25, due 9/23/2016	49	0.01	– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.				
– U.S. 10 Year October 2016 Put 130.50, due 9/23/2016	22	–	144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$65,051,000 or 8.81% of net assets.				
– U.S. 10 Year W1 September 2016 Call 131.50, due 9/2/2016	6	–					
– U.S. 5 Year W1 September 2016 Call 121.25, due 9/2/2016	20	–					
9,618 USD Put/MXN Call 18.4975, due 10/28/2016	100	0.02					
	197	0.03					

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Barclays Capital	Federative Republic of Brazil, 1.000%	Sell	12/20/20	160	\$ (9)
Barclays Capital	Federative Republic of Brazil, 1.000%	Sell	12/20/20	407	(22)
Barclays Capital	Markit CDX.NA.HY.24, 5.000%	Sell	6/20/20	274	18
Barclays Capital	Markit CDX.NA.HY.26, 5.000%	Sell	6/20/21	3,960	176
Barclays Capital	Markit CDX.NA.IG.25, 1.000%	Sell	12/20/20	5,080	49
Barclays Capital	Metlife Inc, 1.000%	Sell	6/20/21	220	(2)
Deutsche Bank	Berkshire Hathaway Inc, 1.000%	Sell	3/20/24	390	(3)
Deutsche Bank	Metlife Inc, 1.000%	Sell	9/20/21	280	(3)
					\$ 204
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$5)					243
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(238))					(39)
Net Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$(233))					\$ 204

## Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Barclays Capital	Pay Floating USD 3M Libor BBA, Receive Fixed 1.185%	6/13/21	9,720	\$ (9)
Barclays Capital	Pay Fixed 1.897%, Receive Floating USD 3M Libor BBA	8/31/22	15,200	(559)
Barclays Capital	Pay Fixed 1.90%, Receive Floating USD 3M Libor BBA	11/30/22	23,188	(869)
Barclays Capital	Pay Fixed 1.2665%, Receive Floating USD 3M Libor BBA	5/15/23	27,392	81
Barclays Capital	Pay Fixed 1.58%, Receive Floating USD 3M Libor BBA	6/13/26	9,700	(117)
				\$ (1,473)
Unrealised Appreciation of Interest Rate Swaps (February 29, 2016 (000's): \$—)				81
Unrealised Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(1,993))				(1,554)
Net Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(1,993))				\$ (1,473)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD –	Sell	AUD –	\$ –
09/14/16	BNY Mellon	Buy	GBP 154	Sell	USD 202	1
09/14/16	BNY Mellon	Buy	EUR 1	Sell	USD 1	–
09/14/16	BNY Mellon	Buy	AUD 24	Sell	USD 18	–
10/14/16	Bank Of America	Buy	USD 1,129	Sell	EUR 1,020	(10)
10/14/16	Bank Of America	Buy	USD 7,739	Sell	JPY 774,730	236
10/14/16	Bank Of America	Buy	IDR 23,735,660	Sell	USD 1,802	(27)
10/14/16	Barclays Bank	Buy	USD 7,955	Sell	CNH 53,572	(36)
10/14/16	Barclays Bank	Buy	USD 4,572	Sell	CNH 30,528	18
10/14/16	Barclays Bank	Buy	USD 2,885	Sell	EUR 2,550	35
10/14/16	Barclays Bank	Buy	USD 2,723	Sell	MXN 50,015	75
10/14/16	Barclays Bank	Buy	USD 2,512	Sell	PLN 10,058	(59)
10/14/16	Barclays Bank	Buy	USD 4,722	Sell	SGD 6,370	47
10/14/16	Barclays Bank	Buy	MXN 70,894	Sell	USD 3,727	26
10/14/16	Barclays Bank	Buy	SGD 4,460	Sell	USD 3,285	(12)
10/14/16	Barclays Bank	Buy	EUR 4,174	Sell	USD 4,626	38
10/14/16	Citibank	Buy	USD 167	Sell	EUR 150	(2)
10/14/16	Citibank	Buy	USD 5,166	Sell	JPY 518,044	149
10/14/16	Citibank	Buy	EUR 4,990	Sell	USD 5,655	(78)
10/14/16	Citibank	Buy	CAD 4	Sell	USD 3	–
10/14/16	Citibank	Buy	GBP 774	Sell	USD 1,004	13
10/14/16	Citibank	Buy	INR 77,530	Sell	USD 1,150	–
10/14/16	Citibank	Buy	SGD 1,910	Sell	USD 1,406	(4)
10/14/16	Citibank	Buy	INR 355,050	Sell	USD 5,186	80
10/14/16	Citibank	Buy	BRL 3,043	Sell	USD 895	35
10/31/16	JP Morgan Chase Bank	Buy	USD 3,497	Sell	MXN 66,492	(18)
11/10/16	Bank Of America	Buy	USD 3,887	Sell	EUR 3,460	16
11/10/16	Bank Of America	Buy	USD 1,604	Sell	GBP 1,200	26
11/10/16	Citibank	Buy	USD 8,388	Sell	EUR 7,463	38
11/10/16	Morgan Stanley	Buy	USD 2,354	Sell	EUR 2,093	13
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$481)						846
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(550))						(246)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(69))</b>						<b>\$ 600</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
90 Day Euro\$ December 2017	81	\$ 20,023	\$ 7
Euro FX Currency September 2016	(4)	(558)	13
Euro-Bobl September 2016	43	6,407	58
Euro-Bund December 2016	(40)	(7,347)	20
Euro-Bund September 2016	(75)	(14,003)	(311)
Japan 10 Year Bond (OSE) September 2016	(6)	(8,780)	32
U.S. 10 Year Note (CBT) December 2016	(751)	(98,322)	157
U.S. 10 Year Ultra Note December 2016	(100)	(14,437)	(7)
U.S. 2 Year Note (CBT) December 2016	160	34,930	11
U.S. 5 Year Note (CBT) December 2016	2,010	243,713	(136)
U.S. Long Bond (CBT) December 2016	(319)	(54,350)	(170)
U.S. Ultra Bond (CBT) December 2016	(65)	(12,186)	4
<b>Total Market Value of Futures Contracts</b>			<b>\$ (322)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$194)			302
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(566))			(624)
<b>Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(372))</b>			<b>\$ (322)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Euro Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) €	% of Net Asset Value	Face Value (000's)	Value (000's) €	% of Net Asset Value	Face Value (000's)	Value (000's) €	% of Net Asset Value
<b>Corporate Bonds and Notes — 40.37% (February 29, 2016: 31.94%)</b>			<b>Luxembourg — 0.42% (February 29, 2016: 0.41%)</b>					
<b>Australia — 0.94% (February 29, 2016: 0.87%)</b>			<b>Mexico — 0.51% (February 29, 2016: 0.48%)</b>					
400 BHP Billiton Finance Ltd, Series 17, 1.500%, due 4/29/2030	417	0.44	410 Alpha Trains Finance SA, 2.064%, due 6/30/2025	402	0.42	350 BP Capital Markets Plc, 1.573%, due 2/16/2027	374	0.39
470 Commonwealth Bank of Australia, 2.000%, due 4/22/2027 *	468	0.50	<b>Netherlands — 2.29% (February 29, 2016: 2.37%)</b>			210 British Telecommunications Plc, 1.750%, due 3/10/2026	229	0.24
	885	0.94	200 ABN AMRO Bank NV, 2.875%, due 6/30/2025 *	210	0.22	400 HSBC Holdings Plc, 3.375%, due 1/10/2024 *	419	0.44
<b>Belgium — 1.61% (February 29, 2016: 1.18%)</b>			590 Cooperatieve Rabobank UA, 3.875%, due 7/25/2023	685	0.72	320 Imperial Brands Finance Plc, 3.375%, due 2/26/2026	387	0.41
USD 560 Anheuser-Busch InBev Finance Inc, 4.900%, due 2/1/2046	609	0.64	200 Cooperatieve Rabobank UA, 6.625%, Perpetual *	213	0.23	360 Leeds Building Society, 0.125%, due 4/21/2020	363	0.38
420 Anheuser-Busch InBev SA/NV, 1.500%, due 4/18/2030	439	0.46	120 Delta Lloyd NV, 4.375%, Perpetual *	96	0.10	270 Leeds Building Society, 1.375%, due 5/5/2022	271	0.29
290 Anheuser-Busch InBev SA/NV, 2.750%, due 3/17/2036	346	0.37	300 ING Bank NV, 3.000%, due 4/11/2028 *	318	0.34	200 Lloyds Bank Plc, 5.375%, due 9/3/2019	232	0.25
100 Elia System Operator SA/NV, 3.250%, due 4/4/2028	128	0.14	200 Koninklijke KPN NV, 5.625%, due 9/30/2024	277	0.29	830 Nationwide Building Society, 0.500%, due 10/29/2019	838	0.89
	1,522	1.61	290 TenneT Holding BV, 4.625%, due 2/21/2023	372	0.39	230 Nationwide Building Society, 1.250%, due 3/3/2025	238	0.25
<b>Brazil — 0.41% (February 29, 2016: 0.31%)</b>				2,171	2.29	120 Pearson Funding Five Plc, 1.375%, due 5/6/2025	124	0.13
386 Petrobras Global Finance BV, 5.875%, due 3/7/2022	390	0.41	<b>New Zealand — 1.50% (February 29, 2016: 0.00%)</b>			290 Rolls-Royce Plc, 2.125%, due 6/18/2021	314	0.33
<b>Canada — 0.65% (February 29, 2016: 0.00%)</b>			1,400 ASB Finance Ltd, 0.500%, due 6/17/2020	1,418	1.50	630 Royal Bank of Scotland Group Plc, 2.500%, due 3/22/2023	645	0.68
600 Toronto-Dominion Bank/The, 0.375%, due 4/27/2023	615	0.65	<b>Norway — 0.83% (February 29, 2016: 0.37%)</b>			640 Royal Bank of Scotland Group Plc, 3.625%, due 3/25/2024 *	639	0.68
<b>Denmark — 0.67% (February 29, 2016: 0.26%)</b>			400 SpareBank 1 SMN, 0.750%, due 6/8/2021	410	0.44	460 Royal Bank of Scotland Plc/The, 5.375%, due 9/30/2019	530	0.56
390 Danske Bank A/S, 0.500%, due 5/6/2021	398	0.42	350 Statoil ASA, 1.250%, due 2/17/2027	372	0.39	560 Sky Plc, 2.250%, due 11/17/2025	614	0.65
220 Danske Bank A/S, 3.875%, due 10/4/2023 *	235	0.25		782	0.83	230 Standard Chartered Plc, 3.625%, due 11/23/2022	247	0.26
	633	0.67	<b>Spain — 1.43% (February 29, 2016: 1.83%)</b>			580 Standard Chartered Plc, 3.125%, due 11/19/2024	609	0.64
<b>Finland — 0.40% (February 29, 2016: 0.41%)</b>			300 Banco Santander SA, 6.250%, Perpetual *	272	0.29	463 Tesco Plc, 3.375%, due 11/2/2018	491	0.52
350 Elenia Finance Oyj, 2.875%, due 12/17/2020	380	0.40	200 BBVA Subordinated Capital SAU, 3.500%, due 4/11/2024 *	209	0.22	390 Vodafone Group Plc, 2.200%, due 8/25/2026	435	0.46
<b>France — 2.54% (February 29, 2016: 2.65%)</b>			200 Gas Natural Fenosa Finance BV, 1.375%, due 1/21/2025	214	0.23	100 Wellcome Trust Ltd/The, 1.125%, due 1/21/2027	106	0.11
340 AXA SA, 3.875%, Perpetual *	355	0.37	300 Santander Issuances SAU, 2.500%, due 3/18/2025	299	0.31	710 WPP Finance Deutschland GmbH, 1.625%, due 3/23/2030	740	0.78
900 Banque Federative du Credit Mutuel SA, 0.171%, due 6/3/2020 *	907	0.96	300 Telefonica Emisiones SAU, 2.932%, due 10/17/2029	358	0.38	260 Yorkshire Building Society, 2.125%, due 3/18/2019	270	0.29
200 Casino Guichard Perrachon SA, 3.248%, due 3/7/2024	215	0.23		1,352	1.43	500 Yorkshire Building Society, 1.250%, due 3/17/2022	501	0.53
220 Credit Agricole SA, 2.625%, due 3/17/2027	233	0.25	<b>Sweden — 2.83% (February 29, 2016: 0.30%)</b>				10,679	11.28
370 RCI Banque SA, 0.375%, due 7/10/2019	373	0.39	1,400 Skandinaviska Enskilda Banken AB, 0.302%, due 5/26/2020 *	1,418	1.50	<b>United States — 7.98% (February 29, 2016: 5.78%)</b>		
300 Suez, 1.250%, due 5/19/2028	320	0.34	100 Svenska Handelsbanken AB, 2.656%, due 1/15/2024 *	104	0.11	220 AT&T Inc, 3.550%, due 12/17/2032	273	0.29
	2,403	2.54	920 Swedbank AB, 0.625%, due 1/4/2021	945	1.00	420 Berkshire Hathaway Inc, 1.125%, due 3/16/2027	430	0.45
<b>Germany — 2.01% (February 29, 2016: 2.16%)</b>			230 Vattenfall AB, 3.000%, due 3/19/2077 *	215	0.22	1,100 Citigroup Inc, 0.531%, due 5/24/2021 *	1,121	1.19
400 Allianz Finance II BV, 5.750%, due 7/8/2041 *	470	0.50	<b>Switzerland — 1.45% (February 29, 2016: 1.13%)</b>			270 Citigroup Inc, 1.750%, due 1/28/2025	293	0.31
100 Allianz SE, 4.750%, Perpetual *	114	0.12	130 Coca-Cola HBC Finance BV, 1.875%, due 11/11/2024	142	0.15	520 GE Capital European Funding Unlimited Co, 5.375%, due 1/23/2020	614	0.65
230 Deutsche Telekom International Finance BV, 1.500%, due 4/3/2028	245	0.26	690 Glencore Finance Europe SA, 1.750%, due 3/17/2025	660	0.70	340 General Electric Co, 1.875%, due 5/28/2027	382	0.40
350 Hannover Finance Luxembourg SA, 5.750%, due 9/14/2040 *	405	0.43	200 UBS AG, 4.750%, due 2/12/2026 *	215	0.23	520 Goldman Sachs Group Inc/The, 2.000%, due 7/27/2023	564	0.60
300 Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen, 6.250%, due 5/26/2042 *	371	0.39	330 UBS Group Funding Jersey Ltd, 1.750%, due 11/16/2022	351	0.37	280 Goldman Sachs Group Inc/The, 2.125%, due 9/30/2024	306	0.32
250 RWE Finance BV, 3.000%, due 1/17/2024	293	0.31		1,368	1.45	370 Kraft Heinz Foods Co, 2.250%, due 5/25/2028	404	0.43
	1,898	2.01	<b>United Kingdom — 11.28% (February 29, 2016: 9.17%)</b>			300 McDonald's Corp, 2.625%, due 6/11/2029	358	0.38
<b>Italy — 0.62% (February 29, 2016: 0.92%)</b>			373 Aviva Plc, 6.125%, due 7/5/2043 *	437	0.46	230 Mondelez International Inc, 2.375%, due 3/6/2035	245	0.26
250 Assicurazioni Generali SpA, 2.875%, due 1/14/2020	273	0.29	100 Aviva Plc, 3.375%, due 12/4/2045 *	98	0.10	420 Philip Morris International Inc, 2.875%, due 5/14/2029	514	0.54
100 Assicurazioni Generali SpA, 4.125%, due 5/4/2026	108	0.11	349 BAT International Finance Plc, 1.250%, due 3/13/2027	366	0.39	USD 464 Verizon Communications Inc, 5.012%, due 8/21/2054	459	0.48
200 Intesa Sanpaolo SpA, 1.125%, due 3/4/2022	204	0.22	130 BAT International Finance Plc, 3.125%, due 3/6/2029	162	0.17	930 Wells Fargo & Co, 0.323%, due 4/26/2021 *	940	0.99
	585	0.62						

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Euro Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) €	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>		
<b>United States — (continued)</b>		
140 Wells Fargo & Co, 2.250%, due 5/2/2023	157	0.17
450 Wells Fargo & Co, 1.625%, due 6/2/2025	488	0.52
	7,548	7.98
<b>Total Corporate Bonds and Notes (Cost €35,813)</b>	38,201	40.37
<b>Government Bonds and Notes — 57.46% (February 29, 2016: 63.62%)</b>		
<b>Belgium — 11.46% (February 29, 2016: 23.02%)</b>		
8,730 Belgium Government Bond, Series 77, 144A, 1.000%, due 6/22/2026	9,437	9.97
820 Belgium Government Bond, Series 71, 3.750%, due 6/22/2045	1,404	1.49
	10,841	11.46
<b>France — 2.65% (February 29, 2016: 1.32%)</b>		
2,430 France Government Bond OAT, 0.500%, due 5/25/2026	2,508	2.65
<b>Germany — 15.32% (February 29, 2016: 13.88%)</b>		
12,130 Bundesrepublik Deutschland, 0.500%, due 2/15/2026	12,880	13.61
950 Bundesrepublik Deutschland, 3.250%, due 7/4/2042	1,614	1.71
	14,494	15.32

Face Value (000's)	Value (000's) €	% of Net Asset Value
<b>Italy — 24.57% (February 29, 2016: 17.77%)</b>		
14,640 Italy Buoni Poliennali Del Tesoro, 4.500%, due 3/1/2024	18,593	19.65
3,740 Italy Buoni Poliennali Del Tesoro, 144A, 3.250%, due 9/1/2046	4,654	4.92
	23,247	24.57
<b>Netherlands — 1.91% (February 29, 2016: 2.84%)</b>		
1,730 Netherlands Government Bond, 144A, 0.500%, due 7/15/2026	1,810	1.91
<b>Sweden — 1.55% (February 29, 2016: 1.50%)</b>		
SEK 9,180 Sweden Government Bond, Series 1053, 3.500%, due 3/30/2039	1,469	1.55
<b>Total Government Bonds and Notes (Cost €52,604)</b>	54,369	57.46
<b>Collective Investment Schemes — 0.60% (February 29, 2016: 0.06%)</b>		
USD 633 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	568	0.60
<b>Total Collective Investment Schemes (Cost €565)</b>	568	0.60
<b>Total Investments (Cost €88,982)</b>	93,138	98.43
<b>Other Assets in Excess of Liabilities (February 29, 2016: 4.38%)</b>		
	1,490	1.57
<b>Total Net Assets</b>	€94,628	100.00

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to €15,901,000 or 16.80% of net assets.

\* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.

## ABBREVIATIONS:

Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest
SEK	– Swedish Krona
USD	– United States Dollar

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.28
Collective investment schemes	0.60
Financial derivative instruments	0.01
Other assets	2.11
<b>Total Assets</b>	100.00

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Merrill Lynch	Markit iTraxx Europe Series 25 Version 1, 1.000%	Buy	6/20/21	14,570	€ (221)
					€ (221)
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): €–)					–
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): €(2))					(221)
Net Depreciation of Credit Default Swaps (February 29, 2016 (000's): €(2))					€ (221)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/10/16	Bank of New York Mellon London	Buy EUR 18	Sell USD 20	€ –
11/10/16	Deutsche Bank London	Buy USD 160	Sell EUR 143	–
11/10/16	Deutsche Bank London	Buy USD 50	Sell EUR 44	1
11/10/16	Deutsche Bank London	Buy EUR 222	Sell USD 250	(1)
11/10/16	JP Morgan Chase Bank	Buy EUR 588	Sell USD 660	(2)
11/10/16	Morgan Stanley	Buy EUR 1,181	Sell USD 1,328	(7)
11/10/16	Royal Bank of Canada London	Buy USD 2,600	Sell EUR 2,325	(2)
11/10/16	Royal Bank of Canada London	Buy EUR 1,489	Sell USD 1,675	(7)
11/10/16	UBS	Buy USD 100	Sell EUR 90	(1)
11/10/16	UBS	Buy SEK 8,700	Sell EUR 914	(2)
11/10/16	UBS	Buy EUR 491	Sell SEK 4,681	1
11/10/16	UBS	Buy EUR 715	Sell USD 801	(1)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €63)				2
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €(138))				(23)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €(75))</b>				€ (21)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Euro Core Plus Bond Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bobl September 2016	(39)	€ (5,210)	€ (50)
Euro-Bund September 2016	(62)	(10,378)	(134)
U.S. 10 Year Note (CBT) December 2016	(25)	(2,934)	6
<b>Total Market Value of Futures Contracts</b>			€ (178)
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): €--)			6
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): €(87))			(184)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): €(87))			€ (178)



# Legg Mason Western Asset Short Duration High Income Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Asset-Backed Securities — 2.55% (February 29, 2016: 2.75%)</b>			<b>New Zealand — 1.98% (February 29, 2016: 0.00%)</b>					
322 Countrywide Home Equity Loan Trust, Series 2004 B, Class 1A, 0.728%, due 2/15/2029 *	286	1.16	130 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 5.750%, due 10/15/2020	134	0.54	70 CalAtlantic Group Inc, 5.250%, due 6/1/2026	71	0.29
391 RAMP Series 2003-RS4 Trust, Series 2003 RS4, Class A1IB, 1.184%, due 5/25/2033 *	343	1.39	350 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 4.127%, due 7/15/2021 *	355	1.44	25 California Resources Corp, 5.500%, due 9/15/2021	13	0.05
<b>Total Asset-Backed Securities (Cost \$620)</b>	<b>629</b>	<b>2.55</b>		<b>489</b>	<b>1.98</b>	50 Carrizo Oil & Gas Inc, 6.250%, due 4/15/2023	49	0.20
<b>Mortgage-Backed Securities — 2.47% (February 29, 2016: 4.00%)</b>			<b>Russia — 0.46% (February 29, 2016: 1.26%)</b>			120 Carrols Restaurant Group Inc, 8.000%, due 5/1/2022	130	0.53
3 Drexel Burnham Lambert CMO Trust X, Class 3, zero coupon, due 12/1/2018 †	2	0.01	100 Lukoil International Finance BV, 6.656%, due 6/7/2022	114	0.46	60 Cengage Learning Inc, 9.500%, due 6/15/2024	61	0.25
417 IndyMac INDX Mortgage Loan Trust 2004-AR7, Series 2004 AR7, Class A2, 1.384%, due 9/25/2034 *	378	1.53	<b>Switzerland — 0.83% (February 29, 2016: 0.85%)</b>			90 Centene Corp, 5.625%, due 2/15/2021	96	0.39
299 Lehman XS Trust Series 2006-12N, Series 2006 12N, Class A31A, 0.724%, due 8/25/2046 *	230	0.93	200 Dufry Finance SCA, 5.500%, due 10/15/2020	206	0.83	30 Centene Corp, 4.750%, due 5/15/2022	31	0.13
<b>Total Mortgage-Backed Securities (Cost \$600)</b>	<b>610</b>	<b>2.47</b>	<b>United Kingdom — 5.95% (February 29, 2016: 2.80%)</b>			150 CenturyLink Inc, Series V, 5.625%, due 4/1/2020	160	0.65
<b>Corporate Bonds and Notes — 85.67% (February 29, 2016: 78.38%)</b>			GBP 110 Anglian Water Osprey Financing Plc, 7.000%, due 1/31/2018	156	0.63	20 CenturyLink Inc, Series W, 6.750%, due 12/1/2023	21	0.08
<b>Australia — 0.56% (February 29, 2016: 0.46%)</b>			250 Anglo American Capital Plc, 4.125%, due 9/27/2022	244	0.99	150 Charter Communications Operating LLC / Charter Communications Operating Capital, 4.908%, due 7/23/2025	166	0.67
120 FMG Resources August 2006 Pty Ltd, 9.750%, due 3/1/2022	139	0.56	200 Barclays Bank Plc, 7.625%, due 11/21/2022	225	0.91	20 Chesapeake Energy Corp, 6.125%, due 2/15/2021	17	0.07
<b>Brazil — 0.93% (February 29, 2016: 0.80%)</b>			250 Globe Luxembourg SCA, 9.625%, due 5/1/2018	221	0.89	10 Chesapeake Energy Corp, 5.750%, due 3/15/2023	8	0.03
250 CBC Ammo LLC / CBC FinCo Inc, 7.250%, due 11/15/2021	231	0.93	200 HSBC Holdings Plc, 6.375%, Perpetual *	200	0.81	230 CIT Group Inc, 5.375%, due 5/15/2020	246	0.99
<b>Canada — 0.88% (February 29, 2016: 0.41%)</b>			210 Royal Bank of Scotland Group Plc, 8.625%, Perpetual *	214	0.86	90 CIT Group Inc, 5.000%, due 8/1/2023	95	0.39
100 1011778 BC ULC / New Red Finance Inc, 4.625%, due 1/15/2022	103	0.42	AUD 30 Royal Bank of Scotland Plc/The, 13.125%, due 3/19/2022 *	24	0.10	130 Citigroup Inc, Series D, 5.350%, Perpetual *	128	0.52
40 Teck Resources Ltd, 3.000%, due 3/1/2019	39	0.16	180 Virgin Media Secured Finance Plc, 5.375%, due 4/15/2021	187	0.76	60 Citigroup Inc, Series M, 6.300%, Perpetual *	62	0.25
70 Teck Resources Ltd, 8.000%, due 6/1/2021	76	0.30		<b>1,471</b>	<b>5.95</b>	100 CNO Financial Group Inc, 4.500%, due 5/30/2020	101	0.41
	<b>218</b>	<b>0.88</b>	<b>United States — 63.65% (February 29, 2016: 60.67%)</b>			70 Coeur Mining Inc, 7.875%, due 2/1/2021	69	0.28
<b>France — 0.83% (February 29, 2016: 0.81%)</b>			200 Adient Global Holdings Ltd, 4.875%, due 8/15/2026	201	0.81	30 Concho Resources Inc, 5.500%, due 4/1/2023	31	0.13
200 SFR Group SA, 6.000%, due 5/15/2022	204	0.83	40 ADT Corp/The, 6.250%, due 10/15/2021	44	0.18	180 Constellation Brands Inc, 6.000%, due 5/1/2022	209	0.84
<b>Germany — 0.86% (February 29, 2016: 2.33%)</b>			10 ADT Corp/The, 3.500%, due 7/15/2022	10	0.04	70 Continental Resources Inc/OK, 7.125%, due 4/1/2021	72	0.29
200 ZF North America Capital Inc, 4.000%, due 4/29/2020	212	0.86	20 ADT Corp/The, 4.125%, due 6/15/2023	20	0.08	20 Continental Resources Inc/OK, 3.800%, due 6/1/2024	18	0.07
<b>Jamaica — 0.74% (February 29, 2016: 0.64%)</b>			20 AES Corp/VA, 7.375%, due 7/1/2021	23	0.09	10 Corrections Corp of America, 4.125%, due 4/1/2020	10	0.04
200 Digicel Ltd, 6.750%, due 3/1/2023	182	0.74	50 AES Corp/VA, 4.875%, due 5/15/2023	51	0.20	40 Corrections Corp of America, 5.000%, due 10/15/2022	37	0.15
<b>Luxembourg — 4.67% (February 29, 2016: 2.67%)</b>			120 Alcoa Inc, 5.400%, due 4/15/2021	127	0.52	10 Corrections Corp of America, 4.625%, due 5/1/2023	9	0.04
200 Altice Financing SA, 6.625%, due 2/15/2023	208	0.84	120 Alliance One International Inc, 9.875%, due 7/15/2021	107	0.43	130 Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.000%, due 12/15/2020	128	0.52
230 ArcelorMittal, 6.500%, due 3/1/2021	250	1.01	120 Ally Financial Inc, 5.500%, due 2/15/2017	122	0.49	20 Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.125%, due 3/1/2022	19	0.08
218 Ardagh Finance Holdings SA, 8.625%, due 6/15/2019	227	0.92	200 American Builders & Contractors Supply Co Inc, 5.625%, due 4/15/2021	208	0.84	310 CSC Holdings LLC, 8.625%, due 2/15/2019	347	1.40
100 FAGE International SA/ FAGE USA Dairy Industry Inc, 9.875%, due 2/1/2020	103	0.42	120 American Equity Investment Life Holding Co, 6.625%, due 7/15/2021	126	0.51	170 CTR Partnership LP / CareTrust Capital Corp, 5.875%, due 6/1/2021	173	0.70
200 FAGE International SA/ FAGE USA Dairy Industry Inc, 5.625%, due 8/15/2026	207	0.84	100 American Greetings Corp, 7.375%, due 12/1/2021	104	0.42	40 DaVita HealthCare Partners Inc, 5.000%, due 5/1/2025	41	0.16
210 Intelsat Jackson Holdings SA, 7.500%, due 4/1/2021	158	0.64	250 Ancestry.com Holdings LLC, 9.625%, due 10/15/2018	255	1.03	13 Delta Air Lines 2007-1 Class B Pass Through Trust, Series 071B, 8.021%, due 8/10/2022	14	0.06
	<b>1,153</b>	<b>4.67</b>	100 Argos Merger Sub Inc, 7.125%, due 3/15/2023	105	0.43	70 Diamond 1 Finance Corp / Diamond 2 Finance Corp, 5.875%, due 6/15/2021	74	0.30
<b>Mexico — 0.92% (February 29, 2016: 0.78%)</b>			40 Axiall Corp, 4.875%, due 5/15/2023	42	0.17	110 DISH DBS Corp, 7.875%, due 9/1/2019	123	0.50
220 Cemex SAB de CV, 5.700%, due 1/1/2025	227	0.92	100 Bank of America Corp, Series Z, 6.500%, Perpetual *	109	0.44	100 DISH DBS Corp, 5.125%, due 5/1/2020	103	0.42
<b>Netherlands — 2.41% (February 29, 2016: 2.67%)</b>			10 Berry Petroleum Co LLC, 6.375%, due 9/15/2022 &	5	0.02	50 DISH DBS Corp, 5.875%, due 7/15/2022	51	0.21
350 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 10/30/2020	371	1.50	230 Beverages & More Inc, 10.000%, due 11/15/2018	214	0.87	20 DJO Finance LLC / DJO Finance Corp, 10.750%, due 4/15/2020	16	0.07
200 VimpelCom Holdings BV, 7.504%, due 3/1/2022	225	0.91	100 BioScrip Inc, 8.875%, due 2/15/2021	94	0.38	200 DJO Finco Inc / DJO Finance LLC / DJO Finance Corp, 8.125%, due 6/15/2021	176	0.71
	<b>596</b>	<b>2.41</b>	60 Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Prope, 8.000%, due 10/1/2020	61	0.25			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Short Duration High Income Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>								
200 Dollar Tree Inc, 5.250%, due 3/1/2020	208	0.84	50 Interface Security Systems Holdings Inc / Interface Security Systems LLC, 9.250%, due 1/15/2018	51	0.21	60 Pride International Inc, 6.875%, due 8/15/2020	59	0.24
200 DS Services of America Inc, 10.000%, due 9/1/2021	222	0.90	90 International Wire Group Inc, 10.750%, due 8/1/2021	86	0.35	20 Pride International Inc, 7.875%, due 8/15/2040	15	0.06
50 Eagle Materials Inc, 4.500%, due 8/1/2026	51	0.21	100 Iron Mountain Inc, 4.375%, due 6/1/2021	103	0.42	100 Prime Security Services Borrower LLC / Prime Finance Inc, 9.250%, due 5/15/2023	109	0.44
10 Eagle Spingo Inc, 4.625%, due 2/15/2021	10	0.04	200 KB Home, 8.000%, due 3/15/2020	221	0.90	90 PulteGroup Inc, 4.250%, due 3/1/2021	95	0.38
60 Ensco Plc, 4.700%, due 3/15/2021	52	0.21	95 Kinder Morgan Inc/DE, 7.750%, due 1/15/2032	115	0.46	70 QEP Resources Inc, 6.875%, due 3/1/2021	73	0.30
20 Ensco Plc, 5.750%, due 10/1/2044	12	0.05	150 Kindred Healthcare Inc, 6.375%, due 4/15/2022	142	0.58	110 Range Resources Corp, 5.000%, due 3/15/2023	109	0.44
50 Enterprise Products Operating LLC, Series A, 4.465%, due 8/1/2066 *	47	0.19	30 Kinetic Concepts Inc / KCI USA Inc, 7.875%, due 2/15/2021	32	0.13	10 Regency Energy Partners LP / Regency Energy Finance Corp, 5.875%, due 3/1/2022	11	0.04
120 EP Energy LLC / Everest Acquisition Finance Inc, 9.375%, due 5/1/2020	77	0.31	16 Kraft Heinz Foods Co, 4.875%, due 2/15/2025	18	0.07	77 RSP Permian Inc, 6.625%, due 10/1/2022	80	0.32
80 EV Energy Partners LP / EV Energy Finance Corp, 8.000%, due 4/15/2019	50	0.20	110 L Brands Inc, 7.000%, due 5/1/2020	127	0.51	100 Sanchez Energy Corp, 7.750%, due 6/15/2021	87	0.35
60 Extraction Oil & Gas Holdings LLC / Extraction Finance Corp, 7.875%, due 7/15/2021	61	0.25	200 L Brands Inc, 6.625%, due 4/1/2021	231	0.93	90 Service Corp International/US, 7.625%, due 10/1/2018	101	0.41
100 FirstCash Inc, 6.750%, due 4/1/2021	103	0.42	30 Laredo Petroleum Inc, 7.375%, due 5/1/2022	30	0.12	200 Shea Homes LP / Shea Homes Funding Corp, 5.875%, due 4/1/2023	204	0.83
115 Florida East Coast Holdings Corp, 6.750%, due 5/1/2019	118	0.48	45 Lehman Escrow Receipt, zero coupon, Perpetual ₪	6	0.02	200 Simmons Foods Inc, 7.875%, due 10/1/2021	198	0.80
60 Freeport-McMoRan Inc, 2.375%, due 3/15/2018	59	0.24	100 Lennar Corp, 4.500%, due 11/15/2019	106	0.43	30 Sprint Capital Corp, 8.750%, due 3/15/2032	30	0.12
40 Freeport-McMoRan Inc, 3.100%, due 3/15/2020	37	0.15	50 LMI Aerospace Inc, 7.375%, due 7/15/2019	51	0.21	400 Sprint Communications Inc, 7.000%, due 8/15/2020	394	1.59
90 Freeport-McMoRan Inc, 3.550%, due 3/1/2022	79	0.32	340 Magnum Hunter Resources Corp Escrow, 9.750%, due 5/15/2020 ∞	—	—	130 Sprint Communications Inc, 11.500%, due 11/15/2021	146	0.59
60 Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.125%, due 6/15/2019	61	0.25	50 Match Group Inc, 6.375%, due 6/1/2024	54	0.22	50 Standard Industries Inc/NJ, 5.125%, due 2/15/2021	53	0.21
30 Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.500%, due 11/15/2020	30	0.12	140 MGM Resorts International, 6.750%, due 10/1/2020	156	0.63	100 StoneMor Partners LP / Cornerstone Family Services of West Virginia Subsidiary, 7.875%, due 6/1/2021	101	0.41
60 Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.875%, due 2/15/2023	58	0.24	20 MGM Resorts International, 6.625%, due 12/15/2021	22	0.09	100 Summit Midstream Holdings LLC / Summit Midstream Finance Corp, 5.500%, due 8/15/2022	94	0.38
200 Frontier Communications Corp, 8.875%, due 9/15/2020	218	0.88	100 Michael Baker International LLC / CDL Acquisition Co Inc, 8.250%, due 10/15/2018	100	0.41	100 Taylor Morrison Communities Inc / Monarch Communities Inc, 5.250%, due 4/15/2021	103	0.42
200 GameStop Corp, 5.500%, due 10/1/2019	204	0.82	97 Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	76	0.31	70 Tenet Healthcare Corp, 8.125%, due 4/1/2022	71	0.29
170 Genworth Holdings Inc, 7.700%, due 6/15/2020	168	0.68	93 Mirant Mid-Atlantic Series B Pass Through Trust, Series B, 9.125%, due 6/30/2017	84	0.34	20 Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.125%, due 10/15/2021	21	0.08
10 GEO Group Inc/The, 5.875%, due 10/15/2024	9	0.04	150 Modular Space Corp, 10.250%, due 1/31/2019 †	62	0.25	110 Time Warner Cable Inc, 8.250%, due 4/1/2019	127	0.51
50 GEO Group Inc/The, 6.000%, due 4/15/2026	45	0.18	60 Monitronics International Inc, 9.125%, due 4/1/2020	56	0.22	20 T-Mobile USA Inc, 6.633%, due 4/28/2021	21	0.08
150 Gibson Brands Inc, 8.875%, due 8/1/2018	116	0.47	100 MPH Acquisition Holdings LLC, 7.125%, due 6/1/2024	108	0.43	10 T-Mobile USA Inc, 6.125%, due 1/15/2022	11	0.04
120 GLP Capital LP / GLP Financing II Inc, 4.375%, due 4/15/2021	127	0.51	40 MPT Operating Partnership LP / MPT Finance Corp, 5.250%, due 8/1/2026	42	0.17	30 T-Mobile USA Inc, 6.000%, due 3/1/2023	32	0.13
50 Goodyear Tire & Rubber Co/The, 5.125%, due 11/15/2023	52	0.21	150 Murray Energy Corp, 11.250%, due 4/15/2021	66	0.27	19 United Airlines 2014-2 Class B Pass Through Trust, Series B, 4.625%, due 9/3/2022	19	0.08
30 Goodyear Tire & Rubber Co/The, 5.000%, due 5/31/2026	31	0.13	200 Navient Corp, 8.000%, due 3/25/2020	217	0.88	20 United Rentals North America Inc, 6.125%, due 6/15/2023	21	0.08
100 Greektown Holdings LLC/ Greektown Mothership Corp, 8.875%, due 3/15/2019	106	0.43	30 Navient Corp, 6.625%, due 7/26/2021	31	0.13	130 Universal Hospital Services Inc, 7.625%, due 8/15/2020	124	0.50
200 Guitar Center Inc, 9.625%, due 4/15/2020	147	0.59	50 Navient Corp, 5.625%, due 8/1/2033	41	0.17	254 US Airways 2012-2 Class B Pass Through Trust, 6.750%, due 6/3/2021	277	1.12
100 H&E Equipment Services Inc, 7.000%, due 9/1/2022	105	0.43	150 Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 8.125%, due 11/15/2021	114	0.46	160 Valeant Pharmaceuticals International Inc, 6.125%, due 4/15/2025	141	0.57
20 HCA Inc, 4.750%, due 5/1/2023	21	0.08	230 Netflix Inc, 5.500%, due 2/15/2022	247	1.00	70 Viking Cruises Ltd, 8.500%, due 10/15/2022	62	0.25
20 HCA Inc, 5.000%, due 3/15/2024	21	0.09	100 NGL Energy Partners LP / NGL Energy Finance Corp, 6.875%, due 10/15/2021	93	0.38	50 WESCO Distribution Inc, 5.375%, due 6/15/2024	51	0.21
250 HCA Inc, 5.875%, due 2/15/2026	264	1.07	41 NRG REMA LLC, Series B, 9.237%, due 7/2/2017	37	0.15	100 West Corp, 4.750%, due 7/15/2021	102	0.41
40 HCA Inc, 5.250%, due 6/15/2026	43	0.17	100 Oasis Petroleum Inc, 6.500%, due 11/1/2021	92	0.37	100 West Corp, 5.375%, due 7/15/2022	97	0.39
30 Holly Energy Partners LP / Holly Energy Finance Corp, 6.000%, due 8/1/2024	31	0.12	200 Pacific Drilling V Ltd, 7.250%, due 12/1/2017	78	0.32	100 William Carter Co/The, 5.250%, due 8/15/2021	105	0.43
140 IASIS Healthcare LLC / IASIS Capital Corp, 8.375%, due 5/15/2019	127	0.51	100 Pactiv LLC, 8.375%, due 4/15/2027	110	0.45	230 William Lyon Homes Inc, 8.500%, due 11/15/2020	242	0.98
			60 PQ Corp, 6.750%, due 11/15/2022	64	0.26			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Short Duration High Income Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>					
<b>United States — (continued)</b>					
30 Williams Cos Inc/The, 3.700%, due 1/15/2023	29	0.12	33 Energy Future Intermediate Holding Co LLC / EFII Finance Inc, 4.250%, due 6/19/2016 *	33	0.14
40 Williams Cos Inc/The, 4.550%, due 6/24/2024	41	0.17	75 Neiman Marcus Group Ltd LLC, 4.250%, due 10/25/2020 *	70	0.28
20 Williams Cos Inc/The, Series A, 7.500%, due 1/15/2031	23	0.09	30 Panda Temple Power II LLC, 7.250%, due 4/3/2019 *	28	0.11
5 Williams Cos Inc/The, 8.750%, due 3/15/2032	6	0.02	60 Sun Products Corp/The, 5.500%, due 3/18/2020 *	60	0.24
50 WPX Energy Inc, 7.500%, due 8/1/2020	51	0.21	130 Vizient Inc, 6.250%, due 2/11/2023 *	132	0.53
40 WPX Energy Inc, 6.000%, due 1/15/2022	39	0.16	<b>Total Loan Notes (Cost \$433)</b>	437	1.77
150 XPO Logistics Inc, 6.500%, due 6/15/2022	156	0.63	<b>Preferred Stock — 1.05% (February 29, 2016: 0.00%)</b>		
	15,725	63.65	<b>United States — 1.05% (February 29, 2016: 0.00%)</b>		
<b>Total Corporate Bonds and Notes (Cost \$21,299)</b>	21,167	85.67	– Allergan plc, Series A	58	0.23
<b>Government Bonds and Notes — 0.88% (February 29, 2016: 0.00%)</b>					
<b>Argentina — 0.88% (February 29, 2016: 0.00%)</b>					
200 Argentine Republic Government International Bond, 6.875%, due 4/22/2021	217	0.88	8 GMAC Capital Trust I, Series 2	202	0.82
<b>Total Government Bonds and Notes (Cost \$200)</b>	217	0.88		260	1.05
<b>Loan Notes — 1.77% (February 29, 2016: 3.25%)</b>					
75 Academy Ltd, 5.000%, due 7/2/2022 *	73	0.30	<b>Total Preferred Stock (Cost \$254)</b>	260	1.05
40 Chesapeake Energy Corp, 8.500%, due 8/16/2021 *	41	0.17	<b>Common Stock — 0.46% (February 29, 2016: 0.02%)</b>		
			<b>United States — 0.46% (February 29, 2016: 0.02%)</b>		
			1 Deep Ocean Group Holdings †∞	6	0.02
			9 Magnum Hunter Resources Corp †	109	0.44
				115	0.46
			<b>Total Common Stock (Cost \$94)</b>	115	0.46
			<b>Total Investments (Cost \$23,500)</b>	23,435	94.85
			<b>Other Assets in Excess of Liabilities (February 29, 2016: (0.72%))</b>	1,273	5.15
			<b>Total Net Assets</b>	\$24,708	100.00

- Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.
- \* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.
- † Illiquid.
- ∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.
- ⊗ Security is in default as at August 31, 2016.

## ABBREVIATIONS:

- CMO – Collateralized Mortgage Obligation
- Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest
- AUD – Australian Dollar
- GBP – British Pound

## Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	93.61
Financial derivative instruments	0.24
Other assets	6.15
<b>Total Assets</b>	100.00

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Merrill Lynch	Markit CDX.NA.HY.26, 5.000%	Buy	6/20/21	970	\$ (43)
					\$ (43)
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$3)					–
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$–)					(43)
Net Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$3)					\$ (43)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency	Buy Currency	Sell Currency	Sell Currency	Unrealised Appreciation/ (Depreciation) of Contracts
		(000's)	(000's)	(000's)	(000's)	(000's)
09/14/16	BNY Mellon	Buy	EUR 1	Sell	USD 1	\$ –
09/14/16	BNY Mellon	Buy	EUR 108	Sell	USD 120	1
11/10/16	Barclays Bank	Buy	USD 540	Sell	GBP 404	8
11/10/16	Barclays Bank	Buy	EUR 960	Sell	USD 1,079	(5)
11/10/16	BNP Paribas	Buy	EUR 239	Sell	USD 269	(1)
11/10/16	Citibank	Buy	USD 1,243	Sell	EUR 1,106	6
11/10/16	Citibank	Buy	GBP 214	Sell	USD 285	(5)
11/10/16	Deutsche Bank London	Buy	USD 752	Sell	GBP 565	9
11/10/16	Deutsche Bank London	Buy	EUR 1,452	Sell	USD 1,623	1
11/10/16	Goldman Sachs	Buy	USD 743	Sell	GBP 561	6
11/10/16	Goldman Sachs	Buy	EUR 3,280	Sell	USD 3,688	(18)
11/10/16	HSBC	Buy	USD 1,001	Sell	EUR 890	5
11/10/16	JP Morgan Chase Bank	Buy	EUR 2,841	Sell	USD 3,189	(10)
11/10/16	JP Morgan Chase Bank	Buy	GBP 545	Sell	USD 727	(10)
11/10/16	Morgan Stanley	Buy	USD 754	Sell	EUR 670	4
11/10/16	Morgan Stanley	Buy	GBP 494	Sell	USD 655	(5)
11/10/16	Royal Bank of Canada London	Buy	USD 439	Sell	GBP 330	5
11/10/16	UBS	Buy	USD 7,647	Sell	EUR 6,823	13
11/10/16	UBS	Buy	GBP 565	Sell	USD 753	(10)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$440)						58
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(383))						(64)
Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$57)						\$ (6)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Short Duration High Income Bond Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 2 Year Note (CBT) December 2016	4	\$ 873	\$ –
U.S. 5 Year Note (CBT) December 2016	6	728	(1)
U.S. Ultra Bond (CBT) December 2016	(4)	(750)	–
<b>Total Market Value of Futures Contracts</b>			\$ (1)
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$–)			–
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(43))			(1)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(43))			\$ (1)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Multi Strategy Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	
Asset-Backed Securities — 0.25% (February 29, 2016: 0.00%)				Australia — 0.15% (February 29, 2016: 0.39%)								
3,529	HSI Asset Securitization Corp Trust 2007-OPT1, Series 2007 OPT1, Class 1A, 0.664%, due 12/25/2036 *	2,595	0.25	200	Ausdrill Finance Pty Ltd, 144A, 6.875%, due 11/1/2019	197	0.02	3,980	Pacific Exploration and Production Corp, 5.375%, due 1/26/2019	697	0.07	
				1,230	FMG Resources August 2006 Pty Ltd, 144A, 9.750%, due 3/1/2022	1,421	0.13	3,830	Transportadora de Gas Internacional SA ESP, 5.700%, due 3/20/2022	4,005	0.38	
						1,618	0.15			10,014	0.95	
Total Asset-Backed Securities (Cost \$2,606)				Belgium — 1.04% (February 29, 2016: 0.97%)				France — 1.14% (February 29, 2016: 1.37%)				
		2,595	0.25	30	Anheuser-Busch Cos LLC, 6.500%, due 5/1/2042	42	—	EUR	641	AXA SA, 3.941%, Perpetual *	753	0.07
Mortgage-Backed Securities — 3.60% (February 29, 2016: 4.30%)				8,960	Anheuser-Busch InBev Finance Inc, 4.900%, due 2/1/2046	10,868	1.04		2,000	CGG SA, 6.500%, due 6/1/2021	980	0.09
						10,910	1.04		10,280	Electricite de France SA, 5.250%, Perpetual *	10,234	0.98
1,977	Alternative Loan Trust 2007-16CB, Series 2007 16CB, Class 4A2, 36.454%, due 8/25/2037 *	3,775	0.36	Brazil — 4.12% (February 29, 2016: 3.43%)						11,967	1.14	
132	American Home Mortgage Assets Trust 2006-4, Series 2006 4, Class 1A12, 0.698%, due 10/25/2046 *	88	0.01	4,530	Braskem America Finance Co, 7.125%, due 7/22/2041	4,837	0.46	India — 0.33% (February 29, 2016: 0.33%)				
1,006	CD 2007-CD4 Commercial Mortgage Trust, Series 2007 CD4, Class AJ, 5.398%, due 12/11/2049 *	795	0.08	211	Braskem Finance Ltd, 7.000%, due 5/7/2020	233	0.02	3,120	Bharti Airtel International Netherlands BV, 144A, 5.350%, due 5/20/2024	3,482	0.33	
1,390	Credit Suisse Commercial Mortgage Trust Series 2006-C5, Series 2006 C5, Class AJ, 5.373%, due 12/15/2039	1,191	0.11	1,710	Braskem Finance Ltd, 5.375%, due 5/2/2022	1,759	0.17	Indonesia — 0.52% (February 29, 2016: 0.99%)				
1,320	Credit Suisse Commercial Mortgage Trust Series 2007-C5, Series 2007 C5, Class AM, 5.869%, due 9/15/2040 *	1,206	0.11	3,293	BRF SA, 4.750%, due 5/22/2024	3,441	0.33	4,720	Majapahit Holding BV, 7.750%, due 1/20/2020	5,493	0.52	
922	Credit Suisse Mortgage Capital Certificates 2006-C4, Series 2006 C4, Class AJ, 5.538%, due 9/15/2039 *	917	0.09	2,640	CBC Ammo LLC / CBC FinCo Inc, 7.250%, due 11/15/2021	2,435	0.23	Ireland — 0.03% (February 29, 2016: 0.24%)				
2,769	CSMC Series 2015-8R, Series 2015 8R, Class 2A1, 144A, 4.500%, due 6/27/2036	2,782	0.26	2,680	CIMPOR Financial Operations BV, 144A, 5.750%, due 7/17/2024	2,318	0.22	250	Smurfit Kappa Treasury Funding Ltd, 7.500%, due 11/20/2025	298	0.03	
6,500	CSMC Trust 2015-SAND MZ, Series 2015 SAMZ, Class MZ, 144A, 6.244%, due 8/15/2022 *	6,173	0.59	4,750	GTL Trade Finance Inc, 144A, 7.250%, due 4/16/2044	4,793	0.46	Jamaica — 0.39% (February 29, 2016: 0.36%)				
5,440	Fannie Mae Connecticut Avenue Securities, Series 2015 C03, Class 1M2, 5.524%, due 7/25/2025 *	5,751	0.55	2,630	Marfrig Holdings Europe BV, 8.000%, due 6/8/2023	2,732	0.26	4,480	Digicel Ltd, 6.750%, due 3/1/2023	4,088	0.39	
3,220	Fannie Mae Connecticut Avenue Securities, Series 2015 C03, Class 2M2, 5.524%, due 7/25/2025 *	3,422	0.33	4,980	Odebrecht Finance Ltd, 4.375%, due 4/25/2025	1,656	0.16	Luxembourg — 1.11% (February 29, 2016: 0.86%)				
1,080	JP Morgan Chase Commercial Mortgage Securities Trust 2007-CIB19, Series 2007 CB19, Class AJ, 5.882%, due 2/12/2049 *	873	0.08	3,236	Odebrecht Finance Ltd, 5.250%, due 6/27/2029	1,076	0.10	1,890	Altice Financing SA, 144A, 6.625%, due 2/15/2023	1,968	0.19	
205	JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP12, Series 2007 LD12, Class AJ, 6.209%, due 2/15/2051 *	185	0.02	250	Oi Brasil Holdings Cooperatief UA, 5.750%, due 2/10/2022	63	0.01	2,150	Altice Financing SA, 144A, 7.500%, due 5/15/2026	2,263	0.22	
4,778	Lone Star Portfolio Trust 2015-LSP, Series 2015 LSP, Class F, 144A, 7.408%, due 9/15/2028 *	4,562	0.43	9,034	Petrobras Global Finance BV, 6.250%, due 3/17/2024	8,786	0.84	EUR	473	ConvaTec Healthcare E SA, 10.875%, due 12/15/2018	542	0.05
11,297	WaMu Mortgage Pass-Through Certificates Series 2005-AR15 Trust, Series 2005 AR15, Class A1C3, 1.004%, due 11/25/2045 *	6,058	0.58	3,845	Petrobras Global Finance BV, 6.875%, due 1/20/2040	3,432	0.33	1,480	Coveris Holdings SA, 144A, 7.875%, due 11/1/2019	1,510	0.14	
				6,190	Petrobras Global Finance BV, 6.750%, due 1/27/2041	5,408	0.51	710	DH Services Luxembourg Sarl, 144A, 7.750%, due 12/15/2020	741	0.07	
				947	Telemar Norte Leste SA, 5.500%, due 10/23/2020	263	0.02	2,860	FAGE International SA/ FAGE USA Dairy Industry Inc, 9.875%, due 2/1/2020	2,954	0.28	
						43,232	4.12	1,910	Intelsat Jackson Holdings SA, 7.250%, due 10/15/2020	1,485	0.14	
Total Mortgage-Backed Securities (Cost \$38,403)				Canada — 0.51% (February 29, 2016: 0.36%)				230	Intelsat Jackson Holdings SA, 7.500%, due 4/1/2021	173	0.02	
		37,778	3.60	GBP	1,970	Entertainment One Ltd, 6.875%, due 12/15/2022	2,768	0.26		11,636	1.11	
Corporate Bonds and Notes — 44.26% (February 29, 2016: 51.24%)					1,120	Teck Resources Ltd, 144A, 8.000%, due 6/1/2021	1,209	0.12	Mexico — 0.37% (February 29, 2016: 1.31%)			
Argentina — 0.25% (February 29, 2016: 0.00%)					1,190	Teck Resources Ltd, 144A, 8.500%, due 6/1/2024	1,339	0.13	1,045	Petroleos Mexicanos, 144A, 6.875%, due 8/4/2026	1,215	0.12
2,440	YPF SA, 8.500%, due 3/23/2021	2,635	0.25					2,105	Petroleos Mexicanos, 6.500%, due 6/2/2041	2,232	0.21	
								450	Petroleos Mexicanos, 5.500%, due 6/27/2044	427	0.04	
				Chile — 0.44% (February 29, 2016: 0.43%)						3,874	0.37	
				2,440	AES Gener SA, 5.250%, due 8/15/2021	2,610	0.25	Morocco — 0.34% (February 29, 2016: 0.75%)				
				1,970	Empresa Nacional de Telecomunicaciones SA, 4.875%, due 10/30/2024	2,026	0.19	3,530	OCP SA, 4.500%, due 10/22/2025	3,609	0.34	
						4,636	0.44	Netherlands — 0.71% (February 29, 2016: 0.95%)				
Colombia — 0.95% (February 29, 2016: 0.88%)								EUR	1,800	ABN AMRO Bank NV, 2.875%, due 6/30/2025 *	2,103	0.20
1,180	Ecopetrol SA, 5.875%, due 9/18/2023	1,282	0.12					EUR	1,000	Cooperatieve Rabobank UA, 6.625%, Perpetual *	1,190	0.11
1,750	Ecopetrol SA, 4.125%, due 1/16/2025	1,693	0.16						2,000	Shell International Finance BV, 4.000%, due 5/10/2046	2,096	0.20
880	Ecopetrol SA, 5.375%, due 6/26/2026	904	0.08						290	UPCB Finance IV Ltd, 144A, 5.375%, due 1/15/2025	298	0.03
1,380	Empresa de Energia de Bogota SA ESP, 6.125%, due 11/10/2021	1,433	0.14									

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Multi Strategy Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	
Corporate Bonds and Notes — (continued)					450	Virgin Media Secured Finance Plc, 144A, 5.500%, due 8/15/2026	470	0.04	45	Choctaw Resort Development Enterprise, 144A, 7.250%, due 11/15/2019	44	—
Netherlands — (continued)				GBP	380	Vue International Bidco Plc, 7.875%, due 7/15/2020	521	0.05	501	Cincinnati Bell Telephone Co LLC, 6.300%, due 12/1/2028	475	0.05
1,076	VimpelCom Holdings BV, 7.504%, due 3/1/2022	1,209	0.12			56,239	5.35	570	CIT Group Inc, 5.375%, due 5/15/2020	609	0.06	
540	Ziggo Bond Finance BV, 144A, 5.875%, due 1/15/2025	543	0.05	United States — 24.91% (February 29, 2016: 28.34%)				3,000	Citigroup Inc, 4.450%, due 9/29/2027	3,165	0.30	
		7,439	0.71	534	Actavis Funding SCS, 3.800%, due 3/15/2025	564	0.05	5,620	Citigroup Inc, Series D, 5.350%, Perpetual *	5,550	0.53	
New Zealand — 0.09% (February 29, 2016: 0.02%)				120	Actavis Funding SCS, 4.550%, due 3/15/2035	129	0.01	320	Comcast Corp, 3.600%, due 3/1/2024	352	0.03	
940	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 9.875%, due 8/15/2019	967	0.09	2,850	Actavis Funding SCS, 4.850%, due 6/15/2044	3,177	0.30	940	Communications Sales & Leasing Inc / CSL Capital LLC, 8.250%, due 10/15/2023	980	0.09	
Peru — 0.65% (February 29, 2016: 1.23%)				1,644	Actavis Funding SCS, 4.750%, due 3/15/2045	1,803	0.17	580	Compiler Finance Sub Inc, 144A, 7.000%, due 5/1/2021 †	270	0.03	
1,220	Southern Copper Corp, 5.250%, due 11/8/2042	1,161	0.11	530	Activision Blizzard Inc, 144A, 6.125%, due 9/15/2023	580	0.06	380	ConocoPhillips, 6.500%, due 2/1/2039	499	0.05	
5,450	Transportadora de Gas del Peru SA, 4.250%, due 4/30/2028	5,641	0.54	2,760	Adient Global Holdings Ltd, 144A, 4.875%, due 8/15/2026	2,798	0.27	210	Constellation Brands Inc, 4.750%, due 11/15/2024	229	0.02	
		6,802	0.65	110	Alliance One International Inc, 9.875%, due 7/15/2021	98	0.01	1,758	Continental Resources Inc/OK, 4.900%, due 6/1/2044	1,468	0.14	
Spain — 0.22% (February 29, 2016: 0.30%)				1,680	American Airlines 2013-2 Class B Pass Through Trust, 144A, 5.600%, due 7/15/2020	1,759	0.17	370	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.000%, due 12/15/2020	364	0.03	
GBP	1,600	Telefonica Europe BV, 6.750%, Perpetual *	2,271	0.22	1,500	AT&T Inc, 5.650%, due 2/15/2047	1,807	0.17	1,740	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.125%, due 3/1/2022	1,692	0.16
Turkey — 0.64% (February 29, 2016: 0.86%)				3,200	Bank of America Corp, 5.000%, due 1/21/2044	3,836	0.37	570	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.250%, due 4/1/2023	556	0.05	
6,750	Turk Telekomunikasyon AS, 144A, 4.875%, due 6/19/2024	6,761	0.64	5,970	Bank of America Corp, Series U, 5.200%, Perpetual *	5,861	0.56	380	CST Brands Inc, 5.000%, due 5/1/2023	402	0.04	
United Kingdom — 5.35% (February 29, 2016: 5.37%)				490	Berry Petroleum Co LLC, 6.375%, due 9/15/2022 &	255	0.02	2,740	CTR Partnership LP / CareTrust Capital Corp, 5.875%, due 6/1/2021	2,795	0.27	
GBP	960	AA Bond Co Ltd, 5.500%, due 7/31/2022	1,292	0.12	1,500	Blue Racer Midstream LLC / Blue Racer Finance Corp, 144A, 6.125%, due 11/15/2022	1,444	0.14	633	Delta Air Lines 2007-1 Class B Pass Through Trust, Series 071B, 8.021%, due 8/10/2022	724	0.07
GBP	1,866	Annington Finance No 4 Plc, Series M, 1.672%, due 1/10/2023 *	2,439	0.23	170	Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Prope, 8.000%, due 10/1/2020	173	0.02	2,600	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 5.875%, due 6/15/2021	2,749	0.26
GBP	610	Annington Finance No 4 Plc, Series C1, 8.070%, due 1/10/2023	1,071	0.10	315	California Resources Corp, 6.000%, due 11/15/2024	152	0.01	1,500	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 7.125%, due 6/15/2024	1,625	0.15
	3,640	Barclays Bank Plc, 7.625%, due 11/21/2022	4,088	0.39	1,200	Care Capital Properties LP, 144A, 5.125%, due 8/15/2026	1,211	0.12	850	DISH DBS Corp, 6.750%, due 6/1/2021	913	0.09
GBP	1,500	BUPA Finance Plc, 5.000%, due 4/25/2023	2,176	0.21	1,620	Carrizo Oil & Gas Inc, 6.250%, due 4/15/2023	1,600	0.15	2,275	DISH DBS Corp, 5.875%, due 7/15/2022	2,320	0.22
GBP	2,890	Centrica Plc, 5.250%, due 4/10/2075 *	3,985	0.38	280	CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.375%, due 5/1/2025	295	0.03	2,810	DISH DBS Corp, 5.875%, due 11/15/2024	2,771	0.26
GBP	1,180	Coventry Building Society, 6.375%, Perpetual *	1,476	0.14	3,400	CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.750%, due 2/15/2026	3,638	0.35	1,030	DISH DBS Corp, 144A, 7.750%, due 7/1/2026	1,099	0.10
GBP	2,740	Direct Line Insurance Group Plc, 9.250%, due 4/27/2042 *	4,481	0.43	1,710	Celgene Corp, 5.000%, due 8/15/2045	1,978	0.19	2,125	DJO Finance LLC / DJO Finance Corp, 10.750%, due 4/15/2020	1,732	0.16
	725	Globe Luxembourg SCA, 144A, 9.625%, due 5/1/2018	642	0.06	3,030	Centene Corp, 4.750%, due 5/15/2022	3,147	0.30	3,060	DJO Finco Inc / DJO Finance LLC / DJO Finance Corp, 144A, 8.125%, due 6/15/2021	2,693	0.26
GBP	1,459	Greene King Finance Plc, Series B2, 2.652%, due 3/15/2036 *	1,334	0.13	980	Century Intermediate Holding Co 2, 144A, 9.750%, due 2/15/2019	1,002	0.10	850	Dole Food Co Inc, 144A, 7.250%, due 5/1/2019	867	0.08
GBP	1,180	HSBC Bank Plc, 5.375%, due 8/22/2033	1,976	0.19	880	CenturyLink Inc, Series W, 6.750%, due 12/1/2023	926	0.09	660	DPx Holdings BV, 144A, 7.500%, due 2/1/2022	701	0.07
	4,310	HSBC Holdings Plc, 6.375%, Perpetual *	4,299	0.41	2,220	CenturyLink Inc, 5.625%, due 4/1/2025	2,164	0.21	200	El Paso Natural Gas Co LLC, 8.375%, due 6/15/2032	246	0.02
	2,890	KCA Deutag UK Finance Plc, 144A, 7.250%, due 5/15/2021	2,319	0.22	209	Chesapeake Energy Corp, 3.930%, due 4/15/2019 *	189	0.02	380	EnSCO Plc, 4.700%, due 3/15/2021	328	0.03
GBP	2,545	Marston's Issuer Plc, Series B1, 5.641%, due 7/15/2035 *	3,033	0.29	1,545	Chesapeake Energy Corp, 6.125%, due 2/15/2021	1,290	0.12	290	EnSCO Plc, 5.750%, due 10/1/2044	178	0.02
GBP	2,110	Pizzaexpress Financing 2 Plc, 6.625%, due 8/1/2021	2,757	0.26	640	Chesapeake Energy Corp, 5.375%, due 6/15/2021	506	0.05	865	Enterprise Products Operating LLC, Series A, 4.465%, due 8/1/2066 *	811	0.08
EUR	180	R&R Ice Cream Plc, 4.750%, due 5/15/2020	206	0.02	30	Chesapeake Energy Corp, 4.875%, due 4/15/2022	23	—				
EUR	4,760	Royal Bank of Scotland Group Plc, 3.625%, due 3/25/2024 *	5,298	0.50	3,230	Chesapeake Energy Corp, 5.750%, due 3/15/2023	2,477	0.24				
GBP	3,094	Standard Chartered Plc, 5.125%, due 6/6/2034	4,138	0.39								
GBP	4,433	Tesco Property Finance 6 Plc, 5.411%, due 7/13/2044	5,981	0.57								
	450	Virgin Media Finance Plc, 144A, 6.375%, due 4/15/2023	479	0.05								
GBP	1,250	Virgin Media Finance Plc, 6.375%, due 10/15/2024	1,778	0.17								

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Multi Strategy Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>								
875 Enterprise Products Operating LLC, Series B, 7.034%, due 1/15/2068 *	931	0.09	550 Kinder Morgan Inc/DE, 8.050%, due 10/15/2030	643	0.06	3,070 Post Holdings Inc, 144A, 5.000%, due 8/15/2026	3,062	0.29
2,270 Extraction Oil & Gas Holdings LLC / Extraction Finance Corp, 144A, 7.875%, due 7/15/2021	2,293	0.22	1,735 Kinder Morgan Inc/DE, 7.800%, due 8/1/2031	2,124	0.20	1,450 Pride International Inc, 7.875%, due 8/15/2040	1,073	0.10
390 First Data Corp, 144A, 7.000%, due 12/1/2023	409	0.04	565 Kinder Morgan Inc/DE, 7.750%, due 1/15/2032	682	0.07	2,850 Quicken Loans Inc, 144A, 5.750%, due 5/1/2025	2,844	0.27
300 FirstCash Inc, 6.750%, due 4/1/2021	310	0.03	6,260 Kraft Heinz Foods Co, 5.200%, due 7/15/2045	7,516	0.72	EUR 2,169 Rain CII Carbon LLC / CII Carbon Corp, 8.500%, due 1/15/2021	2,232	0.21
3,370 FirstEnergy Corp, Series C, 7.375%, due 11/15/2031	4,402	0.42	351 Lehman Escrow Receipt, zero coupon, Perpetual	46	—	970 Regency Energy Partners LP / Regency Energy Finance Corp, 5.875%, due 3/1/2022	1,065	0.10
1,760 Florida East Coast Holdings Corp, 144A, 6.750%, due 5/1/2019	1,813	0.17	2,946 Lockheed Martin Corp, 3.800%, due 3/1/2045	3,061	0.29	580 Regency Energy Partners LP / Regency Energy Finance Corp, 5.000%, due 10/1/2022	617	0.06
290 Florida East Coast Holdings Corp, 144A, 9.750%, due 5/1/2020	260	0.02	4,638 LSPT 2015, 7.418%, due 9/15/2020	4,384	0.42	90 Regency Energy Partners LP / Regency Energy Finance Corp, 4.500%, due 11/1/2023	91	0.01
50 Fontainebleau Las Vegas Holdings LLC, 144A, 10.250%, due 6/15/2015	—	—	1,340 Magnum Hunter Resources Corp Escrow, 9.750%, due 5/15/2020	—	—	6,120 Reynolds American Inc, 5.850%, due 8/15/2045	7,959	0.76
2,800 Ford Motor Co, 4.750%, due 1/15/2043	3,029	0.29	10 Mallinckrodt International Finance SA / Mallinckrodt CB LLC, 144A, 5.500%, due 4/15/2025	10	—	360 Sanchez Energy Corp, 7.750%, due 6/15/2021	313	0.03
3,020 Freeport-McMoRan Inc, 3.550%, due 3/1/2022	2,635	0.25	770 MGM Resorts International, 6.625%, due 12/15/2021	864	0.08	710 Sanchez Energy Corp, Series WI, 6.125%, due 1/15/2023	561	0.05
8,400 Freeport-McMoRan Inc, 5.450%, due 3/15/2043	6,426	0.61	450 Michael Baker International LLC / CDL Acquisition Co Inc, 144A, 8.250%, due 10/15/2018	451	0.04	35 Service Corp International/US, 7.625%, due 10/1/2018	39	—
3,719 GE Capital International Funding Co Unlimited Co, 4.418%, due 11/15/2035	4,254	0.41	885 Micron Technology Inc, 144A, 5.250%, due 8/1/2023	856	0.08	355 Southern Natural Gas Co LLC, 8.000%, due 3/1/2032	453	0.04
50 General Electric Co, 6.750%, due 3/15/2032	72	0.01	345 Micron Technology Inc, 5.500%, due 2/1/2025	334	0.03	5,490 Sprint Capital Corp, 8.750%, due 3/15/2032	5,449	0.52
1,046 General Electric Co, 6.875%, due 1/10/2039	1,595	0.15	3,201 Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	2,480	0.24	5,580 Sprint Communications Inc, 11.500%, due 11/15/2021	6,277	0.60
EUR 606 General Electric Co, 4.625%, due 9/15/2066 *	676	0.06	930 MPH Acquisition Holdings LLC, 144A, 7.125%, due 6/1/2024	1,000	0.10	1,340 Targa Resources Partners LP / Targa Resources Partners Finance Corp, 4.250%, due 11/15/2023	1,290	0.12
5,460 General Motors Co, 6.250%, due 10/2/2043	6,544	0.62	3,350 MPLX LP, 4.875%, due 12/1/2024	3,427	0.33	2,050 Taylor Morrison Communities Inc / Monarch Communities Inc, 144A, 5.250%, due 4/15/2021	2,106	0.20
10 General Motors Financial Co Inc, 3.250%, due 5/15/2018	10	—	1,750 MPT Operating Partnership LP / MPT Finance Corp, 5.250%, due 8/1/2026	1,859	0.18	350 Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.125%, due 10/15/2021	367	0.04
800 Genesis Energy LP / Genesis Energy Finance Corp, 5.625%, due 6/15/2024	770	0.07	4,860 Murray Energy Corp, 144A, 11.250%, due 4/15/2021	2,138	0.20	990 Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.375%, due 5/1/2024	1,057	0.10
3,040 Gilead Sciences Inc, 4.750%, due 3/1/2046	3,538	0.34	2,170 Navient Corp, 8.000%, due 3/25/2020	2,354	0.22	1,740 Time Warner Cable Inc, 8.750%, due 2/14/2019	2,022	0.19
405 Goldman Sachs Capital II, 4.000%, Perpetual *	336	0.03	3,670 Navient Corp, 5.875%, due 10/25/2024	3,459	0.33	1,060 Time Warner Cable Inc, 8.250%, due 4/1/2019	1,226	0.12
450 Greentown Holdings LLC / Greentown Mothership Corp, 144A, 8.875%, due 3/15/2019	475	0.05	170 Navient Corp, 5.625%, due 8/1/2033	139	0.01	280 Time Warner Cable Inc, 4.125%, due 2/15/2021	298	0.03
140 Guitar Center Inc, 144A, 6.500%, due 4/15/2019	125	0.01	760 Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A, 8.125%, due 11/15/2021	578	0.06	1,900 Time Warner Inc, 4.000%, due 1/15/2022	2,074	0.20
1,320 Guitar Center Inc, 144A, 9.625%, due 4/15/2020	970	0.09	710 Neiman Marcus Group Ltd LLC, 144A, 8.000%, due 10/15/2021	608	0.06	520 TMX Finance LLC / TitleMax Finance Corp, 144A, 8.500%, due 9/15/2018	408	0.04
690 Hardwoods Acquisition Inc, 144A, 7.500%, due 8/1/2021	476	0.05	420 Neiman Marcus Group Ltd LLC, 144A, 8.750%, due 10/15/2021	341	0.03	647 United Airlines 2014-2 Class B Pass Through Trust, Series B, 4.625%, due 9/3/2022	653	0.06
2,486 Harris Corp, 5.054%, due 4/27/2045	2,906	0.28	840 NES Rentals Holdings Inc, 144A, 7.875%, due 5/1/2018	819	0.08	850 United Rentals North America Inc, 6.125%, due 6/15/2023	894	0.09
1,840 HCA Inc, 4.750%, due 5/1/2023	1,925	0.18	1,530 Newell Brands Inc, 3.850%, due 4/1/2023	1,635	0.16	1,060 Valeant Pharmaceuticals International, 144A, 6.375%, due 10/15/2020	1,012	0.10
450 Hiland Partners Holdings LLC / Hiland Partners Finance Corp, 144A, 7.250%, due 10/1/2020	466	0.04	2,450 Newell Brands Inc, 4.200%, due 4/1/2026	2,677	0.25	1,520 Valeant Pharmaceuticals International Inc, 144A, 6.125%, due 4/15/2025	1,336	0.13
1,810 IASIS Healthcare LLC / IASIS Capital Corp, 8.375%, due 5/15/2019	1,640	0.16	1,010 NGPL PipeCo LLC, 144A, 7.768%, due 12/15/2037	1,084	0.10	3,070 Verizon Communications Inc, 5.012%, due 8/21/2054	3,384	0.32
95 JPMorgan Chase & Co, Series 1, 7.900%, Perpetual *	99	0.01	2,560 NRG Energy Inc, 144A, 7.250%, due 5/15/2026	2,659	0.25	1,910 Wells Fargo & Co, Series U, 5.875%, Perpetual *	2,109	0.20
1,810 JPMorgan Chase & Co, Series U, 6.125%, Perpetual *	1,938	0.18	780 NRG REMA LLC, Series C, 9.681%, due 7/2/2026	624	0.06			
40 Kerr-McGee Corp, 7.875%, due 9/15/2031	48	—	650 NWH Escrow Corp, 144A, 7.500%, due 8/1/2021	435	0.04			
40 Kinder Morgan Inc/DE, 7.000%, due 6/15/2017	42	—	1,700 Oasis Petroleum Inc, 6.500%, due 11/1/2021	1,568	0.15			
10 Kinder Morgan Inc/DE, 7.250%, due 6/1/2018	11	—	2,865 Pactiv LLC, 8.375%, due 4/15/2027	3,159	0.30			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Multi Strategy Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>											
<b>United States — (continued)</b>				355	Indonesia Government International Bond, 6.625%, due 2/17/2037	464	0.04	6,913	Petsmart Inc, 4.250%, due 3/10/2022 *	6,934	0.66
220	West Corp, 144A, 4.750%, due 7/15/2021	224	0.02	13,690	Indonesia Government International Bond, 5.250%, due 1/17/2042	15,740	1.50	1,995	Servicemaster Co LLC/The, 0.000%, due 7/1/2021 *	2,010	0.19
3,670	West Corp, 144A, 5.375%, due 7/15/2022	3,578	0.34			17,248	1.64	1,995	Univision Communications Inc, 4.000%, due 3/1/2020 *	1,997	0.19
2,670	Whiting Petroleum Corp, 6.250%, due 4/1/2023	2,336	0.22	<b>Kenya — 0.29% (February 29, 2016: 0.29%)</b>				4,752	Valeant Pharmaceuticals International, 4.000%, due 3/13/2022 *	4,755	0.45
170	William Lyon Homes Inc, 7.000%, due 8/15/2022	176	0.02	3,140	Kenya Government International Bond, 6.875%, due 6/24/2024	3,066	0.29	<b>Total Loan Notes (Cost \$50,123)</b>			
452	Williams Cos Inc/The, Series A, 7.500%, due 1/15/2031	518	0.05	<b>Mexico — 3.07% (February 29, 2016: 3.25%)</b>				<b>Time Deposits — 3.14% (February 29, 2016: 0.81%)</b>			
3,155	Williams Cos Inc/The, 5.750%, due 6/24/2044	3,242	0.31	MXN 242,847	Mexican Bonos, Series M, 6.500%, due 6/9/2022	13,442	1.28	20,005	Barclays Capital London, 0.440%, due 9/1/2016	20,005	1.90
850	Williams Partners LP / ACMP Finance Corp, 4.875%, due 3/15/2024	870	0.08	MXN 300,080	Mexican Bonos, Series M, 7.750%, due 1/11/2042	18,803	1.79	13,003	Rabobank, 0.320%, due 9/1/2016	13,003	1.24
450	Windstream Services LLC, 7.750%, due 10/15/2020	459	0.04			32,245	3.07	<b>Total Time Deposits (Cost \$33,008)</b>			
3,000	Windstream Services LLC, 7.500%, due 4/1/2023	2,854	0.27	<b>Russia — 0.50% (February 29, 2016: 0.00%)</b>				<b>Collective Investment Schemes — 7.35% (February 29, 2016: 9.98%)</b>			
2,800	WPX Energy Inc, 8.250%, due 8/1/2023	2,912	0.28	RUB 343,432	Russian Federal Bond — OFZ, Series 6207, 8.150%, due 2/3/2027	5,292	0.50	1,001	Legg Mason China Funds — Western Asset China Bond Fund, Class M	12,131	1.16
230	XPO Logistics Inc, 144A, 6.500%, due 6/15/2022	239	0.02	<b>United States — 18.64% (February 29, 2016: 11.60%)</b>				69	Legg Mason Global Funds Plc — Western Asset Emerging Markets Corporate Bond Fund — LM Class US\$ Distributing (M)	6,740	0.64
2,420	XPO Logistics Inc, 144A, 6.125%, due 9/1/2023	2,487	0.24	91,915	United States Treasury Note/ Bond, 0.875%, due 7/15/2017	92,080	8.77	EUR 158	Legg Mason Global Funds Plc — Western Asset Euro High Yield Fund LM Class Euro (Accumulating)	27,450	2.61
		261,693	24.91	43,954	United States Treasury Note/ Bond, 1.250%, due 10/31/2019	44,354	4.22	362	Legg Mason Global Funds Plc — Western Asset US High Yield Fund — LM Class US\$ Distributing (M)	30,917	2.94
<b>Total Corporate Bonds and Notes (Cost \$470,603)</b>				360	United States Treasury Note/ Bond, 2.250%, due 11/15/2024	380	0.04	<b>Total Collective Investment Schemes (Cost \$77,482)</b>			
<b>Government Bonds and Notes — 30.66% (February 29, 2016: 26.51%)</b>				970	United States Treasury Note/ Bond, 1.625%, due 2/15/2026	974	0.09	<b>Common Stock — 0.08% (February 29, 2016: 0.03%)</b>			
<b>Argentina — 0.87% (February 29, 2016: 0.00%)</b>				5,230	United States Treasury Note/ Bond, 1.625%, due 5/15/2026	5,250	0.50	<b>United States — 0.08% (February 29, 2016: 0.03%)</b>			
3,710	Argentine Republic Government International Bond, 6.875%, due 4/22/2021	4,023	0.38	36,539	United States Treasury Note/ Bond, 3.125%, due 2/15/2043	43,437	4.14	52	Deep Ocean Group Holdings †	358	0.03
2,980	Argentine Republic Government International Bond, 7.500%, due 4/22/2026	3,323	0.32	1,650	United States Treasury Note/ Bond, 3.000%, due 5/15/2045	1,921	0.18	57	Hercules Offshore Inc †	75	0.01
1,620	Argentine Republic Government International Bond, 7.625%, due 4/22/2046	1,831	0.17	6,325	United States Treasury Note/ Bond, 3.000%, due 11/15/2045	7,371	0.70	35	Magnum Hunter Resources Corp †	429	0.04
		9,177	0.87			195,767	18.64			862	0.08
<b>Brazil — 4.48% (February 29, 2016: 4.82%)</b>				<b>Total Government Bonds and Notes (Cost \$323,949)</b>				<b>Total Common Stock (Cost \$1,783)</b>			
BRL 52,120	Brazil Letras do Tesouro Nacional, Series LTN, zero coupon, due 1/1/2019	12,382	1.18			322,090	30.66	<b>Total Investments Excluding Options (Cost \$997,957)</b>			
BRL 24,871	Brazil Notas do Tesouro Nacional Serie B, Series NTN-B, 6.000%, due 8/15/2050 β	23,086	2.20	<b>Loan Notes — 4.63% (February 29, 2016: 3.76%)</b>							
BRL 40,000	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2021	11,591	1.10	997	1011778 BC Ulc, 3.750%, due 12/10/2021 *	1,003	0.10	<b>Contracts (000's)</b>			
		47,059	4.48	997	Air Medical Group Holdings Inc, 0.000%, due 4/28/2022 *	984	0.09	<b>Options — 0.10% (February 29, 2016: 0.04%)</b>			
<b>Canada — 0.03% (February 29, 2016: 0.03%)</b>				4,925	American Airlines Inc, 3.500%, due 6/27/2020 *	4,932	0.47	<b>Purchased Options — 0.10% (February 29, 2016: 0.04%)</b>			
CAD 160	Canadian Government Real Return Bond, Series CPI, 4.000%, due 12/1/2031 β	276	0.03	1,846	American Builders & Contractor, 3.500%, due 4/16/2020 *	1,853	0.18	52,100	USD Call/JPY Put 103.00, due 10/18/2016	1,003	0.09
<b>Colombia — 1.12% (February 29, 2016: 2.06%)</b>				986	C Group LLC, 5.750%, due 2/20/2020 *	987	0.09	21,020	USD Put/MXN Call 18.0571, due 10/11/2016	65	0.01
10,100	Colombia Government International Bond, 5.625%, due 2/26/2044	11,653	1.11	6,826	Energy Future Intermediate Holding Co LLC / EFII Finance Inc, 4.250%, due 6/19/2016 *	6,848	0.65			1,068	0.10
COP 171,800	Colombian TES, Series B, 10.000%, due 7/24/2024	67	0.01	4,059	First Data Corp, 4.452%, due 3/24/2021 *	4,083	0.39	<b>Total Options (Cost \$817)</b>			
		11,720	1.12	4,211	Hercules Offshore Inc, 10.500%, due 1/14/2019 †	2,569	0.25	<b>Total Investments (Cost \$998,774)</b>			
<b>Germany — 0.02% (February 29, 2016: 0.02%)</b>				2,000	Hilton Worldwide Finance LLC, 3.500%, due 10/25/2020 *	2,008	0.19	<b>Other Assets in Excess of Liabilities (February 29, 2016: 2.81%)</b>			
EUR 121	Bundesrepublik Deutschland, Series 00, 5.500%, due 1/4/2031	240	0.02	2,620	Multipian Inc, 5.000%, due 5/16/2023 *	2,652	0.25	<b>Total Net Assets</b>			
<b>Indonesia — 1.64% (February 29, 2016: 1.45%)</b>				998	Neptune Finco Corp, 5.000%, due 10/9/2022 *	1,007	0.10				
990	Indonesia Government International Bond, 3.750%, due 4/25/2022	1,044	0.10	1,995	Party City Holdings Inc, 4.250%, due 8/19/2022 *	2,001	0.19				
				1,970	Patheon Inc, 4.250%, due 3/11/2021 *	1,968	0.19				

The accompanying notes are an integral part of the Financial Statements



## Portfolio of Investments as at August 31, 2016 – (continued)

### Schedule of Swaptions

### Schedule of Forward Foreign Currency Contracts

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Multi Strategy Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Buxl 30 Year Bond September 2016	(10)	\$ (2,152)	\$ (162)
U.S. 10 Year Note (CBT) December 2016	(1,117)	(146,240)	316
U.S. 5 Year Note (CBT) December 2016	2,681	325,071	(681)
U.S. Ultra Bond (CBT) December 2016	(248)	(46,492)	15
<b>Total Market Value of Futures Contracts</b>			\$ (512)
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$—)			331
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(417))			(843)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(417))			\$ (512)



# Legg Mason Western Asset US High Yield Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — 86.82% (February 29, 2016: 88.37%)</b>			<b>Ireland — 0.70% (February 29, 2016: 0.25%)</b>			<b>United Arab Emirates — 0.23% (February 29, 2016: 0.25%)</b>		
<b>Argentina — 0.41% (February 29, 2016: 0.00%)</b>			200 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 6.750%, due 1/31/2021	207	0.05	1,130 Shelf Drilling Holdings Ltd, 144A, 8.625%, due 11/1/2018	918	0.23
1,530 YPF SA, 144A, 8.500%, due 3/23/2021	1,652	0.41	760 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 4.625%, due 5/15/2023	774	0.19	<b>United Kingdom — 3.68% (February 29, 2016: 2.95%)</b>		
<b>Australia — 0.81% (February 29, 2016: 1.48%)</b>			1,710 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 7.250%, due 5/15/2024	1,819	0.46	910 Anglo American Capital Plc, 144A, 3.625%, due 5/14/2020	901	0.23
300 Ausdrill Finance Pty Ltd, 144A, 6.875%, due 11/1/2019	296	0.07		2,800	0.70	480 Anglo American Capital Plc, 144A, 4.125%, due 4/15/2021	475	0.12
840 Barminto Finance Pty Ltd, 144A, 9.000%, due 6/1/2018	794	0.20	<b>Italy — 0.37% (February 29, 2016: 0.43%)</b>			550 Anglo American Capital Plc, 144A, 4.125%, due 9/27/2022	538	0.13
890 BHP Billiton Finance USA Ltd, 144A, 6.750%, due 10/19/2075 *	1,016	0.25	1,420 Telecom Italia SpA/Milano, 144A, 5.303%, due 5/30/2024	1,463	0.37	630 Anglo American Capital Plc, 144A, 4.875%, due 5/14/2025	632	0.16
923 FMG Resources August 2006 Pty Ltd, 144A, 9.750%, due 3/1/2022	1,066	0.27	<b>Luxembourg — 2.48% (February 29, 2016: 2.51%)</b>			2,400 Barclays Bank Plc, 7.625%, due 11/21/2022	2,695	0.67
1,448 Midwest Vanadium Pty Ltd, 144A, 11.500%, due 2/15/2018 †	18	—	1,070 Altice Financing SA, 144A, 6.625%, due 2/15/2023	1,114	0.28	1,090 HSBC Holdings Plc, 6.375%, Perpetual *	1,078	0.27
1,308 Mirabela Nickel Ltd, 144A, 9.500%, due 6/24/2019 †	65	0.02	610 Altice Financing SA, 144A, 7.500%, due 5/15/2026	642	0.16	3,060 KCA Deutag UK Finance Plc, 144A, 7.250%, due 5/15/2021	2,456	0.61
	3,255	0.81	1,150 ArcelorMittal, 6.125%, due 6/1/2025	1,236	0.31	2,000 Lloyds Banking Group Plc, 7.500%, Perpetual *	2,032	0.51
<b>Bahamas — 0.11% (February 29, 2016: 0.11%)</b>			340 Ardagh Finance Holdings SA, 144A, 8.625%, due 6/15/2019	354	0.09	670 Royal Bank of Scotland Group Plc, 8.625%, Perpetual *	682	0.17
2,140 Ultrapetrol Bahamas Ltd, 8.875%, due 6/15/2021 †	428	0.11	770 Coveris Holdings SA, 144A, 7.875%, due 11/1/2019	785	0.20	680 Virgin Media Finance Plc, 4.875%, due 2/15/2022	598	0.15
<b>Brazil — 0.60% (February 29, 2016: 0.60%)</b>			1,912 DH Services Luxembourg Sarl, 144A, 7.750%, due 12/15/2020	1,996	0.50	2,060 Virgin Media Finance Plc, 144A, 6.375%, due 4/15/2023	2,194	0.55
2,040 CBC Ammo LLC / CBC FinCo Inc, 144A, 7.250%, due 11/15/2021	1,897	0.48	690 FAGE International SA/ FAGE USA Dairy Industry Inc, 144A, 5.625%, due 8/15/2026	713	0.18	400 Virgin Media Secured Finance Plc, 144A, 5.500%, due 8/15/2026	418	0.11
1,960 Oi Brasil Holdings Cooperatief UA, 144A, 5.750%, due 2/10/2022 †	495	0.12	907 Intelsat Jackson Holdings SA, 7.500%, due 4/1/2021	683	0.17		14,699	3.68
	2,392	0.60	1,000 Intelsat Jackson Holdings SA, 5.500%, due 8/1/2023	683	0.17	<b>United States — 71.89% (February 29, 2016: 75.06%)</b>		
<b>Canada — 2.04% (February 29, 2016: 1.65%)</b>			1,690 Intelsat Jackson Holdings SA, 144A, 8.000%, due 2/15/2024	1,696	0.42	1,070 Adient Global Holdings Ltd, 144A, 4.875%, due 8/15/2026	1,085	0.27
1,476 BC ULC / New Red Finance Inc, 144A, 4.625%, due 1/15/2022	1,528	0.38		9,902	2.48	80 ADT Corp/The, 3.500%, due 7/15/2022	77	0.02
900 BC ULC / New Red Finance Inc, 144A, 6.000%, due 4/1/2022	942	0.24	<b>Netherlands — 0.31% (February 29, 2016: 0.97%)</b>			1,100 ADT Corp/The, 4.125%, due 6/15/2023	1,078	0.27
270 Garda World Security Corp, 144A, 7.250%, due 11/15/2021	246	0.06	340 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 5.000%, due 10/1/2021	366	0.09	1,330 AES Corp/VA, 4.875%, due 5/15/2023	1,347	0.34
1,040 GFL Environmental Inc, 144A, 9.875%, due 2/1/2021	1,134	0.29	290 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 7/1/2022	308	0.08	80 Alcoa Inc, 5.125%, due 10/1/2024	84	0.02
1,350 MEG Energy Corp, 144A, 6.375%, due 1/30/2023	1,053	0.26	520 Royal Bank of Scotland NV/ New York NY, Series B, 7.750%, due 5/15/2023	585	0.14	810 Alcoa Inc, 5.950%, due 2/1/2037	818	0.20
880 Teck Resources Ltd, 3.000%, due 3/1/2019	854	0.21		1,259	0.31	1,850 Alliance One International Inc, 9.875%, due 7/15/2021	1,646	0.41
740 Teck Resources Ltd, 144A, 8.000%, due 6/1/2021	799	0.20	<b>New Zealand — 0.80% (February 29, 2016: 0.00%)</b>			1,600 Ally Financial Inc, 8.000%, due 11/1/2031	2,004	0.50
540 Teck Resources Ltd, 144A, 8.500%, due 6/1/2024	607	0.15	560 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 9.875%, due 8/15/2019	576	0.14	910 AMAG Pharmaceuticals Inc, 144A, 7.875%, due 9/1/2023	895	0.22
1,010 Teine Energy Ltd, 144A, 6.875%, due 9/30/2022	1,012	0.25	800 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 5.750%, due 10/15/2020	825	0.21	366 America West Airlines 2001-1 Pass Through Trust, Series 011G, 7.100%, due 4/2/2021	395	0.10
	8,175	2.04	380 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 144A, 5.125%, due 7/15/2023	394	0.10	802 American Airlines 2011-1 Class B Pass Through Trust, Series B, 144A, 7.000%, due 1/31/2018	842	0.21
<b>France — 2.10% (February 29, 2016: 1.24%)</b>			1,310 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 144A, 7.000%, due 7/15/2024	1,404	0.35	257 American Airlines 2013-1 Class B Pass Through Trust, 144A, 5.625%, due 1/15/2021	268	0.07
520 BNP Paribas SA, 144A, 7.375%, Perpetual *	529	0.13		3,199	0.80	276 American Airlines 2013-2 Class B Pass Through Trust, 144A, 5.600%, due 7/15/2020	289	0.07
2,580 CGG SA, 6.500%, due 6/1/2021	1,264	0.32				200 American Axle & Manufacturing Inc, 6.250%, due 3/15/2021	209	0.05
1,550 Credit Agricole SA, 144A, 8.125%, Perpetual *	1,663	0.42				620 American Axle & Manufacturing Inc, 6.625%, due 10/15/2022	661	0.17
600 SFR Group SA, 144A, 6.000%, due 5/15/2022	613	0.15						
340 SFR Group SA, 144A, 6.250%, due 5/15/2024	343	0.08						
3,860 SFR Group SA, 144A, 7.375%, due 5/1/2026	3,986	1.00						
	8,398	2.10						
<b>Germany — 0.29% (February 29, 2016: 0.50%)</b>								
1,080 ZF North America Capital Inc, 144A, 4.750%, due 4/29/2025	1,146	0.29						

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>								
1,090 American Builders & Contractors Supply Co Inc, 144A, 5.625%, due 4/15/2021	1,131	0.28	680 Centene Corp, 4.750%, due 5/15/2022	706	0.18	170 Continental Resources Inc/OK, 4.500%, due 4/15/2023	160	0.04
940 American Builders & Contractors Supply Co Inc, 144A, 5.750%, due 12/15/2023	994	0.25	420 Centene Corp, 6.125%, due 2/15/2024	458	0.11	890 Continental Resources Inc/OK, 4.900%, due 6/1/2044	743	0.19
810 Ancestry.com Inc, 11.000%, due 12/15/2020	869	0.22	730 Central Garden & Pet Co, 6.125%, due 11/15/2023	784	0.20	140 Corrections Corp of America, 4.125%, due 4/1/2020	134	0.03
1,226 Ashton Woods USA LLC / Ashton Woods Finance Co, 144A, 6.875%, due 2/15/2021	1,171	0.29	1,630 Century Intermediate Holding Co 2, 144A, 9.750%, due 2/15/2019	1,667	0.42	670 Corrections Corp of America, 5.000%, due 10/15/2022	621	0.16
780 Axalta Coating Systems LLC, 144A, 4.875%, due 8/15/2024	813	0.20	430 CenturyLink Inc, Series S, 6.450%, due 6/15/2021	462	0.12	210 Corrections Corp of America, 4.625%, due 5/1/2023	187	0.05
30 Axiall Corp, 4.875%, due 5/15/2023	31	0.01	1,570 CenturyLink Inc, 5.625%, due 4/1/2025	1,531	0.38	160 Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.000%, due 12/15/2020	158	0.04
770 Berry Petroleum Co LLC, 6.750%, due 11/1/2020	400	0.10	1,610 Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 4.908%, due 7/23/2025	1,777	0.44	1,610 Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.125%, due 3/1/2022	1,566	0.39
2,720 Berry Petroleum Co LLC, 6.375%, due 9/15/2022	1,414	0.35	840 Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 6.484%, due 10/23/2045	1,032	0.26	230 Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.250%, due 4/1/2023	224	0.06
1,790 Beverages & More Inc, 144A, 10.000%, due 11/15/2018	1,665	0.42	160 Chesapeake Energy Corp, 3.930%, due 4/15/2019 *	145	0.04	1,070 CrownRock LP / CrownRock Finance Inc, 144A, 7.750%, due 2/15/2023	1,137	0.28
1,550 BioScrip Inc, 8.875%, due 2/15/2021	1,461	0.37	610 Chesapeake Energy Corp, 6.875%, due 11/15/2020	535	0.13	450 CSC Holdings LLC, 144A, 10.125%, due 1/15/2023	514	0.13
980 Blue Racer Midstream LLC / Blue Racer Finance Corp, 144A, 6.125%, due 11/15/2022	943	0.24	500 Chesapeake Energy Corp, 5.375%, due 6/15/2021	395	0.10	1,430 CSC Holdings LLC, 144A, 6.625%, due 10/15/2025	1,553	0.39
440 Boyd Gaming Corp, 144A, 6.375%, due 4/1/2026	469	0.12	350 Chesapeake Energy Corp, 4.875%, due 4/15/2022	268	0.07	780 CSC Holdings LLC, 144A, 10.875%, due 10/15/2025	915	0.23
390 Builders FirstSource Inc, 144A, 5.625%, due 9/1/2024	397	0.10	1,020 Chesapeake Energy Corp, 5.750%, due 3/15/2023	782	0.20	1,650 CTP Transportation Products LLC / CTP Finance Inc, 144A, 8.250%, due 12/15/2019	1,270	0.32
1,160 BWAY Holding Co, 144A, 9.125%, due 8/15/2021	1,186	0.30	477 Choctaw Resort Development Enterprise, 144A, 7.250%, due 11/15/2019	471	0.12	1,390 CTR Partnership LP / CareTrust Capital Corp, 5.875%, due 6/1/2021	1,418	0.35
800 Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Prope, 8.000%, due 10/1/2020	812	0.20	130 CIT Group Inc, 5.375%, due 5/15/2020	139	0.03	1,240 DaVita HealthCare Partners Inc, 5.000%, due 5/1/2025	1,257	0.31
1,020 CalAtlantic Group Inc, 5.250%, due 6/1/2026	1,035	0.26	805 CIT Group Inc, 5.000%, due 8/15/2022	853	0.21	870 DCP Midstream LLC, 144A, 6.750%, due 9/15/2037	844	0.21
230 California Resources Corp, 144A, 8.000%, due 12/15/2022	155	0.04	2,780 CIT Group Inc, 5.000%, due 8/1/2023	2,947	0.74	410 Delta Air Lines 2007-1 Class B Pass Through Trust, Series 071B, 8.021%, due 8/10/2022	469	0.12
24 California Resources Corp, 6.000%, due 11/15/2024	12	—	1,100 Citigroup Inc, Series P, 5.950%, Perpetual *	1,136	0.28	171 Delta Air Lines 2009-1 Series B Pass Through Trust, Series B, 9.750%, due 12/17/2016	176	0.04
930 Calumet Specialty Products Partners LP / Calumet Finance Corp, 144A, 11.500%, due 1/15/2021	1,063	0.27	2,150 Citigroup Inc, Series M, 6.300%, Perpetual *	2,225	0.56	459 Delta Air Lines 2012-1 Class B Pass Through Trust, Series B, 144A, 6.875%, due 5/7/2019	496	0.12
420 Care Capital Properties LP, 144A, 5.125%, due 8/15/2026	424	0.11	840 Cloud Peak Energy Resources LLC / Cloud Peak Energy Finance Corp, 6.375%, due 3/15/2024	428	0.11	520 Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 5.875%, due 6/15/2021	550	0.14
630 Carmike Cinemas Inc, 144A, 6.000%, due 6/15/2023	661	0.17	130 CNO Financial Group Inc, 4.500%, due 5/30/2020	131	0.03	550 Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 7.125%, due 6/15/2024	596	0.15
1,560 Carolina Beverage Group LLC / Carolina Beverage Group Finance Inc, 144A, 10.625%, due 8/1/2018	1,435	0.36	1,500 CNO Financial Group Inc, 5.250%, due 5/30/2025	1,489	0.37	2,561 DISH DBS Corp, 5.875%, due 7/15/2022	2,612	0.65
950 Carrizo Oil & Gas Inc, 7.500%, due 9/15/2020	976	0.24	1,564 Coeur Mining Inc, 7.875%, due 2/1/2021	1,544	0.39	1,800 DISH DBS Corp, 144A, 7.750%, due 7/1/2026	1,921	0.48
80 Carrizo Oil & Gas Inc, 6.250%, due 4/15/2023	79	0.02	2,780 Cogent Communications Group Inc, 144A, 5.375%, due 3/1/2022	2,863	0.72	800 DISH Network Corp, 144A, 3.375%, due 8/15/2026	835	0.21
1,330 Carrols Restaurant Group Inc, 8.000%, due 5/1/2022	1,446	0.36	570 Communications Sales & Leasing Inc / CSL Capital LLC, 144A, 6.000%, due 4/15/2023	593	0.15	3,130 DJO Finco Inc / DJO Finance LLC / DJO Finance Corp, 144A, 8.125%, due 6/15/2021	2,754	0.69
630 CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.875%, due 4/1/2024	679	0.17	660 Compiler Finance Sub Inc, 144A, 7.000%, due 5/1/2021 +	307	0.08	1,550 Dollar Tree Inc, 5.750%, due 3/1/2023	1,668	0.42
1,280 CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.750%, due 2/15/2026	1,370	0.34	910 Concho Resources Inc, 5.500%, due 4/1/2023	940	0.23	970 Downstream Development Authority of the Quapaw Tribe of Oklahoma, 144A, 10.500%, due 7/1/2019	997	0.25
820 CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.875%, due 5/1/2027	877	0.22	2,000 Constellation Brands Inc, 4.750%, due 11/15/2024	2,180	0.54	800 Eagle Materials Inc, 4.500%, due 8/1/2026	814	0.20
600 CEC Entertainment Inc, 8.000%, due 2/15/2022	600	0.15	610 Constellation Brands Inc, 4.750%, due 12/1/2025	664	0.17	1,070 Eagle Spinco Inc, 4.625%, due 2/15/2021	1,121	0.28
830 Cengage Learning Inc, 144A, 9.500%, due 6/15/2024	849	0.21	7 Continental Airlines 2000-1 Class B Pass Through Trust, Series 001B, Class B, 8.388%, due 11/1/2020 +	7	—			
680 Centene Corp, 5.625%, due 2/15/2021	723	0.18	17 Continental Airlines 2009-2 Class B Pass Through Trust, Series B, 9.250%, due 5/10/2017	18	—			
			870 Continental Airlines 2012-1 Class B Pass Through Trust, Series B, 6.250%, due 4/11/2020	933	0.23			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>								
510 Eco Services Operations LLC / Eco Finance Corp, 144A, 8.500%, due 11/1/2022	528	0.13	950 GEO Group Inc/The, 5.125%, due 4/1/2023	848	0.21	1,380 Iron Mountain Inc, 144A, 6.000%, due 10/1/2020	1,466	0.37
730 Endeavor Energy Resources LP / EER Finance Inc, 144A, 7.000%, due 8/15/2021	732	0.18	1,780 Gibson Brands Inc, 144A, 8.875%, due 8/1/2018	1,380	0.34	945 Jack Cooper Holdings Corp, 9.250%, due 6/1/2020	690	0.17
190 Enso Plc, 4.700%, due 3/15/2021	164	0.04	1,070 GLP Capital LP / GLP Financing II Inc, 5.375%, due 4/15/2026	1,169	0.29	1,530 Kinder Morgan Inc/DE, 7.800%, due 8/1/2031	1,873	0.47
220 Enso Plc, 5.200%, due 3/15/2025	158	0.04	1,200 Goldman Sachs Group Inc/The, 5.150%, due 5/22/2045	1,321	0.33	760 Kinetic Concepts Inc / KCI USA Inc, 144A, 7.875%, due 2/15/2021	821	0.21
1,090 Enso Plc, 5.750%, due 10/1/2044	670	0.17	1,140 Goodyear Tire & Rubber Co/The, 5.125%, due 11/15/2023	1,191	0.30	720 Kraft Heinz Foods Co, 144A, 7.125%, due 8/1/2039	1,040	0.26
570 EP Energy LLC / Everest Acquisition Finance Inc, 9.375%, due 5/1/2020	368	0.09	190 Goodyear Tire & Rubber Co/The, 5.000%, due 5/31/2026	199	0.05	700 L Brands Inc, 6.950%, due 3/1/2033	740	0.18
480 EP Energy LLC / Everest Acquisition Finance Inc, 7.750%, due 9/1/2022	263	0.07	380 Gray Television Inc, 144A, 5.875%, due 7/15/2026	396	0.10	1,360 L Brands Inc, 6.875%, due 11/1/2035	1,486	0.37
1,600 EP Energy LLC / Everest Acquisition Finance Inc, 6.375%, due 6/15/2023	876	0.22	1,000 Greatbatch Ltd, 144A, 9.125%, due 11/1/2023	999	0.25	230 Lamar Media Corp, 144A, 5.750%, due 2/1/2026	249	0.06
440 EV Energy Partners LP / EV Energy Finance Corp, 8.000%, due 4/15/2019	273	0.07	580 Greentown Holdings LLC / Greentown Mothership Corp, 144A, 8.875%, due 3/15/2019	612	0.15	1,130 Landry's Holdings II Inc, 144A, 10.250%, due 1/1/2018	1,150	0.29
860 Extraction Oil & Gas Holdings LLC / Extraction Finance Corp, 144A, 7.875%, due 7/15/2021	869	0.22	990 Greystar Real Estate Partners LLC, 144A, 8.250%, due 12/1/2022	1,049	0.26	450 Laredo Petroleum Inc, 7.375%, due 5/1/2022	455	0.11
1,023 First Data Corp, 144A, 7.000%, due 12/1/2023	1,072	0.27	720 Guitar Center Inc, 144A, 6.500%, due 4/15/2019	641	0.16	300 Level 3 Financing Inc, 6.125%, due 1/15/2021	311	0.08
1,104 First Data Corp, 144A, 5.000%, due 1/15/2024	1,123	0.28	1,820 Guitar Center Inc, 144A, 9.625%, due 4/15/2020	1,338	0.33	1,430 Level 3 Financing Inc, 144A, 5.250%, due 3/15/2026	1,482	0.37
1,110 FirstCash Inc, 6.750%, due 4/1/2021	1,149	0.29	1,620 H&E Equipment Services Inc, 7.000%, due 9/1/2022	1,709	0.43	1,125 Levi Strauss & Co, 5.000%, due 5/1/2025	1,167	0.29
1,370 Flexi-Van Leasing Inc, 144A, 7.875%, due 8/15/2018	1,233	0.31	310 Hanesbrands Inc, 144A, 4.625%, due 5/15/2024	324	0.08	1,150 LMI Aerospace Inc, 7.375%, due 7/15/2019	1,170	0.29
735 Florida East Coast Holdings Corp, 144A, 6.750%, due 5/1/2019	757	0.19	280 Hanesbrands Inc, 144A, 4.875%, due 5/15/2026	293	0.07	3,620 Magnum Hunter Resources Corp Escrow, 9.750%, due 5/15/2020 ∞	–	–
438 Fontainebleau Las Vegas Holdings LLC, 144A, 10.250%, due 6/15/2015 ∞	–	–	1,720 Hardwoods Acquisition Inc, 144A, 7.500%, due 8/1/2021	1,187	0.30	140 Mallinckrodt International Finance SA, 3.500%, due 4/15/2018	140	0.03
580 Freeport-McMoRan Inc, 3.100%, due 3/15/2020	534	0.13	680 HCA Inc, 5.375%, due 2/1/2025	700	0.18	10 Mallinckrodt International Finance SA / Mallinckrodt CB LLC, 144A, 5.500%, due 4/15/2025	10	–
850 Freeport-McMoRan Inc, 3.550%, due 3/1/2022	742	0.19	830 HCA Inc, 5.250%, due 4/15/2025	889	0.22	520 Match Group Inc, 6.375%, due 6/1/2024	566	0.14
420 Freeport-McMoRan Inc, 3.875%, due 3/15/2023	360	0.09	23 HCA Inc, 7.690%, due 6/15/2025	26	0.01	1,210 MDC Partners Inc, 144A, 6.500%, due 5/1/2024	1,150	0.29
590 Freeport-McMoRan Inc, 5.450%, due 3/15/2043	451	0.11	2,610 HCA Inc, 5.875%, due 2/15/2026	2,760	0.69	585 Media News Group Inc, 12.000%, due 12/31/2018 †∞	585	0.15
310 Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.125%, due 6/15/2019	313	0.08	510 HCA Inc, 5.250%, due 6/15/2026	545	0.14	830 MGM Growth Properties Operating Partnership LP / MGP Finance Co-Issuer Inc, 144A, 4.500%, due 9/1/2026	829	0.21
360 Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.750%, due 2/1/2022	360	0.09	41 HCA Inc, 7.500%, due 11/15/2095	41	0.01	340 MGM Resorts International, 6.625%, due 12/15/2021	382	0.10
2,010 Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.875%, due 2/15/2023	1,955	0.49	888 HiG BBC Intermediate Holdings LLC / HiG BBC Holdings Corp, 144A, 10.500%, due 9/15/2018	808	0.20	1,080 MGM Resorts International, 4.625%, due 9/1/2026	1,069	0.27
100 Frontier Communications Corp, 10.500%, due 9/15/2022	109	0.03	320 Holly Energy Partners LP / Holly Energy Finance Corp, 144A, 6.000%, due 8/1/2024	326	0.08	1,893 Michael Baker Holdings LLC / Michael Baker Finance Corp, 144A, 8.875%, due 4/15/2019	1,702	0.43
1,710 Frontier Communications Corp, 11.000%, due 9/15/2025	1,847	0.46	1,590 IASIS Healthcare LLC / IASIS Capital Corp, 8.375%, due 5/15/2019	1,441	0.36	360 Michael Baker International LLC / CDL Acquisition Co Inc, 144A, 8.250%, due 10/15/2018	361	0.09
1,000 GameStop Corp, 144A, 5.500%, due 10/1/2019	1,019	0.25	1,563 iHeartCommunications Inc, 14.000%, due 2/1/2021	633	0.16	120 Micron Technology Inc, 144A, 5.250%, due 8/1/2023	116	0.03
840 GameStop Corp, 144A, 6.750%, due 3/15/2021	851	0.21	2,000 ILFC E-Capital Trust I, 144A, 3.980%, due 12/21/2065 *	1,597	0.40	160 Micron Technology Inc, 5.500%, due 2/1/2025	155	0.04
240 General Motors Co, 6.600%, due 4/1/2036	296	0.07	930 Immucor Inc, 11.125%, due 8/15/2019	874	0.22	17 Mirabela, 1.000%, due 9/10/2044 †∞	–	–
1,520 General Motors Co, 5.200%, due 4/1/2045	1,618	0.40	630 Interface Security Systems Holdings Inc / Interface Security Systems LLC, 9.250%, due 1/15/2018	639	0.16	2,790 Modular Space Corp, 144A, 10.250%, due 1/31/2019 †	1,144	0.29
100 General Motors Co, 6.750%, due 4/1/2046	128	0.03	1,310 International Lease Finance Corp, 8.250%, due 12/15/2020	1,567	0.39	730 Monitronics International Inc, 9.125%, due 4/1/2020	675	0.17
980 Genesis Energy LP / Genesis Energy Finance Corp, 6.000%, due 5/15/2023	975	0.24	440 International Lease Finance Corp, 8.625%, due 1/15/2022	547	0.14	1,390 MPH Acquisition Holdings LLC, 144A, 7.125%, due 6/1/2024	1,494	0.37
1,090 Genworth Holdings Inc, 7.700%, due 6/15/2020	1,079	0.27	570 International Wire Group Holdings Inc, 144A, 8.500%, due 10/15/2017	574	0.14	570 MPLX LP, 4.875%, due 6/1/2025	582	0.15
490 Genworth Holdings Inc, 4.900%, due 8/15/2023	399	0.10	820 International Wire Group Inc, 144A, 10.750%, due 8/1/2021	786	0.20	480 MPT Operating Partnership LP / MPT Finance Corp, 6.375%, due 3/1/2024	527	0.13
						350 MPT Operating Partnership LP / MPT Finance Corp, 5.250%, due 8/1/2026	372	0.09

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>			810			1,360		
<b>United States — (continued)</b>			Rockies Express Pipeline LLC, 144A, 5.625%, due 4/15/2020	847	0.21	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A, 5.875%, due 4/15/2023	1,421	0.36
3,400			120			910		
Murray Energy Corp, 144A, 11.250%, due 4/15/2021	1,496	0.37	Rockies Express Pipeline LLC, 144A, 7.500%, due 7/15/2038	124	0.03	Tenet Healthcare Corp, 8.125%, due 4/1/2022	921	0.23
510			2,000			1,200		
Navient Corp, 8.000%, due 3/25/2020	553	0.14	Rockies Express Pipeline LLC, 144A, 6.875%, due 4/15/2040	2,020	0.50	Tenet Healthcare Corp, 6.750%, due 6/15/2023	1,142	0.29
550			1,270			90		
Navient Corp, 6.625%, due 7/26/2021	567	0.14	Rose Rock Midstream LP / Rose Rock Finance Corp, 5.625%, due 11/15/2023	1,156	0.29	Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.125%, due 10/15/2021	94	0.02
1,620			1,320			390		
Navient Corp, 5.875%, due 10/25/2024	1,527	0.38	RSP Permian Inc, 6.625%, due 10/1/2022	1,373	0.34	Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.250%, due 10/15/2022	413	0.10
2,170			835			250		
Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A, 8.125%, due 11/15/2021	1,649	0.41	Sally Holdings LLC / Sally Capital Inc, 5.625%, due 12/1/2025	904	0.23	Tesoro Logistics Finance Corp, 6.375%, due 5/1/2024	267	0.07
140			1,330			860		
NCL Corp Ltd, 144A, 4.625%, due 11/15/2020	142	0.04	Sanchez Energy Corp, 7.750%, due 6/15/2021	1,157	0.29	Time Warner Cable Inc, 7.300%, due 7/1/2038	1,117	0.28
1,440			150			1,400		
Neiman Marcus Group Ltd LLC, 144A, 8.000%, due 10/15/2021	1,232	0.31	Scientific Games International Inc, 144A, 7.000%, due 1/1/2022	159	0.04	TMX Finance LLC / TitleMax Finance Corp, 144A, 8.500%, due 9/15/2018	1,097	0.27
450			570			151		
Neiman Marcus Group Ltd LLC, 144A, 8.750%, due 10/15/2021	366	0.09	Service Corp International/ US, 5.375%, due 5/15/2024	611	0.15	Toll Brothers Finance Corp, 4.000%, due 12/31/2018	157	0.04
1,996			832			220		
Neovia Logistics Intermediate Holdings LLC / Logistics Intermediate Finance Corp, 144A, 10.000%, due 2/15/2018	1,098	0.27	Service Corp International/ US, 7.500%, due 4/1/2027	973	0.24	Toll Brothers Finance Corp, 6.750%, due 11/1/2019	248	0.06
1,200			70			526		
NES Rentals Holdings Inc, 144A, 7.875%, due 5/1/2018	1,170	0.29	Shea Homes LP / Shea Homes Funding Corp, 144A, 5.875%, due 4/1/2023	71	0.02	United Airlines 2014-1 Class B Pass Through Trust, Series B, 4.750%, due 4/1/2022	536	0.13
1,475			1,890			951		
Netflix Inc, 5.500%, due 2/15/2022	1,586	0.40	Shea Homes LP / Shea Homes Funding Corp, 144A, 6.125%, due 4/1/2025	1,914	0.48	United Airlines 2014-2 Class B Pass Through Trust, Series B, 4.625%, due 9/3/2022	960	0.24
190			2,330			1,290		
Netflix Inc, 5.875%, due 2/15/2025	206	0.05	Simmons Foods Inc, 144A, 7.875%, due 10/1/2021	2,301	0.58	United Rentals North America Inc, 5.750%, due 11/15/2024	1,348	0.34
1,441			600			1,890		
New Cotai LLC / New Cotai Capital Corp, 144A, 10.625%, due 5/1/2019	699	0.17	Sinclair Television Group Inc, 144A, 5.125%, due 2/15/2027	605	0.15	United Rentals North America Inc, 5.500%, due 7/15/2025	1,949	0.49
430			50			2,214		
NGPL PipeCo LLC, 144A, 9.625%, due 6/1/2019	452	0.11	SM Energy Co, 5.000%, due 1/15/2024	46	0.01	Universal Hospital Services Inc, 7.625%, due 8/15/2020	2,120	0.53
570			720			900		
NGPL PipeCo LLC, 144A, 7.768%, due 12/15/2037	612	0.15	SM Energy Co, 5.625%, due 6/1/2025	673	0.17	Univision Communications Inc, 144A, 5.125%, due 2/15/2025	941	0.24
760			760			695		
NRG Energy Inc, 144A, 7.250%, due 5/15/2026	789	0.20	Spectrum Brands Inc, 6.125%, due 12/15/2024	820	0.20	US Airways 2012-2 Class B Pass Through Trust, 6.750%, due 6/3/2021	758	0.19
5,930			700			550		
NRG REMA LLC, Series C, 9.681%, due 7/2/2026	4,744	1.19	Spectrum Brands Inc, 5.750%, due 7/15/2025	759	0.19	US Concrete Inc, 6.375%, due 6/1/2024	573	0.14
370			1,080			300		
NWH Escrow Corp, 144A, 7.500%, due 8/1/2021	248	0.06	Speedway Motorsports Inc, 5.125%, due 2/1/2023	1,115	0.28	Valeant Pharmaceuticals International, 144A, 7.000%, due 10/1/2020	293	0.07
770			1,296			1,090		
Oasis Petroleum Inc, 6.875%, due 1/15/2023	710	0.18	Sprint Capital Corp, 6.875%, due 11/15/2028	1,166	0.29	Valeant Pharmaceuticals International, 144A, 6.375%, due 10/15/2020	1,041	0.26
700			1,850			160		
Pacific Drilling V Ltd, 144A, 7.250%, due 12/1/2017	273	0.07	Sprint Capital Corp, 8.750%, due 3/15/2032	1,836	0.46	Valeant Pharmaceuticals International, 144A, 7.250%, due 7/15/2022	152	0.04
3,325			3,020			820		
Pactiv LLC, 8.375%, due 4/15/2027	3,666	0.92	Sprint Communications Inc, 7.000%, due 8/15/2020	2,975	0.74	Valeant Pharmaceuticals International Inc, 144A, 7.500%, due 7/15/2021	806	0.20
340			3,434			900		
Parsley Energy LLC / Parsley Finance Corp, 144A, 7.500%, due 2/15/2022	359	0.09	Sprint Communications Inc, 11.500%, due 11/15/2021	3,863	0.97	Valeant Pharmaceuticals International Inc, 144A, 5.500%, due 3/1/2023	785	0.20
1,220			570			980		
Pilgrim's Pride Corp, 144A, 5.750%, due 3/15/2025	1,260	0.31	Sprint Corp, 7.250%, due 9/15/2021	564	0.14	Valeant Pharmaceuticals International Inc, 144A, 5.875%, due 5/15/2023	862	0.22
1,180			1,140			950		
Post Holdings Inc, 144A, 5.000%, due 8/15/2026	1,177	0.29	Sprint Corp, 7.625%, due 2/15/2025	1,082	0.27	Valvoline Inc, 144A, 5.500%, due 7/15/2024	997	0.25
380			400			880		
PQ Corp, 144A, 6.750%, due 11/15/2022	403	0.10	Standard Industries Inc/NJ, 144A, 5.125%, due 2/15/2021	423	0.11	Viacom Inc, 4.375%, due 3/15/2043	797	0.20
1,260			600			1,700		
Pride International Inc, 7.875%, due 8/15/2040	932	0.23	Standard Industries Inc/NJ, 144A, 5.500%, due 2/15/2023	637	0.16	Viking Cruises Ltd, 144A, 6.250%, due 5/15/2025	1,343	0.34
1,490			380			1,020		
Prime Security Services Borrower LLC / Prime Finance Inc, 144A, 9.250%, due 5/15/2023	1,622	0.41	Summit Midstream Holdings LLC / Summit Midstream Finance Corp, 7.500%, due 7/1/2021	386	0.10	Vista Outdoor Inc, 144A, 5.875%, due 10/1/2023	1,074	0.27
90			1,130			705		
PulteGroup Inc, 4.250%, due 3/1/2021	95	0.02	Summit Midstream Holdings LLC / Summit Midstream Finance Corp, 5.500%, due 8/15/2022	1,066	0.27	WESCO Distribution Inc, 5.375%, due 12/15/2021	728	0.18
1,170			172			460		
PulteGroup Inc, 5.500%, due 3/1/2026	1,252	0.31	Targa Resources Partners LP / Targa Resources Partners Finance Corp, 6.375%, due 8/1/2022	178	0.04	WESCO Distribution Inc, 144A, 5.375%, due 6/15/2024	470	0.12
520			530			2,050		
QEP Resources Inc, 6.875%, due 3/1/2021	544	0.14	Targa Resources Partners LP / Targa Resources Partners Finance Corp, 5.250%, due 5/1/2023	538	0.13	West Corp, 144A, 5.375%, due 7/15/2022	1,999	0.50
642			670			1,010		
QEP Resources Inc, 5.250%, due 5/1/2023	629	0.16	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A, 5.250%, due 4/15/2021	688	0.17	Whiting Petroleum Corp, 5.750%, due 3/15/2021	905	0.23
1,600								
Quicken Loans Inc, 144A, 5.750%, due 5/1/2025	1,596	0.40						
340								
Range Resources Corp, 5.000%, due 3/15/2023	336	0.08						
810								
Range Resources Corp, 4.875%, due 5/15/2025	782	0.20						
1,030								
Red Oak Power LLC, Series B, 9.200%, due 11/30/2029	1,066	0.27						
1,000								
Rice Energy Inc, 6.250%, due 5/1/2022	1,025	0.26						

The accompanying notes are an integral part of the Financial Statements



## Portfolio of Investments as at August 31, 2016 – (continued)

### Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Deutsche Bank	Ally Financial Inc, 5.000%	Sell	6/20/20	4,250	\$ 490
Goldman Sachs	Markit CDX.NA.HY.26, 5.000%	Buy	6/20/21	14,340	(636)
					\$ (146)
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$418)					490
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$-)					(636)
Net Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$418)					\$ (146)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD	5	Sell	EUR	4	\$ –
09/14/16	BNY Mellon	Buy	USD	14	Sell	SGD	18	–
09/14/16	BNY Mellon	Buy	SGD	483	Sell	USD	358	(4)
09/14/16	BNY Mellon	Buy	EUR	831	Sell	USD	924	5
09/14/16	BNY Mellon	Buy	EUR	38	Sell	USD	43	–
09/14/16	BNY Mellon	Buy	GBP	162	Sell	USD	213	–
09/14/16	BNY Mellon	Buy	GBP	2	Sell	USD	2	–
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1)								5
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(33))								(4)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(32))</b>								<b>\$ 1</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 2 Year Note (CBT) December 2016	237	\$ 51,740	\$ 16
U.S. 5 Year Note (CBT) December 2016	324	39,285	(82)
U.S. Long Bond (CBT) December 2016	(7)	(1,193)	(5)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (71)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$3)			16
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(86))			(87)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(83))			<b>\$ (71)</b>



# Legg Mason Western Asset Emerging Markets Total Return Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — 49.64% (February 29, 2016: 45.09%)</b>								
<b>Brazil — 8.71% (February 29, 2016: 6.57%)</b>								
200 Itau Unibanco Holding SA/ Cayman Island, 144A, 2.850%, due 5/26/2018	200	0.47	500 Shimao Property Holdings Ltd, 8.375%, due 2/10/2022	569	1.32	<b>Philippines — 1.24% (February 29, 2016: 0.00%)</b>		
300 Klabin Finance SA, 144A, 5.250%, due 7/16/2024	302	0.70		775	1.80	500 Petron Corp, 7.500%, Perpetual *	534	1.24
200 Marfrig Holdings Europe BV, 6.875%, due 6/24/2019	207	0.48	<b>Hungary — 2.04% (February 29, 2016: 1.41%)</b>			<b>Russia — 5.21% (February 29, 2016: 6.74%)</b>		
200 Oi Brasil Holdings Cooperatief UA, 5.750%, due 2/10/2022	50	0.12	850 Magyar Export-Import Bank Zrt, 144A, 4.000%, due 1/30/2020	876	2.04	330 Evraz Group SA, 6.500%, due 4/22/2020	337	0.78
780 Petrobras Global Finance BV, 4.375%, due 5/20/2023	680	1.58	<b>India — 1.66% (February 29, 2016: 1.49%)</b>			520 Lukoil International Finance BV, 6.656%, due 6/7/2022	592	1.37
595 Petrobras Global Finance BV, 6.875%, due 1/20/2040	531	1.23	200 Bharti Airtel Ltd, 144A, 4.375%, due 6/10/2025	211	0.49	100 Russian Agricultural Bank OJSC Via RSHB Capital SA, 6.299%, due 5/15/2017	103	0.24
340 Petrobras Global Finance BV, 6.750%, due 1/27/2041	297	0.69	200 ICICI Bank Ltd, 6.375%, due 4/30/2022 *	204	0.47	420 Russian Agricultural Bank OJSC Via RSHB Capital SA, 7.750%, due 5/29/2018	451	1.05
850 Petrobras Global Finance BV, 5.625%, due 5/20/2043	656	1.52	300 ICICI Bank Ltd, 7.250%, Perpetual *	300	0.70	700 Russian Agricultural Bank OJSC Via RSHB Capital SA, 8.500%, due 10/16/2023	760	1.77
160 Petrobras Global Finance BV, 6.850%, due 6/5/2115	133	0.31		715	1.66		2,243	5.21
200 Suzano Austria GmbH, 144A, 5.750%, due 7/14/2026	204	0.48	<b>Indonesia — 4.42% (February 29, 2016: 3.23%)</b>			<b>South Africa — 0.56% (February 29, 2016: 0.37%)</b>		
140 Suzano Trading Ltd, 5.875%, due 1/23/2021	148	0.34	500 Pelabuhan Indonesia III Persero PT, 144A, 4.875%, due 10/1/2024	542	1.26	230 Myriad International Holdings BV, 5.500%, due 7/21/2025	243	0.56
130 Vale Overseas Ltd, 5.875%, due 6/10/2021	135	0.31	570 Pertamina Persero PT, 5.250%, due 5/23/2021	621	1.44	<b>Turkey — 1.05% (February 29, 2016: 1.31%)</b>		
200 Votorantim Cimentos SA, 7.250%, due 4/5/2041	205	0.48	210 Pertamina Persero PT, 4.875%, due 5/3/2022	226	0.53	230 Export Credit Bank of Turkey, 144A, 5.000%, due 9/23/2021	233	0.54
	3,748	8.71	500 Perusahaan Listrik Negara PT, 5.250%, due 10/24/2042	512	1.19	220 TC Ziraat Bankasi AS, 144A, 4.750%, due 4/29/2021	219	0.51
<b>Chile — 2.89% (February 29, 2016: 2.94%)</b>				1,901	4.42		452	1.05
15 Celulosa Arauco y Constitucion SA, 7.250%, due 7/29/2019	17	0.04	<b>Kazakhstan — 4.59% (February 29, 2016: 3.40%)</b>			<b>United Arab Emirates — 1.09% (February 29, 2016: 0.72%)</b>		
260 Celulosa Arauco y Constitucion SA, 4.750%, due 1/11/2022	280	0.65	800 KazMunayGas National Co JSC, 9.125%, due 7/2/2018	882	2.05	450 National Bank of Abu Dhabi PJSC, 5.250%, Perpetual *	468	1.09
630 Corp Nacional del Cobre de Chile, 3.000%, due 7/17/2022	632	1.47	1,000 KazMunayGas National Co JSC, 6.375%, due 4/9/2021	1,093	2.54	<b>Total Corporate Bonds and Notes (Cost \$21,079)</b>		
301 GNL Quintero SA, 144A, 4.634%, due 7/31/2029	313	0.73		1,975	4.59		21,363	49.64
	1,242	2.89	<b>Mexico — 5.01% (February 29, 2016: 5.08%)</b>			<b>Government Bonds and Notes — 37.84% (February 29, 2016: 35.14%)</b>		
<b>China — 2.33% (February 29, 2016: 5.96%)</b>			200 Banco Nacional de Comercio Exterior SNC, 144A, 4.375%, due 10/14/2025	214	0.50	<b>Argentina — 6.87% (February 29, 2016: 0.00%)</b>		
240 Country Garden Holdings Co Ltd, 7.500%, due 3/9/2020	259	0.60	240 Banco Nacional de Comercio Exterior SNC/ Cayman Islands, 144A, 3.800%, due 8/11/2026 *	241	0.56	210 Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	228	0.53
200 CRCC Yuxiang Ltd, 3.500%, due 5/16/2023	208	0.48	280 Cemex SAB de CV, 144A, 6.125%, due 5/5/2025	295	0.69	660 Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	736	1.71
250 Three Gorges Finance I Cayman Islands Ltd, 144A, 3.700%, due 6/10/2025	268	0.63	200 Comision Federal de Electricidad, 144A, 4.875%, due 1/15/2024	216	0.50	330 Argentine Republic Government International Bond, 144A, 7.125%, due 7/6/2036	350	0.81
260 Three Gorges Finance I Cayman Islands Ltd, 144A, 3.150%, due 6/2/2026	268	0.62	240 Comision Federal de Electricidad, 144A, 6.125%, due 6/16/2045	272	0.63	440 Argentine Republic Government International Bond, 2.500%, due 12/31/2038	307	0.71
	1,003	2.33	500 Petroleos Mexicanos, 5.500%, due 6/27/2044	475	1.10	360 Argentine Republic Government International Bond, 144A, 7.625%, due 4/22/2046	407	0.95
<b>Colombia — 1.63% (February 29, 2016: 0.73%)</b>			460 Petroleos Mexicanos, 5.625%, due 1/23/2046	444	1.03	260 City of Buenos Aires Argentina, 144A, 7.500%, due 6/1/2027	281	0.65
220 Banco Bilbao Vizcaya Argentaria Colombia SA, 4.875%, due 4/21/2025	225	0.52		2,157	5.01	390 Provincia de Buenos Aires/ Argentina, 9.950%, due 6/9/2021	441	1.03
250 Ecopetrol SA, 5.875%, due 9/18/2023	272	0.63	<b>Morocco — 0.48% (February 29, 2016: 0.75%)</b>			200 Provincia de Cordoba, 144A, 7.125%, due 6/10/2021	206	0.48
220 Ecopetrol SA, 5.875%, due 5/28/2045	206	0.48	200 OCP SA, 4.500%, due 10/22/2025	204	0.48		2,956	6.87
	703	1.63	<b>Netherlands — 1.38% (February 29, 2016: 0.00%)</b>			<b>Brazil — 1.05% (February 29, 2016: 0.00%)</b>		
<b>Costa Rica — 0.49% (February 29, 2016: 0.00%)</b>			530 VimpelCom Holdings BV, 7.504%, due 3/1/2022	596	1.38	BRL 1,590 Brazil Notas do Tesouro Nacional Serie F, Series NTNf, 10.000%, due 1/1/2023	451	1.05
200 Banco Nacional de Costa Rica, 144A, 5.875%, due 4/25/2021	210	0.49	<b>Oman — 0.45% (February 29, 2016: 0.00%)</b>			<b>Colombia — 1.61% (February 29, 2016: 0.89%)</b>		
<b>Hong Kong — 1.80% (February 29, 2016: 0.80%)</b>			200 Lamar Funding Ltd, 3.958%, due 5/7/2025	194	0.45	600 Colombia Government International Bond, 5.625%, due 2/26/2044	692	1.61
200 Bank of East Asia Ltd/The, 4.250%, due 11/20/2024 *	206	0.48	<b>Peru — 2.61% (February 29, 2016: 0.95%)</b>					
			150 BBVA Banco Continental SA, 144A, 5.250%, due 9/22/2029 *	162	0.38			
			500 Southern Copper Corp, 5.250%, due 11/8/2042	476	1.10			
			470 Transportadora de Gas del Peru SA, 4.250%, due 4/30/2028	486	1.13			
				1,124	2.61			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Emerging Markets Total Return Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>			<b>Jamaica — 0.76% (February 29, 2016: 0.50%)</b>			<b>Collective Investment Schemes — 10.18% (February 29, 2016: 8.13%)</b>		
<b>Cote d'Ivoire (Ivory Coast) — 1.17% (February 29, 2016: 0.72%)</b>			280 Jamaica Government International Bond, 7.625%, due 7/9/2025	325	0.76	45 Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	4,378	10.18
200 Ivory Coast Government International Bond, 144A, 5.375%, due 7/23/2024	200	0.46	<b>Kazakhstan — 2.05% (February 29, 2016: 1.27%)</b>			<b>Total Collective Investment Schemes (Cost \$4,390)</b>		
290 Ivory Coast Government International Bond, 144A, 6.375%, due 3/3/2028	303	0.71	430 Kazakhstan Government International Bond, 3.875%, due 10/14/2024	445	1.03	<b>Total Investments Excluding Options (Cost \$40,905)</b>		
	503	1.17	420 Kazakhstan Government International Bond, 4.875%, due 10/14/2044	437	1.02		4,378	10.18
<b>Dominican Republic — 0.87% (February 29, 2016: 0.50%)</b>				882	2.05			
330 Dominican Republic International Bond, 144A, 6.850%, due 1/27/2045	375	0.87	<b>Mexico — 0.50% (February 29, 2016: 2.11%)</b>					
<b>Ecuador — 3.08% (February 29, 2016: 1.53%)</b>			200 Mexico Government International Bond, 4.600%, due 1/23/2046	216	0.50			
680 Ecuador Government International Bond, 144A, 10.500%, due 3/24/2020	694	1.61	<b>Peru — 0.46% (February 29, 2016: 0.00%)</b>					
400 Ecuador Government International Bond, 144A, 10.750%, due 3/28/2022	410	0.95	150 Peruvian Government International Bond, 5.625%, due 11/18/2050	198	0.46			
250 Ecuador Government International Bond, 7.950%, due 6/20/2024	221	0.52	<b>Romania — 0.64% (February 29, 2016: 0.43%)</b>					
	1,325	3.08	240 Romanian Government International Bond, 144A, 4.875%, due 1/22/2024	274	0.64			
<b>El Salvador — 0.92% (February 29, 2016: 0.54%)</b>			<b>Russia — 6.75% (February 29, 2016: 6.35%)</b>					
390 El Salvador Government International Bond, 144A, 6.375%, due 1/18/2027	398	0.92	RUB 62,800 Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	891	2.07			
<b>Gabon — 0.54% (February 29, 2016: 0.82%)</b>			200 Russian Foreign Bond – Eurobond, 144A, 4.875%, due 9/16/2023	219	0.51			
250 Gabon Government International Bond, 144A, 6.950%, due 6/16/2025	234	0.54	535 Russian Foreign Bond – Eurobond, 7.500%, due 3/31/2030	649	1.51			
<b>Ghana — 1.78% (February 29, 2016: 1.34%)</b>			1,000 Russian Foreign Bond – Eurobond, 5.625%, due 4/4/2042	1,145	2.66			
680 Ghana Government International Bond, 144A, 10.750%, due 10/14/2030	768	1.78		2,904	6.75			
<b>Guatemala — 0.49% (February 29, 2016: 0.00%)</b>			<b>Sri Lanka — 0.98% (February 29, 2016: 0.00%)</b>					
200 Guatemala Government Bond, 144A, 4.500%, due 5/3/2026	211	0.49	200 Sri Lanka Government International Bond, 5.875%, due 7/25/2022	206	0.48			
<b>Honduras — 0.70% (February 29, 2016: 0.46%)</b>			200 Sri Lanka Government International Bond, 144A, 6.825%, due 7/18/2026	215	0.50			
270 Honduras Government International Bond, 7.500%, due 3/15/2024	304	0.70		421	0.98			
<b>Indonesia — 4.86% (February 29, 2016: 3.95%)</b>			<b>Tunisia — 0.53% (February 29, 2016: 0.33%)</b>					
400 Indonesia Government International Bond, 3.750%, due 4/25/2022	422	0.98	230 Banque Centrale de Tunisie International Bond, 144A, 5.750%, due 1/30/2025	227	0.53			
700 Indonesia Government International Bond, 6.625%, due 2/17/2037	915	2.13	<b>Vietnam — 0.50% (February 29, 2016: 0.77%)</b>					
IDR 9,246,000 Indonesia Treasury Bond, Series FR68, 8.375%, due 3/15/2034	753	1.75	200 Vietnam Government International Bond, 144A, 4.800%, due 11/19/2024	217	0.50			
	2,090	4.86	<b>Total Government Bonds and Notes (Cost \$15,436)</b>					
<b>Israel — 0.73% (February 29, 2016: 0.00%)</b>				16,284	37.84			
300 Israel Government International Bond, 2.875%, due 3/16/2026	313	0.73						

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/09/16	JP Morgan Chase Bank	Buy USD 1,593	Sell INR 108,215	\$ (21)
09/09/16	JP Morgan Chase Bank	Buy INR 125,000	Sell USD 1,852	12
09/14/16	BNY Mellon	Buy USD 11	Sell EUR 10	–
09/14/16	BNY Mellon	Buy USD 26	Sell GBP 19	–
09/14/16	BNY Mellon	Buy USD 32	Sell GBP 26	–
09/14/16	BNY Mellon	Buy USD –	Sell SGD –	–
09/14/16	BNY Mellon	Buy USD 26	Sell SGD 36	–
09/14/16	BNY Mellon	Buy EUR 314	Sell USD 350	(1)
09/14/16	BNY Mellon	Buy GBP 436	Sell USD 570	2

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Emerging Markets Total Return Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR 2,334	Sell	USD 2,593	\$ 12
09/14/16	BNY Mellon	Buy	SGD 530	Sell	USD 394	(4)
09/28/16	Citibank London	Buy	IDR 8,000,000	Sell	USD 595	5
11/15/16	Bank Of America	Buy	USD 502	Sell	EUR 450	(1)
11/15/16	Bank Of America	Buy	USD 430	Sell	MXN 8,000	7
11/15/16	Bank Of America	Buy	MXN 8,000	Sell	USD 436	(14)
11/15/16	Citibank	Buy	USD 491	Sell	EUR 440	(2)
11/15/16	Citibank	Buy	USD 1,308	Sell	SGD 1,759	17
11/15/16	Citibank	Buy	SGD 1,759	Sell	USD 1,309	(18)
11/15/16	JP Morgan Chase Bank	Buy	ARS 3,663	Sell	USD 236	(2)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$35)						55
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(185))						(63)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(150))</b>						<b>\$ (8)</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 10 Year Note (CBT) December 2016	18	\$ 2,357	\$ (8)
U.S. Long Bond (CBT) December 2016	6	1,022	2
<b>Total Market Value of Futures Contracts</b>			<b>\$ (6)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$--)			2
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(20))			(8)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(20))			<b>\$ (6)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Emerging Markets Corporate Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — 91.30% (February 29, 2016: 90.66%)</b>								
<b>Argentina — 1.39% (February 29, 2016: 0.00%)</b>								
400 YPF SA, 144A, 8.500%, due 3/23/2021	432	1.39	250 Industrial & Commercial Bank of China Ltd/New York, 2.007%, due 11/13/2017 *	251	0.81	<b>Morocco — 1.60% (February 29, 2016: 1.13%)</b>		
				3,673	11.84	450 OCP SA, 5.625%, due 4/25/2024	496	1.60
<b>Brazil — 19.94% (February 29, 2016: 12.33%)</b>			<b>Colombia — 3.64% (February 29, 2016: 1.73%)</b>			<b>Netherlands — 1.65% (February 29, 2016: 0.00%)</b>		
400 Braskem America Finance Co, 7.125%, due 7/22/2041	427	1.38	200 Banco Bilbao Vizcaya Argentaria Colombia SA, 4.875%, due 4/21/2025	205	0.66	455 VimpelCom Holdings BV, 7.504%, due 3/1/2022	511	1.65
210 CIMPOR Financial Operations BV, 5.750%, due 7/17/2024	182	0.59	80 Ecopetrol SA, 7.625%, due 7/23/2019	91	0.30	<b>Panama — 0.83% (February 29, 2016: 0.60%)</b>		
200 Globo Comunicacao e Participacoes SA, 4.843%, due 6/8/2025	207	0.67	180 Ecopetrol SA, 5.875%, due 9/18/2023	196	0.63	250 Banco Latinoamericano de Comercio Exterior SA, 3.250%, due 5/7/2020	258	0.83
430 GTL Trade Finance Inc, 144A, 7.250%, due 4/16/2044	434	1.40	680 Ecopetrol SA, 5.875%, due 5/28/2045	636	2.05	<b>Peru — 4.28% (February 29, 2016: 4.66%)</b>		
360 Itau Unibanco Holding SA/ Cayman Island, 2.850%, due 5/26/2018	360	1.16		1,128	3.64	200 Cementos Pacasmayo SAA, 4.500%, due 2/8/2023	207	0.67
420 JBS Investments GmbH, 7.750%, due 10/28/2020	446	1.44	<b>Hong Kong — 8.10% (February 29, 2016: 10.60%)</b>			240 Cia Minera Milpo SAA, 4.625%, due 3/28/2023	238	0.77
550 Marfrig Holdings Europe BV, 6.875%, due 6/24/2019	568	1.83	210 AIA Group Ltd, 144A, 3.200%, due 3/11/2025	216	0.70	485 Southern Copper Corp, 7.500%, due 7/27/2035	571	1.84
400 Odebrecht Finance Ltd, 144A, 5.250%, due 6/27/2029	133	0.43	200 Bank of East Asia Ltd/The, 4.250%, due 11/20/2024 *	206	0.66	300 Transportadora de Gas del Peru SA, 4.250%, due 4/30/2028	311	1.00
110 Petrobras Global Finance BV, 4.875%, due 3/17/2020	108	0.35	310 Goodman HK Finance, 4.375%, due 6/19/2024	336	1.08		1,327	4.28
80 Petrobras Global Finance BV, 4.375%, due 5/20/2023	70	0.22	960 Hutchison Whampoa International 14 Ltd, 3.625%, due 10/31/2024	1,028	3.32	<b>Poland — 0.69% (February 29, 2016: 0.00%)</b>		
900 Petrobras Global Finance BV, 6.750%, due 1/27/2041	786	2.53	390 Prosperous Ray Ltd, 4.625%, due 11/12/2023	434	1.40	200 Powszechna Kasa Oszczednosci Bank Polski SA Via PKO Finance AB, 4.630%, due 9/26/2022	215	0.69
300 Petrobras Global Finance BV, 5.625%, due 5/20/2043	231	0.75	280 Shimao Property Holdings Ltd, 6.625%, due 1/14/2020	291	0.94	<b>Russia — 5.66% (February 29, 2016: 8.82%)</b>		
870 Petrobras Global Finance BV, 6.850%, due 6/5/2115	725	2.34		2,511	8.10	640 Lukoil International Finance BV, 6.656%, due 6/7/2022	728	2.35
200 Suzano Austria GmbH, 144A, 5.750%, due 7/14/2026	205	0.66	<b>India — 4.82% (February 29, 2016: 4.65%)</b>			440 Rosneft Finance SA, 7.875%, due 3/13/2018	472	1.52
130 Vale Overseas Ltd, 5.875%, due 6/10/2021	135	0.43	440 Bharti Airtel International Netherlands BV, 5.350%, due 5/20/2024	491	1.58	300 Russian Agricultural Bank OJSC Via RSHB Capital SA, 8.500%, due 10/16/2023	326	1.05
110 Vale Overseas Ltd, 6.875%, due 11/21/2036	109	0.35	500 ICICI Bank Ltd, 7.250%, Perpetual *	500	1.61	230 Sberbank of Russia Via SB Capital SA, 5.500%, due 2/26/2024 *	229	0.74
390 Vale Overseas Ltd, 6.875%, due 11/10/2039	383	1.23	204 ONGC Videsh Ltd, 4.625%, due 7/15/2024	223	0.72		1,755	5.66
500 Vale SA, 5.625%, due 9/11/2042	430	1.39	250 Reliance Holding USA Inc, 144A, 5.400%, due 2/14/2022	283	0.91	<b>Singapore — 2.51% (February 29, 2016: 3.97%)</b>		
240 Votorantim Cimentos SA, 7.250%, due 4/5/2041	245	0.79		1,497	4.82	200 BOC Aviation Ltd, 144A, 3.000%, due 3/30/2020	205	0.66
	6,184	19.94	<b>Indonesia — 2.02% (February 29, 2016: 1.79%)</b>			530 Oversea-Chinese Banking Corp Ltd, 144A, 4.250%, due 6/19/2024	573	1.85
<b>Chile — 2.92% (February 29, 2016: 5.65%)</b>			560 Perusahaan Listrik Negara PT, 5.500%, due 11/22/2021	626	2.02		778	2.51
140 AES Gener SA, 5.250%, due 8/15/2021	149	0.48	<b>Jamaica — 1.38% (February 29, 2016: 0.00%)</b>			<b>South Korea — 3.64% (February 29, 2016: 4.21%)</b>		
65 Celulosa Arauco y Constitucion SA, 4.750%, due 1/11/2022	70	0.23	470 Digicel Ltd, 144A, 6.750%, due 3/1/2023	429	1.38	500 Kia Motors Corp, 144A, 3.250%, due 4/21/2026	532	1.71
200 Cencosud SA, 4.875%, due 1/20/2023	213	0.69	<b>Luxembourg — 0.66% (February 29, 2016: 0.00%)</b>			350 Korea Gas Corp, 3.500%, due 7/21/2025	386	1.24
200 Inversiones CMPC SA, 4.500%, due 4/25/2022	212	0.68	200 Millicom International Cellular SA, 6.000%, due 3/15/2025	205	0.66	200 Shinhan Bank, 144A, 3.875%, due 3/24/2026	213	0.69
250 Itau CorpBanca, 3.875%, due 9/22/2019	262	0.84	<b>Mexico — 9.21% (February 29, 2016: 7.57%)</b>				1,131	3.64
	906	2.92	200 Alfa SAB de CV, 5.250%, due 3/25/2024	220	0.71	<b>Turkey — 1.07% (February 29, 2016: 0.31%)</b>		
<b>China — 11.84% (February 29, 2016: 17.25%)</b>			325 Alpek SAB de CV, 4.500%, due 11/20/2022	346	1.11	200 TC Ziraat Bankasi AS, 144A, 4.750%, due 4/29/2021	200	0.65
210 Baidu Inc, 2.750%, due 6/9/2019	214	0.69	220 Banco Nacional de Comercio Exterior SNC, 4.375%, due 10/14/2025	235	0.76	130 Turk Telekomunikasyon AS, 3.750%, due 6/19/2019	131	0.42
500 Bank of China Ltd, 5.000%, due 11/13/2024	548	1.77	200 Banco Nacional de Comercio Exterior SNC/Cayman Islands, 144A, 3.800%, due 8/11/2026 *	201	0.65		331	1.07
450 China Overseas Finance Cayman III Ltd, 5.375%, due 10/29/2023	520	1.67	300 BBVA Bancomer SA/Texas, 6.750%, due 9/30/2022	341	1.10	<b>United Arab Emirates — 2.72% (February 29, 2016: 2.35%)</b>		
370 CITIC Ltd, 6.375%, due 4/10/2020	422	1.36	200 Cemex Finance LLC, 9.375%, due 10/12/2022	222	0.71	500 DP World Ltd, 6.850%, due 7/2/2037	582	1.88
570 CNOOC Finance 2012 Ltd, 3.875%, due 5/2/2022	611	1.97	235 Grupo Bimbo SAB de CV, 4.500%, due 1/25/2022	255	0.82	250 National Bank of Abu Dhabi PJSC, 5.250%, Perpetual *	260	0.84
310 Country Garden Holdings Co Ltd, 7.500%, due 3/9/2020	335	1.08	350 Grupo Idesa SA de CV, 7.875%, due 12/18/2020	362	1.17		842	2.72
230 CRCC Yupeng Ltd, 3.950%, Perpetual *	238	0.77	200 Mexichem SAB de CV, 4.875%, due 9/19/2022	219	0.71	<b>United States — 0.73% (February 29, 2016: 1.63%)</b>		
220 Eastern Creation II Investment Holdings Ltd, 3.250%, due 1/20/2020	226	0.73	206 Petroleos Mexicanos, 6.875%, due 8/4/2026	239	0.77	220 Citigroup Inc, Series P, 5.950%, Perpetual *	227	0.73
300 ICBIL Finance Co Ltd, 3.250%, due 3/17/2020	308	0.99	200 Trust F/1401, 144A, 6.950%, due 1/30/2044	218	0.70	<b>Total Corporate Bonds and Notes (Cost \$27,667)</b>		
				2,858	9.21		28,320	91.30

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Emerging Markets Corporate Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Government Bonds and Notes — 6.91% (February 29, 2016: 0.00%)</b>		
<b>Argentina — 4.12% (February 29, 2016: 0.00%)</b>		
200 Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	217	0.70
330 Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	368	1.19
250 City of Buenos Aires Argentina, 144A, 7.500%, due 6/1/2027	270	0.87
380 Provincia de Buenos Aires/ Argentina, 144A, 9.125%, due 3/16/2024	423	1.36
	1,278	4.12
<b>Ecuador — 0.66% (February 29, 2016: 0.00%)</b>		
230 Ecuador Government International Bond, 7.950%, due 6/20/2024	204	0.66
<b>Fiji — 0.80% (February 29, 2016: 0.00%)</b>		
240 Fiji Government International Bond, 6.625%, due 10/2/2020	250	0.80

Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Jamaica — 0.76% (February 29, 2016: 0.00%)</b>		
200 Jamaica Government International Bond, 8.000%, due 3/15/2039	235	0.76
<b>Russia — 0.57% (February 29, 2016: 0.00%)</b>		
RUB 12,520 Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	178	0.57
<b>Total Government Bonds and Notes (Cost \$2,035)</b>	2,145	6.91
<b>Total Investments Excluding Options (Cost \$29,702)</b>	30,465	98.21
Contracts (000's)	Value (000's) \$	% of Net Asset Value
<b>Options — 0.01% (February 29, 2016: 0.03%)</b>		
<b>Purchased Options — 0.01% (February 29, 2016: 0.03%)</b>		
1,100 USD Call/SAR Put 3.8375, due 1/16/2017	3	0.01
<b>Total Options (Cost \$20)</b>	3	0.01
<b>Total Investments (Cost \$29,722)</b>	30,468	98.22
<b>Other Assets in Excess of Liabilities (February 29, 2016: 9.31%)</b>	553	1.78
<b>Total Net Assets</b>	\$31,021	100.00

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$5,552,000 or 17.90% of net assets.

\* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.

## ABBREVIATIONS:

Perpetual — A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest

RUB — Russian Ruble

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.93
Financial derivative instruments	0.06
Other assets	2.01
<b>Total Assets</b>	100.00

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
10/17/16	Citibank	Buy	USD	129	Sell	INR	8,707	\$ —
10/17/16	Citibank	Buy	INR	8,707	Sell	USD	128	1
11/15/16	Citibank	Buy	USD	257	Sell	EUR	230	(1)
01/12/17	Citibank	Buy	USD	1,132	Sell	SAR	4,360	(27)
01/12/17	Citibank	Buy	SAR	4,360	Sell	USD	1,145	15
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$17)								16
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(37))								(28)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(20))</b>								<b>\$ (12)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global High Yield Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
Corporate Bonds and Notes — 69.58% (February 29, 2016: 80.14%)								
Argentina — 1.08% (February 29, 2016: 0.62%)								
1,060 YPF SA, 8.500%, due 3/23/2021	1,145	0.48	1,260 Pacific Exploration and Production Corp, 7.250%, due 12/12/2021	221	0.09	New Zealand — 0.26% (February 29, 2016: 0.00%)		
1,330 YPF SA, 144A, 8.500%, due 7/28/2025	1,427	0.60		2,822	1.18	360 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 144A, 5.125%, due 7/15/2023	373	0.16
	2,572	1.08	France — 1.71% (February 29, 2016: 2.51%)			220 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 144A, 7.000%, due 7/15/2024	236	0.10
Australia — 0.07% (February 29, 2016: 1.08%)								
80 Barmingo Finance Pty Ltd, 144A, 9.000%, due 6/1/2018	76	0.03	510 BNP Paribas SA, 144A, 7.375%, Perpetual *	519	0.22		609	0.26
934 Midwest Vanadium Pty Ltd, 144A, 11.500%, due 2/15/2018 †	12	0.01	2,270 CGG SA, 6.500%, due 6/1/2021	1,112	0.46	Russia — 2.82% (February 29, 2016: 4.01%)		
1,545 Mirabela Nickel Ltd, 144A, 9.500%, due 6/24/2019 †	77	0.03	550 Credit Agricole SA, 144A, 8.125%, Perpetual *	590	0.25	1,060 Gazprom OAO Via Gaz Capital SA, 144A, 6.510%, due 3/7/2022	1,179	0.49
	165	0.07	1,810 SFR Group SA, 144A, 7.375%, due 5/1/2026	1,869	0.78	1,390 Lukoil International Finance BV, 144A, 4.563%, due 4/24/2023	1,432	0.60
Bahamas — 0.15% (February 29, 2016: 0.16%)								
1,800 Ultrapetrol Bahamas Ltd, 8.875%, due 6/15/2021 †	360	0.15		4,090	1.71	1,070 MMC Norilsk Nickel OJSC via MMC Finance Ltd, 5.550%, due 10/28/2020	1,140	0.48
Brazil — 5.67% (February 29, 2016: 3.91%)								
1,310 Braskem America Finance Co, 7.125%, due 7/22/2041	1,399	0.58	Germany — 0.54% (February 29, 2016: 1.25%)			1,060 MMC Norilsk Nickel OJSC via MMC Finance Ltd, 6.625%, due 10/14/2022	1,191	0.50
1,470 CBC Ammo LLC / CBC FinCo Inc, 144A, 7.250%, due 11/15/2021	1,367	0.57	500 Fresenius Medical Care US Finance II Inc, 144A, 4.750%, due 10/15/2024	535	0.22	1,790 Sberbank of Russia Via SB Capital SA, 5.500%, due 2/26/2024 *	1,781	0.75
910 Marfrig Holdings Europe BV, 6.875%, due 6/24/2019	940	0.39	180 ZF North America Capital Inc, 144A, 4.500%, due 4/29/2022	191	0.08		6,723	2.82
500 Marfrig Holdings Europe BV, 144A, 8.000%, due 6/8/2023	519	0.22	540 ZF North America Capital Inc, 144A, 4.750%, due 4/29/2025	573	0.24	Switzerland — 0.13% (February 29, 2016: 0.13%)		
1,680 Oi Brasil Holdings Cooperatief UA, 144A, 5.750%, due 2/10/2022 8	424	0.18		1,299	0.54	290 Credit Suisse Group Funding Guernsey Ltd, 4.875%, due 5/15/2045	314	0.13
1,570 Oi Brasil Holdings Cooperatief UA, 5.750%, due 2/10/2022 8	397	0.17	Hong Kong — 0.20% (February 29, 2016: 1.04%)			United Kingdom — 3.72% (February 29, 2016: 5.74%)		
1,860 Petrobras Global Finance BV, 4.375%, due 5/20/2023	1,622	0.68	470 MCE Finance Ltd, 144A, 5.000%, due 2/15/2021	474	0.20	640 Anglo American Capital Plc, 144A, 3.625%, due 5/14/2020	634	0.26
3,690 Petrobras Global Finance BV, 6.875%, due 1/20/2040	3,293	1.38	Ireland — 0.20% (February 29, 2016: 1.04%)			410 Anglo American Capital Plc, 144A, 4.125%, due 4/15/2021	406	0.17
1,790 Petrobras Global Finance BV, 6.850%, due 6/5/2115	1,492	0.62	460 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 7.250%, due 5/15/2024	489	0.20	360 Anglo American Capital Plc, 144A, 4.125%, due 9/27/2022	352	0.15
580 Telemar Norte Leste SA, 5.500%, due 10/23/2020 8	161	0.07	Italy — 0.77% (February 29, 2016: 1.35%)			480 Anglo American Capital Plc, 144A, 4.875%, due 5/14/2025	481	0.20
2,240 Vale SA, 5.625%, due 9/11/2042	1,928	0.81	100 Telecom Italia Capital SA, 7.200%, due 7/18/2036	107	0.04	760 Ashtead Capital Inc, 144A, 5.625%, due 10/1/2024	799	0.33
	13,542	5.67	1,690 Telecom Italia SpA/Milano, 144A, 5.303%, due 5/30/2024	1,741	0.73	640 Barclays Bank Plc, 7.625%, due 11/21/2022	719	0.30
Canada — 1.06% (February 29, 2016: 1.72%)								
750 BC ULC / New Red Finance Inc, 144A, 6.000%, due 4/1/2022	785	0.33	Luxembourg — 1.37% (February 29, 2016: 2.49%)			1,420 Globe Luxembourg SCA, 144A, 9.625%, due 5/1/2018	1,257	0.53
430 GFL Environmental Inc, 144A, 9.875%, due 2/1/2021	469	0.19	270 Altice Financing SA, 144A, 6.625%, due 2/15/2023	281	0.12	300 HSBC Holdings Plc, 6.375%, Perpetual *	297	0.12
170 MEG Energy Corp, 144A, 6.500%, due 3/15/2021	139	0.06	240 Altice Financing SA, 144A, 7.500%, due 5/15/2026	253	0.11	GBP 460 Marston's Issuer Plc, Series B1, 5.641%, due 7/15/2035 *	548	0.23
190 MEG Energy Corp, 144A, 6.375%, due 1/30/2023	148	0.06	650 ArcelorMittal, 6.125%, due 6/1/2025	699	0.29	780 Royal Bank of Scotland Group Plc, 6.000%, due 12/19/2023	826	0.35
180 MEG Energy Corp, 144A, 7.000%, due 3/31/2024	145	0.06	600 DH Services Luxembourg Sarl, 144A, 7.750%, due 12/15/2020	626	0.26	460 Royal Bank of Scotland Group Plc, 8.625%, Perpetual *	469	0.20
330 Teck Resources Ltd, 144A, 8.000%, due 6/1/2021	356	0.15	280 FAGE International SA/ FAGE USA Dairy Industry Inc, 144A, 5.625%, due 8/15/2026	289	0.12	GBP 430 Santander UK Group Holdings Plc, 7.375%, Perpetual *	564	0.24
440 Teck Resources Ltd, 144A, 8.500%, due 6/1/2024	495	0.21	590 Intelsat Jackson Holdings SA, 5.500%, due 8/1/2023	403	0.17	GBP 355 Tesco Property Finance 6 Plc, 5.411%, due 7/13/2044	479	0.20
	2,537	1.06	710 Intelsat Jackson Holdings SA, 144A, 8.000%, due 2/15/2024	713	0.30	1,000 Virgin Media Finance Plc, 144A, 6.000%, due 10/15/2024	1,042	0.44
China — 0.25% (February 29, 2016: 0.64%)								
570 Country Garden Holdings Co Ltd, 7.250%, due 4/4/2021	605	0.25		3,264	1.37		8,873	3.72
Colombia — 1.18% (February 29, 2016: 0.07%)								
1,620 Ecopetrol SA, 5.375%, due 6/26/2026	1,665	0.70	Mexico — 1.35% (February 29, 2016: 0.76%)			United States — 44.80% (February 29, 2016: 50.05%)		
260 Ecopetrol SA, 5.875%, due 5/28/2045	243	0.10	810 Cemex SAB de CV, 5.700%, due 1/11/2025	836	0.35	490 Adient Global Holdings Ltd, 144A, 4.875%, due 8/15/2026	497	0.21
690 Pacific Exploration and Production Corp, 12.000%, due 12/22/2016 ∞	693	0.29	1,170 Petroleos Mexicanos, 6.625%, due 6/15/2035	1,267	0.53	330 ADT Corp/The, 6.250%, due 10/15/2021	361	0.15
			1,050 Petroleos Mexicanos, 6.500%, due 6/2/2041	1,113	0.47	1,440 Alliance One International Inc, 9.875%, due 7/15/2021	1,282	0.54
				3,216	1.35	400 AMAG Pharmaceuticals Inc, 144A, 7.875%, due 9/1/2023	393	0.16
Netherlands — 1.83% (February 29, 2016: 0.80%)								
			390 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 7/1/2022	414	0.18			
			360 Cooperative Rabobank UA, 3.750%, due 7/21/2026	364	0.15			
			1,400 UPCB Finance IV Ltd, 144A, 5.375%, due 1/15/2025	1,439	0.60			
			1,910 VimpelCom Holdings BV, 7.504%, due 3/1/2022	2,146	0.90			
				4,363	1.83			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>			535			200		
			Citigroup Inc, Series M, 6.300%, Perpetual *	554	0.23	Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.125%, due 6/15/2019	202	0.08
780			Coeur Mining Inc, 7.875%, due 2/1/2021	741	0.31	580		
Ashton Woods USA LLC / Ashton Woods Finance Co, 144A, 6.875%, due 2/15/2021	837	0.35	1,000			Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.875%, due 2/15/2023	564	0.24
500			360			770		
Axalta Coating Systems LLC, 144A, 4.875%, due 8/15/2024	315	0.13	Leasing Inc / CSL Capital LLC, 144A, 6.000%, due 4/15/2023	1,030	0.43	Frontier Communications Corp, 11.000%, due 9/15/2025	832	0.35
720			230			520		
Bank of America Corp, Series Z, 6.500%, Perpetual *	785	0.33	6,000%, due 4/15/2023	374	0.16	GameStop Corp, 144A, 5.500%, due 10/1/2019	530	0.22
1,450			990			470		
Berry Petroleum Co LLC, 6.375%, due 9/15/2022	754	0.32	8			Genworth Holdings Inc, 4.900%, due 8/15/2023	628	0.26
750			8			480		
Beverages & More Inc, 144A, 10.000%, due 11/15/2018	697	0.29	Continental Airlines 2000-1 Class B Pass Through Trust, Series 001B, Class B, 8.388%, due 11/1/2020	1,079	0.45	GEO Group Inc/The, 6.000%, due 4/15/2026	430	0.18
380			840			810		
BioScrip Inc, 8.875%, due 2/15/2021	358	0.15	80			Gibson Brands Inc, 144A, 8.875%, due 8/1/2018	628	0.26
440			80			570		
Blue Racer Midstream LLC / Blue Racer Finance Corp, 144A, 6.125%, due 11/15/2022	423	0.18	Continental Resources Inc/OK, 4.900%, due 6/1/2044	701	0.29	GLP Capital LP / GLP Financing II Inc, 5.375%, due 4/15/2026	623	0.26
1,221			410			240		
Bossier Casino Venture Holdco Inc, 144A, 14.000%, due 2/9/2018	1,221	0.51	120			Gray Television Inc, 144A, 5.875%, due 7/15/2026	250	0.10
230			1,310			580		
Builders FirstSource Inc, 144A, 5.625%, due 9/1/2024	234	0.10	550			Greatbatch Ltd, 144A, 9.125%, due 11/1/2023	579	0.24
700			310			590		
BWAY Holding Co, 144A, 9.125%, due 8/15/2021	716	0.30	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 5.875%, due 6/15/2021	1,423	0.60	Greystar Real Estate Partners LLC, 144A, 8.250%, due 12/1/2022	625	0.26
1,140			350			270		
Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Properties, 8.000%, due 10/1/2020	1,157	0.48	450			Guitar Center Inc, 144A, 6.500%, due 4/15/2019	240	0.10
420			350			890		
CalAtlantic Group Inc, 5.250%, due 6/1/2026	426	0.18	500			Guitar Center Inc, 144A, 9.625%, due 4/15/2020	654	0.27
410			940			1,020		
Calpine Corp, 144A, 5.250%, due 6/1/2026	416	0.17	DISH DBS Corp, 5.875%, due 11/15/2024	423	0.18	H&E Equipment Services Inc, 7.000%, due 9/1/2022	1,076	0.45
550			480			120		
Calumet Specialty Products Partners LP / Calumet Finance Corp, 144A, 11.500%, due 1/15/2021	628	0.26	450			Hanesbrands Inc, 144A, 4.625%, due 5/15/2024	126	0.05
260			500			480		
Care Capital Properties LP, 144A, 5.125%, due 8/15/2026	262	0.11	800			Hanesbrands Inc, 144A, 4.875%, due 5/15/2026	502	0.21
1,090			500			710		
Carolina Beverage Group LLC / Carolina Beverage Group Finance Inc, 144A, 10.625%, due 8/1/2018	1,003	0.42	450			Hardwoods Acquisition Inc, 144A, 7.500%, due 8/1/2021	490	0.21
810			290			580		
Carrolls Restaurant Group Inc, 8.000%, due 5/1/2022	881	0.37	500			HCA Inc, 5.250%, due 4/15/2025	621	0.26
730			450			530		
Cengage Learning Inc, 144A, 9.500%, due 6/15/2024	746	0.31	500			HCA Inc, 5.875%, due 2/15/2026	560	0.23
320			800			290		
Centene Corp, 5.625%, due 2/15/2021	340	0.14	Authority of the Quapaw Tribe of Oklahoma, 144A, 10.500%, due 7/1/2019	822	0.34	HCA Inc, 5.250%, due 6/15/2026	310	0.13
560			500			490		
Centene Corp, 4.750%, due 5/15/2022	582	0.24	DS Services of America Inc, 144A, 10.000%, due 9/1/2021	538	0.23	Hercules Inc, 6.500%, due 6/30/2029	417	0.17
130			450			824		
Centene Corp, 6.125%, due 2/15/2024	142	0.06	Eagle Materials Inc, 4.500%, due 8/1/2026	561	0.24	HIG BBC Intermediate Holdings LLC / HIG BBC Holdings Corp, 144A, 10.500%, due 9/15/2018	750	0.31
420			290			190		
Central Garden & Pet Co, 6.125%, due 11/15/2023	451	0.19	Eco Services Operations LLC / Eco Finance Corp, 144A, 8.500%, due 11/1/2022	458	0.19	Holly Energy Partners LP / Holly Energy Finance Corp, 144A, 6.000%, due 8/1/2024	194	0.08
660			80			510		
Century Intermediate Holding Co 2, 144A, 9.750%, due 2/15/2019	675	0.28	Enco Plc, 4.700%, due 3/15/2021	300	0.13	IASIS Healthcare LLC / IASIS Capital Corp, 8.375%, due 5/15/2019	462	0.19
2,000			470			1,410		
Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 4.908%, due 7/23/2025	2,207	0.92	520			ILFC E-Capital Trust I, 144A, 3.980%, due 12/21/2065 *	1,302	0.55
60			940			530		
Chesapeake Energy Corp, 6.875%, due 11/15/2020	53	0.02	520			ImmuCor Inc, 11.125%, due 8/15/2019	498	0.21
400			1,060			310		
Chesapeake Energy Corp, 6.125%, due 2/15/2021	334	0.14	Flexi-Van Leasing Inc, 144A, 7.875%, due 8/15/2018	525	0.22	Interface Security Systems Holdings Inc / Interface Security Systems LLC, 9.250%, due 1/15/2018	315	0.13
10			300			130		
Chesapeake Energy Corp, 5.375%, due 6/15/2021	8	—	Florida East Coast Holdings Corp, 144A, 6.750%, due 5/1/2019	956	0.40	International Lease Finance Corp, 6.250%, due 5/15/2019	141	0.06
470			220			100		
Chesapeake Energy Corp, 5.750%, due 3/15/2023	207	0.09	Freeport-McMoRan Inc, 3.550%, due 3/1/2022	954	0.40	International Lease Finance Corp, 5.875%, due 8/15/2022	113	0.05
720			240			480		
CIT Group Inc, 5.000%, due 8/15/2022	763	0.32	Freeport-McMoRan Inc, 3.875%, due 3/15/2023	309	0.13	International Wire Group Holdings Inc, 144A, 8.500%, due 10/15/2017	483	0.20
310			330			470		
CIT Group Inc, 5.000%, due 8/1/2023	329	0.14	Freeport-McMoRan Inc, 5.450%, due 3/15/2043	206	0.09	International Wire Group Inc, 144A, 10.750%, due 8/1/2021	451	0.19
						500		
						Iron Mountain Inc, 144A, 6.000%, due 10/1/2020	531	0.22
						483		
						Jack Cooper Holdings Corp, 9.250%, due 6/1/2020	353	0.15

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# Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>								
<b>United States — (continued)</b>			320			220		
			NWH Escrow Corp, 144A, 7.500%, due 8/1/2021	214	0.09	Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.375%, due 5/1/2024	235	0.10
740 JPMorgan Chase & Co, Series Q, 5.150%, Perpetual *	742	0.31	640 Oasis Petroleum Inc, 6.875%, due 1/15/2023	590	0.25	620 TMX Finance LLC / TitleMax Finance Corp, 144A, 8.500%, due 9/15/2018	486	0.20
500 Kinetic Concepts Inc / KCI USA Inc, 144A, 7.875%, due 2/15/2021	540	0.23	1,280 Pactiv LLC, 8.375%, due 4/15/2027	1,411	0.59	1,530 United Rentals North America Inc, 5.500%, due 7/15/2025	1,578	0.66
650 L Brands Inc, 6.875%, due 11/1/2035	710	0.30	530 Pilgrim's Pride Corp, 144A, 5.750%, due 3/15/2025	547	0.23	420 Universal Hospital Services Inc, 7.625%, due 8/15/2020	402	0.17
1,000 Landry's Holdings II Inc, 144A, 10.250%, due 1/1/2018	1,018	0.43	650 Post Holdings Inc, 144A, 5.000%, due 8/15/2026	648	0.27	610 US Concrete Inc, 6.375%, due 6/1/2024	636	0.27
740 Levi Strauss & Co, 5.000%, due 5/1/2025	768	0.32	220 PQ Corp, 144A, 6.750%, due 11/15/2022	233	0.10	530 Valeant Pharmaceuticals International Inc, 144A, 5.625%, due 12/1/2021	478	0.20
640 LMI Aerospace Inc, 7.375%, due 7/15/2019	651	0.27	610 Pride International Inc, 7.875%, due 8/15/2040	451	0.19	300 Valeant Pharmaceuticals International Inc, 144A, 5.500%, due 3/1/2023	262	0.11
1,870 Magnum Hunter Resources Corp Escrow, 0.000%, due 5/15/2020 ∞	—	—	900 Prime Security Services Borrower LLC / Prime Finance Inc, 144A, 9.250%, due 5/15/2023	980	0.41	210 Valeant Pharmaceuticals International Inc, 144A, 5.875%, due 5/15/2023	185	0.08
320 Match Group Inc, 6.375%, due 6/1/2024	348	0.15	490 PulteGroup Inc, 5.500%, due 3/1/2026	524	0.22	500 Valvoline Inc, 144A, 5.500%, due 7/15/2024	525	0.22
690 MDC Partners Inc, 144A, 6.500%, due 5/1/2024	656	0.27	370 QEP Resources Inc, 6.875%, due 3/1/2021	387	0.16	1,500 Viacom Inc, 4.375%, due 3/15/2043	1,359	0.57
676 Media News Group Inc, 12.000%, due 12/31/2018 †∞	676	0.28	430 Range Resources Corp, 5.000%, due 3/15/2023	425	0.18	30 Viking Cruises Ltd, 144A, 8.500%, due 10/15/2022	26	0.01
480 MGM Growth Properties Operating Partnership LP / MGP Finance Co-Issuer Inc, 144A, 4.500%, due 9/1/2026	480	0.20	270 Rice Energy Inc, 6.250%, due 5/1/2022	277	0.12	875 Viking Cruises Ltd, 144A, 6.250%, due 5/15/2025	691	0.29
630 MGM Resorts International, 4.625%, due 9/1/2026	624	0.26	150 Rockies Express Pipeline LLC, 144A, 7.500%, due 7/15/2038	155	0.07	490 WESCO Distribution Inc, 144A, 5.375%, due 6/15/2024	501	0.21
1,015 Michael Baker Holdings LLC / Michael Baker Finance Corp, 144A, 8.875%, due 4/15/2019	912	0.38	690 Rockies Express Pipeline LLC, 144A, 6.875%, due 4/15/2040	697	0.29	1,250 West Corp, 144A, 5.375%, due 7/15/2022	1,219	0.51
200 Michael Baker International LLC / CDL Acquisition Co Inc, 144A, 8.250%, due 10/15/2018	201	0.08	500 Sally Holdings LLC / Sally Capital Inc, 5.625%, due 12/1/2025	542	0.23	240 Whiting Petroleum Corp, 5.750%, due 3/15/2021	215	0.09
15 Mirabela, 1.000%, due 9/10/2044 †∞	—	—	560 Sanchez Energy Corp, 7.750%, due 6/15/2021	487	0.20	280 Whiting Petroleum Corp, 6.250%, due 4/1/2023	245	0.10
1,544 Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	1,197	0.50	250 Sanchez Energy Corp, Series W, 6.125%, due 1/15/2023	198	0.08	500 William Lyon Homes Inc, 8.500%, due 11/15/2020	526	0.22
610 Modular Space Corp, 144A, 10.250%, due 1/31/2019 †	250	0.10	90 Scientific Games International Inc, 144A, 7.000%, due 1/1/2022	96	0.04	290 Williams Cos Inc/The, 3.700%, due 1/15/2023	281	0.12
240 MPH Acquisition Holdings LLC, 144A, 7.125%, due 6/1/2024	258	0.11	240 Seagate HDD Cayman, 4.750%, due 1/1/2025	222	0.09	210 Williams Cos Inc/The, 4.550%, due 6/24/2024	215	0.09
390 MPT Operating Partnership LP / MPT Finance Corp, 5.250%, due 8/1/2026	414	0.17	380 Seagate HDD Cayman, 4.875%, due 6/1/2027	333	0.14	530 Williams Cos Inc/The, Series A, 7.500%, due 1/15/2031	607	0.25
2,090 Murray Energy Corp, 144A, 11.250%, due 4/15/2021	920	0.39	580 Service Corp International/US, 5.375%, due 5/15/2024	622	0.26	320 Williams Cos Inc/The, 5.750%, due 6/24/2044	329	0.14
800 Navient Corp, 8.000%, due 3/25/2020	868	0.36	1,200 Shea Homes LP / Shea Homes Funding Corp, 144A, 6.125%, due 4/1/2025	1,215	0.51	380 Windstream Services LLC, 7.750%, due 10/15/2020	388	0.16
310 Navient Corp, 6.625%, due 7/26/2021	320	0.13	1,120 Simmons Foods Inc, 144A, 7.875%, due 10/1/2021	1,106	0.46	530 Windstream Services LLC, 7.750%, due 10/1/2021	529	0.22
990 Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A, 8.125%, due 11/15/2021	752	0.32	360 Sinclair Television Group Inc, 144A, 5.125%, due 2/15/2027	363	0.15	500 Windstream Services LLC, 7.500%, due 6/1/2022	481	0.20
1,090 NCL Corp Ltd, 144A, 4.625%, due 11/15/2020	1,102	0.46	350 SM Energy Co, 5.000%, due 1/15/2024	320	0.13	980 Woodside Homes Co LLC / Woodside Homes Finance Inc, 144A, 6.750%, due 12/15/2021	914	0.38
580 Neiman Marcus Group Ltd LLC, 144A, 8.000%, due 10/15/2021	496	0.21	260 Spectrum Brands Inc, 5.750%, due 7/15/2025	282	0.12	170 WPX Energy Inc, 6.000%, due 1/15/2022	165	0.07
250 Neiman Marcus Group Ltd LLC, 144A, 8.750%, due 10/15/2021	203	0.09	1,320 Sprint Capital Corp, 8.750%, due 3/15/2032	1,310	0.55	460 WPX Energy Inc, 8.250%, due 8/1/2023	478	0.20
1,366 Neovia Logistics Intermediate Holdings LLC / Logistics Intermediate Finance Corp, 144A, 10.000%, due 2/15/2018	751	0.31	280 Sprint Communications Inc, 7.000%, due 8/15/2020	276	0.12	730 XPO Logistics Inc, 144A, 6.125%, due 9/1/2023	750	0.31
650 NES Rentals Holdings Inc, 144A, 7.875%, due 5/1/2018	634	0.27	547 Sprint Communications Inc, 11.500%, due 11/15/2021	615	0.26		107,003	44.80
722 New Cotal LLC / New Cotal Capital Corp, 144A, 10.625%, due 5/1/2019	350	0.15	2,120 Sprint Corp, 7.250%, due 9/15/2021	2,096	0.88	<b>Venezuela — 0.42% (February 29, 2016: 0.62%)</b>		
170 NGPL PipeCo LLC, 144A, 7.768%, due 12/15/2037	183	0.08	660 Sprint Corp, 7.625%, due 2/15/2025	627	0.26	2,720 Petroleos de Venezuela SA, 6.000%, due 5/16/2024	1,013	0.42
			160 Standard Industries Inc/NJ, 144A, 5.125%, due 2/15/2021	169	0.07	<b>Total Corporate Bonds and Notes (Cost \$172,766)</b>		
			240 Standard Industries Inc/NJ, 144A, 5.500%, due 2/15/2023	255	0.11		166,181	69.58
			680 Summit Midstream Holdings LLC / Summit Midstream Finance Corp, 5.500%, due 8/15/2022	642	0.27	<b>Government Bonds and Notes — 14.30% (February 29, 2016: 2.69%)</b>		
			620 Tenet Healthcare Corp, 6.750%, due 6/15/2023	590	0.25	<b>Argentina — 3.46% (February 29, 2016: 1.00%)</b>		
			80 Tesoro Logistics LP / Tesoro Logistics Finance Corp, 6.125%, due 10/15/2021	84	0.04	1,400 Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	1,518	0.63
						1,260 Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	1,405	0.59

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# Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Government Bonds and Notes — (continued)</b>				<b>Venezuela — 0.37% (February 29, 2016: 0.24%)</b>							
<b>Argentina — (continued)</b>				1,365	Venezuela Government International Bond, 7.750%, due 10/13/2019	666	0.28	29	Physiotherapy Associates Holding Inc †∞	355	0.15
1,795	Argentine Republic Government International Bond, 8.280%, due 12/31/2033	2,059	0.86	3	Venezuela Government International Bond, 0.000%, due 4/15/2020 *	6	–			5,433	2.28
690	Argentine Republic Government International Bond, 144A, 7.625%, due 4/22/2046	780	0.33	500	Venezuela Government International Bond, 8.250%, due 10/13/2024	219	0.09	<b>Total Common Stock (Cost \$5,081)</b>		5,433	2.28
870	City of Buenos Aires Argentina, 144A, 7.500%, due 6/1/2027	940	0.39			891	0.37	<b>Total Investments Excluding Options (Cost \$242,805)</b>		235,526	98.62
1,410	Provincia de Buenos Aires/ Argentina, 144A, 9.125%, due 3/16/2024	1,572	0.66	<b>Total Government Bonds and Notes (Cost \$33,686)</b>		34,140	14.30				
		8,274	3.46	<b>Loan Notes — 2.45% (February 29, 2016: 2.33%)</b>				<b>Contracts (000's)</b>			
<b>Brazil — 0.42% (February 29, 2016: 0.00%)</b>				EUR 2,124	Boats Investments Netherlands BV PIK, 11.000%, due 3/31/2017 ∞	569	0.24	<b>Options — 0.01% (February 29, 2016: 0.04%)</b>			
1,000	Brazilian Government International Bond, 4.250%, due 1/7/2025	1,000	0.42	390	Chesapeake Energy Corp, 0.000%, due 8/16/2021 *	402	0.17	<b>Purchased Options — 0.01% (February 29, 2016: 0.04%)</b>			
<b>Costa Rica — 0.23% (February 29, 2016: 0.00%)</b>				1,068	Hercules Offshore Inc, 10.500%, due 1/14/2019 *†	652	0.27	6,808	USD Call/SAR Put 3.8375, due 1/16/2017	17	0.01
510	Costa Rica Government International Bond, 144A, 7.000%, due 4/4/2044	558	0.23	170	Magnum Hunter Resources Corp, 0.000%, due 5/6/2019 *†	169	0.07	<b>Total Options (Cost \$146)</b>		17	0.01
<b>Cote d'Ivoire (Ivory Coast) — 0.27% (February 29, 2016: 0.00%)</b>				366	Murray Energy Corp, 7.500%, due 4/9/2020 *	305	0.13	<b>Total Investments (Cost \$242,951)</b>		235,543	98.63
644	Ivory Coast Government International Bond, 5.750%, due 12/31/2032	640	0.27	199	Panda Temple Power II LLC, 7.250%, due 4/3/2019 *	187	0.08	<b>Other Assets in Excess of Liabilities (February 29, 2016: 2.17%)</b>		3,286	1.37
<b>Dominican Republic — 0.57% (February 29, 2016: 0.00%)</b>				1,017	Panda Temple Power LLC, 7.250%, due 2/10/2022 *	910	0.38	<b>Total Net Assets</b>		\$238,829	100.00
1,190	Dominican Republic International Bond, 144A, 6.850%, due 1/27/2045	1,351	0.57	728	Radnet Management Inc, 8.000%, due 3/5/2021 *	710	0.29	–	Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.		
<b>Ecuador — 0.68% (February 29, 2016: 0.00%)</b>				810	Spencer Gifts LLC, 0.000%, due 12/11/2021 *	668	0.28	144A	Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$88,027,000 or 36.86% of net assets.		
900	Ecuador Government International Bond, 144A, 10.500%, due 3/24/2020	918	0.38	928	Toms Shoes LLC, 6.500%, due 10/31/2020 *	712	0.30	*	Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.		
400	Ecuador Government International Bond, 144A, 10.750%, due 3/28/2022	410	0.17	758	Westmoreland Coal Co, 7.500%, due 12/16/2020 *	571	0.24	†	Illiquid.		
340	Ecuador Government International Bond, 7.950%, due 6/20/2024	301	0.13	<b>Total Loan Notes (Cost \$8,587)</b>		5,855	2.45	∞	Security is valued in good faith at fair value by or at the discretion of the Investment Manager.		
		1,629	0.68	<b>Collective Investment Schemes — 9.78% (February 29, 2016: 9.77%)</b>				⊕	Security is in default as at August 31, 2016.		
<b>Ghana — 0.28% (February 29, 2016: 0.00%)</b>				26	Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	2,558	1.07	<b>ABBREVIATIONS:</b>			
590	Ghana Government International Bond, 144A, 10.750%, due 10/14/2030	666	0.28	EUR 120	Legg Mason Global Funds Plc – Western Asset Euro High Yield Fund LM Class Euro (Accumulating)	20,805	8.71	Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest		
<b>Mexico — 0.93% (February 29, 2016: 0.00%)</b>				<b>Total Collective Investment Schemes (Cost \$22,126)</b>		23,363	9.78	AUD	– Australian Dollar		
MXN 40,250	Mexican Bonos, Series M, 6.500%, due 6/9/2022	2,228	0.93	<b>Warrant — 0.02% (February 29, 2016: 0.00%)</b>				EUR	– Euro		
<b>Peru — 0.01% (February 29, 2016: 0.01%)</b>				<b>United States — 0.02% (February 29, 2016: 0.00%)</b>				GBP	– British Pound		
12	Peruvian Government International Bond, 7.350%, due 7/21/2025	17	0.01	17	Pacific Exploration Warrant 16/12/2016 †	55	0.02	MXN	– Mexican Peso		
<b>Russia — 0.97% (February 29, 2016: 0.00%)</b>				<b>Total Warrant (Cost \$55)</b>		55	0.02	RUB	– Russian Ruble		
RUB 78,000	Russian Federal Bond – OFZ, Series 6207, 8.150%, due 2/3/2027	1,202	0.51	<b>Preferred Stock — 0.21% (February 29, 2016: 0.01%)</b>				<b>Analysis of Total Assets</b>			
RUB 77,950	Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	1,106	0.46	<b>United States — 0.21% (February 29, 2016: 0.01%)</b>				Transferable securities admitted to an official exchange listing or traded on a regulated market		87.44	
		2,308	0.97	1	Allergan plc, Series A	499	0.21	Collective investment schemes		9.63	
<b>Sri Lanka — 0.16% (February 29, 2016: 0.00%)</b>				<b>Total Preferred Stock (Cost \$504)</b>		499	0.21	Financial derivative instruments		0.07	
360	Sri Lanka Government International Bond, 6.250%, due 7/27/2021	380	0.16	<b>Common Stock — 2.28% (February 29, 2016: 2.85%)</b>				Other assets		2.86	
<b>United States — 5.95% (February 29, 2016: 1.44%)</b>				<b>Australia — 0.00% (February 29, 2016: 0.09%)</b>				<b>Total Assets</b>		100.00	
1,400	United States Treasury Note/ Bond, 1.375%, due 9/30/2020	1,414	0.59	AUD 3,106	Mirabela Nickel Ltd †∞	–	–				
9,600	United States Treasury Note/ Bond, 1.125%, due 6/30/2021	9,572	4.01	<b>United States — 2.28% (February 29, 2016: 2.76%)</b>							
3,200	United States Treasury Note/ Bond, 1.625%, due 5/15/2026	3,212	1.35	77	Bossier Casino Venture Holdco Inc, 144A †∞	696	0.29				
		14,198	5.95	28	Citigroup Inc	1,320	0.55				
				51	Deep Ocean Group Holdings †∞	352	0.15				
				–	H&E Equipment Services Inc – New Cotai 'B' †	395	0.17				
				57	Hercules Offshore Inc †	76	0.03				
				96	Magnum Hunter Resources Corp †	1,176	0.49				
				1	MWO Holdings Ltd †∞	1,063	0.45				

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	USD 45	Sell	AUD 60	\$ –
09/02/16	BNY Mellon	Buy	AUD 105	Sell	USD 79	(1)
09/06/16	BNY Mellon	Buy	SGD 2	Sell	USD 1	–
09/14/16	BNY Mellon	Buy	USD 4,414	Sell	AUD 5,809	53
09/14/16	BNY Mellon	Buy	USD 9	Sell	AUD 12	–
09/14/16	BNY Mellon	Buy	USD 88	Sell	EUR 79	–
09/14/16	BNY Mellon	Buy	USD 587	Sell	EUR 522	2
09/14/16	BNY Mellon	Buy	USD 2	Sell	GBP 1	–
09/14/16	BNY Mellon	Buy	USD 1	Sell	GBP 1	–
09/14/16	BNY Mellon	Buy	USD 148	Sell	SGD 200	–
09/14/16	BNY Mellon	Buy	USD 2	Sell	SGD 3	–
09/14/16	BNY Mellon	Buy	GBP 146	Sell	USD 192	–
09/14/16	BNY Mellon	Buy	EUR 5,743	Sell	USD 6,381	30
09/14/16	BNY Mellon	Buy	EUR 65	Sell	USD 73	–
09/14/16	BNY Mellon	Buy	SGD 3,738	Sell	USD 2,773	(30)
09/14/16	BNY Mellon	Buy	AUD –	Sell	USD –	–
09/14/16	BNY Mellon	Buy	GBP 1	Sell	USD 2	–
09/14/16	BNY Mellon	Buy	SGD 3	Sell	USD 3	–
09/14/16	BNY Mellon	Buy	AUD 34,104	Sell	USD 25,948	(327)
10/14/16	Bank Of America	Buy	USD 1,070	Sell	EUR 966	(10)
11/10/16	Citibank	Buy	USD 189	Sell	AUD 250	2
11/10/16	Citibank	Buy	USD 1,710	Sell	EUR 1,521	8
11/10/16	Citibank	Buy	USD 2,207	Sell	GBP 1,651	35
11/10/16	Citibank	Buy	GBP 700	Sell	USD 917	4
11/10/16	Deutsche Bank London	Buy	USD 1,933	Sell	EUR 1,729	(1)
11/10/16	UBS	Buy	USD 13,287	Sell	EUR 11,854	23
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$974)						157
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(319))						(369)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$655)</b>						<b>\$ (212)</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 5 Year Note (CBT) December 2016	1	\$ 121	\$ (1)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (1)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$7)			–
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(23))			(1)
<b>Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(16))</b>			<b>\$ (1)</b>



# Legg Mason Western Asset US Short-Term Government Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Asset-Backed Securities — 4.19% (February 29, 2016: 8.25%)</b>						<b>Corporate Bonds and Notes — 0.83% (February 29, 2016: 0.82%)</b>		
160 American Express Credit Account Master Trust, Series 2013 2, Class A, 0.928%, due 5/17/2021 *	161	0.68	286 Fannie Mae-Aces, Series 2015 M4, Class FA, 0.658%, due 9/25/2018 *	285	1.21	<b>United States — 0.83% (February 29, 2016: 0.82%)</b>		
100 American Express Issuance Trust II, Series 2013 2, Class A, 0.938%, due 8/15/2019 *	100	0.42	200 Freddie Mac Gold Pool, 15 year, TBA, 2.500% ±	207	0.88	190 Verizon Communications Inc, 2.406%, due 9/14/2018 *	195	0.83
200 Citibank Credit Card Issuance Trust, Series 2013 A4, Class A4, 0.942%, due 7/24/2020 *	201	0.85	83 Freddie Mac Gold Pool 'C14619', 7.500%, due 9/1/2028	89	0.38	<b>Total Corporate Bonds and Notes (Cost \$190)</b>	195	0.83
100 Citibank Credit Card Issuance Trust, Series 2013 A7, Class A7, 0.942%, due 9/10/2020 *	100	0.43	183 Freddie Mac Gold Pool 'G00767', 7.500%, due 8/1/2027	218	0.93	<b>Government Bonds and Notes — 83.73% (February 29, 2016: 73.85%)</b>		
260 Ford Credit Floorplan Master Owner Trust A, Series 2013 5, Class A2, 0.978%, due 9/15/2018 *	260	1.10	58 Freddie Mac Gold Pool 'G00921', 7.500%, due 4/1/2028	69	0.29	<b>United States — 83.73% (February 29, 2016: 73.85%)</b>		
110 Ford Credit Floorplan Master Owner Trust A, Series 2014 4, Class A2, 0.858%, due 8/15/2019 *	110	0.47	93 Freddie Mac Gold Pool 'G80176', 8.000%, due 12/17/2023	101	0.43	360 Federal Home Loan Banks, 0.625%, due 8/7/2018	358	1.52
56 Ohio Phase-In-Recovery Funding LLC, Series 2013 1, Class A1, 0.958%, due 7/1/2018	56	0.24	145 Freddie Mac Gold Pool 'G80204', 8.500%, due 10/20/2027	166	0.70	155 United States Treasury Bill, zero coupon, due 9/1/2016	155	0.66
<b>Total Asset-Backed Securities (Cost \$986)</b>	988	4.19	81 Freddie Mac Gold Pool 'G80210', 8.000%, due 8/20/2027	93	0.39	125 United States Treasury Bill, zero coupon, due 10/6/2016	125	0.53
<b>Mortgage-Backed Securities — 17.25% (February 29, 2016: 19.51%)</b>						3,000 United States Treasury Note/Bond, 0.875%, due 10/15/2017	3,006	12.75
45 Fannie Mae Interest Strip 409, Class C2, 3.000%, due 4/25/2027	4	0.02	6 Freddie Mac Gold Pool 'N30699', 7.000%, due 8/1/2030	6	0.03	2,250 United States Treasury Note/Bond, 0.750%, due 10/31/2017	2,251	9.55
17 Fannie Mae Interest Strip 407, Class C10, 5.000%, due 1/25/2038	3	0.01	75 Freddie Mac Gold Pool 'U90316', 4.000%, due 10/1/2042	81	0.34	1,000 United States Treasury Note/Bond, 0.625%, due 11/30/2017	999	4.24
26 Fannie Mae Interest Strip 409, Class C22, 4.500%, due 11/25/2039	4	0.02	33 Freddie Mac Non Gold Pool '555537', 9.500%, due 1/1/2021	35	0.15	1,000 United States Treasury Note/Bond, 0.875%, due 1/15/2018	1,002	4.25
261 Fannie Mae Interest Strip 409, Class C13, 3.500%, due 11/25/2041	36	0.15	277 Freddie Mac Non Gold Pool '789586', 2.750%, due 7/1/2032 *	291	1.24	1,912 United States Treasury Note/Bond, 0.875%, due 3/31/2018	1,915	8.13
82 Fannie Mae Interest Strip 409, Class C18, 4.000%, due 4/25/2042	13	0.06	24 Ginnie Mae I Pool '385981', 9.000%, due 11/15/2024	25	0.11	1,144 United States Treasury Note/Bond, 0.625%, due 4/30/2018	1,141	4.84
100 Fannie Mae Pool, 30 year, TBA, 4.500% ±	109	0.46	12 Ginnie Mae I Pool '405539', 8.500%, due 12/15/2025	13	0.06	1,000 United States Treasury Note/Bond, 0.750%, due 4/30/2018	999	4.24
83 Fannie Mae Pool '516216', 8.000%, due 8/1/2019	87	0.37	169 Ginnie Mae I Pool '780162', 8.500%, due 6/15/2025	201	0.85	1,250 United States Treasury Note/Bond, 1.000%, due 5/15/2018	1,254	5.32
26 Fannie Mae Pool '516217', 8.500%, due 8/1/2019	27	0.11	100 Ginnie Mae II Pool, 30 year, TBA, 3.000% ±	105	0.44	650 United States Treasury Note/Bond, 1.125%, due 6/15/2018	654	2.77
124 Fannie Mae Pool '545746', 8.000%, due 10/1/2021	132	0.56	200 Ginnie Mae II Pool, 30 year, TBA, 3.500% ±	212	0.90	135 United States Treasury Note/Bond, 1.375%, due 7/31/2018	136	0.58
43 Fannie Mae Pool '545816', 8.000%, due 3/1/2017	44	0.19	31 Ginnie Mae II Pool '4923', 4.500%, due 1/20/2041	34	0.14	2,000 United States Treasury Note/Bond, 0.750%, due 8/31/2018	1,998	8.48
83 Fannie Mae Pool '545854', 8.500%, due 3/1/2017	83	0.35	82 Ginnie Mae II Pool '4978', 4.500%, due 3/20/2041	90	0.38	1,500 United States Treasury Note/Bond, 1.000%, due 9/15/2018	1,506	6.39
76 Fannie Mae Pool '547542', 8.500%, due 10/1/2026	86	0.36	51 Government National Mortgage Association, Series 2011 140, Class AI, 4.000%, due 10/16/2026	5	0.02	2,229 United States Treasury Note/Bond, 1.000%, due 8/31/2019	2,234	9.48
116 Fannie Mae Pool '555194', 8.000%, due 5/1/2032	127	0.54	22 Government National Mortgage Association, Series 2010 31, Class GS, 5.988%, due 3/20/2039 *	1	0.01	<b>Total Government Bonds and Notes (Cost \$19,705)</b>	19,733	83.73
218 Fannie Mae Pool '555318', 7.000%, due 4/1/2032	242	1.03	24 Government National Mortgage Association, Series 2010 85, Class HS, 6.138%, due 1/20/2040 *	3	0.01	<b>Total Investments (Cost \$24,789)</b>	24,981	106.00
154 Fannie Mae Pool '555319', 7.500%, due 3/1/2021	164	0.69	271 Government National Mortgage Association, Series 2012 34, Class SD, 5.543%, due 3/16/2042 *	54	0.23	<b>Liabilities in Excess of Other Assets (February 29, 2016: (2.43%))</b>	(1,415)	(6.00)
88 Fannie Mae Pool '595463', 8.500%, due 4/1/2027	99	0.42	131 Government National Mortgage Association, Series 2010 H26, Class LF, 0.818%, due 8/20/2058 *	130	0.55	<b>Total Net Assets</b>	\$23,566	100.00
32 Fannie Mae Pool 'AL1469', 7.000%, due 2/1/2039	37	0.16	93 Government National Mortgage Association, Series 2010 H22, Class FE, 0.818%, due 5/20/2059 *	92	0.39			
21 Fannie Mae REMICS, Series 2010 150, Class SK, 6.006%, due 1/25/2041 *	4	0.02	127 Government National Mortgage Association, Series 2010 H10, Class FC, 1.491%, due 5/20/2060 *	128	0.54			
26 Fannie Mae REMICS, Series 2012 46, Class BA, 6.000%, due 5/25/2042	30	0.13	<b>Total Mortgage-Backed Securities (Cost \$3,908)</b>	4,065	17.25			

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 5 Year Note (CBT) December 2016	(5)	\$ (606)	\$ 1
<b>Total Market Value of Futures Contracts</b>			\$ 1
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$2)			1
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$-)			-
Net Appreciation of Futures Contracts (February 29, 2016 (000's): \$2)			\$ 1

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Adjustable Rate Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Asset-Backed Securities — 14.22% (February 29, 2016: 19.27%)</b>				15	Lehman Escrow Receipt, zero coupon, Perpetual †∞	2	0.03
200	American Express Issuance Trust II, Series 2013 2, Class A, 0.938%, due 8/15/2019 *	201	3.03			1,860	28.07
119	Argent Securities Inc Asset-Backed Pass-Through Certificates Series 2004-W10, Series 2004 W10, Class A2, 1.268%, due 10/25/2034 *	116	1.75	<b>Total Corporate Bonds and Notes (Cost \$2,134)</b>			
17	Brazos Higher Education Authority Inc, Series 2005 2, Class A10, 0.760%, due 12/26/2019 *	17	0.26			2,140	32.30
100	Capital One Multi-Asset Execution Trust, Series 2016 A3, Class A3, 1.340%, due 4/15/2022	100	1.51	<b>Government Bonds and Notes — 54.82% (February 29, 2016: 48.81%)</b>			
120	Citibank Credit Card Issuance Trust, Series 2013 A4, Class A4, 0.942%, due 7/24/2020 *	120	1.82	<b>United States — 54.82% (February 29, 2016: 48.81%)</b>			
100	Citibank Credit Card Issuance Trust, Series 2013 A7, Class A7, 0.942%, due 9/10/2020 *	100	1.51	350	Federal Farm Credit Banks, Series 1, 0.548%, due 9/12/2016 *	350	5.28
180	Ford Credit Floorplan Master Owner Trust A, Series 2013 5, Class A2, 0.978%, due 9/15/2018 *	180	2.72	500	Federal Farm Credit Banks, 0.537%, due 1/17/2018 *	500	7.54
33	Ohio Phase-In-Recovery Funding LLC, Series 2013 1, Class A1, 0.958%, due 7/1/2018	33	0.49	275	Federal Home Loan Banks, Series **, 0.539%, due 11/28/2017 *	275	4.15
4	Saxon Asset Securities Trust 2002-1, Series 2002 1, Class AV1, 0.988%, due 3/25/2032 *	4	0.06	200	Federal Home Loan Banks, 0.568%, due 3/1/2018 *	200	3.02
72	SLM Student Loan Trust 2004-3, Series 2004 3, Class A5, 0.885%, due 7/25/2023 *	71	1.07	140	United States Treasury Bill, zero coupon, due 9/1/2016	140	2.11
<b>Total Asset-Backed Securities (Cost \$944)</b>				90	United States Treasury Floating Rate Note, 0.503%, due 10/31/2017 *	90	1.36
				1,000	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018 *	1,002	15.12
<b>Mortgage-Backed Securities — 1.92% (February 29, 2016: 2.65%)</b>				775	United States Treasury Floating Rate Note, 0.525%, due 4/30/2018 *	776	11.71
12	Freddie Mac Non Gold Pool '555464', 10.500%, due 12/1/2020	13	0.19	300	United States Treasury Floating Rate Note, 0.509%, due 7/31/2018 *	300	4.53
62	Impac CMB Trust Series 2003-8, Series 2003 8, Class 1A2, 1.488%, due 10/25/2033 *	59	0.89			3,633	54.82
33	Structured Adjustable Rate Mortgage Loan Trust, Series 2004 1, Class 2A, 0.834%, due 2/25/2034 *	29	0.44	<b>Total Government Bonds and Notes (Cost \$3,631)</b>			
28	WaMu Mortgage Pass-Through Certificates Series 2003-S4, Series 2003 S4, Class 2A9, 1.674%, due 6/25/2033 *	27	0.40			3,633	54.82
<b>Total Mortgage-Backed Securities (Cost \$135)</b>				<b>Collective Investment Schemes — 0.21% (February 29, 2016: 0.01%)</b>			
				14	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	14	0.21
<b>Corporate Bonds and Notes — 32.30% (February 29, 2016: 27.81%)</b>				<b>Total Collective Investment Schemes (Cost \$14)</b>			
<b>Australia — 1.21% (February 29, 2016: 0.87%)</b>				<b>Total Investments (Cost \$6,858)</b>			
80	Westpac Banking Corp, 1.492%, due 7/30/2018 *	80	1.21	<b>Liabilities in Excess of Other Assets (February 29, 2016: 1.45%)</b>			
<b>Canada — 3.02% (February 29, 2016: 2.94%)</b>				(230) (3.47)			
200	Royal Bank of Canada, 1.117%, due 9/9/2016 *	200	3.02	<b>Total Net Assets</b>			
<b>United States — 28.07% (February 29, 2016: 18.55%)</b>				\$6,627 100.00			
250	Apple Inc, 1.009%, due 5/3/2018 *	251	3.78	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016. † Illiquid. ∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.			
250	Berkshire Hathaway Finance Corp, 0.815%, due 1/10/2017 *	250	3.78				
250	Berkshire Hathaway Finance Corp, 1.343%, due 3/15/2019 *	253	3.83				
300	Chevron Corp, 0.987%, due 11/15/2017 *	300	4.53	<b>ABBREVIATIONS:</b>			
80	Exxon Mobil Corp, 0.693%, due 3/15/2017 *	80	1.21	Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest		
250	Exxon Mobil Corp, 0.803%, due 3/15/2019 *	249	3.75				
220	General Electric Co, 5.400%, due 2/15/2017	224	3.37				
250	International Business Machines Corp, 1.188%, due 2/12/2019 *	251	3.79				

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Inflation Management Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Contracts (000's)	Value (000's) \$	% of Net Asset Value					
<b>Government Bonds and Notes — 89.19% (February 29, 2016: 91.61%)</b>								<b>Options — (0.03)% (February 29, 2016: 0.02%)</b>							
<b>Australia — 0.99% (February 29, 2016: 0.69%)</b>								<b>Written Options — (0.03)% (February 29, 2016: 0.02%)</b>							
AUD	70	Australia Government Bond, Series 30CI, 2.500%, due 9/20/2030 β	78	0.99	GBP	150	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2044 β	357	4.52	– Euro-Bund October 2016 Call 165.50, due 9/23/2016 (2) (0.03)					
<b>Canada — 2.90% (February 29, 2016: 2.20%)</b>								<b>Total Options (Cost \$(2))</b>		(2) (0.03)					
CAD	70	Canadian Government Real Return Bond, Series CPI, 4.250%, due 12/1/2021 β	103	1.30	GBP	50	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2058 β	147	1.86	<b>Total Investments (Cost \$7,073)</b> 7,573 95.71					
CAD	110	Canadian Government Real Return Bond, Series CPI, 1.500%, due 12/1/2044 β	127	1.60	GBP	155	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2068 β	573	7.25	<b>Other Assets in Excess of Liabilities (February 29, 2016: 4.03%)</b> 339 4.29					
			230	2.90			1,956	24.73	<b>Total Net Assets</b> \$7,912 100.00						
<b>France — 14.44% (February 29, 2016: 7.60%)</b>								–		Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.					
EUR	690	France Government Bond OAT, Series OATe, 0.250%, due 7/25/2024 β	863	10.91	144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$93,000 or 1.18% of net assets.										
EUR	120	France Government Bond OAT, Series OATe, 1.850%, due 7/25/2027 β	186	2.35	β The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.										
EUR	70	France Government Bond OAT, Series OATe, 144A, 0.700%, due 7/25/2030 β	93	1.18	AUD – Australian Dollar										
			1,142	14.44	CAD – Canadian Dollar										
<b>Germany — 2.40% (February 29, 2016: 3.91%)</b>								EUR – Euro							
EUR	140	Deutsche Bundesrepublik Inflation Linked Bond, Series I/L, 0.500%, due 4/15/2030 β	190	2.40	GBP – British Pound										
<b>Italy — 7.18% (February 29, 2016: 16.69%)</b>								NZD – New Zealand Dollar							
EUR	300	Italy Buoni Poliennali Del Tesoro, Series CPI, 3.100%, due 9/15/2026 β	452	5.71											
EUR	70	Italy Buoni Poliennali Del Tesoro, Series CPI, 2.550%, due 9/15/2041 β	116	1.47											
			568	7.18											
<b>New Zealand — 2.35% (February 29, 2016: 4.11%)</b>															
NZD	210	New Zealand Government Bond, Series 0930, 3.000%, due 9/20/2030 β	186	2.35											
<b>United Kingdom — 24.73% (February 29, 2016: 11.72%)</b>															
GBP	450	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 11/22/2019 β	682	8.61											

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/29/16	UBS	Buy USD 152	Sell BRL 500	\$ (1)
09/29/16	UBS	Buy BRL 500	Sell USD 151	3
10/14/16	Bank Of America	Buy JPY 11,160	Sell USD 111	(3)
10/14/16	Citibank	Buy JPY 13,330	Sell USD 133	(4)
11/10/16	Bank Of America	Buy USD 81	Sell AUD 107	1
11/10/16	Bank Of America	Buy CAD 127	Sell USD 96	–
11/10/16	Bank Of America	Buy JPY 32,061	Sell USD 318	(7)
11/10/16	Bank of New York Mellon London	Buy EUR 233	Sell USD 262	(1)
11/10/16	Citibank	Buy USD 66	Sell EUR 59	–
11/10/16	Citibank	Buy USD 475	Sell JPY 47,941	10
11/10/16	Citibank	Buy USD 128	Sell NZD 178	(2)
11/10/16	HSBC	Buy USD 180	Sell EUR 160	1
11/10/16	JP Morgan Chase Bank	Buy USD 353	Sell EUR 314	1
11/10/16	JP Morgan Chase Bank	Buy USD 333	Sell GBP 250	5
11/10/16	JP Morgan Chase Bank	Buy USD 322	Sell JPY 32,510	7
11/10/16	UBS	Buy USD 334	Sell CAD 437	–
11/10/16	UBS	Buy USD 2,269	Sell EUR 2,025	4
11/10/16	UBS	Buy USD 16	Sell EUR 14	–
11/10/16	UBS	Buy SEK 1,100	Sell EUR 116	–
11/10/16	UBS	Buy USD 1,610	Sell GBP 1,209	21
11/10/16	UBS	Buy USD 77	Sell NZD 108	(1)
11/10/16	UBS	Buy SEK 1,570	Sell USD 185	(1)
11/10/16	UBS	Buy JPY 13,500	Sell USD 134	(3)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Inflation Management Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/10/16	UBS	Buy	EUR	329	Sell	USD	373	\$ (5)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$245)								53
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(50))								(28)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$195)</b>								<b>\$ 25</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
10 Year Mini Japanese Government Bond September 2016	(4)	\$ (586)	\$ –
Euro-BTP September 2016	(2)	(325)	(1)
Euro-Bund September 2016	(3)	(560)	(7)
Long Gilt December 2016	(2)	(345)	(1)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (9)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$1)			–
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(88))			(9)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(87))			<b>\$ (9)</b>



## Portfolio of Investments as at August 31, 2016

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Asian Opportunities Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)			Value (000's)	% of Net Asset Value	Face Value (000's)			Value (000's)	% of Net Asset Value	Contracts (000's)	Value (000's)	% of Net Asset Value
<b>Government Bonds and Notes — (continued)</b>					TWD	100,000	Taiwan Government Bond, 2.375%, due 2/25/2025	3,584	0.64			
<b>Malaysia — (continued)</b>					TWD	50,000	Taiwan Government Bond, Series 99-4, 1.875%, due 2/22/2030	1,781	0.32	(10,000) USD Put/KRW Call		
MYR	21,500	Malaysia Government Bond, Series 0316, 3.900%, due 11/30/2026	5,435	0.97				8,613	1.54	1,170.00, due 9/7/2016	(485)	(0.08)
MYR	1,200	Malaysia Government Bond, Series 0308, 5.248%, due 9/15/2028	332	0.06							(858)	(0.15)
MYR	100,000	Malaysia Government Bond, Series 0411, 4.232%, due 6/30/2031	25,517	4.55	<b>Thailand — 3.08% (February 29, 2016: 5.33%)</b>					<b>Total Options (Cost \$(415))</b>		
			52,905	9.44	THB	525,000	Thailand Government Bond, 3.850%, due 12/12/2025	17,245	3.08	<b>Total Investments (Cost \$554,456)</b>		
<b>Philippines — 8.93% (February 29, 2016: 8.29%)</b>					<b>Vietnam — 1.28% (February 29, 2016: 1.64%)</b>					<b>Other Assets in Excess of Liabilities (February 29, 2016: 2.21%)</b>		
PHP	503,000	Philippine Government International Bond, 3.900%, due 11/26/2022	11,144	1.99		6,594	Vietnam Government International Bond, 4.800%, due 11/19/2024	7,155	1.28	<b>Total Net Assets</b>		
PHP	1,506,000	Philippine Government International Bond, 6.250%, due 1/14/2036	38,058	6.80	<b>Total Government Bonds and Notes (Cost \$366,943)</b>							
	700	Philippine Government International Bond, 3.700%, due 3/1/2041	794	0.14	<b>Total Return Swaps — 1.50% (February 29, 2016: 4.81%)</b>							
			49,996	8.93	<b>Indonesia — 1.50% (February 29, 2016: 4.81%)</b>							
<b>Singapore — 3.14% (February 29, 2016: 2.03%)</b>					IDR	10,000,000	Indonesia Treasury Bond, Series FR46, 9.500%, due 7/15/2023	847	0.15			
SGD	1,500	Singapore Government Bond, 2.750%, due 4/1/2042	1,227	0.22	IDR	45,000,000	Indonesia Treasury Bond, Series FR52, 10.500%, due 8/15/2030	4,274	0.76			
SGD	20,000	Singapore Government Bond, 2.750%, due 3/1/2046	16,391	2.92	IDR	37,000,000	Indonesia Treasury Bond, Series FR54, 9.500%, due 7/15/2031	3,288	0.59			
			17,618	3.14				8,409	1.50			
<b>South Korea — 3.05% (February 29, 2016: 0.00%)</b>					<b>Total Total Return Swaps (Cost \$10,344)</b>							
CNH	7,000	Export-Import Bank of Korea, 3.625%, due 1/27/2019	1,044	0.19	<b>Collective Investment Schemes — 6.70% (February 29, 2016: 8.96%)</b>							
KRW	18,000,000	Korea Treasury Bond, Series 3609, 1.500%, due 9/10/2036	16,020	2.86		1,000	Legg Mason China Funds – Western Asset China Bond Fund, Class M	12,120	2.17			
			17,064	3.05	SGD	4,962	Legg Mason Western Asset Asian Bond Trust	5,846	1.04			
<b>Sri Lanka — 0.94% (February 29, 2016: 0.70%)</b>						19,559	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	19,559	3.49			
	2,000	Sri Lanka Government International Bond, 5.125%, due 4/11/2019	2,025	0.36	<b>Total Collective Investment Schemes (Cost \$34,546)</b>							
	3,000	Sri Lanka Government International Bond, 6.825%, due 7/18/2026	3,225	0.58	<b>Total Investments Excluding Options (Cost \$554,871)</b>							
			5,250	0.94				547,875	97.81			
<b>Taiwan — 1.54% (February 29, 2016: 2.86%)</b>												
TWD	100,000	Taiwan Government Bond, Series 99-5, 1.375%, due 3/10/2020	3,248	0.58								

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/Depreciation of Contracts (000's)
Barclays Capital	Indonesia Government International Bond, 1.000%	Sell	12/20/16	8,000	\$ 16
					\$ 16
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$18)					16
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$-)					-
Net Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$18)					\$ 16

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Asian Opportunities Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
HSBC	Pay Floating KRW 3M ISOR, Receive Fixed 1.435%	2/16/18	64,100,000	\$ 119
HSBC	Pay Fixed 1.49%, Receive Floating KRW 3M ISOR	2/16/21	25,100,000	(194)
				\$ (75)
Unrealised Appreciation of Interest Rate Swaps (February 29, 2016 (000's): \$10)				119
Unrealised Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(27))				(194)
Net Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(17))				\$ (75)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	USD 45	Sell	CNH 300	\$ –
09/06/16	BNY Mellon	Buy	USD 138	Sell	AUD 184	–
09/06/16	BNY Mellon	Buy	USD 149	Sell	CNH 1,000	–
09/08/16	Royal Bank of Canada London	Buy	KRW 11,600,000	Sell	USD 10,536	(135)
09/08/16	Royal Bank of Canada London	Buy	KRW 21,000,000	Sell	USD 18,000	830
09/14/16	BNY Mellon	Buy	USD 2,924	Sell	AUD 3,808	61
09/14/16	BNY Mellon	Buy	USD 46	Sell	CHF 44	1
09/14/16	BNY Mellon	Buy	USD 296	Sell	CNH 1,972	1
09/14/16	BNY Mellon	Buy	USD 798	Sell	EUR 708	9
09/14/16	BNY Mellon	Buy	USD 8	Sell	EUR 7	–
09/14/16	BNY Mellon	Buy	USD 5	Sell	GBP 4	–
09/14/16	BNY Mellon	Buy	USD 460	Sell	SGD 624	4
09/14/16	BNY Mellon	Buy	USD –	Sell	SGD –	–
09/14/16	BNY Mellon	Buy	AUD 25,956	Sell	USD 19,751	(248)
09/14/16	BNY Mellon	Buy	CNH 73,463	Sell	USD 11,009	(39)
09/14/16	BNY Mellon	Buy	EUR 14,410	Sell	USD 16,009	74
09/14/16	BNY Mellon	Buy	CHF 3,969	Sell	USD 4,127	(89)
09/14/16	BNY Mellon	Buy	AUD 645	Sell	USD 484	–
09/14/16	BNY Mellon	Buy	CNH 788	Sell	USD 118	–
09/14/16	BNY Mellon	Buy	EUR 5,267	Sell	USD 5,987	(107)
09/14/16	BNY Mellon	Buy	SGD 5	Sell	USD 4	–
09/14/16	BNY Mellon	Buy	SGD 21,181	Sell	USD 15,716	(170)
09/14/16	BNY Mellon	Buy	GBP 315	Sell	USD 413	1
09/29/16	Barclays Bank	Buy	KRW 47,000,000	Sell	USD 41,994	118
10/31/16	Barclays Bank	Buy	SGD 44,040	Sell	USD 32,345	(25)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$38)						1,099
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(692))						(813)
Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(654))						\$ 286

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Korea 10 Year Bond September 2016	831	\$ 98,796	\$ 371
<b>Total Market Value of Futures Contracts</b>			<b>\$ 371</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$2,621)			371
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$–)			–
Net Appreciation of Futures Contracts (February 29, 2016 (000's): \$2,621)			\$ 371

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Blue Chip Bond Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
Corporate Bonds and Notes — 94.78% (February 29, 2016: 89.12%)											
Australia — 6.46% (February 29, 2016: 6.14%)											
	544	BHP Billiton Finance USA Ltd, 3.250%, due 11/21/2021	579	1.64							
GBP	300	Commonwealth Bank of Australia, 2.250%, due 12/7/2018	407	1.16							
GBP	405	Macquarie Bank Ltd, 3.500%, due 12/18/2020	580	1.64							
EUR	287	Telstra Corp Ltd, 3.750%, due 5/16/2022	385	1.09							
GBP	230	Westpac Banking Corp, 2.625%, due 12/14/2022	327	0.93							
			2,278	6.46							
Belgium — 2.65% (February 29, 2016: 2.47%)											
	330	Anheuser-Busch InBev Finance Inc, 3.650%, due 2/1/2026	352	1.00							
	570	Anheuser-Busch InBev Worldwide Inc, 2.500%, due 7/15/2022	581	1.65							
			933	2.65							
Canada — 1.02% (February 29, 2016: 0.97%)											
	350	Toronto-Dominion Bank/The, 2.500%, due 12/14/2020	360	1.02							
Finland — 1.07% (February 29, 2016: 1.03%)											
GBP	270	OP Corporate Bank plc, 2.500%, due 5/20/2022	377	1.07							
France — 6.35% (February 29, 2016: 4.99%)											
EUR	350	Airbus Group Finance BV, 2.375%, due 4/2/2024	451	1.28							
	570	BNP Paribas SA, 3.250%, due 3/3/2023	597	1.69							
EUR	300	Credit Agricole SA/London, 1.250%, due 4/14/2026	355	1.01							
EUR	200	Electricite de France SA, 2.750%, due 3/10/2023	258	0.73							
	576	Engie SA, 1.625%, due 10/10/2017	578	1.64							
			2,239	6.35							
Germany — 3.66% (February 29, 2016: 3.41%)											
GBP	450	BMW US Capital LLC, 2.000%, due 11/20/2019	615	1.74							
EUR	500	Vier Gas Transport GmbH, Series O2, 2.875%, due 6/12/2025	676	1.92							
			1,291	3.66							
Japan — 1.97% (February 29, 2016: 2.40%)											
EUR	540	Sumitomo Mitsui Banking Corp, 2.750%, due 7/24/2023	695	1.97							
Netherlands — 3.03% (February 29, 2016: 3.49%)											
	270	Cooperatieve Rabobank UA/NY, 3.375%, due 5/21/2025	289	0.82							
	410	Shell International Finance BV, 3.250%, due 5/11/2025	437	1.24							
EUR	246	TenneT Holding BV, 4.500%, due 2/9/2022	339	0.97							
			1,065	3.03							
Singapore — 1.34% (February 29, 2016: 1.27%)											
	460	Temasek Financial I Ltd, 2.375%, due 1/23/2023	473	1.34							
Sweden — 2.28% (February 29, 2016: 1.15%)											
	420	Svenska Handelsbanken AB, 1.625%, due 3/21/2018	422	1.20							
	370	Swedbank AB, 144A, 2.650%, due 3/10/2021	382	1.08							
			804	2.28							
Switzerland — 4.41% (February 29, 2016: 3.09%)											
	250	Credit Suisse AG/New York NY, 3.625%, due 9/9/2024	263	0.74							
GBP	320	Nestle Finance International Ltd, 2.250%, due 11/30/2023	463	1.32							



# Legg Mason Western Asset Global Blue Chip Bond Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.14
Collective investment schemes	0.31
Financial derivative instruments	0.40
Other assets	2.15
<b>Total Assets</b>	<b>100.00</b>

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Merrill Lynch	Markit iTraxx Europe Series 25 Version 1, 1.000%	Buy	6/20/21	1,600	\$ (27)
					\$ (27)
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$-)					-
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$-)					(27)
Net Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$-)					\$ (27)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy USD 1	Sell EUR 1	\$ -
09/14/16	BNY Mellon	Buy USD 59	Sell GBP 44	-
09/14/16	BNY Mellon	Buy USD 64	Sell GBP 49	-
09/14/16	BNY Mellon	Buy EUR 1,482	Sell USD 1,646	7
09/14/16	BNY Mellon	Buy GBP 6,988	Sell USD 9,155	25
11/10/16	Bank of New York Mellon London	Buy GBP 84	Sell USD 112	(1)
11/10/16	Barclays Bank	Buy EUR 942	Sell USD 1,058	(5)
11/10/16	Citibank	Buy USD 672	Sell GBP 502	11
11/10/16	Citibank	Buy EUR 1,287	Sell USD 1,447	(7)
11/10/16	Deutsche Bank London	Buy EUR 4,543	Sell USD 5,080	4
11/10/16	HSBC	Buy EUR 197	Sell USD 221	(1)
11/10/16	Royal Bank of Canada London	Buy GBP 26	Sell USD 34	-
11/10/16	Royal Bank of Scotland	Buy USD 173	Sell GBP 131	1
11/10/16	UBS	Buy USD 12,719	Sell EUR 11,348	22
11/10/16	UBS	Buy USD 39	Sell GBP 30	-
11/10/16	UBS	Buy USD 4,982	Sell GBP 3,740	64
11/10/16	UBS	Buy EUR 230	Sell USD 261	(3)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$572)				134
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(834))				(17)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(262))</b>				<b>\$ 117</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2016	(22)	\$ (4,107)	\$ (93)
Long Gilt December 2016	(22)	(3,800)	(14)
U.S. 10 Year Note (CBT) December 2016	(30)	(3,928)	8
U.S. 5 Year Note (CBT) December 2016	8	970	(1)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (100)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$-)			8
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(164))			(108)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(164))			<b>\$ (100)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Credit Absolute Return Fund<sup>đ</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$
<b>Common Stock (February 29, 2016: 6.89%)</b>	
<b>United States — (February 29, 2016: 6.89%)</b>	
– Magnum Hunter Resources Corp †	1
800 Magnum Hunter Resources Corp Escrow †	–
13 Physiotherapy Associates Holding Inc †∞	57
	158
<b>Total Common Stock (Cost \$143)</b>	158
<b>Total Investments (Cost \$143)</b>	158
<b>Liabilities in Excess of Other Assets (February 29, 2016: (1.15%))</b>	(158)
<b>Total Net Assets</b>	\$ –

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

† Illiquid.

∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	56.83
Other assets	43.17
<b>Total Assets</b>	100.00

đ Effective April 29, 2016 Legg Mason Western Asset Global Credit Absolute Return Fund<sup>đ</sup> ceased trading.

<sup>đ</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Asset-Backed Securities — 0.63% (February 29, 2016: 0.97%)</b>								
7 CDC Mortgage Capital Trust 2002-HE1, Series 2002 HE1, Class A, 1.144%, due 1/25/2033 *	6	—	1,600 Anheuser-Busch InBev Finance Inc, 4.900%, due 2/1/2046	1,941	0.68	<b>Peru — 0.08% (February 29, 2016: 0.08%)</b>		
370 Nelnet Student Loan Trust 2008-3, Series 2008 3, Class A4, 2.475%, due 11/25/2024 *	372	0.13	100 Anheuser-Busch InBev Worldwide Inc, 2.500%, due 7/15/2022	102	0.04	250 Southern Copper Corp, 5.250%, due 11/8/2042	238	0.08
300 SLM Student Loan Trust 2003-11, Series 2003 11, Class A6, 144A, 1.403%, due 12/15/2025 *	297	0.11		2,073	0.73	<b>Spain — 0.19% (February 29, 2016: 0.20%)</b>		
786 SLM Student Loan Trust 2005-4, Series 2005 4, Class A3, 0.835%, due 1/25/2027 *	770	0.27	<b>Brazil — 0.35% (February 29, 2016: 0.32%)</b>			EUR 400 Telefonica Emisiones SAU, 2.932%, due 10/17/2029	532	0.19
338 SLM Student Loan Trust 2008-5, Series 2008 5, Class A4, 2.415%, due 7/25/2023 *	339	0.12	580 Petrobras Global Finance BV, 6.250%, due 3/17/2024	564	0.20	<b>Switzerland — 0.21% (February 29, 2016: 0.25%)</b>		
<b>Total Asset-Backed Securities (Cost \$1,766)</b>	1,784	0.63	230 Petrobras Global Finance BV, 6.750%, due 1/27/2041	201	0.07	100 Glencore Finance Canada Ltd, 144A, 2.700%, due 10/25/2017	100	0.04
<b>Mortgage-Backed Securities — 7.75% (February 29, 2016: 9.84%)</b>			21 Vale Overseas Ltd, 6.875%, due 11/21/2036	21	0.01	440 UBS Group Funding Jersey Ltd, 144A, 4.125%, due 9/24/2025	464	0.16
700 Fannie Mae Pool, 15 year, TBA, 3.500% ±	739	0.26	232 Vale SA, 5.625%, due 9/11/2042	200	0.07	20 Zurich Finance UK Plc, 6.625%, Perpetual *	30	0.01
300 Fannie Mae Pool, 15 year, TBA, 2.500% ±	310	0.11		986	0.35		594	0.21
2,600 Fannie Mae Pool, 30 year, TBA, 4.500% ±	2,837	1.00	<b>Canada — 0.14% (February 29, 2016: 0.18%)</b>			<b>United Kingdom — 5.25% (February 29, 2016: 4.19%)</b>		
300 Fannie Mae Pool, 30 year, TBA, 3.500% ±	316	0.11	390 BC ULC / New Red Finance Inc, 144A, 6.000%, due 4/1/2022	408	0.14	GBP 220 AA Bond Co Ltd, 3.781%, due 7/31/2019	304	0.11
2,400 Fannie Mae Pool, 30 year, TBA, 4.000% ±	2,571	0.91	<b>Colombia — 0.83% (February 29, 2016: 0.28%)</b>			GBP 670 Aviva Plc, 6.125%, due 11/14/2036 *	1,020	0.36
200 Fannie Mae Pool, 30 year, TBA, 5.000% ±	222	0.08	138 Ecopetrol SA, 5.875%, due 9/18/2023	150	0.05	GBP 100 Aviva Plc, 5.125%, due 6/4/2050 *	140	0.05
4,400 Fannie Mae Pool, 15 year, TBA, 3.000% ±	4,607	1.63	1,780 Ecopetrol SA, 4.125%, due 1/16/2025	1,722	0.61	GBP 210 Aviva Plc, 6.875%, due 5/20/2058 *	350	0.12
1,300 Fannie Mae Pool, 30 year, TBA, 3.000% ±	1,346	0.48	510 Ecopetrol SA, 5.875%, due 5/28/2045	477	0.17	GBP 280 BAE Systems Plc, 4.125%, due 6/8/2022	422	0.15
46 Fannie Mae Pool '975097', 5.000%, due 6/1/2038	51	0.02		2,349	0.83	EUR 460 BAT International Finance Plc, 1.250%, due 3/13/2027	537	0.19
234 Fannie Mae Pool 'AL3024', 3.500%, due 1/1/2043	249	0.09	<b>France — 0.20% (February 29, 2016: 0.42%)</b>			160 BP Capital Markets Plc, 3.245%, due 5/6/2022	170	0.06
49 Fannie Mae Pool 'AL3572', 5.000%, due 7/1/2041	54	0.02	150 Pernod Ricard SA, 144A, 4.450%, due 1/15/2022	165	0.06	350 BP Capital Markets Plc, 3.506%, due 3/17/2025	373	0.13
267 Fannie Mae Pool 'AL7093', 4.000%, due 5/1/2045	292	0.10	EUR 160 SFR Group SA, 5.625%, due 5/15/2024	189	0.07	1,060 BUPA Finance Plc, 5.000%, due 4/25/2023	1,538	0.54
85 Fannie Mae Pool 'AS4271', 4.500%, due 1/1/2045	96	0.03	200 SFR Group SA, 144A, 6.250%, due 5/15/2024	202	0.07	100 Case New Holland Industrial Inc, 7.875%, due 12/1/2017	107	0.04
1,191 Fannie Mae Pool 'AX0756', 3.500%, due 7/1/2044	1,255	0.44		556	0.20	GBP 170 Centrica Plc, 5.250%, due 4/10/2075 *	234	0.08
200 Freddie Mac Gold Pool, 30 year, TBA, 3.500% ±	211	0.07	<b>Germany — 0.48% (February 29, 2016: 0.57%)</b>			GBP 140 Gatwick Funding Ltd, 4.625%, due 3/27/2034	251	0.09
434 Freddie Mac Gold Pool 'G06496', 5.000%, due 6/1/2041	484	0.17	EUR 400 Allianz Finance II BV, 5.750%, due 7/8/2041 *	524	0.18	565 HSBC Holdings Plc, 4.250%, due 8/18/2025	587	0.21
542 Freddie Mac Gold Pool 'G07697', 4.500%, due 6/1/2038	594	0.21	GBP 100 Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen, 6.625%, due 5/26/2042 *	157	0.06	GBP 100 HSBC Holdings Plc, 7.000%, due 4/7/2038	196	0.07
4,400 Ginnie Mae II Pool, 30 year, TBA, 3.500% ±	4,670	1.65	GBP 250 RWE Finance BV, 5.625%, due 12/6/2023	413	0.15	500 HSBC Holdings Plc, 5.250%, due 3/14/2044	572	0.20
1,000 Ginnie Mae II Pool 'MA3873', 3.000%, due 8/20/2046	1,049	0.37	250 Schaeffler Holding Finance BV, 144A, 6.250%, due 11/15/2019	259	0.09	GBP 100 Imperial Brands Finance Plc, 4.875%, due 6/7/2032	178	0.06
<b>Total Mortgage-Backed Securities (Cost \$21,921)</b>	21,953	7.75		1,353	0.48	EUR 63 Lloyds Bank Plc, 6.500%, due 3/24/2020	83	0.03
<b>Corporate Bonds and Notes — 26.28% (February 29, 2016: 23.06%)</b>			<b>Italy — 0.04% (February 29, 2016: 0.05%)</b>			GBP 960 Lloyds Bank Plc, 7.625%, due 4/22/2025	1,671	0.59
<b>Australia — 0.11% (February 29, 2016: 0.12%)</b>			EUR 100 Intesa Sanpaolo SpA, 1.125%, due 3/4/2022	114	0.04	460 Lloyds Banking Group Plc, 4.650%, due 3/24/2026	478	0.17
200 WEA Finance LLC / Westfield UK & Europe Finance Plc, 144A, 4.750%, due 9/17/2044	221	0.08	<b>Mexico — 0.69% (February 29, 2016: 0.73%)</b>			GBP 130 Manchester Airport Group Funding Plc, 4.125%, due 4/2/2024	203	0.07
AUD 100 Westpac Banking Corp, 7.250%, due 2/1/2020	87	0.03	230 Mexichem SAB de CV, 4.875%, due 9/19/2022	252	0.09	GBP 270 Porterbrook Rail Finance Ltd, 4.625%, due 4/4/2029	450	0.16
	308	0.11	15 Petroleos Mexicanos, 4.875%, due 1/24/2022	16	—	GBP 850 Prudential Plc, 5.000%, due 7/20/2055 *	1,169	0.41
<b>Belgium — 0.73% (February 29, 2016: 0.82%)</b>			140 Petroleos Mexicanos, 6.625%, due 6/15/2035	151	0.05	GBP 100 Prudential Plc, 5.700%, due 12/19/2063 *	148	0.05
30 Anheuser-Busch InBev Finance Inc, 2.625%, due 1/17/2023	30	0.01	26 Petroleos Mexicanos, 5.500%, due 6/27/2044	25	0.01	60 Royal Bank of Scotland Group Plc, 6.100%, due 6/10/2023	64	0.02
			1,451 Petroleos Mexicanos, 6.375%, due 1/23/2045	1,528	0.54	EUR 320 Royal Bank of Scotland Group Plc, 3.625%, due 3/25/2024 *	356	0.13
				1,972	0.69	350 Royal Bank of Scotland Group Plc, 5.125%, due 5/28/2024	354	0.13
			<b>Netherlands — 0.46% (February 29, 2016: 0.31%)</b>			260 Scottish Widows Ltd, 5.500%, due 6/16/2023	377	0.13
			190 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.500%, due 5/15/2021	201	0.07	EUR 420 Sky Plc, 2.250%, due 11/17/2025	514	0.18
			500 Cooperatieve Rabobank UA, 4.625%, due 12/1/2023	542	0.19	GBP 214 Sky Plc, 4.000%, due 11/26/2029	338	0.12
			500 Shell International Finance BV, 4.375%, due 5/11/2045	553	0.20	GBP 220 Standard Chartered Plc, 5.125%, due 6/6/2034	294	0.11
				1,296	0.46			

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



## Portfolio of Investments as at August 31, 2016 – (continued)

<sup>^</sup> Not authorised for sale to the public in Hong Kong.  
The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>				<b>France — 0.39% (February 29, 2016: 0.42%)</b>				<b>United States — 32.10% (February 29, 2016: 48.86%)</b>			
<b>United States — (continued)</b>				EUR	520	France Government Bond OAT, 4.000%, due 4/25/2055	1,097 0.39	4,480	United States Treasury Inflation Indexed Bonds, 0.250%, due 1/15/2025 β	4,602 1.62	
370	Reynolds American Inc, 5.850%, due 8/15/2045	481	0.17	<b>Germany — 1.33% (February 29, 2016: 1.50%)</b>				2,700	United States Treasury Note/ Bond, 0.625%, due 5/31/2017	2,700 0.95	
200	Spectrum Brands Inc, 6.625%, due 11/15/2022	214	0.08	EUR	2,150	Bundesrepublik Deutschland, 2.500%, due 8/15/2046	3,777 1.33	470	United States Treasury Note/ Bond, 1.500%, due 12/31/2018	477 0.17	
20	Sprint Capital Corp, 8.750%, due 3/15/2032	20	0.01	<b>Hungary — 0.03% (February 29, 2016: 0.03%)</b>				1,560	United States Treasury Note/ Bond, 1.250%, due 1/31/2019	1,574 0.56	
180	Sprint Communications Inc, 11.500%, due 11/15/2021	203	0.07	68	Hungary Government International Bond, 5.750%, due 11/22/2023	79 0.03		13,730	United States Treasury Note/ Bond, 1.375%, due 1/31/2021	13,854 4.89	
10	Sprint Corp, 7.875%, due 9/15/2023	10	—	<b>Italy — 5.86% (February 29, 2016: 2.32%)</b>				18,890	United States Treasury Note/ Bond, 1.375%, due 4/30/2021	19,054 6.72	
30	Sprint Corp, 7.625%, due 2/15/2025	29	0.01	EUR	1,810	Italy Buoni Poliennali Del Tesoro, 1.450%, due 9/15/2022	2,135 0.75	3,340	United States Treasury Note/ Bond, 1.750%, due 3/31/2022	3,420 1.21	
30	Teachers Insurance & Annuity Association of America, 6.850%, due 12/16/2039	41	0.01	EUR	170	Italy Buoni Poliennali Del Tesoro, 4.500%, due 3/1/2024	241 0.09	970	United States Treasury Note/ Bond, 1.750%, due 9/30/2022	992 0.35	
230	Tenet Healthcare Corp, 8.125%, due 4/1/2022	233	0.08	EUR	6,550	Italy Buoni Poliennali Del Tesoro, 2.000%, due 12/1/2025	7,908 2.79	2,020	United States Treasury Note/ Bond, 2.375%, due 8/15/2024	2,152 0.76	
200	TIAA Asset Management Finance Co LLC, 144A, 2.950%, due 11/1/2019	205	0.07	EUR	70	Italy Buoni Poliennali Del Tesoro, 144A, 4.750%, due 9/1/2044	122 0.04	60	United States Treasury Note/ Bond, 2.250%, due 11/15/2024	63 0.02	
270	Time Warner Cable Inc, 4.125%, due 2/15/2021	287	0.10	EUR	4,470	Italy Buoni Poliennali Del Tesoro, 144A, 3.250%, due 9/1/2046	6,205 2.19	450	United States Treasury Note/ Bond, 2.000%, due 2/15/2025	467 0.17	
40	Time Warner Cable Inc, 6.750%, due 6/15/2039	49	0.02				16,611 5.86	60	United States Treasury Note/ Bond, 2.000%, due 8/15/2025	62 0.02	
20	Time Warner Cable Inc, 5.875%, due 11/15/2040	22	0.01	<b>Japan — 2.61% (February 29, 2016: 5.64%)</b>				680	United States Treasury Note/ Bond, 2.250%, due 11/15/2025	719 0.25	
20	Time Warner Inc, 7.700%, due 5/1/2032	29	0.01	JPY	300,000	Japan Government Ten Year Bond, Series 341, 0.300%, due 12/20/2025	3,008 1.06	7,160	United States Treasury Note/ Bond, 1.625%, due 2/15/2026	7,189 2.54	
860	United Rentals North America Inc, 4.625%, due 7/15/2023	880	0.31	JPY	63,350	Japan Government Twenty Year Bond, Series 128, 1.900%, due 6/20/2031	774 0.27	5,640	United States Treasury Note/ Bond, 4.500%, due 2/15/2036	8,063 2.85	
130	Verizon Communications Inc, 4.150%, due 3/15/2024	144	0.05	JPY	300,000	Japan Government Twenty Year Bond, Series 154, 1.200%, due 9/20/2035	3,381 1.19	1,660	United States Treasury Note/ Bond, 4.500%, due 8/15/2039	2,396 0.85	
233	Verizon Communications Inc, 6.550%, due 9/15/2043	316	0.11	JPY	24,400	Japanese Government CPI Linked Bond, Series 19, 0.100%, due 9/10/2024 β	247 0.09	1,760	United States Treasury Note/ Bond, 3.375%, due 5/15/2044	2,192 0.77	
21	Verizon Communications Inc, 5.012%, due 8/21/2054	23	0.01				7,410 2.61	1,520	United States Treasury Note/ Bond, 3.125%, due 8/15/2044	1,811 0.64	
1,610	Wachovia Capital Trust III, 5.570%, Perpetual *	1,619	0.57	<b>Mexico — 4.99% (February 29, 2016: 1.94%)</b>				400	United States Treasury Note/ Bond, 3.000%, due 11/15/2044	466 0.16	
43	Wells Fargo & Co, 4.480%, due 1/16/2024	48	0.02	MXN	81	Mexican Bonos, Series M, 8.000%, due 6/11/2020	5 —	6,360	United States Treasury Note/ Bond, 3.000%, due 5/15/2045	7,404 2.61	
200	Wells Fargo & Co, 4.100%, due 6/3/2026	217	0.08	MXN	987	Mexican Bonos, Series M, 6.500%, due 6/9/2022	55 0.02	420	United States Treasury Note/ Bond, 2.875%, due 8/15/2045	478 0.17	
1,240	Wells Fargo & Co, 4.650%, due 11/4/2044	1,362	0.48	MXN	219,556	Mexican Bonos, Series M, 7.750%, due 11/13/2042	13,758 4.86	6,410	United States Treasury Note/ Bond, 3.000%, due 11/15/2045	7,470 2.64	
1,350	Wells Fargo & Co, 3.900%, due 5/1/2045	1,432	0.51		290	Mexico Government International Bond, 4.600%, due 1/23/2046	313 0.11	3,170	United States Treasury Note/ Bond, 2.500%, due 5/15/2046	3,355 1.18	
		46,809	16.52				14,131 4.99			90,960	32.10
<b>Total Corporate Bonds and Notes (Cost \$70,337)</b>				<b>Poland — 4.99% (February 29, 2016: 3.11%)</b>				<b>Total Government Bonds and Notes (Cost \$159,612)</b>			
		74,453	26.28	PLN	1,510	Poland Government Bond, Series 0421, 2.000%, due 4/25/2021	385 0.13			166,616	58.80
<b>Government Bonds and Notes — 58.80% (February 29, 2016: 70.31%)</b>				PLN	21,260	Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	5,684 2.01	<b>Collective Investment Schemes — 9.02% (February 29, 2016: 3.12%)</b>			
<b>Brazil — 1.50% (February 29, 2016: 1.31%)</b>				PLN	32,250	Poland Government Bond, Series 0726, 2.500%, due 7/25/2026	8,070 2.85	14	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset India Bond Fund – LM Class US\$ Accumulating	1,551 0.54	
BRL	2,484	Brazil Notas do Tesouro Nacional Serie B, Series NTN-B, 6.000%, due 8/15/2050 β	2,306 0.81				14,139 4.99	24,021	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	24,021 8.48	
BRL	733	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2017	224 0.08	<b>Spain — 0.81% (February 29, 2016: 0.94%)</b>				<b>Total Collective Investment Schemes (Cost \$25,451)</b>			
1,850	Brazilian Government International Bond, 5.000%, due 1/27/2045	1,721	0.61	EUR	1,170	Spain Government Bond, 1.150%, due 7/30/2020	1,364 0.48			25,572	9.02
		4,251	1.50	EUR	500	Spain Government Bond, 144A, 5.150%, due 10/31/2044	930 0.33				
<b>Canada — 2.44% (February 29, 2016: 2.23%)</b>							2,294 0.81				
CAD	320	Canadian Government Bond, 4.250%, due 6/1/2018	260 0.09	<b>United Kingdom — 1.75% (February 29, 2016: 2.01%)</b>							
CAD	7,590	Canadian Government Bond, 2.250%, due 6/1/2025	6,430 2.27	GBP	440	United Kingdom Gilt, 5.000%, due 3/7/2025	794 0.28				
CAD	126	Canadian Government Real Return Bond, Series CPI, 4.000%, due 12/1/2031 β	217 0.08	GBP	1,940	United Kingdom Gilt, 4.250%, due 12/7/2040	4,166 1.47				
		6,907	2.44				4,960 1.75				

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The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's)	% of Net Asset Value
<b>Preferred Stock — 0.02% (February 29, 2016: 0.02%)</b>		
<b>United States — 0.02% (February 29, 2016: 0.02%)</b>		
2 GMAC Capital Trust I, Series 2	43	0.02
<b>Total Preferred Stock (Cost \$39)</b>	43	0.02
<b>Total Investments Excluding Options (Cost \$279,126)</b>	290,421	102.50

Contracts (000's)	Value (000's)	% of Net Asset Value
<b>Options — 0.01% (February 29, 2016: 0.00%)</b>		
<b>Purchased Options — 0.03% (February 29, 2016: 0.04%)</b>		
2,740 USD Call/JPY		
Put 105.00, due 2/22/2017	61	0.02
8,112 USD Put/MXN		
Call 18.0571, due 10/11/2016	25	0.01
	86	0.03
<b>Written Options — (0.02%) (February 29, 2016: (0.04%))</b>		
– U.S. 10 Year December 2016		
Call 133.00, due 11/25/2016	(19)	(0.01)
– U.S. 10 Year October 2016		
Call 132.00, due 9/23/2016	(5)	–
– U.S. 5 Year October 2016		
Call 122.00, due 9/23/2016	(5)	–
– U.S. Bond October 2016		
Call 174.00, due 11/25/2016	(27)	(0.01)
– U.S. Bond October 2016		
Call 174.00, due 9/23/2016	(3)	–

Contracts (000's)	Value (000's)	% of Net Asset Value
(2,740) USD Put/JPY		
Call 95.00, due 11/24/2016	(11)	–
	(70)	(0.02)
<b>Total Options (Cost \$(2))</b>	16	0.01
<b>Total Investments (Cost \$279,124)</b>	290,437	102.51
<b>Liabilities in Excess of Other Assets (February 29, 2016: (7.32%))</b>		
	(7,087)	(2.51)
<b>Total Net Assets</b>	\$283,350	100.00

–	Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.
144A	Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$11,375,000 or 4.02% of net assets.
*	Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.
†	Illiquid.
∞	Security is valued in good faith at fair value by or at the discretion of the Investment Manager.
ε	Security is in default as at August 31, 2016.
±	Securities purchased on a to-be-announced basis (Note 1).
β	The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.

## ABBREVIATIONS:

CPI	– Consumer Price Index
Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest
TBA	– To Be Announced
AUD	– Australian Dollar
BRL	– Brazilian Real
CAD	– Canadian Dollar
EUR	– Euro
GBP	– British Pound
JPY	– Japanese Yen
MXN	– Mexican Peso
PLN	– Polish Zloty

## Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	85.92
Collective investment schemes	8.30
Financial derivative instruments	0.52
Other assets	5.26
<b>Total Assets</b>	100.00

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD	48	Sell	EUR	43	\$ –
09/14/16	BNY Mellon	Buy	USD	100	Sell	EUR	90	(1)
09/14/16	BNY Mellon	Buy	EUR	3,724	Sell	USD	4,217	(61)
09/14/16	BNY Mellon	Buy	EUR	46,322	Sell	USD	51,464	238
09/29/16	Citibank	Buy	USD	2,398	Sell	BRL	7,904	(28)
09/29/16	Citibank	Buy	USD	3,568	Sell	KRW	4,093,754	(100)
09/29/16	Deutsche Bank London	Buy	KRW	856,399	Sell	USD	748	20
09/29/16	JP Morgan Chase Bank	Buy	INR	22,063	Sell	USD	323	5
10/14/16	Bank Of America	Buy	AUD	80	Sell	USD	60	–
10/14/16	Bank Of America	Buy	EUR	570	Sell	USD	631	6
10/14/16	Citibank	Buy	USD	6	Sell	JPY	621	–
10/14/16	Citibank	Buy	SEK	840	Sell	USD	98	–
10/14/16	Citibank	Buy	GBP	80	Sell	USD	104	1
11/10/16	Bank Of America	Buy	USD	2,999	Sell	CNH	19,977	22
11/10/16	Bank Of America	Buy	USD	2,265	Sell	EUR	2,017	9
11/10/16	Bank Of America	Buy	USD	630	Sell	GBP	471	10
11/10/16	Bank of New York Mellon London	Buy	USD	897	Sell	EUR	798	4
11/10/16	Barclays Bank	Buy	USD	1,009	Sell	JPY	101,615	24
11/10/16	Citibank	Buy	USD	893	Sell	AUD	1,180	7
11/10/16	Citibank	Buy	USD	2,790	Sell	EUR	2,483	13
11/10/16	Citibank	Buy	USD	361	Sell	GBP	270	6
11/10/16	Citibank	Buy	USD	4,600	Sell	JPY	464,370	98
11/10/16	Citibank	Buy	EUR	423	Sell	USD	473	–
11/10/16	Deutsche Bank London	Buy	USD	650	Sell	AUD	856	8
11/10/16	Deutsche Bank London	Buy	USD	1,780	Sell	GBP	1,337	22
11/10/16	Deutsche Bank London	Buy	USD	5,685	Sell	JPY	574,266	118
11/10/16	Deutsche Bank London	Buy	USD	5,353	Sell	MXN	102,138	(40)
11/10/16	Goldman Sachs	Buy	USD	1,026	Sell	EUR	913	5
11/10/16	HSBC	Buy	USD	2,218	Sell	AUD	2,936	15
11/10/16	HSBC	Buy	USD	5,871	Sell	EUR	5,221	29
11/10/16	HSBC	Buy	USD	5,751	Sell	JPY	582,555	103
11/10/16	JP Morgan Chase Bank	Buy	USD	2,128	Sell	CAD	2,785	4
11/10/16	JP Morgan Chase Bank	Buy	USD	10,748	Sell	EUR	9,574	35
11/10/16	JP Morgan Chase Bank	Buy	USD	430	Sell	GBP	322	6
11/10/16	JP Morgan Chase Bank	Buy	USD	14	Sell	JPY	1,438	–
11/10/16	JP Morgan Chase Bank	Buy	USD	111	Sell	MXN	2,124	(1)
11/10/16	JP Morgan Chase Bank	Buy	USD	7,375	Sell	PLN	28,490	95
11/10/16	JP Morgan Chase Bank	Buy	AUD	1,180	Sell	USD	892	(7)
11/10/16	JP Morgan Chase Bank	Buy	MXN	25,410	Sell	USD	1,364	(22)

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)	
11/10/16	JP Morgan Chase Bank	Buy	JPY 201,699	Sell	USD 2,000	\$	(44)
11/10/16	Morgan Stanley	Buy	USD 1,221	Sell	JPY 123,713		22
11/10/16	Royal Bank of Canada London	Buy	USD 7,564	Sell	EUR 6,727		37
11/10/16	UBS	Buy	USD 6,935	Sell	EUR 6,187		13
11/10/16	UBS	Buy	USD 11,350	Sell	GBP 8,519		146
11/10/16	UBS	Buy	USD 2,803	Sell	MXN 53,718		(34)
11/10/16	UBS	Buy	JPY 173,295	Sell	USD 1,720		(40)
11/10/16	UBS	Buy	EUR 168	Sell	USD 188		–
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1,559)							1,121
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(1,908))							(378)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(349))</b>						<b>\$</b>	<b>743</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Australia 10 Year Bond September 2016	22	\$ 2,280	\$ 44
Euro-Bobl September 2016	2	298	3
Euro-Bund September 2016	(243)	(45,369)	(933)
Euro-Buxl 30 Year Bond September 2016	11	2,368	188
Japan 10 Year Bond (OSE) September 2016	5	7,317	(32)
Long Gilt December 2016	(10)	(1,727)	(7)
U.S. 10 Year Note (CBT) December 2016	(502)	(65,723)	115
U.S. 5 Year Note (CBT) December 2016	384	46,560	(87)
U.S. Long Bond (CBT) December 2016	(215)	(36,631)	(116)
U.S. Ultra Bond (CBT) December 2016	39	7,311	42
<b>Total Market Value of Futures Contracts</b>			<b>\$ (783)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$401)			392
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(77))			(1,175)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$324)			<b>\$ (783)</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Credit Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
Corporate Bonds and Notes — 85.04% (February 29, 2016: 90.37%)											
Australia — 2.26% (February 29, 2016: 2.59%)											
	337	BHP Billiton Finance USA Ltd, 3.250%, due 11/21/2021	359	0.50		270	Intesa Sanpaolo SpA, 3.875%, due 1/16/2018	276	0.38		
	200	BHP Billiton Finance USA Ltd, 144A, 6.750%, due 10/19/2075 *	228	0.31		480	Intesa Sanpaolo SpA, 144A, 5.017%, due 6/26/2024	453	0.63		
								849	1.18		
Luxembourg — 0.65% (February 29, 2016: 0.98%)											
EUR	430	Alpha Trains Finance SA, 2.064%, due 6/30/2025				470	0.65				
Mexico — 0.73% (February 29, 2016: 1.25%)											
	276	Petroleos Mexicanos, 6.625%, due 6/15/2035				299	0.42				
	237	Petroleos Mexicanos, 5.500%, due 6/27/2044				225	0.31				
						524	0.73				
Netherlands — 3.57% (February 29, 2016: 3.21%)											
EUR	200	ABN AMRO Bank NV, 7.125%, due 7/6/2022				290	0.40				
EUR	130	ABN AMRO Bank NV, 2.875%, due 6/30/2025 *				152	0.21				
EUR	200	Cooperatieve Rabobank UA, 6.625%, Perpetual *				238	0.33				
	110	Cooperatieve Rabobank UA, 144A, 11.000%, Perpetual *				134	0.19				
EUR	360	Delta Lloyd NV, 4.375%, Perpetual *				321	0.44				
EUR	200	ING Bank NV, 3.000%, due 4/11/2028 *				236	0.33				
EUR	260	Koninklijke KPN NV, 5.625%, due 9/30/2024				402	0.56				
	750	Shell International Finance BV, 3.250%, due 5/11/2025				799	1.11				
						2,572	3.57				
Norway — 0.54% (February 29, 2016: 0.50%)											
EUR	330	Statoil ASA, 1.250%, due 2/17/2027				391	0.54				
Peru — 0.49% (February 29, 2016: 0.40%)											
	370	Southern Copper Corp, 5.250%, due 11/8/2042				352	0.49				
Spain — 1.58% (February 29, 2016: 2.22%)											
EUR	200	BBVA Subordinated Capital SAU, 3.500%, due 4/11/2024 *				233	0.32				
EUR	100	Gas Natural Fenosa Finance BV, 1.375%, due 1/21/2025				120	0.17				
EUR	300	Santander Issuances SAU, 2.500%, due 3/18/2025				333	0.46				
GBP	300	Telefonica Emisiones SAU, 5.597%, due 3/12/2020				455	0.63				
						1,141	1.58				
Sweden — 1.86% (February 29, 2016: 1.79%)											
	650	Nordea Bank AB, 4.250%, due 9/21/2022				699	0.97				
EUR	350	Skandinaviska Enskilda Banken AB, 2.500%, due 5/28/2026 *				415	0.57				
EUR	220	Vattenfall AB, 3.000%, due 3/19/2077 *				229	0.32				
						1,343	1.86				
Switzerland — 2.80% (February 29, 2016: 2.60%)											
EUR	100	Coca-Cola HBC Finance BV, 1.875%, due 11/11/2024				122	0.17				
	700	Credit Suisse AG/New York NY, 3.625%, due 9/9/2024				735	1.02				
	450	Glencore Finance Canada Ltd, 2.700%, due 10/25/2017				452	0.63				
EUR	102	UBS AG, 4.750%, due 2/12/2026 *				122	0.17				
EUR	320	UBS Group Funding Jersey Ltd, 1.750%, due 11/16/2022				380	0.52				
	200	UBS Group Funding Jersey Ltd, 4.125%, due 9/24/2025				211	0.29				
						2,022	2.80				
United Kingdom — 23.88% (February 29, 2016: 24.15%)											
GBP	320	AA Bond Co Ltd, 6.269%, due 7/31/2025				545	0.76				
GBP	220	ABP Finance Plc, 6.250%, due 12/14/2026				393	0.54				

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Credit Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value				
Corporate Bonds and Notes — (continued)				265	ConocoPhillips Holding Co, 6.950%, due 4/15/2029	337	0.47	EUR	200	Mondelez International Inc, 2.375%, due 3/6/2035	237	0.33			
United Kingdom — (continued)				330	CSX Corp, 3.950%, due 5/1/2050	341	0.47		140	MUFG Americas Holdings Corp, 3.000%, due 2/10/2025	142	0.20			
EUR	426	Standard Chartered Plc, 3.625%, due 11/23/2022	511	0.71	470	CVS Health Corp, 5.125%, due 7/20/2045	586	0.81		100	Newell Brands Inc, 3.850%, due 4/1/2023	107	0.15		
GBP	100	Standard Chartered Plc, 5.125%, due 6/6/2034	134	0.19	240	Devon Energy Corp, 5.000%, due 6/15/2045	230	0.32		170	Newell Brands Inc, 4.200%, due 4/1/2026	186	0.26		
GBP	383	Telereal Secured Finance Plc, 4.010%, due 12/10/2031	544	0.75	260	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 3.480%, due 6/1/2019	268	0.37		130	Occidental Petroleum Corp, 3.400%, due 4/15/2026	138	0.19		
GBP	392	Tesco Property Finance 3 Plc, 5.744%, due 4/13/2040	549	0.76	250	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 4.420%, due 6/15/2021	261	0.36		120	Occidental Petroleum Corp, 4.625%, due 6/15/2045	138	0.19		
GBP	210	UNITE USAF II Plc, 3.374%, due 6/30/2023	307	0.42	290	EnSCO Plc, 5.200%, due 3/15/2025	209	0.29		100	Pacific Gas & Electric Co, 4.600%, due 6/15/2043	118	0.16		
GBP	287	Virgin Media Secured Finance Plc, 5.500%, due 1/15/2021	416	0.58	200	Enterprise Products Operating LLC, 4.850%, due 8/15/2042	212	0.29		80	Philip Morris International Inc, 4.500%, due 3/20/2042	92	0.13		
GBP	200	Virgin Money Plc, 2.250%, due 4/21/2020	267	0.37	310	Exelon Corp, 3.400%, due 4/15/2026	327	0.45		270	Philip Morris International Inc, 4.250%, due 11/10/2044	303	0.42		
EUR	260	Vodafone Group Plc, 2.200%, due 8/25/2026	324	0.45	392	Express Scripts Holding Co, 3.900%, due 2/15/2022	423	0.59		250	PPG Industries Inc, 5.500%, due 11/15/2040	311	0.43		
GBP	150	Western Power Distribution East Midlands Plc, 5.250%, due 1/17/2023	244	0.34	140	Exxon Mobil Corp, 3.043%, due 3/1/2026	149	0.21		360	Progress Energy Inc, 3.150%, due 4/1/2022	378	0.53		
GBP	130	Whitbread Group Plc, 3.375%, due 10/16/2025	192	0.27	200	FirstEnergy Corp, Series C, 7.375%, due 11/15/2031	261	0.36		20	QUALCOMM Inc, 4.800%, due 5/20/2045	23	0.03		
GBP	160	Wm Morrison Supermarkets Plc, 4.625%, due 12/8/2023	239	0.33	513	GE Capital International Funding Co Unlimited Co, 4.418%, due 1/15/2035	587	0.81		250	Republic Services Inc, 5.250%, due 11/15/2021	288	0.40		
EUR	320	Yorkshire Building Society, 1.250%, due 3/17/2022	357	0.49	247	General Electric Co, 4.650%, due 10/17/2021	282	0.39		350	Reynolds American Inc, 5.850%, due 8/15/2045	455	0.63		
		17,230	23.88						510	Schlumberger Holdings Corp, 144A, 4.000%, due 12/21/2025	557	0.77			
United States — 35.79% (February 29, 2016: 37.58%)				50	General Motors Co, 6.600%, due 4/1/2036	62	0.09	GBP	210	Time Warner Cable Inc, 5.750%, due 6/2/2031	348	0.48			
	255	21st Century Fox America Inc, 7.280%, due 6/30/2028	345	0.48	40	General Motors Co, 6.750%, due 4/1/2046	51	0.07		350	United Technologies Corp, 3.100%, due 6/1/2022	376	0.52		
	90	21st Century Fox America Inc, 6.150%, due 3/1/2037	115	0.16	40	Gilead Sciences Inc, 3.700%, due 4/1/2024	43	0.06		180	Verizon Communications Inc, 2.450%, due 11/1/2022	183	0.25		
	120	AbbVie Inc, 2.900%, due 11/6/2022	123	0.17	324	Gilead Sciences Inc, 4.500%, due 2/1/2045	363	0.50		90	Verizon Communications Inc, 5.050%, due 3/15/2034	103	0.14		
	110	AbbVie Inc, 3.600%, due 5/14/2025	116	0.16	230	Gilead Sciences Inc, 4.750%, due 3/1/2046	268	0.37		55	Verizon Communications Inc, 6.550%, due 9/15/2043	75	0.10		
	70	Actavis Funding SCS, 4.550%, due 3/15/2035	75	0.11	16	Goldman Sachs Capital II, 4.000%, Perpetual *	13	0.02		335	Verizon Communications Inc, 5.012%, due 8/21/2054	369	0.51		
	200	Actavis Funding SCS, 4.750%, due 3/15/2045	219	0.30	EUR	500	Goldman Sachs Group Inc/The, 2.875%, due 6/3/2026	641	0.89		300	Visa Inc, 4.300%, due 12/14/2045	355	0.49	
	140	Aetna Inc, 2.800%, due 6/15/2023	143	0.20	340	Goldman Sachs Group Inc/The, 5.150%, due 5/22/2045	374	0.52		530	Wachovia Capital Trust III, 5.570%, Perpetual *	533	0.74		
	200	Allstate Corp/The, 6.500%, due 5/15/2057 *	231	0.32	310	Halliburton Co, 5.000%, due 11/15/2045	341	0.47		260	Wal-Mart Stores Inc, 6.200%, due 4/15/2038	375	0.52		
	450	Altria Group Inc, 4.750%, due 5/5/2021	511	0.71	230	Harris Corp, 5.550%, due 10/1/2021	263	0.37		380	Wells Fargo & Co, 4.600%, due 4/1/2021	423	0.59		
EUR	190	American International Group Inc, 1.500%, due 6/8/2023	222	0.31	280	Harris Corp, 4.854%, due 4/27/2035	313	0.43	EUR	250	Wells Fargo & Co, 2.250%, due 5/2/2023	313	0.43		
	330	Amgen Inc, 3.625%, due 5/22/2024	356	0.49	300	HSBC Finance Corp, 6.676%, due 1/15/2021	346	0.48		340	Wells Fargo & Co, 4.300%, due 7/22/2027	376	0.52		
	35	Anadarko Petroleum Corp, 6.375%, due 9/15/2017	37	0.05	490	Humana Inc, 4.950%, due 10/1/2044	552	0.77		110	Wyeth LLC, 5.950%, due 4/1/2037	147	0.20		
	140	Anthem Inc, 3.125%, due 5/15/2022	146	0.20	380	Johnson Controls Inc, 3.625%, due 7/2/2024	405	0.56			25,821	35.79			
GBP	405	AT&T Inc, 4.250%, due 6/1/2043	656	0.91	180	Kraft Heinz Foods Co, 3.500%, due 6/6/2022	192	0.27	Total Corporate Bonds and Notes (Cost \$58,666)				61,347	85.04	
	450	Bank of America Corp, 5.700%, due 5/2/2017	462	0.64	EUR	250	Kraft Heinz Foods Co, 2.250%, due 5/25/2028	304	0.42	Government Bonds and Notes — 4.97% (February 29, 2016: 3.03%)					
	180	Bank of America Corp, 5.750%, due 12/1/2017	189	0.26	130	Kraft Heinz Foods Co, 5.200%, due 7/15/2045	156	0.22	Brazil — 0.40% (February 29, 2016: 0.83%)						
	410	Bank of America Corp, 7.625%, due 6/1/2019	471	0.65	250	Lam Research Corp, 3.450%, due 6/15/2023	256	0.36		290	Banco Nacional de Desenvolvimento Economico e Social, 3.375%, due 9/26/2016	289	0.40		
	394	Bear Stearns Cos LLC/The, 6.400%, due 10/2/2017	415	0.58	210	Lehman Brothers Holding Inc, zero coupon, due 12/28/2017 <del>to be</del>	—	—	Colombia — 0.80% (February 29, 2016: 0.65%)						
	400	Berkshire Hathaway Energy Co, 5.750%, due 4/1/2018	428	0.59	320	Lehman Brothers Holdings Capital Trust Escrow, zero coupon, Perpetual <del>to be</del>	—	—		500	Colombia Government International Bond, 5.625%, due 2/26/2044	577	0.80		
EUR	420	Berkshire Hathaway Inc, 1.125%, due 3/16/2027	480	0.67	100	Lockheed Martin Corp, 3.550%, due 1/15/2026	109	0.15	Mexico — 1.46% (February 29, 2016: 1.30%)						
	290	Carlyle Holdings II Finance LLC, 144A, 5.625%, due 3/30/2043	326	0.45	120	McDonald's Corp, 4.875%, due 12/9/2045	142	0.20		391	Mexico Government International Bond, 5.550%, due 1/21/2045	482	0.67		
	479	Celgene Corp, 3.625%, due 5/15/2024	508	0.70	134	Medtronic Inc, 3.125%, due 3/15/2022	142	0.20		530	Mexico Government International Bond, 4.600%, due 1/23/2046	573	0.79		
	170	Chubb INA Holdings Inc, 4.350%, due 11/3/2045	201	0.28	96	Medtronic Inc, 4.625%, due 3/15/2045	115	0.16			1,055	1.46			
	430	Citigroup Inc, 4.500%, due 1/14/2022	476	0.66											
EUR	530	Citigroup Inc, 2.125%, due 9/10/2026	663	0.92											
	55	Comcast Corp, 7.050%, due 3/15/2033	79	0.11											

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Credit Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	
<b>Government Bonds and Notes — (continued)</b>			<b>Collective Investment Schemes — 7.29% (February 29, 2016: 2.89%)</b>			
<b>United States — 2.31% (February 29, 2016: 0.25%)</b>			5,260 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)			
340 United States Treasury Note/ Bond, 1.625%, due 2/15/2026	341	0.47		5,260	7.29	
250 United States Treasury Note/ Bond, 1.625%, due 5/15/2026	251	0.35	<b>Total Collective Investment Schemes (Cost \$5,260)</b>	5,260	7.29	
860 United States Treasury Note/ Bond, 3.000%, due 11/15/2045	1,002	1.39	<b>Total Investments (Cost \$67,212)</b>	70,191	97.30	
65 United States Treasury Note/ Bond, 2.500%, due 2/15/2046	69	0.10	<b>Other Assets in Excess of Liabilities (February 29, 2016: 3.71%)</b>	1,949	2.70	
	1,663	2.31	<b>Total Net Assets</b>	\$72,140	100.00	
<b>Total Government Bonds and Notes (Cost \$3,286)</b>	3,584	4.97	– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.			
			144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$3,584,000 or 4.96% of net assets.			

\* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.  
† Illiquid.  
∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.  
& Security is in default as at August 31, 2016.

## ABBREVIATIONS:

Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest  
EUR – Euro  
GBP – British Pound

## Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	89.60
Collective investment schemes	7.26
Financial derivative instruments	0.67
Other assets	2.47
<b>Total Assets</b>	<b>100.00</b>

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
BNP Paribas	Markit iTraxx Europe Sub Financials Series 25 Version 1, 1.000%	Buy	6/20/21	3,400	\$ 181
Merrill Lynch	Markit CDX.NA.IG.26, 1.000%	Buy	6/20/21	3,550	(45)
Merrill Lynch	Markit iTraxx Europe Series 25 Version 1, 1.000%	Buy	6/20/21	6,580	(111)
					\$ 25
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$232)					181
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$–)					(156)
Net Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$232)					\$ 25

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy EUR 705	Sell USD 783	\$ 4
09/29/16	Deutsche Bank London	Buy USD 382	Sell BRL 1,260	(5)
09/29/16	Deutsche Bank London	Buy BRL 1,260	Sell USD 376	11
11/10/16	Barclays Bank	Buy USD 470	Sell EUR 418	2
11/10/16	Barclays Bank	Buy USD 163	Sell GBP 122	3
11/10/16	Citibank	Buy USD 1,071	Sell EUR 953	5
11/10/16	Citibank	Buy USD 4,161	Sell GBP 3,114	67
11/10/16	Deutsche Bank London	Buy USD 182	Sell GBP 140	(2)
11/10/16	Deutsche Bank London	Buy USD 405	Sell GBP 304	5
11/10/16	Goldman Sachs	Buy USD 3,319	Sell EUR 2,952	16
11/10/16	HSBC	Buy USD 281	Sell EUR 250	1
11/10/16	JP Morgan Chase Bank	Buy USD 4,975	Sell GBP 3,730	69
11/10/16	Morgan Stanley	Buy USD 3,679	Sell EUR 3,271	20
11/10/16	Royal Bank of Canada London	Buy USD 197	Sell EUR 175	1
11/10/16	Royal Bank of Scotland	Buy USD 790	Sell EUR 702	4
11/10/16	Societe Generale London	Buy USD 562	Sell EUR 500	3
11/10/16	UBS	Buy USD 4,637	Sell EUR 4,137	8
11/10/16	UBS	Buy USD 136	Sell GBP 105	(2)
11/10/16	UBS	Buy USD 3,139	Sell GBP 2,356	40
11/10/16	UBS	Buy USD 761	Sell JPY 76,655	17
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$852)				276
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(56))				(9)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$796)</b>				<b>\$ 267</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Global Credit Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2016	(9)	\$ (1,680)	\$ (38)
Long Gilt December 2016	(65)	(11,227)	(41)
U.S. 10 Year Note (CBT) December 2016	(54)	(7,070)	14
U.S. 2 Year Note (CBT) December 2016	(1)	(218)	–
U.S. 5 Year Note (CBT) December 2016	80	9,700	(11)
U.S. Long Bond (CBT) December 2016	(9)	(1,534)	(5)
U.S. Ultra Bond (CBT) December 2016	14	2,625	15
Ultra Long Gilt December 2016	(7)	(1,529)	(1)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (67)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$6)			29
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(70))			(96)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(64))			<b>\$ (67)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Euro High Yield Fund

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) €	% of Net Asset Value	Face Value (000's)	Value (000's) €	% of Net Asset Value	Face Value (000's)	Value (000's) €	% of Net Asset Value
<b>Corporate Bonds and Notes — 86.25% (February 29, 2016: 88.66%)</b>								
<b>Brazil — 0.84% (February 29, 2016: 2.15%)</b>								
GBP 770 Petrobras Global Finance BV, 6.625%, due 1/16/2034	789	0.84						
<b>Canada — 2.00% (February 29, 2016: 1.42%)</b>								
900 Cott Corp, 5.500%, due 7/1/2024	968	1.03						
GBP 730 Entertainment One Ltd, 6.875%, due 12/15/2022	920	0.97						
	1,888	2.00						
<b>France — 13.82% (February 29, 2016: 13.91%)</b>								
1,473 3AB Optique Developpement SAS, 5.625%, due 4/15/2019	1,480	1.57	1,500 Ardagh Finance Holdings SA, 8.375%, due 6/15/2019	1,575	1.67	GBP 220 Co-operative Group Holdings 2011 Ltd, 7.500%, due 7/8/2026	306	0.32
900 Autodis SA, 6.500%, due 2/1/2019	935	0.99	255 ConvaTec Healthcare E SA, 10.875%, due 12/15/2018	262	0.28	480 EC Finance Plc, 5.125%, due 7/15/2021	504	0.53
1,530 BiSoho SAS, 5.875%, due 5/1/2023	1,631	1.72	1,450 Eurofins Scientific SE, 4.875%, Perpetual *	1,494	1.58	1,000 Galaxy Bidco Ltd, 6.375%, due 11/15/2020	1,203	1.27
400 Casino Guichard Perrachon SA, 3.248%, due 3/7/2024	430	0.45	USD 500 FAGE International SA/ FAGE USA Dairy Industry Inc, 9.875%, due 2/1/2020	463	0.49	GBP 876 Heathrow Finance Plc, 7.125%, due 3/1/2017	1,062	1.12
USD 1,100 Electricite de France SA, 6.625%, Perpetual *	979	1.04	1,840 Garfunkelux Holdco 3 SA, 7.500%, due 8/1/2022	1,905	2.01	1,000 Interoute Finco Plc, 7.375%, due 10/15/2020	1,083	1.15
670 Europcar Groupe SA, 5.750%, due 6/15/2022	705	0.75	1,030 LSF9 Balta Issuer SA, 7.750%, due 9/15/2022	1,110	1.17	GBP 670 Jaguar Land Rover Automotive Plc, 5.000%, due 2/15/2022	870	0.92
370 HomeVi SAS, 6.875%, due 8/15/2021	396	0.42	870 Picard Bondco SA, 7.750%, due 2/1/2020	923	0.98	1,000 Lecta SA, 6.500%, due 8/1/2023	1,020	1.08
1,090 Novafives SAS, 4.500%, due 6/30/2021	1,014	1.07	1,130 Telenet Finance VI Luxembourg SCA, 4.875%, due 7/15/2027	1,209	1.28	GBP 1,020 Pizzapress Financing 2 Plc, 6.625%, due 8/1/2021	1,195	1.27
1,290 Oberthur Technologies Holding SAS, 9.250%, due 4/30/2020	1,354	1.43	750 Trionista TopCo GmbH, 6.875%, due 4/30/2021	791	0.84	1,310 R&R Ice Cream Plc, 4.750%, due 5/15/2020	1,343	1.42
1,020 Paprec Holding SA, 7.375%, due 4/1/2023	1,043	1.10	1,250 Unilabs Subholding AB, 8.500%, due 7/15/2018	1,283	1.36	1,370 Synlab Bondco Plc, 6.250%, due 7/1/2022	1,486	1.57
1,730 SFR Group SA, 5.625%, due 5/15/2024	1,834	1.94		11,469	12.14	1,030 Synlab Unsecured Bondco Plc, 8.250%, due 7/1/2023	1,128	1.19
1,230 SGD Group SAS, 5.625%, due 5/15/2019	1,266	1.34	<b>Mexico — 0.93% (February 29, 2016: 0.91%)</b>			880 Tesco Corporate Treasury Services Plc, 2.500%, due 7/1/2024	907	0.96
	13,067	13.82	840 Cemex Finance LLC, 5.250%, due 4/1/2021	879	0.93	GBP 494 Tesco Property Finance 6 Plc, 5.411%, due 7/13/2044	597	0.63
<b>Germany — 6.62% (February 29, 2016: 10.08%)</b>			<b>Netherlands — 3.76% (February 29, 2016: 4.21%)</b>			GBP 360 Virgin Media Finance Plc, 7.000%, due 4/15/2023	463	0.49
500 BMBG Bond Finance SCA, 3.000%, due 6/15/2021	513	0.54	1,570 Samvardhana Motherson Automotive Systems Group BV, 4.125%, due 7/15/2021	1,621	1.71	GBP 460 Virgin Media Finance Plc, 6.375%, due 10/15/2024	586	0.62
830 CeramTec Group GmbH, 8.250%, due 8/15/2021	885	0.94	1,800 UPC Holding BV, 6.375%, due 9/15/2022	1,935	2.05	GBP 650 Virgin Media Secured Finance Plc, 5.500%, due 1/15/2021	845	0.90
540 Deutsche Raststaetten Gruppe IV GmbH, 6.750%, due 12/30/2020	569	0.60		3,556	3.76	1,070 Viridian Group FundCo II Ltd, 7.500%, due 3/1/2020	1,140	1.21
1,000 HeidelbergCement AG, 2.250%, due 6/3/2024	1,075	1.14	<b>Poland — 0.70% (February 29, 2016: 0.75%)</b>			GBP 380 Vue International Bidco Plc, 7.875%, due 7/15/2020	467	0.50
860 ProGroup AG, 5.125%, due 5/1/2022	923	0.98	640 Play Finance 1 SA, 6.500%, due 8/1/2019	662	0.70	GBP 1,000 William Hill Plc, 4.875%, due 9/7/2023	1,268	1.34
300 Schaeffler Holding Finance BV, 6.875%, due 8/15/2018	307	0.32	<b>Spain — 4.10% (February 29, 2016: 2.50%)</b>				21,598	22.85
890 Unitymedia Hessen GmbH & Co KG / Unitymedia NRW GmbH, 4.000%, due 1/15/2025	946	1.00	510 Campofrio Food Group SA, 3.375%, due 3/15/2022	529	0.56	<b>United States — 9.48% (February 29, 2016: 6.28%)</b>		
1,000 ZF North America Capital Inc, 2.250%, due 4/26/2019	1,043	1.10	980 Cirsia Funding Luxembourg SA, 5.750%, due 5/15/2021	1,039	1.10	1,600 Adient Global Holdings Ltd, 3.500%, due 8/15/2024	1,666	1.76
	6,261	6.62	390 Empark Funding SA, 6.750%, due 12/15/2019	410	0.44	1,000 Axalta Coating Systems LLC, 4.250%, due 8/15/2024	1,050	1.11
<b>Ireland — 1.62% (February 29, 2016: 0.00%)</b>			760 Gestamp Funding Luxembourg SA, 3.500%, due 5/15/2023	792	0.84	661 Chesapeake Energy Corp, 6.250%, due 1/15/2017	649	0.69
1,500 eircom Finance DAC, 4.500%, due 5/31/2022	1,533	1.62	400 Telefonica Europe BV, 7.625%, Perpetual *	466	0.49	1,350 Hanesbrands Finance Luxembourg SCA, 3.500%, due 6/15/2024	1,445	1.53
<b>Italy — 5.98% (February 29, 2016: 6.60%)</b>			GBP 500 Telefonica Europe BV, 6.750%, Perpetual *	636	0.67	500 Newell Brands Inc, 3.750%, due 10/1/2021	565	0.60
1,000 Buzzi Unicem SpA, 2.125%, due 4/28/2023	1,042	1.10		3,872	4.10	870 PSC Escrow Corp, 6.000%, due 2/1/2023	822	0.87
130 Enel SpA, 5.000%, due 1/15/2075 *	141	0.15	<b>Sweden — 0.28% (February 29, 2016: 0.24%)</b>			1,000 PVH Corp, 3.625%, due 7/15/2024	1,072	1.13
GBP 860 Enel SpA, 7.750%, due 9/10/2075 *	1,142	1.21	280 Vattenfall AB, 3.000%, due 3/19/2077 *	262	0.28	780 Rain CII Carbon LLC / CII Carbon Corp, 8.500%, due 1/15/2021	720	0.76
1,410 Telecom Italia SpA/Milano, 3.625%, due 5/25/2026	1,512	1.60	<b>Switzerland — 1.13% (February 29, 2016: 1.16%)</b>			1,170 Valeant Pharmaceuticals International Inc, 4.500%, due 5/15/2023	971	1.03
1,000 Wind Acquisition Finance SA, 4.000%, due 7/15/2020	1,015	1.07	1,000 Dufry Finance SCA, 4.500%, due 8/1/2023	1,068	1.13		8,960	9.48
770 Wind Acquisition Finance SA, 7.000%, due 4/23/2021	801	0.85	<b>United Kingdom — 22.85% (February 29, 2016: 23.91%)</b>			<b>Total Corporate Bonds and Notes (Cost €78,935)</b>		
	5,653	5.98	GBP 190 AA Bond Co Ltd, 5.500%, due 7/31/2022	229	0.24	<b>Loan Notes — 0.50% (February 29, 2016: 0.00%)</b>		
<b>Luxembourg — 12.14% (February 29, 2016: 12.42%)</b>			850 Alliance Automotive Finance Plc, 6.250%, due 12/1/2021	910	0.96	1,991 Boats Investments Netherlands BV PIK, 11.000%, due 3/31/2017 ∞	478	0.50
430 Altice Luxembourg SA, 7.250%, due 5/15/2022	454	0.48	GBP 245 Anglian Water Osprey Financing Plc, 7.000%, due 1/31/2018	312	0.33	<b>Total Loan Notes (Cost €1,920)</b>		
			GBP 520 Anglian Water Osprey Financing Plc, 5.000%, due 4/30/2023	637	0.67	<b>Time Deposits — 5.64% (February 29, 2016: 7.52%)</b>		
			GBP 560 Boparan Finance Plc, 5.500%, due 7/15/2021	630	0.67	GBP 1,501 Commerzbank London, 0.120%, due 9/1/2016	1,777	1.88
			GBP 270 Centrica Plc, 5.250%, due 4/10/2075 *	334	0.35	GBP 1,500 ING Bank NV Amsterdam, 0.150%, due 9/1/2016	1,777	1.88
			940 Centrica Plc, 3.000%, due 4/10/2076 *	937	0.99	GBP 1,502 Rabobank, 0.050%, due 9/1/2016	1,779	1.88
			GBP 100 Co-operative Group Holdings 2011 Ltd, 6.875%, due 7/8/2020	136	0.15	<b>Total Time Deposits (Cost €5,301)</b>		

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Euro High Yield Fund

## Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) €	% of Net Asset Value
<b>Collective Investment Schemes — 0.22% (February 29, 2016: 0.19%)</b>		
USD 229 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	206	0.22
<b>Total Collective Investment Schemes (Cost €208)</b>	206	0.22
<b>Total Investments (Cost €86,364)</b>	87,534	92.61
<b>Other Assets in Excess of Liabilities (February 29, 2016: 3.63%)</b>		
	6,983	7.39
<b>Total Net Assets</b>	€94,517	100.00

\* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.

∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.

### ABBREVIATIONS:

Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest

GBP – British Pound

USD – United States Dollar

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	85.27
Collective investment schemes	0.21
Deposits with credit institutions	5.55
Financial derivative instruments	0.26
Other assets	8.71
<b>Total Assets</b>	100.00

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/10/16	Bank of New York Mellon London	Buy	GBP	100	Sell	EUR	116	€ 2
11/10/16	Bank of New York Mellon London	Buy	EUR	118	Sell	GBP	100	–
11/10/16	BNP Paribas	Buy	EUR	617	Sell	GBP	521	4
11/10/16	Citibank	Buy	EUR	4,291	Sell	GBP	3,607	51
11/10/16	Deutsche Bank London	Buy	EUR	299	Sell	GBP	251	4
11/10/16	Deutsche Bank London	Buy	EUR	188	Sell	USD	210	–
11/10/16	JP Morgan Chase Bank	Buy	EUR	4,109	Sell	GBP	3,459	44
11/10/16	JP Morgan Chase Bank	Buy	EUR	874	Sell	USD	981	(3)
11/10/16	Royal Bank of Canada London	Buy	EUR	2,339	Sell	GBP	1,980	12
11/10/16	Societe Generale London	Buy	EUR	1,093	Sell	GBP	924	7
11/10/16	UBS	Buy	GBP	1,000	Sell	EUR	1,162	14
11/10/16	UBS	Buy	EUR	2,102	Sell	GBP	1,800	(14)
11/10/16	UBS	Buy	EUR	10,554	Sell	GBP	8,884	111
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €186)								249
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €(66))								(17)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €120)</b>								<b>€ 232</b>



# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value		
<b>Asset-Backed Securities — 1.14% (February 29, 2016: 1.68%)</b>													
	440	Argent Securities Inc Asset-Backed Pass-Through Certificates Series 2004-W8, Series 2004 W8, Class A2, 1.484%, due 5/25/2034 *	434	0.01	21,782	JPMBB Commercial Mortgage Securities Trust 2015-C32, Series 2015 C32, Class D, 4.319%, due 11/15/2048 *	16,363	0.38	10,720	Ecopetrol SA, 5.875%, due 5/28/2045	10,034 0.23		
	10,560	Community Funding CLO 2015-1A, Series 2015 1A, Class A, 144A, 5.750%, due 11/1/2027 ∞	10,441	0.24	8,677	MortgageIT Trust 2005-3, Series 2005 3, Class A1, 0.824%, due 8/25/2035 *	8,165	0.19		52,376	1.22		
EUR	1,440	Magnus Dritte Immobilienbesitz und Verwaltungen 1 GmbH 1A, Class JNR, 144A, 7.250%, due 7/1/2024 ∞	1,630	0.04	6,553	Wells Fargo Commercial Mortgage Trust 2015-C31, Series 2015 C31, Class D, 3.852%, due 11/15/2048	4,865	0.11	<b>France — 0.72% (February 29, 2016: 1.61%)</b>				
	9,870	SLM Student Loan Trust 2008-5, Series 2008 5, Class A4, 2.415%, due 7/25/2023 *	9,897	0.23	4,700	Wells Fargo Commercial Mortgage Trust 2015-SG1, Series 2015 SG1, Class D, 4.620%, due 12/15/2047 *	3,864	0.09	4,110	BNP Paribas SA, 144A, 7.375%, Perpetual *	4,182 0.10		
	13,445	SLM Student Loan Trust 2012-2, Series 2012 2, Class A, 1.224%, due 1/25/2029 *	13,036	0.30	<b>Total Mortgage-Backed Securities (Cost \$120,294)</b>			119,139	2.77	7,510	BNP Paribas SA, 144A, 7.625%, Perpetual *	7,897 0.18	
	14,260	SLM Student Loan Trust 2013-3, Series 2013 3, Class A3, 1.024%, due 4/26/2027 *	13,722	0.32						1,519	Credit Agricole SA, 144A, 4.375%, due 3/17/2025	1,564 0.04	
<b>Total Asset-Backed Securities (Cost \$49,577)</b>				49,160	1.14					6,050	Credit Agricole SA, 144A, 8.125%, Perpetual *	6,492 0.15	
<b>Mortgage-Backed Securities — 2.77% (February 29, 2016: 2.91%)</b>										4,795	Pernod Ricard SA, 144A, 5.500%, due 1/15/2042	5,908 0.14	
	11,740	BBCCRE Trust 2015-GTP, Series 2015 GTP, Class D, 144A, 4.715%, due 8/10/2033 *	12,101	0.28						1,863	SFR Group SA, 144A, 6.250%, due 5/15/2024	1,877 0.04	
	880	COMM 2015-CCRE25 Mortgage Trust, Series 2015 CR25, Class D, 3.948%, due 8/10/2048 *	670	0.02						3,000	SFR Group SA, 144A, 7.375%, due 5/1/2026	3,098 0.07	
	13,360	COMM 2015-LC21 Mortgage Trust, Series 2015 LC21, Class D, 4.456%, due 7/10/2048 *	10,470	0.24							31,018	0.72	
	13,758	CSMC Series 2009-2R, Series 2009 2R, Class 1A14, 144A, 2.989%, due 9/26/2034 *	13,496	0.31						<b>Germany — 0.10% (February 29, 2016: 0.18%)</b>			
	13,900	CSMC Series 2015-12R, Series 2015 12R, Class 2A1, 144A, 0.988%, due 11/30/2037 *	12,489	0.29						1,460	Schaeffler Holding Finance BV, 144A, 6.875%, due 8/15/2018	1,497 0.03	
	2,277	Fannie Mae Connecticut Avenue Securities, Series 2015 C01, Class 1M1, 2.024%, due 2/25/2025 *	2,281	0.05						2,290	Schaeffler Holding Finance BV, 144A, 6.250%, due 11/15/2019	2,376 0.06	
	3,700	Fannie Mae Pool, 30 year, TBA, 3.500% ±	3,894	0.09						CNH	4,000	Volkswagen International Finance NV, 3.750%, due 11/30/2017	599 0.01
	8,610	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA1, Class M2, 3.388%, due 7/25/2028 *	8,925	0.21								4,472	0.10
	3,880	GS Mortgage Securities Corp Trust 2016-ICE2, Series 2016 ICE2, Class D, 144A, 6.258%, due 2/15/2033 *	3,898	0.09						<b>India — 0.84% (February 29, 2016: 0.88%)</b>			
	2,500	GS Mortgage Securities Trust 2014-GC24, Series 2014 GC24, Class D, 144A, 4.662%, due 9/10/2047 *	1,935	0.05						INR	300,000	Export-Import Bank of India, Series P-03, 9.300%, due 5/11/2022	4,814 0.11
	6,780	JP Morgan Chase Commercial Mortgage Securities Trust 2014-FL6, Series 2014 FL6, Class C, 144A, 3.538%, due 11/15/2031 *	6,844	0.16						INR	250,000	National Bank for Agriculture and Rural Development, Series 16C, 8.370%, due 6/22/2020	3,825 0.09
	4,700	JP Morgan Chase Commercial Mortgage Securities Trust 2014-FL6, Series 2014 FL6, Class D, 144A, 4.758%, due 11/15/2031 *	4,404	0.10						INR	500,000	NTPC Ltd, Series 53, 9.170%, due 9/22/2024	8,092 0.19
	5,987	JPMBB Commercial Mortgage Securities Trust 2015-C31, Series 2015 C31, Class D, 4.272%, due 8/15/2048 *	4,475	0.11						INR	500,000	Power Finance Corp Ltd, Series 130C, 8.390%, due 4/19/2025	7,618 0.18
										INR	250,000	Power Grid Corp of India Ltd, Series C, 8.200%, due 1/23/2025	3,883 0.09
										INR	500,000	Rural Electrification Corp Ltd, Series 133, 8.300%, due 4/10/2025	7,757 0.18
												35,989	0.84
										<b>Ireland — 0.34% (February 29, 2016: 0.00%)</b>			
										14,470	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 4.625%, due 5/15/2023	14,723 0.34	
										<b>Italy — 0.31% (February 29, 2016: 0.38%)</b>			
										9,230	Enel Finance International NV, 144A, 6.000%, due 10/7/2039	11,465 0.26	
										2,150	Intesa Sanpaolo SpA, 144A, 5.017%, due 6/26/2024	2,030 0.05	
												13,495	0.31
										<b>Luxembourg — 0.16% (February 29, 2016: 0.25%)</b>			
										6,520	Altice Financing SA, 144A, 6.625%, due 2/15/2023	6,789 0.16	
										<b>Mexico — 0.51% (February 29, 2016: 0.47%)</b>			
										20,780	Petroleos Mexicanos, 6.375%, due 1/23/2045	21,883 0.51	
										<b>Netherlands — 0.28% (February 29, 2016: 0.74%)</b>			
										3,550	Cooperative Rabobank UA, 4.625%, due 12/1/2023	3,849 0.09	
										6,610	Cooperative Rabobank UA, 5.750%, due 12/1/2043	8,225 0.19	
												12,074	0.28
										<b>New Zealand — 0.20% (February 29, 2016: 0.22%)</b>			
										CNH	59,000	Fonterra Co-operative Group Ltd, 3.600%, due 1/29/2019	8,769 0.20

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value	
Corporate Bonds and Notes — (continued)				GBP	12,366	Whitbread Group Plc, 3.375%, due 10/16/2025	18,249 0.42	11,580	Citigroup Inc, 4.600%, due 3/9/2026	12,454	0.29	
Spain — 1.02% (February 29, 2016: 1.06%)							193,695 4.50	6,520	Citigroup Inc, 4.450%, due 9/29/2027	6,878	0.16	
13,200	Banco Bilbao Vizcaya Argentaria SA, 9.000%, Perpetual *	13,794	0.32	United States — 29.13% (February 29, 2016: 36.80%)				3,435	Citigroup Inc, 8.125%, due 7/15/2039	5,425	0.13	
15,200	Banco Santander SA, 6.375%, Perpetual *	14,039	0.33	400	Actavis Funding SCS, 4.550%, due 3/15/2035	431	0.01	14,660	Citigroup Inc, 5.300%, due 5/6/2044	16,984	0.39	
4,910	Telefonica Emisiones SAU, 4.570%, due 4/27/2023	5,516	0.13	4,410	Alcoa Inc, 5.870%, due 2/23/2022	4,774	0.11	7,210	Citigroup Inc, 4.650%, due 7/30/2045	8,222	0.19	
7,810	Telefonica Emisiones SAU, 7.045%, due 6/20/2036	10,475	0.24	2,380	Ally Financial Inc, 8.000%, due 11/1/2031	2,981	0.07	13,055	Citigroup Inc, Series D, 5.350%, Perpetual *	12,892	0.30	
		43,824	1.02	7,180	Altria Group Inc, 10.200%, due 2/6/2039	13,378	0.31	87,805	Citigroup Inc, Series P, 5.950%, Perpetual *	90,714	2.11	
Switzerland — 1.20% (February 29, 2016: 1.45%)				2,540	Amazon.com Inc, 4.950%, due 12/5/2044	3,194	0.07	12,740	Citigroup Inc, Series M, 6.300%, Perpetual *	13,186	0.31	
510	Credit Suisse Group Funding Guernsey Ltd, 144A, 4.550%, due 4/17/2026	539	0.01	2,531	American Airlines 2013-2 Class B Pass Through Trust, 144A, 5.600%, due 7/15/2020	2,652	0.06	4,800	Comcast Corp, 6.500%, due 11/15/2035	6,766	0.16	
22,250	Credit Suisse Group Funding Guernsey Ltd, 4.875%, due 5/15/2045	24,124	0.56	2,863	Anadarko Petroleum Corp, 3.450%, due 7/15/2024	2,789	0.06	2,580	Communications Sales & Leasing Inc / CSL Capital LLC, 8.250%, due 10/15/2023	2,690	0.06	
8,450	Glencore Funding LLC, 144A, 2.875%, due 4/16/2020	8,344	0.19	3,700	Anadarko Petroleum Corp, 5.550%, due 3/15/2026	4,092	0.10	3,185	Compass Bank, 3.875%, due 4/10/2025	3,099	0.07	
11,160	UBS Group AG, 6.875%, Perpetual *	11,090	0.26	7,540	Anadarko Petroleum Corp, 4.500%, due 7/15/2044	6,874	0.16	860	Concho Resources Inc, 6.500%, due 1/15/2022	894	0.02	
7,050	UBS Group AG, 7.000%, Perpetual *	7,517	0.18	9,920	Apache Corp, 4.750%, due 4/15/2043	10,276	0.24	1,685	Concho Resources Inc, 5.500%, due 10/1/2022	1,744	0.04	
		51,614	1.20	14,400	Apache Corp, 4.250%, due 1/15/2044	14,111	0.33	1,090	Constellation Brands Inc, 4.750%, due 11/15/2024	1,188	0.03	
United Arab Emirates — 0.03% (February 29, 2016: 0.09%)				8,590	Apple Inc, 3.850%, due 8/4/2046	8,964	0.21	4,433	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.125%, due 3/1/2022	4,311	0.10	
1,650	Shelf Drilling Holdings Ltd, 144A, 8.625%, due 11/1/2018	1,341	0.03	2,172	Argos Merger Sub Inc, 144A, 7.125%, due 3/15/2023	2,283	0.05	5,370	CSC Holdings LLC, 8.625%, due 2/15/2019	6,014	0.14	
United Kingdom — 4.50% (February 29, 2016: 4.89%)				9,590	AT&T Inc, 4.500%, due 5/15/2035	10,155	0.24	4,260	DaVita HealthCare Partners Inc, 5.000%, due 5/1/2025	4,318	0.10	
2,410	Barclays Bank Plc, 7.625%, due 11/21/2022	2,707	0.06	3,990	Axiall Corp, 4.875%, due 5/15/2023	4,185	0.10	110	DaVita HealthCare Partners Inc, 5.125%, due 7/15/2024	114	—	
CNH	34,000	BP Capital Markets Plc, Series 82, 3.650%, due 2/28/2019	5,084	0.12	23,560	BAC Capital Trust XIV, Series G, 4.000%, Perpetual *	19,272	0.45	3,660	DCP Midstream LLC, 144A, 6.750%, due 9/15/2037	3,550	0.08
GBP	4,970	Eversholt Funding Plc, 6.359%, due 12/2/2025	8,983	0.21	8,000	Bank of America Corp, 4.250%, due 10/22/2026	8,481	0.20	11,660	Devon Energy Corp, 5.850%, due 12/15/2025	13,102	0.30
	2,470	Globe Luxembourg SCA, 144A, 9.625%, due 5/1/2018	2,186	0.05	7,330	Bank of America Corp, 5.000%, due 1/21/2044	8,787	0.20	180	Devon Energy Corp, 5.600%, due 7/15/2041	180	—
	6,540	HSBC Holdings Plc, 4.250%, due 8/18/2025	6,793	0.16	34,900	Bank of America Corp, Series X, 6.250%, Perpetual *	36,645	0.85	3,530	Devon Energy Corp, 5.000%, due 6/15/2045	3,386	0.08
	7,550	HSBC Holdings Plc, 4.300%, due 3/8/2026	8,126	0.19	8,190	Bank of America Corp, Series Z, 6.500%, Perpetual *	8,928	0.21	14,430	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 3.480%, due 6/1/2019	14,849	0.35
	3,000	HSBC Holdings Plc, 6.375%, Perpetual *	2,966	0.07	15,000	Bank of America Corp, Series U, 5.200%, Perpetual *	14,726	0.34	9,510	Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 4.420%, due 6/15/2021	9,944	0.23
	3,060	HSBC Holdings Plc, 6.375%, Perpetual *	3,052	0.07	34,540	Bank of America Corp, Series AA, 6.100%, Perpetual *	36,310	0.84	870	DISH DBS Corp, 5.125%, due 5/1/2020	900	0.02
	4,000	KCA Deutag UK Finance Plc, 144A, 7.250%, due 5/15/2021	3,210	0.07	7,010	Blue Racer Midstream LLC / Blue Racer Finance Corp, 144A, 6.125%, due 11/15/2022	6,747	0.16	5,010	DISH DBS Corp, 5.875%, due 11/15/2024	4,941	0.11
GBP	3,280	Lloyds Banking Group Plc, 7.500%, Perpetual *	3,333	0.08	2,700	CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.375%, due 5/1/2025	2,845	0.07	7,420	Dollar Tree Inc, 5.750%, due 3/1/2023	7,986	0.19
	4,510	Manchester Airport Group Funding Plc, 4.125%, due 4/2/2024	7,047	0.16	1,670	Centene Corp, 5.625%, due 2/15/2021	1,776	0.04	1,140	Enscop Plc, 5.200%, due 3/15/2025	821	0.02
	8,902	Royal Bank of Scotland Group Plc, 6.125%, due 12/15/2022	9,516	0.22	1,000	Centene Corp, 6.125%, due 2/15/2024	1,090	0.03	5,920	Exxon Mobil Corp, 4.114%, due 3/1/2046	6,789	0.16
	3,280	Royal Bank of Scotland Group Plc, 6.100%, due 6/10/2023	3,485	0.08	3,130	CenturyLink Inc, 5.625%, due 4/1/2025	3,052	0.07	5,740	First Data Corp, 144A, 5.000%, due 1/15/2024	5,840	0.14
	6,410	Royal Bank of Scotland Group Plc, 6.000%, due 12/19/2023	6,784	0.16	26,960	Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 4.908%, due 7/23/2025	29,748	0.69	18,450	FirstEnergy Corp, Series C, 7.375%, due 11/15/2031	24,098	0.56
	70,650	Royal Bank of Scotland Group Plc, 5.125%, due 5/28/2024	71,529	1.66	18,100	Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 6.834%, due 10/23/2055	22,540	0.52	13,225	Freepport-McMoRan Inc, 2.375%, due 3/15/2018	13,010	0.30
	7,840	Royal Bank of Scotland Group Plc, 8.625%, Perpetual *	7,987	0.19	6,270	Chubb INA Holdings Inc, 4.350%, due 11/3/2045	7,409	0.17	4,750	General Electric Co, 5.875%, due 1/14/2038	6,500	0.15
	740	Santander UK Group Holdings Plc, 144A, 4.750%, due 9/15/2025	744	0.02	4,720	CIT Group Inc, 144A, 5.500%, due 2/15/2019	4,997	0.12	5,890	Genesis Energy LP / Genesis Energy Finance Corp, 6.750%, due 8/1/2022	6,008	0.14
	18,217	Standard Chartered Plc, 144A, 5.700%, due 3/26/2044	20,319	0.47	15,990	CIT Group Inc, 5.000%, due 8/15/2022	16,949	0.39	915	Goldman Sachs Capital II, 4.000%, Perpetual *	759	0.02
	1,560	Virgin Media Secured Finance Plc, 144A, 5.250%, due 1/15/2026	1,595	0.04	8,290	CIT Group Inc, 5.000%, due 8/1/2023	8,787	0.20	655	Goldman Sachs Capital III, Series APEX, 4.000%, Perpetual *	538	0.01
								3,560	Goldman Sachs Group Inc/ The, 4.250%, due 10/21/2025	3,792	0.09	

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value	Face Value (000's)		Value (000's)	% of Net Asset Value	
Corporate Bonds and Notes — (continued)												
United States — (continued)												
				3,197	Pride International Inc, 6.875%, due 8/15/2020	3,141	0.07		7,950	Valeant Pharmaceuticals International Inc, 144A, 5.500%, due 3/1/2023	6,936 0.16	
12,340	Goldman Sachs Group Inc/ The, 6.750%, due 10/1/2037	15,738 0.37		2,325	PulteGroup Inc, 6.375%, due 5/15/2033	2,447	0.06	12,530	Valeant Pharmaceuticals International Inc, 144A, 5.875%, due 5/15/2023	11,026 0.26		
21,590	Goldman Sachs Group Inc/ The, 5.150%, due 5/22/2045	23,770 0.55		2,430	QEP Resources Inc, 5.250%, due 5/1/2023	2,381	0.06	27,275	Valeant Pharmaceuticals International Inc, 144A, 6.125%, due 4/15/2025	23,968 0.56		
3,280	Goldman Sachs Group Inc/ The, 4.750%, due 10/21/2045	3,753 0.09		6,980	Range Resources Corp, 4.875%, due 5/15/2025	6,736 0.16		4,500	Verizon Communications Inc, 5.050%, due 3/15/2034	5,131 0.12		
1,360	Goodyear Tire & Rubber Co/ The, 5.125%, due 11/15/2023	1,421 0.03		1,690	Reynolds American Inc, 6.150%, due 9/15/2043	2,264 0.05		28,357	Verizon Communications Inc, 6.550%, due 9/15/2043	38,510 0.90		
2,100	Goodyear Tire & Rubber Co/ The, 5.000%, due 5/31/2026	2,198 0.05		2,590	Rice Energy Inc, 6.250%, due 5/1/2022	2,655 0.06		500	Verizon Communications Inc, 4.862%, due 8/21/2046	553 0.01		
5,590	Halliburton Co, 3.800%, due 11/15/2025	5,774 0.13		2,990	Rice Energy Inc, 7.250%, due 5/1/2023	3,125 0.07		11,797	Verizon Communications Inc, 5.012%, due 8/21/2054	13,003 0.30		
7,150	Halliburton Co, 4.850%, due 11/15/2035	7,674 0.18		6,910	Rockies Express Pipeline LLC, 144A, 6.875%, due 4/15/2040	6,979 0.16		69,417	Wachovia Capital Trust III, 5.570%, Perpetual *	69,807 1.62		
10,050	Halliburton Co, 5.000%, due 11/15/2045	11,065 0.26		1,108	RSP Permian Inc, 6.625%, due 10/1/2022	1,152 0.03		1,500	Wells Fargo & Co, 4.125%, due 8/15/2023	1,637 0.04		
1,070	HCA Inc, 5.375%, due 2/1/2025	1,102 0.03		12,960	Schlumberger Holdings Corp, 144A, 4.000%, due 12/21/2025	14,154 0.33		14,210	Wells Fargo & Co, 3.550%, due 9/29/2025	15,220 0.35		
2,065	HCA Inc, 5.875%, due 2/15/2026	2,184 0.05		1,330	Shea Homes LP / Shea Homes Funding Corp, 144A, 5.875%, due 4/1/2023	1,357 0.03		9,550	Wells Fargo & Co, 4.300%, due 7/22/2027	10,552 0.25		
670	HCA Inc, 5.250%, due 6/15/2026	716 0.02		4,090	Shea Homes LP / Shea Homes Funding Corp, 144A, 6.125%, due 4/1/2025	4,141 0.10		14,490	Wells Fargo & Co, 4.650%, due 11/4/2044	15,910 0.37		
6,290	ILFC E-Capital Trust I, 144A, 3.980%, due 12/21/2065 *	5,023 0.12		2,860	Sprint Capital Corp, 8.750%, due 3/15/2032	2,839 0.07		3,890	Wesleyan University, 4.781%, due 7/1/2116	4,252 0.10		
3,720	International Lease Finance Corp, 5.875%, due 8/15/2022	4,199 0.10		3,390	Sprint Communications Inc, 144A, 9.000%, due 11/15/2018	3,733 0.09		6,980	WPX Energy Inc, 8.250%, due 8/1/2023	7,259 0.17		
6,040	Kerr-McGee Corp, 6.950%, due 7/1/2024	7,067 0.16		3,020	Sprint Communications Inc, 11.500%, due 11/15/2021	3,398 0.08		11,182	XPO Logistics Inc, 144A, 6.500%, due 6/15/2022	11,615 0.27		
3,216	Kinder Morgan Energy Partners LP, 3.500%, due 9/1/2023	3,187 0.07		120	Sprint Corp, 7.875%, due 9/15/2023	117 –				1,253,339 29.13		
3,512	Kinder Morgan Energy Partners LP, 4.250%, due 9/1/2024	3,618 0.08		4,580	Sprint Corp, 7.625%, due 2/15/2025	4,348 0.10		Total Corporate Bonds and Notes (Cost \$1,784,477)			1,875,265 43.58	
2,330	Kinder Morgan Inc/DE, 5.300%, due 12/1/2034	2,348 0.05		19,700	Teachers Insurance & Annuity Association of America, 144A, 4.900%, due 9/15/2044	22,482 0.52		Government Bonds and Notes — 46.78% (February 29, 2016: 34.67%)				
GBP	13,050	Kraft Heinz Foods Co, 4.125%, due 7/1/2027	20,430 0.47		1,000	Time Warner Cable Inc, 6.550%, due 5/1/2037	1,207 0.03		Argentina — 0.78% (February 29, 2016: 0.00%)			
	3,760	Kraft Heinz Foods Co, 5.200%, due 7/15/2045	4,514 0.11		1,300	Time Warner Cable Inc, 7.300%, due 7/1/2038	1,688 0.04		13,510	Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	14,652 0.34	
	2,010	Laredo Petroleum Inc, 7.375%, due 5/1/2022	2,030 0.05		2,710	Time Warner Cable Inc, 5.875%, due 11/15/2040	3,023 0.07		10,820	Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	12,064 0.28	
	3,360	Level 3 Financing Inc, 6.125%, due 1/15/2021	3,486 0.08		10,190	Toll Road Investors Partnership II LP, 144A, zero coupon, due 2/15/2024	6,689 0.16		5,970	Argentine Republic Government International Bond, 144A, 7.625%, due 4/22/2046	6,746 0.16	
	10,520	Micron Technology Inc, 144A, 5.250%, due 8/1/2023	10,178 0.24		2,100	Toll Road Investors Partnership II LP, 144A, zero coupon, due 2/15/2038	563 0.01				33,462 0.78	
	7,960	Microsoft Corp, 3.700%, due 8/8/2046	8,271 0.19		8,080	Transcontinental Gas Pipe Line Co LLC, 144A, 7.850%, due 2/1/2026	10,452 0.24		Brazil — 3.26% (February 29, 2016: 4.84%)			
	4,667	Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	3,617 0.08		310	United Rentals North America Inc, 6.125%, due 6/15/2023	326 0.01	BRL	132,921	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2021	38,519 0.89	
	7,700	MPLX LP, 4.875%, due 12/1/2024	7,877 0.18		2,000	United Rentals North America Inc, 4.625%, due 7/15/2023	2,046 0.05		50,359	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2023	14,299 0.33	
	1,600	MPLX LP, 4.875%, due 6/1/2025	1,633 0.04		4,330	United Rentals North America Inc, 5.750%, due 11/15/2024	4,525 0.11		5,910	Brazilian Government International Bond, 4.250%, due 1/7/2025	5,910 0.14	
	5,950	Navient Corp, 8.450%, due 6/15/2018	6,486 0.15		920	United Rentals North America Inc, 5.875%, due 9/15/2026	957 0.02		87,840	Brazilian Government International Bond, 5.000%, due 1/27/2045	81,691 1.90	
	2,310	NCL Corp Ltd, 144A, 4.625%, due 11/15/2020	2,335 0.05		3,980	Universal Hospital Services Inc, 7.625%, due 8/15/2020	3,811 0.09				140,419 3.26	
	4,540	Netflix Inc, 5.500%, due 2/15/2022	4,881 0.11		15,286	Valeant Pharmaceuticals International, 144A, 6.375%, due 10/15/2020	14,598 0.34		China — 1.30% (February 29, 2016: 1.60%)			
	3,740	Netflix Inc, 5.875%, due 2/15/2025	4,058 0.09		8,780	Valeant Pharmaceuticals International Inc, 144A, 5.375%, due 3/15/2020	8,275 0.19	CNH	25,000	Agricultural Development Bank of China, 3.280%, due 1/16/2017	3,724 0.09	
	1,670	New York and Presbyterian Hospital/The, 4.063%, due 8/1/2056	1,839 0.04		3,018	Valeant Pharmaceuticals International Inc, 144A, 7.500%, due 7/15/2021	2,966 0.07		12,000	China Government Bond, 4.000%, due 5/22/2024	1,897 0.04	
	3,100	Newell Brands Inc, 4.200%, due 4/1/2026	3,387 0.08					CNH	54,500	China Government Bond, 3.380%, due 11/21/2024	8,283 0.19	
	4,000	NRG REMA LLC, Series C, 9.681%, due 7/2/2026	3,200 0.07					CNH	46,000	China Government Bond, 3.390%, due 5/21/2025	6,976 0.16	
	1,790	Oasis Petroleum Inc, 6.500%, due 11/1/2021	1,651 0.04									
	536	Oasis Petroleum Inc, 6.875%, due 3/15/2022	498 0.01									
	6,430	Occidental Petroleum Corp, 4.625%, due 6/15/2045	7,380 0.17									

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's)	% of Net Asset \$ Value	Face Value (000's)		Value (000's)	% of Net Asset \$ Value	Contracts (000's)		Value (000's)	% of Net Asset \$ Value
<b>Government Bonds and Notes — (continued)</b>				PLN	24,740	Poland Government Bond, Series 0726, 2.500%, due 7/25/2026	6,191 0.14	<b>Options — (0.35)% (February 29, 2016: (0.28%))</b>			
<b>China — (continued)</b>							96,204 2.24	<b>Purchased Options — 0.12% (February 29, 2016: 0.32%)</b>			
CNH	73,500	China Government Bond, 3.310%, due 11/30/2025	11,126 0.26	<b>Russia — 3.29% (February 29, 2016: 2.08%)</b>				– Canadian Dollar FX Currency September 2016			
CNH	121,000	China Government Bond, 3.480%, due 6/29/2027	18,403 0.43	RUB	9,176,101	Russian Federal Bond – OFZ, Series 6207, 8.150%, due 2/3/2027	141,398 3.29	Call 76.00, due 9/9/2016			
CNH	11,000	China Government Bond, 3.600%, due 6/27/2028	1,683 0.04	<b>South Korea — 0.67% (February 29, 2016: 0.66%)</b>				1 Euro FX Currency September 2016			
CNH	23,000	China Government Bond, 4.290%, due 5/22/2029	3,789 0.09	CNH	5,000	Export-Import Bank of Korea, 3.625%, due 1/27/2019	746 0.02	Call 1.12, due 9/9/2016			
			55,881 1.30				27,921 0.65	– Euro FX Currency September 2016			
<b>Colombia — 1.11% (February 29, 2016: 1.19%)</b>				KRW	27,149,360	Korea Treasury Bond, Series 2403, 3.500%, due 3/10/2024	28,667 0.67	Call 1.15, due 9/9/2016			
	41,490	Colombia Government International Bond, 5.625%, due 2/26/2044	47,869 1.11	<b>United States — 11.35% (February 29, 2016: 7.76%)</b>				1 Euro-Bund October 2016			
<b>France — 1.06% (February 29, 2016: 1.13%)</b>							5,047 0.12	Call 165.50, due 9/23/2016			
EUR	23,000	France Government Bond OAT, Series OATe, 1.800%, due 7/25/2040 β	45,533 1.06		4,960	City of Chicago IL, 6.314%, due 1/1/2044	5,047 0.12	– JPY/USD September 2016			
<b>India — 2.57% (February 29, 2016: 2.55%)</b>					3,900	County of Jefferson AL Sewer Revenue, 6.500%, due 10/1/2053	4,884 0.11	Put 97.00, due 9/9/2016			
INR	1,510,000	India Government Bond, 8.120%, due 12/10/2020	23,463 0.55		4,000	Inland Valley Development Agency, 5.500%, due 3/1/2033	4,523 0.11	1 JPY/USD September 2016			
INR	1,300,000	India Government Bond, 7.800%, due 4/11/2021	20,000 0.46		3,070	Michigan Finance Authority, 5.000%, due 7/1/2027	3,682 0.09	Put 98.00, due 9/9/2016			
INR	1,580,000	India Government Bond, Series SPB, 8.130%, due 9/21/2022	24,702 0.57		4,675	New Jersey Transportation Trust Fund Authority, 6.561%, due 12/15/2040	5,739 0.13	1 U.S. 10 Year November 2016			
INR	1,200,000	India Government Bond, 8.830%, due 11/25/2023	19,636 0.46		6,100	Port Authority of New York & New Jersey, 4.823%, due 6/1/2045	6,832 0.16	Call 139.00, due 10/21/2016			
INR	1,420,000	India Government Bond, 8.150%, due 11/24/2026	22,666 0.53		4,980	State of Illinois, 5.100%, due 6/1/2033	4,855 0.11	1 U.S. 10 Year October 2016			
			110,467 2.57		1,680	United States Treasury Inflation Indexed Bonds, 2.375%, due 1/15/2025 β	2,542 0.06	Call 137.50, due 9/23/2016			
<b>Indonesia — 0.91% (February 29, 2016: 0.00%)</b>					2,590	United States Treasury Inflation Indexed Bonds, 2.125%, due 2/15/2041 β	3,848 0.09	– U.S. 10 Year October 2016			
IDR	479,576,000	Indonesia Treasury Bond, Series FR68, 8.375%, due 3/15/2034	39,082 0.91		9,840	United States Treasury Inflation Indexed Bonds, 0.750%, due 2/15/2042 β	10,869 0.25	Call 138.00, due 9/23/2016			
<b>Italy — 7.06% (February 29, 2016: 4.41%)</b>					3,520	United States Treasury Inflation Indexed Bonds, 1.375%, due 2/15/2044 β	4,345 0.10	1 U.S. 10 Year October 2016			
EUR	158,720	Italy Buoni Poliennali Del Tesoro, 2.000%, due 12/1/2025	191,638 4.45		11,730	United States Treasury Inflation Indexed Bonds, 0.750%, due 2/15/2045 β	12,479 0.29	Put 130.00, due 9/23/2016			
EUR	33,410	Italy Buoni Poliennali Del Tesoro, 5.000%, due 9/1/2040	58,411 1.36		35,050	United States Treasury Inflation Indexed Bonds, 1.000%, due 2/15/2046 β	39,745 0.92	20 U.S. 5 Year November 2016			
EUR	38,850	Italy Buoni Poliennali Del Tesoro, 144A, 3.250%, due 9/1/2046	53,930 1.25		1,790	United States Treasury Note/Bond, 1.125%, due 6/30/2021	1,785 0.04	Put 116.00, due 10/21/2016			
			303,979 7.06		216,630	United States Treasury Note/Bond, 1.125%, due 8/31/2021	19,523 0.45	– U.S. 5 Year November 2016			
<b>Japan — 4.25% (February 29, 2016: 0.00%)</b>					18,630	United States Treasury Note/Bond, 1.625%, due 5/15/2026	18,701 0.43	Call 137.50, due 9/23/2016			
JPY	9,880,000	Japanese Government CPI Linked Bond, Series 18, 0.100%, due 3/10/2024 β	102,086 2.37		36,960	United States Treasury Note/Bond, 2.500%, due 2/15/2046	39,052 0.91	– U.S. 10 Year October 2016			
JPY	5,180,000	Japanese Government CPI Linked Bond, Series 20, 0.100%, due 3/10/2025 β	52,638 1.22		9,645	United States Treasury Note/Bond, 2.500%, due 5/15/2046	10,208 0.24	Put 105.00, due 2/22/2017			
JPY	2,770,000	Japanese Government CPI Linked Bond, Series 21, 0.100%, due 3/10/2026 β	28,216 0.66		93,050	United States Treasury Note/Bond, 2.250%, due 8/15/2046	93,410 2.17	125,622 USD Put/MXN			
			182,940 4.25				292,069 6.79	Call 18.0571, due 10/11/2016			
<b>Mexico — 6.93% (February 29, 2016: 6.07%)</b>				<b>Total Government Bonds and Notes (Cost \$1,843,111)</b>				41,050 USD Put/MXN			
MXN	194,360	Mexican Bonos, Series M, 7.750%, due 11/23/2034	11,981 0.28				1,816,392 42.22	Call 18.4695, due 10/28/2016			
MXN	4,192,644	Mexican Bonos, Series M, 7.750%, due 11/13/2042	262,716 6.10	<b>Preferred Stock — 0.13% (February 29, 2016: 0.14%)</b>				40,680 USD Put/MXN			
	8,550	Mexico Government International Bond, 3.600%, due 1/30/2025	9,063 0.21	<b>United States — 0.13% (February 29, 2016: 0.14%)</b>				80,280 USD Put/MXN			
	13,560	Mexico Government International Bond, 4.600%, due 1/23/2046	14,662 0.34		214	GMAC Capital Trust I, Series 2	5,410 0.13	Call 18.5166, due 10/31/2016			
			298,422 6.93				5,410 0.13				
<b>Poland — 2.24% (February 29, 2016: 2.38%)</b>				<b>Total Preferred Stock (Cost \$5,592)</b>							
PLN	8,050	Poland Government Bond, Series 0421, 2.000%, due 4/25/2021	2,052 0.05	<b>Total Investments Excluding Options (Cost \$3,803,051)</b>							
PLN	188,160	Poland Government Bond, Series 1023, 4.000%, due 10/25/2023	52,798 1.23				3,865,366 89.84				
PLN	131,510	Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	35,163 0.82								

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The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Contracts (000's)	Value (000's) \$	% of Net Asset Value	Contracts (000's)	Value (000's) \$	% of Net Asset Value		% of Total Assets
<b>Options — (continued)</b>						<b>Analysis of Total Assets</b>	
<b>Written Options — (continued)</b>							
– Canadian Dollar FX Currency September 2016			(1) U.S. 5 Year December 2016 Call 122.00, due 11/25/2016	(423)	(0.01)	Transferable securities admitted to an official exchange listing or traded on a regulated market	83.46
– Canadian Dollar FX Currency September 2016	(1)	–	(2) U.S. 5 Year October 2016 Call 121.50, due 9/23/2016	(436)	(0.01)	Financial derivative instruments	1.84
– Canadian Dollar FX Currency September 2016			(6) U.S. 5 Year October 2016 Call 122.00, due 9/23/2016	(633)	(0.02)	Other assets	14.70
– Euro FX Currency October 2016	(2)	–	(1) U.S. 5 Year October 2016 Put 121.00, due 9/23/2016	(383)	(0.01)	<b>Total Assets</b>	<b>100.00</b>
– Euro FX Currency October 2016	(28)	–	(2) U.S. Bond October 2016 Call 172.00, due 9/23/2016	(1,926)	(0.05)		
– Euro FX Currency October 2016	(241)	(0.01)	(1) U.S. Bond October 2016 Call 173.00, due 9/23/2016	(535)	(0.01)		
– Euro FX Currency October 2016	(148)	–	(4) U.S. Bond October 2016 Call 174.00, due 9/23/2016	(1,482)	(0.04)		
– Euro FX Currency September 2016	(210)	(0.01)	(1) U.S. Bond October 2016 Call 174.00, due 11/25/2016	(2,019)	(0.05)		
– Euro FX Currency September 2016	(72)	–	– U.S. Bond October 2016 Call 176.00, due 9/23/2016	(69)	–		
– Euro FX Currency September 2016	(23)	–	– U.S. Bond October 2016 Call 177.00, due 9/23/2016	(7)	–		
– Euro FX Currency September 2016	(97)	–	– U.S. Bond October 2016 Call 179.00, due 9/23/2016	(12)	–		
– Euro FX Currency September 2016	(165)	–	(1) U.S. Bond October 2016 Put 166.00, due 9/23/2016	(239)	(0.01)		
– Euro FX Currency September 2016	(258)	(0.01)	(1) U.S. Bond October 2016 Put 170.00, due 9/23/2016	(1,182)	(0.03)		
– JPY/USD October 2016	(47)	–	– U.S. Bond October 2016 Put 171.00, due 9/23/2016	(266)	(0.01)		
– JPY/USD October 2016	(434)	(0.01)	(41,050) USD Call/MXN				
– JPY/USD October 2016	(463)	(0.01)	Put 20.15, due 9/15/2016	(7)	–		
– JPY/USD October 2016	(107)	–	(42,439) USD Put/JPY				
– JPY/USD September 2016	–	–	Call 95.00, due 11/24/2016	(173)	–		
– JPY/USD September 2016	(40)	–		(20,231)	(0.47)		
– JPY/USD September 2016	(15)	–	<b>Total Options (Cost \$(26,842))</b>		(15,067)	(0.35)	
– JPY/USD September 2016	(12)	–	<b>Total Investments (Cost \$3,776,209)</b>		3,850,299	89.49	
– JPY/USD September 2016	(33)	–	<b>Other Assets in Excess of Liabilities (February 29, 2016: 6.84%)</b>		452,412	10.51	
– JPY/USD September 2016	(80)	–	<b>Total Net Assets</b>		\$4,302,711	100.00	
– JPY/USD September 2016	(145)	–	– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.				
– JPY/USD September 2016	(161)	–	144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$573,269,000 or 13.33% of net assets.				
(1) U.S. 10 Year December 2016 Call 132.00, due 11/25/2016	(795)	(0.02)	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.				
(2) U.S. 10 Year December 2016 Call 133.00, due 11/25/2016	(761)	(0.02)	† Illiquid.				
– U.S. 10 Year December 2016 Call 134.00, due 11/25/2016	(135)	–	∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.				
(1) U.S. 10 Year December 2016 Call 134.50, due 11/25/2016	(125)	–	± Securities purchased on a to-be-announced basis (Note 1).				
(1) U.S. 10 Year December 2016 Put 127.50, due 11/25/2016	(166)	–	β The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.				
(1) U.S. 10 Year November 2016 Call 132.00, due 10/21/2016	(361)	(0.01)	<b>ABBREVIATIONS:</b>				
(1) U.S. 10 Year October 2016 Call 131.00, due 9/23/2016	(473)	(0.01)	CPI – Consumer Price Index				
(3) U.S. 10 Year October 2016 Call 131.50, due 9/23/2016	(1,046)	(0.03)	Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest				
(3) U.S. 10 Year October 2016 Call 132.00, due 9/23/2016	(751)	(0.02)	TBA – To Be Announced				
(1) U.S. 10 Year October 2016 Call 132.50, due 9/23/2016	(138)	–	BRL – Brazilian Real				
(7) U.S. 10 Year October 2016 Call 133.00, due 9/23/2016	(530)	(0.01)	CNH – Chinese Renminbi				
(1) U.S. 10 Year October 2016 Put 130.50, due 9/23/2016	(370)	(0.01)	EUR – Euro				
(2) U.S. 10 Year October 2016 Put 131.00, due 9/23/2016	(1,366)	(0.03)	GBP – British Pound				
			IDR – Indonesian Rupiah				
			INR – India Rupee				
			JPY – Japanese Yen				
			KRW – South Korean Won				
			MXN – Mexican Peso				
			PLN – Polish Zloty				
			RUB – Russian Ruble				

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# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Barclays Capital	Federative Republic of Brazil, 1.000%	Sell	12/20/20	2,108	\$ (115)
Barclays Capital	Federative Republic of Brazil, 1.000%	Sell	12/20/20	829	(45)
Merrill Lynch	Markit CDX.NA.IG.25, 1.000%	Sell	12/20/20	232,090	2,243
Merrill Lynch	Markit CDX.NA.HY.26, 5.000%	Buy	6/20/21	79,990	(3,547)
Merrill Lynch	Markit iTraxx Europe Crossover Series 24 Version 1, 5.000%	Sell	12/20/20	26,630	2,545
Merrill Lynch	Markit iTraxx Europe Crossover Series 22 Version 1, 5.000%	Sell	12/20/19	22,957	2,100
Merrill Lynch	Markit iTraxx Europe Crossover Series 25 Version 1, 5.000%	Sell	6/20/21	520	47
					\$ 3,228
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$4,837)					6,935
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(2,295))					(3,707)
Net Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$2,542)					\$ 3,228

## Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Merrill Lynch	Pay Fixed 1.897%, Receive Floating USD 3M Libor BBA	8/31/22	160,800	\$ (5,920)
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 0.7712%	2/26/18	752,610	(2,551)
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 0.9069%	6/27/18	529,200	(1,145)
Merrill Lynch	Pay Floating BRL CDI, Receive Fixed 12.4872%	1/4/21	935,690	1,564
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 1.34%	6/1/21	546,260	3,509
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 1.185%	6/13/21	65,810	(60)
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 1.22%	6/27/21	282,630	193
Merrill Lynch	Pay Fixed 1.90%, Receive Floating USD 3M Libor BBA	11/30/22	1,977,999	(74,104)
Merrill Lynch	Pay Fixed 1.2665%, Receive Floating USD 3M Libor BBA	5/15/23	318,208	946
Merrill Lynch	Pay Fixed 0.6775%, Receive Floating JPY 6M Libor BBA	7/22/24	11,717,390	(5,935)
Merrill Lynch	Pay Fixed 1.738%, Receive Floating USD 3M Libor BBA	5/23/26	430,920	(11,640)
Merrill Lynch	Pay Fixed 1.735%, Receive Floating USD 3M Libor BBA	5/27/26	273,070	(7,294)
Merrill Lynch	Pay Fixed 1.58%, Receive Floating USD 3M Libor BBA	6/13/26	65,640	(794)
Merrill Lynch	Pay Fixed 1.7368%, Receive Floating USD 3M Libor BBA	11/15/41	135,273	(597)
Merrill Lynch	Pay Fixed 2.5908%, Receive Floating USD 3M Libor BBA	11/4/45	162,940	(34,497)
Merrill Lynch	Pay Fixed 0.6408%, Receive Floating JPY 6M Libor BBA	5/9/46	3,058,400	(1,519)
Merrill Lynch	Pay Fixed 0.33%, Receive Floating JPY 6M Libor BBA	7/26/46	4,331,000	1,637
				\$(138,207)
Unrealised Appreciation of Interest Rate Swaps (February 29, 2016 (000's): \$-)				7,849
Unrealised Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(151,939))				(146,056)
Net Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(151,939))				\$(138,207)

## Schedule of Total Return Swaps

Counterparty	Reference Entity	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ Depreciation on contracts (000's)
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## Schedule of Cross Currency Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Barclays Capital	Pay Euro Fixed 7.250%, Receive USD Fixed 9.005%	7/1/24	1,080	\$ 970
				\$ 970
Unrealised Appreciation of Cross Currency Swaps (February 29, 2016 (000's): \$1,173)				970
Unrealised Depreciation of Cross Currency Swaps (February 29, 2016 (000's): \$-)				-
Net Appreciation of Cross Currency Swaps (February 29, 2016 (000's): \$1,173)				\$ 970

Counterparty	Description	Effective Date	Notional Amount (in 000's)	Unrealised Appreciation/ (Depreciation) of Contracts (in 000's)
BNP Paribas	Swaption Payer Strike 1.30%	9/22/16	232,090	\$ 3
Unrealised Appreciation of Swaptions (February 29, 2016 (000's): \$1,598)				3
Unrealised Depreciation of Swaptions (February 29, 2016 (000's): \$-)				-
Net Appreciation of Swaptions (February 29, 2016 (000's): \$1,598)				\$ 3

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# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

								Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		
09/01/16	BNY Mellon	Buy	USD	58	Sell	GBP	44	\$ -
09/01/16	BNY Mellon	Buy	USD	10,072	Sell	GBP	7,669	1
09/01/16	BNY Mellon	Buy	GBP	368	Sell	USD	483	-
09/02/16	BNY Mellon	Buy	USD	26	Sell	GBP	20	-
09/02/16	BNY Mellon	Buy	GBP	-	Sell	USD	-	-
09/14/16	BNY Mellon	Buy	USD	341	Sell	AUD	447	6
09/14/16	BNY Mellon	Buy	USD	155	Sell	BRL	500	-
09/14/16	BNY Mellon	Buy	USD	319	Sell	CHF	308	6
09/14/16	BNY Mellon	Buy	USD	26	Sell	CHF	26	-
09/14/16	BNY Mellon	Buy	USD	481	Sell	CNH	3,203	2
09/14/16	BNY Mellon	Buy	USD	2,528	Sell	EUR	2,269	(3)
09/14/16	BNY Mellon	Buy	USD	23,254	Sell	EUR	20,651	210
09/14/16	BNY Mellon	Buy	USD	2,380	Sell	GBP	1,827	(18)
09/14/16	BNY Mellon	Buy	USD	2,496	Sell	GBP	1,898	2
09/14/16	BNY Mellon	Buy	USD	-	Sell	SEK	1	-
09/14/16	BNY Mellon	Buy	USD	110	Sell	SEK	926	1
09/14/16	BNY Mellon	Buy	USD	465	Sell	SGD	627	5
09/14/16	BNY Mellon	Buy	EUR	30,241	Sell	USD	33,885	(134)
09/14/16	BNY Mellon	Buy	SGD	1,000	Sell	USD	733	1
09/14/16	BNY Mellon	Buy	BRL	151,580	Sell	USD	47,252	(506)
09/14/16	BNY Mellon	Buy	AUD	52,408	Sell	USD	39,840	(465)
09/14/16	BNY Mellon	Buy	BRL	4,000	Sell	USD	1,233	-
09/14/16	BNY Mellon	Buy	CNH	34,381	Sell	USD	5,149	(13)
09/14/16	BNY Mellon	Buy	GBP	5,836	Sell	USD	7,694	(25)
09/14/16	BNY Mellon	Buy	CHF	67,315	Sell	USD	68,896	(399)
09/14/16	BNY Mellon	Buy	CHF	11	Sell	USD	11	-
09/14/16	BNY Mellon	Buy	EUR	1,578,538	Sell	USD	1,753,856	8,043
09/14/16	BNY Mellon	Buy	SEK	459,933	Sell	USD	53,809	(45)
09/14/16	BNY Mellon	Buy	GBP	312,802	Sell	USD	409,786	1,114
09/14/16	BNY Mellon	Buy	AUD	10	Sell	USD	8	-
09/14/16	BNY Mellon	Buy	SGD	37,395	Sell	USD	27,746	(301)
09/21/16	Goldman Sachs	Buy	USD	336,787	Sell	JPY	34,087,850	6,997
10/14/16	Bank Of America	Buy	USD	44,352	Sell	JPY	4,442,814	1,327
10/14/16	Bank Of America	Buy	USD	41,122	Sell	TWD	1,309,310	(186)
10/14/16	Bank Of America	Buy	PLN	32,739	Sell	USD	8,170	199
10/14/16	Bank Of America	Buy	IDR	2,750,838	Sell	USD	209	(3)
10/14/16	Bank Of America	Buy	MXN	343,731	Sell	USD	18,196	3
10/14/16	Barclays Bank	Buy	USD	36,557	Sell	BRL	123,890	(1,303)
10/14/16	Barclays Bank	Buy	USD	63,552	Sell	CNH	427,961	(290)
10/14/16	Barclays Bank	Buy	USD	40,256	Sell	COP	120,485,820	64
10/14/16	Barclays Bank	Buy	USD	153,714	Sell	EUR	138,679	(1,275)
10/14/16	Barclays Bank	Buy	USD	41,671	Sell	KRW	46,025,342	438
10/14/16	Barclays Bank	Buy	USD	67,583	Sell	KRW	78,107,510	(2,391)
10/14/16	Barclays Bank	Buy	USD	59,352	Sell	PLN	237,629	(1,393)
10/14/16	Barclays Bank	Buy	USD	36,180	Sell	SGD	48,808	360
10/14/16	Barclays Bank	Buy	BRL	133,291	Sell	USD	40,080	652
10/14/16	Barclays Bank	Buy	COP	120,568,820	Sell	USD	38,827	1,393
10/14/16	Barclays Bank	Buy	MXN	430,204	Sell	USD	22,616	161
10/14/16	Barclays Bank	Buy	SGD	51,638	Sell	USD	38,619	(722)
10/14/16	Barclays Bank	Buy	JPY	7,214,217	Sell	USD	71,866	(2,003)
10/14/16	Barclays Bank	Buy	RUB	1,868,164	Sell	USD	28,175	93
10/14/16	Barclays Bank	Buy	USD	-	Sell	ZAR	5	-
10/14/16	Citibank	Buy	USD	32,242	Sell	BRL	109,508	(1,222)
10/14/16	Citibank	Buy	USD	32,157	Sell	CAD	41,665	378
10/14/16	Citibank	Buy	USD	27,848	Sell	CNH	187,250	(85)
10/14/16	Citibank	Buy	USD	54,290	Sell	EUR	49,000	(474)
10/14/16	Citibank	Buy	USD	64,342	Sell	GBP	49,607	(866)
10/14/16	Citibank	Buy	USD	4,680	Sell	MXN	84,230	221
10/14/16	Citibank	Buy	USD	2,101	Sell	SGD	2,830	24
10/14/16	Citibank	Buy	INR	3,715,155	Sell	USD	54,262	839
10/14/16	Citibank	Buy	PLN	52,569	Sell	USD	13,134	304
10/14/16	Citibank	Buy	ZAR	379,665	Sell	USD	27,633	(2,035)
10/14/16	Citibank	Buy	IDR	542,493,571	Sell	USD	40,594	(28)
10/14/16	Citibank	Buy	USD	26,135	Sell	ZAR	379,660	537
10/14/16	Goldman Sachs	Buy	USD	135	Sell	JPY	13,512	4
10/14/16	JP Morgan Chase Bank	Buy	USD	175	Sell	CNH	1,162	1
10/14/16	JP Morgan Chase Bank	Buy	USD	4	Sell	GBP	3	-
10/14/16	JP Morgan Chase Bank	Buy	USD	544	Sell	TWD	17,024	7
10/31/16	JP Morgan Chase Bank	Buy	USD	14,970	Sell	MXN	284,173	(50)
10/31/16	JP Morgan Chase Bank	Buy	MXN	284,747	Sell	USD	14,970	80
11/01/16	Citibank	Buy	USD	29,008	Sell	MXN	551,607	(145)

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# Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/10/16	Bank Of America	Buy	USD 151,109	Sell	CNH 1,006,652	1,120
11/10/16	Bank Of America	Buy	USD 221,203	Sell	EUR 196,909	885
11/10/16	Bank Of America	Buy	USD 59,464	Sell	JPY 5,997,429	1,320
11/10/16	Bank Of America	Buy	USD 32,122	Sell	NOK 271,101	(418)
11/10/16	Bank Of America	Buy	JPY 1,000,000	Sell	USD 10,000	(305)
11/10/16	Bank Of America	Buy	CAD 38,000	Sell	USD 28,963	24
11/10/16	Citibank	Buy	USD 357,687	Sell	EUR 318,227	1,627
11/10/16	Citibank	Buy	USD 3,539	Sell	GBP 2,648	57
11/10/16	Citibank	Buy	USD 197,657	Sell	JPY 19,955,117	4,195
11/10/16	Citibank	Buy	NOK 271,101	Sell	USD 32,137	403
11/10/16	Citibank	Buy	EUR 10,000	Sell	USD 11,299	(110)
11/10/16	Citibank	Buy	JPY 1,200,000	Sell	USD 11,921	(288)
11/10/16	Royal Bank of Canada London	Buy	CAD 42,420	Sell	USD 32,536	(177)
11/15/16	JP Morgan Chase Bank	Buy	ARS 343,349	Sell	USD 22,052	(69)
02/15/17	Citibank	Buy	ARS 50,672	Sell	USD 3,080	10
02/15/17	Citibank	Buy	ARS 227,806	Sell	USD 13,933	(42)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$52,550)						33,114
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(99,681))						(17,789)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(47,131))</b>						<b>\$ 15,325</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
10 Year Mini Japanese Government Bond September 2016	134	\$ 19,612	\$ (3)
90 Day Euro\$ December 2016	4,329	1,071,969	(371)
90 Day Euro\$ December 2018	1,903	469,827	(74)
90 Day Euro\$ June 2017	507	125,438	335
90 Day Euro\$ March 2017	2,043	505,694	969
90 Day Euro\$ March 2018	3,040	751,298	(671)
90 Day Euro\$ September 2016	1,420	351,858	(143)
Australian Dollar Currency September 2016	565	42,431	445
British Pound Currency September 2016	(75)	(6,155)	(54)
Canadian Dollar Currency September 2016	1,976	150,650	(2,187)
Euro FX Currency September 2016	2,255	314,756	(628)
Euro-Bobl December 2016	1,520	223,109	(89)
Euro-BTP September 2016	(387)	(62,809)	(152)
Euro-Bund December 2016	(5,833)	(1,071,413)	2,378
Euro-Buxl 30 Year Bond December 2016	(54)	(11,526)	68
Euro-Buxl 30 Year Bond September 2016	(2,520)	(542,455)	(27,160)
Japan 10 Year Bond (OSE) September 2016	(582)	(851,695)	3,898
Japanese Yen Currency September 2016	(1,324)	(160,105)	1,652
Long Gilt December 2016	(459)	(79,278)	(87)
Mexican Peso Currency September 2016	841	22,274	(343)
U.S. 10 Year Note (CBT) December 2016	(18,675)	(2,444,966)	1,523
U.S. 10 Year Ultra Note December 2016	(6,585)	(950,709)	(5,835)
U.S. 2 Year Note (CBT) December 2016	2,367	516,746	312
U.S. 5 Year Note (CBT) December 2016	65,460	7,937,025	4,591
U.S. Long Bond (CBT) December 2016	7,132	1,215,114	5,884
U.S. Ultra Bond (CBT) December 2016	4,147	777,433	9,159
<b>Total Market Value of Futures Contracts</b>			<b>\$ (6,583)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$15,247)			31,214
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(86,592))			(37,797)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(71,345))			<b>\$ (6,583)</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value			
Government Bonds and Notes — 91.60% (February 29, 2016: 91.20%)				MXN	5,030 Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	335	0.34	TRY	2,920 Turkey Government Bond, 7.100%, due 3/8/2023	875	0.89			
Argentina — 1.00% (February 29, 2016: 0.00%)				MXN	30,750 Mexican Bonos, Series M, 7.750%, due 11/13/2042	1,927	1.96	TRY	12,740 Turkey Government Bond, 8.800%, due 9/27/2023	4,156	4.23			
	500 Argentine Republic Government International Bond, 7.500%, due 4/22/2026	558	0.57			7,083	7.20	TRY	3,213 Turkey Government Bond, 8.000%, due 3/12/2025	978	1.00			
	380 Argentine Republic Government International Bond, 7.625%, due 4/22/2046	429	0.43	Peru — 1.56% (February 29, 2016: 1.44%)						9,571	9.74			
		987	1.00	PEN	4,260 Peru Government Bond, 5.700%, due 8/12/2024	1,283	1.30	Total Government Bonds and Notes (Cost \$82,000)				90,057	91.60	
Brazil — 15.91% (February 29, 2016: 12.45%)				PEN	715 Peru Government Bond, 8.200%, due 8/12/2026	251	0.26	Collective Investment Schemes — 5.91% (February 29, 2016: 5.89%)						
BRL	30,500 Brazil Letras do Tesouro Nacional, Series LTN, zero coupon, due 1/1/2019	7,246	7.37			1,534	1.56			5,809 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	5,809	5.91		
BRL	565 Brazil Notas do Tesouro Nacional Serie B, Series NTNBB, 6.000%, due 8/15/2050 β	524	0.53	Philippines — 0.71% (February 29, 2016: 1.53%)						Total Collective Investment Schemes (Cost \$5,809)			5,809	5.91
BRL	16,045 Brazil Notas do Tesouro Nacional Serie F, Series NTNFF, 10.000%, due 1/1/2021	4,650	4.73	PHP	15,000 Philippine Government International Bond, 4.950%, due 1/15/2021	346	0.35			Total Investments Excluding Options (Cost \$87,809)			95,866	97.51
BRL	11,550 Brazil Notas do Tesouro Nacional Serie F, Series NTNFF, 10.000%, due 1/1/2025	3,226	3.28	PHP	14,000 Philippine Government International Bond, 6.250%, due 1/14/2036	354	0.36	Contracts (000's)				Value (000's) \$	% of Net Asset Value	
		15,646	15.91			700	0.71	Options — 0.01% (February 29, 2016: 0.02%)						
Colombia — 6.27% (February 29, 2016: 4.33%)				Poland — 7.10% (February 29, 2016: 7.91%)				Purchased Options — 0.01% (February 29, 2016: 0.05%)						
COP	10,535,500 Colombian TES, Series B, 7.000%, due 5/4/2022	3,517	3.58	PLN	9,820 Poland Government Bond, Series 1020, 5.250%, due 10/25/2020	2,835	2.88	3,382 USD Call/SAR Put 3.8375, due 1/16/2017				9	0.01	
COP	2,668,600 Colombian TES, Series B, 7.500%, due 8/26/2026	900	0.92	PLN	1,550 Poland Government Bond, Series 0421, 2.000%, due 4/25/2021	395	0.40	Total Options (Cost \$67)				9	0.01	
COP	5,101,000 Colombian TES, Series B, 7.750%, due 9/18/2030	1,745	1.77	PLN	7,980 Poland Government Bond, Series 1023, 4.000%, due 10/25/2023	2,239	2.28	Total Investments (Cost \$87,876)				95,875	97.52	
		6,162	6.27	PLN	4,190 Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	1,120	1.14	Other Assets in Excess of Liabilities (February 29, 2016: 2.89%)				2,441	2.48	
Hungary — 3.56% (February 29, 2016: 6.42%)				PLN	1,550 Poland Government Bond, Series 0726, 2.500%, due 7/25/2026	388	0.40	Total Net Assets				\$98,316	100.00	
HUF	364,800 Hungary Government Bond, Series 19/A, 6.500%, due 6/24/2019	1,498	1.52			6,977	7.10	β The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.						
HUF	273,450 Hungary Government Bond, Series 23/A, 6.000%, due 11/24/2023	1,213	1.23	Romania — 2.50% (February 29, 2016: 3.48%)				ABBREVIATIONS:						
HUF	217,660 Hungary Government Bond, Series 27/A, 3.000%, due 10/27/2027	792	0.81	RON	8,600 Romania Government Bond, Series 10Y, 4.750%, due 2/24/2025	2,453	2.50	BRL	–	Brazilian Real				
		3,503	3.56	Russia — 5.70% (February 29, 2016: 4.61%)				COP	–	Colombia Peso				
Indonesia — 10.75% (February 29, 2016: 11.23%)				RUB	200,750 Russian Federal Bond – OFZ, Series 6211, 7.000%, due 1/25/2023	2,890	2.94	HUF	–	Hungarian Forint				
IDR	53,865,000 Indonesia Treasury Bond, Series FR61, 7.000%, due 5/15/2022	4,059	4.13	RUB	7,180 Russian Federal Bond – OFZ, Series 6207, 8.150%, due 2/3/2027	111	0.11	IDR	–	Indonesian Rupiah				
IDR	25,802,000 Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	2,111	2.15	RUB	183,430 Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	2,602	2.65	MXN	–	Mexican Peso				
IDR	3,980,000 Indonesia Treasury Bond, Series FR73, 8.750%, due 5/15/2031	335	0.34			5,603	5.70	MYR	–	Malaysian Ringgit				
IDR	45,114,000 Indonesia Treasury Bond, Series FR65, 6.625%, due 5/15/2033	3,088	3.14	South Africa — 6.59% (February 29, 2016: 5.63%)				PEN	–	Peruvian New Sol				
IDR	12,000,000 Indonesia Treasury Bond, Series FR72, 8.250%, due 5/15/2036	977	0.99	ZAR	22,820 South Africa Government Bond, Series 2023, 7.750%, due 2/28/2023	1,478	1.50	PHP	–	Philippine Peso				
		10,570	10.75	ZAR	51,850 South Africa Government Bond, Series R209, 6.250%, due 3/31/2036	2,497	2.54	PLN	–	Polish Zloty				
Malaysia — 7.83% (February 29, 2016: 7.82%)				ZAR	52,080 South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	2,502	2.55	RUB	–	Russian Ruble				
MYR	17,830 Malaysia Government Bond, Series 0111, 4.160%, due 7/15/2021	4,585	4.66			6,477	6.59	THB	–	Thai Baht				
MYR	7,260 Malaysia Government Bond, Series 0115, 3.955%, due 9/15/2025	1,831	1.86	Thailand — 5.18% (February 29, 2016: 5.73%)				TRY	–	Turkish Lira				
MYR	5,030 Malaysia Government Bond, Series 0411, 4.232%, due 6/30/2031	1,283	1.31	THB	7,410 Thailand Government Bond, 3.875%, due 6/13/2019	227	0.23	ZAR	–	South Africa Rand				
		7,699	7.83	THB	97,190 Thailand Government Bond, 3.625%, due 6/16/2023	3,095	3.15							
Mexico — 7.20% (February 29, 2016: 9.21%)				THB	53,880 Thailand Government Bond, 3.850%, due 12/12/2025	1,770	1.80							
MXN	87,100 Mexican Bonos, Series M, 6.500%, due 6/9/2022	4,821	4.90			5,092	5.18	Analysis of Total Assets						
				Turkey — 9.74% (February 29, 2016: 9.41%)				Transferable securities admitted to an official exchange listing or traded on a regulated market				90.61		
				TRY	10,490 Turkey Government Bond, Series 5YR, 9.000%, due 3/8/2017	3,562	3.62	Collective investment schemes				5.84		
								Financial derivative instruments				0.20		
								Other assets				3.35		
								Total Assets				100.00		

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# Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/09/16	Citibank	Buy	USD	914	Sell	INR	62,128	\$ (12)
09/09/16	Citibank London	Buy	INR	125,000	Sell	USD	1,852	12
09/15/16	Citibank	Buy	THB	31,943	Sell	USD	906	17
09/15/16	JP Morgan Chase Bank	Buy	PEN	614	Sell	USD	183	(2)
09/28/16	Citibank	Buy	IDR	14,651,664	Sell	USD	1,116	(18)
09/28/16	Citibank London	Buy	USD	946	Sell	IDR	13,000,000	(28)
09/28/16	Citibank London	Buy	IDR	6,000,000	Sell	USD	454	(5)
10/12/16	Citibank London	Buy	USD	1,195	Sell	PHP	56,000	(5)
10/17/16	Barclays Bank	Buy	USD	1,918	Sell	TRY	5,651	27
10/17/16	Barclays Bank	Buy	HUF	568,237	Sell	USD	2,004	44
10/17/16	JP Morgan Chase Bank	Buy	ZAR	26,299	Sell	USD	1,852	(81)
11/15/16	Bank Of America	Buy	USD	1,158	Sell	MXN	21,575	20
11/15/16	Bank Of America	Buy	PLN	9,872	Sell	USD	2,568	(46)
11/15/16	Bank Of America	Buy	RUB	127,441	Sell	USD	1,921	(7)
11/15/16	Bank Of America	Buy	MXN	72,779	Sell	USD	3,916	(74)
11/15/16	Barclays Bank	Buy	PLN	4,452	Sell	USD	1,159	(21)
11/15/16	Citibank	Buy	USD	1,894	Sell	EUR	1,698	(6)
11/15/16	Citibank London	Buy	THB	9,257	Sell	USD	266	1
11/15/16	JP Morgan Chase Bank	Buy	ARS	12,825	Sell	USD	827	(6)
11/15/16	JP Morgan Chase Bank	Buy	RON	2,623	Sell	USD	654	3
11/15/16	JP Morgan Chase Bank	Buy	COP	3,900,380	Sell	USD	1,290	3
11/16/16	JP Morgan Chase Bank	Buy	USD	3,138	Sell	BRL	10,164	62
11/18/16	Citibank London	Buy	MYR	7,400	Sell	USD	1,842	(38)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$323)								189
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(266))								(349)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$57)</b>								<b>\$ (160)</b>

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# Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
Asset-Backed Securities — 3.47% (February 29, 2016: 3.15%)								
750 Asset Backed Securities Corp Home Equity Loan Trust Series OOMC 2005-HE6, Series 2005 HE6, Class M4, 1.484%, due 7/25/2035 *	690	0.40	1,680 CSMC Series 2015-12R, Series 2015 12R, Class 2A2, 144A, 0.988%, due 11/30/2037 *	1,008	0.58	910 ML-CFC Commercial Mortgage Trust 2007-5, Series 2007 5, Class AJFL, 144A, 5.450%, due 8/12/2048 *	739	0.43
631 CWABS Revolving Home Equity Loan Trust Series 2004-I, Series 2004 I, Class A, 0.798%, due 2/15/2034 *	581	0.34	390 EQTY 2014-INNS Mortgage Trust, Series 2014 INNS, Class E, 144A, 3.954%, due 5/8/2031 *	381	0.22	675 Morgan Stanley Bank of America Merrill Lynch Trust 2014-C14, Series 2014 C14, Class F, 144A, 3.710%, due 2/15/2047	390	0.23
395 CWHEQ Revolving Home Equity Loan Trust Series 2005-D, Series 2005 D, Class 2A, 0.698%, due 11/15/2035 *	349	0.20	1,570 Fannie Mae Connecticut Avenue Securities, Series 2014 C02, Class 2M2, 3.124%, due 5/25/2024 *	1,538	0.89	960 Morgan Stanley Bank of America Merrill Lynch Trust 2015-C20, Series 2015 C20, Class D, 144A, 3.071%, due 2/15/2048	685	0.40
12 Earnest Student Loan Program 2016-A LLC, Series 2016 A, Class R, 144A, 0.000%, due 1/25/2039 †	1,273	0.74	1,550 Fannie Mae Connecticut Avenue Securities, Series 2014 C03, Class 2M2, 3.424%, due 7/25/2024 *	1,543	0.89	820 Morgan Stanley Capital I Trust 2007-IQ15, Series 2007 IQ15, Class AJ, 6.103%, due 6/11/2049 *	757	0.44
900 Earnest Student Loan Program 2016-A LLC, Series 2016 A, Class B, 144A, 2.500%, due 1/25/2039	851	0.49	450 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 DNA3, Class M2, 3.374%, due 4/25/2028 *	467	0.27	1,892 Nomura Resecuritization Trust 2015-4R, Series 2015 4R, Class 2A2, 144A, 0.628%, due 10/26/2036 *	1,021	0.59
2,090 Encore Credit Receivables Trust 2005-2, Series 2005 2, Class M4, 1.454%, due 11/25/2035 *	1,446	0.84	660 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 HQA2, Class M2, 3.324%, due 5/25/2028 *	680	0.39	750 Nomura Resecuritization Trust 2015-4R, Series 2015 4R, Class 1A14, 144A, 0.720%, due 3/26/2047 *	416	0.24
1,080 National Collegiate Student Loan Trust 2006-1, Series 2006 1, Class A5, 0.874%, due 3/25/2033 *	795	0.46	560 Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA1, Class M2, 3.388%, due 7/25/2028 *	581	0.34	414 Towd Point Mortgage Trust 2016-3, Series 2016 3, Class A1, 144A, 2.250%, due 8/25/2055 *	414	0.24
Total Asset-Backed Securities (Cost \$5,795)	5,985	3.47	530 GE Business Loan Trust 2005-1, Series 2005 1A, Class A3, 144A, 0.758%, due 6/15/2033 *	492	0.29	2,724 WaMu Mortgage Pass-Through Certificates Series 2005-AR17 Trust, Series 2005 AR17, Class A1C4, 0.924%, due 12/25/2045 *	1,544	0.90
Mortgage-Backed Securities — 15.82% (February 29, 2016: 12.18%)								
1,753 Banc of America Funding Corp, Series 2015 R3, Class 1A2, 144A, 0.678%, due 3/27/2036 *	1,009	0.59	1,890 GE Commercial Mortgage Corp Series 2007-C1 Trust, Series 2007 C1, Class AJ, 5.677%, due 12/10/2049 *	1,205	0.70	Total Mortgage-Backed Securities (Cost \$27,308)	27,292	15.82
2,286 Banc of America Funding Corp, Series 2015 R3, Class 5A2, 144A, 0.733%, due 6/29/2037	1,181	0.68	220 GS Mortgage Securities Trust 2006-GG8, Series 2006 GG8, Class AJ, 5.622%, due 11/10/2039	176	0.10	Corporate Bonds and Notes — 41.39% (February 29, 2016: 44.16%)		
640 BBCCRE Trust 2015-GTP, Series 2015 GTP, Class D, 144A, 4.715%, due 8/10/2033 *	660	0.38	2,070 GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AJ, 5.988%, due 8/10/2045 *	865	0.50	Australia — 0.43% (February 29, 2016: 0.29%)		
350 BBCCRE Trust 2015-GTP, Series 2015 GTP, Class E, 144A, 4.715%, due 8/10/2033 *	341	0.20	1,780 JP Morgan Chase Commercial Mortgage Securities Trust 2006-LDP9, Series 2006 LDP9, Class AJ, 5.411%, due 5/15/2047	1,353	0.78	500 BHP Billiton Finance USA Ltd, 144A, 6.750%, due 10/19/2075 *	571	0.33
351 CD 2007-CD4 Commercial Mortgage Trust, Series 2007 CD4, Class AJ, 5.398%, due 12/11/2049 *	277	0.16	330 JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP10, Series 2007 LDPX, Class AJFX, 144A, 5.438%, due 1/15/2049	703	0.41	170 FMG Resources August 2006 Pty Ltd, 144A, 6.875%, due 4/1/2022	175	0.10
630 Citigroup Commercial Mortgage Trust 2015-GC29, Series 2015 GC29, Class D, 144A, 3.110%, due 4/10/2048	441	0.26	1,610 JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP10, Series 2007 LDPX, Class AJ, 5.503%, due 1/15/2049 *	703	0.41		746	0.43
400 COMM 2013-LC13 Mortgage Trust, Series 2013 LC13, Class E, 144A, 3.719%, due 8/10/2046 *	283	0.16	65 JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP12, Series 2007 LD12, Class AJ, 6.209%, due 2/15/2051 *	59	0.03	Brazil — 1.04% (February 29, 2016: 1.09%)		
123 Credit Suisse Commercial Mortgage Trust Series 2006-C3, Series 2006 C3, Class AJ, 6.393%, due 6/15/2038 *	74	0.04	1,055 JP Morgan Resecuritization Trust Series 2009-10, Series 2009 10, Class 7A2, 144A, 6.054%, due 2/26/2037 *	498	0.29	210 CBC Ammo LLC / CBC FinCo Inc, 144A, 7.250%, due 11/15/2021	195	0.11
1,060 Credit Suisse Commercial Mortgage Trust Series 2006-C5, Series 2006 C5, Class AJ, 5.373%, due 12/15/2039	908	0.53	2,472 JPMBB Commercial Mortgage Securities Trust 2013-C17, Series 2013 C17, Class E, 144A, 3.867%, due 1/15/2047 *	1,670	0.97	390 Itau Unibanco Holding SA/ Cayman Island, 2.850%, due 5/26/2018	390	0.23
940 Credit Suisse Commercial Mortgage Trust Series 2007-C5, Series 2007 C5, Class AM, 5.869%, due 9/15/2040 *	859	0.50	1,000 ML-CFC Commercial Mortgage Trust 2007-5, Series 2007 5, Class AJ, 5.450%, due 8/12/2048 *	812	0.47	710 Petrobras Global Finance BV, 6.850%, due 6/5/2115	592	0.34
294 Credit Suisse Mortgage Capital Certificates 2006-C4, Series 2006 C4, Class AJ, 5.538%, due 9/15/2039 *	292	0.17			210 Vale Overseas Ltd, 6.250%, due 8/10/2026	217	0.13	
					410 Vale Overseas Ltd, 6.875%, due 11/10/2039	403	0.23	
						1,797	1.04	
					Canada — 0.83% (February 29, 2016: 0.80%)			
					630 BC ULC / New Red Finance Inc, 144A, 6.000%, due 4/1/2022	659	0.38	
					GBP 180 Entertainment One Ltd, 144A, 6.875%, due 12/15/2022	253	0.15	
					620 MEG Energy Corp, 144A, 6.500%, due 3/15/2021	509	0.29	
					20 MEG Energy Corp, 144A, 7.000%, due 3/31/2024	16	0.01	
						1,437	0.83	
					Chile — 0.54% (February 29, 2016: 0.99%)			
					540 Cencosud SA, 5.500%, due 1/20/2021	591	0.34	
					330 Itau CorpBanca, 3.875%, due 9/22/2019	346	0.20	
						937	0.54	

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# Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — (continued)</b>			<b>New Zealand — 0.25% (February 29, 2016: 0.00%)</b>					
<b>China — 0.40% (February 29, 2016: 0.68%)</b>			410 Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 144A, 7.000%, due 7/15/2024			540 Calpine Corp, 144A, 5.875%, due 1/15/2024		
380 Alibaba Group Holding Ltd, 3.125%, due 11/28/2021	394	0.23		439	0.25	510 Carolina Beverage Group LLC / Carolina Beverage Group Finance Inc, 144A, 10.625%, due 8/1/2018	469	0.27
280 Country Garden Holdings Co Ltd, 7.250%, due 4/4/2021	297	0.17	<b>Singapore — 0.24% (February 29, 2016: 0.36%)</b>			64 Carizzo Oil & Gas Inc, 6.250%, due 4/15/2023	63	0.04
	691	0.40	380 Oversea-Chinese Banking Corp Ltd, 4.250%, due 6/19/2024			490 CCO Holdings LLC / CCO Holdings Capital Corp, 5.250%, due 9/30/2022	514	0.30
<b>France — 0.53% (February 29, 2016: 0.50%)</b>			<b>Spain — 0.25% (February 29, 2016: 0.24%)</b>			200 CCO Holdings LLC / CCO Holdings Capital Corp, 144A, 5.375%, due 5/1/2025	211	0.12
250 CGG SA, 6.500%, due 6/1/2021	122	0.07	GBP 300 Telefonica Europe BV, 6.750%, Perpetual *			220 Celgene Corp, 5.000%, due 8/15/2045	254	0.15
210 Credit Agricole SA, 144A, 8.125%, Perpetual *	225	0.13	<b>Switzerland — 0.46% (February 29, 2016: 0.40%)</b>			500 Centene Corp, 4.750%, due 5/15/2022	519	0.30
350 SFR Group SA, 144A, 6.000%, due 5/15/2022	358	0.21	800 Glencore Funding LLC, 144A, 2.875%, due 4/16/2020			320 CenturyLink Inc, Series V, 5.625%, due 4/1/2020	341	0.20
200 SFR Group SA, 144A, 7.375%, due 5/1/2026	207	0.12	<b>United Kingdom — 5.29% (February 29, 2016: 4.69%)</b>			230 CenturyLink Inc, Series T, 5.800%, due 3/15/2022	238	0.14
	912	0.53	GBP 360 AA Bond Co Ltd, 5.500%, due 7/31/2022			390 Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 6.484%, due 10/23/2045	479	0.28
<b>Germany — 0.82% (February 29, 2016: 1.38%)</b>			GBP 290 ABP Finance Plc, 6.250%, due 12/14/2026			370 Chesapeake Energy Corp, 6.625%, due 8/15/2020	329	0.19
450 Fresenius Medical Care US Finance II Inc, 144A, 4.125%, due 10/15/2020	475	0.28	GBP 350 Anglian Water Osprey Financing Plc, 5.000%, due 4/30/2023			225 Chesapeake Energy Corp, 6.125%, due 2/15/2021	188	0.11
295 Schaeffler Holding Finance BV, 144A, 6.750%, due 11/15/2022	326	0.19	GBP 470 CPUK Finance Ltd, 7.239%, due 2/28/2024			1,250 Citigroup Inc, 4.450%, due 9/29/2027	1,319	0.76
570 ZF North America Capital Inc, 144A, 4.750%, due 4/29/2025	605	0.35	GBP 280 Galaxy Bidco Ltd, 6.375%, due 11/15/2020			120 Compiler Finance Sub Inc, 144A, 7.000%, due 5/1/2021 +	56	0.03
	1,406	0.82	GBP 450 Great Rolling Stock Co Ltd / The, 6.250%, due 7/27/2020			700 Constellation Brands Inc, 4.750%, due 11/15/2024	763	0.44
<b>Hong Kong — 0.20% (February 29, 2016: 0.56%)</b>			GBP 440 Heathrow Finance Plc, 7.125%, due 3/1/2017			60 Corrections Corp of America, 4.125%, due 4/1/2020	57	0.03
310 Prosperous Ray Ltd, 4.625%, due 11/12/2023	345	0.20	730 KCA Deutag UK Finance Plc, 144A, 7.250%, due 5/15/2021			260 Corrections Corp of America, 5.000%, due 10/15/2022	241	0.14
<b>India — 0.56% (February 29, 2016: 0.56%)</b>			840 Lloyds Banking Group Plc, 4.650%, due 3/24/2026			490 Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp, 6.125%, due 3/1/2022	477	0.28
430 Bharti Airtel International Netherlands BV, 144A, 5.350%, due 5/20/2024	480	0.28	350 Nationwide Building Society, 6.875%, Perpetual *			450 CSC Holdings LLC, 144A, 6.625%, due 10/15/2025	489	0.28
430 ICICI Bank Ltd/Hong Kong, 5.750%, due 11/16/2020	485	0.28	GBP 300 R&R Ice Cream Plc, 5.500%, due 5/15/2020			500 CTR Partnership LP / CareTrust Capital Corp, 5.875%, due 6/1/2021	510	0.30
	965	0.56	600 Royal Bank of Scotland Group Plc, 5.125%, due 5/28/2024			340 DaVita HealthCare Partners Inc, 5.000%, due 5/1/2025	345	0.20
<b>Italy — 0.27% (February 29, 2016: 0.44%)</b>			570 Santander UK Group Holdings Plc, 144A, 4.750%, due 9/15/2025			350 DISH DBS Corp, 5.875%, due 11/15/2024	345	0.20
GBP 320 Enel SpA, 7.750%, due 9/10/2075 *	474	0.27	GBP 340 Santander UK Group Holdings Plc, 7.375%, Perpetual *			330 DISH DBS Corp, 144A, 7.750%, due 7/1/2026	352	0.20
<b>Luxembourg — 2.06% (February 29, 2016: 1.71%)</b>			EUR 230 Synlab Unsecured Bondco Plc, 8.250%, due 7/1/2023			500 DJO Finco Inc / DJO Finance LLC / DJO Finance Corp, 144A, 8.125%, due 6/15/2021	440	0.26
550 Altice Financing SA, 144A, 6.625%, due 2/15/2023	573	0.33	GBP 340 Virgin Media Finance Plc, 6.375%, due 10/15/2024			200 Dole Food Co Inc, 144A, 7.250%, due 5/1/2019	204	0.12
417 Ardagh Finance Holdings SA, 144A, 8.625%, due 6/15/2019	435	0.25	GBP 320 Vue International Bidco Plc, 7.875%, due 7/15/2020			550 Dollar Tree Inc, 5.750%, due 3/1/2023	592	0.34
850 DH Services Luxembourg Sarl, 144A, 7.750%, due 12/15/2020	887	0.52				150 DPx Holdings BV, 144A, 7.500%, due 2/1/2022	159	0.09
EUR 680 Trionista TopCo GmbH, 6.875%, due 4/30/2021	800	0.46	<b>United States — 25.86% (February 29, 2016: 27.02%)</b>			580 Eagle Spinco Inc, 4.625%, due 2/15/2021	608	0.35
EUR 750 Unilabs Subholding AB, 8.500%, due 7/15/2018	859	0.50	210 Actavis Funding SCS, 4.750%, due 3/15/2045			500 Florida East Coast Holdings Corp, 144A, 6.750%, due 5/1/2019	515	0.30
	3,554	2.06	500 Actuant Corp, 5.625%, due 6/15/2022			220 Ford Motor Co, 4.750%, due 1/15/2043	238	0.14
<b>Mexico — 0.66% (February 29, 2016: 0.94%)</b>			210 ADT Corp/The, 4.125%, due 6/15/2023			430 Freeport-McMoRan Inc, 3.550%, due 3/1/2022	375	0.22
570 Comision Federal de Electricidad, 144A, 6.125%, due 6/16/2045	647	0.38	600 Alcoa Inc, 5.125%, due 10/1/2024			1,000 General Electric Co, 6.875%, due 1/10/2039	1,525	0.88
450 Grupo Bimbo SAB de CV, 4.500%, due 1/25/2022	488	0.28	350 Alliance One International Inc, 9.875%, due 7/15/2021			600 General Motors Co, 6.250%, due 10/2/2043	719	0.42
	1,135	0.66	20 Axial Corp, 4.875%, due 5/15/2023			300 Gilead Sciences Inc, 4.500%, due 2/1/2045	336	0.19
<b>Netherlands — 0.70% (February 29, 2016: 1.51%)</b>			1,250 Bank of America Corp, 4.000%, due 1/22/2025					
490 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 5.000%, due 10/1/2021	528	0.31	580 BioScrip Inc, 8.875%, due 2/15/2021					
150 AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 7/1/2022	159	0.09	220 Blue Racer Midstream LLC / Blue Racer Finance Corp, 144A, 6.125%, due 11/15/2022					
500 UPKB Finance IV Ltd, 144A, 5.375%, due 1/15/2025	514	0.30						
	1,201	0.70						

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's)	% of Net Asset Value	Face Value (000's)	Value (000's)	% of Net Asset Value	Face Value (000's)	Value (000's)	% of Net Asset Value	
Corporate Bonds and Notes — (continued)						Hungary — 1.09% (February 29, 2016: 1.13%)			
United States — (continued)						1,610 Hungary Government International Bond, 5.750%, due 11/22/2023 1,877 1.09			
200 Greektown Holdings LLC/ Greektown Mothership Corp, 144A, 8.875%, due 3/15/2019	211	0.12	140 Sanchez Energy Corp, Series VI, 6.125%, due 1/15/2023	111	0.06	Indonesia — 2.90% (February 29, 2016: 1.70%)			
380 Guitar Center Inc, 144A, 6.500%, due 4/15/2019	338	0.20	330 Sanmina Corp, 144A, 4.375%, due 6/1/2019	344	0.20	2,600 Indonesia Government International Bond, 6.625%, due 2/17/2037 3,399 1.97			
120 H&E Equipment Services Inc, 7.000%, due 9/1/2022	127	0.07	180 Sprint Capital Corp, 8.750%, due 3/15/2032	179	0.10	IDR 19,590,000 Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	1,603	0.93	
80 Hanesbrands Inc, 144A, 4.875%, due 5/15/2026	84	0.05	920 Sprint Communications Inc, 11.500%, due 11/15/2021	1,035	0.60		5,002	2.90	
550 HC2 Holdings Inc, 144A, 11.000%, due 12/1/2019	533	0.31	370 Targa Resources Partners LP / Targa Resources Partners Finance Corp, 5.250%, due 5/1/2023	376	0.22	Jamaica — 0.30% (February 29, 2016: 0.28%)			
590 HCA Inc, 5.375%, due 2/1/2025	608	0.35	600 Taylor Morrison Communities Inc / Monarch Communities Inc, 144A, 5.250%, due 4/15/2021	617	0.36	460 Jamaica Government International Bond, 6.750%, due 4/28/2028 522 0.30			
20 HCA Inc, 5.875%, due 2/15/2026	21	0.01	210 Tenet Healthcare Corp, 8.125%, due 4/1/2022	213	0.12	Kazakhstan — 1.24% (February 29, 2016: 1.16%)			
90 HCA Inc, 5.250%, due 6/15/2026	96	0.06	20 Time Warner Cable Inc, 5.875%, due 11/15/2040	22	0.01	1,900 Kazakhstan Government International Bond, 5.125%, due 7/21/2025 2,135 1.24			
460 IASIS Healthcare LLC / IASIS Capital Corp, 8.375%, due 5/15/2019	417	0.24	50 Time Warner Cable Inc, 5.500%, due 9/1/2041	54	0.03	Mexico — 2.56% (February 29, 2016: 1.69%)			
670 Immucor Inc, 11.125%, due 8/15/2019	630	0.37	1,190 Universal Hospital Services Inc, 7.625%, due 8/15/2020	1,139	0.66	MXN 25,040 Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	1,668	0.97	
200 International Wire Group Holdings Inc, 144A, 8.500%, due 10/15/2017	201	0.12	500 Univision Communications Inc, 144A, 5.125%, due 2/15/2025	523	0.30	2,500 Mexico Government International Bond, 4.750%, due 3/8/2044	2,753	1.59	
70 Iron Mountain Inc, 6.000%, due 8/15/2023	75	0.04	900 Valeant Pharmaceuticals International Inc, 144A, 7.500%, due 7/15/2021	885	0.51		4,421	2.56	
850 L Brands Inc, 5.625%, due 10/15/2023	951	0.55	400 Verizon Communications Inc, 6.550%, due 9/15/2043	543	0.32	Peru — 1.10% (February 29, 2016: 1.17%)			
630 LMI Aerospace Inc, 7.375%, due 7/15/2019	641	0.37	540 Viking Cruises Ltd, 144A, 8.500%, due 10/15/2022	475	0.28	1,680 Peruvian Government International Bond, 4.125%, due 8/25/2027 1,907 1.10			
550 MGM Resorts International, 6.625%, due 12/15/2021	617	0.36	400 Visa Inc, 4.300%, due 12/14/2045	474	0.27	Poland — 1.47% (February 29, 2016: 1.72%)			
310 Micron Technology Inc, 144A, 5.250%, due 1/15/2024	297	0.17	550 Vista Outdoor Inc, 144A, 5.875%, due 10/1/2023	579	0.34	2,280 Poland Government International Bond, 4.000%, due 1/22/2024 2,531 1.47			
230 Micron Technology Inc, 5.500%, due 2/1/2025	223	0.13	750 Wells Fargo & Co, 4.650%, due 11/4/2044	823	0.48	Russia — 0.99% (February 29, 2016: 0.00%)			
100 Micron Technology Inc, 144A, 5.625%, due 1/15/2026	95	0.06	550 West Corp, 144A, 5.375%, due 7/15/2022	536	0.31	RUB 120,080 Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	1,703	0.99	
974 Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	755	0.44	200 Whiting Petroleum Corp, 6.250%, due 4/1/2023	175	0.10	United States — 9.71% (February 29, 2016: 5.26%)			
870 Murray Energy Corp, 144A, 11.250%, due 4/15/2021	383	0.22	1,000 William Lyon Homes Inc, 7.000%, due 8/15/2022	1,033	0.60	15,000 United States Treasury Note/ Bond, 0.750%, due 3/15/2017 15,017 8.70			
550 Navient Corp, 8.000%, due 3/25/2020	597	0.35	170 Williams Cos Inc/The, 8.750%, due 3/15/2032	210	0.12	400 United States Treasury Note/ Bond, 3.000%, due 11/15/2045 466 0.27			
550 Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A, 8.125%, due 11/15/2021	418	0.24	440 Williams Cos Inc/The, 5.750%, due 6/24/2044	452	0.26	160 United States Treasury Note/ Bond, 2.500%, due 2/15/2046 169 0.10			
550 NCL Corp Ltd, 144A, 5.250%, due 11/15/2019	559	0.32	320 Windstream Services LLC, 7.750%, due 10/15/2020	326	0.19	1,040 United States Treasury Note/ Bond, 2.500%, due 5/15/2046 1,101 0.64			
380 Neiman Marcus Group Ltd LLC, 144A, 8.000%, due 10/15/2021	325	0.19	330 XPO Logistics Inc, 144A, 6.500%, due 6/15/2022	343	0.20		16,753	9.71	
220 Neiman Marcus Group Ltd LLC, 144A, 8.750%, due 10/15/2021	179	0.10		44,609	25.86	Total Government Bonds and Notes (Cost \$39,827) 42,144 24.43			
900 Oasis Petroleum Inc, 6.500%, due 11/1/2021	830	0.48	Total Corporate Bonds and Notes (Cost \$67,815) 71,402 41.39			Loan Notes — 3.43% (February 29, 2016: 2.16%)			
300 Pactiv LLC, 8.375%, due 4/15/2027	331	0.19	Government Bonds and Notes — 24.43% (February 29, 2016: 15.73%)			198 1011778 Bc UIC, 3.750%, due 12/10/2021 * 200 0.12			
230 PaperWorks Industries Inc, 144A, 9.500%, due 8/15/2019	217	0.13	Argentina — 1.58% (February 29, 2016: 1.14%)			248 Academy Ltd, 0.000%, due 7/2/2022 * 243 0.14			
140 Parsley Energy LLC / Parsley Finance Corp, 144A, 7.500%, due 2/15/2022	148	0.09	300 Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021		325	0.19	248 Air Medical Group Holdings Inc, 0.000%, due 4/28/2022 * 245 0.14		
320 Pride International Inc, 7.875%, due 8/15/2040	237	0.14	260 Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026		290	0.17	231 American Builders & Contractor, 3.500%, due 4/16/2020 * 232 0.13		
1,750 Quicken Loans Inc, 144A, 5.750%, due 5/1/2025	1,746	1.01	1,990 Argentine Republic Government International Bond, 144A, 7.125%, due 7/6/2036		2,113	1.22	340 Berry Plastics Group Inc, 0.000%, due 10/1/2022 * 341 0.20		
400 Reynolds American Inc, 5.850%, due 8/15/2045	520	0.30			2,728	1.58	500 Catalent Pharma Solutions Inc, 0.000%, due 5/20/2021 * 503 0.29		
200 Rice Energy Inc, 6.250%, due 5/1/2022	205	0.12	Brazil — 1.49% (February 29, 2016: 0.00%)				340 Charter Communications Operating Co, 3.500%, due 1/24/2023 * 342 0.20		
160 Rice Energy Inc, 7.250%, due 5/1/2023	167	0.10	BRL 5,500 Brazil Notas do Tesouro Nacional Serie F, Series NTN F, 10.000%, due 1/1/2021	1,594	0.93	500 Energy Future Intermediate Holding Co LLC / EFH Finance Inc, 4.250%, due 6/19/2016 * 502 0.29			
520 Rockies Express Pipeline LLC, 144A, 7.500%, due 7/15/2038	538	0.31	870 Brazilian Government International Bond, 6.000%, due 4/7/2026	971	0.56				
				2,565	1.49				

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The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's)	% of Net Asset Value	Contracts (000's)	Value (000's)	% of Net Asset Value	
<b>Loan Notes — (continued)</b>						
250 Hilton Worldwide Finance LLC, 3.500%, due 10/25/2020 *	251	0.15				
340 MGM Growth Properties Operating Co, 0.000%, due 4/25/2023 *	343	0.20				
500 Michaels Stores Inc, 3.750%, due 1/28/2020 *	503	0.29				
270 Multiplan Inc, 5.000%, due 5/16/2023 *	273	0.16				
248 Party City Holdings Inc, 4.250%, due 8/19/2022 *	249	0.14				
248 Patheon Inc, 4.250%, due 3/11/2021 *	248	0.14				
248 Petsmart Inc, 0.000%, due 3/10/2022 *	249	0.15				
125 Reynolds Group Holdings Inc, 0.000%, due 1/21/2023 *	125	0.07				
248 Univision Communications Inc, 4.000%, due 3/1/2020 *	248	0.14				
340 UPC Financing Partnership, 0.000%, due 8/31/2024 *	340	0.20				
239 Valeant Pharmaceuticals International, 4.000%, due 3/13/2022 *	239	0.14				
250 Virgin Media Investment Holdings Ltd, 3.500%, due 6/30/2023 *	250	0.14				
<b>Total Loan Notes (Cost \$5,875)</b>	<b>5,926</b>	<b>3.43</b>				
<b>Collective Investment Schemes — 1.99% (February 29, 2016: 8.98%)</b>						
35 Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	3,427	1.99				
<b>Total Collective Investment Schemes (Cost \$3,378)</b>	<b>3,427</b>	<b>1.99</b>				
<b>Total Investments Excluding Options (Cost \$149,998)</b>	<b>156,176</b>	<b>90.53</b>				
<b>Options — 0.06% (February 29, 2016: (0.03%))</b>						
<b>Purchased Options — 0.08% (February 29, 2016: 0.06%)</b>						
			– S&P 500 E-mini W3 October 2016 Put 2,060.00, due 10/21/2016	77	0.04	
			– S&P 500 E-mini W3 October 2016 Put 2,075.00, due 10/21/2016	63	0.04	
			1,900 USD Call/JPY Put 110.90, due 9/7/2016	–	–	
				140	0.08	
<b>Written Options — (0.02%) (February 29, 2016: (0.09%))</b>						
			– S&P 500 E-mini W3 October 2016 Put 1,960.00, due 10/21/2016	(16)	(0.01)	
			– S&P 500 E-mini W3 October 2016 Put 1,975.00, due 10/21/2016	(26)	(0.01)	
				(42)	(0.02)	
<b>Total Options (Cost \$197)</b>						<b>98 0.06</b>
<b>Total Investments (Cost \$150,195)</b>						<b>156,274 90.59</b>
<b>Other Assets in Excess of Liabilities (February 29, 2016: 13.67%)</b>						<b>16,247 9.41</b>
<b>Total Net Assets</b>						<b>\$172,521 100.00</b>
– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.						
144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$42,413,000 or 24.60% of net assets.						
* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.						
† Illiquid.						

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Merrill Lynch	Markit CDX.NA.HY.26, 5.000%	Buy	6/20/21	1,320	\$ 59
Merrill Lynch	Markit CDX.NA.IG.26, 1.000%	Buy	6/20/21	14,670	184
					\$ 243
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$–)					243
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(164))					–
Net Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$(164))					\$ 243

## Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Merrill Lynch	Pay Fixed 0.398%, Receive Floating GBP 6M Libor BBA	8/9/18	24,530	\$ 17
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 1.0205%	8/11/18	32,300	(10)
Merrill Lynch	Pay Floating USD 3M Libor BBA, Receive Fixed 1.185%	6/13/21	2,910	(3)
Merrill Lynch	Pay Fixed 1.081%, Receive Floating USD 3M Libor BBA	8/2/21	1,840	12
Merrill Lynch	Pay Fixed 1.084%, Receive Floating USD 3M Libor BBA	8/2/21	1,840	11
Merrill Lynch	Pay Floating NZD 3M BBR FRA, Receive Fixed 2.1025%	8/2/21	2,660	2
Merrill Lynch	Pay Floating NZD 3M BBR FRA, Receive Fixed 2.1275%	8/2/21	2,660	4
Merrill Lynch	Pay Fixed 1.1415%, Receive Floating USD 3M Libor BBA	8/4/21	1,840	6
Merrill Lynch	Pay Fixed 1.1435%, Receive Floating USD 3M Libor BBA	8/4/21	1,840	6
Merrill Lynch	Pay Floating NZD 3M BBR FRA, Receive Fixed 2.105%	8/4/21	2,610	2
Merrill Lynch	Pay Floating NZD 3M BBR FRA, Receive Fixed 2.105%	8/4/21	2,610	2
Merrill Lynch	Pay Fixed 1.6738%, Receive Floating USD 3M Libor BBA	11/30/22	26,784	(635)
Merrill Lynch	Pay Fixed 1.58%, Receive Floating USD 3M Libor BBA	6/13/26	2,920	(35)
				\$ (621)
Unrealised Appreciation of Interest Rate Swaps (February 29, 2016 (000's): \$17)				62
Unrealised Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(575))				(683)
Net Depreciation of Interest Rate Swaps (February 29, 2016 (000's): \$(558))				\$ (621)

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Total Return Swaps

Counterparty	Reference Entity	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/Depreciation on contracts (000's)
Barclays Capital	USD-CPURNSA	4/9/46	2,950	\$ (135)
Merrill Lynch	USD-CPURNSA	3/23/19	13,900	(36)
Merrill Lynch	USD-CPURNSA	4/26/46	1,500	(52)
				\$ (223)
Unrealised Appreciation of Total Return Swaps (February 29, 2016 (000's): \$-)				-
Unrealised Depreciation of Total Return Swaps (February 29, 2016 (000's): \$-)				(223)
Net Depreciation of Total Return Swaps (February 29, 2016 (000's): \$-)				\$ (223)

## Schedule of Swaptions

Counterparty	Description	Effective Date	Notional Amount (in 000's)	Unrealised Appreciation/Depreciation of Contracts (in 000's)
Credit Suisse First Boston	Swaption Payer Strike 0.96%	10/20/16	9,440	\$ (6)
Credit Suisse First Boston	Swaption Payer Strike 1.00%	10/20/16	9,440	21
JPMorgan Chase & Co	Swaption Receiver Strike 1.04%	9/22/16	4,670	(30)
JPMorgan Chase & Co	Swaption Payer Strike 1.00%	10/20/16	8,860	19
JPMorgan Chase & Co	Swaption Payer Strike 0.96%	10/20/16	8,860	(6)
Unrealised Appreciation of Swaptions (February 29, 2016 (000's): \$593)				40
Unrealised Depreciation of Swaptions (February 29, 2016 (000's): \$(535))				(42)
Net Depreciation of Swaptions (February 29, 2016 (000's): \$58)				\$ (2)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/Depreciation of Contracts (000's)
09/14/16	BNY Mellon	Buy GBP 130,040	Sell USD 170,369	\$ 455
10/14/16	Bank Of America	Buy USD 4,373	Sell TWD 141,260	(83)
10/14/16	Bank Of America	Buy EUR 4,658	Sell USD 5,158	48
10/14/16	Barclays Bank	Buy USD 3,307	Sell AUD 4,360	34
10/14/16	Barclays Bank	Buy USD 1,286	Sell EUR 1,160	(11)
10/14/16	Barclays Bank	Buy USD 2,148	Sell GBP 1,630	6
10/14/16	Barclays Bank	Buy USD 1,360	Sell JPY 144,580	(41)
10/14/16	Barclays Bank	Buy USD 1,884	Sell KRW 2,171,400	(61)
10/14/16	Barclays Bank	Buy USD 2,655	Sell NZD 3,740	(54)
10/14/16	Barclays Bank	Buy JPY 445,570	Sell USD 4,439	(124)
10/14/16	Barclays Bank	Buy GBP 2,160	Sell USD 2,821	18
10/14/16	Barclays Bank	Buy SGD 1,690	Sell USD 1,244	(4)
10/14/16	Barclays Bank	Buy RUB 129,280	Sell USD 1,950	6
10/14/16	Barclays Bank	Buy AUD 3,700	Sell USD 2,783	(5)
10/14/16	Barclays Bank	Buy EUR 1,650	Sell USD 1,863	(19)
10/14/16	Barclays Bank	Buy IDR 579,135	Sell USD 44	-
10/14/16	Barclays Bank	Buy NZD 1,650	Sell USD 1,196	(1)
10/14/16	Barclays Bank	Buy NZD 2,090	Sell USD 1,483	31
10/14/16	Citibank	Buy USD 985	Sell BRL 3,350	(38)
10/14/16	Citibank	Buy USD 4,513	Sell CAD 5,962	(35)
10/14/16	Citibank	Buy USD 5,067	Sell EUR 4,573	(44)
10/14/16	Citibank	Buy USD 1,977	Sell GBP 1,520	(21)
10/14/16	Citibank	Buy USD 2,981	Sell JPY 298,890	86
10/14/16	Citibank	Buy USD 1,789	Sell SGD 2,410	20
10/14/16	Citibank	Buy SGD 720	Sell USD 530	(2)
10/14/16	Citibank	Buy CAD 7,900	Sell USD 6,097	(72)
10/14/16	Citibank	Buy INR 240,670	Sell USD 3,515	54
10/14/16	Citibank	Buy GBP 2,873	Sell USD 3,727	50
10/14/16	JP Morgan Chase Bank	Buy USD 2,784	Sell CAD 3,670	(15)
10/14/16	JP Morgan Chase Bank	Buy USD 3,185	Sell JPY 319,190	94
11/10/16	Bank Of America	Buy USD 2,887	Sell GBP 2,160	46
11/10/16	Citibank	Buy USD 486	Sell AUD 643	4
11/10/16	Citibank	Buy USD 776	Sell CAD 1,019	(1)
11/10/16	Citibank	Buy USD 2,804	Sell EUR 2,495	13
11/10/16	Citibank	Buy USD 7,552	Sell GBP 5,650	121
11/10/16	Citibank	Buy GBP 100	Sell USD 131	1
11/15/16	JP Morgan Chase Bank	Buy ARS 14,120	Sell USD 907	(3)
02/15/17	Citibank	Buy ARS 1,880	Sell USD 114	-
02/15/17	Citibank	Buy ARS 9,233	Sell USD 565	(2)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$903)				1,087
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(8,668))				(636)
Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(7,765))				\$ 451

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The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Australia 10 Year Bond September 2016	166	\$ 17,203	\$ 454
Euro-Bund September 2016	(44)	(8,215)	(152)
U.S. 10 Year Note (CBT) December 2016	103	13,485	(47)
U.S. 2 Year Note (CBT) December 2016	2	437	–
U.S. 5 Year Note (CBT) December 2016	153	18,551	(39)
U.S. Long Bond (CBT) December 2016	(63)	(10,733)	2
U.S. Ultra Bond (CBT) December 2016	84	15,747	92
<b>Total Market Value of Futures Contracts</b>			\$ 310
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$317)			548
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(551))			(238)
Net Appreciation of Futures Contracts (February 29, 2016 (000's): \$(234))			\$ 310

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# Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Contracts (000's)		Value (000's) \$	% of Net Asset Value
<b>Certificate of Deposit — 5.88% (February 29, 2016: 0.00%)</b>				<b>Italy — 11.44% (February 29, 2016: 5.06%)</b>				<b>Options — 0.05% (February 29, 2016: 0.03%)</b>			
250 Bank of Nova Scotia, 1.230%, due 2/23/2017		250	1.47	EUR 1,220 Italy Buoni Poliennali Del Tesoro, 1.450%, due 9/15/2022		1,439	8.46	<b>Purchased Options — 0.06% (February 29, 2016: 0.04%)</b>			
250 Canadian Imperial Bank of Commerce, 1.230%, due 2/24/2017		250	1.47	EUR 420 Italy Buoni Poliennali Del Tesoro, 2.000%, due 12/1/2025		507	2.98	– IMM Euro\$ December 2016 Put 99.00, due 12/19/2016		1	0.01
250 Sumitomo Mitsui Bank, 1.250%, due 2/24/2017		250	1.47			1,946	11.44	340 USD Call/JPY Put 105.00, due 2/22/2017		7	0.04
250 Toronto Dominion Bank, 1.210%, due 2/23/2017		250	1.47					513 USD Put/MXN Call 18.0571, due 10/11/2016		2	0.01
<b>Total Certificate of Deposit (Cost \$1,000)</b>		1,000	5.88							10	0.06
<b>Commercial Paper — 1.46% (February 29, 2016: 0.00%)</b>				<b>Mexico — 5.38% (February 29, 2016: 3.24%)</b>				<b>Written Options — (0.01%) (February 29, 2016: (0.01%))</b>			
250 BNP Paribas (New York), 1.250%, due 2/24/2017 **		249	1.46	MXN 9,880 Mexican Bonos, Series M, 7.750%, due 11/13/2042		619	3.64	– U.S. Bond October 2016 Call 174.00, due 9/23/2016		(1)	–
<b>Total Commercial Paper (Cost \$248)</b>		249	1.46	240 Mexico Government International Bond, 5.550%, due 1/21/2045		296	1.74	(340) USD Put/JPY Call 95.00, due 11/24/2016		(1)	(0.01)
<b>Corporate Bonds and Notes — 28.95% (February 29, 2016: 27.40%)</b>						915	5.38			(2)	(0.01)
<b>Colombia — 3.07% (February 29, 2016: 3.11%)</b>				<b>Poland — 5.67% (February 29, 2016: 4.02%)</b>				<b>Total Options (Cost \$6)</b>			
509 Ecopetrol SA, 5.375%, due 6/26/2026		523	3.07	PLN 1,821 Poland Government Bond, Series 0725, 3.250%, due 7/25/2025		487	2.86	<b>Total Investments (Cost \$16,138)</b>			
<b>Germany — 0.70% (February 29, 2016: 1.15%)</b>				PLN 1,910 Poland Government Bond, Series 0726, 2.500%, due 7/25/2026		478	2.81	<b>Other Assets in Excess of Liabilities (February 29, 2016: 6.81%)</b>			
GBP 72 RWE Finance BV, 5.625%, due 12/6/2023		119	0.70			965	5.67	<b>Total Net Assets</b>			
<b>United Kingdom — 7.57% (February 29, 2016: 0.98%)</b>				<b>South Africa — 1.76% (February 29, 2016: 0.00%)</b>				– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.			
GBP 120 AA Bond Co Ltd, 6.269%, due 7/31/2025		204	1.20	ZAR 6,250 South Africa Government Bond, Series R214, 6.500%, due 2/28/2041		300	1.76	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.			
GBP 120 ABP Finance Plc, 6.250%, due 12/14/2026		214	1.26	<b>United States — 34.05% (February 29, 2016: 38.91%)</b>				β The rate of interest on this type of security is tied to the Consumer Price Index (CPI)/Retail Price Index (RPI). The coupon rate is the rate as of August 31, 2016.			
GBP 160 Aviva Plc, 5.125%, due 6/4/2050 *		225	1.32	1,000 United States Treasury Inflation Indexed Bonds, 0.250%, due 1/15/2025 β		1,027	6.04	** Rate reflects yield to maturity as at August 31, 2016.			
GBP 140 BUPA Finance Plc, 5.000%, due 4/25/2023		203	1.19	390 United States Treasury Note/ Bond, 0.750%, due 1/31/2018		390	2.29	BRL – Brazilian Real			
GBP 150 Legal & General Group Plc, 5.375%, due 10/27/2045 *		213	1.25	2,420 United States Treasury Note/ Bond, 1.500%, due 12/31/2018		2,456	14.43	EUR – Euro			
GBP 140 Scottish Widows Ltd, 7.000%, due 6/16/2043		229	1.35	460 United States Treasury Note/ Bond, 1.625%, due 6/30/2020		469	2.76	GBP – British Pound			
		1,288	7.57	140 United States Treasury Note/ Bond, 8.000%, due 11/15/2021		188	1.10	MXN – Mexican Peso			
<b>United States — 17.61% (February 29, 2016: 20.86%)</b>				28 United States Treasury Note/ Bond, 2.000%, due 8/15/2025		29	0.17	PLN – Polish Zloty			
147 AbbVie Inc, 3.600%, due 5/14/2025		155	0.91	993 United States Treasury Note/ Bond, 2.500%, due 2/15/2045		1,049	6.16	ZAR – South Africa Rand			
156 Actavis Funding SCS, 3.800%, due 3/15/2025		165	0.97	70 United States Treasury Note/ Bond, 3.000%, due 11/15/2045		82	0.48				
37 Amgen Inc, 4.400%, due 5/1/2045		40	0.23	100 United States Treasury Note/ Bond, 2.500%, due 5/15/2046		106	0.62				
268 AT&T Inc, 3.400%, due 5/15/2025		276	1.62			5,796	34.05				
341 Bank of America Corp, 4.000%, due 1/22/2025		356	2.09	<b>Total Government Bonds and Notes (Cost \$9,837)</b>				<b>Analysis of Total Assets</b>			
157 Brown-Forman Corp, 4.500%, due 7/15/2045		184	1.08			10,034	58.96	Transferable securities admitted to an official exchange listing or traded on a regulated market		93.75	
160 Chubb INA Holdings Inc, 4.350%, due 11/3/2045		189	1.11	<b>Collective Investment Schemes — 2.08% (February 29, 2016: 9.03%)</b>				Collective investment schemes		2.05	
140 Citigroup Inc, 4.450%, due 9/29/2027		148	0.87	3 Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset India Bond Fund – LM Class US\$ Accumulating		294	1.72	Financial derivative instruments		0.88	
116 Citigroup Inc, 8.125%, due 7/15/2039		183	1.08	61 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)		61	0.36	Other assets		3.32	
343 Goldman Sachs Group Inc/The, 5.150%, due 5/22/2045		378	2.22			355	2.08	<b>Total Assets</b>		100.00	
351 JPMorgan Chase & Co, 4.950%, due 6/1/2045		406	2.39	<b>Total Collective Investment Schemes (Cost \$339)</b>							
152 Reynolds American Inc, 5.850%, due 8/15/2045		198	1.16			16,565	97.33				
294 Wells Fargo & Co, 4.100%, due 6/3/2026		319	1.88	<b>Total Investments Excluding Options (Cost \$16,132)</b>							
		2,997	17.61								
<b>Total Corporate Bonds and Notes (Cost \$4,708)</b>		4,927	28.95								
<b>Government Bonds and Notes — 58.96% (February 29, 2016: 52.68%)</b>											
<b>Brazil — 0.66% (February 29, 2016: 1.45%)</b>											
BRL 121 Brazil Notas do Tesouro Nacional Serie B, Series NTN-B, 6.000%, due 8/15/2050 β		112	0.66								

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# Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD 14	Sell	GBP 11	\$ –
09/14/16	BNY Mellon	Buy	GBP 4,028	Sell	USD 5,277	14
09/14/16	BNY Mellon	Buy	EUR 2,788	Sell	USD 3,097	15
09/14/16	BNY Mellon	Buy	JPY 606,896	Sell	USD 5,950	(81)
09/29/16	Citibank	Buy	USD 80	Sell	BRL 265	(1)
09/29/16	Citibank	Buy	USD 132	Sell	INR 9,020	(2)
09/29/16	Citibank	Buy	USD 398	Sell	KRW 456,555	(12)
09/29/16	Deutsche Bank London	Buy	KRW 60,360	Sell	USD 53	1
11/10/16	Bank Of America	Buy	USD 104	Sell	AUD 137	1
11/10/16	Bank Of America	Buy	USD 2,606	Sell	EUR 2,320	10
11/10/16	Bank Of America	Buy	USD 110	Sell	JPY 11,045	3
11/10/16	Bank Of America	Buy	MXN 513	Sell	USD 27	–
11/10/16	Bank Of America	Buy	CAD 230	Sell	USD 175	–
11/10/16	Barclays Bank	Buy	USD 53	Sell	JPY 5,356	1
11/10/16	Citibank	Buy	USD 76	Sell	AUD 100	1
11/10/16	Citibank	Buy	USD 511	Sell	CNH 3,405	4
11/10/16	Citibank	Buy	USD 753	Sell	EUR 670	3
11/10/16	Citibank	Buy	USD 1,382	Sell	GBP 1,034	22
11/10/16	Citibank	Buy	USD 772	Sell	JPY 77,970	16
11/10/16	Citibank	Buy	USD 134	Sell	PLN 518	2
11/10/16	Citibank	Buy	CAD 210	Sell	USD 160	–
11/10/16	Citibank	Buy	MXN 173	Sell	USD 9	–
11/10/16	Deutsche Bank London	Buy	USD 246	Sell	EUR 220	–
11/10/16	Deutsche Bank London	Buy	USD 117	Sell	JPY 11,783	3
11/10/16	Royal Bank of Canada London	Buy	USD 162	Sell	PLN 625	2
11/10/16	UBS	Buy	USD 6	Sell	GBP 5	–
11/10/16	UBS	Buy	USD 199	Sell	MXN 3,806	(2)
11/10/16	UBS	Buy	EUR 605	Sell	USD 678	(1)
11/10/16	UBS	Buy	JPY 56,805	Sell	USD 564	(13)
11/10/16	UBS	Buy	MXN 1,570	Sell	USD 84	(1)
11/10/16	UBS	Buy	GBP 44	Sell	USD 59	(1)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$45)						98
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(106))						(114)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(61))</b>						<b>\$ (16)</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bobl September 2016	(5)	\$ (745)	\$ (6)
Euro-BTP September 2016	3	487	15
Euro-Bund September 2016	(34)	(6,348)	(104)
Japan 10 Year Bond (OSE) September 2016	(1)	(1,464)	19
Long Gilt December 2016	(7)	(1,209)	(4)
U.S. 10 Year Note (CBT) December 2016	(35)	(4,582)	10
U.S. 5 Year Note (CBT) December 2016	21	2,547	(5)
U.S. Long Bond (CBT) December 2016	(10)	(1,704)	(6)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (81)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$5)			44
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(32))			(125)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(27))			<b>\$ (81)</b>

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# Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value		
<b>Asset-Backed Securities — 20.43% (February 29, 2016: 14.03%)</b>				856	First Horizon ABS Trust 2006 – HE1, Series 2006 HE1, Class A, 0.684%, due 10/25/2034 *	787	0.22	337	Renaissance Home Equity Loan Trust 2003-1, Series 2003 1, Class A, 1.384%, due 6/25/2033 *	321	0.09		
5,000	Aames Mortgage Investment Trust 2005-1, Series 2005 1, Class M6, 1.793%, due 6/25/2035 *	3,461	0.98	4,500	GSAMP Trust 2005-WMC3, Series 2005 WMC3, Class A2C, 0.854%, due 12/25/2035 *	3,074	0.87	1,300	Renaissance Home Equity Loan Trust 2005-3, Series 2005 3, Class AV3, 0.904%, due 11/25/2035 *	1,065	0.30		
2,850	Accredited Mortgage Loan Trust 2005-2, Series 2005 2, Class M6, 1.204%, due 7/25/2035 *	2,076	0.59	19,001	HERO Funding Trust 2016-1, Series 2016 1A, Class R, 144A, 0.000%, due 9/20/2041 †	3,012	0.85	2,765	Renaissance Home Equity Loan Trust 2006-1, Series 2006 1, Class AV3, 0.824%, due 5/25/2036 *	1,522	0.43		
4,865	ACE Securities Corp Home Equity Loan Trust Series 2005-HE3, Series 2005 HE3, Class M4, 1.469%, due 5/25/2035 *	3,388	0.96	5,000	Home Equity Asset Trust 2005-7, Series 2005 7, Class M2, 0.994%, due 1/25/2036 *	3,547	1.00	9	Southern Pacific Secured Asset Corp, Series 1998 1, Class A7, 6.510%, due 12/25/2027 *	9	–		
733	ACE Securities Corp Home Equity Loan Trust Series 2005-RM1, Series 2005 RM1, Class M4, 1.544%, due 3/25/2035 *	543	0.15	448	Home Equity Mortgage Loan Asset-Backed Notes Series 2006-H1, Series 2006 H1, Class A, 0.694%, due 4/25/2036 *	320	0.09	3,423	Structured Asset Securities Corp Trust 2005-SC1, Series 2005 SC1, Class 1A1, 144A, 0.794%, due 5/25/2031 *	1,910	0.54		
5,325	Aegis Asset Backed Securities Trust 2005-1, Series 2005 1, Class M5, 1.238%, due 3/25/2035 *	3,411	0.96	107	Home Equity Mortgage Loan Asset-Backed Trust Series SPMD 2001-A, Series 2001 A, Class AV, 1.044%, due 3/25/2031 *	96	0.03	4,931	Terwin Mortgage Trust 2006-5, Series 2006 5, Class 1A2C, 144A, 0.824%, due 7/25/2037 *	2,894	0.82		
197	AFC Trust Series 2000-2, Series 2000 2, Class 1A, 1.314%, due 6/25/2030 *	178	0.05	100	Long Beach Mortgage Loan Trust 2002-2, Series 2002 2, Class M2, 2.324%, due 7/25/2032 *	91	0.03	<b>Total Asset-Backed Securities (Cost \$70,812)</b>				72,346	20.43
64	AFC Trust Series 2000-3, Series 2000 3, Class 1A, 144A, 1.274%, due 10/25/2030 *	55	0.02	301	Mastr Specialized Loan Trust, Series 2006 2, Class A, 144A, 0.784%, due 2/25/2036 *	263	0.07	<b>Mortgage-Backed Securities — 70.69% (February 29, 2016: 75.36%)</b>					
6,000	Ameritrust Mortgage Securities Inc Asset-Backed Pass-Through Cdfs Ser 2005-R10, Series 2005 R10, Class M5, 1.154%, due 1/25/2036 *	3,707	1.05	9	Morgan Stanley ABS Capital I Inc Trust Series 2003-SD1, Series 2003 SD1, Class A1, 1.524%, due 3/25/2033 *	9	–	1,711	Alternative Loan Trust 2005-14, Series 2005 14, Class 2A1, 0.734%, due 5/25/2035 *	1,329	0.38		
310	Asset Backed Securities Corp Home Equity Loan Trust Series 2003-HE6, Series 2003 HE6, Class M2, 2.999%, due 11/25/2033 *	291	0.08	1,833	Morgan Stanley Mortgage Loan Trust 2006-13ARX, Series 2006 13AX, Class A1, 0.614%, due 10/25/2036 *	768	0.22	3,186	Alternative Loan Trust 2005-44, Series 2005 44, Class 1A1, 0.854%, due 10/25/2035 *	2,372	0.67		
392	Bear Stearns Asset Backed Securities I Trust 2005-CL1, Series 2005 CL1, Class A1, 0.875%, due 9/25/2034 *	358	0.10	2,910	Nationstar HECM Loan Trust 2016-3, Series 2016 3A, Class M2, 144A, 5.682%, due 8/25/2026	2,910	0.82	1,133	Alternative Loan Trust 2005-56, Series 2005 56, Class 4A1, 0.798%, due 11/25/2035 *	927	0.26		
37	Chase Funding Trust Series 2002-4, Series 2002 4, Class 2A1, 1.264%, due 10/25/2032 *	34	0.01	159	New Century Home Equity Loan Trust, Series 2003 A, Class M1, 144A, 1.613%, due 10/25/2033 *	152	0.04	1,283	Alternative Loan Trust 2005-59, Series 2005 59, Class 1A1, 0.842%, due 11/20/2035 *	1,061	0.30		
248	Countrywide Asset-Backed Certificates, Series 2003 BC5, Class 2A2, 1.224%, due 12/25/2033 *	232	0.07	6,746	Option One Mortgage Loan Trust 2005-3, Series 2005 3, Class M4, 1.144%, due 8/25/2035 *	2,995	0.85	6,105	Alternative Loan Trust 2005-76, Series 2005 76, Class 2A1, 1.489%, due 2/25/2036 *	5,363	1.51		
2,313	Countrywide Asset-Backed Certificates, Series 2007 SD1, Class A1, 144A, 0.974%, due 3/25/2047 *	1,277	0.36	5,070	Option One Mortgage Loan Trust 2005-4 Asset-Backed Certificates Series 2005-4, Series 2005 4, Class M3, 1.014%, due 11/25/2035 *	2,690	0.76	1,678	Alternative Loan Trust 2006-19CB, Series 2006 19CB, Class A20, 34.054%, due 8/25/2036 *	3,159	0.89		
2,399	CWABS Revolving Home Equity Loan Trust Series 2004-I, Series 2004 I, Class A, 0.798%, due 2/15/2034 *	2,209	0.62	1,010	PURCHASING POWER FUNDING 2015-A LLC, Series 2015 A, Class A2, 144A, 4.750%, due 12/15/2019	1,012	0.29	9,041	Alternative Loan Trust 2006-28CB, Series 2006 28CB, Class A12, 5.376%, due 10/25/2036 *	2,227	0.63		
146	CWABS Revolving Home Equity Loan Trust Series 2004-J, Series 2004 J, Class 2A, 0.798%, due 12/15/2033 *	135	0.04	241	RAMP Series 2003-RS3 Trust, Series 2003 RS3, Class All, 1.244%, due 4/25/2033 *	214	0.06	809	Alternative Loan Trust 2006-OA11, Series 2006 OA11, Class A2, 0.704%, due 9/25/2046 *	612	0.17		
74	EMC Mortgage Loan Trust 2002-A, Series 2002 AA, Class A1, 144A, 1.464%, due 5/25/2039 *	70	0.02	54	RAMP Series 2004-SL3 Trust, Series 2004 SL3, Class A4, 8.500%, due 12/25/2031	44	0.01	2,168	Alternative Loan Trust 2007-23CB, Series 2007 23CB, Class A8, 26.302%, due 9/25/2037 *	3,494	0.99		
5,905	Encore Credit Receivables Trust 2005-4, Series 2005 4, Class M5, 1.174%, due 1/25/2036 *	3,694	1.04	5,000	RAMP Series 2005-EFC3 Trust, Series 2005 EFC3, Class M7, 1.644%, due 8/25/2035 *	3,169	0.89	14,861	Alternative Loan Trust 2007-5CB, Series 2007 5CB, Class 1A20, 4.936%, due 4/25/2037 *	3,020	0.85		
4,869	Fieldstone Mortgage Investment Trust Series 2005-2, Series 2005 2, Class M3, 1.304%, due 12/25/2035 *	2,666	0.75	5,200	RAMP Series 2005-RS6 Trust, Series 2005 RS6, Class M6, 1.649%, due 6/25/2035 *	3,573	1.01	2,460	BAMLL-DB Trust, Series 2012 OSI, Class D, 144A, 6.786%, due 4/13/2029	2,511	0.71		
17	First Franklin Mortgage Loan Trust 2002-FF1, Series 2002 FF1, Class 1A2, 1.619%, due 4/25/2032 *	15	–	4,698	RAMP Series 2006-EFC1 Trust, Series 2006 EFC1, Class M3, 0.954%, due 2/25/2036 *	3,207	0.91	480	Banc of America Commercial Mortgage Trust 2007-2, Series 2007 2, Class AJ, 5.801%, due 4/10/2049 *	438	0.12		
15	First Franklin Mortgage Loan Trust 2002-FF4, Series 2002 FF4, Class 2A2, 1.619%, due 2/25/2033 *	14	–	3,410	RAMP Series 2006-RZ4 Trust, Series 2006 RZ4, Class M1, 0.874%, due 10/25/2036 *	2,216	0.63	4,020	Banc of America Funding 2015-R4 Trust, Series 2015 R4, Class 4A2, 144A, 4.500%, due 1/1/2030 *	3,979	1.12		
				26	RASC Series 2001-KS2 Trust, Series 2001 KS2, Class All, 0.984%, due 6/25/2031 *	24	0.01	6,094	Banc of America Funding Corp, Series 2015 R3, Class 1A2, 144A, 0.678%, due 3/27/2036 *	3,508	0.99		
				3,900	RASC Series 2006-KS2 Trust, Series 2006 KS2, Class M3, 0.934%, due 3/25/2036 *	2,638	0.74	1,960	BBCCRE Trust 2015-GTP, Series 2015 GTP, Class D, 144A, 4.715%, due 8/10/2033 *	2,020	0.57		

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# Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>				3,690	Fannie Mae Connecticut Avenue Securities, Series 2014 C03, Class 1M2, 3.524%, due 7/25/2024 *	3,676	1.04	7,532	Government National Mortgage Association, Series 2014 47, Class IA, 1.072%, due 2/16/2048 *	381	0.11
1,000	BBCRE Trust 2015-GTP, Series 2015 GTP, Class E, 144A, 4.715%, due 8/10/2033 *	975	0.27	2,860	Fannie Mae Connecticut Avenue Securities, Series 2014 C04, Class 2M2, 5.524%, due 11/25/2024 *	3,035	0.86	71,917	Government National Mortgage Association, Series 2011 95, Class IO, 0.484%, due 4/16/2051 *	1,258	0.36
4,024	BCAP LLC Trust 2007-AA3, Series 2007 AA3, Class 1A2, 0.794%, due 4/25/2037 *	3,370	0.95	2,480	Fannie Mae Connecticut Avenue Securities, Series 2016 C01, Class 1M2, 7.274%, due 8/25/2028 *	2,801	0.79	18,558	Government National Mortgage Association, Series 2010 13, Class IO, 0.007%, due 11/16/2051 *	171	0.05
2,510	Bellemeade Re II Ltd, Series 2016 1A, Class M2B, 144A, 7.024%, due 4/25/2026 *	2,510	0.71	3,300	Fannie Mae Connecticut Avenue Securities, Series 2016 C01, Class 1B, 12.274%, due 8/25/2028 *	3,756	1.06	4,908	Government National Mortgage Association, Series 2010 102, Class IO, 0.454%, due 6/16/2052 *	82	0.02
1,550	Chevy Chase Funding LLC Mortgage-Backed Certificates Series 2005-1, Series 2005 1A, Class A2, 144A, 0.724%, due 1/25/2036 *	1,312	0.37	3,000	Fannie Mae Connecticut Avenue Securities, Series 2016 C02, Class 1B, 12.774%, due 9/25/2028 *	3,495	0.99	26,145	Government National Mortgage Association, Series 2012 114, Class IO, 0.878%, due 1/16/2053 *	1,692	0.48
1,290	CHL Mortgage Pass-Through Trust 2004-25, Series 2004 25, Class 2A1, 1.204%, due 2/25/2035 *	1,132	0.32	2,960	Fannie Mae Connecticut Avenue Securities, Series 2016 C03, Class 1B, 12.274%, due 10/25/2028 *	3,371	0.95	17,464	Government National Mortgage Association, Series 2014 16, Class IO, 0.909%, due 6/16/2055 *	861	0.24
886	CHL Mortgage Pass-Through Trust 2005-11, Series 2005 11, Class 6A1, 1.124%, due 3/25/2035 *	792	0.22	13,000	Fannie Mae Connecticut Avenue Securities, Series 2016 C04, Class 1M2, 4.774%, due 1/25/2029 *	13,267	3.75	20,550	Government National Mortgage Association, Series 2014 50, Class IO, 0.948%, due 9/16/2055 *	1,253	0.35
1,360	CHL Mortgage Pass-Through Trust 2005-11, Series 2005 11, Class 3A3, 2.425%, due 4/25/2035 *	925	0.26	4,775	Fannie Mae Connecticut Avenue Securities, Series 2016 C04, Class 1B, 10.774%, due 1/25/2029 *	4,995	1.41	7,070	Government National Mortgage Association, Series 2016 110, Class IO, 1.070%, due 5/16/2058 *	607	0.17
5,234	CHL Mortgage Pass-Through Trust 2005-3, Series 2005 3, Class 1A2, 0.814%, due 4/25/2035 *	4,486	1.27	39,747	FHLMC Multifamily Structured Pass Through Certificates KAIV, Class X1, 1.328%, due 6/25/2021 *	1,952	0.55	970	GS Mortgage Securities Corp Trust 2016-ICE2, Series 2016 ICE2, Class E, 144A, 9.008%, due 2/15/2033 *	970	0.27
2,903	Citigroup Commercial Mortgage Trust 2015-GC29, Series 2015 GC29, Class D, 144A, 3.110%, due 4/10/2048	2,034	0.57	6,605	FHLMC Multifamily Structured Pass Through Certificates K038, Class X3, 2.569%, due 6/25/2042 *	981	0.28	8,620	GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AJ, 5.988%, due 8/10/2045 *	3,601	1.02
1,158	Citigroup Mortgage Loan Trust 2008-3, Series 2008 3, Class A3, 144A, 6.100%, due 4/25/2037	408	0.12	19,370	FHLMC Multifamily Structured Pass Through Certificates K052, Class X3, 1.667%, due 1/25/2044 *	2,089	0.59	1,605	GSMPs Mortgage Loan Trust 2005-RP2, Series 2005 RP2, Class 1AF, 144A, 0.874%, due 3/25/2035 *	1,381	0.39
1,580	COMM 2013-LC13 Mortgage Trust, Series 2013 LC13, Class E, 144A, 3.719%, due 8/10/2046 *	1,118	0.32	58	First Republic Mortgage Loan Trust 2002-FRB2, Series 2002 FRB2, Class A2, 1.308%, due 11/15/2032 *	54	0.01	355	HarborView Mortgage Loan Trust 2004-11, Series 2004 11, Class 3A3, 1.274%, due 1/19/2035 *	272	0.08
1,820	COMM 2014-CCRE16 Mortgage Trust, Series 2014 CR16, Class E, 144A, 3.220%, due 4/10/2047	1,173	0.33	3,580	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2014 HQ1, Class IM3, 4.624%, due 8/25/2024 *	3,716	1.05	215	HarborView Mortgage Loan Trust 2005-1, Series 2005 1, Class 2A1A, 1.054%, due 3/19/2035 *	187	0.05
950	COMM 2014-CCRE18 Mortgage Trust, Series 2014 CR18, Class D, 144A, 4.895%, due 7/15/2047 *	775	0.22	5,000	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA1, Class B, 10.488%, due 7/25/2028 *	5,121	1.45	750	HarborView Mortgage Loan Trust 2005-10, Series 2005 10, Class 2A1A, 0.824%, due 11/19/2035 *	613	0.17
1,908	Comm 2014-UBS2 Mortgage Trust, Series 2014 UBS2, Class E, 144A, 5.182%, due 3/10/2047 *	1,403	0.40	10,910	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA2, Class IM3, 5.174%, due 10/25/2028 *	11,361	3.21	1,539	HarborView Mortgage Loan Trust 2005-2, Series 2005 2, Class 2A1A, 0.734%, due 5/19/2035 *	1,278	0.36
240	COMM 2015-CCRE25 Mortgage Trust, Series 2015 CR25, Class D, 3.948%, due 8/10/2048 *	183	0.05	1,840	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA2, Class B, 11.024%, due 10/25/2028 *	1,943	0.55	955	HarborView Mortgage Loan Trust 2005-3, Series 2005 3, Class 2A1A, 0.754%, due 6/19/2035 *	845	0.24
6,860	COMM 2015-PC1 Mortgage Trust, Series 2015 PC1, Class D, 4.591%, due 7/10/2050 *	5,297	1.50	2,580	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA3, Class B, 11.774%, due 12/25/2028 *	2,823	0.80	1,344	HarborView Mortgage Loan Trust 2006-10, Series 2006 10, Class 2A1A, 0.694%, due 11/19/2036 *	1,109	0.31
1,420	Credit Suisse Commercial Mortgage Trust Series 2006-C5, Series 2006 C5, Class AJ, 5.373%, due 12/15/2039	1,217	0.34	6,300	GE Commercial Mortgage Corp Series 2007-C1 Trust, Series 2007 C1, Class AJ, 5.677%, due 12/10/2049 *	4,016	1.13	6,376	HarborView Mortgage Loan Trust 2007-7, Series 2007 7, Class 2A1B, 1.524%, due 10/25/2037 *	4,182	1.18
1,380	Credit Suisse Commercial Mortgage Trust Series 2007-C5, Series 2007 C5, Class AM, 5.869%, due 9/15/2040 *	1,261	0.36	28,655	Government National Mortgage Association, Series 2013 163, Class IO, 1.173%, due 2/16/2046 *	1,868	0.53	1,457	HomeBanc Mortgage Trust 2007-1, Series 2007 1, Class 2A, 0.824%, due 5/25/2037 *	1,294	0.37
2,020	CSAIL 2015-C4 Commercial Mortgage Trust, Series 2015 C4, Class D, 3.738%, due 11/15/2048 *	1,649	0.47	23,369	Government National Mortgage Association, Series 2011 127, Class IO, 1.051%, due 3/16/2047 *	848	0.24	449	IndyMac INDX Mortgage Loan Trust 2004-AR7, Series 2004 AR7, Class A2, 1.384%, due 9/25/2034 *	407	0.11
13,253	CSMC Mortgage-Backed Trust 2006-7, Series 2006 7, Class 11A2, 5.976%, due 8/25/2036 **	3,559	1.00					1,679	IndyMac INDX Mortgage Loan Trust 2005-AR13, Series 2005 AR13, Class 1A1, 3.006%, due 8/25/2035 *	1,258	0.35
5,800	CSMC Series 2015-12R, Series 2015 12R, Class 2A2, 144A, 0.988%, due 11/30/2037 *	3,480	0.98								

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# Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
Mortgage-Backed Securities — (continued)				3,840	ML-CFC Commercial Mortgage Trust 2007-5, Series 2007 5, Class AJ, 5.450%, due 8/12/2048 *	3,117	0.88	1,570	Wells Fargo Commercial Mortgage Trust 2015-SG1, Series 2015 SG1, Class D, 4.620%, due 12/15/2047 *	1,291	0.36
406	IndyMac INDX Mortgage Loan Trust 2005-AR4, Series 2005 AR4, Class 2A1A, 0.804%, due 3/25/2035 *	353	0.10	1,730	ML-CFC Commercial Mortgage Trust 2007-5, Series 2007 5, Class AJFL, 144A, 5.450%, due 8/12/2048 *	1,405	0.40	4,840	WFRBS Commercial Mortgage Trust 2014-C21, Series 2014 C21, Class D, 144A, 3.497%, due 8/15/2047	3,595	1.01
7,906	IndyMac INDX Mortgage Loan Trust 2006-AR21, Series 2006 AR21, Class A1, 0.644%, due 8/25/2036 *	6,308	1.78	3,040	Morgan Stanley Bank of America Merrill Lynch Trust 2014-C14, Series 2014 C14, Class F, 144A, 3.710%, due 2/15/2047	1,758	0.50	6,260	WFRBS Commercial Mortgage Trust 2014-C22, Series 2014 C22, Class D, 144A, 4.056%, due 9/15/2057 *	4,858	1.37
4,550	JP Morgan Chase Commercial Mortgage Securities Trust 2006-LDP9, Series 2006 LDP9, Class AJ, 5.411%, due 5/15/2047	3,458	0.98	1,850	Morgan Stanley Bank of America Merrill Lynch Trust 2015-C20, Series 2015 C20, Class D, 144A, 3.071%, due 2/15/2048	1,320	0.37	2,260	WFRBS Commercial Mortgage Trust 2014-C24, Series 2014 C24, Class D, 144A, 3.692%, due 11/15/2047	1,685	0.48
350	JP Morgan Chase Commercial Mortgage Securities Trust 2007-CIBC18, Series 2007 CB18, Class AJ, 5.502%, due 6/12/2047 *	309	0.09	1,620	Morgan Stanley Bank of America Merrill Lynch Trust 2015-C22, Series 2015 C22, Class D, 144A, 4.384%, due 4/15/2048 *	1,325	0.37	Total Mortgage-Backed Securities (Cost \$249,586)250,35270.69			
1,500	JP Morgan Chase Commercial Mortgage Securities Trust 2007-CIBC19, Series 2007 CB19, Class AJ, 5.882%, due 2/12/2049 *	1,212	0.34	1,910	Morgan Stanley Resecuritization Trust 2015-R4, Series 2015 R4, Class 1A2, 144A, 0.738%, due 8/26/2047 *	1,444	0.41	Collective Investment Schemes — 7.36% (February 29, 2016: 9.02%)			
4,600	JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP10, Series 2007 LDPX, Class AJFX, 144A, 5.438%, due 1/15/2049	2,010	0.57	6,030	Morgan Stanley Resecuritization Trust 2015-R4, Series 2015 R4, Class 1B, 144A, 0.738%, due 8/26/2047 *	2,494	0.70	26,064	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	26,064	7.36
4,600	JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP10, Series 2007 LDPX, Class AJ, 5.503%, due 1/15/2049 *	2,009	0.57	3,800	Prime Mortgage Trust 2006-DR1, Series 2006 DR1, Class 2A1, 144A, 5.500%, due 5/25/2035	3,531	1.00	Total Collective Investment Schemes (Cost \$26,064)26,0647.36			
1,000	JP Morgan Chase Commercial Mortgage Securities Trust 2007-LDP11, Series 2007 LD11, Class AM, 5.927%, due 6/15/2049 *	1,004	0.28	1,221	RALI Series 2006-QA2 Trust, Series 2006 QA2, Class 1A1, 0.774%, due 2/25/2036 *	824	0.23	Total Investments (Cost \$346,462)348,76298.48			
830	JP Morgan Chase Commercial Mortgage Securities Trust 2012-C8, Series 2012 C8, Class E, 144A, 4.813%, due 10/15/2045 *	762	0.21	6,148	RBSP Resecuritization Trust 2013-4, Series 2013 4, Class 1A2, 144A, 1.946%, due 12/26/2037 *	3,385	0.96	Other Assets in Excess of Liabilities (February 29, 2016: 1.23%)5,3731.52			
1,500	JP Morgan Chase Commercial Mortgage Securities Trust 2015-MAR7, Series 2015 MAR7, Class E, 144A, 5.962%, due 6/5/2032	1,456	0.41	2,365	Residential Asset Securitization Trust 2007-A1, Series 2007 A1, Class A6, 6.532%, due 3/25/2037 *†	669	0.19	Total Net Assets\$354,135100.00			
4,170	JPMBB Commercial Mortgage Securities Trust 2013-C17, Series 2013 C17, Class E, 144A, 3.867%, due 1/15/2047 *	2,817	0.80	160	Structured Asset Mortgage Investments II Trust 2006-AR6, Series 2006 AR6, Class 1A1, 0.704%, due 7/25/2046 *	126	0.04	–	Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.		
1,920	JPMBB Commercial Mortgage Securities Trust 2015-C31, Series 2015 C31, Class D, 4.272%, due 8/15/2048 *	1,435	0.40	GBP 1,000	Towd Point Mortgage Funding 2016-Granite1 Plc, Series 2016 GR1A, Class E, 144A, 3.523%, due 7/20/2046 *	1,260	0.36	144A	Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$89,112,000 or 25.17% of net assets.		
4,533	Lehman Mortgage Trust 2006-7, Series 2006 7, Class 2A5, 6.026%, due 11/25/2036 *†	1,285	0.36	GBP 4,000	Towd Point Mortgage Funding 2016-Granite1 Plc, Series 2016 GR1A, Class F, 144A, 3.523%, due 7/20/2046 *	4,964	1.40	*	Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.		
67	MASTR Adjustable Rate Mortgages Trust 2004-15, Series 2004 15, Class 6A1, 0.854%, due 12/25/2034 *	57	0.02	4,570	Wachovia Bank Commercial Mortgage Trust Series 2004-C11, Series 2004 C11, Class F, 144A, 5.934%, due 1/15/2041 *	4,698	1.33	†	Illiquid.		
795	MASTR Adjustable Rate Mortgages Trust 2004-15, Series 2004 15, Class 1A1, 3.472%, due 12/25/2034 *	761	0.21	813	WaMu Mortgage Pass-Through Certificates Series 2005-AR13 Trust, Series 2005 AR13, Class A1B3, 0.884%, due 10/25/2045 *	704	0.20	ABBREVIATIONS:			
4,223	MASTR Adjustable Rate Mortgages Trust 2006-OA2, Series 2006 OA2, Class 1A1, 1.289%, due 12/25/2046 *	3,068	0.87	4,393	WaMu Mortgage Pass-Through Certificates Series 2005-AR15 Trust, Series 2005 AR15, Class A1C3, 1.004%, due 11/25/2045 *	2,356	0.66	GBP	– British Pound		
1,576	MASTR Reperforming Loan Trust 2005-2, Series 2005 2, Class 1A1F, 144A, 0.874%, due 5/25/2035 *	1,233	0.35	57	Washington Mutual MSC Mortgage Pass-Through Certificates Series 2005-RA1 Trust, Series 2005 RA1, Class 3A, 2.712%, due 1/25/2035 *	57	0.02	Analysis of Total Assets			
								Transferable securities admitted to an official exchange listing or traded on a regulated market90.61			
								Collective investment schemes7.32			
								Financial derivative instruments0.02			
								Other assets2.05			
								Total Assets100.00			

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The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Total Return Swaps

Counterparty	Reference Entity	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/Depreciation on Contracts (000's)
Credit Suisse First Boston	EUR-Euribor-Reuters	4/21/20	38,396	\$ (1,635)
				\$ (1,635)
Unrealised Appreciation of Total Return Swaps (February 29, 2016 (000's): (\$-))				–
Unrealised Depreciation of Total Return Swaps (February 29, 2016 (000's): \$(591))				(1,635)
Net Depreciation of Total Return Swaps (February 29, 2016 (000's): \$(591))				\$ (1,635)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/Depreciation of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR	364	Sell	USD	404	\$ 2
10/14/16	Citibank	Buy	USD	6,198	Sell	GBP	4,670	60
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$-)								62
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$-)								–
Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$-)								\$ 62

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/Depreciation of Contracts (000's)
U.S. 10 Year Note (CBT) December 2016	22	\$ 2,880	\$ (10)
U.S. 5 Year Note (CBT) December 2016	(15)	(1,819)	4
U.S. Long Bond (CBT) December 2016	(11)	(1,874)	(6)
Total Market Value of Futures Contracts			\$ (12)
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$8)			4
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(3))			(16)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$5)			\$ (12)

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# Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — 100.43% (February 29, 2016: 102.82%)</b>								
2,592 Fannie Mae Interest Strip 407, Class C10, 5.000%, due 1/25/2038	431	0.05	97 Fannie Mae Pool '735578', 5.000%, due 6/1/2035	108	0.01	232 Fannie Mae Pool 'AA8438', 4.500%, due 6/1/2039	256	0.03
1,349 Fannie Mae Interest Strip 407, Class 9, 5.000%, due 2/25/2041 *	212	0.03	57 Fannie Mae Pool '745248', 7.500%, due 8/1/2034	69	0.01	311 Fannie Mae Pool 'AB0129', 5.000%, due 4/1/2035	346	0.04
2,089 Fannie Mae Interest Strip 409, Class C13, 3.500%, due 11/25/2041	290	0.04	2,044 Fannie Mae Pool '745580', 5.000%, due 6/1/2036	2,269	0.29	2,272 Fannie Mae Pool 'AB0131', 5.000%, due 12/1/2038	2,526	0.32
25,800 Fannie Mae Pool, 30 year, TBA, 3.500% ±	27,156	3.41	411 Fannie Mae Pool '745802', 6.000%, due 7/1/2036	484	0.06	55 Fannie Mae Pool 'AB2725', 5.500%, due 4/1/2041	62	0.01
20,000 Fannie Mae Pool, 15 year, TBA, 2.500% ±	20,666	2.59	42 Fannie Mae Pool '745959', 5.500%, due 11/1/2036	48	0.01	60 Fannie Mae Pool 'AB2817', 5.000%, due 4/1/2041	66	0.01
30,000 Fannie Mae Pool, 30 year, TBA, 3.000% ±	31,069	3.90	625 Fannie Mae Pool '836390', 5.000%, due 10/1/2035	693	0.09	3,537 Fannie Mae Pool 'AB3882', 4.500%, due 11/1/2041	3,882	0.49
2 Fannie Mae Pool '252875', 8.000%, due 11/1/2029	2	—	2,252 Fannie Mae Pool '836398', 2.403%, due 10/1/2035 *	2,346	0.29	2,011 Fannie Mae Pool 'AB5692', 4.000%, due 6/1/2042	2,177	0.27
1 Fannie Mae Pool '253184', 8.000%, due 4/1/2030	1	—	85 Fannie Mae Pool '836464', 2.534%, due 10/1/2035 *	89	0.01	2,798 Fannie Mae Pool 'AB7453', 2.500%, due 1/1/2038	2,905	0.36
1 Fannie Mae Pool '253399', 8.500%, due 8/1/2030	1	—	53 Fannie Mae Pool '836852', 2.429%, due 10/1/2035 *	56	0.01	165 Fannie Mae Pool 'AB7668', 3.000%, due 1/1/2043	171	0.02
— Fannie Mae Pool '253438', 8.500%, due 9/1/2030	—	—	95 Fannie Mae Pool '838559', 2.735%, due 10/1/2035 *	101	0.01	1,036 Fannie Mae Pool 'AB8144', 5.000%, due 4/1/2037	1,147	0.14
1 Fannie Mae Pool '253598', 8.500%, due 12/1/2030	2	—	53 Fannie Mae Pool '843823', 2.466%, due 11/1/2035 *	56	0.01	772 Fannie Mae Pool 'AB9107', 3.500%, due 4/1/2033	824	0.10
360 Fannie Mae Pool '254793', 5.000%, due 7/1/2033	401	0.05	732 Fannie Mae Pool '843997', 2.479%, due 11/1/2035 *	765	0.10	138 Fannie Mae Pool 'AC2389', 5.000%, due 2/1/2037	153	0.02
— Fannie Mae Pool '303157', 10.000%, due 5/1/2022	—	—	530 Fannie Mae Pool '844052', 2.482%, due 11/1/2035 *	552	0.07	895 Fannie Mae Pool 'AC7286', 2.622%, due 12/1/2039 *	947	0.12
2 Fannie Mae Pool '411186', 10.000%, due 1/1/2020	2	—	583 Fannie Mae Pool '844148', 2.496%, due 11/1/2035 *	609	0.08	28 Fannie Mae Pool 'AC7479', 5.500%, due 3/1/2040	32	—
1 Fannie Mae Pool '426874', 10.000%, due 11/1/2024	1	—	537 Fannie Mae Pool '844237', 2.467%, due 11/1/2035 *	563	0.07	4,406 Fannie Mae Pool 'AD1645', 5.000%, due 3/1/2040	4,904	0.62
2 Fannie Mae Pool '495792', 8.500%, due 5/1/2030	2	—	583 Fannie Mae Pool '844789', 2.422%, due 11/1/2035 *	608	0.08	280 Fannie Mae Pool 'AD2963', 5.000%, due 4/1/2040	313	0.04
— Fannie Mae Pool '525734', 8.000%, due 4/1/2030	—	—	296 Fannie Mae Pool '865524', 2.618%, due 2/1/2036 *	310	0.04	101 Fannie Mae Pool 'AD3336', 5.500%, due 4/1/2040	115	0.01
1 Fannie Mae Pool '535270', 8.500%, due 4/1/2030	1	—	187 Fannie Mae Pool '865915', 2.582%, due 3/1/2036 *	194	0.02	98 Fannie Mae Pool 'AD3515', 5.500%, due 4/1/2040	110	0.01
40 Fannie Mae Pool '535299', 7.500%, due 5/1/2030	48	0.01	319 Fannie Mae Pool '886952', 2.882%, due 6/1/2036 *	335	0.04	51 Fannie Mae Pool 'AD3796', 5.000%, due 4/1/2040	57	0.01
3 Fannie Mae Pool '535332', 8.500%, due 4/1/2030	4	—	630 Fannie Mae Pool '888218', 5.000%, due 3/1/2037	697	0.09	24 Fannie Mae Pool 'AD4567', 5.500%, due 4/1/2040	28	—
1 Fannie Mae Pool '535351', 8.000%, due 6/1/2030	1	—	24 Fannie Mae Pool '888547', 2.840%, due 6/1/2037 *	25	—	14 Fannie Mae Pool 'AD4598', 5.500%, due 5/1/2040	15	—
— Fannie Mae Pool '535435', 8.500%, due 8/1/2030	—	—	1,730 Fannie Mae Pool '888603', 2.800%, due 7/1/2037 *	1,822	0.23	14 Fannie Mae Pool 'AD4614', 5.500%, due 6/1/2040	15	—
5 Fannie Mae Pool '535608', 9.500%, due 4/1/2030	5	—	45 Fannie Mae Pool '889117', 5.000%, due 10/1/2035	51	0.01	326 Fannie Mae Pool 'AD4898', 5.000%, due 5/1/2040	361	0.05
16 Fannie Mae Pool '535996', 7.500%, due 6/1/2031	19	—	1,763 Fannie Mae Pool '890345', 5.000%, due 6/1/2041	1,955	0.25	83 Fannie Mae Pool 'AD7000', 5.500%, due 7/1/2040	94	0.01
1 Fannie Mae Pool '537715', 8.500%, due 9/1/2030	1	—	2,554 Fannie Mae Pool '890604', 4.500%, due 10/1/2044	2,836	0.36	30 Fannie Mae Pool 'AD8281', 5.500%, due 7/1/2040	34	—
— Fannie Mae Pool '541211', 8.000%, due 6/1/2030	—	—	140 Fannie Mae Pool '891066', 2.871%, due 7/1/2036 *	149	0.02	110 Fannie Mae Pool 'AD8326', 5.500%, due 7/1/2040	123	0.02
2 Fannie Mae Pool '541735', 8.000%, due 6/1/2030	3	—	47 Fannie Mae Pool '902663', 6.000%, due 11/1/2036	54	0.01	272 Fannie Mae Pool 'AD8642', 5.500%, due 8/1/2040	311	0.04
108 Fannie Mae Pool '545189', 7.500%, due 8/1/2031	131	0.02	30 Fannie Mae Pool '909856', 6.000%, due 3/1/2037	35	—	102 Fannie Mae Pool 'AD8696', 5.500%, due 6/1/2040	114	0.01
67 Fannie Mae Pool '545190', 7.500%, due 8/1/2031	79	0.01	527 Fannie Mae Pool '915130', 2.790%, due 4/1/2037 *	555	0.07	280 Fannie Mae Pool 'AD9893', 5.500%, due 7/1/2040	322	0.04
5 Fannie Mae Pool '545612', 8.000%, due 4/1/2032	7	—	1,046 Fannie Mae Pool '918909', 2.515%, due 4/1/2037 *	1,092	0.14	2,689 Fannie Mae Pool 'AE0530', 5.000%, due 9/1/2040	2,981	0.37
8 Fannie Mae Pool '545990', 7.500%, due 4/1/2031	9	—	768 Fannie Mae Pool '924779', 2.361%, due 6/1/2037 *	801	0.10	54 Fannie Mae Pool 'AE0758', 7.000%, due 2/1/2039	62	0.01
— Fannie Mae Pool '546591', 8.500%, due 6/1/2030	1	—	1,243 Fannie Mae Pool '934231', 5.000%, due 11/1/2039	1,375	0.17	92 Fannie Mae Pool 'AE1592', 5.500%, due 9/1/2040	104	0.01
7 Fannie Mae Pool '548965', 8.500%, due 7/1/2030	8	—	605 Fannie Mae Pool '942551', 2.795%, due 8/1/2037 *	639	0.08	34 Fannie Mae Pool 'AE4513', 5.500%, due 2/1/2041	38	—
38 Fannie Mae Pool '555676', 7.500%, due 12/1/2032	44	0.01	539 Fannie Mae Pool '942566', 2.856%, due 8/1/2037 *	561	0.07	22,134 Fannie Mae Pool 'AE7744', 4.500%, due 11/1/2040	24,200	3.04
443 Fannie Mae Pool '555743', 5.000%, due 9/1/2033	497	0.06	27 Fannie Mae Pool '944094', 3.079%, due 8/1/2037 *	27	—	424 Fannie Mae Pool 'AH4029', 5.000%, due 4/1/2041	473	0.06
3 Fannie Mae Pool '625848', 5.500%, due 1/1/2017	3	—	666 Fannie Mae Pool '944105', 2.651%, due 7/1/2037 *	703	0.09	417 Fannie Mae Pool 'AH5036', 5.500%, due 2/1/2041	473	0.06
2 Fannie Mae Pool '630518', 8.000%, due 11/1/2031	2	—	390 Fannie Mae Pool '961907', 5.000%, due 3/1/2038	432	0.05	486 Fannie Mae Pool 'AH8309', 5.000%, due 4/1/2041	542	0.07
96 Fannie Mae Pool '655199', 2.862%, due 5/1/2032 *	100	0.01	2,168 Fannie Mae Pool '962687', 5.000%, due 4/1/2038	2,399	0.30	18 Fannie Mae Pool 'AH9785', 5.500%, due 4/1/2041	20	—
— Fannie Mae Pool '70617', 11.000%, due 8/1/2020	—	—	68 Fannie Mae Pool '973013', 4.500%, due 3/1/2038	75	0.01	186 Fannie Mae Pool 'AI0199', 5.000%, due 4/1/2041	206	0.03
102 Fannie Mae Pool '727181', 5.000%, due 8/1/2033	114	0.01	5 Fannie Mae Pool '974763', 4.500%, due 4/1/2038	5	—	42 Fannie Mae Pool 'AI2249', 5.500%, due 8/1/2041	47	0.01
			46 Fannie Mae Pool '981766', 4.500%, due 4/1/2038	50	0.01	815 Fannie Mae Pool 'AI2464', 5.000%, due 5/1/2041	905	0.11
			20 Fannie Mae Pool '995072', 5.500%, due 8/1/2038	23	—	6,539 Fannie Mae Pool 'AI4218', 5.000%, due 6/1/2041	7,294	0.92
			2,256 Fannie Mae Pool '995948', 5.000%, due 3/1/2039	2,496	0.31	30 Fannie Mae Pool 'AI9532', 5.500%, due 9/1/2041	34	—

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value
<b>Mortgage-Backed Securities — (continued)</b>			305 Fannie Mae Pool 'AU4395', 4.000%, due 10/1/2033	336	0.04	3,962 Fannie Mae REMICS, Series 2010 2, Class AI, 5.500%, due 2/25/2040	698	0.09
56 Fannie Mae Pool 'AJ2033', 5.500%, due 10/1/2041	63	0.01	201 Fannie Mae Pool 'AU4397', 4.000%, due 10/1/2033	220	0.03	7,163 Fannie Mae REMICS, Series 2011 59, Class YS, 6.176%, due 11/25/2040 *	842	0.11
164 Fannie Mae Pool 'AJ4713', 4.500%, due 11/1/2041	180	0.02	217 Fannie Mae Pool 'AU7248', 4.000%, due 10/1/2033	236	0.03	15,083 Fannie Mae REMICS, Series 2013 9, Class HS, 5.676%, due 7/25/2041 *	2,338	0.29
195 Fannie Mae Pool 'AL0521', 5.000%, due 6/1/2041	216	0.03	420 Fannie Mae Pool 'AU9562', 4.000%, due 10/1/2033	456	0.06	7,954 Fannie Mae REMICS, Series 2012 22, Class SM, 5.976%, due 3/25/2042 *	1,426	0.18
609 Fannie Mae Pool 'AL1051', 4.500%, due 9/1/2041	669	0.08	461 Fannie Mae Pool 'AU9567', 4.000%, due 10/1/2033	507	0.06	15,491 Fannie Mae REMICS, Series 2013 9, Class CB, 5.500%, due 4/25/2042	17,500	2.20
2,197 Fannie Mae Pool 'AL1469', 7.000%, due 2/1/2039	2,568	0.32	342 Fannie Mae Pool 'AU9570', 4.000%, due 10/1/2033	368	0.05	3,393 Fannie Mae REMICS, Series 2013 9, Class BC, 6.500%, due 7/25/2042	3,923	0.49
985 Fannie Mae Pool 'AL1470', 7.000%, due 4/1/2037	1,170	0.15	77 Fannie Mae Pool 'AV3286', 5.000%, due 11/1/2043	86	0.01	7,131 Fannie Mae REMICS, Series 2012 128, Class SQ, 5.626%, due 11/25/2042 *	1,522	0.19
15,452 Fannie Mae Pool 'AL3024', 3.500%, due 1/1/2043	16,459	2.07	87 Fannie Mae Pool 'AV6366', 4.500%, due 11/1/2044	94	0.01	59,516 Fannie Mae REMICS, Series 2014 47, Class AI, 1.965%, due 8/25/2044 *	4,186	0.53
5,938 Fannie Mae Pool 'AL4324', 6.500%, due 5/1/2040	6,828	0.86	88 Fannie Mae Pool 'AV7116', 4.500%, due 3/1/2044	99	0.01	23,000 Freddie Mac Gold Pool, 15 year, TBA, 2.500% ±	23,774	2.98
562 Fannie Mae Pool 'AL4741', 4.500%, due 1/1/2044	628	0.08	334 Fannie Mae Pool 'AV7681', 3.500%, due 1/1/2034	358	0.05	42,500 Freddie Mac Gold Pool, 30 year, TBA, 3.000% ±	44,099	5.54
396 Fannie Mae Pool 'AL5540', 4.500%, due 7/1/2044	441	0.06	594 Fannie Mae Pool 'AV7683', 3.500%, due 1/1/2034	636	0.08	15,000 Freddie Mac Gold Pool, 30 year, TBA, 3.500% ±	15,796	1.98
17,986 Fannie Mae Pool 'AL7093', 4.000%, due 5/1/2045	19,640	2.47	716 Fannie Mae Pool 'AV7694', 3.500%, due 1/1/2034	769	0.10	– Freddie Mac Gold Pool 'A01524', 9.500%, due 1/1/2017	–	–
4,018 Fannie Mae Pool 'AL7877', 4.000%, due 12/1/2045	4,349	0.55	1,002 Fannie Mae Pool 'AV7696', 3.500%, due 1/1/2034	1,074	0.13	157 Freddie Mac Gold Pool 'A29586', 5.000%, due 1/1/2035	176	0.02
631 Fannie Mae Pool 'AO4102', 4.000%, due 6/1/2042	684	0.09	14,301 Fannie Mae Pool 'AY1321', 3.500%, due 3/1/2035	15,186	1.91	38 Freddie Mac Gold Pool 'A30703', 5.500%, due 12/1/2034	42	0.01
1,925 Fannie Mae Pool 'AP9633', 2.500%, due 10/1/2042	1,952	0.25	7,434 Fannie Mae Pool 'AZ9645', 4.000%, due 9/1/2035	8,077	1.01	348 Freddie Mac Gold Pool 'A35950', 5.000%, due 7/1/2035	385	0.05
1,808 Fannie Mae Pool 'AP9766', 4.000%, due 10/1/2042	1,958	0.25	33 Fannie Mae Pool 'MA0440', 5.500%, due 5/1/2040	38	–	77 Freddie Mac Gold Pool 'A36526', 5.000%, due 8/1/2035	85	0.01
5,795 Fannie Mae Pool 'AQ6295', 3.500%, due 12/1/2032	6,156	0.77	46 Fannie Mae Pool 'MA0619', 5.500%, due 11/1/2040	53	0.01	149 Freddie Mac Gold Pool 'A39036', 5.000%, due 5/1/2035	165	0.02
332 Fannie Mae Pool 'AQ7130', 3.500%, due 12/1/2032	352	0.04	28 Fannie Mae Pool 'MA0706', 4.500%, due 4/1/2031	30	–	30 Freddie Mac Gold Pool 'A39302', 5.500%, due 11/1/2035	34	–
1,232 Fannie Mae Pool 'AQ7270', 3.500%, due 12/1/2032	1,310	0.16	58 Fannie Mae Pool 'MA0734', 4.500%, due 5/1/2031	64	0.01	217 Freddie Mac Gold Pool 'A81215', 6.500%, due 8/1/2038	257	0.03
936 Fannie Mae Pool 'AQ7306', 3.000%, due 1/1/2043	974	0.12	75 Fannie Mae Pool 'MA0766', 5.500%, due 5/1/2041	86	0.01	7 Freddie Mac Gold Pool 'A84166', 6.500%, due 1/1/2039	8	–
1,691 Fannie Mae Pool 'AQ7864', 3.500%, due 12/1/2032	1,797	0.23	29 Fannie Mae Pool 'MA0776', 4.500%, due 6/1/2031	32	–	1,947 Freddie Mac Gold Pool 'A92179', 5.000%, due 5/1/2040	2,162	0.27
354 Fannie Mae Pool 'AQ7869', 3.500%, due 11/1/2032	376	0.05	381 Fannie Mae Pool 'MA0823', 5.500%, due 7/1/2041	437	0.05	1,807 Freddie Mac Gold Pool 'A97953', 5.000%, due 4/1/2041	2,010	0.25
640 Fannie Mae Pool 'AQ7913', 3.500%, due 12/1/2032	680	0.09	176 Fannie Mae Pool 'MA0867', 5.500%, due 9/1/2041	202	0.03	4 Freddie Mac Gold Pool 'C00556', 8.000%, due 10/1/2027	4	–
997 Fannie Mae Pool 'AQ8677', 3.500%, due 12/1/2032	1,059	0.13	659 Fannie Mae Pool 'MA0913', 4.500%, due 11/1/2031	725	0.09	1 Freddie Mac Gold Pool 'C01025', 8.000%, due 7/1/2030	2	–
182 Fannie Mae Pool 'AQ9670', 3.000%, due 1/1/2043	189	0.02	895 Fannie Mae Pool 'MA0939', 4.500%, due 12/1/2031	986	0.12	1 Freddie Mac Gold Pool 'C01051', 8.000%, due 9/1/2030	1	–
280 Fannie Mae Pool 'AR1198', 3.000%, due 1/1/2043	292	0.04	140 Fannie Mae Pool 'MA0968', 4.500%, due 12/1/2031	154	0.02	6 Freddie Mac Gold Pool 'C46047', 8.000%, due 12/1/2030	7	–
716 Fannie Mae Pool 'AR1202', 3.000%, due 1/1/2043	745	0.09	835 Fannie Mae Pool 'MA1177', 3.500%, due 9/1/2042	890	0.11	4 Freddie Mac Gold Pool 'C55319', 8.000%, due 8/1/2031	4	–
93 Fannie Mae Pool 'AR1203', 3.000%, due 12/1/2042	97	0.01	69 Fannie Mae Pool 'MA1221', 4.500%, due 9/1/2042	77	0.01	2 Freddie Mac Gold Pool 'C57324', 8.000%, due 9/1/2031	2	–
56 Fannie Mae Pool 'AR4217', 3.000%, due 1/1/2043	59	0.01	163 Fannie Mae Pool 'MA1363', 3.000%, due 2/1/2043	169	0.02	14 Freddie Mac Gold Pool 'C91046', 6.500%, due 5/1/2027	16	–
1,250 Fannie Mae Pool 'AR6881', 2.500%, due 2/1/2028	1,298	0.16	6,181 Fannie Mae Pool 'MA1393', 4.000%, due 3/1/2043	6,695	0.84	6,115 Freddie Mac Gold Pool 'C91764', 3.500%, due 5/1/2034	6,494	0.82
2,028 Fannie Mae Pool 'AS0462', 3.500%, due 9/1/2033	2,164	0.27	1,124 Fannie Mae Pool 'MA1591', 4.500%, due 9/1/2043	1,256	0.16	7,901 Freddie Mac Gold Pool 'C91876', 3.000%, due 6/1/2036	8,304	1.04
656 Fannie Mae Pool 'AS0469', 4.000%, due 9/1/2033	717	0.09	1,004 Fannie Mae Pool 'MA1629', 4.500%, due 10/1/2043	1,123	0.14	4 Freddie Mac Gold Pool 'G00556', 8.000%, due 9/1/2026	4	–
323 Fannie Mae Pool 'AS1281', 3.500%, due 12/1/2033	344	0.04	672 Fannie Mae Pool 'MA1664', 4.500%, due 11/1/2043	751	0.09	4 Freddie Mac Gold Pool 'G00726', 8.000%, due 6/1/2027	5	–
14,793 Fannie Mae Pool 'AS4347', 4.000%, due 1/1/2045	16,089	2.02	826 Fannie Mae Pool 'MA1711', 4.500%, due 12/1/2043	924	0.12	3 Freddie Mac Gold Pool 'G00931', 8.000%, due 11/1/2026	4	–
4,212 Fannie Mae Pool 'AS4363', 4.500%, due 2/1/2045	4,731	0.59	8,873 Fannie Mae REMICS, Series 2011 98, Class SL, 6.176%, due 10/25/2026 *	1,353	0.17	45 Freddie Mac Gold Pool 'G01737', 5.000%, due 12/1/2034	50	0.01
6,852 Fannie Mae Pool 'AS6311', 3.500%, due 12/1/2045	7,221	0.91	7,775 Fannie Mae REMICS, Series 2012 70, Class IW, 3.000%, due 2/25/2027	628	0.08	21 Freddie Mac Gold Pool 'G02427', 5.500%, due 12/1/2036	23	–
11,264 Fannie Mae Pool 'AS6328', 3.500%, due 12/1/2045	11,870	1.49	28,582 Fannie Mae REMICS, Series 2012 43, Class AI, 3.500%, due 4/25/2027	3,048	0.38	1,217 Freddie Mac Gold Pool 'G02723', 6.000%, due 3/1/2037	1,399	0.18
1,556 Fannie Mae Pool 'AS6340', 3.500%, due 12/1/2045	1,653	0.21	12,154 Fannie Mae REMICS, Series 2012 111, Class NI, 3.500%, due 10/25/2027	1,428	0.18	30 Freddie Mac Gold Pool 'G03092', 5.500%, due 7/1/2037	34	–
5,522 Fannie Mae Pool 'AS6396', 3.500%, due 12/1/2045	5,820	0.73	12,079 Fannie Mae REMICS, Series 2013 5, Class DI, 3.500%, due 2/25/2028	1,236	0.16	42 Freddie Mac Gold Pool 'G03695', 5.500%, due 11/1/2037	48	0.01
971 Fannie Mae Pool 'AS6541', 3.500%, due 1/1/2046	1,035	0.13	2,596 Fannie Mae REMICS, Series 2012 9, Class PT, 12.146%, due 7/25/2036 *	3,089	0.39			
971 Fannie Mae Pool 'AS6562', 3.500%, due 1/1/2046	1,032	0.13						
736 Fannie Mae Pool 'AT2486', 3.500%, due 6/1/2033	785	0.10						
7,823 Fannie Mae Pool 'AT3070', 3.500%, due 4/1/2043	8,331	1.05						

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value			
Mortgage-Backed Securities — (continued)			16,173	Freddie Mac Gold Pool 'U99124', 3.500%, due 3/1/2045	17,244	2.16	7,254	Freddie Mac REMICS 4019, Class GI, 4.500%, due 12/15/2041	1,011	0.13	
129	Freddie Mac Gold Pool 'G04581', 6.500%, due 8/1/2038	148	0.02	9,692	Freddie Mac Gold Pool 'U99135', 4.000%, due 2/1/2044	10,487	1.32	2,007	Freddie Mac REMICS 4136, Class SE, 5.642%, due 11/15/2042 *	375	0.05
10	Freddie Mac Gold Pool 'G04947', 6.500%, due 4/1/2038	11	—	291	Freddie Mac Non Gold Pool '1A1138', 2.493%, due 1/1/2037 *	303	0.04	10,701	Freddie Mac Strips 328, Class S4, 2.065%, due 2/15/2038 *	658	0.08
604	Freddie Mac Gold Pool 'G06172', 5.500%, due 12/1/2038	681	0.09	1,409	Freddie Mac Non Gold Pool '1G0679', 2.593%, due 1/1/2036 *	1,485	0.19	2	Ginnie Mae I Pool '238647', 10.000%, due 4/15/2018	2	—
19	Freddie Mac Gold Pool 'G06669', 6.500%, due 9/1/2039	22	—	45	Freddie Mac Non Gold Pool '1G1825', 2.812%, due 2/1/2036 *	47	0.01	—	Ginnie Mae I Pool '248292', 10.000%, due 4/15/2018	—	—
1,864	Freddie Mac Gold Pool 'G06858', 5.000%, due 11/1/2041	2,066	0.26	1,020	Freddie Mac Non Gold Pool '1G3655', 2.585%, due 6/1/2037 *	1,074	0.13	—	Ginnie Mae I Pool '254912', 11.000%, due 3/15/2019	—	—
502	Freddie Mac Gold Pool 'G07335', 7.000%, due 3/1/2039	584	0.07	17	Freddie Mac Non Gold Pool '1J1498', 3.157%, due 2/1/2037 *	18	—	1	Ginnie Mae I Pool '262628', 11.000%, due 9/15/2018	1	—
176	Freddie Mac Gold Pool 'G07485', 5.000%, due 6/1/2041	196	0.02	253	Freddie Mac Non Gold Pool '1J1573', 3.100%, due 4/1/2037 *	268	0.03	3	Ginnie Mae I Pool '410304', 7.500%, due 12/15/2025	1	—
1,088	Freddie Mac Gold Pool 'G07509', 6.500%, due 9/1/2039	1,253	0.16	1,332	Freddie Mac Non Gold Pool '1J1579', 3.305%, due 4/1/2037 *	1,427	0.18	—	Ginnie Mae I Pool '417463', 7.000%, due 9/15/2025	4	—
1,452	Freddie Mac Gold Pool 'G07615', 5.000%, due 11/1/2041	1,606	0.20	130	Freddie Mac Non Gold Pool '1J1695', 2.652%, due 4/1/2037 *	136	0.02	2	Ginnie Mae I Pool '430208', 7.000%, due 9/15/2027	—	—
966	Freddie Mac Gold Pool 'G08698', 3.500%, due 3/1/2046	1,017	0.13	175	Freddie Mac Non Gold Pool '1M0037', 2.440%, due 12/1/2036 *	185	0.02	1	Ginnie Mae I Pool '436094', 7.000%, due 1/15/2028	3	—
1,464	Freddie Mac Gold Pool 'G14492', 4.000%, due 10/1/2025	1,558	0.20	29	Freddie Mac Non Gold Pool '1N0350', 2.410%, due 10/1/2036 *	31	—	1	Ginnie Mae I Pool '462669', 7.000%, due 4/15/2028	1	—
5,672	Freddie Mac Gold Pool 'G60329', 5.500%, due 6/1/2040	6,436	0.81	702	Freddie Mac Non Gold Pool '1N1626', 2.297%, due 6/1/2037 *	729	0.09	3	Ginnie Mae I Pool '477039', 8.000%, due 5/15/2030	3	—
14,907	Freddie Mac Gold Pool 'G60344', 4.000%, due 12/1/2045	16,224	2.04	1,030	Freddie Mac Non Gold Pool '1Q0121', 3.019%, due 10/1/2036 *	1,091	0.14	1	Ginnie Mae I Pool '486121', 8.000%, due 5/15/2030	1	—
74	Freddie Mac Gold Pool 'H00041', 5.000%, due 7/1/2035	77	0.01	898	Freddie Mac Non Gold Pool '1Q0303', 2.660%, due 5/1/2037 *	940	0.12	—	Ginnie Mae I Pool '486470', 6.500%, due 8/15/2028	1	—
15	Freddie Mac Gold Pool 'H00790', 5.500%, due 5/1/2037	16	—	1,358	Freddie Mac Non Gold Pool '1Q0304', 2.814%, due 5/1/2037 *	1,437	0.18	1	Ginnie Mae I Pool '486516', 6.500%, due 9/15/2028	1	—
135	Freddie Mac Gold Pool 'H02216', 5.000%, due 1/1/2038	144	0.02	—	Freddie Mac Non Gold Pool '350011', 2.000%, due 9/1/2016	—	—	1	Ginnie Mae I Pool '519569', 8.000%, due 5/15/2030	1	—
665	Freddie Mac Gold Pool 'H02425', 5.500%, due 2/1/2038	733	0.09	67	Freddie Mac Non Gold Pool '785343', 5.561%, due 8/1/2034 *	68	0.01	91	Ginnie Mae I Pool '646044', 6.500%, due 10/15/2037	105	0.01
26	Freddie Mac Gold Pool 'H09170', 5.500%, due 1/1/2038	29	—	692	Freddie Mac Non Gold Pool '847721', 3.066%, due 3/1/2037 *	738	0.09	6	Ginnie Mae I Pool '652203', 5.000%, due 3/15/2036	6	—
491	Freddie Mac Gold Pool 'Q26702', 4.000%, due 6/1/2044	539	0.07	814	Freddie Mac REMICS 2750, Class SD, 6.642%, due 6/15/2023 *	77	0.01	10	Ginnie Mae I Pool '658182', 6.000%, due 11/15/2036	12	—
434	Freddie Mac Gold Pool 'Q35049', 4.000%, due 8/1/2045	464	0.06	7,522	Freddie Mac REMICS 4032, Class CI, 3.500%, due 6/15/2026	654	0.08	6	Ginnie Mae I Pool '675375', 5.000%, due 5/15/2038	7	—
1,270	Freddie Mac Gold Pool 'U90245', 3.500%, due 10/1/2042	1,354	0.17	28,628	Freddie Mac REMICS 4136, Class UI, 2.500%, due 11/15/2027	2,429	0.31	6	Ginnie Mae I Pool '676940', 5.000%, due 4/15/2038	7	—
300	Freddie Mac Gold Pool 'U90316', 4.000%, due 10/1/2042	324	0.04	7,340	Freddie Mac REMICS 4280, Class AI, 3.000%, due 2/15/2028	684	0.09	18	Ginnie Mae I Pool '683926', 5.000%, due 2/15/2038	20	—
1,653	Freddie Mac Gold Pool 'U90378', 4.000%, due 11/1/2042	1,790	0.22	37,074	Freddie Mac REMICS 4142, Class IA, 3.000%, due 12/15/2032	4,462	0.56	36	Ginnie Mae I Pool '684334', 5.000%, due 2/15/2038	40	0.01
1,085	Freddie Mac Gold Pool 'U90436', 4.000%, due 11/1/2042	1,174	0.15	9,697	Freddie Mac REMICS 3806, Class CZ, 5.500%, due 7/15/2034	10,924	1.37	13	Ginnie Mae I Pool '684754', 5.000%, due 4/15/2038	15	—
2,538	Freddie Mac Gold Pool 'U90503', 3.500%, due 11/1/2042	2,706	0.34	6,167	Freddie Mac REMICS 3136, Class PS, 6.142%, due 4/15/2036 *	1,174	0.15	8	Ginnie Mae I Pool '684848', 5.000%, due 4/15/2038	9	—
398	Freddie Mac Gold Pool 'U90598', 3.500%, due 12/1/2042	425	0.05	4,600	Freddie Mac REMICS 3810, Class WA, 8.058%, due 6/15/2040 *	6,083	0.76	6	Ginnie Mae I Pool '686062', 5.000%, due 5/15/2038	7	—
170	Freddie Mac Gold Pool 'U90608', 3.500%, due 12/1/2042	180	0.02	5,000	Freddie Mac REMICS 3890, Class BE, 5.000%, due 7/15/2041	5,914	0.74	160	Ginnie Mae I Pool '698086', 6.000%, due 4/15/2039	188	0.02
496	Freddie Mac Gold Pool 'U90720', 3.500%, due 1/1/2043	527	0.07					50	Ginnie Mae I Pool '701501', 5.000%, due 12/15/2038	57	0.01
380	Freddie Mac Gold Pool 'U90768', 3.500%, due 1/1/2043	405	0.05					1,023	Ginnie Mae I Pool '701947', 5.000%, due 6/15/2039	1,157	0.15
1,630	Freddie Mac Gold Pool 'U90772', 3.500%, due 1/1/2043	1,738	0.22					575	Ginnie Mae I Pool '733600', 5.000%, due 4/15/2040	642	0.08
318	Freddie Mac Gold Pool 'U90778', 3.500%, due 1/1/2043	339	0.04					1,331	Ginnie Mae I Pool '733627', 5.000%, due 5/15/2040	1,489	0.19
280	Freddie Mac Gold Pool 'U90794', 3.500%, due 1/1/2043	299	0.04					—	Ginnie Mae I Pool '780059', 11.000%, due 4/15/2021	—	—
7,267	Freddie Mac Gold Pool 'U90809', 3.500%, due 2/1/2043	7,750	0.97					1	Ginnie Mae I Pool '780066', 10.500%, due 12/15/2020	1	—
319	Freddie Mac Gold Pool 'U90828', 3.500%, due 2/1/2043	341	0.04					1	Ginnie Mae I Pool '780081', 10.000%, due 2/15/2025	1	—
446	Freddie Mac Gold Pool 'U90841', 3.500%, due 2/1/2043	475	0.06					1	Ginnie Mae I Pool '780082', 10.500%, due 2/15/2025	1	—
277	Freddie Mac Gold Pool 'U90879', 3.500%, due 2/1/2043	295	0.04					1	Ginnie Mae I Pool '780141', 10.000%, due 12/15/2020	1	—
451	Freddie Mac Gold Pool 'U90903', 3.500%, due 2/1/2043	481	0.06					—	Ginnie Mae I Pool '780488', 10.000%, due 10/15/2021	—	—
653	Freddie Mac Gold Pool 'U90940', 3.500%, due 2/1/2043	696	0.09					—	Ginnie Mae I Pool '780496', 10.500%, due 12/15/2017	—	—
525	Freddie Mac Gold Pool 'U91027', 3.500%, due 2/1/2043	560	0.07					1	Ginnie Mae I Pool '780574', 10.000%, due 12/15/2021	1	—
6,041	Freddie Mac Gold Pool 'U99038', 3.000%, due 1/1/2043	6,289	0.79					6	Ginnie Mae I Pool '780732', 7.000%, due 3/15/2028	7	—
3,022	Freddie Mac Gold Pool 'U99045', 3.500%, due 3/1/2043	3,222	0.40								
519	Freddie Mac Gold Pool 'U99114', 3.500%, due 2/1/2044	553	0.07								

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Value (000's) \$	% of Net Asset Value	
Mortgage-Backed Securities — (continued)			2,300	Ginnie Mae II Pool 'AV0243', 3.500%, due 8/20/2046	2,489 0.31	1,754	Government National Mortgage Association, Series 2010 H02, Class FA, 1.171%, due 2/20/2060 *	1,758 0.22	
1	Ginnie Mae I Pool '780835', 10.000%, due 7/15/2022	1	–	4,300	Ginnie Mae II Pool 'AV8310', 3.500%, due 8/20/2046	4,628 0.58	1,895	Government National Mortgage Association, Series 2010 H20, Class AF, 0.798%, due 10/20/2060 *	1,876 0.24
–	Ginnie Mae I Pool '780907', 9.500%, due 12/15/2017	–	–	4,200	Ginnie Mae II Pool 'AV8311', 3.500%, due 8/20/2046	4,507 0.57	1,290	Government National Mortgage Association, Series 2010 H28, Class FE, 0.868%, due 12/20/2060 *	1,281 0.16
2	Ginnie Mae I Pool '780991', 9.000%, due 11/15/2024	2	–	5,100	Ginnie Mae II Pool 'AV8312', 3.500%, due 8/20/2046	5,465 0.69	<b>Total Mortgage-Backed Securities (Cost \$796,437)</b>		799,983 100.43
3	Ginnie Mae I Pool '781001', 7.500%, due 3/15/2029	3	–	225	Ginnie Mae II Pool 'MA0463', 4.000%, due 10/20/2042	241 0.03	<b>Collective Investment Schemes — 8.99% (February 29, 2016: 9.01%)</b>		
200	Ginnie Mae I Pool '781590', 5.500%, due 4/15/2033	230	0.03	24,599	Ginnie Mae II Pool 'MA3663', 3.500%, due 5/20/2046	26,139 3.28	71,611	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	71,611 8.99
1,250	Ginnie Mae I Pool '781994', 5.500%, due 11/15/2033	1,439	0.18	7,768	Ginnie Mae II Pool 'MA3793', 3.500%, due 7/20/2046	8,056 1.01	<b>Total Collective Investment Schemes (Cost \$71,611)</b>		71,611 8.99
13	Ginnie Mae I Pool '782198', 6.000%, due 10/15/2037	14	–	10,000	Ginnie Mae II Pool 'MA3873', 3.000%, due 8/20/2046	10,490 1.32	<b>Total Investments (Cost \$868,048)</b>		871,594 109.42
28,000	Ginnie Mae II Pool, 30 year, TBA, 3.000% ±	29,334	3.68	2,677	Government National Mortgage Association, Series 2004 81, Class SK, 5.693%, due 10/16/2034 *	485 0.06	<b>Liabilities in Excess of Other Assets (February 29, 2016: (13.21%))</b>		(75,031) (9.42)
25	Ginnie Mae II Pool '4040', 6.500%, due 10/20/2037	29	–	6,055	Government National Mortgage Association, Series 2008 79, Class ID, 6.288%, due 6/20/2035 *	805 0.10	<b>Total Net Assets</b>		\$796,563 100.00
40	Ginnie Mae II Pool '4170', 6.000%, due 6/20/2038	45	0.01	9,319	Government National Mortgage Association, Series 2010 157, Class LS, 6.028%, due 4/20/2038 *	494 0.06	– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.		
3,157	Ginnie Mae II Pool '4245', 6.000%, due 9/20/2038	3,607	0.45	4,757	Government National Mortgage Association, Series 2008 40, Class SC, 5.843%, due 5/16/2038 *	891 0.11	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.		
449	Ginnie Mae II Pool '4602', 6.000%, due 12/20/2039	519	0.07	1,133	Government National Mortgage Association, Series 2011 2, Class NS, 5.573%, due 3/16/2039 *	66 0.01	± Securities purchased on a to-be-announced basis (Note 1).		
591	Ginnie Mae II Pool '4617', 4.500%, due 1/20/2040	646	0.08	21,959	Government National Mortgage Association, Series 2010 47, Class SL, 5.148%, due 4/20/2040 *	3,212 0.40	<b>ABBREVIATIONS:</b>		
321	Ginnie Mae II Pool '4696', 4.500%, due 5/20/2040	351	0.04	14,000	Government National Mortgage Association, Series 2010 158, Class MS, 8.975%, due 12/20/2040 *	17,651 2.22	TBA	– To Be Announced	
188	Ginnie Mae II Pool '4747', 5.000%, due 7/20/2040	208	0.03	3,374	Government National Mortgage Association, Series 2016 84, Class IB, 4.500%, due 11/16/2045	568 0.07	<b>Analysis of Total Assets</b>		
196	Ginnie Mae II Pool '4772', 5.000%, due 8/20/2040	218	0.03	11,252	Government National Mortgage Association, Series 2010 H22, Class FE, 0.818%, due 5/20/2059 *	11,187 1.40	Transferable securities admitted to an official exchange listing or traded on a regulated market		65.69
14	Ginnie Mae II Pool '4774', 6.000%, due 8/20/2040	16	–				Collective investment schemes		5.88
388	Ginnie Mae II Pool '4802', 5.000%, due 9/20/2040	431	0.05				Financial derivative instruments		0.01
142	Ginnie Mae II Pool '4855', 5.000%, due 11/20/2040	158	0.02				Other assets		28.42
62	Ginnie Mae II Pool '4923', 4.500%, due 1/20/2041	68	0.01				<b>Total Assets</b>		100.00
52	Ginnie Mae II Pool '4928', 6.000%, due 1/20/2041	59	0.01						
2,300	Ginnie Mae II Pool '4978', 4.500%, due 3/20/2041	2,515	0.32						
5,333	Ginnie Mae II Pool '783050', 5.000%, due 7/20/2040	5,924	0.74						
4,122	Ginnie Mae II Pool '783298', 4.500%, due 4/20/2041	4,507	0.57						
7,822	Ginnie Mae II Pool '892346', 3.162%, due 8/20/2059 *	8,325	1.05						
353	Ginnie Mae II Pool '892614', 2.534%, due 8/20/2060 *	373	0.05						

## Schedule of Total Return Swaps

Counterparty	Reference Entity	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/Depreciation on contracts (000's)
Barclays Capital	USD-FNCL 3.0	9/9/16	49,400	\$ 137
				\$ 137
Unrealised Appreciation of Total Return Swaps (February 29, 2016 (000's): \$–)				137
Unrealised Depreciation of Total Return Swaps (February 29, 2016 (000's): \$–)				–
Net Appreciation of Total Return Swaps (February 29, 2016 (000's): \$–)				\$ 137

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/Depreciation of Contracts (000's)
U.S. 10 Year Ultra Note December 2016	91	\$ 13,138	\$ (5)
U.S. Long Bond (CBT) December 2016	54	9,201	3
U.S. Ultra Bond (CBT) December 2016	56	10,498	2
<b>Total Market Value of Futures Contracts</b>			\$ –
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$8)			5
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(33))			(5)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(25))			\$ –

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Fixed Income Fund

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value
<b>Corporate Bonds and Notes — 19.58% (February 29, 2016: 15.16%)</b>			
<b>France — 4.05% (February 29, 2016: 3.89%)</b>			
29,120 Dexia Credit Local SA/ New York NY, 144A, 1.065%, due 1/11/2017 *	29,138	2.65	
15,510 Dexia Credit Local SA/ New York NY, 144A, 1.036%, due 6/5/2018 *	15,429	1.40	
	44,567	4.05	
<b>Supranational — 12.02% (February 29, 2016: 7.89%)</b>			
18,300 Corp Andina de Fomento, 1.302%, due 1/29/2018 *	18,292	1.66	
9,205 Corp Andina de Fomento, 2.000%, due 5/10/2019	9,311	0.84	
30,454 European Investment Bank, 1.000%, due 8/17/2017	30,477	2.77	
19,655 European Investment Bank, 144A, 0.735%, due 10/9/2018 *	19,666	1.78	
IDR 734,300,000 European Investment Bank, 144A, 7.200%, due 7/9/2019	54,714	4.97	
	132,460	12.02	
<b>Sweden — 3.51% (February 29, 2016: 3.38%)</b>			
38,670 Svensk Exportkredit AB, 0.714%, due 9/28/2017 *	38,684	3.51	
<b>Total Corporate Bonds and Notes (Cost \$215,970)</b>	215,711	19.58	
<b>Government Bonds and Notes — 75.20% (February 29, 2016: 74.95%)</b>			
<b>Australia — 7.44% (February 29, 2016: 7.09%)</b>			
AUD 32,660 New South Wales Treasury Corp, Series 24, 5.000%, due 8/20/2024	30,033	2.72	
AUD 17,355 Queensland Treasury Corp, Series 22, 6.000%, due 7/21/2022	15,948	1.45	
AUD 20,755 Queensland Treasury Corp, Series 25, 144A, 4.750%, due 7/21/2025	18,720	1.70	
AUD 21,260 Queensland Treasury Corp, Series 26, 144A, 3.250%, due 7/21/2026	17,273	1.57	
	81,974	7.44	
<b>Brazil — 4.90% (February 29, 2016: 4.04%)</b>			
BRL 85,625 Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2023	24,147	2.19	
BRL 106,865 Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2025	29,851	2.71	
	53,998	4.90	
<b>Hungary — 4.17% (February 29, 2016: 4.04%)</b>			
HUF 10,500,000 Hungary Government Bond, Series 25/B, 5.500%, due 6/24/2025	45,897	4.17	
<b>Malaysia — 4.45% (February 29, 2016: 3.61%)</b>			
MYR 84,730 Malaysia Government Bond, Series 0315, 3.659%, due 10/15/2020	21,311	1.94	
MYR 17,530 Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	4,488	0.41	
MYR 14,960 Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	3,763	0.34	
MYR 78,770 Malaysia Government Bond, Series 0313, 3.480%, due 3/15/2023	19,430	1.76	
	48,992	4.45	
<b>Mexico — 13.88% (February 29, 2016: 12.76%)</b>			
MXN 647,000 Mexican Bonos, Series M 20, 8.500%, due 5/31/2029	41,812	3.79	

Face Value (000's)		Value (000's) \$	% of Net Asset Value
MXN 688,900 Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	45,891	4.17	
MXN 1,041,000 Mexican Bonos, Series M, 7.750%, due 11/13/2042	65,230	5.92	
	152,933	13.88	
<b>New Zealand — 3.60% (February 29, 2016: 3.44%)</b>			
NZD 10,050 New Zealand Government Bond, Series 0521, 6.000%, due 5/15/2021	8,652	0.79	
NZD 35,050 New Zealand Government Bond, Series 0423, 5.500%, due 4/15/2023	30,994	2.81	
	39,646	3.60	
<b>Norway — 9.28% (February 29, 2016: 8.94%)</b>			
32,856 Kommunalbanken AS, 144A, 1.020%, due 3/27/2017 *	32,891	2.99	
61,094 Kommunalbanken AS, 144A, 0.879%, due 5/2/2017 *	61,071	5.54	
8,244 Kommunalbanken AS, 144A, 0.991%, due 2/20/2018 *	8,232	0.75	
	102,194	9.28	
<b>Poland — 4.05% (February 29, 2016: 4.07%)</b>			
PLN 82,520 Poland Government Bond, Series 1023, 4.000%, due 10/25/2023	23,155	2.10	
PLN 80,070 Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	21,409	1.95	
	44,564	4.05	
<b>South Africa — 4.23% (February 29, 2016: 2.94%)</b>			
ZAR 123,770 South Africa Government Bond, Series R208, 6.750%, due 3/31/2021	7,868	0.71	
ZAR 391,565 South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	18,808	1.71	
ZAR 322,105 South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	19,893	1.81	
	46,569	4.23	
<b>United Kingdom — 6.22% (February 29, 2016: 0.00%)</b>			
GBP 51,095 United Kingdom Gilt, 1.250%, due 7/22/2018	68,504	6.22	
<b>United States — 12.98% (February 29, 2016: 19.31%)</b>			
25,140 United States Treasury Floating Rate Note, 0.607%, due 1/31/2018 *	25,194	2.29	
89,425 United States Treasury Floating Rate Note, 0.525%, due 4/30/2018 *	89,519	8.12	
24,290 United States Treasury Note/Bond, 3.000%, due 11/15/2045	28,306	2.57	
	143,019	12.98	
<b>Total Government Bonds and Notes (Cost \$912,493)</b>	828,290	75.20	
<b>Collective Investment Schemes — 3.24% (February 29, 2016: 8.06%)</b>			
35,653 Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	35,653	3.24	
<b>Total Collective Investment Schemes (Cost \$35,653)</b>	35,653	3.24	
<b>Total Investments (Cost \$1,164,116)</b>	1,079,654	98.02	
<b>Other Assets in Excess of Liabilities (February 29, 2016: 1.83%)</b>			
	21,850	1.98	
<b>Total Net Assets</b>	\$1,101,504	100.00	

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$257,134,000 or 23.35% of net assets.

\* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.

### ABBREVIATIONS:

AUD	– Australian Dollar
BRL	– Brazilian Real
GBP	– British Pound
HUF	– Hungarian Forint
IDR	– Indonesian Rupiah
MXN	– Mexican Peso
MYR	– Malaysian Ringgit
NZD	– New Zealand Dollar
PLN	– Polish Zloty
ZAR	– South Africa Rand

### Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	94.25
Collective investment schemes	3.22
Financial derivative instruments	0.64
Other assets	1.89

**Total Assets** 100.00

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Fixed Income Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	USD	511	Sell	GBP	389	\$ –
09/01/16	BNY Mellon	Buy	USD	32	Sell	GBP	26	–
09/01/16	BNY Mellon	Buy	GBP	350	Sell	USD	458	1
09/01/16	BNY Mellon	Buy	GBP	45	Sell	USD	59	–
09/01/16	BNY Mellon	Buy	EUR	–	Sell	USD	–	–
09/02/16	BNY Mellon	Buy	USD	–	Sell	EUR	–	–
09/02/16	BNY Mellon	Buy	USD	1	Sell	GBP	1	–
09/02/16	BNY Mellon	Buy	USD	–	Sell	GBP	–	–
09/02/16	BNY Mellon	Buy	GBP	1	Sell	USD	1	–
09/13/16	BNY Mellon	Buy	GBP	10	Sell	AUD	17	–
09/13/16	BNY Mellon	Buy	GBP	517	Sell	AUD	906	(2)
09/13/16	BNY Mellon	Buy	EUR	2,712	Sell	AUD	3,985	37
09/13/16	BNY Mellon	Buy	USD	1,322	Sell	AUD	1,737	17
09/13/16	BNY Mellon	Buy	EUR	9	Sell	AUD	13	–
09/13/16	BNY Mellon	Buy	USD	1,440	Sell	CAD	1,878	7
09/13/16	BNY Mellon	Buy	GBP	565	Sell	CAD	983	(9)
09/13/16	BNY Mellon	Buy	EUR	8	Sell	CAD	11	–
09/13/16	BNY Mellon	Buy	EUR	2,958	Sell	CAD	4,314	14
09/13/16	BNY Mellon	Buy	GBP	8	Sell	CAD	15	–
09/13/16	BNY Mellon	Buy	USD	163	Sell	CHF	158	2
09/13/16	BNY Mellon	Buy	GBP	64	Sell	CHF	83	–
09/13/16	BNY Mellon	Buy	EUR	335	Sell	CHF	363	4
09/13/16	BNY Mellon	Buy	GBP	1	Sell	CHF	1	–
09/13/16	BNY Mellon	Buy	EUR	1,000	Sell	DKK	7,454	–
09/13/16	BNY Mellon	Buy	GBP	–	Sell	DKK	13	–
09/13/16	BNY Mellon	Buy	EUR	5	Sell	DKK	46	–
09/13/16	BNY Mellon	Buy	USD	489	Sell	DKK	3,256	1
09/13/16	BNY Mellon	Buy	GBP	193	Sell	DKK	1,722	(4)
09/13/16	BNY Mellon	Buy	PLN	28	Sell	EUR	4	–
09/13/16	BNY Mellon	Buy	JPY	42,061	Sell	EUR	371	(8)
09/13/16	BNY Mellon	Buy	MYR	22	Sell	EUR	3	–
09/13/16	BNY Mellon	Buy	MXN	182	Sell	EUR	6	–
09/13/16	BNY Mellon	Buy	GBP	150	Sell	EUR	171	–
09/13/16	BNY Mellon	Buy	NOK	17	Sell	EUR	1	–
09/13/16	BNY Mellon	Buy	CHF	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	GBP	11,186	Sell	EUR	13,368	(224)
09/13/16	BNY Mellon	Buy	MXN	36	Sell	EUR	2	–
09/13/16	BNY Mellon	Buy	NOK	10	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	JPY	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	MYR	2	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	SGD	3	Sell	EUR	1	–
09/13/16	BNY Mellon	Buy	ZAR	89	Sell	EUR	3	–
09/13/16	BNY Mellon	Buy	AUD	2	Sell	EUR	2	–
09/13/16	BNY Mellon	Buy	CAD	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	USD	28,464	Sell	EUR	25,484	22
09/13/16	BNY Mellon	Buy	USD	263	Sell	EUR	237	(1)
09/13/16	BNY Mellon	Buy	DKK	57	Sell	EUR	8	–
09/13/16	BNY Mellon	Buy	CAD	33	Sell	EUR	24	–
09/13/16	BNY Mellon	Buy	AUD	28	Sell	EUR	19	–
09/13/16	BNY Mellon	Buy	ZAR	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	DKK	7	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	SEK	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	SEK	55	Sell	EUR	3	–
09/13/16	BNY Mellon	Buy	SGD	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	PLN	–	Sell	EUR	–	–
09/13/16	BNY Mellon	Buy	CHF	1	Sell	EUR	1	–
09/13/16	BNY Mellon	Buy	PLN	68	Sell	GBP	12	–
09/13/16	BNY Mellon	Buy	NOK	58	Sell	GBP	6	–
09/13/16	BNY Mellon	Buy	MYR	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	ZAR	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	ZAR	209	Sell	GBP	10	–
09/13/16	BNY Mellon	Buy	USD	6,057	Sell	GBP	4,540	90
09/13/16	BNY Mellon	Buy	SEK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	JPY	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	MXN	465	Sell	GBP	19	–
09/13/16	BNY Mellon	Buy	USD	802	Sell	GBP	616	(7)
09/13/16	BNY Mellon	Buy	MYR	59	Sell	GBP	10	–
09/13/16	BNY Mellon	Buy	SGD	11	Sell	GBP	8	–
09/13/16	BNY Mellon	Buy	NOK	4	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	SGD	2	Sell	GBP	1	–

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Fixed Income Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/13/16	BNY Mellon	Buy	PLN	–	Sell	GBP	–	\$ –
09/13/16	BNY Mellon	Buy	MXN	15	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	SEK	128	Sell	GBP	10	–
09/13/16	BNY Mellon	Buy	CAD	2	Sell	GBP	1	–
09/13/16	BNY Mellon	Buy	DKK	136	Sell	GBP	16	–
09/13/16	BNY Mellon	Buy	EUR	11,402	Sell	GBP	9,542	193
09/13/16	BNY Mellon	Buy	CAD	83	Sell	GBP	45	–
09/13/16	BNY Mellon	Buy	CHF	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	JPY	95,373	Sell	GBP	725	(29)
09/13/16	BNY Mellon	Buy	CHF	6	Sell	GBP	6	–
09/13/16	BNY Mellon	Buy	AUD	79	Sell	GBP	44	–
09/13/16	BNY Mellon	Buy	EUR	1,148	Sell	GBP	994	(17)
09/13/16	BNY Mellon	Buy	AUD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	DKK	6	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	GBP	8,600	Sell	JPY	1,156,785	107
09/13/16	BNY Mellon	Buy	EUR	44,346	Sell	JPY	4,994,517	1,185
09/13/16	BNY Mellon	Buy	USD	21,519	Sell	JPY	2,169,253	540
09/13/16	BNY Mellon	Buy	EUR	1,220	Sell	MXN	25,823	(10)
09/13/16	BNY Mellon	Buy	GBP	236	Sell	MXN	5,965	(7)
09/13/16	BNY Mellon	Buy	USD	598	Sell	MXN	11,317	(4)
09/13/16	BNY Mellon	Buy	GBP	1	Sell	MXN	71	–
09/13/16	BNY Mellon	Buy	EUR	11	Sell	MXN	223	–
09/13/16	BNY Mellon	Buy	USD	335	Sell	MYR	1,356	2
09/13/16	BNY Mellon	Buy	GBP	131	Sell	MYR	707	(2)
09/13/16	BNY Mellon	Buy	EUR	2	Sell	MYR	12	–
09/13/16	BNY Mellon	Buy	EUR	686	Sell	MYR	3,105	4
09/13/16	BNY Mellon	Buy	GBP	2	Sell	MYR	13	–
09/13/16	BNY Mellon	Buy	EUR	352	Sell	NOK	3,334	(6)
09/13/16	BNY Mellon	Buy	USD	172	Sell	NOK	1,454	(3)
09/13/16	BNY Mellon	Buy	EUR	–	Sell	NOK	10	–
09/13/16	BNY Mellon	Buy	GBP	67	Sell	NOK	771	(3)
09/13/16	BNY Mellon	Buy	GBP	–	Sell	NOK	3	–
09/13/16	BNY Mellon	Buy	GBP	156	Sell	PLN	801	–
09/13/16	BNY Mellon	Buy	USD	398	Sell	PLN	1,530	7
09/13/16	BNY Mellon	Buy	GBP	2	Sell	PLN	15	–
09/13/16	BNY Mellon	Buy	EUR	1	Sell	PLN	2	–
09/13/16	BNY Mellon	Buy	EUR	818	Sell	PLN	3,514	16
09/13/16	BNY Mellon	Buy	GBP	135	Sell	SEK	1,532	(3)
09/13/16	BNY Mellon	Buy	EUR	707	Sell	SEK	6,755	2
09/13/16	BNY Mellon	Buy	GBP	2	Sell	SEK	31	–
09/13/16	BNY Mellon	Buy	USD	344	Sell	SEK	2,935	1
09/13/16	BNY Mellon	Buy	GBP	1	Sell	SGD	2	–
09/13/16	BNY Mellon	Buy	GBP	103	Sell	SGD	185	–
09/13/16	BNY Mellon	Buy	EUR	1	Sell	SGD	4	–
09/13/16	BNY Mellon	Buy	EUR	538	Sell	SGD	804	10
09/13/16	BNY Mellon	Buy	USD	263	Sell	SGD	352	4
09/13/16	BNY Mellon	Buy	GBP	108	Sell	USD	141	–
09/13/16	BNY Mellon	Buy	EUR	60,487	Sell	USD	67,569	(59)
09/13/16	BNY Mellon	Buy	EUR	142	Sell	USD	156	1
09/13/16	BNY Mellon	Buy	GBP	11,649	Sell	USD	15,546	(243)
09/13/16	BNY Mellon	Buy	GBP	137	Sell	ZAR	2,571	6
09/13/16	BNY Mellon	Buy	USD	344	Sell	ZAR	4,825	17
09/13/16	BNY Mellon	Buy	EUR	707	Sell	ZAR	11,105	37
09/14/16	BNY Mellon	Buy	USD	530	Sell	AUD	686	13
09/14/16	BNY Mellon	Buy	USD	28	Sell	EUR	25	–
09/14/16	BNY Mellon	Buy	USD	6,181	Sell	EUR	5,532	6
09/14/16	BNY Mellon	Buy	USD	140	Sell	GBP	108	(1)
09/14/16	BNY Mellon	Buy	USD	24	Sell	GBP	19	–
09/14/16	BNY Mellon	Buy	EUR	78	Sell	USD	88	(1)
09/14/16	BNY Mellon	Buy	EUR	222,783	Sell	USD	247,514	1,146
09/14/16	BNY Mellon	Buy	AUD	1,839	Sell	USD	1,397	(16)
09/14/16	BNY Mellon	Buy	GBP	16,961	Sell	USD	22,212	68
09/14/16	BNY Mellon	Buy	GBP	1,009	Sell	USD	1,333	(7)
09/21/16	Barclays Capital	Buy	USD	4,590	Sell	INR	312,000	(54)
09/21/16	Barclays Capital	Buy	INR	3,868,000	Sell	USD	57,075	491
09/26/16	HSBC	Buy	CLP	15,230,000	Sell	USD	21,729	596
10/14/16	Goldman Sachs	Buy	USD	2,695	Sell	NOK	23,100	(78)
10/14/16	HSBC	Buy	NOK	283,800	Sell	USD	33,529	532
10/20/16	HSBC	Buy	SEK	342,500	Sell	USD	39,981	128
11/07/16	HSBC	Buy	USD	11,741	Sell	CLP	7,725,000	456
11/07/16	HSBC	Buy	CLP	7,725,000	Sell	USD	11,296	(11)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Fixed Income Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/10/16	Citigroup	Buy	USD 45,770	Sell	EUR 40,470	\$ 489
11/10/16	Citigroup	Buy	EUR 103,300	Sell	USD 114,754	827
11/10/16	HSBC	Buy	USD 12,231	Sell	EUR 10,910	24
11/14/16	HSBC	Buy	NOK 206,300	Sell	USD 25,149	(387)
11/16/16	Morgan Stanley	Buy	USD 37,641	Sell	NZD 52,110	(49)
11/18/16	HSBC	Buy	CLP 21,680,000	Sell	USD 32,861	(1,224)
11/18/16	Morgan Stanley	Buy	AUD 29,690	Sell	USD 22,693	(423)
12/05/16	HSBC	Buy	SEK 299,800	Sell	USD 35,737	(548)
12/09/16	Citigroup	Buy	GBP 33,780	Sell	USD 44,849	(397)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$9,525)						7,103
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(14,303))						(3,837)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(4,778))</b>						<b>\$ 3,266</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's)	% of Net Asset \$ Value	Face Value (000's)		Value (000's)	% of Net Asset \$ Value	Face Value (000's)		Value (000's)	% of Net Asset \$ Value
<b>Mortgage-Backed Securities — 0.24% (February 29, 2016: 0.25%)</b>				18,785	Wells Fargo & Co,	1.740%, due 7/26/2021 *	19,079 1.44	<b>Poland — 2.18% (February 29, 2016: 2.36%)</b>			
EUR	2,840	Rural Hipotecario I Fondo De Titulacion Hipotecaria 9, Class A2, 0.000%, due 2/17/2050 *	3,117 0.24				288,124 21.78	PLN	107,670	Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	28,788 2.18
<b>Total Mortgage-Backed Securities (Cost \$3,769)</b>							411,780 31.12	<b>Portugal — 2.91% (February 29, 2016: 3.26%)</b>			
<b>Corporate Bonds and Notes — 31.12% (February 29, 2016: 30.15%)</b>				<b>Government Bonds and Notes — 62.61% (February 29, 2016: 68.32%)</b>				EUR	30,090	Portugal Obrigacoes do Tesouro OT, 144A, 4.950%, due 10/25/2023	38,538 2.91
<b>Australia — 2.05% (February 29, 2016: 1.94%)</b>				<b>Australia — 2.53% (February 29, 2016: 2.67%)</b>				<b>South Africa — 4.19% (February 29, 2016: 3.17%)</b>			
	10,180	Commonwealth Bank of Australia, 144A, 1.147%, due 9/20/2016 *	10,182 0.77	AUD	35,345	Queensland Treasury Corp, Series 24, 5.750%, due 7/22/2024	33,452 2.53	ZAR	116,280	South Africa Government Bond, Series R208, 6.750%, due 3/31/2021	7,392 0.56
	8,600	Macquarie Bank Ltd, 144A, 1.364%, due 10/27/2017 *	8,601 0.65	<b>Brazil — 4.90% (February 29, 2016: 4.40%)</b>				ZAR	474,100	South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	22,772 1.72
	8,320	Macquarie Group Ltd, 144A, 1.759%, due 1/31/2017 *	8,331 0.63	BRL	122,670	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2025	33,994 2.57	ZAR	410,315	South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	25,341 1.91
			27,114 2.05				30,845 2.33				55,505 4.19
<b>Chile — 0.56% (February 29, 2016: 0.53%)</b>							64,839 4.90	<b>United States — 15.23% (February 29, 2016: 20.53%)</b>			
	7,400	Banco Santander Chile, 144A, 1.565%, due 4/11/2017 *	7,396 0.56	<b>Hungary — 4.04% (February 29, 2016: 4.42%)</b>					11,825	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018 *	11,851 0.89
<b>Netherlands — 1.60% (February 29, 2016: 1.50%)</b>				HUF	9,400,000	Hungary Government Bond, Series 23/A, 6.000%, due 11/24/2023	41,698 3.15		39,090	United States Treasury Floating Rate Note, 0.525%, due 4/30/2018 *	39,131 2.96
	9,945	ABN AMRO Bank NV, 144A, 1.543%, due 10/28/2016 *	9,956 0.75	HUF	2,680,000	Hungary Government Bond, Series 25/B, 5.500%, due 6/24/2025	11,715 0.89		150,540	United States Treasury Floating Rate Note, 0.509%, due 7/31/2018 *	150,577 11.38
	11,080	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 2.750%, due 5/15/2017	11,158 0.85				53,413 4.04				201,559 15.23
			21,114 1.60	<b>Indonesia — 4.83% (February 29, 2016: 4.79%)</b>				<b>Total Government Bonds and Notes (Cost \$897,512)</b>			
<b>South Korea — 1.32% (February 29, 2016: 1.26%)</b>				IDR	80,700,000	Indonesia Treasury Bond, Series FR70, 8.375%, due 3/15/2024	6,504 0.49				828,541 62.61
	17,530	Shinhan Bank, 144A, 1.311%, due 4/8/2017 *	17,519 1.32	IDR	380,300,000	Indonesia Treasury Bond, Series FR71, 9.000%, due 3/15/2029	32,296 2.44	<b>Collective Investment Schemes — 4.50% (February 29, 2016: 4.06%)</b>			
<b>Supranational — 1.84% (February 29, 2016: 0.97%)</b>				IDR	106,000,000	Indonesia Treasury Bond, Series FR68, 8.375%, due 3/15/2034	8,638 0.65		59,551	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	59,551 4.50
	13,500	Corp Andina de Fomento, 1.302%, due 1/29/2018 *	13,494 1.02	IDR	198,300,000	Indonesia Treasury Bond, Series FR67, 8.750%, due 2/15/2044	16,538 1.25				59,551 4.50
	10,785	Corp Andina de Fomento, 2.000%, due 5/10/2019	10,909 0.82				63,976 4.83	<b>Total Investments (Cost \$1,371,486)</b>			
			24,403 1.84	<b>Malaysia — 4.56% (February 29, 2016: 3.91%)</b>							1,302,989 98.47
<b>United Kingdom — 1.97% (February 29, 2016: 2.73%)</b>				MYR	110,400	Malaysia Government Bond, Series 0315, 3.659%, due 10/15/2020	27,767 2.10	<b>Other Assets in Excess of Liabilities (February 29, 2016: (2.78%))</b>			
	12,695	Barclays Bank Plc, 1.374%, due 12/9/2016 *	12,700 0.96	MYR	17,750	Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	4,545 0.34		20,236		1.53
	13,440	Santander UK Plc, 1.037%, due 9/29/2017 *	13,410 1.01	MYR	15,150	Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	3,811 0.29	<b>Total Net Assets</b>			
			26,110 1.97	MYR	98,005	Malaysia Government Bond, Series 0313, 3.480%, due 3/15/2023	24,174 1.83				\$1,323,225 100.00
<b>United States — 21.78% (February 29, 2016: 19.60%)</b>							60,297 4.56	<b>144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$100,523,000 or 7.59% of net assets.</b>			
	17,700	American Express Credit Corp, 1.362%, due 7/31/2018 *	17,805 1.35	<b>Mexico — 13.51% (February 29, 2016: 13.78%)</b>				<b>* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.</b>			
	41,005	Bank of America Corp, 1.720%, due 1/15/2019 *	41,469 3.13	MXN	737,500	Mexican Bonos, Series M 20, 8.500%, due 5/31/2029	47,660 3.60	<b>ABBREVIATIONS:</b>			
	15,280	Citigroup Inc, 1.374%, due 3/10/2017 *	15,291 1.16	MXN	823,000	Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	54,824 4.14	AUD	–	Australian Dollar	
	12,845	Citigroup Inc, 1.424%, due 4/27/2018 *	12,879 0.97	MXN	1,217,300	Mexican Bonos, Series M, 7.750%, due 11/13/2042	76,277 5.77	BRL	–	Brazilian Real	
	13,185	DISH DBS Corp, 4.625%, due 7/15/2017	13,482 1.02				178,761 13.51	EUR	–	Euro	
	3,460	Fifth Third Bancorp, 1.067%, due 12/20/2016 *	3,461 0.26	<b>New Zealand — 3.73% (February 29, 2016: 3.66%)</b>				HUF	–	Hungarian Forint	
	27,630	Ford Motor Credit Co LLC, Series 00, 1.459%, due 1/17/2017 *	27,663 2.09	NZD	24,880	New Zealand Government Bond, Series 0521, 6.000%, due 5/15/2021	21,421 1.62	IDR	–	Indonesian Rupiah	
	16,010	Ford Motor Credit Co LLC, 1.553%, due 6/15/2018 *	16,090 1.22				27,992 2.11	MXN	–	Mexican Peso	
	46,940	Goldman Sachs Group Inc/The, 1.917%, due 11/15/2018 *	47,459 3.59				49,413 3.73	MYR	–	Malaysian Ringgit	
	21,120	JPMorgan Chase & Co, 1.615%, due 1/25/2018 *	21,264 1.61	<b>Analysis of Total Assets</b>				NZD	–	New Zealand Dollar	
	40,915	Morgan Stanley, 1.995%, due 4/25/2018 *	41,418 3.13					PLN	–	Polish Zloty	
	10,760	Verizon Communications Inc, 2.183%, due 9/15/2016 *	10,764 0.81					ZAR	–	South Africa Rand	
								<b>Total Assets</b>			
											100.00

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	GBP 2	Sell	USD 3	\$ –
09/14/16	BNY Mellon	Buy	USD 41	Sell	EUR 37	–
09/14/16	BNY Mellon	Buy	USD 149	Sell	EUR 133	1
09/14/16	BNY Mellon	Buy	USD 82	Sell	GBP 62	–
09/14/16	BNY Mellon	Buy	USD 43	Sell	GBP 33	(1)
09/14/16	BNY Mellon	Buy	USD –	Sell	SEK 8	–
09/14/16	BNY Mellon	Buy	SEK 24,069	Sell	USD 2,817	(1)
09/14/16	BNY Mellon	Buy	GBP –	Sell	USD –	–
09/14/16	BNY Mellon	Buy	AUD 204,378	Sell	USD 155,299	(1,754)
09/14/16	BNY Mellon	Buy	SGD 307,193	Sell	USD 227,913	(2,450)
09/14/16	BNY Mellon	Buy	EUR 354,578	Sell	USD 393,941	1,822
09/14/16	BNY Mellon	Buy	EUR 239	Sell	USD 269	(2)
09/14/16	BNY Mellon	Buy	GBP 66,438	Sell	USD 87,042	233
09/14/16	BNY Mellon	Buy	CHF 809	Sell	USD 828	(5)
09/21/16	Barclays Capital	Buy	INR 4,029,000	Sell	USD 59,450	511
09/26/16	HSBC	Buy	USD 5,038	Sell	CLP 3,300,000	200
09/26/16	HSBC	Buy	CLP 3,300,000	Sell	USD 4,708	129
10/03/16	Citigroup	Buy	USD 206,865	Sell	JPY 22,840,000	(14,225)
10/03/16	Citigroup	Buy	JPY 530,000	Sell	USD 4,983	148
10/03/16	JP Morgan	Buy	JPY 530,000	Sell	USD 5,067	64
10/14/16	HSBC	Buy	USD 1,991	Sell	NOK 17,000	(50)
10/14/16	HSBC	Buy	NOK 330,100	Sell	USD 38,999	619
10/14/16	HSBC	Buy	NOK 250,000	Sell	USD 30,241	(237)
10/20/16	HSBC	Buy	SEK 386,200	Sell	USD 45,083	144
10/21/16	HSBC	Buy	USD 21,171	Sell	CLP 14,077,000	578
10/21/16	HSBC	Buy	CLP 66,867,000	Sell	USD 98,345	(523)
11/10/16	Citigroup	Buy	USD 52,296	Sell	EUR 46,240	558
11/10/16	Citigroup	Buy	USD 167,876	Sell	EUR 151,120	(1,210)
11/14/16	HSBC	Buy	USD 69,112	Sell	KRW 76,700,000	407
11/16/16	Morgan Stanley	Buy	USD 47,067	Sell	NZD 65,160	(61)
11/17/16	HSBC	Buy	USD 135,119	Sell	SGD 181,600	1,856
11/18/16	HSBC	Buy	USD 5,376	Sell	CLP 3,540,000	210
11/18/16	HSBC	Buy	CLP 3,540,000	Sell	USD 5,294	(128)
11/18/16	Morgan Stanley	Buy	AUD 56,190	Sell	USD 42,948	(800)
12/02/16	JP Morgan	Buy	INR 140,000	Sell	USD 2,057	5
12/05/16	HSBC	Buy	SEK 391,200	Sell	USD 46,632	(715)
12/09/16	Citigroup	Buy	GBP 40,350	Sell	USD 53,572	(474)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$34,688)						7,485
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(45,703))						(22,636)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(11,015))</b>						<b>\$ (15,151)</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Buxl 30 Year Bond September 2016	(305)	\$ (65,654)	\$ 86
Euro-OAT September 2016	(740)	(133,134)	(2,817)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (2,731)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$–)			86
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(7,625))			(2,817)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(7,625))			<b>\$ (2,731)</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global High Yield Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value	Face Value (000's)		Value (000's) \$	% of Net Asset Value
Mortgage-Backed Securities — 0.02% (February 29, 2016: 0.94%)				United Kingdom — 8.87% (February 29, 2016: 13.15%)							
EUR	23 TDA 24 FTA 24, Class A1, 0.000%, due 6/22/2040 *	24	0.02	GBP	300 Anglian Water Osprey Financing Plc, 5.000%, due 4/30/2023	410	0.44	1,500	DISH DBS Corp, 5.875%, due 11/15/2024	1,479	1.58
Total Mortgage-Backed Securities (Cost \$29)				GBP	250 Boparan Finance Plc, 5.250%, due 7/15/2019	328	0.35	1,250	Dynegy Inc, 7.375%, due 11/1/2022	1,234	1.32
Corporate Bonds and Notes — 82.42% (February 29, 2016: 82.21%)				GBP	750 Boparan Finance Plc, 5.500%, due 7/15/2021	941	1.01	420	Equinix Inc, 5.375%, due 4/1/2023	444	0.48
Brazil — 8.34% (February 29, 2016: 1.45%)				GBP	700 CUK Finance Ltd, 7.000%, due 8/28/2020	982	1.05	35	Equinix Inc, 5.875%, due 1/15/2026	38	0.04
	400 JBS Investments GmbH, 144A, 7.250%, due 4/3/2024	423	0.45		1,400 Fiat Chrysler Automobiles NV, 5.250%, due 4/15/2023	1,444	1.54	1,000	GLP Capital LP / GLP Financing II Inc, 5.375%, due 4/15/2026	1,092	1.17
	1,000 JBS Investments GmbH, 7.250%, due 4/3/2024	1,058	1.13	EUR	1,350 Ineos Finance Plc, 4.000%, due 5/1/2023	1,544	1.65	1,495	HCA Inc, 5.000%, due 3/15/2024	1,585	1.70
	1,000 Marfrig Holdings Europe BV, 8.000%, due 6/8/2023	1,039	1.11	EUR	200 Interoute Finco Plc, 7.375%, due 10/15/2020	241	0.26	1,330	HealthSouth Corp, 5.750%, due 11/1/2024	1,379	1.48
	230 Marfrig Holdings Europe BV, 144A, 8.000%, due 6/8/2023	239	0.26	GBP	140 Thames Water Kemble Finance Plc, 5.875%, due 7/15/2022	195	0.21	2,100	Hexion Inc, 6.625%, due 4/15/2020	1,820	1.95
	300 Marfrig Overseas Ltd, 9.500%, due 5/4/2020	309	0.33	GBP	320 Virgin Media Secured Finance Plc, 5.500%, due 1/15/2025	450	0.48	1,000	Hughes Satellite Systems Corp, 6.625%, due 8/1/2026	993	1.06
	150 Petrobras Global Finance BV, 5.750%, due 1/20/2020	152	0.16	GBP	1,000 Virgin Media Secured Finance Plc, 4.875%, due 1/15/2027	1,376	1.47	60	Hughes Satellite Systems Corp, 144A, 6.625%, due 8/1/2026	60	0.06
	1,140 Petrobras Global Finance BV, 5.375%, due 1/27/2021	1,099	1.18	EUR	320 Viridian Group FundCo II Ltd, 7.500%, due 3/1/2020	380	0.41	400	International Game Technology Plc, 4.750%, due 2/15/2023	490	0.52
	3,165 Petrobras Global Finance BV, 8.750%, due 5/23/2026	3,474	3.72			8,291	8.87	35	Iron Mountain Inc, 144A, 6.000%, due 10/1/2020	37	0.04
		7,793	8.34	United States — 51.63% (February 29, 2016: 50.49%)				350	Iron Mountain Inc, 6.000%, due 8/15/2023	374	0.40
Canada — 1.13% (February 29, 2016: 1.79%)				EUR	100 Adient Global Holdings Ltd, 3.500%, due 8/15/2024	116	0.12	1,000	Iron Mountain US Holdings Inc, 144A, 5.375%, due 6/1/2026	1,020	1.09
	1,000 Air Canada, 7.750%, due 4/15/2021	1,053	1.13		1,360 AES Corp/VA, 7.375%, due 7/1/2021	1,561	1.67	355	Marathon Oil Corp, 6.600%, due 10/1/2037	366	0.39
Croatia — 0.23% (February 29, 2016: 0.87%)					880 Allegheny Technologies Inc, 5.950%, due 1/15/2021	821	0.88	1,795	Murphy Oil Corp, 6.875%, due 8/15/2024	1,877	2.01
	200 Agrokor dd, 144A, 8.875%, due 2/1/2020	212	0.23		1,195 AmeriGas Partners LP / AmeriGas Finance Corp, 5.875%, due 8/20/2026	1,282	1.37	1,295	Rowan Cos Inc, 4.750%, due 1/15/2024	1,088	1.16
France — 1.31% (February 29, 2016: 0.82%)					205 Anixter Inc, 5.125%, due 10/1/2021	215	0.23	1,380	SBA Communications Corp, 4.875%, due 7/15/2022	1,415	1.51
	200 SFR Group SA, 144A, 6.000%, due 5/15/2022	204	0.22		1,340 Antero Resources Corp, 5.375%, due 11/1/2021	1,342	1.44	365	Sealed Air Corp, 144A, 5.125%, due 12/1/2024	391	0.42
	1,000 SFR Group SA, 6.000%, due 5/15/2022	1,022	1.09		1,500 Boise Cascade Co, 144A, 5.625%, due 9/1/2024	1,530	1.64	355	Sirius XM Radio Inc, 144A, 6.000%, due 7/15/2024	381	0.41
		1,226	1.31		1,340 California Resources Corp, 144A, 8.000%, due 12/15/2022	904	0.97	660	Sirius XM Radio Inc, 5.375%, due 7/15/2026	679	0.73
Germany — 1.56% (February 29, 2016: 1.15%)					208 Capsugel SA, 144A, 7.000%, due 5/15/2019	210	0.23	2,055	Sprint Corp, 7.250%, due 9/15/2021	2,032	2.17
EUR	1,300 Unitymedia GmbH, 3.750%, due 1/15/2027	1,453	1.56		1,140 Chesapeake Energy Corp, 144A, 8.000%, due 12/15/2022	1,086	1.16	265	StoneMor Partners LP / Cornerstone Family Services of West Virginia Subsidiary, 7.875%, due 6/1/2021	268	0.29
Ireland — 0.69% (February 29, 2016: 2.50%)					140 Chesapeake Energy Corp, 8.000%, due 12/15/2022	133	0.14	945	Tenet Healthcare Corp, 4.750%, due 6/1/2020	969	1.04
EUR	250 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 4.250%, due 1/15/2022	289	0.31		1,320 CIT Group Inc, 144A, 5.500%, due 2/15/2019	1,398	1.50	1,455	T-Mobile USA Inc, 6.500%, due 1/15/2024	1,564	1.67
	350 Fly Leasing Ltd, 6.750%, due 12/15/2020	360	0.38		1,545 Clear Channel Worldwide Holdings Inc, Series A, 6.500%, due 11/15/2022	1,562	1.67	555	Transocean Inc, 8.125%, due 12/15/2021	520	0.56
		649	0.69		300 Constellation Brands Inc, 4.250%, due 5/1/2023	320	0.34	350	Universal Health Services Inc, 144A, 4.750%, due 8/1/2022	363	0.39
Italy — 3.63% (February 29, 2016: 2.94%)					1,330 CSC Holdings LLC, 5.250%, due 6/1/2024	1,294	1.39	940	Valeant Pharmaceuticals International, 144A, 6.375%, due 10/15/2020	898	0.96
	1,990 Telecom Italia Capital SA, 6.375%, due 11/15/2033	2,057	2.20		450 DaVita HealthCare Partners Inc, 5.750%, due 8/15/2022	472	0.51	960	Valeant Pharmaceuticals International Inc, 144A, 6.750%, due 8/15/2018	963	1.03
	300 Wind Acquisition Finance SA, 144A, 7.375%, due 4/23/2021	309	0.33		1,000 DaVita HealthCare Partners Inc, 5.000%, due 5/1/2025	1,013	1.08	1,650	Valeant Pharmaceuticals International Inc, 6.125%, due 4/15/2025	1,450	1.55
	1,000 Wind Acquisition Finance SA, 7.375%, due 4/23/2021	1,030	1.10		295 Devon Energy Corp, 3.250%, due 5/15/2022	293	0.31	150	Valeant Pharmaceuticals International Inc, 144A, 6.125%, due 4/15/2025	132	0.14
		3,396	3.63		250 Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 6.020%, due 6/15/2026	267	0.29	335	Vector Group Ltd, 7.750%, due 2/15/2021	354	0.38
Jamaica — 3.33% (February 29, 2016: 2.67%)					750 Diamond 1 Finance Corp / Diamond 2 Finance Corp, 6.020%, due 6/15/2026	804	0.86	1,300	VeriSign Inc, 4.625%, due 5/1/2023	1,329	1.42
	3,434 Digicel Group Ltd, 8.250%, due 9/30/2020	3,108	3.33		2,245 DISH DBS Corp, 5.000%, due 3/15/2023	2,161	2.31	350	WR Grace & Co-Conn, 144A, 5.125%, due 10/1/2021	373	0.40
Luxembourg — 1.70% (February 29, 2016: 2.27%)									48,241	51.63	
EUR	600 Altice Financing SA, 5.250%, due 2/15/2023	706	0.76	Total Corporate Bonds and Notes (Cost \$76,554)					77,007	82.42	
	200 Coveris Holdings SA, 144A, 7.875%, due 11/1/2019	204	0.22								
EUR	605 Matterhorn Telecom SA, 3.875%, due 5/1/2022	675	0.72								
		1,585	1.70								

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global High Yield Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's)	% of Net Asset Value
<b>Government Bonds and Notes — 9.73% (February 29, 2016: 3.88%)</b>			
<b>Argentina — 1.48% (February 29, 2016: 0.00%)</b>			
170	Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	185	0.20
1,070	Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	1,193	1.28
		1,378	1.48
<b>Australia — 1.03% (February 29, 2016: 0.00%)</b>			
AUD 1,055	Australia Government Bond, 3.750%, due 4/21/2037	961	1.03
<b>Brazil — 3.69% (February 29, 2016: 0.00%)</b>			
BRL 3,930	Brazil Notas do Tesouro Nacional Serie F, Series NTNf, 10.000%, due 1/1/2027	1,074	1.15
2,555	Brazilian Government International Bond, 5.000%, due 1/27/2045	2,376	2.54
		3,450	3.69
<b>Indonesia — 3.04% (February 29, 2016: 0.00%)</b>			
1,480	Indonesia Government International Bond, 6.625%, due 2/17/2037	1,935	2.07

Face Value (000's)		Value (000's)	% of Net Asset Value
IDR 11,100,000	Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	908	0.97
		2,843	3.04
<b>Mexico — 0.49% (February 29, 2016: 0.00%)</b>			
MXN 7,597	Mexican Bonos, Series M, 8.000%, due 12/7/2023	459	0.49
<b>Total Government Bonds and Notes (Cost \$9,190)</b>			
		9,091	9.73
<b>Loan Notes — 1.40% (February 29, 2016: 1.61%)</b>			
389	Capsugel Holdings U.S. Inc, zero coupon, due 8/1/2018	390	0.42
890	Chesapeake Energy Corp, 0.000%, due 8/16/2021 *	918	0.98
<b>Total Loan Notes (Cost \$1,294)</b>			
		1,308	1.40
<b>Collective Investment Schemes — 7.38% (February 29, 2016: 8.96%)</b>			
6,892	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	6,892	7.38
<b>Total Collective Investment Schemes (Cost \$6,892)</b>			
		6,892	7.38
<b>Total Investments (Cost \$93,959)</b>			
		94,322	100.95
<b>Liabilities in Excess of Other Assets (February 29, 2016: 2.40%)</b>			
		(886)	(0.95)
<b>Total Net Assets</b>			
		\$93,436	100.00

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$12,982,000 or 13.92% of net assets.

\* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.

## ABBREVIATIONS:

AUD	– Australian Dollar
BRL	– Brazilian Real
EUR	– Euro
GBP	– British Pound
IDR	– Indonesian Rupiah
MXN	– Mexican Peso

## Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	89.68
Collective investment schemes	7.07
Financial derivative instruments	0.27
Other assets	2.98
<b>Total Assets</b>	<b>100.00</b>

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)	Unrealised Appreciation/Depreciation of Contracts (000's)
09/09/16	Barclays Capital	Buy	GBP 1,420	Sell USD 1,880	\$ (15)
09/09/16	JP Morgan	Buy	USD 954	Sell GBP 730	(5)
09/09/16	Morgan Stanley	Buy	USD 718	Sell GBP 550	(5)
09/09/16	Morgan Stanley	Buy	USD 1,040	Sell GBP 720	94
09/09/16	Morgan Stanley	Buy	GBP 850	Sell USD 1,118	(1)
09/09/16	UBS	Buy	USD 1,386	Sell GBP 1,050	7
09/13/16	BNY Mellon	Buy	GBP 5	Sell CHF 7	–
09/13/16	BNY Mellon	Buy	GBP –	Sell CHF –	–
09/13/16	BNY Mellon	Buy	CAD 19	Sell CHF 14	–
09/13/16	BNY Mellon	Buy	EUR 10	Sell CHF 10	–
09/13/16	BNY Mellon	Buy	CHF 5	Sell EUR 4	–
09/13/16	BNY Mellon	Buy	CAD 1,577	Sell EUR 1,082	(5)
09/13/16	BNY Mellon	Buy	SEK 6	Sell EUR 1	–
09/13/16	BNY Mellon	Buy	USD 2,070	Sell EUR 1,827	31
09/13/16	BNY Mellon	Buy	GBP 60	Sell EUR 68	1
09/13/16	BNY Mellon	Buy	GBP 411	Sell EUR 491	(8)
09/13/16	BNY Mellon	Buy	EUR 352	Sell GBP 304	(8)
09/13/16	BNY Mellon	Buy	USD 8	Sell GBP 7	–
09/13/16	BNY Mellon	Buy	SEK 6	Sell GBP 1	–
09/13/16	BNY Mellon	Buy	CAD 255	Sell GBP 146	2
09/13/16	BNY Mellon	Buy	EUR 129	Sell GBP 108	2
09/13/16	BNY Mellon	Buy	USD 2,077	Sell GBP 1,587	(8)
09/13/16	BNY Mellon	Buy	CHF 5	Sell GBP 4	–
09/13/16	BNY Mellon	Buy	CAD 6	Sell GBP 4	–
09/13/16	BNY Mellon	Buy	CAD –	Sell SEK –	–
09/13/16	BNY Mellon	Buy	GBP 1	Sell SEK 9	–
09/13/16	BNY Mellon	Buy	EUR 1	Sell SEK 14	–
09/13/16	BNY Mellon	Buy	CAD 3	Sell SEK 19	–
09/13/16	BNY Mellon	Buy	GBP –	Sell SEK –	–
09/13/16	BNY Mellon	Buy	CAD 8,225	Sell USD 6,304	(31)
09/13/16	BNY Mellon	Buy	CAD 91	Sell USD 69	–
09/13/16	BNY Mellon	Buy	EUR 4,162	Sell USD 4,650	(5)
09/13/16	BNY Mellon	Buy	GBP 2,164	Sell USD 2,888	(46)
09/13/16	BNY Mellon	Buy	EUR 45	Sell USD 51	–
09/13/16	BNY Mellon	Buy	GBP 49	Sell USD 65	1
10/12/16	Barclays Capital	Buy	USD 453	Sell MXN 8,625	(4)
10/27/16	HSBC	Buy	USD 238	Sell IDR 3,190,000	–
11/08/16	HSBC	Buy	BRL 23,330	Sell USD 7,099	(24)
11/08/16	HSBC	Buy	BRL 3,440	Sell USD 1,025	19

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global High Yield Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/10/16	Barclays Capital	Buy	USD	111	Sell	EUR	100	\$ (1)
11/10/16	Citigroup	Buy	USD	1,366	Sell	EUR	1,230	(10)
11/10/16	Goldman Sachs	Buy	USD	2,640	Sell	EUR	2,325	39
11/10/16	HSBC	Buy	EUR	1,545	Sell	USD	1,754	(25)
11/10/16	Morgan Stanley	Buy	USD	3,650	Sell	EUR	3,225	42
11/18/16	HSBC	Buy	USD	718	Sell	AUD	935	17
11/18/16	Morgan Stanley	Buy	USD	260	Sell	AUD	340	5
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$376)								260
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(315))								(201)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$61)</b>								<b>\$ 59</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 10 Year Note (CBT) December 2016	29	\$ 3,797	\$ –
U.S. Long Bond (CBT) December 2016	52	8,859	(7)
<b>Total Market Value of Futures Contracts</b>			<b>\$ (7)</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$–)			–
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(17))			(7)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(17))			<b>\$ (7)</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Face Value (000's)		Value (000's)	% of Net Asset \$ Value	Face Value (000's)		Value (000's)	% of Net Asset \$ Value	Face Value (000's)		Value (000's)	% of Net Asset \$ Value					
Mortgage-Backed Securities — 0.89% (February 29, 2016: 1.94%)				1,995	Devon Energy Corp, 5.600%, due 7/15/2041	1,994	0.32	Indonesia — 4.49% (February 29, 2016: 4.55%)								
EUR	153	Bancaja 11 Fondo de Titulizacion de Activos 11, Class A2, 0.000%, due 4/27/2050 *	163	0.03	235	Devon Energy Corp, 4.750%, due 5/15/2042	219	0.04	IDR 21,400,000	Indonesia Treasury Bond, Series FR70, 8.375%, due 3/15/2024	1,725	0.28				
	23	CHL Mortgage Pass-Through Trust 2007-9, Series 2007 9, Class A13, 5.750%, due 7/25/2037	22	—	180	Devon Energy Corp, 5.000%, due 6/15/2045	173	0.03	IDR246,800,000	Indonesia Treasury Bond, Series FR71, 9.000%, due 3/15/2029	20,959	3.38				
EUR	448	Fondo de Titulizacion de Activos UCI 17 17, Class A2, 0.000%, due 12/17/2049 *	372	0.06	950	Devon Financing Co LLC, 7.875%, due 9/30/2031	1,166	0.19	IDR 62,200,000	Indonesia Treasury Bond, Series FR67, 8.750%, due 2/15/2044	5,187	0.83				
					3,200	Ford Motor Credit Co LLC, 1.270%, due 3/27/2017 *	3,202	0.52			27,871	4.49				
					4,370	Ford Motor Credit Co LLC, 1.553%, due 6/15/2018 *	4,392	0.71	Malaysia — 4.37% (February 29, 2016: 3.66%)							
EUR	1,141	GC Pastor Hipotecario 5 FTA 5, Class A2, 0.000%, due 6/21/2046 *	944	0.15	14,780	Goldman Sachs Group Inc/ The, 1.917%, due 11/15/2018 *	14,944	2.41	MYR 49,965	Malaysia Government Bond, Series 0315, 3.659%, due 10/15/2020	12,567	2.03				
EUR	187	IM Pastor 4 FTA 4, Class A, 0.000%, due 3/22/2044 *	158	0.03	740	Hess Corp, 7.875%, due 10/1/2029	900	0.15	MYR 18,145	Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	4,646	0.75				
EUR	3,500	Marche Mutui Srl 6, Class A2, 0.000%, due 1/27/2064 *	3,846	0.62	700	Hess Corp, 7.300%, due 8/15/2031	813	0.13	MYR 10,735	Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	2,700	0.43				
Total Mortgage-Backed Securities (Cost \$6,091)				5,505	0.89	470	Hess Corp, 7.125%, due 3/15/2033	545	0.09	MYR 29,170	Malaysia Government Bond, Series 0313, 3.480%, due 3/15/2023	7,195	1.16			
Corporate Bonds and Notes — 23.87% (February 29, 2016: 19.33%)						740	Hess Corp, 6.000%, due 1/15/2040	773	0.12			27,108	4.37			
Australia — 0.67% (February 29, 2016: 0.75%)						700	Hess Corp, 5.600%, due 2/15/2041	713	0.12	Mexico — 13.52% (February 29, 2016: 13.21%)						
	1,845	Macquarie Bank Ltd, 144A, 1.364%, due 10/27/2017 *	1,845	0.30	6,810	Hewlett Packard Enterprise Co, 144A, 6.350%, due 10/15/2045	7,029	1.13	MXN 345,000	Mexican Bonos, Series M 20, 8.500%, due 5/31/2029	22,295	3.59				
	2,280	Macquarie Group Ltd, 144A, 1.759%, due 1/31/2017 *	2,283	0.37	670	Marathon Oil Corp, 6.800%, due 3/15/2032	706	0.11	MXN 383,800	Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	25,567	4.12				
			4,128	0.67	1,020	Marathon Oil Corp, 6.600%, due 10/1/2037	1,051	0.17	MXN 574,800	Mexican Bonos, Series M, 7.750%, due 11/13/2042	36,018	5.81				
France — 2.42% (February 29, 2016: 2.72%)						2,195	Marathon Oil Corp, 5.200%, due 6/1/2045	1,967	0.32			83,880	13.52			
	15,090	Dexia Credit Local SA/New York NY, 144A, 1.036%, due 6/5/2018 *	15,011	2.42	7,290	Morgan Stanley, 1.995%, due 4/25/2018 *	7,380	1.19	New Zealand — 3.48% (February 29, 2016: 3.48%)							
Netherlands — 3.52% (February 29, 2016: 3.07%)						8,885	Wells Fargo & Co, 1.740%, due 7/26/2021 *	9,024	1.46	NZD 3,125	New Zealand Government Bond, Series 0521, 6.000%, due 5/15/2021	2,691	0.43			
	6,850	ABN AMRO Bank NV, 144A, 1.543%, due 10/28/2016 *	6,857	1.10			86,170	13.89	NZD 21,395	New Zealand Government Bond, Series 0423, 5.500%, due 4/15/2023	18,919	3.05				
	9,732	Bank Nederlandse Gemeenten NV, 144A, 0.743%, due 7/14/2017 *	9,732	1.57	Total Corporate Bonds and Notes (Cost \$142,247)				148,068	23.87			21,610	3.48		
	5,245	Nederlandse Waterschapsbank NV, 144A, 1.047%, due 2/14/2018 *	5,256	0.85	Government Bonds and Notes — 71.20% (February 29, 2016: 71.74%)						Poland — 2.03% (February 29, 2016: 2.23%)					
			21,845	3.52	Australia — 7.12% (February 29, 2016: 7.37%)						PLN 16,450	Poland Government Bond, Series 1023, 4.000%, due 10/25/2023	4,616	0.75		
Supranational — 2.68% (February 29, 2016: 2.15%)						AUD 17,920	New South Wales Treasury Corp, Series 24, 5.000%, due 8/20/2024	16,479	2.66	PLN 29,750	Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	7,954	1.28			
	3,620	Corp Andina de Fomento, 1.302%, due 1/29/2018 *	3,618	0.58	AUD 8,670	Queensland Treasury Corp, Series 22, 6.000%, due 7/21/2022	7,967	1.28			12,570	2.03	Portugal — 2.78% (February 29, 2016: 3.09%)			
	4,690	Corp Andina de Fomento, 2.000%, due 5/10/2019	4,744	0.77	AUD 11,430	Queensland Treasury Corp, Series 25, 144A, 4.750%, due 7/21/2025	10,309	1.66	EUR 925	Portugal Obrigacoes do Tesouro OT, 144A, 3.850%, due 4/15/2021	1,120	0.18	South Africa — 4.23% (February 29, 2016: 3.07%)			
	8,250	European Investment Bank, 144A, 0.735%, due 10/9/2018 *	8,255	1.33	AUD 11,600	Queensland Treasury Corp, Series 26, 144A, 3.250%, due 7/21/2026	9,425	1.52	EUR 12,580	Portugal Obrigacoes do Tesouro OT, 144A, 4.950%, due 10/25/2023	16,112	2.60	ZAR 55,550	South Africa Government Bond, Series R208, 6.750%, due 3/31/2021	3,531	0.57
			16,617	2.68			44,180	7.12			17,232	2.78	ZAR 229,070	South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	11,003	1.78
United Kingdom — 0.69% (February 29, 2016: 0.78%)						Brazil — 4.89% (February 29, 2016: 4.19%)						South Korea — 1.50% (February 29, 2016: 1.69%)				
	4,295	Barclays Bank Plc, 1.374%, due 12/9/2016 *	4,297	0.69	BRL 74,970	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2025	20,862	3.36			1,145	Export-Import Bank of Korea, 1.423%, due 1/14/2017 *	1,147	0.19		
United States — 13.89% (February 29, 2016: 8.72%)						BRL 34,645	Brazil Notas do Tesouro Nacional Serie F, Series NTN-F, 10.000%, due 1/1/2027	9,470	1.53			4,230	Export-Import Bank of Korea, 1.418%, due 5/12/2017 *	4,231	0.68	
	785	Anadarko Finance Co, Series B, 7.500%, due 5/1/2031	952	0.15			30,332	4.89			3,940	Export-Import Bank of Korea, 1.443%, due 8/14/2017 *	3,935	0.63		
	230	Anadarko Petroleum Corp, 7.200%, due 3/15/2029	259	0.04	Hungary — 3.80% (February 29, 2016: 4.15%)								9,313	1.50		
	710	Anadarko Petroleum Corp, 6.450%, due 9/15/2036	820	0.13	HUF 160,000	Hungary Government Bond, Series 20/A, 7.500%, due 11/12/2020	709	0.11	South Korea — 1.50% (February 29, 2016: 1.69%)							
	690	Anadarko Petroleum Corp, 7.950%, due 6/15/2039	865	0.14	HUF 540,000	Hungary Government Bond, Series 22/A, 7.000%, due 6/24/2022	2,449	0.40								
	235	Anadarko Petroleum Corp, 4.500%, due 7/15/2044	214	0.03	HUF 3,400,000	Hungary Government Bond, Series 23/A, 6.000%, due 11/24/2023	15,082	2.43								
	2,190	Anadarko Petroleum Corp, 6.600%, due 3/15/2046	2,607	0.42	HUF 1,220,000	Hungary Government Bond, Series 25/B, 5.500%, due 6/24/2025	5,333	0.86								
	4,050	Apple Inc, 4.500%, due 2/23/2036	4,680	0.75			23,573	3.80								
	10,185	Apple Inc, 4.650%, due 2/23/2046	11,912	1.92												
	1,985	Berkshire Hathaway Inc, 3.125%, due 3/15/2026	2,106	0.34												
	3,920	Citigroup Inc, 1.424%, due 4/27/2018 *	3,930	0.63												
	890	Dell Inc, 6.500%, due 4/15/2038	834	0.13												

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

Face Value (000's)		Value (000's)	% of Net Asset \$ Value
<b>Government Bonds and Notes — (continued)</b>			
<b>United Kingdom — 6.25% (February 29, 2016: 0.00%)</b>			
GBP 28,930	United Kingdom Gilt, 1.250%, due 7/22/2018	38,787	6.25
<b>United States — 12.74% (February 29, 2016: 16.17%)</b>			
1,740	Municipal Electric Authority of Georgia, 6.655%, due 4/1/2057	2,352	0.38
15,230	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018 *	15,263	2.46
4,195	United States Treasury Floating Rate Note, 0.525%, due 4/30/2018 *	4,199	0.68
42,175	United States Treasury Floating Rate Note, 0.509%, due 7/31/2018 *	42,185	6.80
12,900	United States Treasury Note/Bond, 3.000%, due 11/15/2045	15,033	2.42
		79,032	12.74
<b>Total Government Bonds and Notes (Cost \$464,854)</b>		441,702	71.20

Face Value (000's)		Value (000's \$)	% of Net Asset Value
<b>Collective Investment Schemes — 1.77% (February 29, 2016: 5.62%)</b>			
11,010	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	11,010	1.77
<b>Total Collective Investment Schemes (Cost \$11,010)</b>		11,010	1.77
<b>Total Investments (Cost \$624,202)</b>		606,285	97.73
<b>Other Assets in Excess of Liabilities (February 29, 2016: 1.37%)</b>		14,066	2.27
<b>Total Net Assets</b>		\$620,351	100.00
–	Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.		
144A	Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$101,400,000 or 16.34% of net assets.		
*	Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.		

## ABBREVIATIONS:

AUD	– Australian Dollar
BRL	– Brazilian Real
EUR	– Euro
GBP	– British Pound
HUF	– Hungarian Forint
IDR	– Indonesian Rupiah
MXN	– Mexican Peso
MYR	– Malaysian Ringgit
NZD	– New Zealand Dollar
PLN	– Polish Zloty
ZAR	– South Africa Rand

## Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	95.71
Collective investment schemes	1.77
Financial derivative instruments	0.72
Other assets	1.80
<b>Total Assets</b>	<b>100.00</b>

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/13/16	BNY Mellon	Buy	USD	30	Sell	AUD	40	\$ –
09/13/16	BNY Mellon	Buy	NZD	3,350	Sell	AUD	3,155	60
09/13/16	BNY Mellon	Buy	EUR	74	Sell	AUD	108	1
09/13/16	BNY Mellon	Buy	GBP	15	Sell	AUD	26	–
09/13/16	BNY Mellon	Buy	GBP	16	Sell	CAD	28	–
09/13/16	BNY Mellon	Buy	EUR	81	Sell	CAD	117	–
09/13/16	BNY Mellon	Buy	USD	33	Sell	CAD	43	–
09/13/16	BNY Mellon	Buy	NZD	3,650	Sell	CAD	3,414	43
09/13/16	BNY Mellon	Buy	GBP	2	Sell	CHF	3	–
09/13/16	BNY Mellon	Buy	EUR	9	Sell	CHF	10	–
09/13/16	BNY Mellon	Buy	NZD	414	Sell	CHF	288	7
09/13/16	BNY Mellon	Buy	USD	4	Sell	CHF	4	–
09/13/16	BNY Mellon	Buy	NZD	1,240	Sell	DKK	5,921	11
09/13/16	BNY Mellon	Buy	EUR	27	Sell	DKK	203	–
09/13/16	BNY Mellon	Buy	USD	11	Sell	DKK	74	–
09/13/16	BNY Mellon	Buy	GBP	6	Sell	DKK	49	–
09/13/16	BNY Mellon	Buy	USD	641	Sell	EUR	574	1
09/13/16	BNY Mellon	Buy	NZD	71,386	Sell	EUR	45,844	603
09/13/16	BNY Mellon	Buy	GBP	319	Sell	EUR	381	(7)
09/13/16	BNY Mellon	Buy	NZD	13,859	Sell	GBP	7,450	265
09/13/16	BNY Mellon	Buy	EUR	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	AUD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	SEK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	EUR	311	Sell	GBP	260	5
09/13/16	BNY Mellon	Buy	AUD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	NZD	234	Sell	GBP	131	(1)
09/13/16	BNY Mellon	Buy	DKK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	MYR	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	MXN	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	NOK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	DKK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	NOK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	MXN	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	JPY	32	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	SGD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	PLN	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	CAD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	SGD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	CAD	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	ZAR	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	USD	128	Sell	GBP	95	2
09/13/16	BNY Mellon	Buy	CHF	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	PLN	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	SEK	–	Sell	GBP	–	–
09/13/16	BNY Mellon	Buy	EUR	1,203	Sell	JPY	135,529	32

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/13/16	BNY Mellon	Buy	NZD	54,563	Sell	JPY	3,946,120	\$ 1,405
09/13/16	BNY Mellon	Buy	GBP	244	Sell	JPY	32,824	3
09/13/16	BNY Mellon	Buy	USD	490	Sell	JPY	49,384	12
09/13/16	BNY Mellon	Buy	NZD	1,514	Sell	MXN	20,565	7
09/13/16	BNY Mellon	Buy	GBP	7	Sell	MXN	171	–
09/13/16	BNY Mellon	Buy	USD	14	Sell	MXN	258	–
09/13/16	BNY Mellon	Buy	EUR	33	Sell	MXN	707	–
09/13/16	BNY Mellon	Buy	GBP	4	Sell	MYR	21	–
09/13/16	BNY Mellon	Buy	EUR	19	Sell	MYR	85	–
09/13/16	BNY Mellon	Buy	USD	8	Sell	MYR	31	–
09/13/16	BNY Mellon	Buy	NZD	849	Sell	MYR	2,464	11
09/13/16	BNY Mellon	Buy	NZD	429	Sell	NOK	2,600	(1)
09/13/16	BNY Mellon	Buy	NZD	7	Sell	NOK	43	–
09/13/16	BNY Mellon	Buy	EUR	10	Sell	NOK	91	–
09/13/16	BNY Mellon	Buy	USD	4	Sell	NOK	33	–
09/13/16	BNY Mellon	Buy	GBP	2	Sell	NOK	22	–
09/13/16	BNY Mellon	Buy	CHF	–	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	JPY	872	Sell	NZD	12	–
09/13/16	BNY Mellon	Buy	AUD	1	Sell	NZD	1	–
09/13/16	BNY Mellon	Buy	PLN	1	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	USD	12	Sell	NZD	16	–
09/13/16	BNY Mellon	Buy	EUR	10	Sell	NZD	16	–
09/13/16	BNY Mellon	Buy	NOK	1	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	SEK	1	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	SGD	–	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	GBP	2	Sell	NZD	3	–
09/13/16	BNY Mellon	Buy	DKK	1	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	MYR	1	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	ZAR	2	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	CAD	1	Sell	NZD	1	–
09/13/16	BNY Mellon	Buy	MXN	4	Sell	NZD	–	–
09/13/16	BNY Mellon	Buy	USD	9	Sell	PLN	35	–
09/13/16	BNY Mellon	Buy	EUR	22	Sell	PLN	96	1
09/13/16	BNY Mellon	Buy	GBP	4	Sell	PLN	23	–
09/13/16	BNY Mellon	Buy	NZD	1,011	Sell	PLN	2,779	21
09/13/16	BNY Mellon	Buy	USD	8	Sell	SEK	67	–
09/13/16	BNY Mellon	Buy	EUR	19	Sell	SEK	183	–
09/13/16	BNY Mellon	Buy	NZD	871	Sell	SEK	5,336	9
09/13/16	BNY Mellon	Buy	GBP	4	Sell	SEK	44	–
09/13/16	BNY Mellon	Buy	NZD	666	Sell	SGD	641	12
09/13/16	BNY Mellon	Buy	GBP	3	Sell	SGD	5	–
09/13/16	BNY Mellon	Buy	USD	6	Sell	SGD	8	–
09/13/16	BNY Mellon	Buy	EUR	15	Sell	SGD	22	–
09/13/16	BNY Mellon	Buy	GBP	333	Sell	USD	446	(7)
09/13/16	BNY Mellon	Buy	NZD	74,415	Sell	USD	53,364	602
09/13/16	BNY Mellon	Buy	NZD	186	Sell	USD	135	–
09/13/16	BNY Mellon	Buy	EUR	1,645	Sell	USD	1,838	(2)
09/13/16	BNY Mellon	Buy	GBP	4	Sell	ZAR	73	–
09/13/16	BNY Mellon	Buy	EUR	19	Sell	ZAR	301	1
09/13/16	BNY Mellon	Buy	NZD	871	Sell	ZAR	8,768	38
09/13/16	BNY Mellon	Buy	USD	8	Sell	ZAR	110	–
09/14/16	BNY Mellon	Buy	GBP	1	Sell	USD	1	–
09/14/16	BNY Mellon	Buy	EUR	566	Sell	USD	629	3
09/21/16	Barclays Capital	Buy	INR	1,958,000	Sell	USD	28,891	248
09/26/16	HSBC	Buy	CLP	3,523,000	Sell	USD	5,026	138
10/14/16	HSBC	Buy	NOK	141,200	Sell	USD	16,682	265
10/20/16	HSBC	Buy	SEK	207,900	Sell	USD	24,269	78
10/21/16	HSBC	Buy	CLP	13,980,000	Sell	USD	20,561	(109)
11/07/16	HSBC	Buy	CLP	2,615,000	Sell	USD	3,824	(4)
11/10/16	Citigroup	Buy	USD	25,051	Sell	EUR	22,150	268
11/10/16	Citigroup	Buy	EUR	35,990	Sell	USD	39,981	288
11/10/16	HSBC	Buy	USD	5,964	Sell	EUR	5,320	12
11/14/16	HSBC	Buy	NOK	120,300	Sell	USD	14,665	(225)
11/16/16	Morgan Stanley	Buy	USD	20,456	Sell	NZD	28,320	(27)
11/18/16	HSBC	Buy	USD	2,530	Sell	CLP	1,700,000	49
11/18/16	HSBC	Buy	CLP	1,700,000	Sell	USD	2,542	(62)
11/18/16	Morgan Stanley	Buy	AUD	18,940	Sell	USD	14,477	(270)
12/05/16	HSBC	Buy	SEK	145,000	Sell	USD	17,285	(265)

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

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# Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
12/09/16	Citigroup	Buy	GBP	19,130	Sell	USD	25,399	\$ (225)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$5,014)								4,501
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(2,894))								(1,205)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$2,120)</b>								<b>\$ 3,296</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Face Value (000's)			Value (000's)	% of Net Asset \$ Value	Face Value (000's)			Value (000's)	% of Net Asset \$ Value	Face Value (000's)			Value (000's)	% of Net Asset \$ Value			
<b>Government Bonds and Notes — 95.48% (February 29, 2016: 89.52%)</b>					MXN	2,388,000	Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	159,076	6.43		51,595	United States Treasury Note/Bond, 2.500%, due 2/15/2045	54,489	2.20			
<b>Australia — 3.69% (February 29, 2016: 3.63%)</b>					MXN	1,966,000	Mexican Bonos, Series M, 7.750%, due 11/13/2042	123,192	4.98				452,682	18.30			
AUD	96,465	Queensland Treasury Corp, Series 24, 5.750%, due 7/22/2024	91,297	3.69				363,823	14.71	<b>Total Government Bonds and Notes (Cost \$2,474,315)</b>					2,362,210	95.48	
<b>Brazil — 4.50% (February 29, 2016: 4.49%)</b>					<b>New Zealand — 5.24% (February 29, 2016: 5.13%)</b>					<b>Collective Investment Schemes — 2.35% (February 29, 2016: 8.16%)</b>							
BRL	408,905	Brazil Notas do Tesouro Nacional Serie F, Series NTNf, 10.000%, due 1/1/2027	111,431	4.50	NZD	146,590	New Zealand Government Bond, Series 0423, 5.500%, due 4/15/2023	129,625	5.24		58,131	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	58,131	2.35			
<b>Colombia — 3.89% (February 29, 2016: 4.07%)</b>					<b>Poland — 4.83% (February 29, 2016: 5.07%)</b>					<b>Total Collective Investment Schemes (Cost \$58,131)</b>					58,131	2.35	
	88,905	Colombia Government International Bond, 5.000%, due 6/15/2045	96,351	3.89	PLN	447,295	Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	119,596	4.83	<b>Total Investments (Cost \$2,532,446)</b>					2,420,341	97.83	
<b>Hungary — 3.98% (February 29, 2016: 4.14%)</b>					<b>Portugal — 3.91% (February 29, 2016: 4.42%)</b>					<b>Other Assets in Excess of Liabilities (February 29, 2016: 2.32%)</b>					53,723	2.17	
HUF	8,600,000	Hungary Government Bond, Series 20/A, 7.500%, due 11/12/2020	38,088	1.54	EUR	15,525	Portugal Obrigacoes do Tesouro OT, 144A, 3.850%, due 4/15/2021	18,801	0.76	<b>Total Net Assets</b>					\$2,474,064	100.00	
HUF	12,100,000	Hungary Government Bond, Series 22/A, 7.000%, due 6/24/2022	54,878	2.22	EUR	28,730	Portugal Obrigacoes do Tesouro OT, 144A, 4.950%, due 10/25/2023	36,796	1.49	144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$96,613,000 or 3.91% of net assets.							
HUF	1,250,000	Hungary Government Bond, Series 25/B, 5.500%, due 6/24/2025	5,464	0.22	EUR	34,975	Portugal Obrigacoes do Tesouro OT, 144A, 4.100%, due 4/15/2037	41,016	1.66								
			98,430	3.98				96,613	3.91	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2016.							
<b>Indonesia — 7.15% (February 29, 2016: 6.85%)</b>					<b>South Africa — 5.06% (February 29, 2016: 1.97%)</b>												
IDR	131,000,000	Indonesia Treasury Bond, Series FR70, 8.375%, due 3/15/2024	10,557	0.43	ZAR	1,441,920	South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	69,260	2.80	<b>ABBREVIATIONS:</b>							
IDR	1,441,300,000	Indonesia Treasury Bond, Series FR71, 9.000%, due 3/15/2029	122,399	4.95	ZAR	904,825	South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	55,882	2.26	AUD	–	Australian Dollar					
IDR	339,800,000	Indonesia Treasury Bond, Series FR68, 8.375%, due 3/15/2034	27,691	1.12				125,142	5.06	BRL	–	Brazilian Real					
IDR	194,800,000	Indonesia Treasury Bond, Series FR67, 8.750%, due 2/15/2044	16,246	0.65	<b>South Korea — 8.91% (February 29, 2016: 8.88%)</b>												
			176,893	7.15	KRW	107,100,000	Korea Treasury Bond, Series 1809, 5.750%, due 9/10/2018	104,522	4.22	EUR	–	Euro					
<b>Malaysia — 7.41% (February 29, 2016: 5.44%)</b>					KRW	114,100,000	Korea Treasury Bond, Series 2006, 5.000%, due 6/10/2020	116,026	4.69	GBP	–	British Pound					
MYR	258,005	Malaysia Government Bond, Series 0315, 3.659%, due 10/15/2020	64,892	2.62				220,548	8.91	HUF	–	Hungarian Forint					
MYR	37,130	Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	9,507	0.39	<b>United Kingdom — 3.90% (February 29, 2016: 0.00%)</b>												
MYR	162,295	Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	40,823	1.65	GBP	72,005	United Kingdom Gilt, 1.250%, due 7/22/2018	96,538	3.90	IDR	–	Indonesian Rupiah					
MYR	275,755	Malaysia Government Bond, Series 0313, 3.480%, due 3/15/2023	68,019	2.75	<b>United States — 18.30% (February 29, 2016: 19.47%)</b>												
			183,241	7.41						KRW	–	South Korean Won					
<b>Mexico — 14.71% (February 29, 2016: 13.23%)</b>										MXN	–	Mexican Peso					
MXN	1,262,000	Mexican Bonos, Series M 20, 8.500%, due 5/31/2029	81,555	3.30	<b>United States — 18.30% (February 29, 2016: 19.47%)</b>												
						36,110	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018 *	36,188	1.47	MYR	–	Malaysian Ringgit					
						100,405	United States Treasury Floating Rate Note, 0.525%, due 4/30/2018 *	100,510	4.06	NZD	–	New Zealand Dollar					
						261,430	United States Treasury Floating Rate Note, 0.509%, due 7/31/2018 *	261,495	10.57	PLN	–	Polish Zloty					
										ZAR	–	South Africa Rand					
<b>Analysis of Total Assets</b>																	
Transferable securities admitted to an official exchange listing or traded on a regulated market																	
Collective investment schemes																	
Financial derivative instruments																	
Other assets																	
<b>Total Assets</b>																	

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/Depreciation of Contracts (000's)
09/13/16	BNY Mellon	Buy GBP	11,821	Sell AUD 20,717 \$ (39)
09/13/16	BNY Mellon	Buy EUR	127	Sell AUD 187 2
09/13/16	BNY Mellon	Buy GBP	383	Sell AUD 651 14
09/13/16	BNY Mellon	Buy EUR	143	Sell CAD 209 1
09/13/16	BNY Mellon	Buy GBP	431	Sell CAD 736 5
09/13/16	BNY Mellon	Buy GBP	13,298	Sell CAD 23,162 (196)
09/13/16	BNY Mellon	Buy GBP	3,509	Sell CHF 4,547 (17)
09/13/16	BNY Mellon	Buy EUR	38	Sell CHF 41 –
09/13/16	BNY Mellon	Buy GBP	114	Sell CHF 145 1
09/13/16	BNY Mellon	Buy GBP	145	Sell DKK 1,252 –
09/13/16	BNY Mellon	Buy GBP	4,433	Sell DKK 39,407 (87)
09/13/16	BNY Mellon	Buy EUR	48	Sell DKK 355 –
09/13/16	BNY Mellon	Buy GBP	256,538	Sell EUR 306,615 (5,229)

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/13/16	BNY Mellon	Buy	GBP	8,311	Sell	EUR	9,741	\$ 47
09/13/16	BNY Mellon	Buy	EUR	758	Sell	GBP	634	13
09/13/16	BNY Mellon	Buy	GBP	12	Sell	HKD	122	–
09/13/16	BNY Mellon	Buy	GBP	369	Sell	HKD	3,824	(8)
09/13/16	BNY Mellon	Buy	EUR	4	Sell	HKD	34	–
09/13/16	BNY Mellon	Buy	GBP	190,675	Sell	JPY	25,647,811	2,430
09/13/16	BNY Mellon	Buy	EUR	1,989	Sell	JPY	224,027	53
09/13/16	BNY Mellon	Buy	GBP	1,525	Sell	NOK	17,175	(57)
09/13/16	BNY Mellon	Buy	EUR	16	Sell	NOK	150	–
09/13/16	BNY Mellon	Buy	EUR	20	Sell	NZD	31	–
09/13/16	BNY Mellon	Buy	GBP	1,906	Sell	NZD	3,544	(66)
09/13/16	BNY Mellon	Buy	EUR	34	Sell	SEK	322	–
09/13/16	BNY Mellon	Buy	GBP	102	Sell	SEK	1,131	1
09/13/16	BNY Mellon	Buy	GBP	3,140	Sell	SEK	35,753	(55)
09/13/16	BNY Mellon	Buy	GBP	2,585	Sell	SGD	4,630	(1)
09/13/16	BNY Mellon	Buy	EUR	28	Sell	SGD	42	–
09/13/16	BNY Mellon	Buy	GBP	83	Sell	SGD	146	2
09/13/16	BNY Mellon	Buy	GBP	184,692	Sell	USD	246,508	(3,898)
09/13/16	BNY Mellon	Buy	EUR	1,989	Sell	USD	2,222	(2)
09/13/16	BNY Mellon	Buy	GBP	5,983	Sell	USD	7,826	34
09/21/16	Barclays Capital	Buy	INR	7,507,000	Sell	USD	110,770	952
09/26/16	HSBC	Buy	CLP	32,219,000	Sell	USD	45,968	1,260
10/03/16	Citigroup	Buy	JPY	5,050,000	Sell	USD	45,739	3,145
10/14/16	HSBC	Buy	NOK	595,300	Sell	USD	70,331	1,117
10/19/16	Citigroup	Buy	USD	33,159	Sell	MYR	134,460	365
10/19/16	Citigroup	Buy	MYR	134,460	Sell	USD	33,444	(649)
10/19/16	HSBC	Buy	THB	512,000	Sell	USD	14,606	174
10/20/16	HSBC	Buy	SEK	736,300	Sell	USD	85,951	274
11/04/16	HSBC	Buy	COP	342,200,000	Sell	USD	108,573	5,156
11/08/16	UBS	Buy	BRL	196,350	Sell	USD	58,629	918
11/10/16	Citigroup	Buy	USD	22,318	Sell	EUR	20,090	(161)
11/10/16	Citigroup	Buy	USD	100,079	Sell	EUR	88,490	1,068
11/10/16	HSBC	Buy	USD	27,579	Sell	EUR	24,600	55
11/14/16	HSBC	Buy	USD	110,470	Sell	KRW	122,600,000	651
11/14/16	HSBC	Buy	NOK	452,800	Sell	USD	55,199	(848)
11/16/16	Morgan Stanley	Buy	USD	125,736	Sell	NZD	174,070	(163)
11/17/16	HSBC	Buy	USD	97,321	Sell	SGD	130,800	1,337
11/18/16	Morgan Stanley	Buy	AUD	193,190	Sell	USD	147,662	(2,750)
12/05/16	HSBC	Buy	SEK	647,000	Sell	USD	77,125	(1,183)
12/09/16	Citigroup	Buy	GBP	76,690	Sell	USD	101,820	(900)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$27,476)								19,075
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(45,146))								(16,309)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(17,670))</b>								<b>\$ 2,766</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

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## Portfolio of Investments as at August 31, 2016

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# Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## ABBREVIATIONS:

AUD	– Australian Dollar
BRL	– Brazilian Real
CAD	– Canadian Dollar
EUR	– Euro
GBP	– British Pound
IDR	– Indonesian Rupiah
MXN	– Mexican Peso

Analysis of Total Assets		% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market		80.42
Collective investment schemes		8.00
Financial derivative instruments		0.94
Other assets		10.64
<b>Total Assets</b>		<b>100.00</b>

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	195	\$ 10
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	315	16
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	370	19
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	425	22
					\$ 67
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$91)					67
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(55))					–
Net Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$36)					\$ 67

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/09/16	Barclays Capital	Buy	GBP	1,140	Sell	USD	1,509	\$ (12)
09/09/16	Goldman Sachs	Buy	USD	852	Sell	GBP	640	11
09/09/16	Goldman Sachs	Buy	USD	689	Sell	GBP	525	(1)
09/09/16	HSBC	Buy	USD	3,278	Sell	GBP	2,490	7
09/09/16	JP Morgan	Buy	USD	320	Sell	GBP	245	(2)
09/09/16	JP Morgan	Buy	GBP	2,400	Sell	USD	3,190	(37)
09/09/16	Morgan Stanley	Buy	USD	5,242	Sell	GBP	3,630	475
09/09/16	Morgan Stanley	Buy	USD	4,899	Sell	GBP	3,765	(46)
09/09/16	UBS	Buy	USD	1,343	Sell	GBP	1,035	(17)
09/14/16	BNY Mellon	Buy	USD	75	Sell	EUR	66	1
09/14/16	BNY Mellon	Buy	USD	57	Sell	GBP	43	–
09/14/16	BNY Mellon	Buy	USD	–	Sell	SGD	–	–
09/14/16	BNY Mellon	Buy	SGD	10	Sell	USD	7	–
09/14/16	BNY Mellon	Buy	GBP	41	Sell	USD	54	–
09/14/16	BNY Mellon	Buy	EUR	293	Sell	USD	331	(1)
09/14/16	BNY Mellon	Buy	EUR	18,756	Sell	USD	20,839	95
09/14/16	BNY Mellon	Buy	GBP	9,693	Sell	USD	12,699	34
09/14/16	BNY Mellon	Buy	SEK	314,771	Sell	USD	36,883	(87)
09/14/16	BNY Mellon	Buy	SGD	5,981	Sell	USD	4,441	(54)
10/12/16	Barclays Capital	Buy	USD	916	Sell	MXN	17,435	(7)
10/12/16	JP Morgan	Buy	USD	305	Sell	MXN	5,800	(3)
10/27/16	HSBC	Buy	USD	560	Sell	IDR	7,500,000	1
11/07/16	Citigroup	Buy	USD	790	Sell	CAD	1,030	4
11/07/16	Goldman Sachs	Buy	USD	2,258	Sell	CAD	2,960	–
11/08/16	HSBC	Buy	BRL	11,655	Sell	USD	3,550	(15)
11/08/16	HSBC	Buy	BRL	6,590	Sell	USD	1,961	37
11/10/16	Citigroup	Buy	USD	5,254	Sell	EUR	4,730	(38)
11/10/16	Goldman Sachs	Buy	EUR	680	Sell	USD	764	(3)
11/10/16	Morgan Stanley	Buy	USD	1,508	Sell	EUR	1,335	15
11/16/16	Barclays Capital	Buy	NZD	1,850	Sell	USD	1,352	(14)
11/16/16	Morgan Stanley	Buy	USD	1,336	Sell	NZD	1,850	(2)
11/18/16	Morgan Stanley	Buy	USD	5,376	Sell	AUD	7,040	95
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1,700)								775
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(1,993))								(339)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(293))</b>								<b>\$ 436</b>

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# Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 10 Year Note (CBT) December 2016	73	\$ 9,557	\$ (1)
U.S. Long Bond (CBT) December 2016	21	3,578	(2)
<b>Total Market Value of Futures Contracts</b>			\$ (3)
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$--)			–
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(34))			(3)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(34))			\$ (3)

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## Portfolio of Investments as at August 31, 2016

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# Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Citigroup	Chesapeake Energy Corp, 5.000%	Sell	6/20/21	1,005	\$ (190)
JPMorgan Chase & Co	Markit CMBX.NA.BB, 5.000%	Buy	5/11/63	1,110	193
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	1,010	52
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	1,100	57
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	825	42
JPMorgan Chase & Co	Republic of Argentina, 5.000%	Sell	6/20/21	515	27
Morgan Stanley	Chesapeake Energy Corp, 5.000%	Sell	6/20/21	805	(153)
Morgan Stanley	Markit CMBX.NA.BB, 5.000%	Sell	5/11/63	1,110	(193)
					\$ (165)
Unrealised Appreciation of Credit Default Swaps (February 29, 2016 (000's): \$316)					371
Unrealised Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$(68))					(536)
Net Depreciation of Credit Default Swaps (February 29, 2016 (000's): \$248)					\$ (165)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/09/16	Barclays Capital	Buy GBP 1,085	Sell USD 1,437	\$ (12)
09/14/16	BNY Mellon	Buy USD 12	Sell GBP 9	–
09/14/16	BNY Mellon	Buy EUR 663	Sell USD 737	3
09/14/16	BNY Mellon	Buy GBP 3,602	Sell USD 4,720	13
10/12/16	Barclays Capital	Buy USD 1,313	Sell MXN 24,985	(10)
10/27/16	HSBC	Buy USD 1,443	Sell IDR 19,310,000	1
11/08/16	HSBC	Buy BRL 14,130	Sell USD 4,213	72
11/08/16	HSBC	Buy BRL 11,735	Sell USD 3,574	(15)
11/10/16	Citigroup	Buy USD 14,586	Sell EUR 13,130	(105)
11/10/16	Morgan Stanley	Buy USD 1,435	Sell EUR 1,270	14
11/10/16	Morgan Stanley	Buy EUR 2,800	Sell USD 3,142	(9)
11/16/16	Barclays Capital	Buy NZD 2,030	Sell USD 1,483	(15)
11/16/16	Morgan Stanley	Buy USD 1,466	Sell NZD 2,030	(2)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1,497)				103
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(558))				(168)
Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$939)				\$ (65)

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 10 Year Note (CBT) December 2016	80	\$ 10,474	\$ (1)
U.S. Long Bond (CBT) December 2016	21	3,578	(2)
Total Market Value of Futures Contracts			\$ (3)
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$8)			–
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(159))			(3)
Net Depreciation of Futures Contracts (February 29, 2016 (000's): \$(151))			\$ (3)

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# Legg Mason Brandywine Global Dynamic US Equity Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Collective Investment Schemes — 0.93% (February 29, 2016: 0.82%)</b>		
12 Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	12	0.57
– iShares Russell 1000 Value ETF	8	0.36
<b>Total Collective Investment Schemes (Cost \$19)</b>	<b>20</b>	<b>0.93</b>
<b>Common Stock — 98.92% (February 29, 2016: 101.13%)</b>		
<b>Advertising — 0.39% (February 29, 2016: 1.61%)</b>		
– Omnicom Group Inc	8	0.39
<b>Aerospace &amp; Defense — 10.18% (February 29, 2016: 11.90%)</b>		
1 Boeing Co/The	68	3.22
– Curtiss-Wright Corp	2	0.08
– General Dynamics Corp	50	2.39
– Northrop Grumman Corp	40	1.93
1 United Technologies Corp	53	2.56
	213	10.18
<b>Agriculture — 0.34% (February 29, 2016: 1.30%)</b>		
– Bunge Ltd	7	0.34
<b>Airlines — 2.76% (February 29, 2016: 2.60%)</b>		
– Alaska Air Group Inc	7	0.34
1 Delta Air Lines Inc	29	1.40
1 Southwest Airlines Co	22	1.02
	58	2.76
<b>Apparel — 0.53% (February 29, 2016: 0.21%)</b>		
– Michael Kors Holdings Ltd	11	0.53
<b>Auto Parts &amp; Equipment — 0.68% (February 29, 2016: 2.11%)</b>		
– Lear Corp	13	0.62
– Tenneco Inc	1	0.06
	14	0.68
<b>Banks — 1.78% (February 29, 2016: 2.62%)</b>		
– JPMorgan Chase & Co	33	1.56
– Synovus Financial Corp	4	0.22
	37	1.78
<b>Beverages — 0.32% (February 29, 2016: 0.34%)</b>		
– Brown-Forman Corp	7	0.32
<b>Biotechnology — 6.73% (February 29, 2016: 0.68%)</b>		
– Biogen Inc	82	3.92
1 Gilead Sciences Inc	59	2.81
	141	6.73
<b>Building Materials — 0.21% (February 29, 2016: 0.00%)</b>		
– Owens Corning	4	0.21
<b>Chemicals — 4.76% (February 29, 2016: 10.24%)</b>		
1 El du Pont de Nemours & Co	41	1.94
1 LyondellBasell Industries NV	57	2.72
– PolyOne Corp	2	0.10
	100	4.76
<b>Commercial Services — 1.32% (February 29, 2016: 0.46%)</b>		
– Avis Budget Group Inc	2	0.08
– H&R Block Inc	2	0.11
– ManpowerGroup Inc	5	0.26
– United Rentals Inc	8	0.37
– Western Union Co/The	11	0.50
	28	1.32
<b>Computers — 5.18% (February 29, 2016: 4.94%)</b>		
1 Apple Inc	95	4.54
– Computer Sciences Corp	4	0.19
– DST Systems Inc	7	0.33
– Teradata Corp	3	0.12
	109	5.18
<b>Distribution &amp; Wholesale — 0.62% (February 29, 2016: 0.33%)</b>		
– WW Grainger Inc	13	0.62
<b>Diversified Financial Services — 5.09% (February 29, 2016: 3.12%)</b>		
1 American Express Co	35	1.67
– Ameriprise Financial Inc	28	1.33

Shares (000's)	Value (000's) \$	% of Net Asset Value
1 Discover Financial Services	33	1.58
– Nasdaq Inc	2	0.10
1 Navient Corp	9	0.41
	107	5.09
<b>Electric — 1.81% (February 29, 2016: 2.21%)</b>		
1 PPL Corp	38	1.81
<b>Electrical Components &amp; Equipment — 1.75% (February 29, 2016: 1.23%)</b>		
1 Emerson Electric Co	37	1.75
<b>Electronics — 0.73% (February 29, 2016: 0.00%)</b>		
– Arrow Electronics Inc	1	0.07
– Corning Inc	10	0.48
– Garmin Ltd	4	0.18
	15	0.73
<b>Food — 5.27% (February 29, 2016: 3.26%)</b>		
2 Mondelez International Inc	91	4.36
– Pilgrim's Pride Corp	2	0.12
– Tyson Foods Inc 'A'	17	0.79
	110	5.27
<b>Forest Products &amp; Paper — 1.06% (February 29, 2016: 0.56%)</b>		
– International Paper Co	22	1.06
<b>Hand/Machine Tools — 1.09% (February 29, 2016: 0.70%)</b>		
– Lincoln Electric Holdings Inc	3	0.14
– Stanley Black & Decker Inc	20	0.95
	23	1.09
<b>Healthcare-Products — 0.99% (February 29, 2016: 0.00%)</b>		
– Baxter International Inc	21	0.99
<b>Healthcare-Services — 0.22% (February 29, 2016: 3.15%)</b>		
– Quest Diagnostics Inc	5	0.22
<b>Home Furnishings — 0.55% (February 29, 2016: 0.00%)</b>		
– Leggett & Platt Inc	6	0.30
– Whirlpool Corp	6	0.25
	12	0.55
<b>Household Products &amp; Wares — 0.04% (February 29, 2016: 0.04%)</b>		
– Avery Dennison Corp	1	0.04
<b>Insurance — 7.75% (February 29, 2016: 10.12%)</b>		
1 Allstate Corp/The	41	1.97
– American Financial Group Inc/OH	6	0.29
– Aon Plc	12	0.58
– Assurant Inc	6	0.26
– Assured Guaranty Ltd	6	0.29
– Marsh & McLennan Cos Inc	17	0.82
– RenaissanceRe Holdings Ltd	2	0.09
– Travelers Cos Inc/The	59	2.78
– Unum Group	9	0.43
– Validus Holdings Ltd	2	0.08
– White Mountains Insurance Group Ltd	3	0.16
	163	7.75
<b>Internet — 1.95% (February 29, 2016: 0.00%)</b>		
– CDW Corp/DE	2	0.09
1 eBay Inc	39	1.86
	41	1.95
<b>Leisure Time — 1.63% (February 29, 2016: 0.54%)</b>		
– Carnival Corp	19	0.91
– Harley-Davidson Inc	15	0.72
	34	1.63
<b>Lodging — 0.58% (February 29, 2016: 0.52%)</b>		
– Wyndham Worldwide Corp	12	0.58
<b>Machinery – Construction &amp; Mining — 0.09% (February 29, 2016: 0.00%)</b>		
– Oshkosh Corp	2	0.09
<b>Machinery – Diversified — 2.17% (February 29, 2016: 1.31%)</b>		
– Cummins Inc	9	0.41
– Deere & Co	23	1.12
– Graco Inc	1	0.04

Shares (000's)	Value (000's) \$	% of Net Asset Value
– Nordson Corp	4	0.18
– Rockwell Automation Inc	5	0.26
– Wabtec Corp/DE	3	0.16
	45	2.17
<b>Media — 6.01% (February 29, 2016: 6.42%)</b>		
1 CBS Corp 'B'	31	1.48
– TEGNA Inc	6	0.27
1 Time Warner Inc	51	2.42
2 Twenty-First Century Fox Inc	38	1.84
	126	6.01
<b>Miscellaneous Manufacturing — 3.18% (February 29, 2016: 6.03%)</b>		
– 3M Co	67	3.18
<b>Oil &amp; Gas — 2.49% (February 29, 2016: 7.36%)</b>		
– HollyFrontier Corp	7	0.33
– Murphy USA Inc	1	0.07
1 Valero Energy Corp	44	2.09
	52	2.49
<b>Packaging &amp; Containers — 0.71% (February 29, 2016: 0.85%)</b>		
– Bemis Co Inc	8	0.38
– Packaging Corp of America	7	0.33
	15	0.71
<b>Pharmaceuticals — 1.96% (February 29, 2016: 0.00%)</b>		
1 Express Scripts Holding Co	41	1.96
<b>Retail — 7.15% (February 29, 2016: 5.35%)</b>		
– American Eagle Outfitters Inc	3	0.14
– AutoNation Inc	5	0.21
– Bed Bath & Beyond Inc	11	0.54
– Best Buy Co Inc	11	0.54
– CarMax Inc	11	0.51
1 Gap Inc/The	15	0.70
– Macy's Inc	17	0.82
– Nordstrom Inc	11	0.53
1 Target Corp	61	2.92
– Urban Outfitters Inc	5	0.24
	150	7.15
<b>Semiconductors — 8.32% (February 29, 2016: 5.33%)</b>		
1 Applied Materials Inc	22	1.03
– Integrated Device Technology Inc	1	0.05
2 QUALCOMM Inc	103	4.93
1 Texas Instruments Inc	48	2.31
	174	8.32
<b>Software — 0.43% (February 29, 2016: 0.00%)</b>		
– CA Inc	9	0.43
<b>Transportation — 0.10% (February 29, 2016: 0.00%)</b>		
– Expeditors International of Washington Inc	2	0.10
<b>Total Common Stock (Cost \$2,000)</b>	<b>2,074</b>	<b>98.92</b>
<b>Total Investments (Cost \$2,019)</b>	<b>2,094</b>	<b>99.85</b>
<b>Other Assets in Excess of Liabilities (February 29, 2016: (1.95%))</b>		
	3	0.15
<b>Total Net Assets</b>	<b>\$2,097</b>	<b>100.00</b>

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

## ABBREVIATIONS:

ETF – Exchange Traded Fund

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.34
Collective investment schemes	0.95
Financial derivative instruments	0.33
Other assets	0.38
<b>Total Assets</b>	<b>100.00</b>

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# Legg Mason Brandywine Global Dynamic US Equity Fund^

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR	1,366	Sell	USD	1,517	\$ 7
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1)								7
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(40))								–
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(39))</b>								<b>\$ 7</b>

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# Legg Mason ClearBridge Value Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 96.88% (February 29, 2016: 94.49%)</b>		
<b>Aerospace &amp; Defense — 1.52% (February 29, 2016: 1.66%)</b>		
34 Boeing Co/The	4,347	1.52
<b>Airlines — 2.01% (February 29, 2016: 2.49%)</b>		
114 United Continental Holdings Inc	5,740	2.01
<b>Apparel — 1.97% (February 29, 2016: 1.69%)</b>		
54 Ralph Lauren Corp 'A'	5,636	1.97
<b>Auto Manufacturers — 1.52% (February 29, 2016: 1.42%)</b>		
73 PACCAR Inc	4,338	1.52
<b>Banks — 7.03% (February 29, 2016: 6.21%)</b>		
215 Citigroup Inc	10,254	3.59
194 Wells Fargo & Co	9,844	3.44
	20,098	7.03
<b>Biotechnology — 4.79% (February 29, 2016: 3.76%)</b>		
43 Alexion Pharmaceuticals Inc	5,356	1.88
27 Biogen Inc	8,325	2.91
	13,681	4.79
<b>Chemicals — 2.48% (February 29, 2016: 3.99%)</b>		
50 LyondellBasell Industries NV	3,928	1.37
105 Mosaic Co/The	3,168	1.11
	7,096	2.48
<b>Coal — 1.78% (February 29, 2016: 0.97%)</b>		
279 CONSOL Energy Inc	5,088	1.78
<b>Commercial Services — 1.56% (February 29, 2016: 1.07%)</b>		
54 United Rentals Inc	4,467	1.56
<b>Cosmetics &amp; Personal Care — 1.91% (February 29, 2016: 1.95%)</b>		
73 Colgate-Palmolive Co	5,456	1.91
<b>Diversified Financial Services — 6.89% (February 29, 2016: 6.24%)</b>		
49 Ameriprise Financial Inc	4,949	1.73
92 Discover Financial Services	5,538	1.94
331 Synchrony Financial	9,200	3.22
	19,687	6.89

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Electric — 8.11% (February 29, 2016: 6.81%)</b>		
808 AES Corp/VA	9,747	3.41
613 Calpine Corp	7,648	2.68
170 Exelon Corp	5,773	2.02
	23,168	8.11
<b>Environmental Control — 0.61% (February 29, 2016: 0.00%)</b>		
20 Stericycle Inc	1,746	0.61
<b>Healthcare-Services — 2.32% (February 29, 2016: 2.49%)</b>		
49 UnitedHealth Group Inc	6,639	2.32
<b>Home Builders — 1.85% (February 29, 2016: 2.85%)</b>		
248 PulteGroup Inc	5,295	1.85
<b>Insurance — 3.94% (February 29, 2016: 2.76%)</b>		
62 American International Group Inc	3,698	1.29
174 MetLife Inc	7,562	2.65
	11,260	3.94
<b>Internet — 8.05% (February 29, 2016: 6.28%)</b>		
9 Alphabet Inc	6,993	2.45
12 Amazon.com Inc	9,330	3.27
156 Yahoo! Inc	6,670	2.33
	22,993	8.05
<b>Iron/Steel — 0.45% (February 29, 2016: 1.97%)</b>		
52 Steel Dynamics Inc	1,284	0.45
<b>Machinery – Diversified — 2.00% (February 29, 2016: 1.96%)</b>		
49 Rockwell Automation Inc	5,711	2.00
<b>Media — 1.09% (February 29, 2016: 1.13%)</b>		
61 CBS Corp 'B'	3,116	1.09
<b>Oil &amp; Gas — 4.13% (February 29, 2016: 3.34%)</b>		
86 Apache Corp	4,279	1.50
173 Devon Energy Corp	7,510	2.63
	11,789	4.13
<b>Pharmaceuticals — 9.29% (February 29, 2016: 10.32%)</b>		
31 Allergan Plc	7,200	2.52
62 Express Scripts Holding Co	4,510	1.58
20 Jazz Pharmaceuticals Plc	2,493	0.87
146 Merck & Co Inc	9,142	3.20
76 Mylan NV	3,215	1.12
	26,560	9.29

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Real Estate — 1.98% (February 29, 2016: 1.76%)</b>		
211 Realogy Holdings Corp	5,670	1.98
<b>Retail — 2.10% (February 29, 2016: 2.13%)</b>		
78 Lowe's Cos Inc	5,992	2.10
<b>Semiconductors — 5.19% (February 29, 2016: 4.57%)</b>		
98 NXP Semiconductors NV	8,650	3.03
98 QUALCOMM Inc	6,189	2.16
	14,839	5.19
<b>Software — 7.28% (February 29, 2016: 7.41%)</b>		
196 Microsoft Corp	11,274	3.95
231 Oracle Corp	9,527	3.33
	20,801	7.28
<b>Telecommunications — 3.54% (February 29, 2016: 3.21%)</b>		
321 Cisco Systems Inc	10,101	3.54
<b>Transportation — 1.49% (February 29, 2016: 1.64%)</b>		
61 CH Robinson Worldwide Inc	4,265	1.49
<b>Total Common Stock (Cost \$254,176)</b>	<b>276,863</b>	<b>96.88</b>
<b>Real Estate Investment Trusts — 2.08% (February 29, 2016: 2.10%)</b>		
<b>REITS — 2.08% (February 29, 2016: 2.10%)</b>		
273 American Homes 4 Rent 'A'	5,960	2.08
<b>Total Real Estate Investment Trusts (Cost \$4,612)</b>	<b>5,960</b>	<b>2.08</b>
<b>Total Investments (Cost \$258,788)</b>	<b>282,823</b>	<b>98.96</b>
<b>Other Assets in Excess of Liabilities (February 29, 2016: 3.41%)</b>		
	2,965	1.04
<b>Total Net Assets</b>	<b>\$285,788</b>	<b>100.00</b>

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.57
Other assets	2.43
<b>Total Assets</b>	<b>100.00</b>

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	SGD 1,149	\$ (9)
09/14/16	BNY Mellon	Buy	EUR 35	—
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$—)				—
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(5))				(9)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(5))</b>				<b>\$ (9)</b>



# Legg Mason ClearBridge Growth Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 102.19% (February 29, 2016: 93.61%)</b>		
<b>Aerospace &amp; Defense — 2.53% (February 29, 2016: 2.53%)</b>		
2 Rockwell Collins Inc	150	2.53
<b>Airlines — 2.56% (February 29, 2016: 2.77%)</b>		
3 United Continental Holdings Inc	151	2.56
<b>Apparel — 3.14% (February 29, 2016: 4.74%)</b>		
3 NIKE Inc	186	3.14
<b>Auto Manufacturers — 0.90% (February 29, 2016: 1.86%)</b>		
– Tesla Motors Inc	53	0.90
<b>Auto Parts &amp; Equipment — 1.12% (February 29, 2016: 1.11%)</b>		
1 Mobileye NV	66	1.12
<b>Banks — 2.47% (February 29, 2016: 0.00%)</b>		
2 JPMorgan Chase & Co	146	2.47
<b>Beverages — 10.08% (February 29, 2016: 10.67%)</b>		
1 Boston Beer Co Inc/The	170	2.87
7 Coca-Cola Co/The	293	4.97
1 Diageo Plc ADR	133	2.24
	596	10.08
<b>Biotechnology — 7.54% (February 29, 2016: 6.09%)</b>		
1 Alexion Pharmaceuticals Inc	113	1.92
1 BioMarin Pharmaceutical Inc	74	1.25
1 Celgene Corp	139	2.35
1 Ultragenyx Pharmaceutical Inc	58	0.98
1 Vertex Pharmaceuticals Inc	62	1.04
	446	7.54
<b>Chemicals — 3.11% (February 29, 2016: 1.95%)</b>		
– Albemarle Corp	22	0.37
1 International Flavors & Fragrances Inc	162	2.74
	184	3.11
<b>Commercial Services — 1.11% (February 29, 2016: 0.00%)</b>		
2 IHS Markit Ltd	65	1.11
<b>Computers — 8.18% (February 29, 2016: 7.10%)</b>		
5 Apple Inc	483	8.18
<b>Cosmetics &amp; Personal Care — 2.85% (February 29, 2016: 1.29%)</b>		
2 Colgate-Palmolive Co	169	2.85
<b>Diversified Financial Services — 7.26% (February 29, 2016: 1.76%)</b>		
1 Affiliated Managers Group Inc	135	2.28
2 American Express Co	118	2.00
– Intercontinental Exchange Inc	93	1.57
1 Visa Inc	83	1.41
	429	7.26
<b>Electronics — 1.57% (February 29, 2016: 1.88%)</b>		
– Mettler-Toledo International Inc	93	1.57
<b>Healthcare-Services — 1.05% (February 29, 2016: 2.38%)</b>		
1 ICON Plc	62	1.05
<b>Internet — 18.45% (February 29, 2016: 16.97%)</b>		
– Alphabet Inc 'A'	213	3.61
– Alphabet Inc 'C'	207	3.50
1 Amazon.com Inc	408	6.90
1 Facebook Inc 'A'	107	1.81
5 FireEye Inc	72	1.21
4 Twitter Inc	84	1.42
	1,091	18.45
<b>Media — 4.49% (February 29, 2016: 4.03%)</b>		
4 Sinclair Broadcast Group Inc 'A'	114	1.93
2 Walt Disney Co/The	151	2.56
	265	4.49
<b>Oil &amp; Gas Services — 2.94% (February 29, 2016: 1.61%)</b>		
2 Schlumberger Ltd	174	2.94
<b>Pharmaceuticals — 1.31% (February 29, 2016: 2.69%)</b>		
– Allergan Plc	77	1.31

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Retail — 7.36% (February 29, 2016: 8.67%)</b>		
1 Lowe's Cos Inc	93	1.57
1 lululemon athletica Inc	78	1.32
5 Starbucks Corp	264	4.47
	435	7.36
<b>Software — 12.17% (February 29, 2016: 10.37%)</b>		
1 athenahealth Inc	94	1.59
1 Atlassian Corp Plc	36	0.61
3 Microsoft Corp	170	2.88
2 Red Hat Inc	123	2.09
2 salesforce.com Inc	140	2.36
1 ServiceNow Inc	60	1.01
1 Workday Inc 'A'	97	1.63
	720	12.17
<b>Total Common Stock (Cost \$5,073)</b>		6,041 102.19
<b>Total Investments (Cost \$5,073)</b>		6,041 102.19
<b>Liabilities in Excess of Other Assets (February 29, 2016: 6.39%)</b>		(129) (2.19)
<b>Total Net Assets</b>		\$5,912 100.00

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

## ABBREVIATIONS:

ADR – American Depositary Receipt

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	99.92
Other assets	0.08
<b>Total Assets</b>	100.00

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge Global Equity Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Common Stock — 94.43% (February 29, 2016: 98.62%)</b>			
<b>Australia — 2.49% (February 29, 2016: 1.00%)</b>			
AUD	15 Coca-Cola Amatil Ltd	113	1.06
AUD	72 Incitec Pivot Ltd	154	1.43
		267	2.49
<b>Austria — 2.23% (February 29, 2016: 1.87%)</b>			
EUR	4 voestalpine AG	122	1.13
EUR	7 Wienerberger AG	118	1.10
		240	2.23
<b>Brazil — 0.93% (February 29, 2016: 0.68%)</b>			
BRL	18 Grendene SA	100	0.93
<b>Canada — 2.00% (February 29, 2016: 0.00%)</b>			
CAD	23 Encana Corp	216	2.00
<b>China — 6.73% (February 29, 2016: 6.60%)</b>			
HKD	43 ANTA Sports Products Ltd	115	1.07
HKD	272 China Construction Bank Corp 'H'	204	1.90
HKD	423 CIFI Holdings Group Co Ltd	132	1.23
HKD	351 Greatview Aseptic Packaging Co Ltd	178	1.65
HKD	44 TravelSky Technology Ltd 'H'	95	0.88
		724	6.73
<b>Denmark — 1.17% (February 29, 2016: 0.67%)</b>			
DKK	— AP Moeller — Maersk A/S 'B'	126	1.17
<b>France — 12.23% (February 29, 2016: 15.76%)</b>			
EUR	6 AXA SA	127	1.18
EUR	4 BNP Paribas SA	186	1.73
EUR	4 Bouygues SA	142	1.32
EUR	2 Danone SA	117	1.09
EUR	11 Europcar Groupe SA, 144A	98	0.91
EUR	2 Safran SA	114	1.06
EUR	2 Schneider Electric SE	140	1.30
EUR	5 Tarkett SA	164	1.52
EUR	5 TOTAL SA	229	2.12
		1,317	12.23
<b>Germany — 6.04% (February 29, 2016: 5.12%)</b>			
EUR	2 BASF SE	179	1.66
EUR	1 Bayer AG	94	0.88
EUR	2 HeidelbergCement AG	141	1.31
EUR	10 thyssenkrupp AG	236	2.19
		650	6.04
<b>Hong Kong — 0.62% (February 29, 2016: 0.69%)</b>			
HKD	176 Sitoy Group Holdings Ltd	67	0.62
<b>Italy — 1.03% (February 29, 2016: 1.27%)</b>			
EUR	23 Anima Holding SpA, 144A	111	1.03
<b>Japan — 8.97% (February 29, 2016: 10.69%)</b>			
JPY	15 Chiba Bank Ltd/The	89	0.82
JPY	26 Daiwa Securities Group Inc	154	1.43
JPY	22 Hitachi Ltd	105	0.98
JPY	5 LIXIL Group Corp	110	1.02
JPY	7 Sony Corp	221	2.06
JPY	5 Sumitomo Mitsui Financial Group Inc	162	1.50
JPY	2 TDK Corp	125	1.16
		966	8.97
<b>Netherlands — 2.07% (February 29, 2016: 2.98%)</b>			
EUR	3 Akzo Nobel NV	185	1.72
EUR	11 Koninklijke KPN NV	38	0.35
		223	2.07
<b>Norway — 0.93% (February 29, 2016: 2.18%)</b>			
NOK	7 Marine Harvest ASA	100	0.93
<b>Russia — 0.21% (February 29, 2016: 0.43%)</b>			
	6 Gazprom PJSC ADR	22	0.21
<b>South Korea — 3.99% (February 29, 2016: 3.36%)</b>			
KRW	2 KT Corp	53	0.49
KRW	1 POSCO	124	1.15
KRW	— Samsung Electronics Co Ltd	252	2.35
		429	3.99
<b>Spain — 0.83% (February 29, 2016: 0.58%)</b>			
EUR	7 Indra Sistemas SA	89	0.83

Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Sweden — 0.65% (February 29, 2016: 1.58%)</b>			
SEK	3 Mekonomen AB	70	0.65
<b>Switzerland — 3.45% (February 29, 2016: 3.52%)</b>			
CHF	3 Adecco Group AG	147	1.37
CHF	9 Credit Suisse Group AG	112	1.04
CHF	1 Novartis AG	112	1.04
		371	3.45
<b>United Kingdom — 15.73% (February 29, 2016: 13.38%)</b>			
GBP	19 Amec Foster Wheeler Plc	133	1.23
GBP	69 Barclays Plc	156	1.45
GBP	31 BP Plc	176	1.63
GBP	7 Diageo Plc	191	1.77
GBP	36 G4S Plc	110	1.02
GBP	8 GlaxoSmithKline Plc	179	1.67
AUD	5 Rio Tinto Ltd	169	1.57
EUR	7 Royal Dutch Shell Plc 'A'	162	1.51
GBP	64 Shanks Group Plc	86	0.80
GBP	27 Standard Chartered Plc	223	2.08
GBP	2 Whitbread Plc	108	1.00
		1,693	15.73
<b>United States — 22.13% (February 29, 2016: 22.67%)</b>			
	— Accenture Plc 'A'	39	0.36
	— Accenture Plc 'A'	51	0.48
16	Alcoa Inc	157	1.46
2	Ambarella Inc	114	1.06
3	Apache Corp	169	1.57
4	AT&T Inc	177	1.64
11	Calpine Corp	140	1.30
2	Carnival Corp	106	0.98
1	Chicago Bridge & Iron Co NV	34	0.32
3	Citigroup Inc	167	1.55
3	Citizens Financial Group Inc	84	0.78
7	DR Horton Inc	233	2.17
3	EMC Corp	74	0.69
3	Emerson Electric Co	140	1.30
3	Exelon Corp	110	1.02
5	Halliburton Co	224	2.08
4	Invesco Ltd	110	1.02
2	JPMorgan Chase & Co	164	1.53
1	Merck & Co Inc	88	0.82
		2,381	22.13

Total Common Stock (Cost \$10,421)		10,162	94.43
Real Estate Investment Trusts — 1.55% (February 29, 2016: 1.39%)			
France — 1.55% (February 29, 2016: 1.39%)			
EUR	2 ICADE	167	1.55
Total Real Estate Investment Trusts (Cost \$161)		167	1.55
Total Investments (Cost \$10,582)		10,329	95.98
Other Assets in Excess of Liabilities (February 29, 2016: (0.01%))			
		432	4.02
Total Net Assets		\$10,761	100.00

— Amounts designated as "—" are either \$0, less than \$1,000 or less than 1,000 shares.

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$209,000 or 1.94% of net assets.

### ABBREVIATIONS:

ADR	— American Depositary Receipt
AUD	— Australian Dollar
BRL	— Brazilian Real
CAD	— Canadian Dollar
CHF	— Swiss Franc
DKK	— Danish Krone
EUR	— Euro
GBP	— British Pound
HKD	— Hong Kong Dollar
JPY	— Japanese Yen
KRW	— South Korean Won
NOK	— Norwegian Krone
SEK	— Swedish Krona

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	50.91
Other assets	49.09
<b>Total Assets</b>	<b>100.00</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge Global Equity Income Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Common Stock — 92.26% (February 29, 2016: 94.21%)</b>			
<b>Australia — 3.68% (February 29, 2016: 2.74%)</b>			
AUD	6 Coca-Cola Amatil Ltd	47	1.06
AUD	28 Incitec Pivot Ltd	59	1.34
AUD	6 McMillan Shakespeare Ltd	57	1.28
		163	3.68
<b>Brazil — 1.64% (February 29, 2016: 1.90%)</b>			
BRL	12 Cyrela Brazil Realty SA Empreendimentos e Participacoes	39	0.88
BRL	12 Duratex SA	34	0.76
		73	1.64
<b>Canada — 2.36% (February 29, 2016: 1.56%)</b>			
CAD	1 IGM Financial Inc	21	0.48
CAD	3 Pason Systems Inc	50	1.12
CAD	2 Potash Corp of Saskatchewan Inc	34	0.76
		105	2.36
<b>China — 9.38% (February 29, 2016: 8.57%)</b>			
HKD	8 ANTA Sports Products Ltd	21	0.47
HKD	48 Belle International Holdings Ltd	31	0.70
HKD	100 China Construction Bank Corp 'H'	74	1.68
HKD	136 CIFI Holdings Group Co Ltd	43	0.96
HKD	73 Far East Horizon Ltd	68	1.53
HKD	125 Greatview Aseptic Packaging Co Ltd	63	1.43
HKD	107 HOSA International Ltd	36	0.82
HKD	27 Shenzhen International Holdings Ltd	43	0.98
HKD	32 Zhejiang Expressway Co Ltd 'H'	36	0.81
		415	9.38
<b>Denmark — 1.02% (February 29, 2016: 0.84%)</b>			
DKK	– AP Moeller – Maersk A/S 'B'	45	1.02
<b>Finland — 1.79% (February 29, 2016: 2.28%)</b>			
EUR	6 Kemira OYJ	79	1.79
<b>France — 11.66% (February 29, 2016: 12.68%)</b>			
EUR	2 AXA SA	39	0.87
EUR	2 BNP Paribas SA	95	2.16
EUR	2 Bouygues SA	61	1.38
EUR	1 Gaztransport Et Technigaz SA	43	0.98
EUR	1 Sanofi	56	1.26
EUR	1 Schneider Electric SE	52	1.17
EUR	2 TOTAL SA	85	1.92
EUR	4 Veolia Environnement SA	85	1.92
		516	11.66
<b>Germany — 4.16% (February 29, 2016: 2.80%)</b>			
EUR	– Allianz SE	39	0.87
EUR	1 BASF SE	79	1.78
EUR	2 Deutsche Telekom AG	41	0.93
EUR	1 publitv AG	25	0.58
		184	4.16
<b>Hong Kong — 2.13% (February 29, 2016: 2.08%)</b>			
HKD	6 ASM Pacific Technology Ltd	46	1.05
HKD	125 Sitoy Group Holdings Ltd	48	1.08
		94	2.13
<b>Ireland — 2.04% (February 29, 2016: 1.66%)</b>			
EUR	3 CRH Plc	90	2.04

Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Italy — 2.53% (February 29, 2016: 2.91%)</b>			
EUR	7 Anima Holding SpA, 144A	33	0.74
EUR	4 MARR SpA	79	1.79
		112	2.53
<b>Japan — 2.22% (February 29, 2016: 3.09%)</b>			
JPY	2 NTT DOCOMO Inc	53	1.20
JPY	7 Shinko Plantech Co Ltd	45	1.02
		98	2.22
<b>Netherlands — 1.89% (February 29, 2016: 1.88%)</b>			
EUR	1 Akzo Nobel NV	55	1.24
EUR	9 Koninklijke KPN NV	29	0.65
		84	1.89
<b>Norway — 2.99% (February 29, 2016: 5.16%)</b>			
NOK	19 Norsk Hydro ASA	80	1.81
NOK	7 Ocean Yield ASA	52	1.18
		132	2.99
<b>Singapore — 2.09% (February 29, 2016: 1.16%)</b>			
SGD	90 Ascendas India Trust	72	1.62
SGD	64 CSE Global Ltd	20	0.47
		92	2.09
<b>South Korea — 3.01% (February 29, 2016: 2.66%)</b>			
	3 KT Corp ADR	54	1.21
	2 POSCO ADR	79	1.80
		133	3.01
<b>Sweden — 3.80% (February 29, 2016: 4.15%)</b>			
SEK	2 Mekonomen AB	42	0.95
SEK	2 Modern Times Group MTG AB	43	0.97
SEK	2 Skanska AB	43	0.97
SEK	6 Tethys Oil AB	40	0.91
		168	3.80
<b>Switzerland — 4.87% (February 29, 2016: 2.77%)</b>			
CHF	1 Adecco Group AG	68	1.54
CHF	3 Credit Suisse Group AG	38	0.85
CHF	1 Novartis AG	54	1.23
CHF	1 Sulzer AG	55	1.25
		215	4.87
<b>United Kingdom — 18.59% (February 29, 2016: 24.05%)</b>			
GBP	7 Amec Foster Wheeler Plc	52	1.19
GBP	13 BP Plc	75	1.69
GBP	14 Connect Group Plc	31	0.70
GBP	2 Diageo Plc	49	1.10
GBP	18 G4S Plc	54	1.21
GBP	5 GlaxoSmithKline Plc	118	2.66
GBP	5 Laird Plc	20	0.46
GBP	19 McBride Plc	38	0.86
AUD	2 Rio Tinto Ltd	73	1.66
EUR	2 Royal Dutch Shell Plc 'A'	51	1.14
GBP	6 RPC Group Plc	65	1.48
GBP	41 Shanks Group Plc	56	1.26
GBP	11 Standard Chartered Plc	96	2.18
GBP	1 Whitbread Plc	44	1.00
		822	18.59
<b>United States — 10.41% (February 29, 2016: 9.27%)</b>			
	1 AT&T Inc	52	1.18
	1 Eaton Corp Plc	57	1.28
	2 Emerson Electric Co	98	2.23
	2 Exelon Corp	63	1.42

Shares (000's)		Value (000's) \$	% of Net Asset Value
	1 Invesco Ltd	45	1.02
	1 Merck & Co Inc	60	1.36
	2 ONEOK Inc	85	1.92
		460	10.41
<b>Total Common Stock (Cost \$4,238)</b>		4,080	92.26
<b>Real Estate Investment Trusts — 4.35% (February 29, 2016: 3.56%)</b>			
<b>France — 1.85% (February 29, 2016: 1.77%)</b>			
EUR	1 ICADÉ	82	1.85
<b>Ireland — 1.15% (February 29, 2016: 1.03%)</b>			
EUR	39 Irish Residential Properties REIT Plc	51	1.15
<b>Singapore — 0.73% (February 29, 2016: 0.00%)</b>			
SGD	41 Mapletree Logistics Trust	32	0.73
<b>United Kingdom — 0.62% (February 29, 2016: 0.76%)</b>			
GBP	7 NewRiver REIT Plc	28	0.62
<b>Total Real Estate Investment Trusts (Cost \$197)</b>		193	4.35
<b>Total Investments (Cost \$4,435)</b>		4,273	96.61
<b>Other Assets in Excess of Liabilities (February 29, 2016: 2.22%)</b>			
		150	3.39
<b>Total Net Assets</b>		\$4,423	100.00

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$33,000 or 0.74% of net assets.

### ABBREVIATIONS:

ADR	– American Depositary Receipt
AUD	– Australian Dollar
BRL	– Brazilian Real
CAD	– Canadian Dollar
CHF	– Swiss Franc
DKK	– Danish Krone
EUR	– Euro
GBP	– British Pound
HKD	– Hong Kong Dollar
JPY	– Japanese Yen
NOK	– Norwegian Krone
SEK	– Swedish Krona
SGD	– Singapore Dollar

### Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	89.88
Financial derivative instruments	0.15
Other assets	9.97
<b>Total Assets</b>	100.00

### Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD	–	Sell	\$ –
09/14/16	BNY Mellon	Buy	EUR	1,425	Sell	7
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1)						7
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(42))						–
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(41))</b>						<b>\$ 7</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge US Appreciation Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 92.68% (February 29, 2016: 92.95%)</b>		
<b>Aerospace &amp; Defense — 2.44% (February 29, 2016: 2.28%)</b>		
32 Raytheon Co	4,496	1.65
20 United Technologies Corp	2,158	0.79
	6,654	2.44
<b>Auto Parts &amp; Equipment — 0.18% (February 29, 2016: 0.00%)</b>		
5 Autoliv Inc	501	0.18
<b>Banks — 5.83% (February 29, 2016: 5.92%)</b>		
23 Bank of New York Mellon Corp/ The	957	0.35
22 BB&T Corp	854	0.32
37 Citigroup Inc	1,744	0.64
94 JPMorgan Chase & Co	6,330	2.32
57 US Bancorp	2,518	0.92
69 Wells Fargo & Co	3,491	1.28
	15,894	5.83
<b>Beverages — 2.25% (February 29, 2016: 2.15%)</b>		
73 Coca-Cola Co/The	3,166	1.16
28 PepsiCo Inc	2,975	1.09
	6,141	2.25
<b>Biotechnology — 1.98% (February 29, 2016: 2.01%)</b>		
23 Amgen Inc	3,867	1.42
5 BioMarin Pharmaceutical Inc	502	0.18
10 Celgene Corp	1,025	0.38
	5,394	1.98
<b>Chemicals — 2.84% (February 29, 2016: 3.92%)</b>		
10 El du Pont de Nemours & Co	720	0.26
66 PPG Industries Inc	7,025	2.58
	7,745	2.84
<b>Commercial Services — 2.48% (February 29, 2016: 1.33%)</b>		
41 Automatic Data Processing Inc	3,712	1.36
25 Ecolab Inc	3,055	1.12
	6,767	2.48
<b>Computers — 3.69% (February 29, 2016: 3.65%)</b>		
64 Apple Inc	6,769	2.48
31 EMC Corp	909	0.34
15 International Business Machines Corp	2,378	0.87
	10,056	3.69
<b>Cosmetics &amp; Personal Care — 1.29% (February 29, 2016: 1.24%)</b>		
40 Procter & Gamble Co/The	3,528	1.29
<b>Diversified Financial Services — 2.68% (February 29, 2016: 3.13%)</b>		
98 Synchrony Financial	2,734	1.00
57 Visa Inc	4,582	1.68
	7,316	2.68
<b>Electric — 0.44% (February 29, 2016: 0.47%)</b>		
22 Eversource Energy	1,214	0.44
<b>Electronics — 1.81% (February 29, 2016: 1.80%)</b>		
42 Honeywell International Inc	4,936	1.81
<b>Environmental Control — 0.93% (February 29, 2016: 0.78%)</b>		
39 Waste Management Inc	2,525	0.93
<b>Food — 1.51% (February 29, 2016: 1.50%)</b>		
17 General Mills Inc	1,175	0.43
15 Kraft Heinz Co/The	1,358	0.50
35 Mondelez International Inc	1,584	0.58
	4,117	1.51
<b>Gas — 0.30% (February 29, 2016: 0.20%)</b>		
8 Sempra Energy	818	0.30
<b>Healthcare-Products — 2.79% (February 29, 2016: 2.38%)</b>		
10 Becton Dickinson and Co	1,691	0.62
37 Medtronic Plc	3,244	1.19
18 Thermo Fisher Scientific Inc	2,671	0.98
	7,606	2.79

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Healthcare-Services — 2.87% (February 29, 2016: 2.81%)</b>		
19 Aetna Inc	2,225	0.82
41 UnitedHealth Group Inc	5,601	2.05
	7,826	2.87
<b>Household Products &amp; Wares — 1.12% (February 29, 2016: 1.20%)</b>		
24 Kimberly-Clark Corp	3,065	1.12
<b>Insurance — 6.07% (February 29, 2016: 6.70%)</b>		
– Berkshire Hathaway Inc	6,999	2.56
28 MetLife Inc	1,201	0.44
71 Travelers Cos Inc/The	8,370	3.07
	16,570	6.07
<b>Internet — 4.11% (February 29, 2016: 4.12%)</b>		
5 Alphabet Inc	4,099	1.50
5 Alphabet Inc 'A'	3,856	1.42
26 Facebook Inc 'A'	3,254	1.19
	11,209	4.11
<b>Media — 5.57% (February 29, 2016: 5.99%)</b>		
152 Comcast Corp 'A'	9,912	3.63
56 Walt Disney Co/The	5,279	1.94
	15,191	5.57
<b>Miscellaneous Manufacturing — 2.94% (February 29, 2016: 2.94%)</b>		
18 3M Co	3,293	1.20
152 General Electric Co	4,740	1.74
	8,033	2.94
<b>Oil &amp; Gas — 4.58% (February 29, 2016: 4.39%)</b>		
26 Anadarko Petroleum Corp	1,380	0.51
32 Chevron Corp	3,249	1.19
76 Exxon Mobil Corp	6,618	2.42
16 Occidental Petroleum Corp	1,254	0.46
	12,501	4.58
<b>Oil &amp; Gas Services — 1.01% (February 29, 2016: 1.22%)</b>		
35 Schlumberger Ltd	2,769	1.01
<b>Pharmaceuticals — 8.74% (February 29, 2016: 8.86%)</b>		
13 AbbVie Inc	830	0.31
43 Bristol-Myers Squibb Co	2,489	0.91
17 Cardinal Health Inc	1,371	0.50
10 Express Scripts Holding Co	706	0.26
57 Johnson & Johnson	6,813	2.50
87 Merck & Co Inc	5,484	2.01
130 Pfizer Inc	4,538	1.66
53 Roche Holding AG ADR	1,622	0.59
	23,853	8.74
<b>Retail — 8.54% (February 29, 2016: 9.14%)</b>		
54 CVS Health Corp	5,061	1.86
66 Home Depot Inc/The	8,900	3.26
15 McDonald's Corp	1,698	0.62
52 TJX Cos Inc/The	4,018	1.47
51 Wal-Mart Stores Inc	3,631	1.33
	23,308	8.54
<b>Semiconductors — 1.10% (February 29, 2016: 0.91%)</b>		
41 Intel Corp	1,484	0.54
22 Texas Instruments Inc	1,517	0.56
	3,001	1.10
<b>Software — 7.36% (February 29, 2016: 6.90%)</b>		
31 Adobe Systems Inc	3,186	1.17
184 Microsoft Corp	10,560	3.87
67 Oracle Corp	2,742	1.00
22 Red Hat Inc	1,601	0.59
23 SAP SE ADR	1,989	0.73
	20,078	7.36
<b>Telecommunications — 3.76% (February 29, 2016: 3.54%)</b>		
113 AT&T Inc	4,618	1.69
93 Cisco Systems Inc	2,935	1.08
52 Verizon Communications Inc	2,703	0.99
	10,256	3.76
<b>Transportation — 1.47% (February 29, 2016: 1.24%)</b>		
37 United Parcel Service Inc 'B'	3,998	1.47
<b>Total Common Stock (Cost \$177,946)</b>	<b>252,870</b>	<b>92.68</b>

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Real Estate Investment Trusts — 1.68% (February 29, 2016: 1.41%)</b>		
<b>REITS — 1.68% (February 29, 2016: 1.41%)</b>		
30 American Tower Corp	3,387	1.24
50 Forest City Realty Trust Inc	1,191	0.44
	4,578	1.68
<b>Total Real Estate Investment Trusts (Cost \$3,019)</b>		
	4,578	1.68
<b>Total Investments (Cost \$180,965)</b>		
	257,448	94.36
<b>Other Assets in Excess of Liabilities (February 29, 2016: 5.64%)</b>		
	15,399	5.64
<b>Total Net Assets</b>		
	\$272,847	100.00

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

## ABBREVIATIONS:

ADR – American Depositary Receipt

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	94.10
Other assets	5.90
<b>Total Assets</b>	<b>100.00</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge US Large Cap Growth Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 96.35% (February 29, 2016: 91.96%)</b>			<b>Healthcare-Services — 4.34% (February 29, 2016: 4.34%)</b>			<b>Software — 11.26% (February 29, 2016: 11.64%)</b>		
<b>Aerospace &amp; Defense — 1.55% (February 29, 2016: 1.81%)</b>			52 Aetna Inc	6,040	1.74	67 Adobe Systems Inc	6,886	1.98
64 Rockwell Collins Inc	5,392	1.55	67 UnitedHealth Group Inc	9,053	2.60	151 Akamai Technologies Inc	8,282	2.38
<b>Beverages — 4.05% (February 29, 2016: 4.10%)</b>				15,093	4.34	201 Microsoft Corp	11,527	3.31
56 Anheuser-Busch InBev SA/NV ADR	6,895	1.98	<b>Internet — 13.53% (February 29, 2016: 12.73%)</b>			88 Red Hat Inc	6,396	1.84
166 Coca-Cola Co/The	7,196	2.07	14 Alphabet Inc	10,703	3.08	83 VMware Inc	6,083	1.75
	14,091	4.05	10 Alphabet Inc 'A'	7,936	2.28		39,174	11.26
<b>Biotechnology — 7.68% (February 29, 2016: 6.23%)</b>			21 Amazon.com Inc	16,152	4.64	<b>Telecommunications — 1.02% (February 29, 2016: 0.00%)</b>		
44 Alexion Pharmaceuticals Inc	5,479	1.58	111 eBay Inc	3,559	1.02	27 Palo Alto Networks Inc	3,530	1.02
25 Biogen Inc	7,519	2.16	69 Facebook Inc 'A'	8,739	2.51	<b>Transportation — 2.06% (February 29, 2016: 1.65%)</b>		
90 Celgene Corp	9,568	2.75		47,089	13.53	66 United Parcel Service Inc 'B'	7,155	2.06
11 Regeneron Pharmaceuticals Inc	4,153	1.19	<b>Media — 6.68% (February 29, 2016: 6.23%)</b>			<b>Total Common Stock (Cost \$285,379)</b>		
	26,719	7.68	151 Comcast Corp 'A'	9,833	2.82		335,262	96.35
<b>Chemicals — 1.71% (February 29, 2016: 3.45%)</b>			194 Twenty-First Century Fox Inc	4,754	1.37	<b>Total Investments (Cost \$285,379)</b>		
56 Monsanto Co	5,963	1.71	92 Walt Disney Co/The	8,664	2.49		335,262	96.35
<b>Commercial Services — 3.60% (February 29, 2016: 1.86%)</b>				23,251	6.68	<b>Other Assets in Excess of Liabilities (February 29, 2016: 8.04%)</b>		
56 Ecolab Inc	6,883	1.98	<b>Miscellaneous Manufacturing — 3.08% (February 29, 2016: 3.09%)</b>				12,694	3.65
152 PayPal Holdings Inc	5,645	1.62	66 Eaton Corp Plc	4,406	1.27	<b>Total Net Assets</b>		
	12,528	3.60	202 General Electric Co	6,318	1.81		\$347,956	100.00
<b>Computers — 2.37% (February 29, 2016: 2.04%)</b>				10,724	3.08	<b>ABBREVIATIONS:</b>		
51 Apple Inc	5,404	1.55	<b>Oil &amp; Gas Services — 2.91% (February 29, 2016: 3.15%)</b>			ADR — American Depositary Receipt		
79 Fortinet Inc	2,852	0.82	128 Schlumberger Ltd	10,139	2.91	<b>Analysis of Total Assets</b>		
	8,256	2.37	<b>Pharmaceuticals — 6.24% (February 29, 2016: 5.97%)</b>			% of Total Assets		
<b>Distribution &amp; Wholesale — 1.60% (February 29, 2016: 1.68%)</b>			89 Bristol-Myers Squibb Co	5,082	1.46	Transferable securities admitted to an official		
24 WW Grainger Inc	5,580	1.60	62 Johnson & Johnson	7,440	2.14	exchange listing or traded on a regulated market		
<b>Diversified Financial Services — 10.06% (February 29, 2016: 9.41%)</b>			180 Zoetis Inc	9,185	2.64	Financial derivative instruments		
80 American Express Co	5,250	1.51		21,707	6.24	Other assets		
22 BlackRock Inc	8,337	2.40	<b>Retail — 7.53% (February 29, 2016: 7.62%)</b>			<b>Total Assets</b>		
192 Charles Schwab Corp/The	6,035	1.73	113 CVS Health Corp	10,568	3.04	100.00		
77 Nasdaq Inc	5,469	1.57	72 Home Depot Inc/The	9,595	2.76			
123 Visa Inc	9,916	2.85	66 Yum! Brands Inc	6,022	1.73			
	35,007	10.06		26,185	7.53			
<b>Healthcare-Products — 2.03% (February 29, 2016: 1.93%)</b>			<b>Semiconductors — 3.05% (February 29, 2016: 3.03%)</b>					
46 Thermo Fisher Scientific Inc	7,075	2.03	78 Texas Instruments Inc	5,436	1.56			
			95 Xilinx Inc	5,168	1.49			
				10,604	3.05			

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR 37	\$ —
09/14/16	BNY Mellon	Buy	EUR 9	—
09/14/16	BNY Mellon	Buy	USD 12,541	58
09/14/16	BNY Mellon	Buy	USD 28	—
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$—)				58
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(99))				—
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(99))</b>				<b>\$ 58</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge US Aggressive Growth Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 100.23% (February 29, 2016: 99.13%)</b>		
<b>Biotechnology — 20.45% (February 29, 2016: 19.47%)</b>		
50 Aduro Biotech Inc	704	0.03
1,063 Amgen Inc	180,849	6.98
686 Biogen Inc	209,759	8.10
709 ImmunoGen Inc	1,993	0.08
1,717 Ionis Pharmaceuticals Inc	50,913	1.96
191 Spark Therapeutics Inc	10,822	0.42
791 Vertex Pharmaceuticals Inc	74,721	2.88
	529,761	20.45
<b>Building Materials — 1.17% (February 29, 2016: 0.00%)</b>		
1,257 Cree Inc	30,183	1.17
<b>Commercial Services — 0.00% (February 29, 2016: 0.00%)</b>		
— Ascent Capital Group Inc	7	—
<b>Computers — 5.49% (February 29, 2016: 8.08%)</b>		
10 Engility Holdings Inc	307	0.01
3,239 Seagate Technology Plc	109,275	4.22
700 Western Digital Corp	32,669	1.26
	142,251	5.49
<b>Diversified Financial Services — 0.06% (February 29, 2016: 0.04%)</b>		
36 Cohen & Steers Inc	1,513	0.06
<b>Electronics — 4.74% (February 29, 2016: 3.45%)</b>		
744 TE Connectivity Ltd	47,326	1.83
1,728 Tyco International Plc	75,485	2.91
	122,811	4.74
<b>Engineering &amp; Construction — 2.77% (February 29, 2016: 3.27%)</b>		
1,385 Fluor Corp	71,867	2.77
<b>Entertainment — 1.48% (February 29, 2016: 1.07%)</b>		
121 Dolby Laboratories Inc 'A'	5,919	0.23
179 Madison Square Garden Co/The	32,352	1.25
	38,271	1.48
<b>Healthcare-Products — 1.41% (February 29, 2016: 1.06%)</b>		
414 Medtronic Plc	36,026	1.39
15 Wright Medical Group NV	382	0.02
	36,408	1.41
<b>Healthcare-Services — 7.23% (February 29, 2016: 6.96%)</b>		
1,377 UnitedHealth Group Inc	187,295	7.23
<b>Internet — 2.24% (February 29, 2016: 1.71%)</b>		
220 Facebook Inc 'A'	27,736	1.07
41 Liberty Ventures	1,570	0.06
1,500 Twitter Inc	28,815	1.11
	58,121	2.24
<b>Iron/Steel — 0.65% (February 29, 2016: 0.45%)</b>		
349 Nucor Corp	16,948	0.65
<b>Leisure Time — 0.01% (February 29, 2016: 0.01%)</b>		
17 Liberty TripAdvisor Holdings Inc	350	0.01

## Schedule of Forward Foreign Currency Contracts

										Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Expiration Date	Counterparty		Buy Currency (000's)				Sell Currency (000's)			
09/01/16	BNY Mellon	Buy	USD	293	Sell		GBP	223	\$	(1)
09/01/16	BNY Mellon	Buy	EUR	—	Sell		USD	—		—
09/01/16	BNY Mellon	Buy	SGD	4	Sell		USD	3		—
09/01/16	BNY Mellon	Buy	GBP	—	Sell		USD	—		—
09/01/16	BNY Mellon	Buy	AUD	47	Sell		USD	35		—
09/02/16	BNY Mellon	Buy	USD	78	Sell		AUD	103		1
09/02/16	BNY Mellon	Buy	USD	—	Sell		EUR	—		—
09/02/16	BNY Mellon	Buy	USD	—	Sell		GBP	—		—
09/02/16	BNY Mellon	Buy	USD	—	Sell		GBP	—		—
09/02/16	BNY Mellon	Buy	GBP	16	Sell		USD	21		—
09/14/16	BNY Mellon	Buy	USD	639	Sell		AUD	839		11
09/14/16	BNY Mellon	Buy	USD	38	Sell		EUR	34		—

The accompanying notes are an integral part of the Financial Statements

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Media — 17.22% (February 29, 2016: 14.91%)</b>		
1,511 AMC Networks Inc	82,108	3.17
26 CBS Corp 'B'	1,348	0.05
2,142 Comcast Corp 'A'	139,802	5.40
3,105 Discovery Communications Inc 'A'	79,207	3.06
475 Discovery Communications Inc 'C'	11,788	0.45
29 Liberty Braves Group 'A'	488	0.02
58 Liberty Braves Group 'C'	955	0.04
373 Liberty Broadband Corp 'A'	25,129	0.97
490 Liberty Broadband Corp 'C'	33,577	1.30
21 Liberty Global Plc 'A'	653	0.03
63 Liberty Global Plc 'C'	1,934	0.07
4 Liberty Global Plc LiLAC 'A'	101	—
11 Liberty Global Plc LiLAC 'C'	313	0.01
73 Liberty Media Group LLC 'A'	1,553	0.06
145 Liberty Media Group LLC 'C'	3,085	0.12
290 Liberty SiriusXM Group 'A'	9,725	0.38
580 Liberty SiriusXM Group 'C'	19,288	0.74
537 MSG Networks Inc	9,391	0.36
773 Starz	24,125	0.93
22 Viacom Inc 'B'	872	0.03
32 World Wrestling Entertainment Inc 'A'	664	0.03
	446,106	17.22
<b>Mining — 1.98% (February 29, 2016: 1.73%)</b>		
4,988 Freeport-McMoRan Inc	51,327	1.98
<b>Miscellaneous Manufacturing — 0.11% (February 29, 2016: 0.07%)</b>		
45 Pentair Plc	2,864	0.11
<b>Oil &amp; Gas — 8.48% (February 29, 2016: 6.65%)</b>		
2,814 Anadarko Petroleum Corp	150,453	5.81
1,597 Newfield Exploration Co	69,239	2.67
	219,692	8.48
<b>Oil &amp; Gas Services — 6.76% (February 29, 2016: 6.06%)</b>		
830 Core Laboratories NV	92,754	3.58
1,259 National Oilwell Varco Inc	42,241	1.63
215 NOW Inc	4,434	0.17
6,528 Weatherford International Plc	35,708	1.38
	175,137	6.76
<b>Pharmaceuticals — 6.07% (February 29, 2016: 8.22%)</b>		
191 Agios Pharmaceuticals Inc	7,033	0.27
43 Alkermes Plc	1,899	0.07
562 Allergan Plc	131,781	5.09
8 Mallinckrodt Plc	625	0.03
100 ProQR Therapeutics NV	587	0.02
14 Teva Pharmaceutical Industries Ltd ADR	717	0.03
CAD 500 Valeant Pharmaceuticals International Inc	14,528	0.56
	157,170	6.07

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Retail — 0.14% (February 29, 2016: 0.14%)</b>		
168 Liberty Interactive Corp		
QVC Group	3,554	0.14
<b>Savings &amp; Loans — 0.17% (February 29, 2016: 0.15%)</b>		
54 Astoria Financial Corp	820	0.03
243 New York Community Bancorp Inc	3,669	0.14
	4,489	0.17
<b>Semiconductors — 4.10% (February 29, 2016: 4.65%)</b>		
586 Broadcom Ltd	103,318	3.99
83 Intel Corp	2,971	0.11
	106,289	4.10
<b>Software — 7.17% (February 29, 2016: 10.73%)</b>		
976 Autodesk Inc	65,755	2.54
771 Citrix Systems Inc	67,273	2.59
3,624 Nuance Communications Inc	52,836	2.04
	185,864	7.17
<b>Telecommunications — 0.33% (February 29, 2016: 0.25%)</b>		
25 ARRIS International Plc	697	0.03
190 AT&T Inc	7,781	0.30
	8,478	0.33
<b>Total Common Stock (Cost \$2,712,313)</b>		
	2,596,756	100.23
<b>Right — 0.00% (February 29, 2016: 0.00%)</b>		
<b>Healthcare-Products — 0.00% (February 29, 2016: 0.00%)</b>		
58 Wright Medical Group NV	78	—
<b>Total Right (Cost \$238)</b>		
	78	—
<b>Total Investments (Cost \$2,712,551)</b>		
	2,596,834	100.23
<b>Liabilities in Excess of Other Assets (February 29, 2016: 0.87%)</b>		
	(6,046)	(0.23)
<b>Total Net Assets</b>		
	\$2,590,788	100.00

— Amounts designated as "—" are either \$0, less than \$1,000 or less than 1,000 shares.

## ABBREVIATIONS:

ADR — American Depositary Receipt  
CAD — Canadian Dollar

## Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	99.64
Financial derivative instruments	0.01
Other assets	0.35
<b>Total Assets</b>	<b>100.00</b>



# Legg Mason ClearBridge US Aggressive Growth Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD	162	Sell	EUR	145	\$ –
09/14/16	BNY Mellon	Buy	USD	13	Sell	PLN	50	–
09/14/16	BNY Mellon	Buy	USD	7	Sell	SGD	9	–
09/14/16	BNY Mellon	Buy	USD	973	Sell	SGD	1,310	10
09/14/16	BNY Mellon	Buy	CNH	237	Sell	USD	36	–
09/14/16	BNY Mellon	Buy	EUR	103	Sell	USD	115	–
09/14/16	BNY Mellon	Buy	SEK	394	Sell	USD	47	–
09/14/16	BNY Mellon	Buy	AUD	27,321	Sell	USD	20,761	(235)
09/14/16	BNY Mellon	Buy	CHF	2,464	Sell	USD	2,522	(14)
09/14/16	BNY Mellon	Buy	PLN	2,215	Sell	USD	574	(9)
09/14/16	BNY Mellon	Buy	EUR	29,198	Sell	USD	32,438	151
09/14/16	BNY Mellon	Buy	SGD	8,408	Sell	USD	6,239	(67)
09/14/16	BNY Mellon	Buy	GBP	22,795	Sell	USD	29,865	80
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$2,123)								253
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(4,020))								(326)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(1,897))</b>								<b>\$ (73)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge Tactical Dividend Income Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 68.97% (February 29, 2016: 61.80%)</b>		
<b>Chemicals — 0.79% (February 29, 2016: 0.00%)</b>		
10 Dow Chemical Co/The	536	0.79
<b>Commercial Services — 0.65% (February 29, 2016: 0.80%)</b>		
6 Macquarie Infrastructure Corp	440	0.65
<b>Computers — 2.58% (February 29, 2016: 4.03%)</b>		
16 Apple Inc	1,740	2.58
<b>Cosmetics &amp; Personal Care — 2.07% (February 29, 2016: 2.19%)</b>		
16 Procter & Gamble Co/The	1,397	2.07
<b>Electric — 4.16% (February 29, 2016: 4.53%)</b>		
17 Brookfield Infrastructure Partners LP #	815	1.21
30 Brookfield Renewable Energy Partners LP/CA #	902	1.34
16 Great Plains Energy Inc	427	0.63
19 PPL Corp	661	0.98
	2,805	4.16
<b>Electrical Components &amp; Equipment — 1.01% (February 29, 2016: 1.07%)</b>		
13 Emerson Electric Co	685	1.01
<b>Entertainment — 3.53% (February 29, 2016: 3.63%)</b>		
45 National CineMedia Inc	673	1.00
80 Regal Entertainment Group 'A'	1,710	2.53
	2,383	3.53
<b>Forest Products &amp; Paper — 0.86% (February 29, 2016: 0.49%)</b>		
12 International Paper Co	582	0.86
<b>Gas — 1.00% (February 29, 2016: 0.85%)</b>		
30 CenterPoint Energy Inc	675	1.00
<b>Household Products &amp; Wares — 2.61% (February 29, 2016: 3.45%)</b>		
14 Kimberly-Clark Corp	1,764	2.61
<b>Insurance — 1.58% (February 29, 2016: 0.00%)</b>		
25 MetLife Inc	1,063	1.58
<b>Investment Companies — 7.60% (February 29, 2016: 6.75%)</b>		
61 Ares Capital Corp	986	1.46
73 FS Investment Corp	720	1.07
63 Golub Capital BDC Inc	1,205	1.79
81 TCP Capital Corp	1,339	1.98
78 TriplePoint Venture Growth BDC Corp	877	1.30
	5,127	7.60
<b>Miscellaneous Manufacturing — 1.62% (February 29, 2016: 1.77%)</b>		
35 General Electric Co	1,093	1.62

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Oil &amp; Gas — 2.17% (February 29, 2016: 1.83%)</b>		
76 VTTI Energy Partners LP #	1,462	2.17
<b>Pharmaceuticals — 11.01% (February 29, 2016: 8.91%)</b>		
35 AstraZeneca Plc ADR	1,132	1.68
21 Bristol-Myers Squibb Co	1,199	1.78
8 GlaxoSmithKline Plc ADR	348	0.52
11 Johnson & Johnson	1,349	2.00
33 Merck & Co Inc	2,041	3.02
39 Pfizer Inc	1,357	2.01
	7,426	11.01
<b>Pipelines — 3.15% (February 29, 2016: 1.96%)</b>		
93 Plains GP Holdings LP 'A'	1,058	1.57
30 Spectra Energy Corp	1,069	1.58
	2,127	3.15
<b>Semiconductors — 4.04% (February 29, 2016: 3.41%)</b>		
31 Intel Corp	1,127	1.67
21 Maxim Integrated Products Inc	855	1.27
12 Microchip Technology Inc	743	1.10
	2,725	4.04
<b>Software — 5.54% (February 29, 2016: 5.38%)</b>		
40 Microsoft Corp	2,298	3.41
24 Paychex Inc	1,438	2.13
	3,736	5.54
<b>Telecommunications — 6.86% (February 29, 2016: 6.43%)</b>		
47 AT&T Inc	1,901	2.82
12 Cisco Systems Inc	377	0.56
32 Verizon Communications Inc	1,675	2.48
22 Vodafone Group Plc ADR	674	1.00
	4,627	6.86
<b>Transportation — 6.14% (February 29, 2016: 4.32%)</b>		
81 Dynagas LNG Partners LP #	1,188	1.76
59 Golar LNG Partners LP #	1,146	1.70
37 Hoegh LNG Partners LP #	692	1.02
60 KNOT Offshore Partners LP #	1,117	1.66
	4,143	6.14
<b>Total Common Stock (Cost \$46,982)</b>		
	46,536	68.97
<b>Preferred Stock — 8.03% (February 29, 2016: 8.23%)</b>		
<b>Electric — 2.86% (February 29, 2016: 3.90%)</b>		
22 Exelon Corp	1,048	1.55
15 NextEra Energy Inc	880	1.31
	1,928	2.86
<b>Hand/Machine Tools — 1.09% (February 29, 2016: 0.94%)</b>		
6 Stanley Black & Decker Inc	737	1.09
<b>Oil &amp; Gas — 2.12% (February 29, 2016: 1.16%)</b>		
38 Anadarko Petroleum Corp	1,434	2.12

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Pharmaceuticals — 1.96% (February 29, 2016: 2.23%)</b>		
2 Allergan plc, Series A	1,320	1.96
<b>Total Preferred Stock (Cost \$5,877)</b>		
	5,419	8.03
<b>Real Estate Investment Trusts — 20.72% (February 29, 2016: 20.09%)</b>		
<b>REITS — 20.72% (February 29, 2016: 20.09%)</b>		
5 Alexandria Real Estate Equities Inc	601	0.89
47 American Capital Agency Corp	908	1.35
6 American Tower Corp, Series A	663	0.98
6 American Tower Corp	630	0.93
105 Annaly Capital Management Inc	1,125	1.67
15 Apartment Investment & Management Co	678	1.00
3 AvalonBay Communities Inc	586	0.87
5 DCT Industrial Trust Inc	248	0.37
10 DuPont Fabros Technology Inc	441	0.65
11 EPR Properties	838	1.24
6 Equity Residential	389	0.58
20 Hospitality Properties Trust	599	0.89
9 Ramco-Gershenson Properties Trust	183	0.27
34 Retail Properties of America Inc	571	0.85
27 Senior Housing Properties Trust	594	0.88
7 Simon Property Group Inc	1,508	2.24
34 Spirit Realty Capital Inc	451	0.67
70 Starwood Property Trust Inc	1,592	2.36
43 Weyerhaeuser Co	1,373	2.03
	13,978	20.72
<b>Total Real Estate Investment Trusts (Cost \$13,183)</b>		
	13,978	20.72
<b>Total Investments (Cost \$66,042)</b>		
	65,933	97.72
<b>Other Assets in Excess of Liabilities (February 29, 2016: 9.88%)</b>		
	1,539	2.28
<b>Total Net Assets</b>		
	\$67,472	100.00
# Master Limited Partnership.		
<b>ABBREVIATIONS:</b>		
ADR — American Depositary Receipt		
<b>Analysis of Total Assets</b>		
Transferable securities admitted to an official exchange listing or traded on a regulated market		97.10
Other assets		2.90
<b>Total Assets</b>		100.00

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD	2	Sell	AUD	3	\$ —
09/14/16	BNY Mellon	Buy	USD	132	Sell	CNH	879	1
09/14/16	BNY Mellon	Buy	USD	105	Sell	CNH	702	—
09/14/16	BNY Mellon	Buy	USD	2	Sell	EUR	2	—
09/14/16	BNY Mellon	Buy	USD	1	Sell	SGD	2	—
09/14/16	BNY Mellon	Buy	AUD	514	Sell	USD	391	(4)
09/14/16	BNY Mellon	Buy	CNH	15	Sell	USD	2	—
09/14/16	BNY Mellon	Buy	CNH	6,890	Sell	USD	1,032	(3)
09/14/16	BNY Mellon	Buy	SGD	129	Sell	USD	95	(1)
09/14/16	BNY Mellon	Buy	EUR	417	Sell	USD	463	2
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$17)								3
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(14))								(8)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$3)</b>								<b>\$ (5)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason ClearBridge US Equity Sustainability Leaders Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 98.79% (February 29, 2016: 96.96%)</b>		
<b>Apparel — 4.64% (February 29, 2016: 5.57%)</b>		
1 NIKE Inc	79	3.28
– Under Armour Inc	15	0.64
– Under Armour Inc 'A'	17	0.72
	111	4.64
<b>Auto Parts &amp; Equipment — 1.43% (February 29, 2016: 1.40%)</b>		
– WABCO Holdings Inc	35	1.43
<b>Banks — 4.61% (February 29, 2016: 6.31%)</b>		
3 US Bancorp	111	4.61
<b>Biotechnology — 3.92% (February 29, 2016: 4.10%)</b>		
– Alexion Pharmaceuticals Inc	34	1.42
– Biogen Inc	60	2.50
	94	3.92
<b>Building Materials — 3.02% (February 29, 2016: 2.46%)</b>		
1 Trex Co Inc	73	3.02
<b>Commercial Services — 6.68% (February 29, 2016: 3.13%)</b>		
1 Automatic Data Processing Inc	71	2.98
1 Ecolab Inc	89	3.70
	160	6.68
<b>Computers — 7.56% (February 29, 2016: 7.30%)</b>		
1 Apple Inc	103	4.29
1 MAXIMUS Inc	45	1.90
1 Mentor Graphics Corp	33	1.37
	181	7.56
<b>Distribution &amp; Wholesale — 1.88% (February 29, 2016: 1.94%)</b>		
– WW Grainger Inc	45	1.88
<b>Diversified Financial Services — 7.68% (February 29, 2016: 5.15%)</b>		
– BlackRock Inc	81	3.39
2 Charles Schwab Corp/The	53	2.22
1 Discover Financial Services	50	2.07
	184	7.68

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Electric — 5.25% (February 29, 2016: 5.31%)</b>		
1 Brookfield Renewable Energy Partners LP/CA #	41	1.72
1 NextEra Energy Inc	85	3.53
	126	5.25
<b>Energy – Alternate Sources — 2.36% (February 29, 2016: 2.14%)</b>		
2 Vestas Wind Systems A/S ADR	57	2.36
<b>Food — 1.42% (February 29, 2016: 1.63%)</b>		
1 Whole Foods Market Inc	34	1.42
<b>Healthcare-Products — 2.25% (February 29, 2016: 0.00%)</b>		
– Becton Dickinson and Co	54	2.25
<b>Healthcare-Services — 7.13% (February 29, 2016: 7.11%)</b>		
1 Centene Corp	49	2.06
1 MEDNAX Inc	44	1.82
1 UnitedHealth Group Inc	78	3.25
	171	7.13
<b>Internet — 4.71% (February 29, 2016: 4.71%)</b>		
– Alphabet Inc 'A'	113	4.71
<b>Machinery – Diversified — 1.92% (February 29, 2016: 1.92%)</b>		
– Rockwell Automation Inc	46	1.92
<b>Media — 1.83% (February 29, 2016: 0.00%)</b>		
– Walt Disney Co/The	44	1.83
<b>Miscellaneous Manufacturing — 3.33% (February 29, 2016: 3.21%)</b>		
– 3M Co	80	3.33
<b>Office Furnishings — 1.89% (February 29, 2016: 1.52%)</b>		
1 Herman Miller Inc	45	1.89
<b>Pharmaceuticals — 1.51% (February 29, 2016: 4.27%)</b>		
– Shire Plc ADR	36	1.51
<b>Retail — 13.72% (February 29, 2016: 14.65%)</b>		
1 Costco Wholesale Corp	91	3.78
1 CVS Health Corp	87	3.63
1 Lowe's Cos Inc	97	4.07
1 Starbucks Corp	54	2.24
	329	13.72

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Semiconductors — 2.18% (February 29, 2016: 2.00%)</b>		
1 Intel Corp	52	2.18
<b>Software — 7.87% (February 29, 2016: 7.69%)</b>		
1 Autodesk Inc	57	2.37
– Check Point Software Technologies Ltd	33	1.37
2 Microsoft Corp	99	4.13
	189	7.87
<b>Total Common Stock (Cost \$2,144)</b>		
	2,370	98.79
<b>Total Investments (Cost \$2,144)</b>		
	2,370	98.79
<b>Other Assets in Excess of Liabilities (February 29, 2016: 3.04%)</b>		
	29	1.21
<b>Total Net Assets</b>		
	\$2,399	100.00
– Amounts designated as "–" are either \$0, less than \$1,000 or less than 1,000 shares.		
# Master Limited Partnership.		

## ABBREVIATIONS:

ADR – American Depositary Receipt

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.10
Financial derivative instruments	0.08
Other assets	1.82
<b>Total Assets</b>	100.00

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR 393 Sell	USD 437
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$–)				2
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(11))				–
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(11))</b>				<b>\$ 2</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Opportunity Fund

## Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Collective Investment Schemes — 0.16% (February 29, 2016: 3.25%)</b>		
518 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	518	0.16
<b>Total Collective Investment Schemes (Cost \$518)</b>	<b>518</b>	<b>0.16</b>
<b>Common Stock — 89.37% (February 29, 2016: 91.00%)</b>		
<b>Airlines — 13.13% (February 29, 2016: 16.25%)</b>		
387 American Airlines Group Inc ≠	14,063	4.46
387 Delta Air Lines Inc ≠	14,222	4.51
261 United Continental Holdings Inc ≠	13,137	4.16
	41,422	13.13
<b>Auto Manufacturers — 2.18% (February 29, 2016: 2.26%)</b>		
998 Fiat Chrysler Automobiles NV	6,868	2.18
<b>Biotechnology — 6.39% (February 29, 2016: 10.18%)</b>		
589 Intrexon Corp	14,869	4.72
1,040 ZIOPHARM Oncology Inc	5,275	1.67
	20,144	6.39
<b>Chemicals — 4.04% (February 29, 2016: 3.04%)</b>		
1,408 Platform Specialty Products Corp	12,742	4.04
<b>Diversified Financial Services — 9.25% (February 29, 2016: 4.51%)</b>		
467 Nationstar Mortgage Holdings Inc	7,416	2.35
538 OneMain Holdings Inc 'A'	16,686	5.29
306 PennyMac Financial Services Inc 'A'	5,061	1.61
	29,163	9.25
<b>Home Builders — 14.27% (February 29, 2016: 14.09%)</b>		
321 Lennar Corp	15,198	4.82
756 PulteGroup Inc	16,164	5.13
446 Taylor Morrison Home Corp	7,862	2.49
425 TRI Pointe Group Inc	5,766	1.83
	44,990	14.27

### Schedule of Equity Swaps

Counterparty	Reference Entity	Shares (000's)	Unrealised Appreciation/ (Depreciation) on Contracts (000's)
Credit Suisse First Boston	Bank of America Corp	797	\$ 765
Credit Suisse First Boston	GameStop Corp	242	(743)
Credit Suisse First Boston	Citigroup Inc	199	215
Credit Suisse First Boston	Gilead Sciences Inc	93	(237)
Credit Suisse First Boston	Seagate Technology Plc	164	307
			\$ 307
Unrealised Appreciation of Equity Swaps (February 29, 2016 (000's): \$505)			1,287
Unrealised Depreciation of Equity Swaps (February 29, 2016 (000's): \$(63))			(980)
<b>Net Appreciation of Equity Swaps (February 29, 2016 (000's): \$442)</b>			<b>\$ 307</b>

### Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	USD – Sell	GBP – \$ –
09/01/16	BNY Mellon	Buy	USD – Sell	GBP – –
09/02/16	BNY Mellon	Buy	GBP – Sell	USD – –
09/14/16	BNY Mellon	Buy	USD 4 Sell	EUR 3 –
09/14/16	BNY Mellon	Buy	USD 22 Sell	PLN 85 –
09/14/16	BNY Mellon	Buy	USD 2 Sell	SEK 21 –
09/14/16	BNY Mellon	Buy	USD 39 Sell	SEK 327 –
09/14/16	BNY Mellon	Buy	PLN 405 Sell	USD 106 (3)
09/14/16	BNY Mellon	Buy	SEK 2,250 Sell	USD 266 (2)

The accompanying notes are an integral part of the Financial Statements

Contracts (000's)	Value (000's) \$	% of Net Asset Value
<b>Options — 6.70% (February 29, 2016: 5.18%)</b>		
<b>Purchased Options — 6.70% (February 29, 2016: 5.18%)</b>		
4 AAPL U.S. January 2018 Call 95.00, due 1/19/2018	6,923	2.20
– Amazon.com Inc January 2017 Call 300.00, due 1/20/2017	10,738	3.40
7 Twitter Inc January 2018 Call 18.00, due 1/19/2018	3,475	1.10
	21,136	6.70
<b>Total Options (Cost \$14,975)</b>	<b>21,136</b>	<b>6.70</b>
<b>Total Investments (Cost \$322,817)</b>	<b>315,434</b>	<b>100.02</b>
<b>Liabilities in Excess of Other Assets (February 29, 2016: (1.65%))</b>		
	(71)	(0.02)
<b>Total Net Assets</b>	<b>\$315,363</b>	<b>100.00</b>

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

≠ Security (in whole or part) pledged as collateral for derivatives trading as at August 31, 2016.

#### ABBREVIATIONS:

ADR – American Depositary Receipt

CAD – Canadian Dollar

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	92.66
Collective investment schemes	0.16
Financial derivative instruments	7.07
Other assets	0.11
<b>Total Assets</b>	<b>100.00</b>



# Legg Mason Opportunity Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Forward Foreign Currency Contracts (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR	77	Sell	USD	85	\$ 1
09/14/16	BNY Mellon	Buy	EUR	15	Sell	USD	15	–
09/14/16	BNY Mellon	Buy	SEK	110	Sell	USD	13	–
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$1)								1
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(10))								(5)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(9))</b>								<b>\$ (4)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Royce US Small Cap Opportunity Fund

## Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Collective Investment Schemes — 5.08% (February 29, 2016: 4.39%)</b>		
32,114 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	32,114	5.08
<b>Total Collective Investment Schemes (Cost \$32,114)</b>	32,114	5.08
<b>Common Stock — 94.67% (February 29, 2016: 95.41%)</b>		
<b>Advertising — 0.11% (February 29, 2016: 0.13%)</b>		
420 Tremor Video Inc	710	0.11
<b>Aerospace &amp; Defense — 2.56% (February 29, 2016: 2.56%)</b>		
216 Aerojet Rocketdyne Holdings Inc	3,872	0.61
15 Curtiss-Wright Corp	1,357	0.22
952 Kratos Defense & Security Solutions Inc	6,642	1.05
332 LMI Aerospace Inc	2,530	0.40
30 Moog Inc 'A'	1,770	0.28
	16,171	2.56
<b>Agriculture — 0.63% (February 29, 2016: 0.56%)</b>		
167 Tejon Ranch Co	3,966	0.63
<b>Apparel — 1.05% (February 29, 2016: 0.67%)</b>		
78 Skechers U.S.A. Inc	1,884	0.30
114 Unifi Inc	2,956	0.47
255 Vince Holding Corp	1,788	0.28
	6,628	1.05
<b>Auto Parts &amp; Equipment — 1.88% (February 29, 2016: 1.58%)</b>		
160 Commercial Vehicle Group Inc	863	0.14
158 Dana Inc	2,271	0.36
159 Meritor Inc	1,771	0.28
470 Spartan Motors Inc	4,635	0.73
70 Tower International Inc	1,702	0.27
CAD 479 Westport Fuel Systems Inc	637	0.10
	11,879	1.88
<b>Banks — 3.84% (February 29, 2016: 3.69%)</b>		
53 BancorpSouth Inc	1,307	0.21
33 BankUnited Inc	1,047	0.17
325 Boston Private Financial Holdings Inc	4,186	0.66
115 CenterState Banks Inc	2,068	0.33
67 Fidelity Southern Corp	1,203	0.19
89 Guaranty Bancorp	1,645	0.26
158 State Bank Financial Corp	3,632	0.57
237 TriState Capital Holdings Inc	3,539	0.56
187 Umpqua Holdings Corp	3,071	0.48
97 Walker & Dunlop Inc	2,571	0.41
	24,269	3.84
<b>Biotechnology — 0.26% (February 29, 2016: 0.32%)</b>		
20 Cambrex Corp	839	0.13
255 RTI Surgical Inc	819	0.13
	1,658	0.26
<b>Building Materials — 4.73% (February 29, 2016: 4.92%)</b>		
71 Boise Cascade Co	1,865	0.29
197 Builders FirstSource Inc	2,707	0.43
35 Cree Inc	840	0.13
18 Gibraltar Industries Inc	672	0.11
95 Griffon Corp	1,627	0.26
238 Louisiana-Pacific Corp	4,629	0.73
331 NCI Building Systems Inc	5,012	0.79
311 PGT Inc	3,705	0.59
233 Ply Gem Holdings Inc	3,255	0.51
175 Quanex Building Products Corp	3,383	0.53
42 US Concrete Inc	2,246	0.36
	29,941	4.73
<b>Chemicals — 4.92% (February 29, 2016: 5.26%)</b>		
59 A Schulman Inc	1,505	0.24
180 Calgon Carbon Corp	2,603	0.41
395 Ferro Corp	5,270	0.83
43 HB Fuller Co	2,044	0.32
305 Huntsman Corp	5,274	0.83

Shares (000's)	Value (000's) \$	% of Net Asset Value
165 Intrepid Potash Inc	228	0.04
192 Kraton Performance Polymers Inc	6,924	1.09
237 Landec Corp	3,076	0.49
195 Olin Corp	4,220	0.67
	31,144	4.92
<b>Commercial Services — 2.61% (February 29, 2016: 2.47%)</b>		
85 ABM Industries Inc	3,269	0.52
342 Albany Molecular Research Inc	5,068	0.80
213 Care.com Inc	2,228	0.35
90 Great Lakes Dredge & Dock Corp	348	0.05
32 Hertz Global Holdings Inc	1,576	0.25
15 K12 Inc	179	0.03
78 Rent-A-Center Inc/TX	948	0.15
29 Team Inc	922	0.15
145 Travelport Worldwide Ltd	1,991	0.31
	16,529	2.61
<b>Computers — 3.39% (February 29, 2016: 4.47%)</b>		
395 Ciber Inc	478	0.07
53 Cray Inc	1,216	0.19
294 Datalink Corp	2,864	0.45
76 Echelon Corp	422	0.07
223 KEYW Holding Corp/The	2,220	0.35
70 Maxwell Technologies Inc	355	0.06
102 Mentor Graphics Corp	2,460	0.39
245 Mercury Systems Inc	5,558	0.88
233 Radisys Corp	1,142	0.18
470 Unisys Corp	4,748	0.75
	21,463	3.39
<b>Diversified Financial Services — 0.44% (February 29, 2016: 0.32%)</b>		
80 Air Lease Corp 'A'	2,351	0.37
45 Enova International Inc	432	0.07
	2,783	0.44
<b>Electric — 0.10% (February 29, 2016: 0.16%)</b>		
126 Ameresco Inc	602	0.10
<b>Electrical Components &amp; Equipment — 4.01% (February 29, 2016: 3.53%)</b>		
127 Advanced Energy Industries Inc	5,584	0.88
150 Encore Wire Corp	5,808	0.92
405 General Cable Corp	6,533	1.03
98 Insteel Industries Inc	3,265	0.52
217 Novanta Inc	3,668	0.58
85 Revolution Lighting Technologies Inc	531	0.08
	25,389	4.01
<b>Electronics — 4.42% (February 29, 2016: 5.41%)</b>		
96 Applied Optoelectronics Inc	1,622	0.26
220 Ballantyne Strong Inc	1,365	0.21
108 Benchmark Electronics Inc	2,593	0.41
291 Electro Scientific Industries Inc	1,619	0.26
79 Frequency Electronics Inc	868	0.14
170 IL-VI Inc	3,593	0.57
975 Kemet Corp	3,325	0.52
160 Sanmina Corp	4,205	0.66
395 TTM Technologies Inc	4,238	0.67
320 Vishay Intertechnology Inc	4,531	0.72
	27,959	4.42
<b>Engineering &amp; Construction — 1.98% (February 29, 2016: 1.75%)</b>		
230 Aegion Corp 'A'	4,260	0.68
403 Layne Christensen Co	3,619	0.57
158 MasTec Inc	4,638	0.73
	12,517	1.98
<b>Environmental Control — 0.71% (February 29, 2016: 0.73%)</b>		
70 Pure Cycle Corp	337	0.05
543 TRC Cos Inc	4,134	0.66
	4,471	0.71

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Food — 1.33% (February 29, 2016: 1.04%)</b>		
388 Inventure Foods Inc	3,761	0.59
250 SUPERVALU Inc	1,370	0.22
73 United Natural Foods Inc	3,306	0.52
	8,437	1.33
<b>Hand/Machine Tools — 0.51% (February 29, 2016: 0.52%)</b>		
305 Hardinge Inc	3,224	0.51
<b>Healthcare-Products — 2.40% (February 29, 2016: 2.85%)</b>		
704 Accuray Inc	3,754	0.59
23 Analogic Corp	2,047	0.32
81 AngioDynamics Inc	1,338	0.21
108 CareDx Inc	503	0.08
96 Exactech Inc	2,678	0.42
173 Invacare Corp	2,048	0.32
115 OraSure Technologies Inc	986	0.16
139 Trinity Biotech Plc ADR	1,859	0.30
	15,213	2.40
<b>Healthcare-Services — 2.17% (February 29, 2016: 1.15%)</b>		
218 Brookdale Senior Living Inc	3,743	0.59
217 Healthways Inc	5,427	0.86
195 Kindred Healthcare Inc	2,153	0.34
205 Select Medical Holdings Corp	2,436	0.38
	13,759	2.17
<b>Home Builders — 4.62% (February 29, 2016: 3.77%)</b>		
367 Beazer Homes USA Inc	4,129	0.65
56 Installed Building Products Inc	1,871	0.30
160 MI Homes Inc	3,702	0.58
200 MDC Holdings Inc	5,222	0.82
250 New Home Co Inc/The	2,712	0.43
280 TRI Pointe Group Inc	3,797	0.60
74 WCI Communities Inc	1,392	0.22
223 William Lyon Homes 'A'	3,840	0.61
107 Winnebago Industries Inc	2,578	0.41
	29,243	4.62
<b>Home Furnishings — 0.23% (February 29, 2016: 0.68%)</b>		
40 Ethan Allen Interiors Inc	1,341	0.21
40 VOXX International Corp 'A'	123	0.02
	1,464	0.23
<b>Household Products &amp; Wares — 0.31% (February 29, 2016: 0.42%)</b>		
75 Central Garden & Pet Co	1,927	0.31
<b>Insurance — 1.99% (February 29, 2016: 0.76%)</b>		
58 Ambac Financial Group Inc	1,056	0.17
28 Aspen Insurance Holdings Ltd	1,264	0.20
70 Assured Guaranty Ltd	1,930	0.31
10 Heritage Insurance Holdings Inc	137	0.02
408 MBIA Inc	3,284	0.52
173 MGIC Investment Corp	1,396	0.22
155 NMI Holdings Inc	1,228	0.19
168 Radian Group Inc	2,296	0.36
	12,591	1.99
<b>Internet — 1.59% (February 29, 2016: 1.42%)</b>		
80 Blucora Inc	828	0.13
247 Boingo Wireless Inc	2,100	0.33
626 Limelight Networks Inc	1,114	0.18
124 Marin Software Inc	314	0.05
76 Perficient Inc	1,520	0.24
495 QuinStreet Inc	1,514	0.24
57 Wayfair Inc	2,188	0.34
154 YuMe Inc	511	0.08
	10,089	1.59
<b>Iron/Steel — 2.33% (February 29, 2016: 2.33%)</b>		
445 AK Steel Holding Corp	1,985	0.31
283 Allegheny Technologies Inc	4,819	0.76
85 Carpenter Technology Corp	3,086	0.49
314 Commercial Metals Co	4,875	0.77
	14,765	2.33
<b>Leisure Time — 0.05% (February 29, 2016: 0.15%)</b>		
68 Black Diamond Inc	311	0.05

The accompanying notes are an integral part of the Financial Statements



## Portfolio of Investments as at August 31, 2016 – (continued)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Royce US Small Cap Opportunity Fund

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	USD	–	Sell	EUR	–	\$ –
09/01/16	BNY Mellon	Buy	USD	35	Sell	GBP	26	–
09/01/16	BNY Mellon	Buy	GBP	236	Sell	USD	309	1
09/02/16	BNY Mellon	Buy	GBP	–	Sell	USD	–	–
09/14/16	BNY Mellon	Buy	USD	669	Sell	AUD	874	12
09/14/16	BNY Mellon	Buy	USD	24	Sell	EUR	22	–
09/14/16	BNY Mellon	Buy	USD	7	Sell	EUR	6	–
09/14/16	BNY Mellon	Buy	USD	15	Sell	SEK	131	–
09/14/16	BNY Mellon	Buy	USD	39	Sell	SGD	53	–
09/14/16	BNY Mellon	Buy	USD	231	Sell	SGD	314	1
09/14/16	BNY Mellon	Buy	SGD	57	Sell	USD	42	–
09/14/16	BNY Mellon	Buy	AUD	750	Sell	USD	563	1
09/14/16	BNY Mellon	Buy	SEK	1,393	Sell	USD	163	(1)
09/14/16	BNY Mellon	Buy	EUR	21,478	Sell	USD	23,865	105
09/14/16	BNY Mellon	Buy	AUD	13,569	Sell	USD	10,319	(126)
09/14/16	BNY Mellon	Buy	GBP	294	Sell	USD	386	1
09/14/16	BNY Mellon	Buy	CNH	516	Sell	USD	77	–
09/14/16	BNY Mellon	Buy	SGD	8,906	Sell	USD	6,609	(70)
09/14/16	BNY Mellon	Buy	EUR	210	Sell	USD	238	(2)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$141)								121
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(736))								(199)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(595))</b>								<b>\$ (78)</b>



# Legg Mason Royce US Smaller Companies Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Collective Investment Schemes — 7.01% (February 29, 2016: 6.99%)</b>		
12,963 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	12,963	7.01
<b>Total Collective Investment Schemes (Cost \$12,963)</b>	12,963	7.01
<b>Common Stock — 92.05% (February 29, 2016: 92.24%)</b>		
<b>Apparel — 1.54% (February 29, 2016: 1.73%)</b>		
44 Deckers Outdoor Corp	2,857	1.54
<b>Biotechnology — 1.90% (February 29, 2016: 1.93%)</b>		
20 Bio-Rad Laboratories Inc	2,905	1.57
30 Myriad Genetics Inc	604	0.33
	3,509	1.90
<b>Building Materials — 1.74% (February 29, 2016: 0.89%)</b>		
39 Apogee Enterprises Inc	1,892	1.02
13 Drew Industries Inc	1,331	0.72
	3,223	1.74
<b>Chemicals — 3.43% (February 29, 2016: 3.10%)</b>		
107 Aceto Corp	2,159	1.17
59 Minerals Technologies Inc	4,186	2.26
	6,345	3.43
<b>Commercial Services — 5.37% (February 29, 2016: 4.87%)</b>		
25 ICF International Inc	1,034	0.56
CAD 38 Ritchie Bros Auctioneers Inc	1,340	0.73
94 Robert Half International Inc	3,615	1.95
181 TrueBlue Inc	3,948	2.13
	9,937	5.37
<b>Computers — 3.26% (February 29, 2016: 1.72%)</b>		
151 Mentor Graphics Corp	3,616	1.95
82 NetScout Systems Inc	2,420	1.31
	6,036	3.26
<b>Cosmetics &amp; Personal Care — 0.92% (February 29, 2016: 0.66%)</b>		
50 Inter Parfums Inc	1,694	0.92
<b>Distribution &amp; Wholesale — 0.03% (February 29, 2016: 0.00%)</b>		
2 G-III Apparel Group Ltd	63	0.03
<b>Diversified Financial Services — 10.26% (February 29, 2016: 9.25%)</b>		
105 Artisan Partners Asset Management Inc	2,751	1.49
163 Federated Investors Inc	5,252	2.84
53 Houlihan Lokey Inc	1,307	0.70
151 Lazard Ltd 'A' #	5,594	3.02
45 Virtus Investment Partners Inc	4,084	2.21
	18,988	10.26
<b>Electronics — 6.53% (February 29, 2016: 5.77%)</b>		
20 FARO Technologies Inc	646	0.35
5 FEI Co	554	0.30
75 Fitbit Inc 'A'	1,158	0.63
275 Gentex Corp	4,891	2.64
75 Methode Electronics Inc	2,747	1.48
64 Orbotech Ltd	1,820	0.98
8 Rofin-Sinar Technologies Inc	271	0.15
	12,087	6.53

## Schedule of Forward Foreign Currency Contracts

								Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			
09/01/16	BNY Mellon	Buy	USD	–	Sell	GBP	–	\$ –
09/01/16	BNY Mellon	Buy	GBP	13	Sell	USD	17	–
09/14/16	BNY Mellon	Buy	USD	70	Sell	EUR	63	–
09/14/16	BNY Mellon	Buy	USD	–	Sell	SEK	2	–
09/14/16	BNY Mellon	Buy	PLN	336	Sell	USD	88	(2)
09/14/16	BNY Mellon	Buy	SEK	136	Sell	USD	16	–

The accompanying notes are an integral part of the Financial Statements

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Entertainment — 0.81% (February 29, 2016: 0.99%)</b>		
31 Dolby Laboratories Inc 'A'	1,506	0.81
<b>Food — 4.01% (February 29, 2016: 4.41%)</b>		
42 Cal-Maine Foods Inc	1,924	1.04
75 Industrias Bachoco SAB de CV ADR	3,982	2.15
16 Sanderson Farms Inc	1,505	0.82
	7,411	4.01
<b>Healthcare-Products — 1.76% (February 29, 2016: 2.75%)</b>		
31 Bio-Techne Corp	3,253	1.76
<b>Home Builders — 2.27% (February 29, 2016: 2.85%)</b>		
99 PICO Holdings Inc	1,091	0.59
38 Thor Industries Inc	3,101	1.68
	4,192	2.27
<b>Insurance — 2.90% (February 29, 2016: 3.12%)</b>		
CAD 206 Genworth MI Canada Inc	5,365	2.90
<b>Internet — 0.20% (February 29, 2016: 0.00%)</b>		
15 AVG Technologies NV	361	0.20
<b>Iron/Steel — 0.47% (February 29, 2016: 1.21%)</b>		
12 Reliance Steel & Aluminum Co	867	0.47
<b>Machinery – Diversified — 1.67% (February 29, 2016: 2.11%)</b>		
21 Cognex Corp	1,038	0.56
61 Columbus McKinnon Corp/ NY	1,064	0.58
13 Wabtec Corp/DE	978	0.53
	3,080	1.67
<b>Media – 1.82% (February 29, 2016: 2.38%)</b>		
166 EW Scripps Co/The 'A'	2,814	1.52
10 John Wiley & Sons Inc	557	0.30
	3,371	1.82
<b>Metal Fabricate &amp; Hardware — 3.43% (February 29, 2016: 3.44%)</b>		
41 CIRCOR International Inc	2,410	1.30
15 RBC Bearings Inc	1,195	0.65
21 Valmont Industries Inc	2,740	1.48
	6,345	3.43
<b>Miscellaneous Manufacturing — 2.46% (February 29, 2016: 4.63%)</b>		
112 Federal Signal Corp	1,466	0.79
7 John Bean Technologies Corp	467	0.25
55 Lydall Inc	2,624	1.42
	4,557	2.46
<b>Office Furnishings — 1.95% (February 29, 2016: 2.09%)</b>		
242 Steelcase Inc	3,614	1.95
<b>Oil &amp; Gas — 0.53% (February 29, 2016: 0.78%)</b>		
16 Helmerich & Payne Inc	981	0.53
<b>Oil &amp; Gas Services — 4.11% (February 29, 2016: 3.95%)</b>		
47 Oil States International Inc	1,449	0.78
CAD 292 Pason Systems Inc	4,161	2.25
NOK 115 TGS Nopec Geophysical Co ASA	1,998	1.08
	7,608	4.11

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Pharmaceuticals — 0.55% (February 29, 2016: 0.83%)</b>		
DKK 60 Zealand Pharma A/S	1,013	0.55
<b>Real Estate — 2.82% (February 29, 2016: 1.38%)</b>		
201 Marcus & Millichap Inc	5,226	2.82
<b>Retail — 9.24% (February 29, 2016: 8.10%)</b>		
182 Buckle Inc/The	4,698	2.54
162 Caleres Inc	4,189	2.26
52 Genesco Inc	3,785	2.05
108 Movado Group Inc	2,447	1.32
15 MSC Industrial Direct Co Inc 'A'	1,102	0.59
59 Vera Bradley Inc	884	0.48
	17,105	9.24
<b>Semiconductors — 8.11% (February 29, 2016: 7.41%)</b>		
35 Cabot Microelectronics Corp	1,716	0.93
23 IPG Photonics Corp	1,988	1.07
67 MKS Instruments Inc	3,280	1.77
154 Nanometrics Inc	3,127	1.69
59 Rudolph Technologies Inc	1,037	0.56
115 Tessera Technologies Inc	3,861	2.09
	15,009	8.11
<b>Software — 3.12% (February 29, 2016: 3.77%)</b>		
74 j2 Global Inc	5,020	2.71
36 Monotype Imaging Holdings Inc	758	0.41
	5,778	3.12
<b>Textiles — 0.82% (February 29, 2016: 1.24%)</b>		
12 UniFirst Corp/MA	1,525	0.82
<b>Transportation — 3.32% (February 29, 2016: 3.91%)</b>		
40 Landstar System Inc	2,787	1.51
110 Saia Inc	3,350	1.81
	6,137	3.32
<b>Trucking &amp; Leasing — 0.70% (February 29, 2016: 0.00%)</b>		
38 Greenbrier Cos Inc/The	1,291	0.70
<b>Total Common Stock (Cost \$163,873)</b>	170,334	92.05
<b>Total Investments (Cost \$176,836)</b>	183,297	99.06
<b>Other Assets in Excess of Liabilities (February 29, 2016: 0.77%)</b>		
	1,730	0.94
<b>Total Net Assets</b>	\$185,027	100.00
# Master Limited Partnership.		
<b>ABBREVIATIONS:</b>		
ADR – American Depositary Receipt		
CAD – Canadian Dollar		
DKK – Danish Krone		
NOK – Norwegian Krone		
<b>Analysis of Total Assets</b>		
Transferable securities admitted to an official exchange listing or traded on a regulated market		
Collective investment schemes		
Other assets		
<b>Total Assets</b>		100.00



# Legg Mason Royce US Smaller Companies Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Forward Foreign Currency Contracts – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR	124	Sell	USD	137	\$ 1
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$—)								1
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(4))								(2)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(4))</b>								<b>\$ (1)</b>

The accompanying notes are an integral part of the Financial Statements



# Legg Mason QS MV European Equity Growth and Income Fund

## Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) €	% of Net Asset Value	Shares (000's)	Value (000's) €	% of Net Asset Value	Shares (000's)	Value (000's) €	% of Net Asset Value
<b>Common Stock — 98.05% (February 29, 2016: 96.51%)</b>								
<b>Belgium — 4.17% (February 29, 2016: 4.86%)</b>								
31 Ageas	976	1.00				GBP 63 GlaxoSmithKline Plc	1,225	1.25
8 Anheuser-Busch InBev SA/NV	936	0.96	57 Koninklijke Ahold Delhaize NV	1,226	1.26	GBP 195 HSBC Holdings Plc	1,302	1.33
44 bpost SA	994	1.02	GBP 31 Royal Dutch Shell Plc	707	0.72	GBP 84 IG Group Holdings Plc	940	0.96
42 Proximus SADP	1,165	1.19		1,933	1.98	GBP 26 Imperial Brands Plc	1,222	1.25
	4,071	4.17	<b>Norway — 1.25% (February 29, 2016: 0.89%)</b>			GBP 98 Inmarsat Plc	886	0.91
<b>Denmark — 2.91% (February 29, 2016: 1.98%)</b>			NOK 78 Telenor ASA	1,219	1.25	GBP 1,564 Lloyds Banking Group Plc	1,093	1.12
DKK 49 Danske Bank A/S	1,286	1.32	<b>Portugal — 1.12% (February 29, 2016: 1.11%)</b>			GBP 214 Meggitt Plc	1,180	1.21
DKK 19 Sydbank A/S	526	0.54	364 EDP – Energias de Portugal SA	1,098	1.12	GBP 99 National Grid Plc	1,223	1.25
DKK 208 TDC A/S	1,030	1.05	<b>Spain — 5.64% (February 29, 2016: 4.29%)</b>			GBP 10 Next Plc	628	0.64
	2,842	2.91	89 Abertis Infraestructuras SA	1,239	1.27	GBP 36 Persimmon Plc	771	0.79
<b>Finland — 3.96% (February 29, 2016: 3.41%)</b>			46 Enagas SA	1,218	1.25	GBP 33 Rio Tinto Plc	887	0.91
56 Fortum OYJ	768	0.79	67 Endesa SA	1,229	1.26	44 Royal Dutch Shell Plc 'A'	968	0.99
35 Orion Oyj	1,187	1.21	50 Gas Natural SDG SA	918	0.94	GBP 201 Royal Mail Plc	1,217	1.25
19 Sampo Oyj 'A'	730	0.75	47 Red Electrica Corp SA	899	0.92	GBP 44 Severn Trent Plc	1,221	1.25
	3,871	3.96		5,503	5.64	GBP 68 SSE Plc	1,207	1.24
<b>France — 7.18% (February 29, 2016: 7.76%)</b>			<b>Sweden — 7.39% (February 29, 2016: 6.30%)</b>			GBP 145 Tate & Lyle Plc	1,250	1.28
18 Casino Guichard Perrachon SA	807	0.82	SEK 37 ICA Gruppen AB	1,134	1.16	GBP 79 United Utilities Group Plc	907	0.93
88 CNP Assurances	1,276	1.31	SEK 147 Nordea Bank AB	1,289	1.32	GBP 256 William Hill Plc	958	0.98
42 Engie SA	597	0.61	SEK 94 Svenska Handelsbanken AB	1,082	1.11	GBP 483 Wm Morrison Supermarkets Plc	1,120	1.15
53 Eutelsat Communications SA	925	0.95	SEK 62 Swedbank AB 'A'	1,285	1.32	GBP 42 WPP Plc	875	0.90
41 Neopost SA	984	1.01	SEK 38 Swedish Match AB	1,213	1.24		31,813	32.57
17 Sanofi	1,164	1.19	SEK 299 Telia Co AB	1,210	1.24	<b>Total Common Stock (Cost €105,980)</b>		
48 SCOR SE	1,258	1.29		7,213	7.39	<b>Real Estate Investment Trusts — 1.06% (February 29, 2016: 0.88%)</b>		
	7,011	7.18	<b>Switzerland — 14.33% (February 29, 2016: 13.44%)</b>			25 Klepierre	1,038	1.06
<b>Germany — 11.87% (February 29, 2016: 10.23%)</b>			CHF 63 ABB Ltd	1,221	1.25	<b>Total Real Estate Investment Trusts (Cost €1,051)</b>		
9 Allianz SE	1,258	1.29	CHF 6 Flughafen Zuerich AG	1,038	1.06		1,038	1.06
18 Axel Springer SE	812	0.83	CHF 1 Givaudan SA	1,229	1.26	<b>Total Investments (Cost €107,031)</b>		
49 Freenet AG	1,252	1.28	CHF 17 Nestle SA	1,239	1.27		96,797	99.11
13 Hannover Rueck SE	1,230	1.26	CHF 17 Novartis AG	1,192	1.22	<b>Other Assets in Excess of Liabilities (February 29, 2016: 2.61%)</b>		
13 MAN SE	1,229	1.26	CHF 11 PSP Swiss Property AG	969	0.99		868	0.89
8 Munichener Rueckversicherungs-Gesellschaft AG in Muenchen	1,248	1.28	CHF 5 Roche Holding AG	1,199	1.23	<b>Total Net Assets</b>		
30 ProSiebenSat.1 Media SE	1,159	1.18	181 STMicroelectronics NV	1,217	1.25		€97,665	100.00
9 Siemens AG	940	0.96	CHF 15 Swiss Prime Site AG	1,220	1.25	<b>ABBREVIATIONS:</b>		
47 Talanx AG	1,240	1.27	CHF 16 Swiss Re AG	1,245	1.28	CHF – Swiss Franc		
334 Telefonica Deutschland Holding AG	1,229	1.26	CHF 3 Swisscom AG	1,226	1.25	DKK – Danish Krone		
	11,597	11.87	CHF 4 Zurich Insurance Group AG	1,000	1.02	GBP – British Pound		
<b>Italy — 1.25% (February 29, 2016: 1.16%)</b>				13,995	14.33	NOK – Norwegian Krone		
245 Snam SpA	1,221	1.25	<b>United Kingdom — 32.57% (February 29, 2016: 36.23%)</b>			SEK – Swedish Krona		
<b>Luxembourg — 2.43% (February 29, 2016: 2.41%)</b>			GBP 39 Admiral Group Plc	950	0.97	<b>Analysis of Total Assets</b>		
16 RTL Group SA	1,184	1.21	GBP 19 AstraZeneca Plc	1,120	1.15	Transferable securities admitted to an official exchange listing or traded on a regulated market		98.04
58 SES SA 'A'	1,188	1.22	GBP 156 BAE Systems Plc	989	1.01	Financial derivative instruments		0.01
	2,372	2.43	GBP 64 Berendsen Plc	924	0.94	Other assets		1.95
			GBP 19 Berkeley Group Holdings Plc	585	0.60	<b>Total Assets</b>		
			GBP 240 BP Plc	1,209	1.24			100.00
			GBP 22 British American Tobacco Plc	1,205	1.23			
			GBP 321 Centrica Plc	881	0.90			
			GBP 252 Cobham Plc	480	0.49			
			GBP 50 Diageo Plc	1,231	1.26			
			GBP 266 Direct Line Insurance Group Plc	1,159	1.19			

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	AUD –	€ –
09/01/16	BNY Mellon	Buy	EUR 34	–
09/01/16	BNY Mellon	Buy	EUR 16	–
09/01/16	BNY Mellon	Buy	USD 8	–
09/06/16	BNY Mellon	Buy	EUR 65	–
09/14/16	BNY Mellon	Buy	AUD 13	–
09/14/16	BNY Mellon	Buy	AUD 1,315	8
09/14/16	BNY Mellon	Buy	CNH 527	–
09/14/16	BNY Mellon	Buy	CNH 1,400	(1)
09/14/16	BNY Mellon	Buy	EUR 9,781	(152)
09/14/16	BNY Mellon	Buy	EUR 289	(4)
09/14/16	BNY Mellon	Buy	EUR 38,552	(181)
09/14/16	BNY Mellon	Buy	EUR 49	–
09/14/16	BNY Mellon	Buy	EUR 965	(7)
09/14/16	BNY Mellon	Buy	EUR 6	–
09/14/16	BNY Mellon	Buy	SGD 4	–
09/14/16	BNY Mellon	Buy	SGD 3	–

The accompanying notes are an integral part of the Financial Statements



# Legg Mason QS MV European Equity Growth and Income Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Forward Foreign Currency Contracts – *(continued)*

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	EUR	1,401	Sell	USD	1,557	€ 7
09/14/16	BNY Mellon	Buy	EUR	2,629	Sell	USD	2,962	(26)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €2,856)								15
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €(295))								(371)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): €2,561)</b>								€ (356)

The accompanying notes are an integral part of the Financial Statements



# Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Collective Investment Schemes — 2.52% (February 29, 2016: 0.00%)</b>				<b>Malaysia — 1.44% (February 29, 2016: 5.91%)</b>				<b>Total Real Estate Investment Trusts (Cost \$2,825)</b>			
19	iShares Asia/Pacific Dividend ETF	868	2.52	MYR 14	British American Tobacco Malaysia Bhd	172	0.50			2,276	6.63
				MYR 167	IOI Corp Bhd	182	0.53	<b>Right — 0.02% (February 29, 2016: 0.00%)</b>			
				MYR 214	Unisem M Bhd	140	0.41	<b>Singapore — 0.02% (February 29, 2016: 0.00%)</b>			
						494	1.44	SGD 61	Mapletree Commercial Trust ∞	6	0.02
<b>Total Collective Investment Schemes (Cost \$881)</b>				<b>New Zealand — 4.65% (February 29, 2016: 3.67%)</b>				<b>Total Right (Cost \$—)</b>			
		868	2.52	NZD 97	Contact Energy Ltd	366	1.07	<b>Total Investments (Cost \$32,045)</b>			
<b>Common Stock — 86.71% (February 29, 2016: 91.13%)</b>				NZD 265	Genesis Energy Ltd	431	1.25			33,691	98.06
<b>Australia — 10.91% (February 29, 2016: 10.52%)</b>				NZD 149	Mercury NZ Ltd	341	0.99	<b>Other Assets in Excess of Liabilities (February 29, 2016: 0.33%)</b>			
AUD 35	Aurizon Holdings Ltd	312	0.91	NZD 219	Meridian Energy Ltd	460	1.34			665	1.94
AUD 21	Australia & New Zealand Banking Group Ltd	423	1.23			1,598	4.65	<b>Total Net Assets</b>			
AUD 57	Bendigo & Adelaide Bank Ltd	466	1.35	<b>Pakistan — 0.73% (February 29, 2016: 0.60%)</b>						\$34,356	100.00
AUD 48	Coca-Cola Amatil Ltd	349	1.02	PKR 212	Hub Power Co Ltd/The	251	0.73	<b>—</b>			
AUD 5	Commonwealth Bank of Australia	278	0.81	<b>Singapore — 3.16% (February 29, 2016: 5.32%)</b>				<b>144A</b>			
AUD 25	Sonic Healthcare Ltd	429	1.25	SGD 137	M1 Ltd/Singapore	268	0.78	<b>Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$227,000 or 0.66% of net assets.</b>			
AUD 77	Sydney Airport	420	1.22	SGD 112	SATS Ltd	387	1.13	<b>∞</b>			
AUD 11	Wesfarmers Ltd	346	1.01	SGD 64	Venture Corp Ltd	431	1.25	<b>Security is valued in good faith at fair value by or at the discretion of the Investment Manager.</b>			
AUD 17	Woolworths Ltd	299	0.87			1,086	3.16	<b>ABBREVIATIONS:</b>			
		3,747	10.91	<b>South Korea — 7.35% (February 29, 2016: 8.64%)</b>				ETF	— Exchange Traded Fund		
<b>China — 17.89% (February 29, 2016: 15.21%)</b>				KRW 2	Coway Co Ltd	163	0.47	NVDR	— Non Voting Depositary Receipt		
HKD 926	Agricultural Bank of China Ltd 'H'	380	1.11	KRW 7	Dongbu Insurance Co Ltd	398	1.16	AUD	— Australian Dollar		
HKD 157	ANTA Sports Products Ltd	424	1.23	KRW 15	KB Insurance Co Ltd	372	1.08	HKD	— Hong Kong Dollar		
HKD 1,350	Bank of China Ltd 'H'	606	1.76	KRW 12	Korea Electric Power Corp	614	1.79	IDR	— Indonesian Rupiah		
HKD 1,300	China Construction Bank Corp 'H'	972	2.83	KRW 3	KT&G Corp	314	0.92	INR	— India Rupee		
HKD 234	China Merchants Bank Co Ltd 'H'	567	1.65	KRW —	Samsung Electronics Co Ltd	663	1.93	KRW	— South Korean Won		
HKD 150	China Vanke Co Ltd 'H'	384	1.12			2,524	7.35	MYR	— Malaysian Ringgit		
HKD 270	Guangdong Investment Ltd	417	1.21	<b>Taiwan — 17.19% (February 29, 2016: 18.31%)</b>				NZD	— New Zealand Dollar		
HKD 223	Huaneng Power International Inc 'H'	136	0.40	TWD 211	Asia Cement Corp	188	0.55	PKR	— Pakistan Rupee		
HKD 1,348	Industrial & Commercial Bank of China Ltd 'H'	858	2.50	TWD 174	Cheng Shin Rubber Industry Co Ltd	369	1.08	SGD	— Singapore Dollar		
HKD 516	Shenzhen Expressway Co Ltd 'H'	545	1.59	TWD 120	Chin-Poon Industrial Co Ltd	286	0.83	THB	— Thai Baht		
HKD 9	Tencent Holdings Ltd	233	0.68	TWD 123	Far EasTone Telecommunications Co Ltd	286	0.83	TWD	— Taiwanese Dollar		
HKD 438	Yuexiu Transport Infrastructure Ltd	303	0.88	TWD 459	First Financial Holding Co Ltd	235	0.69				
HKD 924	Yuzhou Properties Co Ltd	321	0.93	TWD 333	Gigabyte Technology Co Ltd	458	1.33				
		6,146	17.89	TWD 239	Hon Hai Precision Industry Co Ltd	660	1.92				
<b>Hong Kong — 13.31% (February 29, 2016: 12.03%)</b>				TWD 438	King Yuan Electronics Co Ltd	403	1.17				
HKD 174	BOC Hong Kong Holdings Ltd	606	1.76	TWD 291	Lite-On Technology Corp	439	1.28				
HKD 47	CLP Holdings Ltd	482	1.40	TWD 456	Mega Financial Holding Co Ltd	310	0.90				
HKD 242	HK Electric Investments & HK Electric Investments Ltd, 144A	227	0.66	TWD 41	President Chain Store Corp	326	0.95				
HKD 337	HKT Trust & HKT Ltd	465	1.35	TWD 294	Siliconware Precision Industries Co Ltd	438	1.27				
775	Hutchison Port Holdings Trust	333	0.97	TWD 69	Simplo Technology Co Ltd	227	0.66				
5	Jardine Matheson Holdings Ltd	269	0.79	TWD 176	Taiwan Semiconductor Manufacturing Co Ltd	979	2.85				
HKD 217	Lifestyle International Holdings Ltd	327	0.95	TWD 161	Vanguard International Semiconductor Corp	302	0.88				
HKD 148	NWS Holdings Ltd	264	0.77			5,906	17.19				
HKD 855	PCCW Ltd	542	1.58	<b>Thailand — 2.29% (February 29, 2016: 2.55%)</b>							
HKD 31	Swire Pacific Ltd 'A'	336	0.98	THB 37	Advanced Info Service PCL, NVDR	174	0.51				
HKD 28	VTech Holdings Ltd	310	0.90	THB 187	Delta Electronics Thailand PCL, NVDR	400	1.16				
HKD 97	Yue Yuen Industrial Holdings Ltd	412	1.20	THB 469	GPPT PCL, NVDR	214	0.62				
		4,573	13.31			788	2.29				
<b>India — 3.92% (February 29, 2016: 3.63%)</b>				<b>Total Common Stock (Cost \$28,339)</b>							
INR 66	Cairn India Ltd	195	0.57			29,791	86.71				
INR 22	HCL Technologies Ltd	253	0.74	<b>Real Estate Investment Trusts — 8.81% (February 29, 2016: 8.54%)</b>							
INR 26	Infosys Ltd	406	1.18	<b>Australia — 1.40% (February 29, 2016: 1.46%)</b>							
INR 5	Tata Consultancy Services Ltd	174	0.50	AUD 38	Dexus Property Group	275	0.80				
INR 44	Wipro Ltd	320	0.93	AUD 57	Stockland	206	0.60				
		1,348	3.92			481	1.40				
<b>Indonesia — 3.87% (February 29, 2016: 3.33%)</b>				<b>Hong Kong — 0.78% (February 29, 2016: 0.59%)</b>							
IDR 2,005	Adaro Energy Tbk PT	174	0.50	HKD 37	Link	269	0.78				
IDR 136	Indo Tambangraya Megah Tbk PT	116	0.34	<b>Singapore — 6.63% (February 29, 2016: 6.49%)</b>							
IDR 581	Indofood Sukses Makmur Tbk PT	346	1.01	SGD 211	CapitaLand Mall Trust	334	0.97				
IDR 1,554	Telekomunikasi Indonesia Persero Tbk PT	491	1.43	HKD 211	Fortune Real Estate Investment Trust	271	0.79				
IDR 144	United Tractors Tbk PT	203	0.59	SGD 125	Fraser's Centrepoint Trust	198	0.58				
		1,330	3.87	SGD 332	Fraser's Commercial Trust	332	0.97				
				SGD 360	Mapletree Commercial Trust	412	1.20				

The accompanying notes are an integral part of the Financial Statements



# Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund

Portfolio of Investments as at August 31, 2016 – *(continued)*

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD	–	Sell	SGD	–	\$ –
09/14/16	BNY Mellon	Buy	AUD	1	Sell	USD	1	–
09/14/16	BNY Mellon	Buy	SGD	5	Sell	USD	4	–
09/14/16	BNY Mellon	Buy	PLN	3,335	Sell	USD	866	(13)
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$–)								–
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(1))								(13)
<b>Net Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(1))</b>								<b>\$ (13)</b>



# Legg Mason QS Emerging Markets Equity Fund

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Common Stock — 94.16% (February 29, 2016: 96.51%)</b>				HKD	19 China Mobile Ltd	228	1.75	HKD	2 Zhuzhou CRRC Times Electric Co Ltd 'H'	8	0.06
<b>Brazil — 3.11% (February 29, 2016: 2.98%)</b>				HKD	50 China National Building Material Co Ltd 'H'	23	0.17	HKD	102 Zijin Mining Group Co Ltd 'H'	34	0.26
BRL	7 Ambev SA	42	0.32	HKD	4 China Overseas Land & Investment Ltd	13	0.10			2,053	15.79
BRL	1 Banco Bradesco SA	11	0.08	HKD	2 China Pacific Insurance Group Co Ltd 'H'	8	0.07	<b>Colombia — 0.58% (February 29, 2016: 1.35%)</b>			
BRL	1 BRF SA	17	0.13	HKD	84 China Petroleum & Chemical Corp 'H'	60	0.46	COP	6 Cementos Argos SA	24	0.18
BRL	5 CCR SA	25	0.20	HKD	27 China Power International Development Ltd	10	0.08	COP	4 Grupo Argos SA/Colombia	29	0.22
BRL	2 Cia de Saneamento Basico do Estado de Sao Paulo	17	0.13	HKD	8 China Railway Construction Corp Ltd 'H'	9	0.07	COP	2 Grupo de Inversiones Suramericana SA	23	0.18
BRL	6 Cielo SA	60	0.47	HKD	10 China Railway Group Ltd 'H'	7	0.06			76	0.58
BRL	4 Embraer SA	16	0.12	HKD	6 China Resources Beer Holdings Co Ltd	14	0.11	<b>Czech Republic — 0.76% (February 29, 2016: 0.95%)</b>			
BRL	1 Fibria Celulose SA	9	0.07	HKD	6 China Resources Gas Group Ltd	20	0.16	CZK	3 CEZ AS	51	0.39
BRL	3 Klabin SA	14	0.11	HKD	16 China Resources Power Holdings Co Ltd	28	0.21	CZK	1 Komerčni banka as	48	0.37
BRL	8 Kroton Educacional SA	34	0.26	HKD	14 China Shenhua Energy Co Ltd 'H'	24	0.19			99	0.76
BRL	5 Lojas Renner SA	36	0.27	HKD	8 China State Construction International Holdings Ltd	10	0.07	<b>Egypt — 1.00% (February 29, 2016: 0.54%)</b>			
BRL	5 Petroleo Brasileiro SA	23	0.18	HKD	46 China Telecom Corp Ltd 'H'	24	0.18	EGP	22 Commercial International Bank Egypt SAE	120	0.93
BRL	11 TIM Participacoes SA	29	0.23	HKD	20 China Unicom Hong Kong Ltd	23	0.17	EGP	15 Talaat Moustafa Group	10	0.07
BRL	1 TOTVS SA	12	0.09	HKD	15 CITIC Ltd	24	0.18			130	1.00
BRL	1 Ultrapar Participacoes SA	28	0.21	HKD	49 CNOOC Ltd	59	0.46	<b>Greece — 0.75% (February 29, 2016: 0.66%)</b>			
BRL	4 Vale SA	22	0.17	HKD	13 CRRC Corp Ltd 'H'	12	0.09	EUR	1 FF Group	22	0.17
BRL	2 WEG SA	9	0.07	HKD	46 CSPC Pharmaceutical Group Ltd	45	0.34	EUR	3 JUMBO SA	34	0.27
		404	3.11	HKD	1 Ctrip.com International Ltd ADR	43	0.33	EUR	5 OPAP SA	41	0.31
<b>Chile — 1.90% (February 29, 2016: 4.33%)</b>				HKD	10 Dongfeng Motor Group Co Ltd 'H'	11	0.08			97	0.75
CLP	18 AES Gener SA	7	0.06	HKD	4 ENN Energy Holdings Ltd	22	0.17	<b>Hong Kong — 0.88% (February 29, 2016: 0.80%)</b>			
CLP	75 Banco de Chile	8	0.06	HKD	10 Fosun International Ltd	14	0.11	HKD	60 Alibaba Pictures Group Ltd	12	0.10
CLP	– Banco de Credito e Inversiones	17	0.13	HKD	12 Great Wall Motor Co Ltd 'H'	11	0.09	HKD	14 China Gas Holdings Ltd	24	0.18
CLP	337 Banco Santander Chile	18	0.14	HKD	20 Guangdong Investment Ltd	31	0.24	HKD	38 Nine Dragons Paper Holdings Ltd	30	0.23
CLP	11 Cencosud SA	32	0.24	HKD	9 Guangzhou R&F Properties Co Ltd 'H'	15	0.11	HKD	51 Sino Biopharmaceutical Ltd	33	0.25
CLP	2 Cia Cervecerias Unidas SA	19	0.14	HKD	38 Hanergy Thin Film Power Group Ltd	–	–	HKD	24 Sun Art Retail Group Ltd	15	0.12
CLP	6 Colbun SA	1	0.01	HKD	6 Hengan International Group Co Ltd	51	0.39			114	0.88
CLP	19 Empresa Nacional de Electricidad SA/Chile	15	0.11	HKD	30 Huaneng Power International Inc 'H'	18	0.14	<b>Hungary — 0.48% (February 29, 2016: 0.70%)</b>			
CLP	12 Empresas CMPC SA	23	0.18	HKD	40 Huaneng Renewables Corp Ltd 'H'	15	0.11	HUF	2 OTP Bank Plc	62	0.48
CLP	12 Endesa Americas SA	5	0.04	HKD	49 Industrial & Commercial Bank of China Ltd 'H'	31	0.24	<b>India — 10.13% (February 29, 2016: 8.43%)</b>			
CLP	117 Enersis Americas SA	20	0.15	HKD	2 JD.com Inc ADR	43	0.33	INR	8 Adani Ports & Special Economic Zone Ltd	31	0.24
CLP	116 Enersis Chile SA	12	0.09	HKD	25 Jiangxi Copper Co Ltd 'H'	29	0.22	INR	6 Ambuja Cements Ltd	24	0.19
CLP	1,754 Itau CorpBanca	15	0.12	HKD	12 Kunlun Energy Co Ltd	9	0.07	INR	– Apollo Hospitals Enterprise Ltd	9	0.07
CLP	8 SACI Falabella	55	0.43	HKD	16 Lenovo Group Ltd	8	0.06	INR	10 Ashok Leyland Ltd	14	0.11
		247	1.90	HKD	16 Luye Pharma Group Ltd	10	0.08	INR	2 Asian Paints Ltd	40	0.31
<b>China — 15.79% (February 29, 2016: 11.89%)</b>				HKD	– NetEase Inc ADR	21	0.16	INR	1 Aurobindo Pharma Ltd	14	0.11
HKD	21 3SBio Inc, 144A	21	0.17	HKD	1 New Oriental Education & Technology Group Inc ADR	20	0.15	INR	2 Axis Bank Ltd	16	0.12
HKD	1 Alibaba Group Holding Ltd ADR	58	0.45	HKD	70 PetroChina Co Ltd 'H'	46	0.36	INR	– Bajaj Auto Ltd	22	0.17
HKD	12 Alibaba Health Information Technology Ltd	7	0.06	HKD	4 Ping An Insurance Group Co of China Ltd 'H'	21	0.16	INR	1 Bharat Forge Ltd	10	0.08
HKD	66 Aluminum Corp of China Ltd 'H'	25	0.19	HKD	1 Qingin Foodstuffs Group Cayman Co Ltd	–	–	INR	5 Bharat Heavy Electricals Ltd	9	0.07
HKD	21 Anhui Conch Cement Co Ltd 'H'	59	0.45	HKD	24 Shandong Weigao Group Medical Polymer Co Ltd 'H'	16	0.12	INR	1 Bharat Petroleum Corp Ltd	10	0.08
HKD	4 ANTA Sports Products Ltd	11	0.08	HKD	7 Shanghai Fosun Pharmaceutical Group Co Ltd 'H'	19	0.15	INR	12 Bharti Airtel Ltd	60	0.46
HKD	12 AviChina Industry & Technology Co Ltd 'H'	9	0.07	HKD	11 Shanghai Pharmaceuticals Holding Co Ltd 'H'	31	0.24	INR	6 Bharti Infratel Ltd	31	0.24
HKD	– Baidu Inc ADR	34	0.26	HKD	2 Shenzhou International Group Holdings Ltd	13	0.10	INR	– Bosch Ltd	1	0.01
HKD	53 Bank of China Ltd 'H'	24	0.18	HKD	54 Sinopec Shanghai Petrochemical Co Ltd 'H'	28	0.21	INR	2 Cipla Ltd/India	16	0.12
HKD	3 Beijing Enterprises Holdings Ltd	14	0.11	HKD	14 Sinopharm Group Co Ltd 'H'	70	0.54	INR	3 Coal India Ltd	16	0.13
HKD	26 Beijing Enterprises Water Group Ltd	18	0.14	HKD	4 Tencent Holdings Ltd	93	0.72	INR	1 Dr Reddy's Laboratories Ltd	24	0.18
HKD	19 Belle International Holdings Ltd	12	0.10	HKD	20 Tingyi Cayman Islands Holding Corp	19	0.14	INR	– Eicher Motors Ltd	33	0.25
HKD	10 Brilliance China Automotive Holdings Ltd	11	0.09	HKD	4 Tsingtao Brewery Co Ltd 'H'	13	0.10	INR	6 GAIL India Ltd	32	0.25
HKD	3 BYD Co Ltd 'H'	21	0.16	HKD	2 Vipshop Holdings Ltd ADR	21	0.16	INR	1 Glenmark Pharmaceuticals Ltd	9	0.07
HKD	69 CGN Power Co Ltd 'H', 144A	20	0.15	HKD	37 Want Want China Holdings Ltd	24	0.19	INR	– Godrej Consumer Products Ltd	11	0.08
HKD	14 China Communications Construction Co Ltd 'H'	15	0.12					INR	– HCL Technologies Ltd	2	0.02
HKD	5 China Conch Venture Holdings Ltd	10	0.07					INR	– Hero MotoCorp Ltd	17	0.13
HKD	58 China Construction Bank Corp 'H'	43	0.33					INR	7 Hindalco Industries Ltd	17	0.13
HKD	8 China Everbright International Ltd	10	0.08					INR	2 Hindustan Unilever Ltd	33	0.25
HKD	32 China Huishan Dairy Holdings Co Ltd	12	0.10					INR	4 Housing Development Finance Corp Ltd	74	0.57
HKD	6 China Life Insurance Co Ltd 'H'	14	0.11					INR	3 ICICI Bank Ltd	11	0.08
HKD	27 China Longyuan Power Group Corp Ltd 'H'	23	0.17					INR	20 Idea Cellular Ltd	29	0.22
HKD	18 China Medical System Holdings Ltd	30	0.23					INR	1 Indiabulls Housing Finance	12	0.09
HKD	22 China Mengniu Dairy Co Ltd	42	0.32					INR	3 Infosys Ltd	41	0.31
HKD	4 China Merchants Port Holdings Co Ltd	11	0.09					INR	11 ITC Ltd	44	0.34
								INR	1 JSW Steel Ltd	23	0.18
								INR	2 Larsen & Toubro Ltd	44	0.34
								INR	1 Lupin Ltd	18	0.14
								INR	1 Mahindra & Mahindra Ltd	21	0.16
								INR	3 Marico Ltd	12	0.09
								INR	– Maruti Suzuki India Ltd	20	0.16

The accompanying notes are an integral part of the Financial Statements



## Portfolio of Investments as at August 31, 2016 – (continued)

The accompanying notes are an integral part of the Financial Statements



## Portfolio of Investments as at August 31, 2016 – (continued)

160



# Legg Mason QS Emerging Markets Equity Fund

Portfolio of Investments as at August 31, 2016 – (continued)

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	96.66
Financial derivative instruments	0.28
Other assets	3.06
<b>Total Assets</b>	<b>100.00</b>

## Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Mini MSCI Emerging Markets Index September 2016	9	\$ 400	\$ 36
<b>Total Market Value of Futures Contracts</b>			<b>\$ 36</b>
Unrealised Appreciation of Futures Contracts (February 29, 2016 (000's): \$(6))			36
Unrealised Depreciation of Futures Contracts (February 29, 2016 (000's): \$(6))			–
Net Appreciation of Futures Contracts (February 29, 2016 (000's): \$(6))			<b>\$ 36</b>



# Legg Mason QS MV Global Equity Growth and Income Fund

## Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Common Stock — 90.41% (February 29, 2016: 91.86%)</b>			
<b>Australia — 3.85% (February 29, 2016: 3.46%)</b>			
AUD 9	Amcort Ltd/Australia	114	0.91
AUD 7	Australia & New Zealand Banking Group Ltd	133	1.06
AUD 62	DUET Group	122	0.97
AUD 29	Telstra Corp Ltd	114	0.91
		483	3.85
<b>Austria — 0.89% (February 29, 2016: 0.93%)</b>			
EUR 3	Oesterreichische Post AG	112	0.89
<b>Brazil — 0.77% (February 29, 2016: 0.95%)</b>			
BRL 8	Engie Brasil Energia SA	97	0.77
<b>Canada — 2.46% (February 29, 2016: 3.62%)</b>			
CAD 3	BCE Inc	126	1.01
CAD 1	Canadian Imperial Bank of Commerce/Canada	64	0.51
CAD 1	Rogers Communications Inc	60	0.48
CAD 1	Toronto-Dominion Bank/The	58	0.46
		308	2.46
<b>China — 1.34% (February 29, 2016: 0.98%)</b>			
HKD 78	Huaneng Power International Inc 'H'	47	0.38
HKD 256	Huishang Bank Corp Ltd 'H'	121	0.96
		168	1.34
<b>Denmark — 0.46% (February 29, 2016: 0.87%)</b>			
DKK 3	Tryk A/S	58	0.46
<b>Finland — 0.47% (February 29, 2016: 1.61%)</b>			
EUR 4	Fortum OYJ	59	0.47
<b>France — 0.80% (February 29, 2016: 1.36%)</b>			
EUR 3	SCOR SE	101	0.80
<b>Germany — 2.22% (February 29, 2016: 2.77%)</b>			
EUR 3	Freenet AG	76	0.61
EUR 1	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen	111	0.88
EUR 3	Talanx AG	92	0.73
		279	2.22
<b>Hong Kong — 6.42% (February 29, 2016: 8.59%)</b>			
HKD 13	CLP Holdings Ltd	128	1.02
HKD 148	HK Electric Investments & HK Electric Investments Ltd, 144A	139	1.11
HKD 78	HKT Trust & HKT Ltd	107	0.86
HKD 78	Lifestyle International Holdings Ltd	117	0.93
HKD 161	PCCW Ltd	102	0.81
HKD 5	Swire Pacific Ltd 'A'	55	0.44
HKD 5	VTech Holdings Ltd	59	0.47
HKD 23	Yue Yuen Industrial Holdings Ltd	98	0.78
		805	6.42
<b>Israel — 1.93% (February 29, 2016: 1.13%)</b>			
ILS 22	Bank Hapoalim BM	121	0.96
ILS 60	Bezeq The Israeli Telecommunication Corp Ltd	121	0.97
		242	1.93
<b>Italy — 1.58% (February 29, 2016: 2.06%)</b>			
EUR 8	Assicurazioni Generali SpA	105	0.84
EUR 17	Snam SpA	92	0.74
		197	1.58
<b>Japan — 0.92% (February 29, 2016: 0.00%)</b>			
JPY 16	Aozora Bank Ltd	57	0.45
JPY —	Daito Trust Construction Co Ltd	59	0.47
		116	0.92
<b>Malaysia — 2.34% (February 29, 2016: 2.59%)</b>			
MYR 127	Astro Malaysia Holdings Bhd	92	0.74
MYR 8	British American Tobacco Malaysia Bhd	98	0.78
MYR 249	YTL Corp Bhd	103	0.82
		293	2.34
<b>Mexico — 1.56% (February 29, 2016: 0.97%)</b>			
MXN 35	Kimberly-Clark de Mexico SAB de CV	83	0.67

Shares (000's)		Value (000's) \$	% of Net Asset Value
MXN 49	Wal-Mart de Mexico SAB de CV	112	0.89
		195	1.56
<b>Netherlands — 0.60% (February 29, 2016: 0.81%)</b>			
GBP 3	Royal Dutch Shell Plc	75	0.60
<b>New Zealand — 9.09% (February 29, 2016: 9.17%)</b>			
NZD 63	Air New Zealand Ltd	103	0.82
NZD 27	Contact Energy Ltd	102	0.81
NZD 20	Fletcher Building Ltd	151	1.21
NZD 86	Genesis Energy Ltd	140	1.12
NZD 47	Infratil Ltd	116	0.92
NZD 54	Mercury NZ Ltd	123	0.98
NZD 74	Meridian Energy Ltd	156	1.24
NZD 38	SKY Network Television Ltd	133	1.06
NZD 42	Spark New Zealand Ltd	116	0.93
		1,140	9.09
<b>Russia — 1.07% (February 29, 2016: 1.15%)</b>			
17	Gazprom PJSC ADR	68	0.54
7	MegaFon PJSC GDR	67	0.53
		135	1.07
<b>Singapore — 4.90% (February 29, 2016: 4.76%)</b>			
SGD 36	ComfortDelGro Corp Ltd	75	0.59
SGD 58	M1 Ltd/Singapore	114	0.91
SGD 32	SATS Ltd	110	0.88
SGD 34	Singapore Telecommunications Ltd	100	0.80
SGD 35	StarHub Ltd	94	0.75
SGD 18	Venture Corp Ltd	121	0.97
		614	4.90
<b>South Africa — 3.57% (February 29, 2016: 3.75%)</b>			
ZAR 9	Barclays Africa Group Ltd	93	0.74
ZAR 5	Liberty Holdings Ltd	40	0.32
ZAR 3	Nedbank Group Ltd	47	0.37
ZAR 5	Santam Ltd	69	0.55
ZAR 4	SPAR Group Ltd/The	49	0.39
ZAR 7	Standard Bank Group Ltd	61	0.49
ZAR 9	Vodacom Group Ltd	89	0.71
		448	3.57
<b>South Korea — 1.81% (February 29, 2016: 0.00%)</b>			
KRW 13	Tongyang Life Insurance Co Ltd	139	1.11
KRW 9	Woori Bank	87	0.70
		226	1.81
<b>Spain — 2.71% (February 29, 2016: 1.92%)</b>			
EUR 4	Enagas SA	116	0.93
EUR 7	Endesa SA	135	1.07
EUR 4	Red Electrica Corp SA	89	0.71
		340	2.71
<b>Sweden — 2.60% (February 29, 2016: 2.89%)</b>			
SEK 4	Axfood AB	72	0.57
SEK 5	Swedbank AB 'A'	126	1.00
SEK 11	Telefonaktiebolaget LM Ericsson 'B'	78	0.63
SEK 11	Telia Co AB	50	0.40
		326	2.60
<b>Switzerland — 0.88% (February 29, 2016: 0.97%)</b>			
CHF 1	Swiss Re AG	110	0.88
<b>Taiwan — 5.81% (February 29, 2016: 5.95%)</b>			
TWD 50	Far EasTone Telecommunications Co Ltd	116	0.93
TWD 95	Inventec Corp	70	0.56
TWD 151	King Yuan Electronics Co Ltd	139	1.11
TWD 87	Mega Financial Holding Co Ltd	59	0.47
TWD 31	Powertech Technology Inc	81	0.65
TWD 87	Siliconware Precision Industries Co Ltd	130	1.03
TWD 18	Simplo Technology Co Ltd	59	0.47
TWD 3	St Shine Optical Co Ltd	74	0.59
		728	5.81
<b>Turkey — 2.79% (February 29, 2016: 2.22%)</b>			
TRY 65	Eregli Demir ve Celik Fabrikalari TAS	97	0.78
TRY 12	TAV Havalimanlari Holding AS	46	0.36
TRY 45	Turk Telekomunikasyon AS	90	0.72

Shares (000's)		Value (000's) \$	% of Net Asset Value
TRY 4	Turk Traktor ve Ziraat Makinaleri AS	117	0.93
		350	2.79
<b>United Kingdom — 10.99% (February 29, 2016: 11.22%)</b>			
GBP 15	Barratt Developments Plc	97	0.78
GBP 11	Beazley Plc	56	0.45
GBP 1	Bellway Plc	37	0.29
GBP 3	Berkeley Group Holdings Plc	92	0.73
GBP 16	BP Plc	91	0.73
GBP 25	Direct Line Insurance Group Plc	120	0.96
GBP 4	GlaxoSmithKline Plc	75	0.60
GBP 15	HSBC Holdings Plc	114	0.91
GBP 2	Imperial Brands Plc	130	1.03
GBP 8	National Grid Plc	114	0.91
GBP 3	Persimmon Plc	81	0.64
GBP 2	Rio Tinto Plc	51	0.41
GBP 17	Royal Mail Plc	114	0.91
GBP 5	SSE Plc	104	0.82
GBP 49	Taylor Wimpey Plc	103	0.82
		1,379	10.99
<b>United States — 15.58% (February 29, 2016: 13.99%)</b>			
2	Altria Group Inc	142	1.13
2	AmeriGas Partners LP #	91	0.73
3	AT&T Inc	118	0.94
2	B&G Foods Inc	76	0.61
3	CenturyLink Inc	73	0.58
2	Cisco Systems Inc	61	0.48
2	CNA Financial Corp	78	0.62
1	Consolidated Edison Inc	111	0.88
1	Dow Chemical Co/The	130	1.04
1	Duke Energy Corp	104	0.83
2	Emerson Electric Co	100	0.80
1	Entergy Corp	81	0.65
9	Ford Motor Co	119	0.95
3	Gap Inc/The	81	0.65
2	Kohl's Corp	100	0.79
—	McDonald's Corp	49	0.39
4	Pfizer Inc	144	1.15
1	Procter & Gamble Co/The	64	0.51
2	Southern Co/The	107	0.85
2	Verizon Communications Inc	126	1.00
		1,955	15.58
<b>Total Common Stock (Cost \$11,191)</b>		11,339	90.41
<b>Real Estate Investment Trusts — 6.95% (February 29, 2016: 6.75%)</b>			
<b>Australia — 0.51% (February 29, 2016: 0.00%)</b>			
AUD 18	Stockland	64	0.51
<b>Canada — 0.89% (February 29, 2016: 1.01%)</b>			
CAD 6	H&R Real Estate Investment Trust	112	0.89
<b>Singapore — 2.27% (February 29, 2016: 2.93%)</b>			
SGD 44	CapitalLand Mall Trust	70	0.56
SGD 102	Mapletree Commercial Trust	116	0.92
SGD 126	Mapletree Logistics Trust	99	0.79
		285	2.27
<b>United States — 3.28% (February 29, 2016: 2.81%)</b>			
1	Digital Realty Trust Inc	130	1.04
2	DuPont Fabros Technology Inc	82	0.66
2	Omega Healthcare Investors Inc	71	0.57
6	Starwood Property Trust Inc	127	1.01
		410	3.28
<b>Total Real Estate Investment Trusts (Cost \$759)</b>		871	6.95
<b>Right — 0.01% (February 29, 2016: 0.00%)</b>			
<b>Singapore — 0.01% (February 29, 2016: 0.00%)</b>			
SGD 17	Mapletree Commercial Trust ∞	2	0.01
<b>Total Right (Cost \$—)</b>		2	0.01
<b>Total Investments (Cost \$11,950)</b>		12,212	97.37
<b>Other Assets in Excess of Liabilities (February 29, 2016: 1.03%)</b>			
		330	2.63
<b>Total Net Assets</b>		\$12,542	100.00

The accompanying notes are an integral part of the Financial Statements



# Legg Mason QS MV Global Equity Growth and Income Fund

## Portfolio of Investments as at August 31, 2016 – (continued)

- Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.
- 144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$139,000 or 1.11% of net assets.
- # Master Limited Partnership.
- ∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.

### ABBREVIATIONS:

ADR	– American Depositary Receipt
GDR	– Global Depositary Receipt
AUD	– Australian Dollar
BRL	– Brazilian Real
CAD	– Canadian Dollar
CHF	– Swiss Franc
DKK	– Danish Krone
EUR	– Euro
GBP	– British Pound
HKD	– Hong Kong Dollar
ILS	– Israeli Shekel
JPY	– Japanese Yen
KRW	– South Korean Won
MXN	– Mexican Peso
MYR	– Malaysian Ringgit
NZD	– New Zealand Dollar
SEK	– Swedish Krona
SGD	– Singapore Dollar
TRY	– Turkish Lira
TWD	– Taiwanese Dollar
ZAR	– South Africa Rand

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	93.36
Financial derivative instruments	0.44
Other assets	6.20
<b>Total Assets</b>	<b>100.00</b>

### Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/14/16	BNY Mellon	Buy	USD 12	Sell	AUD 17	\$ –
09/14/16	BNY Mellon	Buy	AUD 551	Sell	USD 419	(6)
09/14/16	BNY Mellon	Buy	SGD 2	Sell	USD 2	–
09/22/16	BNY Mellon	Buy	USD 1,074	Sell	GBP 825	(9)
09/22/16	Citibank	Buy	USD 310	Sell	CAD 400	5
09/22/16	Northern Trust	Buy	USD 343	Sell	AUD 450	4
09/22/16	Northern Trust	Buy	USD 734	Sell	EUR 650	8
09/22/16	Northern Trust	Buy	USD 865	Sell	NZD 1,200	(5)
09/22/16	UBS	Buy	USD 688	Sell	SGD 925	9
09/22/16	UBS	Buy	USD 355	Sell	ZAR 4,800	30
Unrealised Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$64)						56
Unrealised Depreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$(16))						(20)
<b>Net Appreciation of Forward Foreign Currency Contracts (February 29, 2016 (000's): \$48)</b>						<b>\$ 36</b>



# Legg Mason Martin Currie Australia Equity Income Fund

## Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 84.59% (February 29, 2016: 80.19%)</b>			<b>Telecommunications — 5.13% (February 29, 2016: 3.86%)</b>		
<b>Advertising — 0.35% (February 29, 2016: 0.43%)</b>			11 Telstra Corp Ltd	57	5.13
3 WPP AUNZ Ltd	4	0.35	<b>Total Common Stock (Cost \$953)</b>		
<b>Banks — 19.27% (February 29, 2016: 14.84%)</b>				941	84.59
2 Australia & New Zealand Banking Group Ltd	61	5.51	<b>Real Estate Investment Trusts — 15.36% (February 29, 2016: 20.25%)</b>		
1 Bendigo & Adelaide Bank Ltd	14	1.29	<b>REITS — 15.36% (February 29, 2016: 20.25%)</b>		
1 Commonwealth Bank of Australia	58	5.21	1 BWP Trust	4	0.36
1 National Australia Bank Ltd	25	2.25	3 Charter Hall Retail	15	1.34
2 Westpac Banking Corp	56	5.01	3 Dexus Property Group	28	2.53
	214	19.27	4 GPT Group/The	22	1.95
<b>Beverages — 0.57% (February 29, 2016: 0.00%)</b>			4 Scentre Group	20	1.79
1 Coca-Cola Amatil Ltd	6	0.57	4 Shopping Centres Australasia Property Group	9	0.84
<b>Building Materials — 1.09% (February 29, 2016: 1.45%)</b>			6 Stockland	27	2.40
2 Adelaide Brighton Ltd	12	1.09	14 Vicinity Centres	46	4.15
<b>Commercial Services — 1.18% (February 29, 2016: 1.24%)</b>				171	15.36
1 Transurban Group	13	1.18	<b>Total Real Estate Investment Trusts (Cost \$154)</b>		
<b>Diversified Financial Services — 11.04% (February 29, 2016: 10.92%)</b>				171	15.36
1 ASX Ltd	40	3.61	<b>Total Investments (Cost \$1,107)</b>		
5 Genworth Mortgage Insurance Australia Ltd	14	1.26		1,112	99.95
4 IOOF Holdings Ltd	35	3.18	<b>Other Assets in Excess of Liabilities (February 29, 2016: (0.44%))</b>		
– Perpetual Ltd	19	1.69		1	0.05
3 Platinum Asset Management Ltd	15	1.30	<b>Total Net Assets</b>		
	123	11.04		\$1,113	100.00
<b>Electric — 10.68% (February 29, 2016: 13.12%)</b>			– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.		
1 AGL Energy Ltd	13	1.16	<b>Analysis of Total Assets</b>		
20 AusNet Services	35	3.13	<b>% of Total Assets</b>		
19 DUET Group	49	4.38	Transferable securities admitted to an official exchange listing or traded on a regulated market		
9 Spark Infrastructure Group	22	2.01	Other assets		
	119	10.68	<b>Total Assets</b>		
<b>Engineering &amp; Construction — 1.48% (February 29, 2016: 2.73%)</b>			100.00		
2 Sydney Airport	12	1.11			
2 UGL Ltd	4	0.37			
	16	1.48			
<b>Entertainment — 2.05% (February 29, 2016: 1.09%)</b>					
6 Tatts Group Ltd	23	2.05			
<b>Food — 7.02% (February 29, 2016: 7.72%)</b>					
1 Wesfarmers Ltd	54	4.88			
1 Woolworths Ltd	24	2.14			
	78	7.02			
<b>Holding Companies — Diversified — 1.46% (February 29, 2016: 1.37%)</b>					
2 Seven Group Holdings Ltd	16	1.46			
<b>Insurance — 12.18% (February 29, 2016: 8.65%)</b>					
10 AMP Ltd	53	4.78			
12 Insurance Australia Group Ltd	68	6.07			
1 Suncorp Group Ltd	15	1.33			
	136	12.18			
<b>Media — 2.99% (February 29, 2016: 3.26%)</b>					
24 Fairfax Media Ltd	24	2.14			
12 Seven West Media Ltd	9	0.85			
	33	2.99			
<b>Mining — 1.13% (February 29, 2016: 0.41%)</b>					
2 Iluka Resources Ltd	13	1.13			
<b>Miscellaneous Manufacturing — 1.05% (February 29, 2016: 1.08%)</b>					
1 GUD Holdings Ltd	12	1.05			
<b>Oil &amp; Gas — 1.28% (February 29, 2016: 1.23%)</b>					
– Woodside Petroleum Ltd	14	1.28			
<b>Pipelines — 1.95% (February 29, 2016: 1.39%)</b>					
2 APA Group	22	1.95			
<b>Retail — 2.69% (February 29, 2016: 3.99%)</b>					
1 JB Hi-Fi Ltd	30	2.69			

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value
<b>Common Stock — 93.97%</b>			
<b>China — 14.43%</b>			
HKD 602	China Mobile Ltd	7,427	5.33
HKD 882	ENN Energy Holdings Ltd	4,939	3.55
HKD 297	Tencent Holdings Ltd	7,724	5.55
		20,090	14.43
<b>Hong Kong — 23.92%</b>			
HKD 1,563	AIA Group Ltd	9,879	7.10
HKD 1,074	Cafe de Coral Holdings Ltd †	3,759	2.70
	488 Dairy Farm International Holdings Ltd †	3,495	2.51
HKD 1,491	Hong Kong & China Gas Co Ltd	2,844	2.04
	76 Jardine Matheson Holdings Ltd	4,528	3.25
HKD 1,564	Johnson Electric Holdings Ltd †	4,183	3.01
HKD 2,276	SJM Holdings Ltd	1,432	1.03
HKD 891	Television Broadcasts Ltd †	3,180	2.28
		33,300	23.92
<b>India — 16.89%</b>			
INR 119	Hero MotoCorp Ltd	6,306	4.53
397	Infosys Ltd ADR	6,301	4.52
INR 62	Maruti Suzuki India Ltd	4,647	3.34
INR 167	Tata Consultancy Services Ltd	6,259	4.50
		23,513	16.89
<b>Malaysia — 3.97%</b>			
MYR 133	British American Tobacco Malaysia Bhd	1,615	1.16

Shares (000's)		Value (000's) \$	% of Net Asset Value
MYR 2,034	Genting Bhd	3,909	2.81
		5,524	3.97
<b>Singapore — 9.39%</b>			
SGD 2,820	Global Logistic Properties Ltd	3,755	2.70
SGD 1,628	Singapore Telecommunications Ltd	4,801	3.45
SGD 342	United Overseas Bank Ltd	4,516	3.24
		13,072	9.39
<b>South Korea — 6.51%</b>			
KRW 2	LG Household & Health Care Ltd	2,039	1.46
KRW 5	Samsung Electronics Co Ltd	7,026	5.05
		9,065	6.51
<b>Taiwan — 6.51%</b>			
TWD 1,635	Taiwan Semiconductor Manufacturing Co Ltd	9,067	6.51
<b>Thailand — 3.85%</b>			
THB 1,159	Siam Commercial Bank PCL/The ∞	5,359	3.85
<b>United Kingdom — 4.70%</b>			
HKD 882	HSBC Holdings Plc	6,538	4.70
<b>United States — 3.80%</b>			
HKD 1,672	Samsonite International SA	5,281	3.80
<b>Total Common Stock (Cost \$118,916)</b>		130,809	93.97
<b>Total Investments (Cost \$118,916)</b>		130,809	93.97
<b>Other Assets in Excess of Liabilities</b>		8,394	6.03
<b>Total Net Assets</b>		\$139,203	100.00

† Illiquid.  
∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.

## ABBREVIATIONS:

ADR – American Depositary Receipt  
HKD – Hong Kong Dollar  
INR – India Rupee  
KRW – South Korean Won  
MYR – Malaysian Ringgit  
SGD – Singapore Dollar  
THB – Thai Baht  
TWD – Taiwanese Dollar

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	93.67
Other assets	6.33
<b>Total Assets</b>	100.00

## Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/16	BNY Mellon	Buy	USD 44	Sell	HKD 342	\$ –
Unrealised Appreciation of Forward Foreign Currency Contracts						–
Unrealised Depreciation of Forward Foreign Currency Contracts						–
<b>Net Depreciation of Forward Foreign Currency Contracts</b>						<b>\$ –</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value									
Common Stock — 98.04%								United States — 1.47%												
Australia — 13.44%																				
AUD	7	Aurizon Holdings Ltd	22	0.91	INR	10	IRB Infrastructure Developers Ltd	35	1.49	HKD	11	Samsonite International SA	35	1.47						
AUD	2	Commonwealth Bank of Australia	96	4.02	INR	—	Maruti Suzuki India Ltd	29	1.20	Total Common Stock (Cost \$2,083)				2,331	98.04					
AUD	1	Macquarie Group Ltd	70	2.94					200	8.43	Total Investments (Cost \$2,083)				2,331	98.04				
AUD	23	Orora Ltd	54	2.27	Indonesia — 1.14%								Other Assets in Excess of Liabilities				47	1.96		
AUD	10	Star Entertainment Grp Ltd/The	45	1.89	IDR	31	Bank Rakyat Indonesia Persero Tbk PT	27	1.14					Total Net Assets				\$2,378	100.00	
AUD	2	Woolworths Ltd	33	1.41	Malaysia — 2.75%															
				320	13.44	MYR	52	AirAsia Bhd	39	1.63										
						MYR	14	Genting Bhd	26	1.12										
										65	2.75									
China — 30.34%								Singapore — 5.43%												
HKD	1	Alibaba Group Holding Ltd ADR	77	3.23	SGD	31	Global Logistic Properties Ltd	41	1.74											
HKD	34	Beijing Capital International Airport Co Ltd 'H'	38	1.61	SGD	13	Singapore Telecommunications Ltd	38	1.58											
HKD	112	China Construction Bank Corp 'H'	84	3.52	SGD	4	United Overseas Bank Ltd	50	2.11											
HKD	14	China Merchants Port Holdings Co Ltd	40	1.68					129	5.43										
HKD	7	China Mobile Ltd	80	3.38	South Korea — 14.40%															
HKD	24	China Unicom Hong Kong Ltd	27	1.14	KRW	—	Coway Co Ltd	12	0.49											
HKD	37	CNOOC Ltd	46	1.91	KRW	—	Hyundai Mobis Co Ltd	57	2.40											
HKD	6	ENN Energy Holdings Ltd	34	1.41	KRW	—	LG Chem Ltd	56	2.36											
HKD	71	Industrial & Commercial Bank of China Ltd 'H'	45	1.90	KRW	—	LG Household & Health Care Ltd	50	2.12											
HKD	72	Jiangnan Group Ltd	10	0.43	KRW	—	Samsung Electronics Co Ltd	122	5.13											
HKD	32	Li Ning Co Ltd	21	0.90	KRW	1	SK Hynix Inc	45	1.90											
HKD	14	Mintih Group Ltd	53	2.23					342	14.40										
HKD	5	Tencent Holdings Ltd	135	5.69	Taiwan — 8.73%															
HKD	28	Zhejiang Expressway Co Ltd 'H'	31	1.31	TWD	89	E.Sun Financial Holding Co Ltd	50	2.11											
				721	30.34	TWD	21	Primax Electronics Ltd	30	1.26										
Hong Kong — 8.06%								TWD	23	Taiwan Semiconductor Manufacturing Co Ltd	128	5.36								
HKD	19	AIA Group Ltd	119	5.00					208	8.73										
HKD	54	NewOcean Energy Holdings Ltd	16	0.67																
HKD	19	Sino Land Co Ltd	32	1.35																
HKD	20	SJM Holdings Ltd	13	0.53																
HKD	21	Towngas China Co Ltd	12	0.51																
				192	8.06	Thailand — 2.11%														
						THB	5	Kasikornbank PCL, Foreign	29	1.23										
						THB	12	PTT Global Chemical PCL	21	0.88										
										50	2.11									
India — 8.43%								United Kingdom — 1.74%												
INR	15	Dish TV India Ltd	22	0.92																
INR	1	Hero MotoCorp Ltd	47	1.99																
INR	4	Infosys Ltd	57	2.39																
										42	1.74									

– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.

∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.

**ABBREVIATIONS:**

ADR – American Depositary Receipt

AUD – Australian Dollar

HKD – Hong Kong Dollar

IDR – Indonesian Rupiah

INR – India Rupee

KRW – South Korean Won

MYR – Malaysian Ringgit

SGD – Singapore Dollar

THB – Thai Baht

TWD – Taiwanese Dollar

Analysis of Total Assets			% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market			97.33
Other assets			2.67
Total Assets			100.00



# Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) €	% of Net Asset Value
<b>Common Stock — 41.64%</b>			
<b>Denmark — 5.37%</b>			
DKK 176	Chr Hansen Holding A/S	9,589	3.61
DKK 131	DONG Energy A/S, 144A	4,678	1.76
		14,267	5.37
<b>France — 5.78%</b>			
	224 Danone SA	15,340	5.78
<b>Germany — 4.74%</b>			
	114 Deutsche EuroShop AG	4,714	1.77
	119 Symrise AG	7,878	2.97
		12,592	4.74
<b>Italy — 2.11%</b>			
	242 Atlantia SpA	5,599	2.11
<b>Netherlands — 2.12%</b>			
	186 Aalberts Industries NV	5,635	2.12
<b>Sweden — 6.50%</b>			
SEK 286	Assa Abloy AB	5,228	1.97
SEK 160	Hexagon AB	5,952	2.24
SEK 353	Trelleborg AB	6,066	2.29
		17,246	6.50
<b>Switzerland — 12.27%</b>			
CHF 9	dorma+kaba Holding AG †	6,646	2.50
CHF 12	Geberit AG	4,883	1.84

### Schedule of Forward Foreign Currency Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/01/16	BNY Mellon	Buy	GBP	13	Sell	EUR	15	€ —
09/01/16	BNY Mellon	Buy	EUR	—	Sell	GBP	—	—
09/09/16	BNY Mellon	Buy	EUR	32,598	Sell	CHF	35,475	244
09/09/16	BNY Mellon	Buy	EUR	14,796	Sell	DKK	110,032	14
09/09/16	BNY Mellon	Buy	DKK	2,815	Sell	EUR	378	—
09/09/16	BNY Mellon	Buy	TRY	3,183	Sell	EUR	957	7
09/09/16	BNY Mellon	Buy	EUR	2,628	Sell	SEK	24,889	12
09/09/16	BNY Mellon	Buy	EUR	14,411	Sell	SEK	137,116	(2)
09/09/16	BNY Mellon	Buy	EUR	8,224	Sell	TRY	27,439	(84)
09/15/16	BNY Mellon	Buy	NOK	20,915	Sell	EUR	2,221	31
09/15/16	BNY Mellon	Buy	USD	266	Sell	EUR	238	1
09/15/16	BNY Mellon	Buy	SEK	234,889	Sell	EUR	24,692	—
09/15/16	BNY Mellon	Buy	USD	40,126	Sell	EUR	36,157	(168)
09/15/16	BNY Mellon	Buy	SGD	2	Sell	EUR	1	—
09/15/16	BNY Mellon	Buy	GBP	31,679	Sell	EUR	37,315	23
09/15/16	BNY Mellon	Buy	EUR	3,248	Sell	GBP	2,791	(42)
09/15/16	BNY Mellon	Buy	EUR	70	Sell	GBP	60	—
09/15/16	BNY Mellon	Buy	EUR	27	Sell	NOK	247	—
09/15/16	BNY Mellon	Buy	EUR	1	Sell	NOK	13	—
09/15/16	BNY Mellon	Buy	EUR	823	Sell	SEK	7,798	2
09/15/16	BNY Mellon	Buy	EUR	—	Sell	SGD	—	—
09/15/16	BNY Mellon	Buy	EUR	812	Sell	USD	914	(7)
Unrealised Appreciation of Forward Foreign Currency Contracts								334
Unrealised Depreciation of Forward Foreign Currency Contracts								(303)
<b>Net Appreciation of Forward Foreign Currency Contracts</b>								<b>€ 31</b>

### Schedule of Contracts for Difference

	Contracts	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Aggreko Plc	(301,928)	€ (3,631)	€ 199
Air France-KLM	(474,568)	(2,385)	297
Air Liquide SA	(30,432)	(3,009)	(1)
ANDRITZ AG	(98,169)	(4,562)	(238)
Barry Callebaut AG	(2,628)	(3,019)	(467)
Bayerische Motoren Werke AG	(35,996)	(2,846)	(147)
Brenntag AG	(121,119)	(5,981)	(170)
CaixaBank SA	(585,312)	(1,427)	(206)

144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to €4,678,000 or 1.76% of net assets.

† Illiquid.

#### ABBREVIATIONS:

CHF — Swiss Franc  
DKK — Danish Krone  
SEK — Swedish Krona  
TRY — Turkish Lira

#### Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	43.73
Deposits with credit institutions	33.26
Financial derivative instruments	1.76
Other assets	21.25
<b>Total Assets</b>	<b>100.00</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Contracts for Difference – (continued)

	Contracts	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Capita Plc	(110,004)	€ (1,342)	€ (141)
Carillion Plc	(706,173)	(2,206)	(148)
Carnival Plc	191,128	8,198	564
CIE Automotive SA	353,719	5,994	501
Commerzbank AG	(468,091)	(2,972)	(310)
Credit Suisse Group AG	(475,138)	(5,615)	(64)
CRH Plc	161,181	4,878	743
Croda International Plc	151,336	5,906	608
Deutsche Lufthansa AG	(177,534)	(1,881)	66
DNB ASA	(507,008)	(5,555)	(47)
Dufry AG	(51,255)	(5,408)	(258)
Euskaltel SA, 144A	266,740	2,112	(331)
Fraport AG Frankfurt Airport Services Worldwide	(90,847)	(4,538)	117
InterContinental Hotels Group Plc	166,527	6,465	81
JCDecaux SA	(86,427)	(2,703)	(15)
Marks & Spencer Group Plc	(343,684)	(1,397)	(97)
Merlin Properties Socimi SA	682,892	7,099	270
Next Plc	(43,977)	(2,870)	(230)
Persimmon Plc	(135,483)	(2,942)	(150)
Poundland Group Plc	686,811	1,804	472
Repsol SA	(246,829)	(2,998)	(308)
Rocket Internet SE, 144A	(73,342)	(1,462)	106
Royal Bank of Scotland Group Plc	(1,174,819)	(2,822)	(376)
Sacyr SA	(861,323)	(1,455)	(15)
Shire Plc	235,450	13,305	(522)
SKF AB	(430,878)	(6,603)	(761)
Sonova Holding AG	(23,576)	(2,922)	(112)
Swatch Group AG/The	(15,616)	(3,616)	457
Tesco Plc	(2,094,583)	(4,056)	(190)
UPM-Kymmene OYJ	(106,573)	(1,952)	(240)
Wm Morrison Supermarkets Plc	(1,731,983)	(4,006)	(59)
<b>Total Market Value of Contracts for Difference</b>			€ (1,122)
Unrealised Appreciation of Contracts for Difference			4,481
Unrealised Depreciation of Contracts for Difference			(5,603)
Net Depreciation of Contracts for Difference			€ (1,122)

The counterparty for Contracts for Difference is UBS.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie Global Resources Fund<sup>^</sup>

## Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 97.89%</b>		
<b>Australia — 3.46%</b>		
16 BHP Billiton Ltd ADR	497	2.79
AUD 24 Iluka Resources Ltd	119	0.67
	616	3.46
<b>Canada — 5.92%</b>		
SEK 131 Africa Oil Corp	205	1.16
CAD 27 First Quantum Minerals Ltd	205	1.15
CAD 23 Suncor Energy Inc	642	3.61
	1,052	5.92
<b>China — 4.40%</b>		
HKD 245 CNOOC Ltd	301	1.69
HKD 86 ENN Energy Holdings Ltd	481	2.71
	782	4.40
<b>France — 3.03%</b>		
EUR 11 TOTAL SA	538	3.03
<b>Germany — 2.75%</b>		
EUR 7 Symrise AG	489	2.75
<b>India — 3.14%</b>		
INR 32 Asian Paints Ltd	558	3.14
<b>Italy — 2.88%</b>		
EUR 34 Eni SpA	512	2.88
<b>Netherlands — 5.87%</b>		
GBP 41 Royal Dutch Shell Plc	1,044	5.87
<b>South Africa — 1.49%</b>		
GBP 175 Petra Diamonds Ltd	265	1.49
<b>Switzerland — 4.94%</b>		
CHF — Givaudan SA	503	2.83

Shares (000's)	Value (000's) \$	% of Net Asset Value
GBP 164 Glencore Plc	374	2.11
	877	4.94
<b>United Kingdom — 6.36%</b>		
GBP 66 Cairn Energy Plc	162	0.91
GBP 9 Croda International Plc	411	2.32
GBP 13 SSE Plc	259	1.46
GBP 15 Weir Group Plc/The, Series Z	297	1.67
	1,129	6.36
<b>United States — 53.65%</b>		
4 Albemarle Corp	343	1.93
10 Anadarko Petroleum Corp	531	2.99
7 CF Industries Holdings Inc	178	1.00
8 Chevron Corp	773	4.35
10 Crown Holdings Inc	551	3.10
5 Eastman Chemical Co	368	2.07
4 Ecolab Inc	471	2.65
7 EOG Resources Inc	585	3.29
8 Exxon Mobil Corp	700	3.94
10 Halliburton Co	440	2.48
14 Hess Corp	785	4.41
4 International Flavors & Fragrances Inc	581	3.27
19 Kinder Morgan Inc/DE	420	2.37
15 Noble Energy Inc	531	2.99
12 Occidental Petroleum Corp	895	5.03
3 Pioneer Natural Resources Co	548	3.09
5 PPG Industries Inc	538	3.03
1 Tesla Motors Inc	296	1.66
	9,534	53.65
<b>Total Common Stock (Cost \$15,708)</b>		17,396 97.89
<b>Total Investments (Cost \$15,708)</b>		17,396 97.89
<b>Other Assets in Excess of Liabilities</b>		375 2.11
<b>Total Net Assets</b>		\$17,771 100.00

— Amounts designated as “—” are either \$0, less than \$1,000 or less than 1,000 shares.

### ABBREVIATIONS:

ADR	— American Depositary Receipt
AUD	— Australian Dollar
CAD	— Canadian Dollar
CHF	— Swiss Franc
EUR	— Euro
GBP	— British Pound
HKD	— Hong Kong Dollar
INR	— India Rupee
SEK	— Swedish Krona

	% of Total Assets
<b>Analysis of Total Assets</b>	
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.27
Other assets	2.73
<b>Total Assets</b>	100.00

## Schedule of Forward Foreign Currency Contracts

										Unrealised Appreciation/ (Depreciation) of Contracts (000's)	
Expiration Date	Counterparty		Buy Currency (000's)				Sell Currency (000's)				
09/01/16	BNY Mellon	Buy	GBP	22	Sell		USD	30	\$	–	
09/01/16	BNY Mellon	Buy	GBP	–	Sell		USD	–		–	
09/02/16	BNY Mellon	Buy	USD	1	Sell		GBP	–		–	
09/02/16	BNY Mellon	Buy	GBP	–	Sell		USD	–		–	
Unrealised Appreciation of Forward Foreign Currency Contracts										–	
Unrealised Depreciation of Forward Foreign Currency Contracts										–	
Net Depreciation of Forward Foreign Currency Contracts										\$	–

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie Greater China Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value
Common Stock — 97.37%				Electronics — 6.49%				Semiconductors — 11.69%			
Apparel — 0.47%				HKD 24	AAC Technologies Holdings Inc	274	2.22	4	Silicon Motion Technology Corp ADR	179	1.45
TWD 12	Makalot Industrial Co Ltd	59	0.47	TWD 17	Egis Technology Inc	126	1.02	TWD 198	Taiwan Semiconductor Manufacturing Co Ltd	1,098	8.89
Auto Parts & Equipment — 2.84%				TWD 102	Hon Hai Precision Industry Co Ltd	283	2.29	TWD 83	Win Semiconductors Corp	167	1.35
HKD 74	Fuyao Glass Industry Group Co Ltd 'H', 144A	196	1.58	TWD 56	Yageo Corp	119	0.96			1,444	11.69
TWD 30	Hota Industrial Manufacturing Co Ltd	155	1.26			802	6.49	Software — 1.88%			
		351	2.84	Engineering & Construction — 1.99%				1	NetEase Inc ADR	232	1.88
Banks — 10.61%				HKD 207	Beijing Urban Construction Design & Development Group Co Ltd 'H', 144A	124	1.01	Telecommunications — 5.19%			
HKD 638	Bank of China Ltd 'H'	287	2.32	HKD 102	China State Construction International Holdings Ltd	122	0.98	HKD 52	China Mobile Ltd	642	5.19
HKD 612	China Construction Bank Corp 'H'	457	3.70			246	1.99	Total Common Stock (Cost \$10,311)			
HKD 106	China Minsheng Banking Corp Ltd 'H'	114	0.92	Healthcare-Services — 1.38%						12,034	97.37
HKD 714	Industrial & Commercial Bank of China Ltd 'H'	454	3.67	HKD 98	Phoenix Healthcare Group Co Ltd	170	1.38	Real Estate Investment Trusts — 2.53%			
		1,312	10.61	Holding Companies – Diversified — 2.27%				REITS — 2.53%			
Biotechnology — 2.10%				HKD 22	CK Hutchison Holdings Ltd	280	2.27	HKD 43	Link	313	2.53
2	China Biologic Products Inc	166	1.34	Insurance — 7.68%				Total Real Estate Investment Trusts (Cost \$244)			
HKD 19	Shanghai Haohai Biological Technology Co Ltd 'H', 144A	94	0.76	HKD 114	AIA Group Ltd	720	5.82			313	2.53
		260	2.10	HKD 96	China Life Insurance Co Ltd 'H'	229	1.86	Total Investments (Cost \$10,555)			
Commercial Services — 6.43%						949	7.68	Other Assets in Excess of Liabilities			
HKD 108	China Maple Leaf Educational Systems Ltd	81	0.66	Internet — 19.55%				Total Net Assets			
6	New Oriental Education & Technology Group Inc ADR	256	2.07	8	Alibaba Group Holding Ltd ADR	729	5.90	144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$536,000 or 4.34% of net assets.			
TWD 26	Sporton International Inc	138	1.11	1	Baidu Inc ADR	261	2.11				
3	TAL Education Group ADR	197	1.60	4	Ctrip.com International Ltd ADR	166	1.34				
HKD 213	Virscend Education Co Ltd, 144A	122	0.99	7	JD.com Inc ADR	182	1.47				
		794	6.43	HKD 42	Tencent Holdings Ltd	1,079	8.73				
Computers — 2.67%						2,417	19.55	ABBREVIATIONS:			
TWD 24	Advantech Co Ltd	197	1.59	Miscellaneous Manufacturing — 2.20%				ADR	– American Depositary Receipt		
TWD 8	Ennoconn Corp	133	1.08	HKD 51	Sunny Optical Technology Group Co Ltd	273	2.20	HKD	– Hong Kong Dollar		
		330	2.67	Oil & Gas — 2.26%				TWD	– Taiwanese Dollar		
Diversified Financial Services — 2.81%				HKD 227	CNOOC Ltd	279	2.26	Analysis of Total Assets			
TWD 383	E.Sun Financial Holding Co Ltd	215	1.74	Pharmaceuticals — 1.24%				Transferable securities admitted to an official exchange listing or traded on a regulated market			
HKD 5	Hong Kong Exchanges and Clearing Ltd	132	1.07	HKD 158	CSPC Pharmaceutical Group Ltd	153	1.24	Other assets			
		347	2.81	Real Estate — 4.52%				<b>Total Assets</b>			
Electric — 1.10%				HKD 35	Cheung Kong Property Holdings Ltd	245	1.98	100.00			
HKD 528	Huadian Fuxin Energy Corp Ltd 'H'	136	1.10	HKD 90	KWG Property Holding Ltd	60	0.49				
				HKD 18	Sun Hung Kai Properties Ltd	253	2.05				
						558	4.52				

## Schedule of Forward Foreign Currency Contracts

										Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)					
09/02/16	BNY Mellon	Buy	USD	3	Sell	HKD	25	\$	–	
Unrealised Appreciation of Forward Foreign Currency Contracts										–
Unrealised Depreciation of Forward Foreign Currency Contracts										–
Net Depreciation of Forward Foreign Currency Contracts										\$ –

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements







# Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016 – (continued)

## Schedule of Contracts for Difference

	Contracts	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Aeon Co Ltd	(12,700)	¥(18,077)	¥ 1,970
Aeon Mall Co Ltd	(3,200)	(4,664)	757
Akebono Brake Industry Co Ltd	(23,700)	(4,438)	1,748
Autobacs Seven Co Ltd	(7,700)	(11,043)	4,033
Bell System24 Holdings Inc	(3,900)	(3,290)	1,051
Calbee Inc	(1,400)	(5,262)	600
Canon Inc	(2,400)	(7,121)	72
Central Japan Railway Co	(700)	(11,906)	1,720
Eisai Co Ltd	(2,100)	(12,674)	2,057
ITOCHU Corp	(9,700)	(11,857)	2,101
JFE Holdings Inc	(8,300)	(13,351)	(196)
Kagome Co Ltd	(4,500)	(10,592)	(1,398)
Kikkoman Corp	(4,000)	(13,027)	2,046
Kubota Corp	(8,600)	(13,069)	1,497
Menicon Co Ltd	(1,400)	(3,630)	510
Mitsui Chemicals Inc	(42,000)	(20,831)	(4,871)
Mitsui OSK Lines Ltd	(56,000)	(13,403)	485
Modec Inc	(6,000)	(10,627)	(1,276)
Murata Manufacturing Co Ltd	(1,100)	(15,332)	(769)
Nidec Corp	(1,500)	(14,004)	(1,796)
Nikon Corp	(12,900)	(19,613)	2,161
Nippon Paper Industries Co Ltd	(6,800)	(13,044)	1,032
Nippon Steel & Sumitomo Metal Corp	(7,200)	(15,831)	(642)
Nippon Yusen KK	(57,000)	(10,734)	2,262
OSAKA Titanium Technologies Co Ltd	(4,100)	(6,441)	662
Recruit Holdings Co Ltd	(2,900)	(11,412)	(751)
Seven Bank Ltd	(39,700)	(14,549)	3,022
Shimano Inc	(800)	(12,049)	1,051
Skylark Co Ltd	(8,300)	(10,675)	642
Sumitomo Dainippon Pharma Co Ltd	(5,300)	(9,186)	1,166
Takeda Pharmaceutical Co Ltd	(2,200)	(10,040)	1,937
Tokyo Electric Power Co Holdings Inc	(37,800)	(15,775)	1,889
Toshiba Corp	(57,000)	(18,676)	(5,557)
Yakult Honsha Co Ltd	(2,500)	(11,421)	2,104
<b>Total Market Value of Contracts for Difference</b>			¥ 21,319
Unrealised Appreciation of Contracts for Difference			38,575
Unrealised Depreciation of Contracts for Difference			(17,256)
Net Depreciation of Contracts for Difference			¥ 21,319

The counterparty for Contracts for Difference is UBS.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie North American Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
<b>Common Stock — 95.79%</b>			<b>Healthcare-Services — 2.00%</b>			<b>Retail — 4.38%</b>		
<b>Banks — 9.02%</b>			1 HCA Holdings Inc 95 2.00			2 CVS Health Corp 159 3.34		
3 Fifth Third Bancorp	59	1.23	<b>Home Furnishings — 1.90%</b>			1 L Brands Inc 50 1.04		
2 JPMorgan Chase & Co	159	3.33	1 Tempur Sealy International Inc 90 1.90					
CAD 3 National Bank of Canada	100	2.11	<b>Insurance — 2.94%</b>					
1 PNC Financial Services Group Inc/ The	112	2.35	2 American International Group Inc 140 2.94			<b>Software — 2.79%</b>		
	430	9.02	<b>Internet — 8.06%</b>			3 Oracle Corp 133 2.79		
<b>Biotechnology — 2.24%</b>			– Alphabet Inc 'A' 135 2.82			<b>Telecommunications — 3.46%</b>		
1 Celgene Corp	107	2.24	– Alphabet Inc 'C' 123 2.58			3 Verizon Communications Inc 165 3.46		
<b>Building Materials — 2.60%</b>			– Amazon.com Inc 126 2.66			<b>Transportation — 2.87%</b>		
2 Fortune Brands Home & Security Inc	124	2.60				1 United Parcel Service Inc 'B' 137 2.87		
<b>Commercial Services — 4.52%</b>			384 8.06			<b>Total Common Stock (Cost \$4,194)</b> 4,565 95.79		
1 Automatic Data Processing Inc	98	2.07	<b>Machinery – Construction &amp; Mining — 1.90%</b>			<b>Real Estate Investment Trusts — 2.96%</b>		
2 Nielsen Holdings Plc	117	2.45	1 Caterpillar Inc 91 1.90			<b>REITS — 2.96%</b>		
	215	4.52	<b>Media — 5.78%</b>			2 Crown Castle International Corp 141 2.96		
<b>Computers — 7.68%</b>			1 Charter Communications Inc 141 2.96			<b>Total Real Estate Investment Trusts (Cost \$137)</b> 141 2.96		
2 Apple Inc	262	5.49	2 Comcast Corp 135 2.82			<b>Total Investments (Cost \$4,331)</b> 4,706 98.75		
2 Cognizant Technology Solutions Corp	104	2.19				<b>Other Assets in Excess of Liabilities</b> 60 1.25		
	366	7.68	276 5.78			<b>Total Net Assets</b> \$4,766 100.00		
<b>Cosmetics &amp; Personal Care — 3.76%</b>			<b>Miscellaneous Manufacturing — 2.61%</b>			– Amounts designated as “–” are either \$0, less than \$1,000 or less than 1,000 shares.		
2 Procter & Gamble Co/The	179	3.76	2 Eaton Corp Plc 124 2.61			<b>ABBREVIATIONS:</b>		
<b>Electric — 1.94%</b>			<b>Oil &amp; Gas — 7.58%</b>			CAD – Canadian Dollar		
2 WEC Energy Group Inc	92	1.94	1 Anadarko Petroleum Corp 70 1.46					
<b>Gas — 2.30%</b>			1 Chevron Corp 119 2.50					
1 Sempra Energy	110	2.30	1 EOG Resources Inc 99 2.08					
<b>Healthcare-Products — 4.93%</b>			– Pioneer Natural Resources Co 73 1.54					
1 Cooper Cos Inc/The	130	2.74						
1 Danaher Corp	105	2.19	<b>Pharmaceuticals — 10.53%</b>					
	235	4.93	2 AbbVie Inc 125 2.62					
			1 AmerisourceBergen Corp 'A' 121 2.53					
			2 Mylan NV 92 1.93					
			5 Pfizer Inc 164 3.45					
			502 10.53					

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value
Common Stock — 96.22%				Sweden — 3.14%							
Australia — 3.01%				Switzerland — 7.42%							
AUD	4	CSL Ltd	335	3.01	SEK	12	Atlas Copco AB	350	3.14		
China — 1.94%											
HKD	18	China Mobile Ltd	216	1.94	CHF	1	Geberit AG	237	2.13		
Denmark — 5.51%											
DKK	4	Coloplast A/S	281	2.52	CHF	1	Roche Holding AG	268	2.41		
DKK	7	Novo Nordisk A/S	333	2.99	CHF	—	SGS SA	321	2.88		
</											



# Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup>

Portfolio of Investments as at August 31, 2016

Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value	Shares (000's)		Value (000's) \$	% of Net Asset Value					
Common Stock — 49.59%				THB	28	Ratchaburi Electricity Generating Holding PCL	44	2.11	SGD	65	Mapletree Industrial Trust	85	4.08			
Australia — 13.46%							65	3.10	SGD	45	SPH Real Estate Investment Trust	31	1.50			
AUD	4	AGL Energy Ltd	56	2.68	Total Common Stock (Cost \$984)				1,034	49.59						
AUD	4	APA Group	29	1.41	Real Estate Investment Trusts — 48.27%						Thailand — 1.35%					
AUD	24	AusNet Services	31	1.47	AUD	7	GPT Group/The	28	1.33	THB	47	CPN Retail Growth Leasehold Property Fund	28	1.35		
AUD	26	DUET Group	52	2.48	AUD	13	Mirvac Group	22	1.07	Total Real Estate Investment Trusts (Cost \$968)				1,007	48.27	
AUD	3	Sydney Airport	19	0.89	AUD	8	Scentre Group	30	1.42	Total Investments (Cost \$1,952)				2,041	97.86	
AUD	11	Transurban Group	94	4.53	AUD	16	Stockland	58	2.79	Other Assets in Excess of Liabilities				44	2.14	
			281	13.46	AUD	35	Vicinity Centres	87	4.19	Total Net Assets				\$2,085	100.00	
China — 2.41%							225	10.80	144A Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold, in transactions exempt from registration, to qualified institutional buyers. As at August 31, 2016, these securities amounted to \$29,000 or 1.37% of net assets.							
HKD	20	Beijing Capital International Airport Co Ltd 'H'	22	1.08	Hong Kong — 12.61%						ABBREVIATIONS:					
HKD	18	Guangdong Investment Ltd	28	1.33	HKD	46	Fortune Real Estate Investment Trust	59	2.82	AUD	—	Australian Dollar				
			50	2.41	CNY	126	Hui Xian Real Estate Investment Trust	62	3.00	CNY	—	Chinese Renminbi				
Hong Kong — 13.05%				HKD	20	Link	142	6.79	HKD	—	Hong Kong Dollar					
HKD	12	CLP Holdings Ltd	118	5.65				263	12.61	MYR	—	Malaysian Ringgit				
HKD	31	HK Electric Investments & HK Electric Investments Ltd, 144A	29	1.37	Malaysia — 2.32%						NZD	—	New Zealand Dollar			
HKD	23	MTR Corp Ltd	125	6.03	MYR	65	IGB Real Estate Investment Trust	28	1.31	PHP	—	Philippine Peso				
			272	13.05	MYR	46	Pavilion Real Estate Investment Trust	21	1.01	SGD	—	Singapore Dollar				
Malaysia — 2.04%							49	2.32	Analysis of Total Assets							
MYR	4	Petronas Gas Bhd	20	0.99	New Zealand — 3.54%						Transferable securities admitted to an official exchange listing or traded on a regulated market				97.56	
MYR	20	Westports Holdings Bhd	22	1.05	NZD	24	Goodman Property Trust	23	1.12	Other assets				2.44		
			42	2.04	NZD	27	Kiwi Property Group Ltd	31	1.48	Total Assets				100.00		
New Zealand — 11.33%				NZD	21	Precinct Properties New Zealand Ltd	20	0.94								
NZD	9	Contact Energy Ltd	34	1.65				74	3.54							
NZD	15	Genesis Energy Ltd	25	1.19	Singapore — 17.65%											
NZD	31	Mercury NZ Ltd	72	3.47	SGD	26	CapitaLand Commercial Trust	30	1.43							
NZD	50	Meridian Energy Ltd	105	5.02	SGD	81	CapitaLand Mall Trust	129	6.18							
			236	11.33	SGD	43	Fraser's Centrepoint Trust	68	3.25							
Philippines — 2.97%				SGD	91	Lippo Malls Indonesia Retail Trust	25	1.21								
PHP	9	Manila Electric Co	62	2.97												
Singapore — 1.23%																
SGD	32	Ascendas India Trust	26	1.23												
Thailand — 3.10%																
THB	4	Electricity Generating PCL	21	0.99												

<sup>^</sup> Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position

	Legg Mason Western Asset US Money Market Fund		Legg Mason Western Asset US Core Bond Fund		Legg Mason Western Asset US Core Plus Bond Fund		Legg Mason Western Asset Euro Core Plus Bond Fund	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ —	\$ 1	\$ 9	\$ 2,316	\$ 1,730	\$ 1,230	€ 261	€ 2,738
Cash collateral (Note 7)	—	—	464	540	5,650	5,032	918	279
Amounts due from broker	—	—	24	23	120	141	—	19
Financial assets at fair value through profit or loss (Note 1):								
Investments	1,192,753	1,050,277	55,861	44,466	794,497	509,483	93,138	86,762
Pledged investments	—	—	—	—	—	—	—	—
Options at fair value	—	—	7	9	197	87	—	—
Unrealised appreciation on swap contracts	—	—	6	—	324	5	—	—
Unrealised appreciation on swaptions	—	—	—	—	—	—	—	—
Unrealised appreciation on forward foreign currency contracts	—	—	31	53	846	481	2	63
Unrealised appreciation on futures contracts	—	—	5	17	302	194	6	—
Unrealised appreciation on contracts for difference	—	—	—	—	—	—	—	—
Receivable for investments sold	—	—	1,997	1,445	22,077	9,344	—	—
Receivable for redeemable participating shares sold	37	—	378	53	11,101	1,257	—	—
Interest receivable	694	388	252	251	4,081	3,171	830	1,165
Dividend receivable	1	—	—	—	54	—	1	—
Receivable from investment manager	—	—	—	—	—	—	—	—
Other assets	27	107	1	4	11	45	2	10
<b>Total Current Assets</b>	<b>1,193,512</b>	<b>1,050,773</b>	<b>59,035</b>	<b>49,177</b>	<b>840,990</b>	<b>530,470</b>	<b>95,158</b>	<b>91,036</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	—	—	66	—	—	—	—	—
Amounts due to broker	—	—	—	—	—	—	6	—
Payable for investments purchased	36,250	4,998	6,313	3,448	95,967	31,436	—	—
Financial liabilities at fair value through profit or loss (Note 1):								
Options at fair value	—	—	15	6	192	52	—	—
Unrealised depreciation on swap contracts	—	—	164	222	1,593	2,231	221	2
Unrealised depreciation on swaptions	—	—	—	—	—	—	—	—
Unrealised depreciation on forward foreign currency contracts	—	—	—	33	246	550	23	138
Unrealised depreciation on futures contracts	—	—	61	84	624	566	184	87
Unrealised depreciation on contracts for difference	—	—	—	—	—	—	—	—
Distributions payable to holders of redeemable participating shares	26	22	8	7	18	24	—	—
Investment management fees payable (Note 3)	433	312	44	36	405	261	25	22
Performance fees payable	—	—	—	—	—	—	—	—
Administrator and depository fees payable (Note 3)	220	65	10	3	124	28	19	6
Shareholder service fees payable (Note 3)	—	—	5	2	34	22	1	1
Payable for redeemable participating shares reacquired	1,146	—	—	—	315	585	4	—
Payable to shareholders	—	—	—	—	—	—	—	—
Interest payable	—	—	—	—	—	—	—	—
Accrued expenses and other liabilities	412	386	46	44	141	116	47	47
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>38,487</b>	<b>5,783</b>	<b>6,732</b>	<b>3,885</b>	<b>99,659</b>	<b>35,871</b>	<b>530</b>	<b>303</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 1,155,025</b>	<b>\$ 1,044,990</b>	<b>\$ 52,303</b>	<b>\$ 45,292</b>	<b>\$ 741,331</b>	<b>\$ 494,599</b>	<b>€ 94,628</b>	<b>€ 90,733</b>

  

	Legg Mason Western Asset Global High Yield Fund		Legg Mason Western Asset US Short-Term Government Fund		Legg Mason Western Asset US Adjustable Rate Fund		Legg Mason Western Asset Global Inflation Management Fund	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 1,935	\$ 1,931	\$ 7	\$ 28	\$ 1	\$ 173	\$ 200	\$ 41
Cash collateral (Note 7)	6	499	5	34	—	—	170	286
Amounts due from broker	1	—	—	—	—	—	—	—
Financial assets at fair value through profit or loss (Note 1):								
Investments	235,526	205,582	24,981	24,196	6,857	9,043	7,575	9,807
Pledged investments	—	—	—	—	—	—	—	—
Options at fair value	17	86	—	—	—	—	—	3
Unrealised appreciation on swap contracts	—	23	—	—	—	—	—	—
Unrealised appreciation on swaptions	—	—	—	—	—	—	—	—
Unrealised appreciation on forward foreign currency contracts	157	974	—	—	—	—	53	245
Unrealised appreciation on futures contracts	—	7	1	2	—	—	—	1
Unrealised appreciation on contracts for difference	—	—	—	—	—	—	—	—
Receivable for investments sold	387	1,394	112	323	1	—	—	—
Receivable for redeemable participating shares sold	720	101	—	—	—	—	—	—
Interest receivable	3,870	4,225	62	51	5	6	11	32
Dividend receivable	9	10	—	—	—	—	1	—
Receivable from investment manager	—	—	—	—	—	—	—	—
Other assets	8	31	1	3	—	1	—	1
<b>Total Current Assets</b>	<b>242,636</b>	<b>214,863</b>	<b>25,169</b>	<b>24,637</b>	<b>6,864</b>	<b>9,223</b>	<b>8,010</b>	<b>10,416</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	518	213	734	—	—	—	—	4
Amounts due to broker	—	1	1	4	—	—	—	4
Payable for investments purchased	778	1,225	742	942	200	—	—	—
Financial liabilities at fair value through profit or loss (Note 1):								
Options at fair value	—	—	—	—	—	—	2	1
Unrealised depreciation on swap contracts	—	—	—	—	—	—	—	—
Unrealised depreciation on swaptions	—	—	—	—	—	—	—	—
Unrealised depreciation on forward foreign currency contracts	369	319	—	—	—	—	28	50
Unrealised depreciation on futures contracts	1	23	—	—	—	—	9	88
Unrealised depreciation on contracts for difference	—	—	—	—	—	—	—	—
Distributions payable to holders of redeemable participating shares	50	72	—	1	—	—	—	—
Investment management fees payable (Note 3)	202	172	23	22	5	8	4	7
Performance fees payable	—	—	—	—	—	—	—	—
Administrator and depository fees payable (Note 3)	45	12	5	1	2	1	1	—
Shareholder service fees payable (Note 3)	18	17	—	1	—	—	—	—
Payable for redeemable participating shares reacquired	1,668	2,421	59	—	—	—	15	—
Payable to shareholders	—	—	—	—	—	—	—	—
Interest payable	—	—	—	—	—	—	—	—
Accrued expenses and other liabilities	158	157	39	44	30	38	39	42
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>3,807</b>	<b>4,632</b>	<b>1,603</b>	<b>1,015</b>	<b>237</b>	<b>47</b>	<b>98</b>	<b>196</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 238,829</b>	<b>\$ 210,231</b>	<b>\$ 23,566</b>	<b>\$ 23,622</b>	<b>\$ 6,627</b>	<b>\$ 9,176</b>	<b>\$ 7,912</b>	<b>\$ 10,220</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason Western Asset Short Duration High Income Bond Fund		Legg Mason Western Asset Global Multi Strategy Fund		Legg Mason Western Asset US High Yield Fund		Legg Mason Western Asset Emerging Markets Total Return Bond Fund		Legg Mason Western Asset Emerging Markets Corporate Bond Fund	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ 61 113 —	\$ 166 115 —	\$ 36,497 1,909 314	\$ 10,271 2,067 195	\$ 1,703 1,805 83	\$ 1,342 847 110	\$ 398 54 6	\$ 1,237 54 12	\$ 44 — —	\$ 3,348 — —
23,435	24,733	987,142	964,579	387,870	359,473	42,025	60,511	30,465	37,576
—	—	—	—	—	—	—	—	—	—
—	—	1,068	423	31	153	8	39	3	14
—	3	—	—	490	418	—	—	—	—
—	—	61	—	—	—	—	—	—	—
58	440	4,390	7,862	5	1	55	35	16	17
—	—	331	—	16	3	2	—	—	—
—	—	—	—	—	—	—	—	—	—
950	84	6,661	31,966	3,661	796	801	—	—	182
—	—	8,086	2,918	49	937	32	1	59	—
415	466	9,672	12,655	6,593	7,669	601	796	521	527
1	—	—	—	16	1	—	—	—	—
—	—	—	—	—	—	—	—	—	—
1	3	34	137	13	54	2	8	2	6
<b>25,034</b>	<b>26,010</b>	<b>1,056,165</b>	<b>1,033,073</b>	<b>402,335</b>	<b>371,804</b>	<b>43,984</b>	<b>62,693</b>	<b>31,110</b>	<b>41,670</b>
13	—	—	—	—	—	—	—	—	—
40	916	187	3,908	692	1,758	34	1,000	—	134
—	—	—	—	—	—	—	—	—	—
43	—	—	—	636	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
64	383	3,014	34,186	4	33	63	185	28	37
1	43	843	417	87	86	8	20	—	—
—	—	—	—	—	—	—	—	—	—
14	22	56	143	106	181	11	14	—	—
26	24	383	370	256	211	56	63	—	6
—	—	—	—	—	—	—	—	—	—
5	1	201	62	75	22	9	4	6	3
1	1	27	27	23	18	2	3	—	—
57	—	553	703	369	385	667	401	21	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
62	65	360	331	158	151	100	102	34	42
<b>326</b>	<b>1,455</b>	<b>5,624</b>	<b>40,147</b>	<b>2,406</b>	<b>2,845</b>	<b>950</b>	<b>1,792</b>	<b>89</b>	<b>222</b>
<b>\$ 24,708</b>	<b>\$ 24,555</b>	<b>\$1,050,541</b>	<b>\$ 992,926</b>	<b>\$ 399,929</b>	<b>\$ 368,959</b>	<b>\$ 43,034</b>	<b>\$ 60,901</b>	<b>\$ 31,021</b>	<b>\$ 41,448</b>
Legg Mason Western Asset Asian Opportunities Fund		Legg Mason Western Asset Global Blue Chip Bond Fund		Legg Mason Western Asset Brazil Bond Fund^		Legg Mason Western Asset Global Credit Absolute Return Fund^δ		Legg Mason Western Asset UK£ Core Plus Bond Fund^	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ 14,377 6,177 45	\$ 11,806 724 —	\$ 28 412 —	\$ 145 503 —	\$ 6 — —	\$ 22 — —	\$ 48 — —	\$ 322 2,061 93	£ — — —	£ 1 — —
547,875	385,797	34,839	35,838	—	—	158	20,297	—	—
—	—	—	—	—	—	—	—	—	—
135	28	—	—	—	—	—	51	—	—
—	—	—	—	—	—	—	22	—	—
—	—	—	—	—	—	—	60	—	—
1,099	38	134	572	—	—	—	266	—	—
371	2,621	8	—	—	—	—	93	—	—
—	—	—	—	—	—	—	—	—	—
1,337	36	12	—	—	—	—	675	—	—
5,386	342	—	218	—	—	—	17	—	—
6,209	4,377	314	335	—	—	—	403	—	—
11	7	1	1	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
13	52	1	4	—	—	72	6	—	—
<b>583,035</b>	<b>405,828</b>	<b>35,749</b>	<b>37,616</b>	<b>6</b>	<b>22</b>	<b>278</b>	<b>24,366</b>	<b>—</b>	<b>1</b>
1	—	—	—	—	—	—	—	—	—
—	77	8	3	—	—	—	—	—	—
16,386	10,007	12	—	—	—	—	472	—	—
—	—	—	—	—	—	—	—	—	—
858	483	—	—	—	—	—	5	—	—
194	27	27	—	—	—	—	735	—	—
—	—	—	—	—	—	—	63	—	—
813	692	17	834	—	—	—	1,080	—	—
—	—	108	164	—	—	—	209	—	—
—	—	—	—	—	—	—	—	—	—
12	26	1	1	—	—	—	—	—	—
328	212	27	21	—	—	—	17	—	—
—	—	—	—	—	—	—	—	—	—
88	24	8	2	—	—	—	2	—	—
29	16	2	2	—	—	—	—	—	—
3,966	33	246	11	—	—	237	1,614	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
216	195	42	38	6	22	41	58	—	1
<b>22,891</b>	<b>11,792</b>	<b>498</b>	<b>1,076</b>	<b>6</b>	<b>22</b>	<b>278</b>	<b>4,255</b>	<b>—</b>	<b>1</b>
<b>\$ 560,144</b>	<b>\$ 394,036</b>	<b>\$ 35,251</b>	<b>\$ 36,540</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 20,111</b>	<b>£ —</b>	<b>£ —</b>

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	Legg Mason Western Asset Global Core Plus Bond Fund^		Legg Mason Western Asset Global Inflation-Linked Fund^		Legg Mason Western Asset UK£ Inflation-Linked Plus Fund^		Legg Mason Western Asset UK£ Long Duration Fund^	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 5,779	\$ 422	\$ 12	\$ 20	£ –	£ 3	£ –	£ 3
Cash collateral (Note 7)	3,203	1,713	–	–	–	–	–	–
Amounts due from broker	56	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):								
Investments	290,421	242,328	–	–	–	–	–	–
Pledged investments	–	–	–	–	–	–	–	–
Options at fair value	86	91	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	1,121	1,559	–	–	–	–	–	–
Unrealised appreciation on futures contracts	392	401	–	–	–	–	–	–
Unrealised appreciation on contracts for difference	–	–	–	–	–	–	–	–
Receivable for investments sold	5,233	5,249	–	–	–	–	–	–
Receivable for redeemable participating shares sold	–	7	–	–	–	–	–	–
Interest receivable	1,870	1,625	–	–	–	–	–	–
Dividend receivable	69	6	–	–	–	–	–	–
Receivable from investment manager	–	–	–	–	–	–	–	–
Other assets	4	17	–	–	–	–	–	–
<b>Total Current Assets</b>	<b>308,234</b>	<b>253,418</b>	<b>12</b>	<b>20</b>	<b>–</b>	<b>3</b>	<b>–</b>	<b>3</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	–	2,740	–	–	–	–	–	–
Amounts due to broker	–	139	–	–	–	–	–	–
Payable for investments purchased	23,052	22,522	–	–	–	–	–	–
Financial liabilities at fair value through profit or loss (Note 1):								
Options at fair value	70	81	–	–	–	–	–	–
Unrealised depreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	378	1,908	–	–	–	–	–	–
Unrealised depreciation on futures contracts	1,175	77	–	–	–	–	–	–
Unrealised depreciation on contracts for difference	–	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	1	1	–	–	–	–	–	–
Investment management fees payable (Note 3)	95	70	–	–	–	–	–	–
Performance fees payable	–	–	–	–	–	–	–	–
Administrator and depositary fees payable (Note 3)	54	13	–	–	–	–	–	–
Shareholder service fees payable (Note 3)	1	1	–	–	–	–	–	–
Payable for redeemable participating shares reacquired	–	8	–	–	–	–	–	–
Payable to shareholders	–	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–	–
Accrued expenses and other liabilities	58	59	12	20	–	3	–	3
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>24,884</b>	<b>27,619</b>	<b>12</b>	<b>20</b>	<b>–</b>	<b>3</b>	<b>–</b>	<b>3</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 283,350</b>	<b>\$ 225,799</b>	<b>\$ –</b>	<b>\$ –</b>	<b>£ –</b>	<b>£ –</b>	<b>£ –</b>	<b>£ –</b>

	Legg Mason Western Asset Global Total Return Investment Grade Bond Fund^		Legg Mason Western Asset Structured Opportunities Fund^		Legg Mason Western Asset US Mortgage-Backed Securities Fund^		Legg Mason Brandywine Global Fixed Income Fund	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 66	\$ 306	\$ 63	\$ 12,604	\$ 101,845	\$ 59,261	\$ 1,472	\$ 1,019
Cash collateral (Note 7)	389	95	6,315	6,291	270	–	–	–
Amounts due from broker	–	–	–	–	7	–	–	–
Financial assets at fair value through profit or loss (Note 1):								
Investments	16,565	4,598	348,762	320,780	871,594	889,198	1,079,654	1,122,373
Pledged investments	–	–	–	–	–	–	–	–
Options at fair value	10	2	–	1,661	–	1,370	–	–
Unrealised appreciation on swap contracts	–	–	–	–	137	–	–	–
Unrealised appreciation on swaptions	–	–	–	54	–	25	–	–
Unrealised appreciation on forward foreign currency contracts	98	45	62	–	–	–	7,103	9,525
Unrealised appreciation on futures contracts	44	5	4	8	5	8	–	–
Unrealised appreciation on contracts for difference	–	–	–	–	–	–	–	–
Receivable for investments sold	–	–	–	1,727	241,362	370,076	10,697	4,778
Receivable for redeemable participating shares sold	–	–	–	–	–	–	956	19,659
Interest receivable	91	29	919	753	2,489	2,838	7,425	10,417
Dividend receivable	–	–	12	10	33	23	404	20
Receivable from investment manager	–	8	–	–	–	–	–	–
Other assets	26	–	–	–	–	–	35	140
<b>Total Current Assets</b>	<b>17,289</b>	<b>5,088</b>	<b>356,137</b>	<b>343,888</b>	<b>1,217,742</b>	<b>1,322,799</b>	<b>1,107,746</b>	<b>1,167,931</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	–	–	225	16,791	–	–	8	352
Amounts due to broker	1	–	–	–	–	25	–	–
Payable for investments purchased	–	–	–	–	420,941	535,981	834	4,778
Financial liabilities at fair value through profit or loss (Note 1):								
Options at fair value	2	–	–	478	–	466	–	–
Unrealised depreciation on swap contracts	–	–	1,635	591	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	19	–	9	–	–
Unrealised depreciation on forward foreign currency contracts	114	106	–	–	–	–	3,837	14,303
Unrealised depreciation on futures contracts	125	32	16	3	5	33	–	–
Unrealised depreciation on contracts for difference	–	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	9	–	3	–	–	–	722	709
Performance fees payable	–	–	–	–	–	–	–	–
Administrator and depositary fees payable (Note 3)	3	–	69	20	159	49	218	70
Shareholder service fees payable (Note 3)	–	–	–	–	–	–	68	68
Payable for redeemable participating shares reacquired	–	–	–	–	–	–	190	4,043
Payable to shareholders	–	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–	–
Accrued expenses and other liabilities	16	15	54	34	74	45	365	329
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>270</b>	<b>153</b>	<b>2,002</b>	<b>17,936</b>	<b>421,179</b>	<b>536,608</b>	<b>6,242</b>	<b>24,652</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 17,019</b>	<b>\$ 4,935</b>	<b>\$ 354,135</b>	<b>\$ 325,952</b>	<b>\$ 796,563</b>	<b>\$ 786,191</b>	<b>\$1,101,504</b>	<b>\$1,143,279</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason Western Asset Global Credit Fund		Legg Mason Western Asset Euro High Yield Fund		Legg Mason Western Asset Macro Opportunities Bond Fund^		Legg Mason Western Asset EM Local Currency Debt Fund^		Legg Mason Western Asset Multi-Asset Credit Fund^	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ 109 931 —	\$ 89 618 21	€ 7,146 — —	€ 1,666 — —	\$ 57,865 479,504 —	\$ 64,686 426,105 21,318	\$ 1,105 — —	\$ 241 — —	\$ 16,147 623 3	\$ 34,080 4,571 —
70,191	66,495	87,534	83,887	3,865,366	3,601,313	95,866	75,265	156,176	143,840
—	—	—	—	—	—	—	—	—	—
181	232	—	—	5,164 15,754	12,196 6,015	9	43	140 305	101 17
276	852	249	186	33,114	52,550	189	323	1,087	903
29	6	—	—	31,214	15,247	—	—	548	317
—	—	—	—	—	—	—	—	—	—
—	425	—	—	30,872	309,452	668	—	416	—
751	918	1,228	1,410	79,387	7,241	—	10,000	—	—
2	1	1	2	32,251	52,759	1,550	1,436	1,600	1,769
—	—	—	—	942	—	8	14	—	6
2	9	3	10	112	454	—	249	—	—
<b>72,472</b>	<b>69,666</b>	<b>96,161</b>	<b>87,162</b>	<b>4,631,548</b>	<b>4,570,934</b>	<b>99,395</b>	<b>87,571</b>	<b>177,085</b>	<b>186,197</b>
4 8 —	12 — 420	1,573 — —	— — —	41,573 10,067 34,417	15,256 — 308,568	— — 644	— — 9,714	1 — 2,630	8,257 1 703
—	—	—	—	20,231	23,127	—	25	42	152
156	—	—	—	149,763	154,234	—	—	906	739
9	56	17	66	17,789	99,681	349	266	42	535
96	70	—	—	37,797	86,592	—	—	636	8,668
—	—	—	—	—	—	—	—	238	551
1	—	—	—	—	—	—	—	—	—
3	2	—	—	—	—	—	—	—	—
—	3	—	—	4,198	3,734	42	21	—	—
14	4	18	5	793	242	20	4	35	11
—	—	—	—	267	240	—	—	—	—
—	—	—	—	11,578	24,756	—	—	—	—
—	—	—	—	—	—	—	—	—	—
41	42	36	43	364	393	24	17	34	25
<b>332</b>	<b>609</b>	<b>1,644</b>	<b>114</b>	<b>328,837</b>	<b>716,823</b>	<b>1,079</b>	<b>10,047</b>	<b>4,564</b>	<b>19,642</b>
<b>\$ 72,140</b>	<b>\$ 69,057</b>	<b>€ 94,517</b>	<b>€ 87,048</b>	<b>\$4,302,711</b>	<b>\$3,854,111</b>	<b>\$ 98,316</b>	<b>\$ 77,524</b>	<b>\$ 172,521</b>	<b>\$ 166,555</b>
Legg Mason Brandywine Global Fixed Income Absolute Return Fund^		Legg Mason Brandywine Global High Yield Fund^		Legg Mason Brandywine Global Opportunistic Fixed Income Fund^		Legg Mason Brandywine Global Sovereign Credit Fund^		Legg Mason Brandywine Global Income Optimiser Fund^	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ 1,777 10,753 —	\$ 742 13,090 957	\$ 1,551 — —	\$ 439 505 —	\$ 798 — —	\$ 176 — —	\$ 4,326 — —	\$ 31,606 — —	\$ 6,601 308 —	\$ 115 1,213 —
1,302,989	1,431,471	94,322	23,537	606,285	541,555	2,420,341	2,260,046	78,976	37,379
—	—	—	—	—	—	—	—	—	—
—	—	—	86	—	—	—	—	67	91
7,485	34,688	260	376	4,501	5,014	19,075	27,476	775	1,700
86	—	—	—	—	—	—	—	—	—
15,120	1	—	—	4,408	—	19,504	12,496	1,635	475
67	220	—	—	40	1,003	—	—	44	9
11,099	10,958	1,352	400	5,697	4,550	26,015	26,842	911	514
557	181	1	—	219	71	1,943	693	2	—
—	—	—	—	—	—	—	—	—	—
45	182	—	2	15	62	67	271	2	9
<b>1,349,978</b>	<b>1,492,490</b>	<b>97,486</b>	<b>25,345</b>	<b>621,963</b>	<b>552,431</b>	<b>2,491,271</b>	<b>2,359,430</b>	<b>89,321</b>	<b>41,505</b>
10 30 67	5 — 1	1,826 — 1,962	444 — 357	3 — —	2 — 180	23 — —	— — —	1,620 — 8,178	— — 692
—	—	—	—	—	—	—	—	—	—
—	—	—	34	—	—	—	—	—	55
22,636	45,703	201	315	1,205	2,894	16,309	45,146	339	1,993
2,817	7,625	7	17	—	—	—	—	3	34
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
553	593	9	7	145	124	193	162	49	21
—	—	—	—	—	—	—	—	—	—
258	89	7	1	120	34	477	140	13	4
10	10	—	—	7	5	—	—	2	—
116	45,445	—	—	—	—	—	—	—	98
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
256	248	38	53	132	121	205	178	65	62
<b>26,753</b>	<b>99,719</b>	<b>4,050</b>	<b>1,228</b>	<b>1,612</b>	<b>3,360</b>	<b>17,207</b>	<b>45,626</b>	<b>10,269</b>	<b>2,959</b>
<b>\$1,323,225</b>	<b>\$1,392,771</b>	<b>\$ 93,436</b>	<b>\$ 24,117</b>	<b>\$ 620,351</b>	<b>\$ 549,071</b>	<b>\$2,474,064</b>	<b>\$2,313,804</b>	<b>\$ 79,052</b>	<b>\$ 38,546</b>

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	Legg Mason Brandywine Global Credit Opportunities Fund^		Legg Mason Brandywine Global Dynamic US Equity Fund^		Legg Mason Western Asset Brazil Equity Fund^		Legg Mason ClearBridge Value Fund	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 11,908	\$ 14,506	\$ –	\$ –	\$ 3	\$ 14	\$ 3,239	\$ 10,411
Cash collateral (Note 7)	1,315	2,253	–	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):								
Investments	58,010	66,454	2,094	1,920	–	–	282,823	263,930
Pledged investments	–	–	–	–	–	–	–	–
Options at fair value	–	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	371	316	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	103	1,497	7	1	–	–	–	–
Unrealised appreciation on futures contracts	–	8	–	–	–	–	–	–
Unrealised appreciation on contracts for difference	–	–	–	–	–	–	–	–
Receivable for investments sold	1,636	1,593	–	–	–	–	3,462	2,054
Receivable for redeemable participating shares sold	–	–	–	–	–	–	2	1
Interest receivable	359	308	–	–	–	–	–	–
Dividend receivable	2	1	5	5	–	8	324	284
Receivable from investment manager	–	–	3	13	–	–	–	–
Other assets	3	11	–	–	–	–	9	34
<b>Total Current Assets</b>	<b>73,707</b>	<b>86,947</b>	<b>2,109</b>	<b>1,939</b>	<b>3</b>	<b>22</b>	<b>289,859</b>	<b>276,714</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	–	–	–	–	–	–	93	865
Amounts due to broker	–	–	–	–	–	–	–	–
Payable for investments purchased	1,133	777	–	–	–	–	3,537	1,664
Financial liabilities at fair value through profit or loss (Note 1):								
Options at fair value	–	–	–	–	–	–	–	–
Unrealised depreciation on swap contracts	536	68	–	–	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	168	558	–	40	–	–	9	5
Unrealised depreciation on futures contracts	3	159	–	–	–	–	–	–
Unrealised depreciation on contracts for difference	–	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	57	71	–	–	–	–	214	200
Performance fees payable	–	–	–	–	–	–	–	–
Administrator and depositary fees payable (Note 3)	14	5	–	–	–	–	59	19
Shareholder service fees payable (Note 3)	1	2	–	–	–	–	25	29
Payable for redeemable participating shares reacquired	14	–	–	–	–	–	40	591
Payable to shareholders	–	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	1	–	–
Accrued expenses and other liabilities	48	42	12	15	3	21	94	86
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>1,974</b>	<b>1,682</b>	<b>12</b>	<b>55</b>	<b>3</b>	<b>22</b>	<b>4,071</b>	<b>3,459</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 71,733</b>	<b>\$ 85,265</b>	<b>\$ 2,097</b>	<b>\$ 1,884</b>	<b>\$ –</b>	<b>\$ –</b>	<b>\$ 285,788</b>	<b>\$ 273,255</b>

	Legg Mason ClearBridge US Large Cap Growth Fund		Legg Mason ClearBridge US Aggressive Growth Fund		Legg Mason ClearBridge Tactical Dividend Income Fund		Legg Mason ClearBridge US Equity Sustainability Leaders Fund^	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 13,265	\$ 22,346	\$ 4,322	\$ 56,938	\$ 1,719	\$ 6,664	\$ 39	\$ 51
Cash collateral (Note 7)	–	–	–	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):								
Investments	335,262	250,280	2,596,834	3,018,472	65,933	59,479	2,370	930
Pledged investments	–	–	–	–	–	–	–	–
Options at fair value	–	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	58	–	253	2,123	3	17	2	–
Unrealised appreciation on futures contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on contracts for difference	–	–	–	–	–	–	–	–
Receivable for investments sold	61	256	1,441	163	–	57	–	–
Receivable for redeemable participating shares sold	2,514	964	2,118	2,478	–	–	–	–
Interest receivable	–	–	–	–	–	–	–	–
Dividend receivable	268	215	1,152	1,530	241	193	3	1
Receivable from investment manager	–	–	–	–	–	–	2	6
Other assets	5	18	120	488	3	9	–	–
<b>Total Current Assets</b>	<b>351,433</b>	<b>274,079</b>	<b>2,606,240</b>	<b>3,082,192</b>	<b>67,899</b>	<b>66,419</b>	<b>2,416</b>	<b>988</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	–	–	1,370	10,912	97	–	–	–
Amounts due to broker	–	–	–	–	–	–	–	–
Payable for investments purchased	2,011	256	1,441	162	–	–	–	–
Financial liabilities at fair value through profit or loss (Note 1):								
Options at fair value	–	–	–	–	–	–	–	–
Unrealised depreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	–	99	326	4,020	8	14	–	11
Unrealised depreciation on futures contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on contracts for difference	–	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	355	252	2,138	2,401	66	56	–	–
Performance fees payable	–	–	–	–	–	–	–	–
Administrator and depositary fees payable (Note 3)	68	17	540	228	14	5	–	–
Shareholder service fees payable (Note 3)	69	50	367	418	8	5	–	–
Payable for redeemable participating shares reacquired	876	1,186	8,417	18,222	175	284	–	–
Payable to shareholders	–	–	–	–	–	–	–	–
Interest payable	15	–	1	1	–	–	–	–
Accrued expenses and other liabilities	83	66	852	800	59	54	17	18
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>3,477</b>	<b>1,926</b>	<b>15,452</b>	<b>37,164</b>	<b>427</b>	<b>418</b>	<b>17</b>	<b>29</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 347,956</b>	<b>\$ 272,153</b>	<b>\$2,590,788</b>	<b>\$3,045,028</b>	<b>\$ 67,472</b>	<b>\$ 66,001</b>	<b>\$ 2,399</b>	<b>\$ 959</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason ClearBridge Growth Fund		Legg Mason ClearBridge Global Equity Fund^		Legg Mason ClearBridge Global Equity Income Fund^		Legg Mason ClearBridge US Appreciation Fund		Legg Mason ClearBridge US Fundamental Value Fund^	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ —	\$ 435	\$ 6,380	\$ 38	\$ 264	\$ 267	\$ 15,620	\$ 17,298	\$ 26	\$ 35
—	—	—	—	—	—	—	—	—	—
6,041	5,811	10,329	4,670	4,273	3,837	257,448	274,506	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	7	1	—	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	3,571	—	197	192	45	—	—	—
1	—	—	—	—	—	47	267	—	—
—	—	—	—	—	—	—	—	—	—
4	3	10	13	11	11	433	438	—	—
—	—	—	—	2	2	—	—	—	—
—	—	—	1	—	1	9	35	—	—
<b>6,046</b>	<b>6,249</b>	<b>20,290</b>	<b>4,722</b>	<b>4,754</b>	<b>4,311</b>	<b>273,602</b>	<b>292,544</b>	<b>26</b>	<b>35</b>
3	—	3	—	—	5	29	186	—	—
—	—	9,496	—	281	301	—	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	42	—	—	—	—
—	—	—	—	—	—	—	—	—	—
7	6	5	5	—	—	296	302	—	—
1	1	1	—	1	—	55	20	—	1
2	1	—	—	—	—	61	65	—	—
92	—	—	20	—	—	206	970	—	—
—	—	—	—	—	—	—	—	—	—
29	34	24	28	49	39	8	98	26	34
<b>134</b>	<b>42</b>	<b>9,529</b>	<b>53</b>	<b>331</b>	<b>387</b>	<b>755</b>	<b>1,641</b>	<b>26</b>	<b>35</b>
<b>\$ 5,912</b>	<b>\$ 6,207</b>	<b>\$ 10,761</b>	<b>\$ 4,669</b>	<b>\$ 4,423</b>	<b>\$ 3,924</b>	<b>\$272,847</b>	<b>\$290,903</b>	<b>\$ —</b>	<b>\$ —</b>
Legg Mason Opportunity Fund		Legg Mason Royce US Small Cap Opportunity Fund		Legg Mason Royce US Smaller Companies Fund		Legg Mason Royce Smaller Companies Fund II^		Legg Mason PCM US Equity Fund^	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ 48	\$ 7	\$ —	\$ 3	\$ 2,100	\$ 2,706	\$ 26	\$ 20	\$ 7	\$ 1
—	—	—	—	—	—	—	—	—	—
287,137	359,547	637,592	542,904	183,297	153,770	—	—	—	—
7,161	6,300	—	—	—	—	—	—	—	—
21,136	19,656	—	—	—	—	—	—	—	—
1,287	505	—	—	—	—	—	—	—	—
1	1	121	141	1	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
17	43	2,132	5,190	1,170	1,600	—	—	—	—
142	164	2,368	178	702	80	—	—	—	—
—	—	—	—	—	—	—	—	—	—
101	49	213	109	96	150	—	—	—	—
—	—	—	—	—	—	—	—	—	—
9	36	19	79	5	23	—	—	—	—
<b>317,039</b>	<b>386,308</b>	<b>642,445</b>	<b>548,604</b>	<b>187,371</b>	<b>158,329</b>	<b>26</b>	<b>20</b>	<b>7</b>	<b>1</b>
—	2,711	2,836	1,386	17	—	—	—	—	—
17	3,839	3,055	3,968	1,637	2,171	—	—	—	—
—	—	—	—	—	—	—	—	—	—
980	63	—	—	—	—	—	—	—	—
5	10	199	736	2	4	—	—	—	—
—	—	—	—	—	—	—	—	—	—
209	226	623	500	208	161	—	1	—	—
63	26	118	38	36	12	—	1	—	—
16	18	131	104	41	32	—	—	—	—
289	88	2,538	1,757	278	863	—	—	—	—
—	—	—	—	—	—	—	—	7	1
7	3	—	—	—	—	—	—	—	—
90	84	210	202	125	122	26	18	—	—
<b>1,676</b>	<b>7,068</b>	<b>9,710</b>	<b>8,691</b>	<b>2,344</b>	<b>3,365</b>	<b>26</b>	<b>20</b>	<b>7</b>	<b>1</b>
<b>\$315,363</b>	<b>\$379,240</b>	<b>\$632,735</b>	<b>\$539,913</b>	<b>\$185,027</b>	<b>\$154,964</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	Legg Mason Permal Global Absolute Fund <sup>^</sup>		Legg Mason QS MV European Equity Growth and Income Fund		Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund		Legg Mason Battery March International Large Cap Fund <sup>^</sup>	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 6	\$ 7	€ 907	€ 687	\$ 659	\$ 225	\$ 19	\$ 17
Cash collateral (Note 7)	–	–	–	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):	–	–	–	–	–	–	–	–
Investments	–	–	96,797	146,067	33,691	35,219	–	–
Pledged investments	–	–	–	–	–	–	–	–
Options at fair value	–	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	–	–	15	2,856	–	–	–	–
Unrealised appreciation on futures contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on contracts for difference	–	–	–	–	–	–	–	–
Receivable for investments sold	–	–	90	153	15	–	–	–
Receivable for redeemable participating shares sold	–	–	124	626	6	4	–	–
Interest receivable	–	–	–	–	7	6	–	–
Dividend receivable	–	–	799	655	119	150	–	–
Receivable from investment manager	–	–	–	–	–	–	–	–
Other assets	–	–	4	18	1	5	–	–
<b>Total Current Assets</b>	<b>6</b>	<b>7</b>	<b>98,736</b>	<b>151,062</b>	<b>34,498</b>	<b>35,609</b>	<b>19</b>	<b>17</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	–	–	–	–	–	90	–	3
Amounts due to broker	–	–	–	–	–	–	–	–
Payable for investments purchased	–	–	90	153	–	–	–	–
Financial liabilities at fair value through profit or loss (Note 1):	–	–	–	–	–	–	–	–
Options at fair value	–	–	–	–	–	–	–	–
Unrealised depreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	–	–	371	295	13	1	–	–
Unrealised depreciation on futures contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on contracts for difference	–	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	–	–	114	160	46	46	–	–
Performance fees payable	–	–	–	–	–	–	–	–
Administrator and depositary fees payable (Note 3)	–	–	23	11	7	3	–	–
Shareholder service fees payable (Note 3)	–	–	21	33	6	78	–	–
Payable for redeemable participating shares reacquired	–	–	386	371	23	–	–	–
Payable to shareholders	6	7	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–	–
Accrued expenses and other liabilities	–	–	66	64	47	49	19	14
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>6</b>	<b>7</b>	<b>1,071</b>	<b>1,087</b>	<b>142</b>	<b>274</b>	<b>19</b>	<b>17</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ –</b>	<b>\$ –</b>	<b>€ 97,665</b>	<b>€ 149,975</b>	<b>\$ 34,356</b>	<b>\$ 35,335</b>	<b>\$ –</b>	<b>\$ –</b>

	Legg Mason Martin Currie Asia Pacific Fund <sup>^</sup> Ø		Legg Mason Martin Currie European Absolute Alpha Fund <sup>^</sup> Ø		Legg Mason Martin Currie Global Resources Fund <sup>^</sup> Ø		Legg Mason Martin Currie Greater China Fund <sup>^</sup> Ø	
	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
<b>(in 000's)</b>								
<b>CURRENT ASSETS:</b>								
Cash (Note 7)	\$ 55	\$ –	€ 4,698	€ –	\$ 130	\$ –	\$ 66	\$ –
Cash collateral (Note 7)	–	–	52,363	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):	–	–	–	–	–	–	–	–
Investments	2,331	–	210,215	–	17,396	–	12,347	–
Pledged investments	–	–	–	–	–	–	–	–
Options at fair value	–	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	–	–	334	–	–	–	–	–
Unrealised appreciation on futures contracts	–	–	–	–	–	–	–	–
Unrealised appreciation on contracts for difference	–	–	4,481	–	–	–	–	–
Receivable for investments sold	–	–	202	–	73	–	–	–
Receivable for redeemable participating shares sold	–	–	486	–	–	–	–	–
Interest receivable	–	–	60	–	–	–	–	–
Dividend receivable	9	–	216	–	286	–	9	–
Receivable from investment manager	–	–	–	–	–	–	–	–
Other assets	–	–	–	–	–	–	–	–
<b>Total Current Assets</b>	<b>2,395</b>	<b>–</b>	<b>273,055</b>	<b>–</b>	<b>17,885</b>	<b>–</b>	<b>12,422</b>	<b>–</b>
<b>CURRENT LIABILITIES:</b>								
Cash overdraft	–	–	800	–	18	–	–	–
Amounts due to broker	–	–	–	–	–	–	–	–
Payable for investments purchased	–	–	202	–	–	–	28	–
Financial liabilities at fair value through profit or loss (Note 1):	–	–	–	–	–	–	–	–
Options at fair value	–	–	–	–	–	–	–	–
Unrealised depreciation on swap contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	–	–	303	–	–	–	–	–
Unrealised depreciation on futures contracts	–	–	–	–	–	–	–	–
Unrealised depreciation on contracts for difference	–	–	5,603	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	1	–	361	–	18	–	16	–
Performance fees payable	–	–	–	–	–	–	–	–
Administrator and depositary fees payable (Note 3)	–	–	55	–	3	–	2	–
Shareholder service fees payable (Note 3)	–	–	44	–	1	–	1	–
Payable for redeemable participating shares reacquired	–	–	20	–	56	–	–	–
Payable to shareholders	–	–	–	–	–	–	–	–
Interest payable	1	–	100	–	–	–	–	–
Accrued expenses and other liabilities	15	–	46	–	18	–	16	–
<b>Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)</b>	<b>17</b>	<b>–</b>	<b>7,534</b>	<b>–</b>	<b>114</b>	<b>–</b>	<b>63</b>	<b>–</b>
<b>Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value</b>	<b>\$ 2,378</b>	<b>\$ –</b>	<b>€ 265,521</b>	<b>€ –</b>	<b>\$ 17,771</b>	<b>\$ –</b>	<b>\$ 12,359</b>	<b>\$ –</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason QS Emerging Markets Equity Fund		Legg Mason QS MV Global Equity Growth and Income Fund		Legg Mason Congruix Japan Equity Fund		Legg Mason Martin Currie Australia Equity Income Fund		Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup> Ø	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
\$ 374 4	\$ 87 29	\$ 589 —	\$ 95 —	¥ 88,163 —	¥ 95,881 —	\$ 9 —	\$ 9 —	\$ 7,902 —	\$ — —
12,606	14,321	12,212	11,857	—	—	1,112	948	130,809	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	56	64	—	—	—	—	—	—
36	—	—	—	—	—	—	—	—	—
—	—	163	66	—	—	—	—	476	—
—	—	1	2	—	—	2	1	—	—
22	24	60	32	—	—	8	8	466	—
—	—	—	—	—	—	4	6	—	—
1	2	—	1	—	—	—	—	—	—
<b>13,043</b>	<b>14,463</b>	<b>13,081</b>	<b>12,117</b>	<b>88,163</b>	<b>95,881</b>	<b>1,135</b>	<b>972</b>	<b>139,653</b>	<b>—</b>
—	—	61	—	—	—	—	—	—	—
—	—	417	82	—	—	—	—	238	—
—	—	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
—	—	20	16	—	—	—	—	—	—
—	6	—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—	—	—
7	9	15	13	—	—	—	—	117	—
—	—	—	—	—	—	—	—	—	—
3	1	2	1	—	—	—	—	27	—
—	1	1	1	—	—	—	—	8	—
—	—	—	—	88,163	95,881	—	—	—	—
—	—	—	—	—	—	—	—	—	—
36	41	23	24	—	—	22	28	30	—
<b>46</b>	<b>58</b>	<b>539</b>	<b>137</b>	<b>88,163</b>	<b>95,881</b>	<b>22</b>	<b>28</b>	<b>450</b>	<b>—</b>
<b>\$ 12,997</b>	<b>\$ 14,405</b>	<b>\$ 12,542</b>	<b>\$ 11,980</b>	<b>¥ —</b>	<b>¥ —</b>	<b>\$ 1,113</b>	<b>\$ 944</b>	<b>\$ 139,203</b>	<b>\$ —</b>
Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup> Ø		Legg Mason Martin Currie North American Fund <sup>^</sup> Ø		Legg Mason Martin Currie Global Long-Term Unconstrained Fund <sup>^</sup> µ		Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> µ		Legg Mason Global Funds plc	
As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016	As at August 31, 2016	As at February 29, 2016
¥ 61,956 200,331 300	¥ — — —	\$ 77 — —	\$ — — —	\$ 417 — —	— — —	\$ 42 — —	— — —	\$ 340,289 583,309 662	\$ 378,764 469,549 22,891
1,079,843	—	4,706	—	10,712	—	2,041	—	21,092,773	19,819,499
—	—	—	—	—	—	—	—	7,161	6,300
1,560	—	—	—	—	—	—	—	27,891	35,985
—	—	—	—	—	—	—	—	19,057	7,761
19,463	—	—	—	1	—	—	—	104	2,330
—	—	—	—	—	—	—	—	83,461	153,218
38,575	—	—	—	—	—	—	—	33,401	18,938
1,631	—	—	—	—	—	—	—	5,373	—
—	—	—	—	—	—	1	—	382,713	762,304
—	—	—	—	—	—	—	—	114,922	48,800
230	—	4	—	13	—	1	—	130,052	154,278
—	—	—	—	—	—	6	—	9,286	4,981
1	—	—	—	—	—	1	—	11	34
—	—	—	—	—	—	—	—	688	2,641
<b>1,403,890</b>	<b>—</b>	<b>4,787</b>	<b>—</b>	<b>11,143</b>	<b>—</b>	<b>2,092</b>	<b>—</b>	<b>22,831,153</b>	<b>21,888,273</b>
599	—	—	—	—	—	—	—	53,805	60,234
1,612	—	—	—	—	—	1	—	10,122	254
—	—	—	—	—	—	—	—	673,959	957,546
—	—	—	—	—	—	—	—	21,412	24,876
—	—	—	—	—	—	—	—	156,880	159,001
—	—	—	—	—	—	—	—	42	626
315	—	—	—	—	—	—	—	69,998	265,520
17,256	—	—	—	—	—	—	—	44,229	96,994
—	—	—	—	—	—	—	—	6,418	—
1,904	—	5	—	2	—	—	—	304	516
5	—	—	—	—	—	—	—	13,194	11,633
297	—	1	—	2	—	—	—	—	—
41	—	—	—	—	—	—	—	4,187	1,313
—	—	—	—	—	—	—	—	1,308	1,203
—	—	—	—	—	—	—	—	34,664	104,966
288	—	—	—	—	—	—	—	868	861
2,496	—	15	—	6	—	1	—	177	5
—	—	—	—	—	—	5	—	5,957	5,558
<b>24,813</b>	<b>—</b>	<b>21</b>	<b>—</b>	<b>10</b>	<b>—</b>	<b>7</b>	<b>—</b>	<b>1,097,524</b>	<b>1,691,106</b>
<b>¥ 1,379,077</b>	<b>¥ —</b>	<b>\$ 4,766</b>	<b>\$ —</b>	<b>\$ 11,133</b>	<b>—</b>	<b>\$ 2,085</b>	<b>—</b>	<b>\$21,733,629</b>	<b>\$20,197,167</b>

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

Amounts designated as “–” are either \$0/€0/¥0/£0 or less than \$1,000/€1,000/¥1,000/£1,000.

The Euro figures for Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund, Legg Mason QS MV European Equity Growth and Income Fund and Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup> have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2016 using the USD/EUR rate of 0.8965.

The Yen figures for the Legg Mason Congruix Japan Equity Fund and Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2016 using the USD/JPY rate of 103.465.

The British Pound figures for Legg Mason Western Asset UK£ Core Plus Bond Fund<sup>^</sup>, Legg Mason Western Asset UK£ Inflation-Linked Plus Fund<sup>^</sup> and Legg Mason Western Asset UK£ Long Duration Fund<sup>^</sup> have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2016 using the USD/GBP rate of 0.7615.

The Australian Dollar figures for Legg Mason Martin Currie Australia Equity Income Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2016 using the USD/AUD rate of 1.3306.

ð Effective April 29, 2016 Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> ceased trading.

Ø Effective March 11, 2016 Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie Global Resources Fund<sup>^</sup>, Legg Mason Martin Currie Greater China Fund<sup>^</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie North American Fund<sup>^</sup> commenced trading.

µ Effective June 28, 2016 Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup> and Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup> commenced trading.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Western Asset US Money Market Fund</b>									
Class A US\$ Accumulating	\$ 144,015	1,363	105.69	\$ 107,318	1,015	105.68	\$ 64,973	615	105.67
Class A US\$ Distributing (D)	1,000,459	1,000,202	1.00	933,234	932,978	1.00	983,299	983,053	1.00
Class A US\$ Distributing (M)	126	126	1.00	137	137	1.00	61	61	1.00
Class B US\$ Accumulating	862	8	102.55	836	8	102.54	1,048	10	102.53
Class B US\$ Distributing (D)	402	402	1.00	418	418	1.00	33	33	1.00
Class C US\$ Accumulating	6,632	65	102.03	214	2	102.02	596	6	102.01
Class C US\$ Distributing (D)	302	302	1.00	395	395	1.00	335	335	1.00
Class A (G) US\$ Accumulating	564	5	105.90	564	5	105.90	530	5	105.89
Class A (G) US\$ Distributing (D)	1,044	1,044	1.00	1,153	1,153	1.00	1,182	1,182	1.00
Class B (G) US\$ Accumulating	–	–	–	–	–	–	–	–	105.94
Class B (G) US\$ Distributing (D)	–	–	–	–	–	–	–	–	1.00
Class L (G) US\$ Distributing (D)	619	619	1.00	721	720	1.00	721	720	1.00
<b>Legg Mason Western Asset US Core Bond Fund</b>									
Class A US\$ Accumulating	\$ 21,058	159	132.12	\$ 22,280	176	126.52	\$ 18,364	145	126.22
Class A US\$ Distributing (D)	18,906	180	104.78	12,557	124	101.10	15,957	156	102.46
Class B US\$ Accumulating	260	2	128.41	249	2	123.12	12	–	123.13
Class B US\$ Distributing (D)	660	6	104.78	674	7	101.10	419	4	102.46
Class C US\$ Accumulating	1,082	9	125.90	1,320	11	120.86	695	6	121.18
Class C US\$ Distributing (D)	4,739	45	104.81	4,002	40	101.13	2,944	29	102.49
Class F US\$ Accumulating	2,404	21	116.54	941	8	111.33	5,073	46	110.56
Class X US\$ Accumulating	28	–	102.21	–	–	–	–	–	–
Class X US\$ Distributing (D)	1	–	102.74	–	–	–	–	–	–
Premier Class US\$ Accumulating	969	9	105.10	1,000	10	100.28	–	–	–
Class GA US\$ Accumulating	1,888	15	128.57	1,908	16	122.98	2,349	19	122.44
Class GE US\$ Accumulating	308	2	124.01	361	3	118.99	362	3	119.17
<b>Legg Mason Western Asset US Core Plus Bond Fund</b>									
Class A US\$ Accumulating	\$ 204,782	1,393	147.00	\$ 134,054	960	139.63	\$ 48,443	342	141.65
Class A US\$ Distributing (D)	28,292	247	114.51	23,379	213	109.75	13,893	122	113.43
Class A US\$ Distributing (M) Plus	5,044	48	104.40	10	–	100.50	–	–	–
Class A AUD Distributing (M) (Hedged) Plus	18	–	104.74	10	–	100.52	–	–	–
Class B US\$ Accumulating	485	3	140.33	542	4	133.46	302	2	135.72
Class B US\$ Distributing (D)	414	4	114.32	463	4	109.57	448	4	113.25
Class C US\$ Accumulating	9,948	72	137.22	10,007	77	130.67	9,035	68	133.22
Class C US\$ Distributing (D)	10,665	92	115.30	7,352	67	110.51	6,051	53	114.22
Class E US\$ Accumulating	14,058	124	113.01	9,565	89	107.67	1,305	12	109.88
Class F US\$ Accumulating	74,516	669	111.33	63,734	605	105.35	43,928	414	106.07
Class X US\$ Accumulating	61	1	104.50	57	1	98.98	–	–	–
Premier Class US\$ Accumulating	378,891	2,878	131.67	236,041	1,897	124.44	195,448	1,564	124.98
Premier Class US\$ Distributing (M)	1,196	11	108.50	1,783	17	104.02	3,111	29	107.48
Premier Class Euro Accumulating (Hedged)	1	–	105.23	–	–	–	–	–	–
LM Class US\$ Accumulating	2,291	22	104.06	–	–	–	–	–	–
LM Class Euro Accumulating	3,031	26	106.04	–	–	–	–	–	–
LM Class GBP Accumulating (Hedged)	204	1	134.95	83	–	127.47	86	–	127.60
Class A (G) US\$ Accumulating	1,557	11	148.07	1,493	11	140.55	1,753	12	142.36
Class A (G) US\$ Distributing (D)	2,988	26	115.41	2,963	27	110.61	3,484	30	114.32
Class B (G) US\$ Distributing (D)	4	–	115.40	3	–	110.59	3	–	114.30
Class L (G) US\$ Accumulating	390	3	141.29	459	3	134.45	767	6	136.86
Class L (G) US\$ Distributing (D)	2,495	22	115.39	2,601	24	110.60	2,953	26	114.31
<b>Legg Mason Western Asset Euro Core Plus Bond Fund</b>									
Class A US\$ Distributing (D)	€ 607	6	117.29	€ 759	7	111.80	€ 872	8	116.97
Class A Euro Distributing (D)	2,492	23	109.01	2,496	24	104.45	2,138	20	106.27
Class C US\$ Distributing (D)	387	4	119.13	379	4	111.52	566	5	117.18
Class F Euro Distributing (Q)	1	–	124.02	1	–	118.80	1	–	120.94
Class X Euro Distributing (D)	1	–	103.79	–	–	–	–	–	–
Premier Class Euro Accumulating	88,461	639	138.35	84,310	639	131.86	47,923	361	132.63
Class GA Euro Accumulating	1,660	13	130.26	1,770	14	124.49	2,071	16	125.90
Class GA Euro Distributing (A)	613	5	120.01	604	5	115.45	712	6	118.05
Class GE Euro Accumulating	406	3	125.64	414	3	120.44	654	5	122.54
<b>Legg Mason Western Asset Short Duration High Income Bond Fund</b>									
Class A US\$ Accumulating	\$ 4,245	32	131.14	\$ 4,401	38	115.40	\$ 2,766	21	130.37
Class A US\$ Distributing (D)	5,619	64	87.84	6,078	77	79.38	8,322	89	93.43
Class A US\$ Distributing (M)	35	–	92.78	29	–	83.87	317	3	98.65
Class A Euro Accumulating (Hedged)	122	1	128.11	125	1	113.63	414	3	129.37
Class A Euro Distributing (M) (Hedged)	–	–	–	–	–	–	94	1	126.54
Class B US\$ Accumulating	75	1	127.46	66	1	112.31	104	1	127.19
Class B US\$ Distributing (D)	127	1	87.84	207	3	79.37	750	8	93.42
Class C US\$ Accumulating	102	1	125.05	1,193	11	110.32	269	2	125.25
Class C US\$ Distributing (D)	4,157	47	87.82	2,771	35	79.36	3,418	37	93.40
Class A (G) US\$ Accumulating	1,396	11	130.43	1,448	13	114.86	1,996	15	129.84
Class A (G) US\$ Distributing (D)	7,043	79	89.42	6,592	82	80.80	8,175	86	95.10
Class B (G) US\$ Accumulating	–	–	–	–	–	110.55	3	–	124.92
Class B (G) US\$ Distributing (D)	4	–	89.52	4	–	80.90	14	–	95.21
Class L (G) US\$ Accumulating	875	7	124.55	773	7	109.96	879	7	124.92
Class L (G) US\$ Distributing (D)	908	10	89.45	868	11	80.83	1,095	12	95.13
<b>Legg Mason Western Asset Global Multi Strategy Fund</b>									
Class A US\$ Accumulating	\$ 41,409	284	145.78	\$ 30,906	239	129.33	\$ 41,783	296	141.14
Class A US\$ Distributing (D)	33,554	286	117.14	33,939	320	106.22	52,567	436	120.51
Class A US\$ Distributing (M)	9,242	93	99.29	7,877	87	90.07	17,290	169	102.18
Class A Euro Accumulating (Hedged)	15,194	97	140.33	12,013	88	125.35	30,773	200	137.49
Class A Euro Distributing (M) (Hedged)	9,947	95	94.15	10,464	112	86.00	29,889	272	98.10
Class A Euro Distributing (M) (Hedged) Plus (e)	139	1	86.85	363	4	79.91	735	7	92.43
Class A GBP Distributing (M) (Hedged)	16,353	119	104.26	21,679	164	94.75	89,884	544	107.11
Class A SGD Distributing (M) (Hedged) Plus	5,577	7,030	1.08	1,205	1,719	0.99	1,697	2,063	1.12
Class B US\$ Accumulating	163	1	138.27	167	1	122.82	420	3	134.37
Class B US\$ Distributing (D)	2,154	18	117.15	2,394	23	106.23	4,628	38	120.53
Class C US\$ Accumulating	20,501	151	135.54	19,627	163	120.54	23,576	178	132.21
Class C US\$ Distributing (D)	57,562	491	117.15	73,376	691	106.23	118,750	985	120.52
Class E US\$ Accumulating	2,725	23	119.75	3,544	33	106.56	5,688	49	116.99
Class E US\$ Distributing (D)	2,343	24	97.57	2,564	29	88.47	4,174	42	100.37
Class E Euro Accumulating (Hedged)	1,474	12	108.17	1,179	11	96.92	3,141	26	106.91
Class E Euro Distributing (M) (Hedged)	32	–	96.03	28	–	87.71	172	2	100.05
Class F US\$ Accumulating	2,326	18	130.66	2,710	23	115.57	5,180	41	125.36
Class F US\$ Distributing (D)	1,653	17	97.56	1,682	19	88.46	3,706	37	100.36
Class F Euro Accumulating	–	–	–	–	–	–	2	–	155.29
Class X US\$ Distributing (D)	106	1	97.73	115	1	88.63	231	2	100.55
Class X GBP Distributing (D) (Hedged)	7	–	103.33	–	–	–	–	–	–
Premier Class US\$ Accumulating	10,412	67	155.87	357	3	137.69	1,787	12	148.98
Premier Class US\$ Distributing (D)	181	2	98.53	134	2	89.35	362	4	101.36
Premier Class US\$ Distributing (M)	22,554	186	121.32	20,545	187	110.07	23,781	190	124.87
Premier Class US\$ Distributing (M) Plus (e)	77,253	804	96.13	63,825	730	87.45	73,990	742	99.74
Premier Class CHF Accumulating (Hedged)	34,202	316	106.61	30,061	316	95.13	–	–	–
Premier Class Euro Accumulating (Hedged)	4,073	27	132.83	3,268	25	118.17	60,582	421	128.55
Premier Class Euro Distributing (M) (Hedged)	37	–	90.94	47	1	83.08	522	5	94.79
Premier Class GBP Accumulating (Hedged)	222,291	1,358	124.69	236,750	1,541	110.41	267,278	1,451	119.27

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Western Asset Global Multi Strategy Fund</b>									
<b>(continued)</b>									
Premier Class GBP Distributing (M) (Hedged)	\$ 24,193	183	100.52	\$ 25,314	199	91.39	\$ 38,443	240	103.73
Premier Class GBP Distributing (M) (Hedged) Plus (e)	12,955	109	90.57	20,943	182	82.58	28,860	199	94.06
Premier Class GBP Distributing (Q) (Hedged)	13,114	103	96.86	12,216	100	87.90	14,802	96	99.61
Premier Class JPY Accumulating (Hedged)	—	—	—	—	—	—	379	4	10,124.06
LM Class AUD Distributing (M) (Hedged)	48,449	578	111.62	44,176	615	100.63	81,912	935	112.17
LM Class GBP Accumulating (Hedged)	356,085	2,130	127.31	308,484	1,970	112.48	382,755	2,048	121.06
Premier Class PLN Accumulating (Hedged)	2,281	81	109.81	974	40	96.83	—	—	—
<b>Legg Mason Western Asset US High Yield Fund</b>									
Class A US\$ Accumulating	\$ 53,621	359	149.37	\$ 38,449	300	128.08	\$ 95,591	643	148.58
Class A US\$ Distributing (D)	68,226	880	77.53	64,598	940	68.73	108,468	1,283	84.53
Class A US\$ Distributing (M)	2,234	24	93.49	1,037	13	82.91	26,401	259	102.04
Class A US\$ Distributing (M) Plus	816	9	87.53	736	9	77.87	1,181	12	96.65
Class A Euro Distributing (M) (Hedged)	829	8	88.22	691	8	78.75	580	5	97.35
Class A HKD Distributing (M) Plus	287	25	90.37	256	25	80.61	1	—	99.78
Class A SGD Distributing (M) (Hedged) Plus	342	541	0.86	313	574	0.77	396	571	0.94
Class B US\$ Accumulating	617	4	149.83	615	5	128.64	1,093	7	149.60
Class B US\$ Distributing (D)	6,577	85	77.56	6,388	93	68.75	9,598	114	84.56
Class C US\$ Accumulating	6,290	43	146.53	6,506	52	125.97	13,621	93	146.86
Class C US\$ Distributing (D)	11,935	154	77.56	12,722	185	68.76	21,452	254	84.57
Class E US\$ Accumulating	6,850	49	139.23	8,646	72	119.75	17,115	122	139.75
Class E US\$ Distributing (D)	12,883	133	96.93	13,303	155	85.93	19,238	182	105.68
Class E Euro Accumulating (Hedged)	137	1	97.68	221	2	84.61	89	1	99.25
Class F US\$ Accumulating	2,224	17	132.29	1,562	14	113.10	777	6	130.41
Class F US\$ Distributing (D)	1,115	12	92.44	860	10	81.94	759	8	100.79
Class X US\$ Distributing (D)	1	—	107.28	—	—	—	—	—	—
Premier Class US\$ Accumulating	120,325	888	135.53	104,568	904	115.73	65,766	494	133.11
Premier Class US\$ Distributing (M) Plus (e)	6,657	75	88.62	2,179	28	78.83	30,103	308	97.61
Premier Class Euro Accumulating	5,856	48	108.94	6,637	64	95.42	11,626	97	106.56
LM Class US\$ Accumulating	16,440	117	140.98	20,353	169	120.10	49,461	360	137.53
LM Class US\$ Distributing (M)	66,982	783	85.49	70,145	925	75.81	94,920	1,017	93.32
LM Class GBP Accumulating (Hedged)	216	1	141.52	93	1	121.01	117	1	138.56
Class A (G) US\$ Accumulating	368	2	151.71	336	3	129.99	647	4	150.57
Class A (G) US\$ Distributing (D)	2,931	38	76.93	2,818	41	68.20	4,712	56	83.88
Class B (G) US\$ Accumulating	22	—	144.76	19	—	124.35	22	—	144.76
Class B (G) US\$ Distributing (D)	4	—	76.91	4	—	68.18	5	—	83.86
Class L (G) US\$ Accumulating	478	3	144.74	410	3	124.34	478	3	144.74
Class L (G) US\$ Distributing (D)	2,796	36	76.94	2,893	42	68.20	4,720	56	83.88
Class GF US\$ Accumulating	1,870	14	133.46	1,601	14	114.24	1,932	15	132.06
<b>Legg Mason Western Asset Emerging Markets Total</b>									
<b>Return Bond Fund</b>									
Class A US\$ Accumulating	\$ 9,635	60	161.24	\$ 17,748	124	142.63	\$ 24,956	167	149.13
Class A US\$ Distributing (D)	6,231	54	114.93	6,580	64	103.54	10,482	94	111.94
Class A US\$ Distributing (M)	3,607	35	103.93	3,185	34	93.61	7,072	70	101.25
Class A US\$ Distributing (M) Plus	3,533	41	86.17	2,868	37	78.26	3,266	38	86.06
Class A Euro Accumulating (Hedged)	148	1	134.51	737	6	119.99	997	7	126.19
Class A Euro Distributing (D) (Hedged)	803	8	87.55	709	8	79.43	802	8	86.26
Class A GBP Distributing (D) (Hedged)	61	—	103.72	58	—	93.63	169	1	101.07
Class A SGD Distributing (M) (Hedged) Plus	365	541	0.92	290	489	0.83	382	565	0.92
Class B US\$ Accumulating	115	1	154.61	102	1	136.93	119	1	143.53
Class B US\$ Distributing (D)	716	6	114.90	754	7	103.51	877	8	111.91
Class C US\$ Accumulating	486	3	150.51	412	3	133.47	443	3	140.25
Class C US\$ Distributing (D)	4,481	39	114.85	4,116	40	103.46	4,978	44	111.86
Class E US\$ Distributing (D)	1,759	18	98.19	1,587	18	88.46	2,176	23	95.64
Class E Euro Accumulating (Hedged)	—	—	—	—	—	—	87	1	96.81
Class E Euro Distributing (M) (Hedged)	45	—	97.89	62	1	88.81	227	2	96.46
Class F US\$ Accumulating	32	—	138.60	28	—	122.18	555	4	126.70
Class X US\$ Accumulating	1	—	107.51	—	—	—	—	—	—
Class X GBP Distributing (D) (Hedged)	194	1	100.92	289	2	91.09	269	2	98.34
Premier Class US\$ Accumulating	1,106	5	224.27	12,452	63	197.48	22,414	110	204.35
Premier Class Euro Accumulating (Hedged)	1,949	14	124.16	1,226	10	110.08	2,119	17	114.46
Premier Class GBP Distributing (D) (Hedged)	261	2	90.49	415	4	81.67	11,001	81	88.11
Class A (G) US\$ Accumulating	1,767	11	166.48	1,738	12	147.09	3,053	20	153.27
Class A (G) US\$ Distributing (D)	2,085	20	103.00	1,946	21	92.79	2,361	24	100.32
Class B (G) US\$ Accumulating	—	—	158.90	—	—	140.65	6	—	147.29
Class B (G) US\$ Distributing (D)	—	—	—	4	—	92.79	4	—	100.32
Class L (G) US\$ Accumulating	1,339	8	158.84	1,186	8	140.69	1,311	9	147.34
Class L (G) US\$ Distributing (D)	2,315	22	102.99	2,409	26	92.78	3,333	33	100.32
<b>Legg Mason Western Asset Emerging Markets Corporate</b>									
<b>Bond Fund</b>									
Class A US\$ Accumulating	\$ 72	1	100.90	\$ 11	—	90.18	\$ 2	—	94.71
Class A US\$ Distributing (M)	1	—	97.83	1	—	88.91	1	—	96.13
Premier Class US\$ Accumulating	—	—	—	14,570	134	108.65	35,687	316	112.83
LM Class US\$ Distributing (M)	30,948	316	97.93	26,866	302	88.97	47,257	491	96.19
<b>Legg Mason Western Asset Global High Yield Fund</b>									
Class A US\$ Accumulating	\$ 39,730	271	146.84	\$ 31,310	248	126.17	\$ 70,522	487	144.83
Class A US\$ Distributing (D)	28,110	372	75.57	27,595	412	66.98	46,386	570	81.37
Class A US\$ Distributing (M)	36,997	442	83.62	34,167	461	74.18	89,947	997	90.20
Class A US\$ Distributing (M) Plus	5,952	70	84.52	5,216	69	75.30	12,757	138	92.50
Class A AUD Distributing (M) (Hedged) Plus	21,385	278	102.49	20,018	307	91.47	41,126	469	112.25
Class A Euro Accumulating	—	—	—	21	—	95.66	—	—	—
Class A Euro Distributing (D) (Hedged)	426	4	86.84	361	4	77.51	1,316	12	94.54
Class A SGD Distributing (M) (Hedged) Plus	2,609	4,224	0.84	2,152	4,028	0.75	4,375	6,513	0.92
Class B US\$ Accumulating	397	3	146.19	350	3	125.77	989	7	144.73
Class B US\$ Distributing (D)	982	13	75.45	890	13	66.87	1,435	18	81.24
Class C US\$ Accumulating	2,038	14	143.77	2,069	17	123.84	3,761	26	142.87
Class C US\$ Distributing (D)	10,855	144	75.24	11,570	173	66.69	21,669	267	81.01
Class E US\$ Accumulating	2,917	22	132.51	3,030	27	114.21	7,573	57	131.89
Class E US\$ Distributing (D)	708	8	92.65	1,066	13	82.11	2,504	25	99.75
Class E Euro Accumulating (Hedged)	—	—	—	11	—	83.53	87	1	96.94
Class E Euro Distributing (M) (Hedged)	582	6	86.02	548	7	76.82	761	7	93.85
Class F US\$ Accumulating	128	1	127.29	488	4	109.00	1,753	14	124.24
Class F US\$ Distributing (D)	4,078	46	88.17	3,447	44	78.14	4,696	49	94.92
Class X US\$ Accumulating	122	1	104.35	104	1	89.39	248	2	101.97
Class X US\$ Distributing (D)	75	1	84.78	66	1	75.14	137	2	91.28
Class X GBP Distributing (D) (Hedged)	37	—	85.35	35	—	75.86	114	1	92.03
Premier Class US\$ Accumulating	1,210	7	165.95	13,884	98	141.94	24,879	154	161.39
Premier Class US\$ Distributing (M) Plus (e)	22,811	264	86.52	3,293	43	77.01	17,373	184	94.19
Premier Class Euro Accumulating (Hedged)	4,830	39	110.25	3,933	38	94.95	5,245	43	108.42
Premier Class GBP Distributing (D) (Hedged)	154	1	92.95	277	2	82.64	6,445	42	100.22
LM Class US\$ Accumulating	38,365	391	98.00	31,745	380	83.62	36,955	390	94.65
Class A (G) US\$ Accumulating	4,721	32	148.56	4,133	32	127.56	5,715	39	146.21
Class A (G) US\$ Distributing (D)	5,139	68	75.59	4,851	72	67.00	7,167	88	81.38
Class B (G) US\$ Accumulating	—	—	—	14	—	122.02	33	—	140.55
Class B (G) US\$ Distributing (D)	—	—	75.59	2	—	66.97	23	—	81.37
Class L (G) US\$ Accumulating	654	5	141.76	728	6	122.03	1,139	8	140.57
Class L (G) US\$ Distributing (D)	2,817	37	75.58	2,857	43	66.99	4,292	53	81.37

The accompanying notes are an integral part of the Financial Statements



# Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Western Asset US Short-Term Government Fund</b>									
Class A US\$ Accumulating	\$11,079	98	112.83	\$12,752	113	112.94	\$16,926	149	113.41
Class A US\$ Distributing (D)	686	7	99.34	688	7	99.44	1,730	17	99.85
Class B US\$ Accumulating	39	–	107.13	126	1	107.36	225	2	108.07
Class B US\$ Distributing (D)	23	–	98.82	23	–	99.04	198	2	99.71
Class C US\$ Accumulating	2,324	22	104.60	577	5	104.97	664	6	105.93
Class C US\$ Distributing (D)	2,280	23	97.93	1,441	15	98.28	1,555	16	99.18
Class E US\$ Accumulating	16	–	99.57	62	1	99.97	–	–	–
Class A (G) US\$ Accumulating	950	8	113.13	1,360	12	113.26	1,476	13	113.66
Class A (G) US\$ Distributing (D)	4,706	47	99.36	4,938	50	99.56	6,050	61	99.94
Class B (G) US\$ Distributing (D)	3	–	98.03	3	–	98.39	3	–	99.28
Class L (G) US\$ Accumulating	84	1	107.93	86	1	108.33	170	2	109.25
Class L (G) US\$ Distributing (D)	1,376	14	98.05	1,566	16	98.41	1,624	16	99.25
<b>Legg Mason Western Asset US Adjustable Rate Fund</b>									
Class A US\$ Accumulating	\$ 3,358	34	98.52	\$ 5,536	56	98.54	\$ 4,170	42	99.61
Class B US\$ Distributing (D)	217	2	90.60	218	2	90.73	175	2	91.95
Class C US\$ Distributing (D)	435	5	88.81	589	7	89.05	728	8	90.47
Class A (G) US\$ Accumulating	493	5	97.76	536	5	97.96	2,336	24	99.19
Class A (G) US\$ Distributing (D)	1,267	14	91.58	1,412	15	91.77	1,674	18	92.94
Class L (G) US\$ Accumulating	302	3	93.31	305	3	93.74	318	3	95.40
Class L (G) US\$ Distributing (D)	555	6	88.39	580	7	88.80	757	8	90.37
<b>Legg Mason Western Asset Global Inflation Management Fund</b>									
Class A US\$ Accumulating	\$ 2,450	17	140.72	\$ 3,403	27	126.52	\$ 3,669	29	128.16
Class A US\$ Distributing (A)	2,689	21	125.33	3,761	33	112.69	3,252	28	114.15
Class B US\$ Accumulating	43	–	131.03	39	–	117.95	39	–	119.78
Class B US\$ Distributing (A)	11	–	128.66	10	–	115.82	10	–	117.61
Class C US\$ Accumulating	97	1	105.67	189	2	95.25	188	2	97.05
Class C US\$ Distributing (A)	1,690	14	122.78	1,606	15	110.67	1,850	16	112.67
Class A (G) US\$ Accumulating	549	4	146.12	685	5	131.24	759	6	132.63
Class A (G) US\$ Distributing (A)	100	1	122.20	89	1	109.76	153	1	110.92
Class L (G) US\$ Accumulating	131	1	139.17	118	1	125.32	120	1	127.27
Class L (G) US\$ Distributing (A)	152	1	113.21	320	3	101.95	399	4	103.54
<b>Legg Mason Western Asset Asian Opportunities Fund</b>									
Class A US\$ Accumulating	\$57,493	392	146.55	\$51,706	387	133.63	\$85,530	607	140.88
Class A US\$ Distributing (D)	15,195	132	114.83	16,586	156	106.29	42,235	366	115.37
Class A US\$ Distributing (M)	31,082	294	105.74	12,299	126	97.90	27,877	262	106.25
Class A US\$ Distributing (M) Plus	48,461	554	87.48	5,310	65	81.74	3,713	41	90.18
Class A AUD Distributing (M) (Hedged) Plus	17,147	226	100.92	6,702	99	94.48	4,468	55	104.21
Class A CHF Accumulating (Hedged)	3,980	39	100.90	1,341	14	92.99	1,274	12	99.46
Class A CNH Distributing (M) (Hedged) Plus	10,815	748	96.75	613	44	90.66	832	53	98.68
Class A Euro Accumulating	2,235	10	206.99	1,887	9	193.54	5,716	26	198.27
Class A Euro Accumulating (Hedged)	18,450	153	108.12	4,092	38	99.33	6,473	55	105.38
Class A Euro Distributing (A)	808	6	122.23	710	6	117.66	1,343	10	124.52
Class A GBP Distributing (D) (Hedged)	408	3	99.05	451	4	91.91	831	5	99.61
Class A GBP Distributing (M)	682	4	125.98	856	6	110.02	930	6	107.66
Class A HKD Distributing (M) Plus	4,218	312	104.89	10	1	98.41	–	–	–
Class A SGD Accumulating (Hedged)	10,246	9,939	1.40	9,990	10,970	1.28	15,304	15,544	1.34
Class A SGD Distributing (M) (Hedged) Plus	4,842	7,017	0.94	1,978	3,157	0.88	6,112	8,625	0.97
Class A SGD Distributing (M) Plus	1,292	1,808	0.97	1,202	1,796	0.94	2,009	2,717	1.01
Class B US\$ Accumulating	931	6	143.51	989	8	131.03	1,552	11	138.48
Class B US\$ Distributing (D)	611	5	114.78	694	7	106.24	1,344	12	115.33
Class C US\$ Accumulating	6,111	44	140.25	7,292	57	128.21	11,744	86	135.85
Class C US\$ Distributing (D)	8,517	74	114.87	9,426	89	106.33	13,515	117	115.41
Class E US\$ Accumulating	1,791	15	121.75	2,037	18	111.36	4,111	35	118.10
Class E US\$ Distributing (D)	714	7	105.57	668	7	97.72	1,022	10	106.07
Class E Euro Accumulating (Hedged)	–	–	–	–	–	–	88	1	98.63
Class F US\$ Accumulating	4,279	33	130.86	4,699	39	119.09	14,532	116	125.06
Class F US\$ Distributing (D)	84	1	105.59	37	–	97.73	40	–	106.08
Class X US\$ Distributing (M)	2,541	25	101.63	1,411	15	94.10	–	–	–
Class X Euro Accumulating (Hedged)	–	–	–	–	–	–	1,361	12	104.35
Premier Class US\$ Accumulating	60,638	393	154.20	53,316	380	140.15	78,212	533	146.80
Premier Class US\$ Distributing (M)	16,861	186	90.75	9,451	112	84.02	18,174	199	91.19
Premier Class Euro Accumulating	93,472	603	139.01	65,086	462	129.56	89,080	603	131.92
Premier Class Euro Accumulating (Hedged)	2,613	20	116.39	979	8	106.60	1,541	12	112.35
Premier Class Euro Distributing (A)	71,046	591	107.76	53,920	476	104.10	55,320	448	110.25
Premier Class Euro Distributing (M)	8,432	66	114.53	7,807	66	108.73	8,473	66	114.72
Premier Class GBP Distributing (M)	468	3	120.60	410	3	105.29	159	1	103.29
LM Class US\$ Accumulating	53,681	335	160.48	60,081	413	145.42	89,422	591	151.41
<b>Legg Mason Western Asset Global Blue Chip Bond Fund</b>									
Class A US\$ Accumulating	\$ 1,514	13	120.27	\$ 1,837	16	116.61	\$ 7,516	64	116.97
Class A US\$ Distributing (M)	974	9	105.81	965	9	103.42	1,709	16	105.62
Class A Euro Accumulating (Hedged)	23	–	102.13	34	–	99.69	113	1	100.72
Class A GBP Accumulating (Hedged)	99	1	118.65	102	1	115.16	113	1	115.33
Class B US\$ Accumulating	518	5	103.05	1,151	12	100.03	–	–	–
Class B US\$ Distributing (M)	232	2	105.64	227	2	103.24	231	2	105.45
Class C US\$ Accumulating	4,525	39	116.04	1,882	17	112.78	1,967	17	113.68
Class C US\$ Distributing (M)	995	9	105.62	1,136	11	103.22	1,425	14	105.42
Class E US\$ Accumulating	7,748	70	109.94	7,293	68	106.91	450	4	107.87
Class E US\$ Distributing (D)	1,867	18	101.72	4,058	41	99.40	460	5	101.53
Class F US\$ Accumulating	137	1	117.82	64	1	114.00	1	–	113.88
Class X US\$ Distributing (M)	1	–	100.34	–	–	–	–	–	–
Premier Class US\$ Accumulating	1,301	10	126.45	1,257	10	122.19	4,783	39	121.75
Premier Class US\$ Distributing (M)	4,720	45	105.83	4,763	46	103.44	6,852	65	105.64
Premier Class Euro Accumulating (Hedged)	914	7	126.09	894	7	122.66	855	6	122.95
Premier Class Euro Distributing (M) (Hedged)	715	6	104.07	550	5	102.39	1,037	9	105.28
Premier Class GBP Accumulating (Hedged)	190	1	127.05	871	5	122.94	1,623	9	122.39
Premier Class GBP Distributing (M) (Hedged)	8,778	62	107.12	9,456	65	104.81	16,057	97	106.86
<b>Legg Mason Western Asset Brazil Bond Fund^</b>									
Class A US\$ Distributing (M)	\$ –	–	–	\$ –	–	–	\$ 187	3	61.39
LM Class US\$ Accumulating	–	–	–	–	–	–	33,387	326	102.38
<b>Legg Mason Western Asset Global Credit Absolute Return Fund^b</b>									
Class A US\$ Accumulating	\$ –	–	–	\$ –	–	–	\$ 170	2	106.39
Class A US\$ Distributing (M)	–	–	–	52	1	85.90	6,280	61	102.62
Class A GBP Distributing (M) (Hedged)	–	–	–	117	1	95.46	943	6	109.16
Class A (PF) US\$ Accumulating	–	–	–	109	1	95.70	656	6	109.26
Class A (PF) US\$ Distributing (M)	–	–	–	1	–	95.51	8	–	109.03
Class B US\$ Accumulating	–	–	–	–	–	–	1	–	107.09
Class B US\$ Distributing (M)	–	–	–	–	–	–	1	–	104.01
Class C US\$ Accumulating	–	–	–	–	–	–	1	–	104.94
Class C US\$ Distributing (M)	–	–	–	–	–	–	1	–	103.90
Class F US\$ Accumulating	–	–	–	–	–	–	1	–	108.99
Class F US\$ Distributing (M)	–	–	–	–	–	–	1	–	104.05

The accompanying notes are an integral part of the Financial Statements



# Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Western Asset Global Credit Absolute Return Fund<sup>Δ</sup> (continued)</b>									
Class X GBP Distributing (M) (Hedged)	\$ –	–	–	\$ 372	3	82.95	\$ 2,926	19	98.87
Premier Class US\$ Distributing (M)	–	–	–	17	–	82.65	15	–	98.62
Premier Class Euro Accumulating (Hedged)	–	–	–	82	1	95.62	7,532	62	109.37
Premier Class GBP Distributing (M) (Hedged)	–	–	–	16,686	140	85.51	48,819	310	101.92
Premier (PF) Class US\$ Accumulating	–	–	–	1,302	13	99.37	2,949	26	112.71
Premier (PF) Class GBP Accumulating (Hedged)	–	–	–	1,301	9	100.62	1,621	9	113.99
Premier (PF) Class GBP Distributing (M) (Hedged)	–	–	–	72	1	89.42	20,300	123	106.50
<b>Legg Mason Western Asset Global Core Plus Bond Fund<sup>Δ</sup></b>									
Class A US\$ Distributing (A)	\$ 13	–	102.81	\$ 13	–	99.08	\$ –	–	–
Class A US\$ Distributing (D)	2,885	24	120.27	2,725	24	115.37	76	1	118.37
Class X US\$ Accumulating	212	2	105.35	203	2	100.15	176	2	101.07
Premier Class US\$ Accumulating	224,236	1,595	140.58	178,688	1,339	133.44	99,048	738	134.26
Premier Class Euro Accumulating (Hedged)	56,004	453	110.87	44,170	383	105.97	16,549	138	107.25
Premier Class JPY Accumulating (Hedged)	–	–	–	–	–	–	1,388	15	10,812.64
<b>Legg Mason Western Asset Global Credit Fund</b>									
Class A US\$ Accumulating	\$ 485	4	123.55	\$ 458	4	113.20	\$ 561	5	117.65
Class A US\$ Distributing (D)	2,270	20	110.75	2,097	20	102.63	2,531	23	109.26
Class A Euro Accumulating (Hedged)	792	6	121.06	1,023	8	111.72	1,339	10	116.87
Class X US\$ Distributing (D)	1	–	104.31	–	–	–	–	–	–
Premier Class US\$ Accumulating	913	7	123.37	833	7	112.55	858	7	115.99
LM Class US\$ Accumulating	67,679	494	137.09	64,646	518	124.85	94,818	740	128.21
<b>Legg Mason Western Asset Euro High Yield Fund</b>									
Class A Euro Distributing (D)	€ 140	1	103.85	€ 130	1	96.59	€ 31	–	104.12
LM Class Euro Accumulating	84,273	542	155.39	78,314	557	140.72	78,765	550	143.11
LM Class Euro Distributing (Q)	10,104	96	104.77	8,604	88	97.57	9,780	93	105.26
<b>Legg Mason Western Asset Macro Opportunities Bond Fund<sup>Δ</sup></b>									
Class A US\$ Accumulating	\$ 877,032	7,441	117.87	\$ 906,888	8,696	104.29	\$ 705,180	6,357	110.93
Class A US\$ Distributing (M) Plus (e)	150,586	1,501	100.31	122,586	1,351	90.71	57,627	570	101.15
Class A US\$ Distributing (S)	95,820	914	104.85	91,231	968	94.29	119,463	1,158	103.15
Class A AUD Distributing (M) (Hedged) Plus (e)	9,008	118	101.56	6,462	99	91.42	–	–	–
Class A CHF Accumulating (Hedged)	30,303	265	112.56	27,447	272	100.59	23,221	204	108.28
Class A CNH Accumulating (Hedged)	3,301	194	113.94	2,962	194	100.11	101	6	102.51
Class A CNH Distributing (M) (Hedged) Plus (e)	1,370	87	105.84	2,882	199	95.05	98	6	101.91
Class A Euro Accumulating (Hedged)	338,147	2,653	114.25	300,653	2,713	101.88	295,582	2,429	108.75
Class A Euro Distributing (A)	2,109	19	98.95	1,059	11	92.45	–	–	–
Class A Euro Distributing (S) (Hedged)	564	5	107.42	–	–	–	–	–	–
Class A GBP Accumulating	248	1	129.49	124	1	107.78	2	–	103.44
Class A GBP Accumulating (Hedged)	27,575	182	115.21	27,148	190	102.48	17,874	106	108.91
Class A GBP Distributing (M) (Hedged) Plus (e)	55	–	99.73	–	–	–	–	–	–
Class A SEK Accumulating (Hedged)	47,959	3,914	104.89	39,987	3,655	93.68	–	–	–
Class A SGD Accumulating (Hedged)	18,028	21,214	1.16	21,481	29,497	1.02	21,823	27,529	1.08
Class A SGD Distributing (M) (Hedged) Plus (e)	9,041	12,173	1.01	3,364	5,170	0.91	101	136	1.01
Class B US\$ Accumulating	1,627	15	107.69	1,241	13	95.40	629	6	101.91
Class C US\$ Accumulating	32,898	302	108.90	29,115	301	96.59	50,071	485	103.27
Class C US\$ Distributing (S)	9,113	88	103.76	9,717	104	93.31	6,917	68	102.07
Class E US\$ Accumulating	23,051	213	108.01	24,134	252	95.85	19,195	187	102.58
Class E US\$ Distributing (S)	2,278	22	103.47	1,769	19	93.06	300	3	101.78
Class E Euro Accumulating (Hedged)	3,956	33	106.00	3,790	37	94.80	2,720	24	101.81
Class F US\$ Accumulating	69,844	636	109.81	58,810	607	96.96	52,018	506	102.73
Class F US\$ Distributing (S)	7,976	75	106.23	4,297	45	95.53	495	5	104.21
Class X US\$ Accumulating	158,398	1,368	115.78	123,425	1,208	102.18	87,876	813	108.15
Class X US\$ Distributing (M) Plus (e)	3,638	35	103.17	436	5	93.07	–	–	–
Class X US\$ Distributing (S)	19,768	189	104.52	6,638	71	93.99	75	1	101.53
Class X CHF Accumulating (Hedged)	21,076	183	113.04	17,103	169	100.76	5,173	46	107.95
Class X Euro Accumulating	7,679	52	131.82	17,036	131	119.35	12,896	94	122.95
Class X Euro Accumulating (Hedged)	123,996	960	115.84	82,833	739	102.97	75,529	618	109.27
Class X Euro Distributing (A) (Hedged)	8,915	80	100.16	–	–	–	–	–	–
Class X Euro Distributing (M) (Hedged)	39	–	103.76	–	–	–	–	–	–
Class X GBP Accumulating	3,872	23	130.66	4,308	28	108.73	26	–	103.71
Class X GBP Accumulating (Hedged)	90,928	592	116.97	76,723	531	103.78	66,834	395	109.60
Class X GBP Distributing (M) (Hedged) Plus (e)	510	4	103.45	350	3	93.78	–	–	–
Class X SGD Accumulating (Hedged)	698	812	1.17	650	885	1.03	1,097	1,378	1.08
Premier Class US\$ Accumulating	326,605	2,722	119.97	334,731	3,164	105.80	227,997	2,039	111.81
Premier Class US\$ Distributing (S)	20,410	196	104.28	26,715	285	93.78	4,986	49	101.20
Premier Class AUD Distributing (S) (Hedged)	30,138	376	106.58	12,277	180	95.33	–	–	–
Premier Class CHF Accumulating (Hedged)	13,984	128	107.18	10,927	114	95.47	2,339	22	102.09
Premier Class CHF Distributing (S) (Hedged)	2,796	26	105.45	2,854	30	95.04	–	–	–
Premier Class Euro Accumulating	2,325	15	135.43	8,756	66	121.90	14,521	104	125.19
Premier Class Euro Accumulating (Hedged)	955,006	7,579	112.96	848,798	7,772	100.39	855,659	7,178	106.52
Premier Class Euro Distributing (S) (Hedged)	13,709	116	105.98	8,589	83	95.27	–	–	–
Premier Class GBP Accumulating (Hedged)	178,157	1,244	109.07	139,028	1,033	96.66	79,306	504	101.96
Premier Class GBP Distributing (M) (Hedged) Plus (e)	116,990	887	100.46	91,334	721	91.00	44,799	288	100.65
Premier Class SEK Accumulating (Hedged)	5,692	461	105.64	5,422	494	94.02	–	–	–
S Class US\$ Accumulating	57,738	476	121.29	37,906	355	106.75	100,081	891	112.36
S Class Euro Accumulating (Hedged)	326,554	2,438	120.07	292,604	2,526	106.50	328,451	2,610	112.43
LM Class US\$ Accumulating	478	4	108.24	–	–	–	–	–	–
LM Class AUD Distributing (S) (Hedged)	16	–	100.33	–	–	–	–	–	–
LM Class Euro Accumulating	2,286	19	110.30	–	–	–	–	–	–
Premier Class BRL Accumulating (Hedged)	48,421	1,346	116.18	17,521	718	97.99	–	–	–
<b>Legg Mason Western Asset EM Local Currency Debt Fund<sup>Δ</sup></b>									
Class A US\$ Distributing (D)	\$ 1	–	110.03	\$ 1	–	100.74	\$ –	–	–
Premier Class US\$ Accumulating	98,315	858	114.57	77,523	763	101.60	–	–	–
<b>Legg Mason Western Asset Multi-Asset Credit Fund<sup>Δ</sup></b>									
Class A US\$ Accumulating	\$ 1	–	100.48	\$ –	–	–	\$ –	–	–
Class A US\$ Distributing (M) Plus (e)	11	–	104.49	10	–	98.24	–	–	–
Class C US\$ Accumulating	1	–	100.70	–	–	–	–	–	–
Class E US\$ Accumulating	1	–	100.70	–	–	–	–	–	–
Class F US\$ Accumulating	1	–	100.74	–	–	–	–	–	–
Class X US\$ Distributing (M) Plus (e)	1	–	104.01	–	–	–	–	–	–
LM Class GBP Accumulating (Hedged)	172,505	1,206	108.92	166,545	1,206	99.21	–	–	–
<b>Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>Δ</sup></b>									
Class A US\$ Distributing (M) Plus (e)	\$ 1,018	10	100.29	\$ 986	10	98.38	\$ –	–	–
Class A Euro Accumulating (Hedged)	1,037	9	101.00	986	9	98.56	–	–	–
Class A Euro Distributing (A) (Hedged)	1,037	9	100.82	987	9	98.56	–	–	–
Class X US\$ Distributing (M) Plus (e)	642	6	101.09	–	–	–	–	–	–
Class X Euro Distributing (A) (Hedged)	11	–	101.23	–	–	–	–	–	–
Class X GBP Distributing (M) (Hedged) Plus (e)	5,308	40	100.84	–	–	–	–	–	–
Premier Class US\$ Accumulating	1,023	10	102.31	988	10	98.76	–	–	–
Premier Class Euro Accumulating (Hedged)	1,042	9	101.50	988	9	98.67	–	–	–
Premier Class JPY Accumulating (Hedged)	5,901	60	10,176.27	–	–	–	–	–	–

The accompanying notes are an integral part of the Financial Statements



# Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup></b>									
Premier Class US\$ Accumulating	\$ 4,435	43	103.93	\$ –	–	–	\$ –	–	–
Premier Class Euro Accumulating (Hedged)	407	4	103.49	–	–	–	–	–	–
LM Class US\$ Accumulating	349,293	3,337	104.67	325,952	3,337	97.68	–	–	–
<b>Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup></b>									
Class A US\$ Distributing (M) Plus (e)	\$ 10	–	99.79	\$ 10	–	100.56	\$ –	–	–
LM Class US\$ Accumulating	796,553	7,788	102.28	786,181	7,788	100.95	–	–	–
<b>Legg Mason Brandywine Global Fixed Income Fund</b>									
Class A US\$ Accumulating	\$ 61,143	418	146.11	\$ 195,851	1,430	136.93	\$ 272,217	1,832	148.57
Class A US\$ Distributing (M)	3,676	36	103.03	2,758	28	97.63	4,308	40	108.12
Class A US\$ Distributing (S)	72,255	570	126.82	87,464	728	120.18	138,335	1,041	132.89
Class A AUD Distributing (M) (Hedged) Plus	869	13	89.39	507	8	85.35	8	–	95.94
Class A Euro Accumulating (Hedged)	91,495	857	95.67	8,837	90	90.45	8,347	75	99.05
Class A Euro Accumulating (Hedged) (AH)	106,439	617	154.67	109,948	676	149.52	159,381	883	161.21
Class A Euro Distributing (A) (Hedged)	839	8	92.05	833	9	88.87	5,494	49	99.64
Class A Euro Distributing (S) (Hedged) (AH)	29,567	228	116.44	29,618	239	113.81	33,464	239	125.13
Class A GBP Accumulating	–	–	–	1	–	104.08	2	–	101.76
Class A GBP Distributing (M) (Hedged)	156	1	94.07	1	–	89.62	1	–	99.49
Class A GBP Distributing (S) (Hedged) (AH)	12,454	78	122.35	15,403	93	119.29	26,723	133	130.52
Class A SGD Accumulating	1,148	1,516	1.03	985	1,386	1.00	–	–	–
Class B US\$ Accumulating	481	4	134.53	446	4	126.24	819	6	137.31
Class B US\$ Distributing (S)	1,738	14	126.80	2,064	17	120.16	2,108	16	132.85
Class C US\$ Accumulating	3,502	27	131.71	3,814	31	123.75	6,810	50	134.94
Class C US\$ Distributing (S)	11,795	93	126.22	13,264	111	119.62	24,078	182	132.23
Class E US\$ Accumulating	9,506	94	101.12	9,113	96	95.05	14,693	142	103.75
Class E Euro Accumulating (Hedged) (AH)	8,749	69	113.80	11,057	92	110.35	34,183	255	119.72
Class F US\$ Accumulating	1,222	12	101.52	755	8	94.96	1,579	15	102.62
Class F US\$ Distributing (S)	444	5	93.58	597	7	88.67	1,303	13	98.07
Class R US\$ Distributing (S)	531	6	93.48	744	8	88.58	1,206	12	97.97
Class R GBP Distributing (S) (Hedged) (AH)	2,281	17	101.03	2,005	15	98.49	5,728	34	107.63
Class X US\$ Accumulating	2,296	23	101.24	2,310	24	94.64	1,135	11	102.18
Class X US\$ Distributing (S)	12,744	136	94.05	11,633	131	89.11	17,119	174	98.56
Class X Euro Accumulating (Hedged)	60,621	536	101.32	60,812	585	95.56	64,510	553	104.20
Class X Euro Accumulating (Hedged) (AH)	12	–	102.29	12	–	98.60	–	–	–
Class X Euro Distributing (S) (Hedged) (AH)	72	1	99.77	1	–	97.43	–	–	–
Class X GBP Accumulating	218	1	118.46	176	1	104.52	2	–	101.85
Class X GBP Accumulating (Hedged)	5,184	40	98.00	587	5	92.08	78	1	99.59
Class X GBP Accumulating (Hedged) (AH)	263	2	102.76	47	–	98.81	–	–	–
Class X GBP Distributing (S) (Hedged)	10,882	89	93.10	773	6	88.74	2,478	16	98.44
Class X GBP Distributing (S) (Hedged) (AH)	9,271	68	103.28	5,898	42	100.74	2,220	13	110.32
Premier Class US\$ Accumulating	137,925	1,182	116.64	127,483	1,170	108.96	211,402	1,800	117.46
Premier Class US\$ Distributing (S)	44,015	454	97.03	48,048	523	91.93	156,746	1,541	101.70
Premier Class CHF Accumulating (Hedged) (AH)	–	–	–	–	–	–	3,270	27	115.72
Premier Class Euro Accumulating	128,173	799	143.85	119,373	796	137.78	184,506	1,140	144.57
Premier Class Euro Accumulating (Hedged)	87,939	807	97.69	92,775	926	92.06	7,926	71	100.33
Premier Class Euro Accumulating (Hedged) (AH)	62,154	438	127.08	59,641	448	122.43	78,321	534	131.13
Premier Class Euro Distributing (S)	1,722	15	104.31	1,758	16	101.00	–	–	–
Premier Class GBP Distributing (M) (Hedged)	7,039	57	93.41	8,374	68	88.99	15,914	104	98.86
Premier Class GBP Distributing (S) (Hedged) (AH)	19,450	133	111.40	20,555	136	108.63	18,325	100	118.87
Premier Class JPY Accumulating (Hedged) (AH)	–	–	–	–	–	–	1,354	14	11,214.97
LM Class US\$ Accumulating	210	2	123.50	195	2	115.02	209	2	123.25
LM Class US\$ Accumulating (Hedged) (AH)	91,024	873	104.27	86,763	873	99.38	–	–	–
<b>Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 52,275	474	110.40	\$ 56,469	528	106.93	\$ 89,346	772	115.81
Class A US\$ Distributing (A)	12,295	125	98.24	12,292	127	96.51	12,685	119	106.44
Class A Euro Accumulating (Hedged)	3,076	27	100.71	3,099	29	98.31	5,204	43	106.92
Class A SEK Accumulating (Hedged)	2,141	191	95.82	1,766	161	93.63	–	–	–
Class B US\$ Distributing (D)	136	1	98.87	182	2	96.57	405	4	106.02
Class C US\$ Accumulating	1,275	13	98.83	1,741	18	95.96	3,238	31	104.45
Class E US\$ Accumulating	592	6	98.57	849	9	95.75	2,104	20	104.33
Class E US\$ Distributing (A)	1,505	15	99.76	1,666	17	97.69	2,134	20	107.75
Class F US\$ Accumulating	12,654	127	99.49	20,802	216	96.17	34,674	334	103.74
Class F US\$ Distributing (A)	–	–	–	–	–	–	102	1	102.13
Class X GBP Accumulating (Hedged)	2,802	21	100.28	2,934	22	97.30	3,494	22	104.82
Class X GBP Distributing (M) (Hedged)	1,104	9	97.69	216	2	95.80	484	3	105.09
Premier Class US\$ Accumulating	156,610	1,533	102.13	175,323	1,778	98.62	172,305	1,623	106.17
Premier Class US\$ Distributing (A)	4,902	51	96.81	4,733	50	95.39	11,724	112	104.75
Premier Class CHF Accumulating (Hedged)	818	9	94.70	786	9	92.38	–	–	–
Premier Class Euro Accumulating (Hedged)	92,936	754	110.57	85,623	731	107.61	101,243	778	116.30
Premier Class Euro Distributing (A) (Hedged)	65,521	643	91.34	52,731	535	90.69	62,328	552	100.98
Premier Class GBP Distributing (M) (Hedged)	37,267	299	94.80	96,792	748	93.00	109,856	698	102.02
Premier Class SEK Accumulating (Hedged)	656	59	95.69	743	68	93.24	–	–	–
Premier Class SGD Accumulating (Hedged)	224,725	289,607	1.06	224,124	308,996	1.02	247,734	309,571	1.09
LM Class US\$ Accumulating	218,532	2,135	102.35	268,948	2,734	98.39	123,817	1,180	104.97
LM Class AUD Accumulating (Hedged)	153,299	1,574	129.62	139,098	1,574	123.84	131,666	1,298	129.86
LM Class Euro Accumulating (Hedged)	232,452	1,871	111.40	219,637	1,871	107.93	11,073	86	115.61
LM Class GBP Accumulating (Hedged)	45,652	336	103.35	22,217	160	99.76	–	–	–
<b>Legg Mason Brandywine Global High Yield Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ –	–	105.28	\$ –	–	–	\$ 438	4	107.50
Class A US\$ Distributing (D)	1	–	101.48	–	–	–	–	–	–
Class F US\$ Distributing (D)	1	–	101.48	–	–	–	–	–	–
Premier Class US\$ Accumulating	9,567	81	118.14	8,743	83	105.15	10,050	88	113.87
Premier Class Euro Accumulating (Hedged) (AH)	3,239	24	120.21	4,378	37	107.99	4,509	35	116.46
Premier Class GBP Accumulating (Hedged) (AH)	999	6	122.33	4,285	28	109.62	5,098	28	117.56
LM Class US\$ Accumulating	71,872	720	99.82	–	–	–	–	–	–
S Class CAD Accumulating (Hedged) (AH)	7,757	90	113.02	6,711	90	100.88	–	–	–
<b>Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 29,971	262	114.61	\$ 27,773	262	105.95	\$ 46,844	404	115.87
Class A US\$ Distributing (M)	12,798	113	112.89	16,095	153	105.54	16,049	136	117.83
Class A Euro Accumulating (Hedged)	–	–	–	203	2	94.02	137	1	103.83
Class C US\$ Accumulating	740	7	107.87	783	8	99.97	1,160	11	109.87
Class E US\$ Accumulating	1,391	13	106.23	412	4	98.50	1,248	12	108.37
Class F US\$ Accumulating	742	8	97.79	685	8	90.22	2,552	26	98.27
Class F US\$ Distributing (M)	284	3	96.77	260	3	90.47	581	6	101.01
Class X US\$ Accumulating	1	–	101.40	–	–	–	–	–	–
Class X Euro Accumulating (Hedged)	628	6	102.13	601	6	95.00	1,046	9	104.40
Class X GBP Distributing (M) (Hedged) (AH)	–	–	–	1	–	96.39	–	–	–
Class X GBP Distributing (M) (Hedged)	1	–	94.49	1	–	88.78	2	–	99.35
Premier Class US\$ Accumulating	136,232	1,169	116.58	122,248	1,138	107.41	38,096	326	116.71
Premier Class US\$ Accumulating (Hedged) (AH)	2,075	20	103.64	1,956	20	97.74	–	–	–
Premier Class US\$ Distributing (M)	4,729	48	98.40	7,305	79	92.01	15,127	147	102.71

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup> (continued)</b>									
Premier Class Euro Accumulating (Hedged) (AH)	\$ 5,677	47	109.40	\$ 5,508	49	103.98	\$ 6,502	52	112.24
Premier Class GBP Accumulating (Hedged)	—	—	—	—	—	—	6,633	43	100.03
Premier Class GBP Distributing (M) (Hedged) (AH)	1,354	10	102.71	77	—	111.32	15,512	82	123.02
Premier Class NZD Accumulating (Hedged) (AH)	20,859	208	138.35	12,421	145	129.63	12,194	119	135.91
LM Class US\$ Accumulating	247,697	2,386	103.82	226,227	2,373	95.35	—	—	—
LM Class Euro Accumulating	8,254	70	105.19	—	—	—	—	—	—
LM Class NZD Accumulating (Hedged) (AH)	146,918	1,295	156.35	126,515	1,315	146.03	141,680	1,232	152.08
<b>Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 1	—	99.07	\$ —	—	—	\$ —	—	—
BW LM Class GBP Accumulating (Hedged) (AH)#	1,204,777	7,062	129.92	1,129,415	7,062	114.91	1,271,197	6,864	119.95
BW LM Class GBP Distributing (S) (Hedged) (AH)#	623,950	4,148	114.56	597,464	4,148	103.50	110,092	629	113.37
BW Premier Class GBP Accumulating (Hedged) (AH)#	320,776	1,767	138.25	297,410	1,744	122.49	394,694	1,993	128.31
BW Premier Class GBP Distributing (S) (Hedged) (AH)#	302,336	2,004	114.89	289,514	2,004	103.80	252,794	1,441	113.67
BW Premier Class US\$ Accumulating#	1	—	115.22	1	—	104.69	1	—	117.16
Class X US\$ Accumulating	1	—	100.73	—	—	—	—	—	—
Premier Class US\$ Accumulating	1	—	99.07	—	—	—	—	—	—
Premier Class Euro Accumulating (Hedged) (AH)	22,221	200	99.60	—	—	—	—	—	—
<b>Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 121	1	115.99	\$ 5	—	104.92	\$ 28	—	109.46
Class A US\$ Distributing (D)	—	—	—	—	—	—	1	—	101.18
Class A US\$ Distributing (M) Plus (e)	1,428	14	98.63	1,175	13	91.46	1,413	14	99.45
Class A Euro Accumulating (Hedged)	3	—	100.01	—	—	—	—	—	—
Class A Euro Distributing (A) (Hedged)	3,711	32	102.71	1	—	95.86	—	—	—
Class A Euro Distributing (M) (Hedged) Plus (e)	11,758	108	97.33	9,870	100	90.91	6,626	60	99.30
Class A GBP Distributing (M) (Hedged) Plus (e)	718	6	98.70	694	5	91.65	2,764	18	99.50
Class A SGD Distributing (M) (Hedged) Plus	4,420	5,644	1.07	35	49	0.99	—	—	—
Class C US\$ Accumulating	—	—	—	24	—	95.07	260	3	99.68
Class C US\$ Distributing (D)	31	—	103.00	28	—	94.67	30	—	101.43
Class X US\$ Distributing (D)	—	—	—	—	—	—	1,223	12	102.71
Class X US\$ Distributing (M) Plus (e)	1,677	17	99.59	2,604	28	92.08	2,650	27	99.52
Class X Euro Distributing (M) (Hedged) Plus (e)	1,517	14	98.75	2,011	20	91.97	1,853	17	99.88
Class X GBP Distributing (M) (Hedged) Plus (e)	12,065	92	100.40	12,620	98	92.95	12,775	82	100.31
Premier Class US\$ Distributing (M) Plus (e)	192	2	100.95	177	2	93.26	365	4	100.67
Premier Class Euro Accumulating (Hedged)	537	5	106.88	476	5	97.02	459	4	100.93
Premier Class Euro Distributing (M) (Hedged) Plus (e)	3,799	34	99.41	2,194	22	92.49	1,237	11	100.27
Premier Class GBP Distributing (M) (Hedged) Plus (e)	46	—	100.18	45	—	92.67	49	—	99.86
Premier Class SEK Accumulating (Hedged)	37,029	2,961	107.05	6,587	580	97.22	5,172	425	101.36
LM Class US\$ Accumulating	—	—	—	—	—	—	40,564	369	110.04
<b>Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 8,894	91	98.18	\$ 13,031	141	92.53	\$ 15,640	152	102.58
Class A Euro Accumulating (Hedged)	746	7	100.87	310	3	95.72	—	—	—
Class X GBP Distributing (M) (Hedged) Plus (e)	—	—	—	—	—	—	1,741	11	98.73
Premier Class US\$ Accumulating	38,091	383	99.57	39,119	418	93.55	5,202	50	103.03
Premier Class US\$ Distributing (A)	3,680	37	98.15	8,911	96	93.17	—	—	—
Premier Class Euro Accumulating (Hedged)	—	—	—	2,107	21	90.35	3,913	35	100.19
Premier Class GBP Accumulating (Hedged)	380	3	97.46	379	3	91.65	464	3	100.90
Premier Class GBP Distributing (M) (Hedged)	4,387	35	96.73	6,879	54	91.93	—	—	—
S Class US\$ Accumulating	—	—	—	—	—	—	9,159	89	103.30
LM Class US\$ Accumulating	15,555	153	101.86	14,529	153	95.14	17,890	173	103.59
<b>Legg Mason Brandywine Global Dynamic US Equity Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 51	1	102.72	\$ 47	1	93.88	\$ —	—	—
Premier Class US\$ Accumulating	517	5	103.37	470	5	94.02	—	—	—
S Class Euro Accumulating (Hedged)	1,529	13	102.72	1,367	13	94.14	—	—	—
<b>Legg Mason Western Asset Brazil Equity Fund<sup>^</sup></b>									
Class A US\$ Distributing (A)	\$ —	—	—	\$ —	—	—	\$ 44	1	48.60
LM Class US\$ Accumulating	—	—	—	—	—	—	2,683	50	53.67
<b>Legg Mason ClearBridge Value Fund</b>									
Class A US\$ Accumulating	\$ 31,577	335	94.27	\$ 45,008	560	80.33	\$ 94,762	1,000	94.73
Class A US\$ Distributing (A)	37,857	211	179.11	45,037	295	152.64	70,211	390	179.98
Class A Euro Accumulating	3,576	30	107.15	2,942	29	93.62	4,877	41	107.33
Class A Euro Distributing (A) (Hedged)	39	—	100.87	33	—	86.70	23	—	102.39
Class A GBP Distributing (A)	25	—	129.07	21	—	103.77	59	—	110.10
Class A SGD Accumulating	3,525	6,019	0.80	3,495	7,002	0.70	5,839	9,919	0.80
Class A SGD Accumulating (Hedged)	841	730	1.57	839	881	1.34	4,189	3,630	1.57
Class B US\$ Accumulating	25	—	101.15	145	2	86.42	10	—	102.41
Class B US\$ Distributing (A)	54	—	168.32	61	—	143.80	346	2	170.39
Class C US\$ Accumulating	1,202	12	98.11	938	11	83.81	1,205	12	99.32
Class C US\$ Distributing (A)	3,902	23	166.98	3,607	25	142.66	5,109	30	169.06
Class E US\$ Accumulating	250	2	101.94	—	—	—	—	—	—
Class F US\$ Accumulating	2	—	180.75	2	—	153.42	2	—	179.54
Class F US\$ Distributing (A)	43	—	190.72	35	—	162.04	2	—	189.84
Class X US\$ Distributing (A)	1,945	15	126.13	1,634	15	107.20	1,974	16	125.56
Premier Class US\$ Accumulating	199,729	1,250	159.83	168,066	1,240	135.50	176,762	1,118	158.15
Premier Class US\$ Distributing (A)	68	1	112.58	285	3	95.87	449	4	112.18
Premier Class Euro Accumulating	1,104	7	132.36	1,087	9	115.07	1,162	8	130.56
Galleon Class	24	—	120.20	20	—	102.27	24	—	119.66
<b>Legg Mason ClearBridge Growth Fund</b>									
Class A US\$ Accumulating	\$ 968	10	99.89	\$ 1,228	13	91.08	\$ 1,823	17	104.24
Class A US\$ Distributing (A)	2,486	20	122.81	2,602	23	112.30	3,852	30	128.97
Class A Euro Accumulating	107	1	132.39	135	1	123.74	167	1	137.63
Class B US\$ Accumulating	—	—	—	—	—	—	8	—	98.82
Class B US\$ Distributing (A)	116	1	115.28	112	1	105.67	216	2	121.97
Class C US\$ Accumulating	57	1	84.01	81	1	76.79	93	1	88.32
Class C US\$ Distributing (A)	2,178	19	114.35	2,049	20	104.82	1,781	15	120.99
<b>Legg Mason ClearBridge Global Equity Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 2,032	21	95.64	\$ 1,817	22	83.81	\$ 1,878	18	103.20
Class A US\$ Distributing (A)	1,758	17	106.36	2,007	21	93.79	2,243	19	116.24
Class B US\$ Accumulating	—	—	—	—	—	—	26	—	101.62
Class C US\$ Accumulating	152	2	94.67	340	4	83.17	648	6	102.93
Class C US\$ Distributing (A)	574	6	104.28	505	6	91.69	198	2	113.53
Premier Class US\$ Accumulating	6,245	63	99.52	—	—	—	—	—	—
<b>Legg Mason ClearBridge Global Equity Income Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ 570	6	93.17	\$ 508	6	83.18	\$ 571	6	97.74
Class A US\$ Distributing (M) Plus	26	—	94.72	24	—	85.87	10	—	103.97
Class A US\$ Distributing (M) Plus (e)	466	5	87.07	416	5	79.86	489	5	96.97
Class A US\$ Distributing (Q)	466	5	90.28	416	5	81.89	489	5	97.67
Class A AUD Distributing (M) (Hedged) Plus	—	—	—	—	—	—	10	—	104.17
Class A CNH Distributing (M) (Hedged) Plus	—	—	—	—	—	—	105	6	104.50
Class A Euro Accumulating (Hedged)	395	4	91.64	348	4	82.76	483	4	97.69

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason ClearBridge Global Equity Income Fund<sup>^</sup></b>									
<b>(continued)</b>									
Class A Euro Distributing (M) (Hedged) Plus (e)	\$ 402	4	85.56	\$ 354	4	79.42	\$ 423	4	96.90
Premier Class US\$ Distributing (M) Plus (e)	474	5	88.55	421	5	80.86	491	5	97.36
Premier Class Euro Accumulating (Hedged)	402	4	93.20	353	4	83.81	424	4	98.09
Premier Class Euro Distributing (M) (Hedged) Plus (e)	401	4	87.02	352	4	80.42	424	4	97.30
LM Class US\$ Accumulating	821	9	94.45	732	9	84.19	853	9	98.15
<b>Legg Mason ClearBridge US Appreciation Fund</b>									
Class A US\$ Accumulating	\$ 54,878	337	162.89	\$ 61,936	419	147.72	\$ 76,627	487	157.48
Class A US\$ Distributing (A)	34,931	215	162.76	64,781	439	147.60	71,560	455	157.36
Class A Euro Accumulating	22,096	93	213.94	20,287	94	198.93	42,677	185	206.20
Class B US\$ Accumulating	2,199	14	151.74	2,270	16	137.95	3,077	21	147.81
Class B US\$ Distributing (A)	1,400	9	155.43	1,508	11	141.30	1,981	13	151.39
Class C US\$ Accumulating	20,139	133	151.80	20,504	149	138.01	24,854	168	147.86
Class C US\$ Distributing (A)	34,209	220	155.43	34,326	243	141.30	36,891	244	151.39
Class E US\$ Accumulating	19,087	107	178.94	19,271	118	162.88	28,761	164	174.96
Class E US\$ Distributing (A)	1,548	9	179.04	2,272	14	162.98	2,946	17	175.06
Class F US\$ Accumulating	4,179	28	147.38	3,707	28	133.25	2,568	18	141.20
Class F US\$ Distributing (A)	2,417	12	198.26	2,359	13	179.81	1,704	9	191.04
Class X US\$ Distributing (A)	14,283	111	128.16	9,574	82	116.25	8,772	71	123.51
Class X Euro Accumulating	613	3	157.56	577	4	145.99	1,080	6	150.33
Premier Class US\$ Accumulating	15,920	80	198.32	8,867	50	178.97	20,403	108	188.94
Premier Class US\$ Distributing (A)	3,368	14	239.12	3,060	14	217.27	3,369	15	230.80
Premier Class Euro Accumulating	22,321	90	222.91	20,143	90	206.27	12,368	52	211.57
LM Class US\$ Accumulating	1,325	13	104.87	—	—	—	—	—	—
LM Class Euro Accumulating	4,108	34	106.87	—	—	—	—	—	—
Class A (G) US\$ Accumulating	5,589	33	167.39	6,016	40	151.53	7,601	47	160.98
Class B (G) US\$ Accumulating	12	—	159.71	11	—	144.94	36	—	154.77
Class L (G) US\$ Accumulating	3,783	24	159.76	5,147	36	144.99	6,127	40	154.80
Class GA US\$ Accumulating	3,155	19	169.72	3,065	20	153.77	4,831	30	163.64
Class GA Euro Accumulating	423	2	218.80	432	2	203.21	499	2	210.21
Class GA Euro Distributing (A)	599	2	218.07	549	2	202.59	684	3	209.64
Class GE US\$ Accumulating	222	1	163.21	202	1	148.43	505	3	159.14
Class GE Euro Accumulating	37	—	210.19	34	—	196.01	97	—	204.04
Class GP US\$ Accumulating	6	—	182.81	5	—	164.43	6	—	172.53
<b>Legg Mason ClearBridge US Fundamental Value Fund<sup>^</sup></b>									
Class A US\$ Accumulating	\$ —	—	—	\$ —	—	—	\$ 14,306	111	128.53
Class A US\$ Distributing (A)	—	—	—	—	—	—	3,019	24	127.41
Class A Euro Accumulating	—	—	—	—	—	—	129	1	174.46
Class B US\$ Accumulating	—	—	—	—	—	—	362	3	131.93
Class B US\$ Distributing (A)	—	—	—	—	—	—	387	3	123.58
Class C US\$ Accumulating	—	—	—	—	—	—	2,276	17	131.96
Class C US\$ Distributing (A)	—	—	—	—	—	—	2,384	19	123.60
Class A (G) US\$ Accumulating	—	—	—	—	—	—	37,781	287	131.52
Class B (G) US\$ Accumulating	—	—	—	—	—	—	285	2	126.42
Class L (G) US\$ Accumulating	—	—	—	—	—	—	15,031	119	126.44
Class GA US\$ Accumulating	—	—	—	—	—	—	12,772	70	181.52
Class GA Euro Accumulating	—	—	—	—	—	—	93	—	203.98
Class GA Euro Distributing (A)	—	—	—	—	—	—	75	—	204.98
Class GE US\$ Accumulating	—	—	—	—	—	—	129	1	175.50
Class GE Euro Accumulating	—	—	—	—	—	—	351	2	199.61
<b>Legg Mason ClearBridge US Large Cap Growth Fund</b>									
Class A US\$ Accumulating	\$ 78,467	398	197.30	\$ 80,220	456	175.87	\$ 41,737	230	181.16
Class A US\$ Distributing (A)	48,464	246	197.37	33,838	192	175.92	18,953	105	181.22
Class A Euro Accumulating	19,867	63	284.28	3,788	13	259.87	3,947	14	260.65
Class A Euro Accumulating (Hedged)	8,824	69	115.14	7,802	69	103.61	—	—	—
Class A Euro Distributing (A)	—	—	—	6	—	119.49	3	—	119.29
Class B US\$ Accumulating	806	4	185.49	910	5	165.75	972	6	171.62
Class B US\$ Distributing (A)	194	1	188.33	171	1	168.29	976	6	174.23
Class C US\$ Accumulating	11,869	64	185.56	17,643	106	165.81	9,850	57	171.67
Class C US\$ Distributing (A)	36,995	196	188.36	33,899	201	168.32	32,577	187	174.26
Class E US\$ Accumulating	12,438	111	111.66	3,791	38	99.90	—	—	—
Class E US\$ Distributing (A)	3,537	33	108.29	4,265	44	96.89	—	—	—
Class F US\$ Accumulating	16,219	156	103.78	—	—	—	—	—	—
Class F US\$ Distributing (A)	8,296	80	103.56	715	8	92.03	—	—	—
Class X US\$ Accumulating	6,448	56	116.01	4,351	42	103.08	—	—	—
Class X Euro Accumulating	48	—	100.31	—	—	—	—	—	—
Class X Euro Accumulating (Hedged)	15	—	100.31	—	—	—	—	—	—
Class X Euro Distributing (A) (Hedged)	3,582	30	107.06	—	—	—	—	—	—
Class X GBP Accumulating	174	1	118.86	1	—	99.66	—	—	—
Premier Class US\$ Accumulating	70,246	586	119.88	60,089	565	106.33	13,247	122	108.48
Premier Class Euro Accumulating (Hedged)	1	—	109.06	—	—	—	—	—	—
Premier Class GBP Accumulating	630	4	118.28	250	2	98.92	—	—	—
LM Class US\$ Accumulating	312	3	107.09	—	—	—	—	—	—
LM Class Euro Accumulating	962	8	109.13	—	—	—	—	—	—
Class A (G) US\$ Accumulating	9,391	46	202.26	8,789	49	179.96	10,382	56	184.74
Class B (G) US\$ Accumulating	7	—	193.03	6	—	172.18	49	—	177.61
Class L (G) US\$ Accumulating	7,943	41	193.01	8,836	51	172.17	9,534	54	177.62
Class GA US\$ Accumulating	1,992	8	241.96	2,564	12	215.48	2,820	13	221.57
Class GA Euro Accumulating	181	1	276.71	161	1	252.67	166	1	252.57
Class GA Euro Distributing (A)	—	—	—	—	—	—	10	—	253.56
Class GE US\$ Distributing (A)	40	—	231.32	36	—	206.78	37	—	214.23
Class GE Euro Accumulating	8	—	266.08	22	—	242.50	46	—	244.41
<b>Legg Mason ClearBridge US Aggressive Growth Fund</b>									
Class A US\$ Accumulating	\$583,913	3,592	162.55	\$749,904	5,109	146.79	\$1,248,459	6,967	179.19
Class A US\$ Distributing (A)	144,479	889	162.59	176,626	1,203	146.82	296,488	1,654	179.23
Class A AUD Accumulating (Hedged)	19,511	198	131.13	24,720	293	118.35	43,026	384	143.55
Class A CHF Accumulating (Hedged)	30	—	96.68	173	2	88.31	392	3	108.97
Class A CNH Accumulating (Hedged)	35	2	101.04	32	2	90.68	10	1	106.44
Class A Euro Accumulating	59,484	226	235.57	86,115	363	218.14	115,515	398	259.28
Class A Euro Accumulating (Hedged)	5,983	42	128.26	9,219	72	116.90	18,693	117	143.13
Class A Euro Distributing (A) (Hedged)	214	2	92.97	131	1	84.71	22	—	103.50
Class A GBP Accumulating	1,806	12	117.15	801	6	99.63	20	—	109.76
Class A HKD Accumulating	14	1	98.19	1	—	88.81	—	—	—
Class A SEK Accumulating (Hedged)	45	3	137.30	31	2	125.49	77	4	154.42
Class A SGD Accumulating (Hedged)	5,093	4,986	1.39	6,138	6,856	1.26	17,860	15,908	1.53
Class B US\$ Accumulating	5,548	34	161.83	5,939	41	146.51	9,882	55	179.74
Class B US\$ Distributing (A)	3,767	24	155.16	3,249	23	140.47	6,947	40	172.33
Class C US\$ Accumulating	25,105	155	161.87	31,789	217	146.54	39,563	220	179.79
Class C US\$ Distributing (A)	54,465	351	155.16	59,950	427	140.47	74,359	431	172.34
Class E US\$ Accumulating	45,468	279	162.86	60,826	412	147.62	85,030	468	181.56
Class E US\$ Distributing (A)	5,807	36	162.88	6,091	41	147.64	4,861	27	181.59
Class E Euro Accumulating (Hedged)	409	3	112.97	648	6	103.22	2,913	20	127.11
Class F US\$ Accumulating	38,640	220	175.96	110,796	699	158.42	193,820	1,008	192.23
Class F US\$ Distributing (A)	5,782	33	176.08	8,445	53	158.53	9,039	47	192.36
Class X US\$ Accumulating	56,438	448	125.91	67,149	593	113.33	166,635	1,212	137.45
Class X US\$ Distributing (A)	38,110	272	139.95	41,767	332	125.96	37,652	246	152.77

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason ClearBridge US Aggressive Growth Fund</b>									
<b>(continued)</b>									
Class X Euro Accumulating	\$ 35,273	244	129.42	\$ 31,840	245	119.45	\$ 49,750	316	140.83
Class X Euro Accumulating (Hedged)	121	1	103.50	856	8	94.03	3,246	25	114.23
Class X GBP Accumulating	102,781	510	153.56	96,069	529	130.41	80,840	367	142.70
Premier Class US\$ Accumulating	860,025	4,182	205.66	978,128	5,293	184.79	1,494,283	6,691	223.33
Premier Class CHF Accumulating (Hedged)	2,422	26	89.99	2,168	26	81.77	—	—	—
Premier Class Euro Accumulating	29,872	124	216.32	34,571	159	199.34	68,278	260	234.22
Premier Class Euro Accumulating (Hedged)	25,072	212	106.02	28,721	275	96.13	83,920	645	116.32
Premier Class Euro Distributing (A)	4,076	18	205.61	4,981	24	189.57	3,248	13	223.24
Premier Class GBP Accumulating (Hedged)	29,325	215	103.80	3,148	24	94.30	1,586	9	114.13
Premier Class GBP Distributing (A)	355,444	1,435	188.63	367,034	1,648	160.00	329,104	1,223	174.35
LM Class US\$ Accumulating	398	4	106.53	—	—	—	—	—	—
LM Class Euro Accumulating	1,213	10	108.56	—	—	—	—	—	—
Class A (G) US\$ Accumulating	30,084	180	167.42	32,191	213	150.92	57,684	314	183.59
Class B (G) US\$ Accumulating	29	—	159.73	27	—	144.35	466	3	176.48
Class L (G) US\$ Accumulating	12,607	79	159.77	13,308	92	144.38	19,727	112	176.52
Class GA Euro Accumulating	1,192	4	244.81	1,097	4	226.42	1,717	6	268.14
Class GA Euro Distributing (A)	73	—	243.91	86	—	225.72	117	—	267.26
Class GE US\$ Accumulating	49	—	204.76	44	—	185.39	54	—	227.49
Class GE Euro Accumulating	43	—	234.84	42	—	218.04	81	—	260.19
Premier Class PLN Accumulating (Hedged)	543	21	99.46	177	8	89.69	—	—	—
<b>Legg Mason ClearBridge Tactical Dividend Income Fund</b>									
Class A US\$ Accumulating	\$ 17,715	173	102.45	\$ 16,583	184	89.92	\$ 3,951	36	111.20
Class A US\$ Distributing (A)	3,581	40	90.46	1,815	22	81.62	—	—	—
Class A US\$ Distributing (M) Plus	6,379	79	80.71	7,127	99	72.33	18,693	201	93.08
Class A US\$ Distributing (M) Plus (e)	28	—	90.94	26	—	81.72	334	3	105.61
Class A US\$ Distributing (Q)	322	4	89.37	240	3	79.63	—	—	—
Class A AUD Distributing (M) (Hedged) Plus	382	6	79.98	672	13	71.97	621	9	93.17
Class A CNH Distributing (M) (Hedged) Plus	789	64	81.85	2,258	201	73.56	5,447	367	93.41
Class A Euro Accumulating	162	2	90.78	189	2	81.73	—	—	—
Class A Euro Accumulating (Hedged)	10	—	89.41	9	—	79.18	1	—	98.25
Class A Euro Distributing (A) (Hedged)	1	—	87.43	1	—	79.66	1	—	100.80
Class A Euro Distributing (M) (Hedged) Plus (e)	448	5	83.42	308	4	75.63	347	3	98.09
Class A HKD Distributing (M) Plus	396	38	80.95	743	79	72.78	507	42	93.44
Class A SGD Distributing (M) (Hedged) Plus	93	155	0.81	54	103	0.73	172	251	0.93
Class B US\$ Accumulating	151	2	92.33	157	2	81.25	—	—	—
Class B US\$ Distributing (A)	159	2	90.29	212	3	81.25	—	—	—
Class B US\$ Distributing (Q)	—	—	—	11	—	78.79	183	2	99.96
Class C US\$ Accumulating	1,742	17	100.29	1,727	20	88.25	797	7	109.68
Class C US\$ Distributing (A)	1,223	14	90.29	1,343	17	81.25	—	—	—
Class C US\$ Distributing (Q)	747	9	82.97	785	11	73.94	1,083	12	93.80
Class F US\$ Accumulating	32,916	351	93.79	31,531	384	82.07	—	—	—
Class F Euro Accumulating	75	1	91.62	74	1	82.23	—	—	—
Class F Euro Distributing (A)	66	1	88.59	60	1	82.23	—	—	—
Class X US\$ Distributing (M) Plus (e)	30	—	92.39	27	—	82.77	—	—	—
Premier Class US\$ Distributing (M) Plus (e)	21	—	93.80	18	—	83.89	288	3	107.35
Premier Class Euro Accumulating (Hedged)	—	—	—	—	—	—	3,390	30	100.97
LM Class US\$ Accumulating	36	—	108.28	31	—	94.32	2,299	20	114.95
<b>Legg Mason ClearBridge US Equity Sustainability Leaders Fund<sup>^</sup></b>									
Class A US\$ Distributing (A)	\$ 110	1	110.20	\$ 96	1	96.54	\$ —	—	—
Class A Euro Accumulating (Hedged)	109	1	109.30	94	1	96.52	—	—	—
Class X US\$ Distributing (A)	111	1	110.81	97	1	96.78	—	—	—
Class X Euro Accumulating (Hedged)	110	1	109.90	94	1	96.76	—	—	—
Class X GBP Accumulating	2	—	120.65	1	—	99.39	—	—	—
Premier Class US\$ Distributing (A)	1,515	14	110.99	194	2	96.92	—	—	—
Premier Class Euro Accumulating (Hedged)	220	2	110.26	189	2	96.90	—	—	—
Premier Class GBP Accumulating	222	1	128.07	194	1	105.34	—	—	—
<b>Legg Mason Opportunity Fund</b>									
Class A US\$ Accumulating	\$ 40,697	243	167.49	\$ 51,520	342	150.46	\$ 88,041	451	195.24
Class A US\$ Distributing (A)	6,180	19	319.90	7,432	26	287.37	15,467	41	372.90
Class A Euro Accumulating (Hedged)	99	1	95.99	275	3	87.05	75	1	112.73
Class A GBP Accumulating	27	—	119.25	24	—	101.06	—	—	118.19
Class A SEK Accumulating (Hedged)	232	16	122.31	32	2	111.35	43	2	145.23
Class X US\$ Accumulating	—	—	—	298	4	80.02	—	—	—
Class X GBP Accumulating	8,801	38	175.31	10,345	50	148.18	12,141	46	172.17
Premier Class US\$ Accumulating	242,913	1,424	170.57	266,154	1,746	152.43	130,585	667	195.78
Premier Class US\$ Distributing (A)	—	—	—	3,274	40	81.85	—	—	—
Premier Class GBP Distributing (A)	16,332	51	245.92	39,876	138	207.39	80,066	216	239.92
Premier Class PLN Accumulating (Hedged)	82	4	91.09	10	1	81.80	—	—	—
<b>Legg Mason Royce US Small Cap Opportunity Fund</b>									
Class A US\$ Accumulating	\$183,088	1,285	142.48	\$168,756	1,469	114.91	\$ 395,196	2,739	144.26
Class A US\$ Distributing (A)	94,886	219	432.72	81,050	232	348.99	143,457	327	438.12
Class A AUD Accumulating (Hedged)	10,317	113	120.99	6,273	90	97.48	15,642	165	121.18
Class A CNH Accumulating (Hedged)	79	5	107.47	65	5	86.14	10	1	104.44
Class A Euro Accumulating	7,300	39	167.30	6,645	44	138.42	19,507	103	168.99
Class A Euro Accumulating (Hedged)	13,820	101	122.39	7,353	68	99.56	4,006	29	125.29
Class A GBP Accumulating (Hedged)	395	3	98.38	335	3	80.18	567	4	100.66
Class A GBP Distributing (A)	976	4	171.27	1,257	7	130.20	2,719	12	147.41
Class A SEK Accumulating (Hedged)	150	10	125.13	35	3	102.18	31	2	129.42
Class A SGD Accumulating	4,927	4,717	1.42	4,564	5,418	1.18	12,095	11,430	1.44
Class A SGD Accumulating (Hedged)	6,446	6,143	1.43	6,048	7,365	1.15	13,300	12,570	1.44
Class B US\$ Accumulating	709	5	152.02	702	6	122.91	2,036	13	155.08
Class B US\$ Distributing (A)	262	1	406.91	315	1	328.99	567	1	415.10
Class C US\$ Accumulating	6,034	40	152.28	5,223	42	123.12	7,147	46	155.34
Class C US\$ Distributing (A)	8,727	22	403.91	9,065	28	326.57	18,130	44	412.04
Class E US\$ Accumulating	6,496	47	138.28	6,749	60	111.94	11,321	80	141.59
Class E US\$ Distributing (A)	1,029	7	138.26	918	8	111.93	1,177	8	141.57
Class E Euro Accumulating	434	2	178.00	407	3	147.72	1,248	6	181.72
Class E Euro Accumulating (Hedged)	21	—	102.57	6	—	83.80	46	—	106.32
Class F US\$ Accumulating	1,857	12	149.03	2,728	23	119.83	16,960	113	149.53
Class F US\$ Distributing (A)	780	5	149.19	1,296	11	119.95	1,776	12	149.69
Class R Euro Accumulating	191	1	126.64	137	1	104.45	165	1	126.83
Class X US\$ Accumulating	22,349	171	130.87	10,913	104	105.15	22,869	175	131.01
Class X Euro Accumulating (Hedged)	10,625	92	103.78	10,489	115	84.19	158	1	105.15
Class X GBP Accumulating	71,194	335	162.03	60,105	351	122.86	87,357	410	138.00
Class X GBP Distributing (A)	152	1	148.56	575	4	112.72	669	3	126.60
Premier Class US\$ Accumulating	124,930	740	168.72	119,680	884	135.33	261,813	1,558	168.03
Premier Class CHF Accumulating (Hedged)	—	—	—	—	—	—	193	2	102.06
Premier Class Euro Accumulating	11,392	47	219.34	7,921	40	180.43	2,547	10	217.80
Premier Class Euro Accumulating (Hedged)	187	2	109.70	154	2	88.77	1,935	17	103.67
Premier Class GBP Accumulating	42,982	217	150.81	20,149	127	114.11	25,609	130	127.77
<b>Legg Mason Royce US Smaller Companies Fund</b>									
Class A US\$ Accumulating	\$ 83,721	607	137.82	\$ 60,023	502	119.68	\$ 108,591	770	141.10
Class A US\$ Distributing (A)	29,134	125	233.58	28,606	141	202.86	46,110	193	239.16
Class A Euro Accumulating	3,462	14	216.46	3,542	17	192.74	22,810	92	221.05

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason Royce US Smaller Companies Fund</b>									
<b>(continued)</b>									
Class A Euro Accumulating (Hedged)	\$ 67	1	110.84	\$ 125	1	97.18	\$ 666	5	114.76
Class A Euro Distributing (A)	8	–	154.04	7	–	137.18	17	–	155.25
Class A GBP Distributing (A)	95	–	210.39	85	–	172.33	109	–	183.17
Class A SEK Accumulating (Hedged)	16	1	115.49	4	–	101.43	4	–	120.50
Class B US\$ Accumulating	381	3	138.17	468	4	120.29	679	5	142.53
Class B US\$ Distributing (A)	284	1	219.58	347	2	191.18	626	3	226.53
Class C US\$ Accumulating	5,134	37	138.14	5,161	43	120.27	7,678	54	142.50
Class C US\$ Distributing (A)	7,200	33	218.49	7,808	41	190.23	14,472	64	225.40
Class E US\$ Accumulating	1,751	12	150.54	1,518	12	131.23	2,458	16	155.88
Class E US\$ Distributing (A)	382	3	150.51	715	5	131.21	869	6	155.86
Class E Euro Accumulating	10	–	145.12	7	–	129.76	23	–	150.26
Class F US\$ Accumulating	565	3	164.49	888	6	142.43	1,280	8	166.91
Class F US\$ Distributing (A)	164	1	176.47	138	1	152.80	446	2	179.06
Class R US\$ Accumulating	1,133	12	97.12	1,007	12	84.13	1,196	12	98.69
Class X US\$ Accumulating	6,394	54	117.92	6,851	67	102.03	11,056	93	119.38
Class X US\$ Distributing (A)	6,624	61	108.06	842	9	93.60	679	6	109.53
Premier Class US\$ Accumulating	2,890	17	174.82	3,195	21	150.99	17,499	99	176.06
Premier Class US\$ Distributing (A)	18,983	152	125.07	18,065	166	108.55	42,224	333	126.70
Premier Class GBP Distributing (A)	11,240	56	152.92	11,981	69	125.20	50,482	248	131.81
LM Class US\$ Accumulating	475	4	110.64	–	–	–	–	–	–
LM Class Euro Accumulating	1,349	11	112.74	–	–	–	3,498	15	202.82
Class A (G) US\$ Accumulating	1,572	11	148.87	1,733	13	128.90	2,343	16	151.05
Class L (G) US\$ Accumulating	1,906	13	141.98	1,817	15	123.24	2,352	16	145.16
Premier Class PLN Accumulating (Hedged)	87	3	107.31	31	1	93.00	–	–	–
<b>Legg Mason Royce Smaller Companies Fund II^</b>									
Class A US\$ Accumulating	\$ –	–	–	\$ –	–	–	\$ 28,858	244	118.30
<b>Legg Mason QS MV European Equity Growth and Income Fund</b>									
Class A US\$ Accumulating	€ 6,332	85	83.33	€ 6,119	84	79.17	€ 7,241	91	88.96
Class A US\$ Accumulating (Hedged)	11,723	119	109.49	28,603	294	105.68	23,218	224	116.04
Class A US\$ Distributing (A)	1,970	13	171.46	1,797	12	166.61	2,544	15	189.84
Class A US\$ Distributing (M) (Hedged) Plus	21,687	239	101.08	48,937	533	99.82	27,511	269	114.50
Class A US\$ Distributing (Q) (Hedged)	1	–	92.92	1	–	91.50	–	–	–
Class A AUD Distributing (M) (Hedged) Plus	8,789	131	99.67	16,028	246	99.32	3,672	46	114.46
Class A CNH Distributing (M) (Hedged) Plus	705	50	105.26	1,172	80	104.52	10	1	118.84
Class A Euro Accumulating	8,730	54	162.88	11,445	72	158.68	23,297	134	173.32
Class A Euro Distributing (A)	261	2	156.31	151	1	155.84	332	2	172.73
Class A Euro Distributing (M) Plus	1,426	14	100.98	1,855	18	100.56	1,166	10	114.72
Class A SGD Distributing (M) (Hedged) Plus	287	467	0.93	51	84	0.92	–	–	–
Class B US\$ Accumulating	915	13	79.09	905	13	75.33	1,581	21	85.02
Class B US\$ Distributing (A)	149	1	168.85	278	2	164.26	212	1	188.24
Class C US\$ Accumulating	1,769	24	80.83	2,014	28	77.00	2,216	29	86.90
Class C US\$ Distributing (A)	1,930	13	168.92	2,143	14	163.83	3,174	19	187.11
Class C US\$ Distributing (Q) (Hedged)	17	–	92.89	1	–	91.41	–	–	–
Class E US\$ Accumulating	44	1	90.99	43	1	86.78	1,249	14	101.24
Class E US\$ Accumulating (Hedged)	1,117	14	91.80	1,489	18	89.02	–	–	–
Class E US\$ Distributing (Q) (Hedged)	1	–	92.85	1	–	91.32	–	–	–
Class F US\$ Accumulating	935	10	99.63	–	–	–	–	–	–
Class F US\$ Distributing (Q) (Hedged)	1	–	93.11	1	–	91.61	–	–	–
Class X Euro Accumulating	1	–	101.26	–	–	–	–	–	–
Premier Class Euro Accumulating	61	1	113.62	35	–	110.13	907	8	119.05
LM Class US\$ Accumulating	453	5	102.09	–	–	–	–	–	–
LM Class Euro Accumulating	3,465	33	104.18	–	–	–	–	–	–
Class A (G) US\$ Accumulating	1,964	26	85.03	2,093	28	80.64	2,708	34	90.31
Class B (G) US\$ Accumulating	1	–	80.50	1	–	76.48	42	1	86.71
Class L (G) US\$ Accumulating	317	4	81.20	481	7	77.42	526	7	87.12
Class GA US\$ Accumulating	1,106	8	145.94	1,093	9	138.47	1,750	13	154.29
Class GA Euro Accumulating	21,321	129	165.64	23,035	143	161.14	32,129	183	175.52
Class GA Euro Distributing (A)	113	1	148.76	113	1	148.55	126	1	164.56
Class GE US\$ Accumulating	74	1	139.03	90	1	132.40	122	1	149.39
<b>Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund</b>									
Class A US\$ Accumulating	\$ 6,596	53	123.77	\$ 6,427	62	103.75	\$ 7,692	63	122.05
Class A US\$ Distributing (A)	10,156	45	228.12	12,875	66	195.58	20,165	87	232.77
Class A US\$ Distributing (M) Plus	6	–	97.45	35	–	83.55	10	–	102.69
Class A AUD Distributing (M) (Hedged) Plus	1	–	103.27	84	1	83.24	10	–	103.06
Class A Euro Accumulating	319	3	112.54	351	3	96.72	595	5	110.66
Class A HKD Distributing (M) Plus	11	1	97.32	9	1	83.66	11	1	102.52
Class A SGD Distributing (M) (Hedged) Plus	4	5	1.09	–	–	–	–	–	–
Class B US\$ Accumulating	110	1	87.59	93	1	73.61	153	2	87.03
Class B US\$ Distributing (A)	319	1	222.73	401	2	190.49	602	3	225.39
Class C US\$ Accumulating	215	2	87.57	181	2	73.60	190	2	87.01
Class C US\$ Distributing (A)	4,741	21	221.58	4,781	25	189.48	7,803	35	224.17
Class E US\$ Accumulating	30	–	121.87	25	–	102.62	30	–	121.71
Class E US\$ Distributing (A)	1	–	121.23	1	–	103.76	1	–	122.78
Class F US\$ Accumulating	11	–	107.23	1	–	89.76	1	–	105.00
Class F US\$ Distributing (A)	1	–	99.38	1	–	85.57	1	–	101.82
Class X US\$ Accumulating	315	3	119.54	263	3	99.83	–	–	–
Class X US\$ Distributing (A)	1	–	110.98	–	–	–	–	–	–
Class GA US\$ Accumulating	9,847	79	124.47	9,026	87	104.29	12,145	99	122.49
Class GA Euro Accumulating	304	2	141.91	255	2	121.93	395	3	139.22
Class GA Euro Distributing (A)	28	–	135.41	24	–	119.19	39	–	137.67
Class GE US\$ Accumulating	472	4	118.98	397	4	100.07	502	4	118.42
Class GE Euro Accumulating	13	–	136.04	11	–	117.32	608	4	134.52
Premier Class PLN Accumulating (Hedged)	855	29	113.68	94	4	94.95	–	–	–
<b>Legg Mason QS Emerging Markets Equity Fund</b>									
Class A US\$ Accumulating	\$ 842	13	66.71	\$ 3,592	63	57.23	\$ 4,685	65	72.41
Class A US\$ Distributing (A)	229	3	72.37	288	5	62.46	430	5	79.30
Class A Euro Accumulating	34	–	104.47	31	–	91.86	40	–	112.99
Class A GBP Distributing (A)	34	–	95.38	29	–	77.66	37	–	88.90
Class B US\$ Accumulating	62	1	71.19	54	1	61.29	73	1	78.07
Class B US\$ Distributing (A)	43	1	70.91	37	1	61.05	70	1	77.77
Class C US\$ Accumulating	352	5	71.21	600	10	61.31	1,229	16	78.10
Class C US\$ Distributing (A)	99	1	70.88	145	2	61.03	267	3	77.74
Class E US\$ Accumulating	158	2	81.24	136	2	70.03	399	4	89.44
Class F US\$ Accumulating	–	–	–	–	–	–	39	–	95.91
Class F US\$ Distributing (A)	–	–	–	1	–	77.33	1	–	98.15
Class X GBP Distributing (A)	2	–	115.89	–	–	–	–	–	–
Premier Class US\$ Accumulating	1	–	91.92	1	–	78.36	1	–	98.09
Premier Class Euro Accumulating	11,141	89	112.85	9,491	88	98.72	11,842	88	120.16

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

	August 31, 2016			February 29, 2016			February 28, 2015		
	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:	Total NAV (000's)	No. Shares (000's)	NAV/Share:
<b>Legg Mason QS MV Global Equity Growth and Income Fund</b>									
Class A US\$ Accumulating	\$ 2,247	15	148.58	\$ 3,166	23	134.82	\$ 3,377	23	144.91
Class A US\$ Distributing (A)	—	—	—	—	—	—	2	—	143.35
Class A US\$ Distributing (M) Plus	1,078	11	100.27	529	6	93.17	—	—	—
Class A AUD Distributing (M) (Hedged) Plus	399	5	99.68	9	—	93.11	—	—	—
Class A HKD Distributing (M) Plus	98	8	100.29	22	2	93.47	—	—	—
Class A SGD Distributing (M) (Hedged) Plus	1	2	1.06	—	—	—	—	—	—
Class X US\$ Accumulating	1	—	103.18	—	—	—	—	—	—
Class GA US\$ Accumulating	3,947	26	151.65	3,759	27	137.37	4,288	29	147.17
Class GA Euro Accumulating	3,889	18	194.88	3,607	18	181.02	4,354	21	188.52
Class GA Euro Distributing (A)	443	2	188.35	413	2	178.61	483	2	187.22
Class GE US\$ Accumulating	52	—	145.84	71	1	132.61	286	2	143.14
Class GE Euro Accumulating	387	2	187.21	404	2	174.54	674	3	183.24
<b>Legg Mason Martin Currie Australia Equity Income Fund</b>									
Class A AUD Distributing (M) Plus	\$ 40	—	99.82	\$ 5	—	90.23	\$ —	—	—
LM Class AUD Accumulating	1,073	10	107.87	939	10	94.40	—	—	—
<b>Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>Ø</sup></b>									
Class A US\$ Accumulating	\$ 1	—	107.18	\$ —	—	—	\$ —	—	—
Class M Euro Distributing (A)	38,275	2,518	13.64	—	—	—	—	—	—
Class M GBP Distributing (A)	61,873	3,270	14.40	—	—	—	—	—	—
Class M US\$ Distributing (A)	39,052	3,309	11.80	—	—	—	—	—	—
Class E US\$ Accumulating	1	—	106.80	—	—	—	—	—	—
Class F US\$ Accumulating	1	—	107.35	—	—	—	—	—	—
<b>Legg Mason Martin Currie Asia Pacific Fund<sup>Ø</sup></b>									
Class A US\$ Distributing (A)	\$ 2,266	195	11.62	\$ —	—	—	\$ —	—	—
Class A Euro Distributing (A)	111	8	12.76	—	—	—	—	—	—
Class X US\$ Distributing (A)	1	—	113.09	—	—	—	—	—	—
<b>Legg Mason Martin Currie European Absolute Alpha Fund<sup>Ø</sup></b>									
Class A (PF) Euro Accumulating	€ 167	2	98.45	€ —	—	—	€ —	—	—
Class A (PF) Euro Distributing (A)	22,714	1,805	12.58	—	—	—	—	—	—
Class A (PF) GBP Distributing (A) (Hedged)	800	53	12.78	—	—	—	—	—	—
Class A (PF) NOK Distributing (A) (Hedged)	135	13	92.84	—	—	—	—	—	—
Class A (PF) SGD Accumulating (Hedged)	1	2	0.99	—	—	—	—	—	—
Class A (PF) US\$ Accumulating	1	—	97.61	—	—	—	—	—	—
Class A (PF) US\$ Accumulating (Hedged)	1	—	98.44	—	—	—	—	—	—
Class A (PF) US\$ Distributing (A) (Hedged)	15,474	1,303	13.23	—	—	—	—	—	—
Class E (PF) US\$ Accumulating	1	—	97.25	—	—	—	—	—	—
Class E (PF) US\$ Accumulating (Hedged)	1	—	98.06	—	—	—	—	—	—
Class M (PF) Euro Accumulating	11,753	120	98.35	—	—	—	—	—	—
Class M (PF) Euro Distributing (A)	136,700	10,604	12.89	—	—	—	—	—	—
Class M (PF) GBP Distributing (A) (Hedged)	32,717	2,128	13.04	—	—	—	—	—	—
Class M (PF) NOK Distributing (A) (Hedged)	2,065	204	93.99	—	—	—	—	—	—
Class M (PF) SEK Distributing (A) (Hedged)	23,526	2,325	96.28	—	—	—	—	—	—
Class M (PF) US\$ Distributing (A) (Hedged)	16,463	1,656	13.10	—	—	—	—	—	—
Class F (PF) US\$ Accumulating	1	—	97.79	—	—	—	—	—	—
Class F (PF) US\$ Accumulating (Hedged)	1	—	98.63	—	—	—	—	—	—
<b>Legg Mason Martin Currie Global Resources Fund<sup>Ø</sup></b>									
Class A US\$ Distributing (A)	\$ 9,103	486	18.72	\$ —	—	—	\$ —	—	—
Class A Euro Distributing (A)	134	17	7.10	—	—	—	—	—	—
Class A GBP Distributing (A)	2,529	136	14.15	—	—	—	—	—	—
Class X GBP Distributing (A)	6,005	433	10.57	—	—	—	—	—	—
<b>Legg Mason Martin Currie Greater China Fund<sup>Ø</sup></b>									
Class A US\$ Distributing (A)	\$ 12,358	531	23.28	\$ —	—	—	\$ —	—	—
Class A Euro Distributing (A)	—	—	7.09	—	—	—	—	—	—
Class X US\$ Distributing (A)	1	—	117.66	—	—	—	—	—	—
<b>Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>Ø</sup></b>									
Class A (PF) Euro Accumulating (Hedged)	¥ 114	—	98.78	¥ —	—	—	¥ —	—	—
Class A (PF) Euro Distributing (A) (Hedged)	373,713	306	10.60	—	—	—	—	—	—
Class A (PF) GBP Distributing (A) (Hedged)	11,743	8	10.81	—	—	—	—	—	—
Class A (PF) SGD Accumulating (Hedged)	113	2	1.00	—	—	—	—	—	—
Class A (PF) US\$ Accumulating	109	—	105.73	—	—	—	—	—	—
Class A (PF) US\$ Accumulating (Hedged)	102	—	98.52	—	—	—	—	—	—
Class E (PF) US\$ Accumulating	109	—	105.47	—	—	—	—	—	—
Class E (PF) US\$ Accumulating (Hedged)	101	—	98.18	—	—	—	—	—	—
Class M (PF) Euro Distributing (A) (Hedged)	873,457	707	10.74	—	—	—	—	—	—
Class M (PF) GBP Distributing (A) (Hedged)	84,526	56	11.08	—	—	—	—	—	—
Class M (PF) US\$ Distributing (A) (Hedged)	34,779	31	10.97	—	—	—	—	—	—
Class F (PF) US\$ Accumulating	109	—	105.97	—	—	—	—	—	—
Class F (PF) US\$ Accumulating (Hedged)	102	—	98.78	—	—	—	—	—	—
<b>Legg Mason Martin Currie North American Fund<sup>Ø</sup></b>									
Class A US\$ Distributing (A)	\$ 2,745	222	12.36	\$ —	—	—	\$ —	—	—
Class A Euro Distributing (A)	480	38	11.30	—	—	—	—	—	—
Class A GBP Distributing (A)	1,539	125	9.41	—	—	—	—	—	—
Class X GBP Distributing (A)	2	—	116.74	—	—	—	—	—	—
<b>Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>µ</sup></b>									
Class A US\$ Accumulating	\$ 133	1	106.51	\$ —	—	—	\$ —	—	—
Class A Euro Accumulating	133	1	105.59	—	—	—	—	—	—
Class X Euro Accumulating	160	1	105.73	—	—	—	—	—	—
Class X GBP Accumulating	289	2	107.66	—	—	—	—	—	—
Class X GBP Accumulating (Hedged)	153	1	106.54	—	—	—	—	—	—
Premier Class US\$ Accumulating	160	2	106.71	—	—	—	—	—	—
S Class GBP Accumulating	10,105	71	108.21	—	—	—	—	—	—
<b>Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>µ</sup></b>									
Class A US\$ Distributing (M) Plus (e)	\$ 401	4	104.69	\$ —	—	—	\$ —	—	—
Class A AUD Distributing (M) Plus	399	5	103.89	—	—	—	—	—	—
Class A Euro Distributing (M) Plus (e)	401	3	103.67	—	—	—	—	—	—
Class X US\$ Accumulating	106	1	105.62	—	—	—	—	—	—
S Class GBP Accumulating	389	3	107.29	—	—	—	—	—	—
S Class GBP Distributing (M) Plus (e)	389	3	106.48	—	—	—	—	—	—

Amounts designated as “—” are either \$0/€0/¥0/£0 or less than \$1,000/€1,000/¥1,000/£1,000.

NAV per share information represents Redeemable Participating Shares denominated in the respective currency of each relevant share class.

Ø Effective April 29, 2016 Legg Mason Western Asset Global Credit Absolute Return Fund<sup>Ø</sup> ceased trading.

The accompanying notes are an integral part of the Financial Statements



## Statement of Financial Position – (continued)

Ø Effective March 11, 2016 Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie Global Resources Fund<sup>^</sup>, Legg Mason Martin Currie Greater China Fund<sup>^</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie North American Fund<sup>^</sup> commenced trading.

μ Effective June 28, 2016 Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup> and Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup> commenced trading.

# Effective August 25, 2016, the following Share Classes of Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup> have changed their names from LM Class and Premier Class to BW LM Class and BW Premier Class respectively.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Comprehensive Income

	Legg Mason Western Asset US Money Market Fund		Legg Mason Western Asset US Core Bond Fund		Legg Mason Western Asset US Core Plus Bond Fund		Legg Mason Western Asset Euro Core Plus Bond Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 3,150	\$ 1,229	\$ 728	\$ 606	\$ 9,696	\$ 5,798	€ 712	€ 477
Interest	–	–	–	–	–	–	–	–
Equalisation	–	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	1	6	7	67	161	1,422	2,600	2,312
Net unrealised gain/(loss) on financial instruments held for trading	–	–	1,769	(975)	24,526	(11,082)	1,357	(4,593)
<b>Total Investment Income/(Loss)</b>	<b>3,151</b>	<b>1,235</b>	<b>2,504</b>	<b>(302)</b>	<b>34,383</b>	<b>(3,862)</b>	<b>4,669</b>	<b>(1,804)</b>
<b>EXPENSES:</b>								
Investment management fees (Note 3)	3,313	3,197	249	211	2,094	1,105	166	104
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	422	395	20	17	229	131	36	20
Shareholder service fees (Note 3)	–	–	34	28	175	78	3	3
Legal fees	6	–	–	–	3	2	–	–
Audit fees	25	24	17	9	23	23	14	15
Printing fees	35	28	2	1	18	9	3	1
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	2	4	–	–	1	2	2	–
Other expenses	207	149	18	7	108	45	26	10
<b>Total Expenses</b>	<b>4,010</b>	<b>3,803</b>	<b>340</b>	<b>273</b>	<b>2,651</b>	<b>1,395</b>	<b>250</b>	<b>153</b>
Expense waivers and reimbursements/recoupment (Note 3)	(1,015)	(2,726)	(8)	(3)	–	–	(14)	(8)
Total Net Expenses	2,995	1,077	332	270	2,651	1,395	236	145
<b>Net Profit/(Loss) before finance costs</b>	<b>156</b>	<b>158</b>	<b>2,172</b>	<b>(572)</b>	<b>31,732</b>	<b>(5,257)</b>	<b>4,433</b>	<b>(1,949)</b>
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	(149)	(149)	(140)	(133)	(369)	(324)	(8)	(13)
<b>Profit/(Loss) for the financial period</b>	<b>7</b>	<b>9</b>	<b>2,032</b>	<b>(705)</b>	<b>31,363</b>	<b>(5,581)</b>	<b>4,425</b>	<b>(1,962)</b>
Withholding taxes on dividends and other taxation	–	–	(2)	(1)	–	(26)	2	(1)
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 7</b>	<b>\$ 9</b>	<b>\$ 2,030</b>	<b>\$ (706)</b>	<b>\$ 31,363</b>	<b>\$ (5,607)</b>	<b>€ 4,427</b>	<b>€ (1,963)</b>

  

	Legg Mason Western Asset Global High Yield Fund		Legg Mason Western Asset US Short-Term Government Fund		Legg Mason Western Asset US Adjustable Rate Fund		Legg Mason Western Asset Global Inflation Management Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 9,212	\$ 13,402	\$ 187	\$ 188	\$ 30	\$ 27	\$ 100	\$ 136
Interest	–	–	–	–	–	–	–	–
Equalisation	(3)	(21)	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	(14,461)	(16,340)	14	(18)	(44)	(40)	382	169
Net unrealised gain/(loss) on financial instruments held for trading	42,277	(8,913)	(62)	(55)	69	22	565	(469)
<b>Total Investment Income/(Loss)</b>	<b>37,025</b>	<b>(11,872)</b>	<b>139</b>	<b>115</b>	<b>55</b>	<b>9</b>	<b>1,047</b>	<b>(164)</b>
<b>EXPENSES:</b>								
Investment management fees (Note 3)	1,156	1,976	140	162	46	54	50	63
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	89	139	9	11	3	4	4	4
Shareholder service fees (Note 3)	112	195	12	15	4	4	6	8
Legal fees	1	2	–	–	–	–	–	–
Audit fees	28	27	16	15	15	14	16	16
Printing fees	8	10	1	1	–	–	–	–
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	2	–	–	–	–	–	–
Other expenses	77	67	13	6	8	4	10	3
<b>Total Expenses</b>	<b>1,471</b>	<b>2,418</b>	<b>191</b>	<b>210</b>	<b>76</b>	<b>80</b>	<b>86</b>	<b>94</b>
Expense waivers and reimbursements/recoupment (Note 3)	(8)	–	(14)	(8)	(13)	(9)	(24)	(17)
Total Net Expenses	1,463	2,418	177	202	63	71	62	77
<b>Net Profit/(Loss) before finance costs</b>	<b>35,562</b>	<b>(14,290)</b>	<b>(38)</b>	<b>(87)</b>	<b>(8)</b>	<b>(62)</b>	<b>985</b>	<b>(241)</b>
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	(5,230)	(7,402)	(4)	–	–	–	–	–
<b>Profit/(Loss) for the financial period</b>	<b>30,332</b>	<b>(21,692)</b>	<b>(42)</b>	<b>(87)</b>	<b>(8)</b>	<b>(62)</b>	<b>985</b>	<b>(241)</b>
Withholding taxes on dividends and other taxation	(36)	(30)	–	–	–	–	1	(1)
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 30,296</b>	<b>\$ (21,722)</b>	<b>\$ (42)</b>	<b>\$ (87)</b>	<b>\$ (8)</b>	<b>\$ (62)</b>	<b>\$ 986</b>	<b>\$ (242)</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason Western Asset Short Duration High Income Bond Fund		Legg Mason Western Asset Global Multi Strategy Fund		Legg Mason Western Asset US High Yield Fund		Legg Mason Western Asset Emerging Markets Total Return Bond Fund		Legg Mason Western Asset Emerging Markets Corporate Bond Fund	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 831	\$ 789	\$ 30,323	\$ 34,670	\$ 15,654	\$ 19,560	\$ 1,458	\$ 2,383	\$ 786	\$ 1,786
–	–	–	–	–	–	–	–	–	–
–	–	(1)	(2)	–	(1)	(1)	(1)	(1)	–
(974)	30	(98,247)	12,331	(22,908)	(4,701)	(413)	(613)	(1,809)	(3,355)
3,514	(1,688)	166,197	(103,470)	68,841	(30,483)	6,049	(3,738)	4,917	1,481
3,371	(869)	98,272	(56,471)	61,587	(15,625)	7,093	(1,969)	3,893	(88)
160	209	2,358	3,507	1,409	2,181	366	590	6	86
–	–	–	–	–	–	–	–	–	–
10	13	402	505	148	206	21	35	12	29
11	17	167	280	124	212	26	43	–	–
–	–	6	7	2	3	–	–	–	–
18	18	34	33	28	26	29	29	13	13
1	1	35	36	13	15	2	3	1	2
–	–	–	–	–	–	–	–	–	–
–	–	2	2	1	2	–	–	–	–
–	–	2	5	–	–	–	–	–	–
17	6	252	207	104	91	31	20	16	14
217	264	3,258	4,582	1,829	2,736	475	720	48	145
(6)	(4)	–	–	(2)	–	(13)	(7)	–	–
211	260	3,258	4,582	1,827	2,736	462	713	48	145
<b>3,160</b>	<b>(1,129)</b>	<b>95,014</b>	<b>(61,053)</b>	<b>59,760</b>	<b>(18,361)</b>	<b>6,631</b>	<b>(2,682)</b>	<b>3,845</b>	<b>(233)</b>
(434)	(323)	(8,968)	(11,454)	(6,538)	(9,033)	(494)	(801)	(704)	(1,043)
<b>2,726</b>	<b>(1,452)</b>	<b>86,046</b>	<b>(72,507)</b>	<b>53,222</b>	<b>(27,394)</b>	<b>6,137</b>	<b>(3,483)</b>	<b>3,141</b>	<b>(1,276)</b>
23	(1)	(173)	(402)	(50)	(53)	(3)	8	(4)	–
<b>\$ 2,749</b>	<b>\$ (1,453)</b>	<b>\$ 85,873</b>	<b>\$ (72,909)</b>	<b>\$ 53,172</b>	<b>\$ (27,447)</b>	<b>\$ 6,134</b>	<b>\$ (3,475)</b>	<b>\$ 3,137</b>	<b>\$ (1,276)</b>
Legg Mason Western Asset Asian Opportunities Fund		Legg Mason Western Asset Global Blue Chip Bond Fund		Legg Mason Western Asset Brazil Bond Fund^		Legg Mason Western Asset Global Credit Absolute Return Fund^δ		Legg Mason Western Asset UK£ Core Plus Bond Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 10,129	\$ 12,841	\$ 536	\$ 622	\$ –	\$ 1,846	\$ 110	\$ 2,362	£ –	£ –
–	–	–	–	–	–	–	–	–	–
3	–	–	–	–	–	–	–	–	–
(3,045)	(16,939)	(996)	224	–	(5,624)	(3,200)	(308)	–	–
34,315	(36,050)	1,390	(929)	–	(3,041)	4,694	(4,458)	–	–
41,402	(40,148)	930	(83)	–	(6,819)	1,604	(2,404)	–	–
1,609	1,985	169	111	–	1	16	414	–	–
–	–	–	–	–	–	–	–	–	–
167	206	15	15	–	12	2	32	–	–
128	153	16	9	–	–	–	8	–	–
2	3	–	–	–	–	–	–	–	–
24	23	9	8	–	10	22	21	–	–
14	15	1	1	–	1	–	2	–	–
–	–	–	–	–	–	–	–	–	–
1	–	–	–	–	–	–	3	–	–
1	2	–	–	–	–	–	–	–	–
134	108	19	9	–	5	9	14	–	–
2,080	2,495	229	153	–	29	49	494	–	–
(31)	(30)	–	–	–	–	–	–	–	–
2,049	2,465	229	153	–	29	49	494	–	–
<b>39,353</b>	<b>(42,613)</b>	<b>701</b>	<b>(236)</b>	<b>–</b>	<b>(6,848)</b>	<b>1,555</b>	<b>(2,898)</b>	<b>–</b>	<b>–</b>
(4,142)	(3,966)	(201)	(297)	–	(14)	(82)	(1,540)	–	–
<b>35,211</b>	<b>(46,579)</b>	<b>500</b>	<b>(533)</b>	<b>–</b>	<b>(6,862)</b>	<b>1,473</b>	<b>(4,438)</b>	<b>–</b>	<b>–</b>
(685)	(758)	–	–	–	–	5	(21)	–	–
<b>\$ 34,526</b>	<b>\$ (47,337)</b>	<b>\$ 500</b>	<b>\$ (533)</b>	<b>\$ –</b>	<b>\$ (6,862)</b>	<b>\$ 1,478</b>	<b>\$ (4,459)</b>	<b>£ –</b>	<b>£ –</b>

The accompanying notes are an integral part of the Financial Statements



## Statement of Comprehensive Income – (continued)

	Legg Mason Western Asset Global Core Plus Bond Fund <sup>^</sup>		Legg Mason Western Asset Global Inflation-Linked Fund <sup>^</sup>		Legg Mason Western Asset UK£ Inflation-Linked Plus Fund <sup>^</sup>		Legg Mason Western Asset UK£ Long Duration Fund <sup>^</sup>	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 3,530	\$ 1,746	\$ –	\$ –	£ –	£ –	£ –	£ –
Interest	2	–	–	–	–	–	–	–
Equalisation	–	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	(458)	417	–	–	–	–	–	–
Net unrealised gain/(loss) on financial instruments held for trading	12,049	(4,500)	–	–	–	–	–	–
<b>Total Investment Income/(Loss)</b>	<b>15,123</b>	<b>(2,337)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>EXPENSES:</b>								
Investment management fees (Note 3)	550	276	–	–	–	–	–	–
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	103	51	–	–	–	–	–	–
Shareholder service fees (Note 3)	2	–	–	–	–	–	–	–
Legal fees	1	1	–	–	–	–	–	–
Audit fees	18	17	–	–	–	–	–	–
Printing fees	7	3	–	–	–	–	–	–
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	1	–	–	–	–	–	–	–
Other expenses	44	12	–	–	–	–	–	–
<b>Total Expenses</b>	<b>726</b>	<b>360</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Expense waivers and reimbursements/recoupment (Note 3)	–	–	–	–	–	–	–	–
<b>Total Net Expenses</b>	<b>726</b>	<b>360</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Net Profit/(Loss) before finance costs</b>	<b>14,397</b>	<b>(2,697)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	(18)	(1)	–	–	–	–	–	–
<b>Profit/(Loss) for the financial period</b>	<b>14,379</b>	<b>(2,698)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Withholding taxes on dividends and other taxation	22	(23)	–	–	–	–	–	–
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 14,401</b>	<b>\$ (2,721)</b>	<b>\$ –</b>	<b>\$ –</b>	<b>£ –</b>	<b>£ –</b>	<b>£ –</b>	<b>£ –</b>

  

	Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>		Legg Mason Western Asset Structured Opportunities Fund <sup>^</sup>		Legg Mason Western Asset US Mortgage-Backed Securities Fund <sup>^</sup>		Legg Mason Brandywine Global Fixed Income Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 128	\$ –	\$ 10,352	\$ –	\$ 11,368	\$ –	\$ 20,389	\$ 23,407
Interest	–	–	–	–	–	–	–	–
Equalisation	–	–	–	–	–	–	(54)	(124)
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	(355)	–	3,865	–	(1,363)	–	6,171	(17,750)
Net unrealised gain/(loss) on financial instruments held for trading	413	–	9,514	–	750	–	50,361	(113,226)
<b>Total Investment Income/(Loss)</b>	<b>186</b>	<b>–</b>	<b>23,731</b>	<b>–</b>	<b>10,755</b>	<b>–</b>	<b>76,867</b>	<b>(107,693)</b>
<b>EXPENSES:</b>								
Investment management fees (Note 3)	40	–	10	–	–	–	4,497	6,285
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	4	–	133	–	309	–	444	547
Shareholder service fees (Note 3)	5	–	–	–	–	–	425	581
Legal fees	–	–	2	–	4	–	6	8
Audit fees	7	–	11	–	9	–	43	42
Printing fees	–	–	10	–	19	–	39	39
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	–	1	–	3	–	1	6
Other expenses	7	–	30	–	39	–	279	228
<b>Total Expenses</b>	<b>63</b>	<b>–</b>	<b>197</b>	<b>–</b>	<b>383</b>	<b>–</b>	<b>5,734</b>	<b>7,736</b>
Expense waivers and reimbursements/recoupment (Note 3)	(10)	–	–	–	–	–	–	–
<b>Total Net Expenses</b>	<b>53</b>	<b>–</b>	<b>197</b>	<b>–</b>	<b>383</b>	<b>–</b>	<b>5,734</b>	<b>7,736</b>
<b>Net Profit/(Loss) before finance costs</b>	<b>133</b>	<b>–</b>	<b>23,534</b>	<b>–</b>	<b>10,372</b>	<b>–</b>	<b>71,133</b>	<b>(115,429)</b>
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	(47)	–	–	–	–	–	(3,053)	(4,528)
<b>Profit/(Loss) for the financial period</b>	<b>86</b>	<b>–</b>	<b>23,534</b>	<b>–</b>	<b>10,372</b>	<b>–</b>	<b>68,080</b>	<b>(119,957)</b>
Withholding taxes on dividends and other taxation	(3)	–	–	–	–	–	687	(25)
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 83</b>	<b>\$ –</b>	<b>\$ 23,534</b>	<b>\$ –</b>	<b>\$ 10,372</b>	<b>\$ –</b>	<b>\$ 68,767</b>	<b>\$(119,982)</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason Western Asset Global Credit Fund		Legg Mason Western Asset Euro High Yield Fund		Legg Mason Western Asset Macro Opportunities Bond Fund^		Legg Mason Western Asset EM Local Currency Debt Fund^		Legg Mason Western Asset Multi-Asset Credit Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 1,361	\$ 1,839	€ 2,486	€ 2,739	\$ 97,839	\$ 83,787	\$ 3,428	\$ –	\$ 4,286	\$ –
–	–	4	10	144	(38)	–	–	–	–
(117)	(528)	1,806	(100)	(173,988)	35,518	1,310	–	(15,033)	–
5,469	(3,862)	4,740	(2,236)	617,677	(145,365)	6,456	–	16,854	–
6,713	(2,551)	9,036	413	541,672	(26,098)	11,194	–	6,107	–
21	23	1	1	24,119	23,619	239	–	2	–
–	–	–	–	–	–	–	–	–	–
28	37	35	34	1,563	1,480	37	–	69	–
3	3	–	–	1,531	1,493	–	–	–	–
–	–	–	–	23	20	1	–	1	–
10	10	13	13	23	25	8	–	9	–
2	3	2	2	105	75	3	–	5	–
–	–	–	–	–	–	–	–	–	–
–	–	–	–	5	2	–	–	1	–
–	–	2	–	10	14	–	–	–	–
24	16	21	14	570	229	13	–	18	–
88	92	74	64	27,949	26,957	301	–	105	–
–	–	–	–	–	–	–	–	–	–
88	92	74	64	27,949	26,957	301	–	105	–
6,625	(2,643)	8,962	349	513,723	(53,055)	10,893	–	6,002	–
(25)	(27)	(253)	(270)	(8,383)	(5,336)	–	–	–	–
6,600	(2,670)	8,709	79	505,340	(58,391)	10,893	–	6,002	–
(5)	(5)	1	–	(2,726)	(2,875)	(101)	–	(11)	–
\$ 6,595	\$ (2,675)	€ 8,710	€ 79	\$ 502,614	\$ (61,266)	\$ 10,792	\$ –	\$ 5,991	\$ –
Legg Mason Brandywine Global Fixed Income Absolute Return Fund^		Legg Mason Brandywine Global High Yield Fund^		Legg Mason Brandywine Global Opportunistic Fixed Income Fund^		Legg Mason Brandywine Global Sovereign Credit Fund^		Legg Mason Brandywine Global Income Optimiser Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 22,991	\$ 24,672	\$ 829	\$ 548	\$ 11,295	\$ 8,597	\$ 48,836	\$ 52,971	\$ 1,215	\$ 1,912
–	–	–	–	–	–	–	7,178	–	(1)
(50,762)	4,915	367	(627)	16,896	(10,854)	(116,166)	63,253	(1,108)	(1,296)
98,498	(128,083)	1,848	(551)	34,454	(53,733)	223,884	(363,121)	4,361	(2,784)
70,727	(98,496)	3,044	(630)	62,645	(55,990)	156,554	(239,719)	4,468	(2,169)
3,410	4,494	82	72	837	641	1,100	1,099	233	182
–	–	–	–	–	–	–	–	–	–
526	624	12	7	233	183	943	834	23	31
59	92	–	–	37	48	–	–	24	26
8	8	–	–	3	3	13	11	–	–
24	24	22	22	25	23	21	21	23	24
38	36	1	1	17	11	63	44	2	2
–	–	–	–	–	–	–	–	–	–
–	4	–	–	7	4	–	–	–	–
2	6	–	–	1	2	5	8	–	–
267	204	8	3	114	55	266	51	29	12
4,334	5,492	125	105	1,274	970	2,411	2,068	334	277
–	–	(15)	(14)	–	–	–	–	(33)	(6)
4,334	5,492	110	91	1,274	970	2,411	2,068	301	271
66,393	(103,988)	2,934	(721)	61,371	(56,960)	154,143	(241,787)	4,167	(2,440)
(2,152)	(3,218)	–	–	(282)	(346)	(19,045)	(7,610)	(834)	(787)
64,241	(107,206)	2,934	(721)	61,089	(57,306)	135,098	(249,397)	3,333	(3,227)
(342)	(537)	(7)	–	(179)	(159)	(1,030)	(2,569)	(7)	(3)
\$ 63,899	\$(107,743)	\$ 2,927	\$ (721)	\$ 60,910	\$ (57,465)	\$ 134,068	\$(251,966)	\$ 3,326	\$ (3,230)

The accompanying notes are an integral part of the Financial Statements



## Statement of Comprehensive Income – (continued)

	Legg Mason Brandywine Global Credit Opportunities Fund^		Legg Mason Brandywine Global Dynamic US Equity Fund^		Legg Mason Western Asset Brazil Equity Fund^		Legg Mason ClearBridge Value Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 1,002	\$ 1,177	\$ 26	\$ –	\$ –	\$ 45	\$ 2,539	\$ 2,750
Interest	–	–	–	–	–	–	–	–
Equalisation	–	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	(1,211)	(766)	(33)	–	–	(633)	3,517	22,256
Net unrealised gain/(loss) on financial instruments held for trading	5,247	(2,967)	234	–	–	(199)	43,601	(46,960)
<b>Total Investment Income/(Loss)</b>	<b>5,038</b>	<b>(2,556)</b>	<b>227</b>	<b>–</b>	<b>–</b>	<b>(787)</b>	<b>49,657</b>	<b>(21,954)</b>
<b>EXPENSES:</b>								
Investment management fees (Note 3)	374	429	4	–	–	–	1,341	1,724
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	29	33	1	–	–	1	115	132
Shareholder service fees (Note 3)	8	13	–	–	–	–	177	284
Legal fees	–	–	–	–	–	–	1	2
Audit fees	17	14	7	–	–	10	13	13
Printing fees	2	2	–	–	–	–	10	9
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	–	–	–	–	–	–	–
Other expenses	18	3	4	–	–	2	70	51
<b>Total Expenses</b>	<b>448</b>	<b>494</b>	<b>16</b>	<b>–</b>	<b>–</b>	<b>13</b>	<b>1,727</b>	<b>2,217</b>
Expense waivers and reimbursements/recoupment (Note 3)	(7)	–	(10)	–	–	–	–	–
Total Net Expenses	441	494	6	–	–	13	1,727	2,217
<b>Net Profit/(Loss) before finance costs</b>	<b>4,597</b>	<b>(3,050)</b>	<b>221</b>	<b>–</b>	<b>–</b>	<b>(800)</b>	<b>47,930</b>	<b>(24,171)</b>
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	(143)	(17)	–	–	–	(1)	(3)	(1)
<b>Profit/(Loss) for the financial period</b>	<b>4,454</b>	<b>(3,067)</b>	<b>221</b>	<b>–</b>	<b>–</b>	<b>(801)</b>	<b>47,927</b>	<b>(24,172)</b>
Withholding taxes on dividends and other taxation	(12)	–	(8)	–	–	(3)	(641)	(765)
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 4,442</b>	<b>\$ (3,067)</b>	<b>\$ 213</b>	<b>\$ –</b>	<b>\$ –</b>	<b>\$ (804)</b>	<b>\$ 47,286</b>	<b>\$ (24,937)</b>

  

	Legg Mason ClearBridge US Large Cap Growth Fund		Legg Mason ClearBridge US Aggressive Growth Fund		Legg Mason ClearBridge Tactical Dividend Income Fund		Legg Mason ClearBridge US Equity Sustainability Leaders Fund^	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 2,082	\$ 879	\$ 14,395	\$ 22,687	\$ 1,915	\$ 2,502	\$ 13	\$ –
Interest	–	–	–	–	–	–	–	–
Equalisation	–	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	8,692	5,582	93,267	18,002	(669)	(792)	(10)	–
Net unrealised gain/(loss) on financial instruments held for trading	27,343	(8,521)	220,777	(430,447)	8,568	(11,485)	243	–
<b>Total Investment Income/(Loss)</b>	<b>38,117</b>	<b>(2,060)</b>	<b>328,439</b>	<b>(389,758)</b>	<b>9,814</b>	<b>(9,775)</b>	<b>246</b>	<b>–</b>
<b>EXPENSES:</b>								
Investment management fees (Note 3)	1,951	995	13,701	23,655	399	543	5	–
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	126	54	1,116	1,841	27	35	–	–
Shareholder service fees (Note 3)	375	194	2,366	4,186	62	90	1	–
Legal fees	2	1	17	25	1	–	–	–
Audit fees	16	16	31	31	20	22	7	–
Printing fees	10	4	99	125	2	2	–	–
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	–	2	–	–	–	–
Directors' fees and expenses (Note 3)	–	1	4	19	–	–	–	–
Other expenses	59	21	755	676	30	11	6	–
<b>Total Expenses</b>	<b>2,539</b>	<b>1,286</b>	<b>18,089</b>	<b>30,560</b>	<b>541</b>	<b>703</b>	<b>19</b>	<b>–</b>
Expense waivers and reimbursements/recoupment (Note 3)	–	–	–	–	(27)	(5)	(12)	–
Total Net Expenses	2,539	1,286	18,089	30,560	514	698	7	–
<b>Net Profit/(Loss) before finance costs</b>	<b>35,578</b>	<b>(3,346)</b>	<b>310,350</b>	<b>(420,318)</b>	<b>9,300</b>	<b>(10,473)</b>	<b>239</b>	<b>–</b>
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	–	–	(175)	–	(330)	(520)	–	–
<b>Profit/(Loss) for the financial period</b>	<b>35,578</b>	<b>(3,346)</b>	<b>310,175</b>	<b>(420,318)</b>	<b>8,970</b>	<b>(10,993)</b>	<b>239</b>	<b>–</b>
Withholding taxes on dividends and other taxation	(549)	(231)	(2,039)	(5,260)	(312)	(553)	(4)	–
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 35,029</b>	<b>\$ (3,577)</b>	<b>\$ 308,136</b>	<b>\$ (425,578)</b>	<b>\$ 8,658</b>	<b>\$ (11,546)</b>	<b>\$ 235</b>	<b>\$ –</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason ClearBridge Growth Fund		Legg Mason ClearBridge Global Equity Fund^		Legg Mason ClearBridge Global Equity Income Fund^		Legg Mason ClearBridge US Appreciation Fund		Legg Mason ClearBridge US Fundamental Value Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 33	\$ 39	\$ 88	\$ 100	\$ 125	\$ 122	\$ 2,981	\$ 3,373	\$ -	\$ 252
-	-	-	-	-	-	-	-	-	-
211	286	(126)	(6)	(76)	(32)	18,441	16,543	-	25,340
403	(808)	680	(529)	496	(302)	10,124	(35,583)	-	(27,160)
647	(483)	642	(435)	545	(212)	31,546	(15,667)	-	(1,568)
43	54	33	40	21	24	1,802	2,222	-	91
3	3	2	2	2	2	109	127	-	6
11	14	8	10	4	5	379	482	-	5
-	-	-	-	-	-	2	2	-	-
12	11	11	10	17	16	18	17	-	26
-	-	-	-	-	-	9	9	-	1
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1	-	-
8	3	7	3	14	2	70	50	-	12
77	85	61	65	58	49	2,389	2,910	-	141
(4)	(3)	(15)	(10)	(25)	(14)	-	-	-	(5)
73	82	46	55	33	35	2,389	2,910	-	136
574	(565)	596	(490)	512	(247)	29,157	(18,577)	-	(1,704)
-	-	(13)	(11)	(54)	(51)	(64)	(50)	-	(4)
574	(565)	583	(501)	458	(298)	29,093	(18,627)	-	(1,708)
(8)	(10)	(8)	(11)	(12)	(13)	(875)	(958)	-	(96)
\$ 566	\$ (575)	\$ 575	\$ (512)	\$ 446	\$ (311)	\$ 28,218	\$ (19,585)	\$ -	\$ (1,804)
Legg Mason Opportunity Fund		Legg Mason Royce US Small Cap Opportunity Fund		Legg Mason Royce US Smaller Companies Fund		Legg Mason Royce Smaller Companies Fund II^		Legg Mason PCM US Equity Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 1,211	\$ 947	\$ 2,939	\$ 3,761	\$ 1,372	\$ 2,396	\$ -	\$ 145	\$ -	\$ -
-	-	-	-	-	-	-	-	-	-
(1,008)	13,978	(8,381)	53,083	2,982	17,041	-	2,349	-	-
36,557	(23,912)	136,048	(126,850)	21,946	(37,882)	-	(1,833)	-	-
36,760	(8,987)	130,606	(70,006)	26,300	(18,445)	-	661	-	-
1,347	1,431	3,468	5,644	1,157	1,829	-	135	-	-
-	-	-	-	-	-	-	-	-	-
135	124	228	347	67	113	-	7	-	-
112	195	721	1,155	232	328	-	32	-	-
2	2	3	5	1	2	-	1	-	-
13	12	15	12	18	17	-	6	-	-
11	8	19	25	6	8	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	8	-	-	-	-	-	-
1	2	1	4	-	1	-	-	-	-
72	47	149	154	52	50	-	4	-	-
1,693	1,821	4,604	7,354	1,533	2,348	-	185	-	-
-	-	-	-	(5)	-	-	-	-	-
1,693	1,821	4,604	7,354	1,528	2,348	-	185	-	-
35,067	(10,808)	126,002	(77,360)	24,772	(20,793)	-	476	-	-
-	-	-	-	(152)	(81)	-	-	-	-
35,067	(10,808)	126,002	(77,360)	24,620	(20,874)	-	476	-	-
(17)	(358)	(599)	(1,026)	(267)	(575)	-	(34)	-	-
\$ 35,050	\$ (11,166)	\$ 125,403	\$ (78,386)	\$ 24,353	\$ (21,449)	\$ -	\$ 442	\$ -	\$ -

The accompanying notes are an integral part of the Financial Statements



## Statement of Comprehensive Income – (continued)

	Legg Mason Permal Global Absolute Fund^		Legg Mason QS MV European Equity Growth and Income Fund		Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund		Legg Mason Batterymarch International Large Cap Fund^	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ –	\$ –	€ 4,277	€ 5,473	\$ 1,115	\$ 1,672	\$ –	\$ –
Interest	–	–	1	–	–	–	–	–
Equalisation	–	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	–	–	173	11,711	(1,682)	1,056	–	–
Net unrealised gain/(loss) on financial instruments held for trading	–	–	(896)	(27,453)	7,300	(9,067)	–	–
<b>Total Investment Income/(Loss)</b>	–	–	3,555	(10,269)	6,733	(6,339)	–	–
<b>EXPENSES:</b>								
Investment management fees (Note 3)	–	–	870	1,215	289	412	–	–
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	–	–	50	66	14	19	–	–
Shareholder service fees (Note 3)	–	–	171	242	44	66	–	–
Legal fees	–	–	1	1	–	–	–	–
Audit fees	–	–	17	18	16	16	–	–
Printing fees	–	–	4	4	1	1	–	–
Dividend expense	–	–	–	–	–	–	–	–
Interest expense	–	–	7	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	–	3	1	–	–	–	–
Other expenses	–	–	41	20	21	12	–	–
<b>Total Expenses</b>	–	–	1,164	1,567	385	526	–	–
Expense waivers and reimbursements/recoupment (Note 3)	–	–	(1)	–	(5)	(2)	–	–
<b>Total Net Expenses</b>	–	–	1,163	1,567	380	524	–	–
<b>Net Profit/(Loss) before finance costs</b>	–	–	2,392	(11,836)	6,353	(6,863)	–	–
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	–	–	(1,385)	(1,599)	(395)	(212)	–	–
<b>Profit/(Loss) for the financial period</b>	–	–	1,007	(13,435)	5,958	(7,075)	–	–
Withholding taxes on dividends and other taxation	–	–	(325)	(545)	(104)	(190)	–	–
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	\$ –	\$ –	€ 682	€ (13,980)	\$ 5,854	\$ (7,265)	\$ –	\$ –

  

	Legg Mason Martin Currie Asia Pacific Fund^Ø		Legg Mason Martin Currie European Absolute Alpha Fund^Ø		Legg Mason Martin Currie Global Resources Fund^Ø		Legg Mason Martin Currie Greater China Fund^Ø	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>(in 000's)</b>								
<b>INVESTMENT INCOME:</b>								
Gross dividend income and bond interest	\$ 42	\$ –	€ 3,603	€ –	\$ 224	\$ –	\$ 242	\$ –
Interest	–	–	356	–	–	–	–	–
Equalisation	–	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:								
Net realised (loss)/gain on financial instruments held for trading	22	–	(11,604)	–	151	–	143	–
Net unrealised gain/(loss) on financial instruments held for trading	249	–	6,718	–	1,689	–	1,792	–
<b>Total Investment Income/(Loss)</b>	313	–	(927)	–	2,064	–	2,177	–
<b>EXPENSES:</b>								
Investment management fees (Note 3)	16	–	2,037	–	107	–	84	–
Performance fees	–	–	–	–	–	–	–	–
Administrator and depositary fees (Note 3)	1	–	101	–	7	–	4	–
Shareholder service fees (Note 3)	4	–	453	–	30	–	20	–
Legal fees	–	–	1	–	–	–	–	–
Audit fees	6	–	6	–	6	–	7	–
Printing fees	–	–	8	–	1	–	–	–
Dividend expense	–	–	1,367	–	–	–	–	–
Interest expense	–	–	899	–	–	–	1	–
Directors' fees and expenses (Note 3)	–	–	–	–	–	–	–	–
Other expenses	9	–	35	–	11	–	9	–
<b>Total Expenses</b>	36	–	4,907	–	162	–	125	–
Expense waivers and reimbursements/recoupment (Note 3)	(15)	–	(231)	–	(30)	–	(16)	–
<b>Total Net Expenses</b>	21	–	4,676	–	132	–	109	–
<b>Net Profit/(Loss) before finance costs</b>	292	–	(5,603)	–	1,932	–	2,068	–
<b>FINANCE COSTS:</b>								
Distributions to holders of redeemable participating shares (Note 4)	–	–	–	–	–	–	–	–
<b>Profit/(Loss) for the financial period</b>	292	–	(5,603)	–	1,932	–	2,068	–
Withholding taxes on dividends and other taxation	(3)	–	(272)	–	(36)	–	(25)	–
<b>Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	\$ 289	\$ –	€ (5,875)	€ –	\$ 1,896	\$ –	\$ 2,043	\$ –

The accompanying notes are an integral part of the Financial Statements



Legg Mason QS Emerging Markets Equity Fund		Legg Mason QS MV Global Equity Growth and Income Fund		Legg Mason Congruix Japan Equity Fund		Legg Mason Martin Currie Australia Equity Income Fund		Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup> Ø	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 282	\$ 348	\$ 394	\$ 332	¥ –	¥ –	\$ 33	\$ 15	\$ 2,395	\$ –
–	–	–	–	–	–	–	–	–	–
(964)	(267)	(189)	1,821	–	–	9	(3)	397	–
3,057	(2,659)	1,138	(2,731)	–	–	97	(90)	11,898	–
2,375	(2,578)	1,343	(578)	–	–	139	(78)	14,690	–
74	102	84	97	–	–	–	–	632	–
–	–	–	–	–	–	–	–	–	–
6	7	5	5	–	–	–	–	49	–
7	12	5	6	–	–	–	–	221	–
–	–	–	–	–	–	–	–	1	–
16	16	7	7	–	–	11	7	6	–
–	1	–	–	–	–	–	–	4	–
–	–	–	–	–	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–
–	–	–	–	–	–	–	–	–	–
13	5	11	4	–	–	4	2	21	–
116	143	112	119	–	–	15	9	934	–
(21)	(12)	–	–	–	–	(12)	(8)	(182)	–
95	131	112	119	–	–	3	1	752	–
2,280	(2,709)	1,231	(697)	–	–	136	(79)	13,938	–
(2)	(1)	(24)	(3)	–	–	(1)	–	–	–
2,278	(2,710)	1,207	(700)	–	–	135	(79)	13,938	–
(40)	(42)	(44)	(54)	–	–	(1)	(1)	(89)	–
\$ 2,238	\$ (2,752)	\$ 1,163	\$ (754)	¥ –	¥ –	\$ 134	\$ (80)	\$ 13,849	\$ –
Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup> Ø		Legg Mason Martin Currie North American Fund <sup>^</sup> Ø		Legg Mason Martin Currie Global Long-Term Unconstrained Fund <sup>^</sup> µ		Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> µ		Legg Mason Global Funds plc	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
¥ 11,530	¥ –	\$ 43	\$ –	\$ 29	\$ –	\$ 17	\$ –	\$ 367,016	\$ 348,331
111	–	–	–	–	–	–	–	403	–
–	–	–	–	–	–	–	–	92	7,001
(191,304)	–	5	–	28	–	8	–	(370,556)	230,561
47,258	–	376	–	631	–	89	–	1,980,352	(1,824,321)
(132,405)	–	424	–	688	–	114	–	1,977,307	(1,238,428)
11,285	–	32	–	9	–	4	–	78,811	93,431
4	–	–	–	–	–	–	–	–	–
542	–	2	–	2	–	–	–	8,284	8,539
2,409	–	8	–	–	–	1	–	8,423	10,641
26	–	–	–	–	–	–	–	115	116
716	–	6	–	3	–	3	–	932	845
148	–	–	–	–	–	–	–	636	542
6,054	–	–	–	–	–	–	–	1,590	–
1,784	–	–	–	–	–	–	–	1,050	25
1	–	–	–	–	–	–	–	45	84
1,625	–	10	–	2	–	2	–	4,310	2,725
24,594	–	58	–	16	–	10	–	104,196	116,948
(2,746)	–	(16)	–	(4)	–	(5)	–	(1,902)	(2,890)
21,848	–	42	–	12	–	5	–	102,294	114,058
(154,253)	–	382	–	676	–	109	–	1,875,013	(1,352,486)
–	–	–	–	–	–	(9)	–	(62,684)	(58,819)
(154,253)	–	382	–	676	–	100	–	1,812,329	(1,411,305)
(1,856)	–	(13)	–	(3)	–	(1)	–	(11,019)	(18,265)
¥ (156,109)	¥ –	\$ 369	\$ –	\$ 673	\$ –	\$ 99	\$ –	\$ 1,801,310	\$(1,429,570)

The accompanying notes are an integral part of the Financial Statements



## Statement of Comprehensive Income – (continued)

Amounts designated as “–” are either \$0/€0/¥0/£0 or less than \$1,000/€1,000/¥1,000/£1,000.

Gains and losses are solely from continuing operations except for Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> which has discontinued operations. There were no other gains or losses other than those dealt with in the Statement of Comprehensive Income.

The Euro figures for Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund, Legg Mason QS MV European Equity Growth and Income Fund and Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup> have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31 2016, using the USD/EUR rate of 0.8918.

The Yen figures for Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2016 using the USD/JPY rate of 106.9884.

The Australian Dollar figures for Legg Mason Martin Currie Australia Equity Income Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2016 using the USD/AUD rate of 1.3325.

Ø Effective April 29, 2016 Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> ceased trading.

Ø Effective March 11, 2016 Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie Global Resources Fund<sup>^</sup>, Legg Mason Martin Currie Greater China Fund<sup>^</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie North American Fund<sup>^</sup> commenced trading.

µ Effective June 28, 2016 Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup> and Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup> commenced trading.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



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## Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

(000's)	Legg Mason Western Asset US Money Market Fund		Legg Mason Western Asset US Core Bond Fund		Legg Mason Western Asset US Core Plus Bond Fund		Legg Mason Western Asset Euro Core Plus Bond Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 7</b>	<b>\$ 9</b>	<b>\$ 2,030</b>	<b>\$ (706)</b>	<b>\$ 31,363</b>	<b>\$ (5,607)</b>	<b>€ 4,427</b>	<b>€ (1,963)</b>
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	655,636	554,056	18,349	21,860	281,548	146,923	2,273	110
Net proceeds from reinvested distributions	143	121	131	140	324	220	2	6
Cost of shares reacquired	(545,751)	(565,365)	(13,499)	(28,618)	(66,503)	(106,353)	(2,807)	(782)
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>110,028</b>	<b>(11,188)</b>	<b>4,981</b>	<b>(6,618)</b>	<b>215,369</b>	<b>40,790</b>	<b>(532)</b>	<b>(666)</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	110,035	(11,179)	7,011	(7,324)	246,732	35,183	3,895	(2,629)
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	1,044,990	1,052,778	45,292	46,175	494,599	331,010	90,733	54,937
Currency translation	—	—	—	—	—	—	—	—
<b>End of period</b>	<b>\$1,155,025</b>	<b>\$1,041,599</b>	<b>\$ 52,303</b>	<b>\$ 38,851</b>	<b>\$ 741,331</b>	<b>\$ 366,193</b>	<b>€ 94,628</b>	<b>€ 52,308</b>

  

(000's)	Legg Mason Western Asset Global High Yield Fund		Legg Mason Western Asset US Short-Term Government Fund		Legg Mason Western Asset US Adjustable Rate Fund		Legg Mason Western Asset Global Inflation Management Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 30,296</b>	<b>\$ (21,722)</b>	<b>\$ (42)</b>	<b>\$ (87)</b>	<b>\$ (8)</b>	<b>\$ (62)</b>	<b>\$ 986</b>	<b>\$ (242)</b>
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	139,487	145,395	4,478	6,294	167	2,671	120	3,037
Net proceeds from reinvested distributions	731	1,001	6	—	—	—	—	—
Cost of shares reacquired	(141,916)	(263,075)	(4,498)	(12,102)	(2,708)	(4,968)	(3,414)	(1,057)
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>(1,698)</b>	<b>(116,679)</b>	<b>(14)</b>	<b>(5,808)</b>	<b>(2,541)</b>	<b>(2,297)</b>	<b>(3,294)</b>	<b>1,980</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	28,598	(138,401)	(56)	(5,895)	(2,549)	(2,359)	(2,308)	1,738
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	210,231	421,422	23,622	30,621	9,176	10,158	10,220	10,439
Currency translation	—	—	—	—	—	—	—	—
<b>End of period</b>	<b>\$ 238,829</b>	<b>\$ 283,021</b>	<b>\$ 23,566</b>	<b>\$ 24,726</b>	<b>\$ 6,627</b>	<b>\$ 7,799</b>	<b>\$ 7,912</b>	<b>\$ 12,177</b>

  

(000's)	Legg Mason Western Asset Global Core Plus Bond Fund^		Legg Mason Western Asset Global Inflation-Linked Fund^		Legg Mason Western Asset UK£ Inflation-Linked Plus Fund^		Legg Mason Western Asset UK£ Long Duration Fund^	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 14,401</b>	<b>\$ (2,721)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>£ —</b>	<b>£ —</b>	<b>£ —</b>	<b>£ —</b>
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	78,370	40,109	—	—	—	—	—	—
Net proceeds from reinvested distributions	—	—	—	—	—	—	—	—
Cost of shares reacquired	(35,220)	(7,345)	—	—	—	—	—	—
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>43,150</b>	<b>32,764</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	57,551	30,043	—	—	—	—	—	—
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	225,799	117,237	—	—	—	—	—	—
Currency translation	—	—	—	—	—	—	—	—
<b>End of period</b>	<b>\$ 283,350</b>	<b>\$ 147,280</b>	<b>\$ —</b>	<b>\$ —</b>	<b>£ —</b>	<b>£ —</b>	<b>£ —</b>	<b>£ —</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason Western Asset Short Duration High Income Bond Fund		Legg Mason Western Asset Global Multi Strategy Fund		Legg Mason Western Asset US High Yield Fund		Legg Mason Western Asset Emerging Markets Total Return Bond Fund		Legg Mason Western Asset Emerging Markets Corporate Bond Fund	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 2,749	\$ (1,453)	\$ 85,873	\$ (72,909)	\$ 53,172	\$ (27,447)	\$ 6,134	\$ (3,475)	\$ 3,137	\$ (1,276)
1,767	10,288	104,988	201,807	78,900	196,037	9,724	17,807	15,723	1,631
448	308	1,288	1,714	4,500	5,266	349	407	705	1,050
(4,811)	(3,964)	(134,534)	(283,705)	(105,602)	(225,943)	(34,074)	(44,864)	(29,992)	(18,974)
(2,596)	6,632	(28,258)	(80,184)	(22,202)	(24,640)	(24,001)	(26,650)	(13,564)	(16,293)
153	5,179	57,615	(153,093)	30,970	(52,087)	(17,867)	(30,125)	(10,427)	(17,569)
24,555	28,616	992,926	1,409,739	368,959	580,869	60,901	103,459	41,448	82,947
–	–	–	–	–	–	–	–	–	–
\$ 24,708	\$ 33,795	\$ 1,050,541	\$ 1,256,646	\$ 399,929	\$ 528,782	\$ 43,034	\$ 73,334	\$ 31,021	\$ 65,378
Legg Mason Western Asset Asian Opportunities Fund		Legg Mason Western Asset Global Blue Chip Bond Fund		Legg Mason Western Asset Brazil Bond Fund <sup>^</sup>		Legg Mason Western Asset Global Credit Absolute Return Fund <sup>^δ</sup>		Legg Mason Western Asset UK£ Core Plus Bond Fund <sup>^</sup>	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 34,526	\$ (47,337)	\$ 500	\$ (533)	\$ –	\$ (6,862)	\$ 1,478	\$ (4,459)	£ –	£ –
223,593	62,154	11,768	2,076	–	199	9,866	9,612	–	–
274	343	31	13	–	–	–	–	–	–
(92,285)	(171,697)	(13,588)	(14,218)	–	–	(31,455)	(22,524)	–	–
131,582	(109,200)	(1,789)	(12,129)	–	199	(21,589)	(12,912)	–	–
166,108	(156,537)	(1,289)	(12,662)	–	(6,663)	(20,111)	(17,371)	–	–
394,036	594,337	36,540	45,192	–	33,574	20,111	92,225	–	–
–	–	–	–	–	–	–	–	–	–
\$ 560,144	\$ 437,800	\$ 35,251	\$ 32,530	\$ –	\$ 26,911	\$ –	\$ 74,854	£ –	£ –
Legg Mason Western Asset Global Credit Fund		Legg Mason Western Asset Euro High Yield Fund		Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup>		Legg Mason Western Asset EM Local Currency Debt Fund <sup>^</sup>		Legg Mason Western Asset Multi-Asset Credit Fund <sup>^</sup>	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 6,595	\$ (2,675)	€ 8,710	€ 79	\$ 502,614	\$ (61,266)	\$ 10,792	\$ –	\$ 5,991	\$ –
27	422	596	5,629	799,363	1,700,809	10,000	–	4,508	–
13	14	243	264	468	388	–	–	–	–
(3,552)	(618)	(2,080)	(725)	(853,845)	(612,860)	–	–	(4,533)	–
(3,512)	(182)	(1,241)	5,168	(54,014)	1,088,337	10,000	–	(25)	–
3,083	(2,857)	7,469	5,247	448,600	1,027,071	20,792	–	5,966	–
69,057	100,107	87,048	88,576	3,854,111	3,281,062	77,524	–	166,555	–
–	–	–	–	–	–	–	–	–	–
\$ 72,140	\$ 97,250	€ 94,517	€ 93,823	\$4,302,711	\$4,308,133	\$ 98,316	\$ –	\$ 172,521	\$ –

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>		Legg Mason Western Asset Structured Opportunities Fund <sup>^</sup>		Legg Mason Western Asset US Mortgage-Backed Securities Fund <sup>^</sup>		Legg Mason Brandywine Global Fixed Income Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
(000's)								
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 83</b>	<b>–</b>	<b>\$ 23,534</b>	<b>\$ –</b>	<b>\$ 10,372</b>	<b>\$ –</b>	<b>\$ 68,767</b>	<b>\$ (119,982)</b>
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	12,038	–	6,269	–	–	–	273,482	389,998
Net proceeds from reinvested distributions	12	–	–	–	–	–	450	627
Cost of shares reacquired	(49)	–	(1,620)	–	–	–	(384,474)	(437,927)
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>12,001</b>	<b>–</b>	<b>4,649</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(110,542)</b>	<b>(47,302)</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	12,084	–	28,183	–	10,372	–	(41,775)	(167,284)
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	4,935	–	325,952	–	786,191	–	1,143,279	1,506,302
Currency translation	–	–	–	–	–	–	–	–
<b>End of period</b>	<b>\$ 17,019</b>	<b>–</b>	<b>\$ 354,135</b>	<b>\$ –</b>	<b>\$ 796,563</b>	<b>\$ –</b>	<b>\$1,101,504</b>	<b>\$1,339,018</b>

	Legg Mason Brandywine Global Credit Opportunities Fund <sup>^</sup>		Legg Mason Brandywine Global Dynamic US Equity Fund <sup>^</sup>		Legg Mason Western Asset Brazil Equity Fund <sup>^</sup>		Legg Mason ClearBridge Value Fund	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
(000's)								
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 4,442</b>	<b>\$ (3,067)</b>	<b>\$ 213</b>	<b>\$ –</b>	<b>\$ –</b>	<b>\$ (804)</b>	<b>\$ 47,286</b>	<b>\$ (24,937)</b>
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	5,990	67,859	–	–	–	5	22,030	37,696
Net proceeds from reinvested distributions	6	–	–	–	–	–	18	–
Cost of shares reacquired	(23,970)	(12,328)	–	–	–	–	(56,801)	(72,870)
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>(17,974)</b>	<b>55,531</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>5</b>	<b>(34,753)</b>	<b>(35,174)</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	(13,532)	52,464	213	–	–	(799)	12,533	(60,111)
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	85,265	54,009	1,884	–	–	2,727	273,255	367,005
Currency translation	–	–	–	–	–	–	–	–
<b>End of period</b>	<b>\$ 71,733</b>	<b>\$ 106,473</b>	<b>\$ 2,097</b>	<b>\$ –</b>	<b>\$ –</b>	<b>\$ 1,928</b>	<b>\$ 285,788</b>	<b>\$ 306,894</b>

	Legg Mason ClearBridge US Large Cap Growth Fund		Legg Mason ClearBridge US Aggressive Growth Fund		Legg Mason ClearBridge Tactical Dividend Income Fund		Legg Mason ClearBridge US Equity Sustainability Leaders Fund <sup>^</sup>	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
(000's)								
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	<b>\$ 35,029</b>	<b>\$ (3,577)</b>	<b>\$ 308,136</b>	<b>\$ (425,578)</b>	<b>\$ 8,658</b>	<b>\$ (11,546)</b>	<b>\$ 235</b>	<b>\$ –</b>
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	174,696	51,781	315,184	1,667,108	5,148	85,706	1,204	–
Net proceeds from reinvested distributions	–	–	96	85	71	5	1	–
Cost of shares reacquired	(133,922)	(43,572)	(1,077,656)	(1,272,721)	(12,406)	(27,300)	–	–
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>40,774</b>	<b>8,209</b>	<b>(762,376)</b>	<b>394,472</b>	<b>(7,187)</b>	<b>58,411</b>	<b>1,205</b>	<b>–</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	75,803	4,632	(454,240)	(31,106)	1,471	46,865	1,440	–
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	272,153	145,306	3,045,028	4,565,364	66,001	38,114	959	–
Currency translation	–	–	–	–	–	–	–	–
<b>End of period</b>	<b>\$ 347,956</b>	<b>\$ 149,938</b>	<b>\$ 2,590,788</b>	<b>\$ 4,534,258</b>	<b>\$ 67,472</b>	<b>\$ 84,979</b>	<b>\$ 2,399</b>	<b>\$ –</b>

The accompanying notes are an integral part of the Financial Statements



Legg Mason Brandywine Global Fixed Income Absolute Return Fund^		Legg Mason Brandywine Global High Yield Fund^		Legg Mason Brandywine Global Opportunistic Fixed Income Fund^		Legg Mason Brandywine Global Sovereign Credit Fund^		Legg Mason Brandywine Global Income Optimiser Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 63,899	\$ (107,743)	\$ 2,927	\$ (721)	\$ 60,910	\$ (57,465)	\$ 134,068	\$ (251,966)	\$ 3,326	\$ (3,230)
53,510	773,574	73,031	1,066	35,906	300,664	26,192	1,440,358	45,170	16,197
434	673	—	2	307	233	—	—	5	11
(187,389)	(158,707)	(6,639)	(2,368)	(25,843)	(77,907)	—	(829,032)	(7,995)	(11,485)
(133,445)	615,540	66,392	(1,300)	10,370	222,990	26,192	611,326	37,180	4,723
(69,546)	507,797	69,319	(2,021)	71,280	165,525	160,260	359,360	40,506	1,493
1,392,771	1,125,616	24,117	20,095	549,071	305,363	2,313,804	2,028,778	38,546	77,469
—	—	—	—	—	—	—	—	—	—
\$1,323,225	\$1,633,413	\$ 93,436	\$ 18,074	\$ 620,351	\$ 470,888	\$2,474,064	\$2,388,138	\$ 79,052	\$ 78,962
Legg Mason ClearBridge Growth Fund		Legg Mason ClearBridge Global Equity Fund^		Legg Mason ClearBridge Global Equity Income Fund^		Legg Mason ClearBridge US Appreciation Fund		Legg Mason ClearBridge US Fundamental Value Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 566	\$ (575)	\$ 575	\$ (512)	\$ 446	\$ (311)	\$ 28,218	\$ (19,585)	\$ —	\$ (1,804)
191	1,805	6,383	2,168	21	85	30,825	35,967	—	312
—	—	9	10	32	29	3	—	—	2
(1,052)	(1,679)	(875)	(1,118)	—	(11)	(77,102)	(77,775)	—	(87,890)
(861)	126	5,517	1,060	53	103	(46,274)	(41,808)	—	(87,576)
(295)	(449)	6,092	548	499	(208)	(18,056)	(61,393)	—	(89,380)
6,207	7,940	4,669	4,993	3,924	4,772	290,903	360,024	—	89,380
—	—	—	—	—	—	—	—	—	—
\$ 5,912	\$ 7,491	\$ 10,761	\$ 5,541	\$ 4,423	\$ 4,564	\$ 272,847	\$ 298,631	\$ —	\$ —
Legg Mason Opportunity Fund		Legg Mason Royce US Small Cap Opportunity Fund		Legg Mason Royce US Smaller Companies Fund		Legg Mason Royce Smaller Companies Fund II^		Legg Mason PCM US Equity Fund^	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 35,050	\$ (11,166)	\$ 125,403	\$ (78,386)	\$ 24,353	\$ (21,449)	\$ —	\$ 442	\$ —	\$ —
17,425	78,698	134,153	141,524	31,936	21,311	—	1,114	—	—
185	20	—	—	1	—	—	—	—	—
(116,537)	(83,137)	(166,734)	(421,123)	(26,227)	(107,061)	—	(30,414)	—	—
(98,927)	(4,419)	(32,581)	(279,599)	5,710	(85,750)	—	(29,300)	—	—
(63,877)	(15,585)	92,822	(357,985)	30,063	(107,199)	—	(28,858)	—	—
379,240	326,420	539,913	1,070,253	154,964	338,167	—	28,858	—	—
—	—	—	—	—	—	—	—	—	—
\$ 315,363	\$ 310,835	\$ 632,735	\$ 712,268	\$ 185,027	\$ 230,968	\$ —	\$ —	\$ —	\$ —

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	Legg Mason Permal Global Absolute Fund <sup>Δ</sup>		Legg Mason QS MV European Equity Growth and Income Fund		Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund		Legg Mason Battery March International Large Cap Fund <sup>Δ</sup>	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
(000's)								
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	\$ –	\$ –	€ 682	€ (13,980)	\$ 5,854	\$ (7,265)	\$ –	\$ –
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	–	–	16,946	197,899	3,113	11,303	–	–
Net proceeds from reinvested distributions	–	–	–	–	208	111	–	–
Cost of shares reacquired	–	–	(69,938)	(162,844)	(10,154)	(12,916)	–	–
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	–	–	<b>(52,992)</b>	<b>35,055</b>	<b>(6,833)</b>	<b>(1,502)</b>	–	–
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	–	–	(52,310)	21,075	(979)	(8,767)	–	–
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	–	–	149,975	135,733	35,335	50,953	–	–
Currency translation	–	–	–	–	–	–	–	–
<b>End of period</b>	<b>\$ –</b>	<b>\$ –</b>	<b>€ 97,665</b>	<b>€ 156,808</b>	<b>\$ 34,356</b>	<b>\$ 42,186</b>	<b>\$ –</b>	<b>\$ –</b>

	Legg Mason Martin Currie Asia Pacific Fund <sup>Δ</sup> Ø		Legg Mason Martin Currie European Absolute Alpha Fund <sup>Δ</sup> Ø		Legg Mason Martin Currie Global Resources Fund <sup>Δ</sup> Ø		Legg Mason Martin Currie Greater China Fund <sup>Δ</sup> Ø	
	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
(000's)								
<b>Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares</b>	\$ 289	\$ –	€ (5,875)	€ –	\$ 1,896	\$ –	\$ 2,043	\$ –
<b>REDEEMABLE PARTICIPATING SHARE TRANSACTIONS</b>								
Net proceeds from sales of shares	3,459	–	372,312	–	21,493	–	12,411	–
Net proceeds from reinvested distributions	–	–	–	–	–	–	–	–
Cost of shares reacquired	(1,370)	–	(100,916)	–	(5,618)	–	(2,095)	–
<b>Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions</b>	<b>2,089</b>	<b>–</b>	<b>271,396</b>	<b>–</b>	<b>15,875</b>	<b>–</b>	<b>10,316</b>	<b>–</b>
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	2,378	–	265,521	–	17,771	–	12,359	–
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>								
Beginning of period	–	–	–	–	–	–	–	–
Currency translation	–	–	–	–	–	–	–	–
<b>End of period</b>	<b>\$ 2,378</b>	<b>\$ –</b>	<b>€ 265,521</b>	<b>€ –</b>	<b>\$ 17,771</b>	<b>\$ –</b>	<b>\$ 12,359</b>	<b>\$ –</b>

Amounts designated as “–” are either \$0/€0/¥0/£0 or less than \$1,000/€1,000/¥1,000/£1,000.

All Euro figures, except for the beginning of the year Net Assets attributable to Holders of Redeemable Participating Shares, for Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund, Legg Mason QS MV European Equity Growth and Income Fund and Legg Mason Martin Currie European Absolute Alpha Fund<sup>Δ</sup> have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc as at August 31, 2016, using the Statement of Comprehensive Income USD/EUR FX rate for the period ended August 31, 2016, using the USD/EUR rate of 0.8918.

The beginning of year Net Assets Attributable to Holders of Redeemable Participating Shares for the Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund and Legg Mason QS MV European Equity Growth and Income Fund have been converted into US Dollars in the total figure using the Statement of Financial Position USD/EUR FX rate as at February 29, 2016 of 0.9192.

All Yen figures have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc as at August 31, 2016, using the Statement of Comprehensive Income USD/JPY FX rate for the period ended August 31, 2016, using the USD/JPY rate of 106.9884.

All AUD figures, except for the beginning of the year Net Assets attributable to Holders of Redeemable Participating Shares, for Legg Mason Martin Currie Australia Equity Income Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc as at August 31, 2016, using the Statement of Comprehensive Income USD/AUD FX rate for the period ended August 31, 2016, using the USD/AUD rate of 1.3325.

The beginning of year Net Assets Attributable to Holders of Redeemable Participating Shares for the Legg Mason Martin Currie Australia Equity Income Fund have been converted into US Dollars in the total figure using the Statement of Financial Position USD/AUD FX rate as at February 29, 2016 of 1.4011.

Ø Effective April 29, 2016 Legg Mason Western Asset Global Credit Absolute Return Fund<sup>Δ</sup> ceased trading.

Ø Effective March 11, 2016 Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>Δ</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>Δ</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>Δ</sup>, Legg Mason Martin Currie Global Resources Fund<sup>Δ</sup>, Legg Mason Martin Currie Greater China Fund<sup>Δ</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>Δ</sup> and Legg Mason Martin Currie North American Fund<sup>Δ</sup> commenced trading.

μ Effective June 28, 2016 Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>Δ</sup> and Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>Δ</sup> commenced trading.

Δ Not authorised for sale to the public in Hong Kong.



Legg Mason QS Emerging Markets Equity Fund		Legg Mason QS MV Global Equity Growth and Income Fund		Legg Mason Congruix Japan Equity Fund		Legg Mason Martin Currie Australia Equity Income Fund		Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup> Ø	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
\$ 2,238	\$ (2,752)	\$ 1,163	\$ (754)	¥ –	¥ –	\$ 134	\$ (80)	\$ 13,849	\$ –
48	125	2,485	6	–	–	161	1,000	133,859	–
2	1	–	–	–	–	–	–	–	–
(3,696)	(508)	(3,086)	(706)	–	–	(126)	–	(8,505)	–
<b>(3,646)</b>	<b>(382)</b>	<b>(601)</b>	<b>(700)</b>	–	–	<b>35</b>	<b>1,000</b>	<b>125,354</b>	–
(1,408)	(3,134)	562	(1,454)	–	–	169	920	139,203	–
14,405	19,113	11,980	13,464	–	–	944	–	–	–
–	–	–	–	–	–	–	–	–	–
<b>\$ 12,997</b>	<b>\$ 15,979</b>	<b>\$ 12,542</b>	<b>\$ 12,010</b>	<b>¥ –</b>	<b>¥ –</b>	<b>\$ 1,113</b>	<b>\$ 920</b>	<b>\$ 139,203</b>	<b>\$ –</b>
Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup> Ø		Legg Mason Martin Currie North American Fund <sup>^</sup> Ø		Legg Mason Martin Currie Global Long- Term Unconstrained Fund <sup>^</sup> µ		Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> µ		Legg Mason Global Funds plc	
for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015	for the six months ended August 31, 2016	for the six months ended August 31, 2015
¥ (156,109)	¥ –	\$ 369	\$ –	\$ 673	\$ –	\$ 99	\$ –	\$ 1,801,310	\$ (1,429,570)
1,703,719	–	4,880	–	11,032	–	1,986	–	4,352,315	8,473,193
–	–	–	–	–	–	–	–	11,526	13,093
(168,533)	–	(483)	–	(572)	–	–	–	(4,636,859)	(6,325,670)
<b>1,535,186</b>	–	<b>4,397</b>	–	<b>10,460</b>	–	<b>1,986</b>	–	<b>(273,018)</b>	<b>2,160,616</b>
1,379,077	–	4,766	–	11,133	–	2,085	–	1,528,292	731,046
–	–	–	–	–	–	–	–	20,197,167	21,093,840
–	–	–	–	–	–	–	–	8,170	1,189
<b>¥1,379,077</b>	<b>¥ –</b>	<b>\$ 4,766</b>	<b>\$ –</b>	<b>\$ 11,133</b>	<b>\$ –</b>	<b>\$ 2,085</b>	<b>\$ –</b>	<b>\$21,733,629</b>	<b>\$21,826,075</b>



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset US Money Market Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	826	891
Redeemed	(478)	(847)
Net Increase	348	44
<b>Class A US\$ Distributing (D)</b>		
Sold	567,733	460,634
Redeemed	(500,509)	(476,485)
Net Increase/(decrease)	67,224	(15,851)
<b>Class A US\$ Distributing (M)</b>		
Sold	85	566
Redeemed	(96)	(192)
Net (Decrease)/increase	(11)	374
<b>Class B US\$ Accumulating</b>		
Sold	2	2
Redeemed	(2)	(3)
Net Decrease	–	(1)
<b>Class B US\$ Distributing (D)</b>		
Sold	45	173
Redeemed	(61)	(11)
Net (Decrease)/increase	(16)	162
<b>Class C US\$ Accumulating</b>		
Sold	65	1
Redeemed	(2)	(5)
Net Increase/(decrease)	63	(4)
<b>Class C US\$ Distributing (D)</b>		
Sold	–	314
Redeemed	(93)	(362)
Net Decrease	(93)	(48)
<b>Class A (G) US\$ Accumulating</b>		
Sold	3	2
Redeemed	(3)	(1)
Net Increase	–	1
<b>Class A (G) US\$ Distributing (D)</b>		
Redeemed	(109)	(2)
Net Decrease	(109)	(2)
<b>Class L (G) US\$ Distributing (D)</b>		
Sold	14	2
Redeemed	(115)	(2)
Net Decrease	(101)	–
<b>Legg Mason Western Asset US Core Bond Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	76	102
Redeemed	(93)	(101)
Net (Decrease)/increase	(17)	1
<b>Class A US\$ Distributing (D)</b>		
Sold	113	54
Redeemed	(57)	(93)
Net Increase/(decrease)	56	(39)
<b>Class B US\$ Distributing (D)</b>		
Sold	–	1
Redeemed	(1)	(1)
Net Decrease	(1)	–
<b>Class C US\$ Accumulating</b>		
Sold	1	2
Redeemed	(3)	(1)
Net (Decrease)/increase	(2)	1
<b>Class C US\$ Distributing (D)</b>		
Sold	31	4
Redeemed	(26)	(2)
Net Increase	5	2
<b>Class F US\$ Accumulating</b>		
Sold	15	31
Redeemed	(2)	(70)
Net Increase/(decrease)	13	(39)
<b>Premier Class US\$ Accumulating</b>		
Sold	6	10
Redeemed	(7)	–
Net (Decrease)/increase	(1)	10
<b>Class GA US\$ Accumulating</b>		
Sold	2	6
Redeemed	(3)	(6)
Net Decrease	(1)	–

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class GE US\$ Accumulating</b>		
Sold	–	2
Redeemed	(1)	(2)
Net Decrease	(1)	–
<b>Legg Mason Western Asset US Core Plus Bond Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	579	369
Redeemed	(146)	(125)
Net Increase	433	244
<b>Class A US\$ Distributing (D)</b>		
Sold	57	96
Redeemed	(23)	(36)
Net Increase	34	60
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	48	–
Net Increase	48	–
<b>Class B US\$ Accumulating</b>		
Sold	1	–
Redeemed	(2)	–
Net Decrease	(1)	–
<b>Class B US\$ Distributing (D)</b>		
Sold	–	1
Redeemed	–	(1)
Net Increase	–	–
<b>Class C US\$ Accumulating</b>		
Sold	44	19
Redeemed	(49)	(1)
Net (Decrease)/increase	(5)	18
<b>Class C US\$ Distributing (D)</b>		
Sold	39	21
Redeemed	(14)	(9)
Net Increase	25	12
<b>Class E US\$ Accumulating</b>		
Sold	65	39
Redeemed	(30)	(2)
Net Increase	35	37
<b>Class F US\$ Accumulating</b>		
Sold	234	145
Redeemed	(170)	(236)
Net Increase/(decrease)	64	(91)
<b>Class X US\$ Accumulating</b>		
Sold	–	1
Net Increase	–	1
<b>Premier Class US\$ Accumulating</b>		
Sold	1,210	519
Redeemed	(229)	(494)
Net Increase	981	25
<b>Premier Class US\$ Distributing (M)</b>		
Sold	–	1
Redeemed	(6)	(13)
Net Decrease	(6)	(12)
<b>LM Class US\$ Accumulating</b>		
Sold	31	–
Redeemed	(9)	–
Net Increase	22	–
<b>LM Class Euro Accumulating</b>		
Sold	28	–
Redeemed	(2)	–
Net Increase	26	–
<b>LM Class GBP Accumulating (Hedged)</b>		
Sold	1	1
Redeemed	–	(1)
Net Increase	1	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	–	1
Redeemed	–	(2)
Net Decrease	–	(1)
<b>Class A (G) US\$ Distributing (D)</b>		
Sold	–	1
Redeemed	(1)	(3)
Net Decrease	(1)	(2)
<b>Class L (G) US\$ Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset US Core Plus Bond Fund – (continued)</b>		
<b>Class L (G) US\$ Distributing (D)</b>		
Sold	2	–
Redeemed	(4)	(2)
Net Decrease	(2)	(2)
<b>Legg Mason Western Asset Euro Core Plus Bond Fund</b>		
<b>Class A US\$ Distributing (D)</b>		
Sold	36	2
Redeemed	(37)	(1)
Net (Decrease)/increase	(1)	1
<b>Class A Euro Distributing (D)</b>		
Sold	10	1
Redeemed	(11)	(3)
Net Decrease	(1)	(2)
<b>Class GA Euro Accumulating</b>		
Sold	–	3
Redeemed	(1)	(4)
Net Decrease	(1)	(1)
<b>Class GA Euro Distributing (A)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class GE Euro Accumulating</b>		
Sold	–	1
Redeemed	–	(2)
Net Decrease	–	(1)
<b>Legg Mason Western Asset Short Duration High Income Bond Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	1	72
Redeemed	(7)	(11)
Net (Decrease)/increase	(6)	61
<b>Class A US\$ Distributing (D)</b>		
Sold	6	13
Redeemed	(19)	(13)
Net Decrease	(13)	–
<b>Class A US\$ Distributing (M)</b>		
Redeemed	–	(2)
Net Decrease	–	(2)
<b>Class A Euro Accumulating (Hedged)</b>		
Redeemed	–	(2)
Net Decrease	–	(2)
<b>Class B US\$ Distributing (D)</b>		
Redeemed	(2)	(4)
Net Decrease	(2)	(4)
<b>Class C US\$ Accumulating</b>		
Sold	1	–
Redeemed	(11)	–
Net Decrease	(10)	–
<b>Class C US\$ Distributing (D)</b>		
Sold	18	4
Redeemed	(6)	(5)
Net Increase/(decrease)	12	(1)
<b>Class A (G) US\$ Accumulating</b>		
Redeemed	(2)	(1)
Net Decrease	(2)	(1)
<b>Class A (G) US\$ Distributing (D)</b>		
Sold	5	5
Redeemed	(8)	(7)
Net Decrease	(3)	(2)
<b>Class L (G) US\$ Distributing (D)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Legg Mason Western Asset Global Multi Strategy Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	151	130
Redeemed	(106)	(152)
Net Increase/(decrease)	45	(22)
<b>Class A US\$ Distributing (D)</b>		
Sold	32	49
Redeemed	(66)	(84)
Net Decrease	(34)	(35)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class A US\$ Distributing (M)</b>		
Sold	34	12
Redeemed	(28)	(72)
Net Increase/(decrease)	6	(60)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	39	34
Redeemed	(30)	(116)
Net Increase/(decrease)	9	(82)
<b>Class A Euro Distributing (M) (Hedged) Plus (e)</b>		
Redeemed	(3)	(2)
Net Decrease	(3)	(2)
<b>Class A Euro Distributing (M) (Hedged)</b>		
Sold	26	69
Redeemed	(43)	(162)
Net Decrease	(17)	(93)
<b>Class A GBP Distributing (M) (Hedged)</b>		
Sold	7	289
Redeemed	(52)	(595)
Net Decrease	(45)	(306)
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	7,578	528
Redeemed	(2,267)	(725)
Net Increase/(decrease)	5,311	(197)
<b>Class B US\$ Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class B US\$ Distributing (D)</b>		
Sold	1	1
Redeemed	(6)	(10)
Net Decrease	(5)	(9)
<b>Class C US\$ Accumulating</b>		
Sold	58	26
Redeemed	(70)	(27)
Net Decrease	(12)	(1)
<b>Class C US\$ Distributing (D)</b>		
Sold	64	27
Redeemed	(264)	(85)
Net Decrease	(200)	(58)
<b>Class E US\$ Accumulating</b>		
Sold	–	13
Redeemed	(10)	(21)
Net Decrease	(10)	(8)
<b>Class E US\$ Distributing (D)</b>		
Sold	3	3
Redeemed	(8)	(13)
Net Decrease	(5)	(10)
<b>Class E Euro Accumulating (Hedged)</b>		
Sold	4	13
Redeemed	(3)	(20)
Net Increase/(decrease)	1	(7)
<b>Class E Euro Distributing (M) (Hedged)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class F US\$ Accumulating</b>		
Sold	1	2
Redeemed	(6)	(3)
Net Decrease	(5)	(1)
<b>Class F US\$ Distributing (D)</b>		
Sold	–	1
Redeemed	(2)	(15)
Net Decrease	(2)	(14)
<b>Class X US\$ Distributing (D)</b>		
Sold	–	1
Redeemed	–	(2)
Net Decrease	–	(1)
<b>Premier Class US\$ Accumulating</b>		
Sold	65	41
Redeemed	(1)	(3)
Net Increase	64	38
<b>Premier Class US\$ Distributing (M) Plus (e)</b>		
Sold	74	14
Net Increase	74	14

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Global Multi Strategy Fund – (continued)</b>		
<b>Premier Class US\$ Distributing (M)</b>		
Sold	–	4
Redeemed	(1)	–
Net (Decrease)/increase	(1)	4
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	7	29
Redeemed	(5)	(196)
Net Increase/(decrease)	2	(167)
<b>Premier Class Euro Distributing (M) (Hedged)</b>		
Sold	–	4
Redeemed	(1)	(2)
Net (Decrease)/increase	(1)	2
<b>Premier Class GBP Accumulating (Hedged)</b>		
Sold	–	195
Redeemed	(183)	(124)
Net (Decrease)/increase	(183)	71
<b>Premier Class GBP Distributing (M) (Hedged) Plus (e)</b>		
Redeemed	(73)	(5)
Net Decrease	(73)	(5)
<b>Premier Class GBP Distributing (M) (Hedged)</b>		
Sold	4	430
Redeemed	(20)	(251)
Net (Decrease)/increase	(16)	179
<b>Premier Class GBP Distributing (Q) (Hedged)</b>		
Sold	3	2
Redeemed	–	(1)
Net Increase	3	1
<b>Premier Class JPY Accumulating (Hedged)</b>		
Sold	–	1
Redeemed	–	(1)
Net Increase	–	–
<b>LM Class AUD Distributing (M) (Hedged)</b>		
Sold	23	197
Redeemed	(60)	(19)
Net (Decrease)/increase	(37)	178
<b>LM Class GBP Accumulating (Hedged)</b>		
Sold	276	24
Redeemed	(116)	(139)
Net Increase/(decrease)	160	(115)
<b>Premier Class PLN Accumulating (Hedged)</b>		
Sold	42	–
Redeemed	(1)	–
Net Increase	41	–
<b>Legg Mason Western Asset US High Yield Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	398	266
Redeemed	(339)	(505)
Net Increase/(decrease)	59	(239)
<b>Class A US\$ Distributing (D)</b>		
Sold	171	248
Redeemed	(231)	(436)
Net Decrease	(60)	(188)
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	24	284
Redeemed	(24)	(280)
Net Increase	–	4
<b>Class A US\$ Distributing (M)</b>		
Sold	46	8
Redeemed	(35)	(28)
Net Increase/(decrease)	11	(20)
<b>Class A Euro Distributing (M) (Hedged)</b>		
Sold	–	3
Net Increase	–	3
<b>Class A HKD Distributing (M) Plus</b>		
Sold	–	25
Net Increase	–	25
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	176	61
Redeemed	(209)	(45)
Net (Decrease)/increase	(33)	16
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	(1)	(3)
Net Decrease	(1)	(2)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class B US\$ Distributing (D)</b>		
Sold	17	9
Redeemed	(25)	(12)
Net Decrease	(8)	(3)
<b>Class C US\$ Accumulating</b>		
Sold	7	26
Redeemed	(16)	(56)
Net Decrease	(9)	(30)
<b>Class C US\$ Distributing (D)</b>		
Sold	13	55
Redeemed	(44)	(86)
Net Decrease	(31)	(31)
<b>Class E US\$ Accumulating</b>		
Sold	5	18
Redeemed	(28)	(31)
Net Decrease	(23)	(13)
<b>Class E US\$ Distributing (D)</b>		
Sold	15	69
Redeemed	(37)	(82)
Net Decrease	(22)	(13)
<b>Class E Euro Accumulating (Hedged)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class F US\$ Accumulating</b>		
Sold	6	4
Redeemed	(3)	(9)
Net Increase/(decrease)	3	(5)
<b>Class F US\$ Distributing (D)</b>		
Sold	3	11
Redeemed	(1)	(8)
Net Increase	2	3
<b>Premier Class US\$ Accumulating</b>		
Sold	10	697
Redeemed	(26)	(45)
Net (Decrease)/increase	(16)	652
<b>Premier Class US\$ Distributing (M) Plus (e)</b>		
Sold	75	273
Redeemed	(28)	(568)
Net Increase/(decrease)	47	(295)
<b>Premier Class Euro Accumulating</b>		
Sold	–	39
Redeemed	(16)	(18)
Net (Decrease)/increase	(16)	21
<b>LM Class US\$ Accumulating</b>		
Sold	1	–
Redeemed	(53)	(128)
Net Decrease	(52)	(128)
<b>LM Class US\$ Distributing (M)</b>		
Sold	33	34
Redeemed	(175)	(81)
Net Decrease	(142)	(47)
<b>LM Class GBP Accumulating (Hedged)</b>		
Sold	1	1
Redeemed	(1)	(1)
Net Increase	–	–
<b>Class A (G) US\$ Accumulating</b>		
Redeemed	(1)	(1)
Net Decrease	(1)	(1)
<b>Class A (G) US\$ Distributing (D)</b>		
Sold	1	3
Redeemed	(4)	(12)
Net Decrease	(3)	(9)
<b>Class L (G) US\$ Distributing (D)</b>		
Sold	1	6
Redeemed	(7)	(14)
Net Decrease	(6)	(8)
<b>Legg Mason Western Asset Emerging Markets Total Return Bond Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	22	99
Redeemed	(86)	(112)
Net Decrease	(64)	(13)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Emerging Markets Total Return Bond Fund – (continued)</b>		
<b>Class A US\$ Distributing (D)</b>		
Sold	3	13
Redeemed	(13)	(31)
Net Decrease	(10)	(18)
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	16	14
Redeemed	(12)	(16)
Net Increase/(decrease)	4	(2)
<b>Class A US\$ Distributing (M)</b>		
Sold	44	16
Redeemed	(43)	(33)
Net Increase/(decrease)	1	(17)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	3	2
Redeemed	(8)	(2)
Net Decrease	(5)	–
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	181	42
Redeemed	(129)	(101)
Net Increase/(decrease)	52	(59)
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	–	(1)
Net Increase	–	–
<b>Class B US\$ Distributing (D)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class C US\$ Accumulating</b>		
Sold	1	–
Redeemed	(1)	–
Net Increase	–	–
<b>Class C US\$ Distributing (D)</b>		
Sold	3	2
Redeemed	(4)	(5)
Net Decrease	(1)	(3)
<b>Class E US\$ Distributing (D)</b>		
Sold	1	3
Redeemed	(1)	(6)
Net Decrease	–	(3)
<b>Class E Euro Distributing (M) (Hedged)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class F US\$ Accumulating</b>		
Sold	–	4
Redeemed	–	(4)
Net Increase	–	–
<b>Class X GBP Distributing (D) (Hedged)</b>		
Redeemed	(1)	(1)
Net Decrease	(1)	(1)
<b>Premier Class US\$ Accumulating</b>		
Redeemed	(58)	(41)
Net Decrease	(58)	(41)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	4	4
Redeemed	–	(10)
Net Increase/(decrease)	4	(6)
<b>Premier Class GBP Distributing (D) (Hedged)</b>		
Sold	3	–
Redeemed	(5)	(72)
Net Decrease	(2)	(72)
<b>Class A (G) US\$ Accumulating</b>		
Redeemed	(1)	(7)
Net Decrease	(1)	(7)
<b>Class A (G) US\$ Distributing (D)</b>		
Sold	1	1
Redeemed	(2)	(3)
Net Decrease	(1)	(2)
<b>Class L (G) US\$ Accumulating</b>		
Sold	1	7
Redeemed	(1)	(8)
Net Decrease	–	(1)
<b>Class L (G) US\$ Distributing (D)</b>		
Sold	1	1
Redeemed	(5)	(6)
Net Decrease	(4)	(5)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Emerging Markets Corporate Bond Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	1	–
Net Increase	1	–
<b>Premier Class US\$ Accumulating</b>		
Sold	–	14
Redeemed	(134)	(104)
Net Decrease	(134)	(90)
<b>LM Class US\$ Distributing (M)</b>		
Sold	172	11
Redeemed	(158)	(70)
Net Increase/(decrease)	14	(59)
<b>Legg Mason Western Asset Global High Yield Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	229	183
Redeemed	(206)	(383)
Net Increase/(decrease)	23	(200)
<b>Class A US\$ Distributing (D)</b>		
Sold	66	66
Redeemed	(106)	(124)
Net Decrease	(40)	(58)
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	34	47
Redeemed	(33)	(88)
Net Increase/(decrease)	1	(41)
<b>Class A US\$ Distributing (M)</b>		
Sold	338	346
Redeemed	(357)	(779)
Net Decrease	(19)	(433)
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	487	300
Redeemed	(516)	(385)
Net Decrease	(29)	(85)
<b>Class A Euro Distributing (D) (Hedged)</b>		
Sold	–	1
Redeemed	–	(9)
Net Decrease	–	(8)
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	2,088	1,263
Redeemed	(1,892)	(2,649)
Net Increase/(decrease)	196	(1,386)
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	–	(2)
Net Decrease	–	(1)
<b>Class B US\$ Distributing (D)</b>		
Sold	2	1
Redeemed	(2)	(5)
Net Decrease	–	(4)
<b>Class C US\$ Accumulating</b>		
Sold	9	8
Redeemed	(12)	(6)
Net (Decrease)/increase	(3)	2
<b>Class C US\$ Distributing (D)</b>		
Sold	29	19
Redeemed	(58)	(66)
Net Decrease	(29)	(47)
<b>Class E US\$ Accumulating</b>		
Sold	–	3
Redeemed	(5)	(16)
Net Decrease	(5)	(13)
<b>Class E US\$ Distributing (D)</b>		
Sold	–	4
Redeemed	(5)	(10)
Net Decrease	(5)	(6)
<b>Class E Euro Distributing (M) (Hedged)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class F US\$ Accumulating</b>		
Sold	–	6
Redeemed	(3)	(15)
Net Decrease	(3)	(9)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Global High Yield Fund – (continued)</b>		
<b>Class F US\$ Distributing (D)</b>		
Sold	14	4
Redeemed	(12)	(7)
Net Increase/(decrease)	2	(3)
<b>Class X US\$ Accumulating</b>		
Sold	–	1
Redeemed	–	(2)
Net Decrease	–	(1)
<b>Class X US\$ Distributing (D)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class X GBP Distributing (D) (Hedged)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Premier Class US\$ Accumulating</b>		
Sold	3	114
Redeemed	(94)	(122)
Net Decrease	(91)	(8)
<b>Premier Class US\$ Distributing (M) Plus (e)</b>		
Sold	383	347
Redeemed	(162)	(505)
Net Increase/(decrease)	221	(158)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	104	13
Redeemed	(103)	(17)
Net Increase/(decrease)	1	(4)
<b>Premier Class GBP Distributing (D) (Hedged)</b>		
Sold	–	2
Redeemed	(1)	(26)
Net Decrease	(1)	(24)
<b>LM Class US\$ Accumulating</b>		
Sold	43	17
Redeemed	(32)	(55)
Net Increase/(decrease)	11	(38)
<b>Class A (G) US\$ Accumulating</b>		
Sold	1	–
Redeemed	(1)	(4)
Net Decrease	–	(4)
<b>Class A (G) US\$ Distributing (D)</b>		
Sold	3	3
Redeemed	(7)	(13)
Net Decrease	(4)	(10)
<b>Class L (G) US\$ Accumulating</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class L (G) US\$ Distributing (D)</b>		
Sold	6	5
Redeemed	(12)	(9)
Net Decrease	(6)	(4)
<b>Legg Mason Western Asset US Short-Term Government Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	25	50
Redeemed	(40)	(86)
Net Decrease	(15)	(36)
<b>Class A US\$ Distributing (D)</b>		
Sold	–	16
Redeemed	–	(26)
Net Decrease	–	(10)
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	(1)	(2)
Net Decrease	(1)	(1)
<b>Class B US\$ Distributing (D)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class C US\$ Accumulating</b>		
Sold	18	2
Redeemed	(1)	(1)
Net Increase	17	1
<b>Class C US\$ Distributing (D)</b>		
Sold	10	10
Redeemed	(2)	(8)
Net Increase	8	2

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class E US\$ Accumulating</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	3	–
Redeemed	(7)	–
Net Decrease	(4)	–
<b>Class A (G) US\$ Distributing (D)</b>		
Redeemed	(3)	(6)
Net Decrease	(3)	(6)
<b>Class L (G) US\$ Distributing (D)</b>		
Redeemed	(2)	–
Net Decrease	(2)	–
<b>Legg Mason Western Asset US Adjustable Rate Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	14	27
Redeemed	(36)	(29)
Net Decrease	(22)	(2)
<b>Class B US\$ Distributing (D)</b>		
Sold	1	1
Redeemed	(1)	(1)
Net Increase	–	–
<b>Class C US\$ Distributing (D)</b>		
Sold	1	–
Redeemed	(3)	–
Net Decrease	(2)	–
<b>Class A (G) US\$ Accumulating</b>		
Redeemed	–	(19)
Net Decrease	–	(19)
<b>Class A (G) US\$ Distributing (D)</b>		
Sold	1	–
Redeemed	(2)	(2)
Net Decrease	(1)	(2)
<b>Class L (G) US\$ Distributing (D)</b>		
Redeemed	(1)	(1)
Net Decrease	(1)	(1)
<b>Legg Mason Western Asset Global Inflation Management Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	2	7
Redeemed	(12)	(2)
Net (Decrease)/increase	(10)	5
<b>Class A US\$ Distributing (A)</b>		
Sold	1	18
Redeemed	(13)	(4)
Net (Decrease)/increase	(12)	14
<b>Class C US\$ Accumulating</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class C US\$ Distributing (A)</b>		
Sold	–	1
Redeemed	(1)	(1)
Net Decrease	(1)	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	4	–
Redeemed	(5)	(1)
Net Decrease	(1)	(1)
<b>Class L (G) US\$ Distributing (A)</b>		
Redeemed	(2)	–
Net Decrease	(2)	–
<b>Legg Mason Western Asset Asian Opportunities Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	125	122
Redeemed	(120)	(289)
Net Increase/(decrease)	5	(167)
<b>Class A US\$ Distributing (D)</b>		
Sold	12	28
Redeemed	(36)	(117)
Net Decrease	(24)	(89)
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	540	29
Redeemed	(51)	(39)
Net Increase/(decrease)	489	(10)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Asian Opportunities Fund – (continued)</b>		
<b>Class A US\$ Distributing (M)</b>		
Sold	333	20
Redeemed	(165)	(156)
Net Increase/(decrease)	168	(136)
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	182	34
Redeemed	(55)	(38)
Net Increase/(decrease)	127	(4)
<b>Class A CHF Accumulating (Hedged)</b>		
Sold	25	1
Net Increase	25	1
<b>Class A CNH Distributing (M) (Hedged) Plus</b>		
Sold	767	55
Redeemed	(63)	(48)
Net Increase	704	7
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	140	12
Redeemed	(25)	(26)
Net Increase/(decrease)	115	(14)
<b>Class A Euro Accumulating</b>		
Sold	3	7
Redeemed	(2)	(22)
Net Increase/(decrease)	1	(15)
<b>Class A Euro Distributing (A)</b>		
Sold	1	1
Redeemed	(1)	(4)
Net Decrease	–	(3)
<b>Class A GBP Distributing (D) (Hedged)</b>		
Sold	–	2
Redeemed	(1)	(2)
Net Decrease	(1)	–
<b>Class A GBP Distributing (M)</b>		
Sold	–	1
Redeemed	(2)	(1)
Net Decrease	(2)	–
<b>Class A HKD Distributing (M) Plus</b>		
Sold	326	–
Redeemed	(15)	–
Net Increase	311	–
<b>Class A SGD Accumulating (Hedged)</b>		
Sold	162	6,750
Redeemed	(1,193)	(8,766)
Net Decrease	(1,031)	(2,016)
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	7,443	1,300
Redeemed	(3,583)	(6,168)
Net Increase/(decrease)	3,860	(4,868)
<b>Class A SGD Distributing (M) Plus</b>		
Sold	108	246
Redeemed	(96)	(762)
Net Increase/(decrease)	12	(516)
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	(2)	(3)
Net Decrease	(2)	(2)
<b>Class B US\$ Distributing (D)</b>		
Sold	–	1
Redeemed	(2)	(3)
Net Decrease	(2)	(2)
<b>Class C US\$ Accumulating</b>		
Sold	2	2
Redeemed	(15)	(16)
Net Decrease	(13)	(14)
<b>Class C US\$ Distributing (D)</b>		
Sold	1	5
Redeemed	(16)	(26)
Net Decrease	(15)	(21)
<b>Class E US\$ Accumulating</b>		
Sold	3	8
Redeemed	(6)	(21)
Net Decrease	(3)	(13)
<b>Class E US\$ Distributing (D)</b>		
Sold	1	4
Redeemed	(1)	(5)
Net Decrease	–	(1)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class F US\$ Accumulating</b>		
Sold	1	57
Redeemed	(7)	(144)
Net Decrease	(6)	(87)
<b>Class F US\$ Distributing (D)</b>		
Sold	1	–
Net Increase	1	–
<b>Class X US\$ Distributing (M)</b>		
Sold	25	15
Redeemed	(15)	–
Net Increase	10	15
<b>Class X Euro Accumulating (Hedged)</b>		
Sold	–	1
Redeemed	–	(7)
Net Decrease	–	(6)
<b>Premier Class US\$ Accumulating</b>		
Sold	122	128
Redeemed	(109)	(309)
Net Increase/(decrease)	13	(181)
<b>Premier Class US\$ Distributing (M)</b>		
Sold	166	163
Redeemed	(92)	(250)
Net Increase/(decrease)	74	(87)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	12	1
Redeemed	–	(3)
Net Increase/(decrease)	12	(2)
<b>Premier Class Euro Accumulating</b>		
Sold	143	31
Redeemed	(2)	(76)
Net Increase/(decrease)	141	(45)
<b>Premier Class Euro Distributing (A)</b>		
Sold	125	28
Redeemed	(10)	–
Net Increase	115	28
<b>Premier Class GBP Distributing (M)</b>		
Sold	1	3
Redeemed	(1)	(1)
Net Increase	–	2
<b>LM Class US\$ Accumulating</b>		
Redeemed	(78)	–
Net Decrease	(78)	–
<b>Legg Mason Western Asset Global Blue Chip Bond Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	7	11
Redeemed	(10)	(33)
Net Decrease	(3)	(22)
<b>Class A US\$ Distributing (M)</b>		
Sold	2	5
Redeemed	(2)	(3)
Net Increase	–	2
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	(7)	–
Net (Decrease)/increase	(7)	1
<b>Class C US\$ Accumulating</b>		
Sold	34	–
Redeemed	(12)	–
Net Increase	22	–
<b>Class C US\$ Distributing (M)</b>		
Redeemed	(2)	(1)
Net Decrease	(2)	(1)
<b>Class E US\$ Accumulating</b>		
Sold	54	2
Redeemed	(52)	(3)
Net Increase/(decrease)	2	(1)
<b>Class E US\$ Distributing (D)</b>		
Sold	21	–
Redeemed	(44)	–
Net Decrease	(23)	–
<b>Class F US\$ Accumulating</b>		
Sold	–	1
Net Increase	–	1

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Global Blue Chip Bond Fund – (continued)</b>		
<b>Premier Class US\$ Accumulating</b>		
Redeemed	–	(29)
Net Decrease	–	(29)
<b>Premier Class US\$ Distributing (M)</b>		
Sold	1	–
Redeemed	(2)	(18)
Net Decrease	(1)	(18)
<b>Premier Class Euro Distributing (M) (Hedged)</b>		
Sold	1	–
Redeemed	–	(1)
Net Increase/(decrease)	1	(1)
<b>Premier Class GBP Accumulating (Hedged)</b>		
Sold	1	–
Redeemed	(5)	(3)
Net Decrease	(4)	(3)
<b>Premier Class GBP Distributing (M) (Hedged)</b>		
Sold	5	1
Redeemed	(8)	(24)
Net Decrease	(3)	(23)
<b>Legg Mason Western Asset Brazil Bond Fund^</b>		
<b>Class A US\$ Distributing (M)</b>		
Sold	–	4
Net Increase	–	4
<b>Legg Mason Western Asset Global Credit Absolute Return Fund^B</b>		
<b>Class A US\$ Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class A US\$ Distributing (M)</b>		
Sold	–	23
Redeemed	(1)	(29)
Net Decrease	(1)	(6)
<b>Class A GBP Distributing (M) (Hedged)</b>		
Sold	–	4
Redeemed	(1)	(4)
Net Decrease	(1)	–
<b>Class A (PF) US\$ Accumulating</b>		
Redeemed	(1)	(3)
Net Decrease	(1)	(3)
<b>Class X GBP Distributing (M) (Hedged)</b>		
Sold	1	3
Redeemed	(4)	(6)
Net Decrease	(3)	(3)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	7	35
Redeemed	(8)	(53)
Net Decrease	(1)	(18)
<b>Premier Class GBP Distributing (M) (Hedged)</b>		
Sold	68	23
Redeemed	(208)	(46)
Net Decrease	(140)	(23)
<b>Premier (PF) Class US\$ Accumulating</b>		
Sold	–	1
Redeemed	(13)	(3)
Net Decrease	(13)	(2)
<b>Premier (PF) Class GBP Accumulating (Hedged)</b>		
Redeemed	(9)	–
Net Decrease	(9)	–
<b>Premier (PF) Class GBP Distributing (M) (Hedged)</b>		
Sold	–	7
Redeemed	(1)	(42)
Net Decrease	(1)	(35)
<b>LM Class US\$ Accumulating</b>		
Sold	4	–
Redeemed	(4)	–
Net Increase	–	–
<b>Legg Mason Western Asset Global Core Plus Bond Fund^A</b>		
<b>Class A US\$ Distributing (D)</b>		
Sold	–	1
Net Increase	–	1

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class X US\$ Accumulating</b>		
Sold	–	2
Redeemed	–	(2)
Net Increase	–	–
<b>Premier Class US\$ Accumulating</b>		
Sold	800	261
Redeemed	(544)	(18)
Net Increase	256	243
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	250	42
Redeemed	(180)	(36)
Net Increase	70	6
<b>Premier Class JPY Accumulating (Hedged)</b>		
Sold	–	3
Redeemed	–	(7)
Net Decrease	–	(4)
<b>Legg Mason Western Asset Global Credit Fund</b>		
<b>Class A US\$ Distributing (D)</b>		
Sold	–	2
Redeemed	–	(4)
Net Decrease	–	(2)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	–	1
Redeemed	(2)	(1)
Net Decrease	(2)	–
<b>Premier Class US\$ Accumulating</b>		
Sold	7	–
Redeemed	(7)	–
Net Increase	–	–
<b>LM Class US\$ Accumulating</b>		
Sold	–	1
Redeemed	(24)	–
Net (Decrease)/increase	(24)	1
<b>Legg Mason Western Asset Euro High Yield Fund</b>		
<b>Class A Euro Distributing (D)</b>		
Sold	–	1
Net Increase	–	1
<b>LM Class Euro Accumulating</b>		
Sold	–	31
Redeemed	(15)	–
Net (Decrease)/increase	(15)	31
<b>LM Class Euro Distributing (Q)</b>		
Sold	11	15
Redeemed	(3)	(8)
Net Increase	8	7
<b>Legg Mason Western Asset Macro Opportunities Bond Fund^A</b>		
<b>Class A US\$ Accumulating</b>		
Sold	1,426	4,152
Redeemed	(2,681)	(1,613)
Net (Decrease)/increase	(1,255)	2,539
<b>Class A US\$ Distributing (M) Plus (e)</b>		
Sold	429	1,013
Redeemed	(279)	(250)
Net Increase	150	763
<b>Class A US\$ Distributing (S)</b>		
Sold	98	263
Redeemed	(152)	(288)
Net Decrease	(54)	(25)
<b>Class A AUD Distributing (M) (Hedged) Plus (e)</b>		
Sold	26	48
Redeemed	(7)	(5)
Net Increase	19	43
<b>Class A CHF Accumulating (Hedged)</b>		
Sold	45	190
Redeemed	(52)	(44)
Net (Decrease)/increase	(7)	146
<b>Class A CNH Accumulating (Hedged)</b>		
Sold	–	212
Redeemed	–	(24)
Net Increase	–	188

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Macro Opportunities Bond Fund^ – (continued)</b>		
<b>Class A CNH Distributing (M) (Hedged) Plus (e)</b>		
Sold	–	171
Redeemed	(112)	(6)
Net (Decrease)/increase	(112)	165
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	581	1,369
Redeemed	(641)	(378)
Net (Decrease)/increase	(60)	991
<b>Class A Euro Distributing (A)</b>		
Sold	10	82
Redeemed	(2)	(14)
Net Increase	8	68
<b>Class A Euro Distributing (S) (Hedged)</b>		
Sold	5	–
Net Increase	5	–
<b>Class A GBP Accumulating (Hedged)</b>		
Sold	43	57
Redeemed	(51)	(35)
Net (Decrease)/increase	(8)	22
<b>Class A GBP Accumulating</b>		
Sold	–	1
Net Increase	–	1
<b>Class A SEK Accumulating (Hedged)</b>		
Sold	1,198	1,716
Redeemed	(939)	(53)
Net Increase	259	1,663
<b>Class A SGD Accumulating (Hedged)</b>		
Sold	1,334	11,295
Redeemed	(9,617)	(4,903)
Net (Decrease)/increase	(8,283)	6,392
<b>Class A SGD Distributing (M) (Hedged) Plus (e)</b>		
Sold	7,745	3,608
Redeemed	(742)	(669)
Net Increase	7,003	2,939
<b>Class B US\$ Accumulating</b>		
Sold	2	6
Net Increase	2	6
<b>Class C US\$ Accumulating</b>		
Sold	83	171
Redeemed	(82)	(371)
Net Increase/(decrease)	1	(200)
<b>Class C US\$ Distributing (S)</b>		
Sold	9	56
Redeemed	(25)	(14)
Net (Decrease)/increase	(16)	42
<b>Class E US\$ Accumulating</b>		
Sold	41	203
Redeemed	(80)	(40)
Net (Decrease)/increase	(39)	163
<b>Class E US\$ Distributing (S)</b>		
Sold	5	9
Redeemed	(2)	(2)
Net Increase	3	7
<b>Class E Euro Accumulating (Hedged)</b>		
Sold	6	17
Redeemed	(10)	(10)
Net (Decrease)/increase	(4)	7
<b>Class F US\$ Accumulating</b>		
Sold	153	413
Redeemed	(124)	(148)
Net Increase	29	265
<b>Class F US\$ Distributing (S)</b>		
Sold	59	48
Redeemed	(29)	(9)
Net Increase	30	39
<b>Class X US\$ Accumulating</b>		
Sold	520	415
Redeemed	(360)	(117)
Net Increase	160	298
<b>Class X US\$ Distributing (M) Plus (e)</b>		
Sold	34	–
Redeemed	(4)	–
Net Increase	30	–

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class X US\$ Distributing (S)</b>		
Sold	138	–
Redeemed	(20)	–
Net Increase	118	–
<b>Class X CHF Accumulating (Hedged)</b>		
Sold	43	70
Redeemed	(29)	(33)
Net Increase	14	37
<b>Class X Euro Accumulating (Hedged)</b>		
Sold	474	231
Redeemed	(253)	(224)
Net Increase	221	7
<b>Class X Euro Accumulating</b>		
Sold	116	98
Redeemed	(195)	(11)
Net (Decrease)/increase	(79)	87
<b>Class X Euro Distributing (A) (Hedged)</b>		
Sold	80	–
Net Increase	80	–
<b>Class X GBP Accumulating (Hedged)</b>		
Sold	148	352
Redeemed	(87)	(267)
Net Increase	61	85
<b>Class X GBP Accumulating</b>		
Sold	8	47
Redeemed	(13)	(13)
Net (Decrease)/increase	(5)	34
<b>Class X GBP Distributing (M) (Hedged) Plus (e)</b>		
Sold	1	–
Net Increase	1	–
<b>Class X SGD Accumulating (Hedged)</b>		
Sold	284	420
Redeemed	(357)	(470)
Net Decrease	(73)	(50)
<b>Premier Class US\$ Accumulating</b>		
Sold	814	1,872
Redeemed	(1,256)	(651)
Net (Decrease)/increase	(442)	1,221
<b>Premier Class US\$ Distributing (S)</b>		
Sold	54	31
Redeemed	(143)	(1)
Net (Decrease)/increase	(89)	30
<b>Premier Class AUD Distributing (S) (Hedged)</b>		
Sold	204	176
Redeemed	(8)	(1)
Net Increase	196	175
<b>Premier Class CHF Accumulating (Hedged)</b>		
Sold	18	108
Redeemed	(4)	(33)
Net Increase	14	75
<b>Premier Class CHF Distributing (S) (Hedged)</b>		
Sold	15	–
Redeemed	(19)	–
Net Decrease	(4)	–
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	1,223	2,788
Redeemed	(1,416)	(1,005)
Net (Decrease)/increase	(193)	1,783
<b>Premier Class Euro Accumulating</b>		
Sold	4	43
Redeemed	(55)	(63)
Net Decrease	(51)	(20)
<b>Premier Class Euro Distributing (S) (Hedged)</b>		
Sold	50	–
Redeemed	(17)	–
Net Increase	33	–
<b>Premier Class GBP Accumulating (Hedged)</b>		
Sold	705	453
Redeemed	(494)	(36)
Net Increase	211	417
<b>Premier Class GBP Distributing (M) (Hedged) Plus (e)</b>		
Sold	319	246
Redeemed	(153)	(21)
Net Increase	166	225

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Western Asset Macro Opportunities Bond Fund^ – (continued)</b>		
<b>Premier Class SEK Accumulating (Hedged)</b>		
Sold	688	1,513
Redeemed	(721)	(556)
Net (Decrease)/increase	(33)	957
<b>S Class US\$ Accumulating</b>		
Sold	219	17
Redeemed	(98)	(31)
Net Increase/(decrease)	121	(14)
<b>S Class Euro Accumulating (Hedged)</b>		
Sold	1,172	178
Redeemed	(1,260)	(409)
Net Decrease	(88)	(231)
<b>LM Class US\$ Accumulating</b>		
Sold	6	–
Redeemed	(2)	–
Net Increase	4	–
<b>LM Class Euro Accumulating</b>		
Sold	20	–
Redeemed	(1)	–
Net Increase	19	–
<b>Premier Class BRL Accumulating (Hedged)</b>		
Sold	632	–
Redeemed	(4)	–
Net Increase	628	–
<b>Legg Mason Western Asset EM Local Currency Debt Fund^</b>		
<b>Premier Class US\$ Accumulating</b>		
Sold	95	–
Net Increase	95	–
<b>Legg Mason Western Asset Multi-Asset Credit Fund^</b>		
<b>S Class Euro Accumulating (Hedged)</b>		
Sold	40	–
Redeemed	(40)	–
Net Increase	–	–
<b>Legg Mason Western Asset Global Total Return Investment Grade Bond Fund^</b>		
<b>Class X US\$ Distributing (M) Plus (e)</b>		
Sold	7	–
Redeemed	(1)	–
Net Increase	6	–
<b>Class X GBP Distributing (M) (Hedged) Plus (e)</b>		
Sold	40	–
Net Increase	40	–
<b>Premier Class JPY Accumulating (Hedged)</b>		
Sold	60	–
Net Increase	60	–
<b>Legg Mason Western Asset Structured Opportunities Fund^</b>		
<b>Premier Class US\$ Accumulating</b>		
Sold	58	–
Redeemed	(15)	–
Net Increase	43	–
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	4	–
Net Increase	4	–
<b>Legg Mason Brandywine Global Fixed Income Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	118	553
Redeemed	(1,130)	(651)
Net Decrease	(1,012)	(98)
<b>Class A US\$ Distributing (M)</b>		
Sold	24	14
Redeemed	(16)	(18)
Net Increase/(decrease)	8	(4)
<b>Class A US\$ Distributing (S)</b>		
Sold	77	137
Redeemed	(235)	(265)
Net Decrease	(158)	(128)
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	54	14
Redeemed	(49)	(11)
Net Increase	5	3

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class A Euro Accumulating (Hedged) (AH)</b>		
Sold	195	308
Redeemed	(254)	(340)
Net Decrease	(59)	(32)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	1,252	34
Redeemed	(485)	(19)
Net Increase	767	15
<b>Class A Euro Distributing (A) (Hedged)</b>		
Sold	–	6
Redeemed	(1)	(37)
Net Decrease	(1)	(31)
<b>Class A Euro Distributing (S) (Hedged) (AH)</b>		
Sold	32	125
Redeemed	(43)	(104)
Net (Decrease)/increase	(11)	21
<b>Class A GBP Distributing (M) (Hedged)</b>		
Sold	1	–
Net Increase	1	–
<b>Class A GBP Distributing (S) (Hedged) (AH)</b>		
Sold	3	23
Redeemed	(18)	(49)
Net Decrease	(15)	(26)
<b>Class A SGD Accumulating</b>		
Sold	7,555	489
Redeemed	(7,425)	(27)
Net Increase	130	462
<b>Class B US\$ Accumulating</b>		
Redeemed	–	(2)
Net Decrease	–	(2)
<b>Class B US\$ Distributing (S)</b>		
Sold	2	5
Redeemed	(5)	(3)
Net (Decrease)/increase	(3)	2
<b>Class C US\$ Accumulating</b>		
Sold	1	5
Redeemed	(5)	(19)
Net Decrease	(4)	(14)
<b>Class C US\$ Distributing (S)</b>		
Sold	15	8
Redeemed	(33)	(56)
Net Decrease	(18)	(48)
<b>Class E US\$ Accumulating</b>		
Sold	15	9
Redeemed	(17)	(27)
Net Decrease	(2)	(18)
<b>Class E Euro Accumulating (Hedged) (AH)</b>		
Sold	2	35
Redeemed	(25)	(173)
Net Decrease	(23)	(138)
<b>Class F US\$ Accumulating</b>		
Sold	7	7
Redeemed	(3)	(8)
Net Increase/(decrease)	4	(1)
<b>Class F US\$ Distributing (S)</b>		
Sold	2	1
Redeemed	(4)	(4)
Net Decrease	(2)	(3)
<b>Class R US\$ Distributing (S)</b>		
Sold	–	1
Redeemed	(2)	(2)
Net Decrease	(2)	(1)
<b>Class R GBP Distributing (S) (Hedged) (AH)</b>		
Sold	4	7
Redeemed	(2)	(28)
Net Increase/(decrease)	2	(21)
<b>Class X US\$ Accumulating</b>		
Sold	29	14
Redeemed	(30)	(1)
Net (Decrease)/increase	(1)	13
<b>Class X US\$ Distributing (S)</b>		
Sold	26	18
Redeemed	(21)	(30)
Net Increase/(decrease)	5	(12)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Brandywine Global Fixed Income Fund – (continued)</b>		
<b>Class X Euro Accumulating (Hedged)</b>		
Sold	5	106
Redeemed	(54)	(49)
Net (Decrease)/increase	(49)	57
<b>Class X Euro Distributing (S) (Hedged) (AH)</b>		
Sold	1	–
Net Increase	1	–
<b>Class X GBP Accumulating (Hedged) (AH)</b>		
Sold	2	–
Net Increase	2	–
<b>Class X GBP Accumulating (Hedged)</b>		
Sold	37	4
Redeemed	(2)	(2)
Net Increase	35	2
<b>Class X GBP Accumulating</b>		
Sold	–	1
Net Increase	–	1
<b>Class X GBP Distributing (S) (Hedged) (AH)</b>		
Sold	58	32
Redeemed	(32)	(10)
Net Increase	26	22
<b>Class X GBP Distributing (S) (Hedged)</b>		
Sold	94	4
Redeemed	(11)	(1)
Net Increase	83	3
<b>Premier Class US\$ Accumulating</b>		
Sold	314	819
Redeemed	(302)	(890)
Net Increase/(decrease)	12	(71)
<b>Premier Class US\$ Distributing (S)</b>		
Sold	55	170
Redeemed	(124)	(220)
Net Decrease	(69)	(50)
<b>Premier Class CHF Accumulating (Hedged) (AH)</b>		
Sold	–	14
Redeemed	–	(41)
Net Decrease	–	(27)
<b>Premier Class Euro Accumulating (Hedged) (AH)</b>		
Sold	60	262
Redeemed	(70)	(222)
Net (Decrease)/increase	(10)	40
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	71	71
Redeemed	(190)	(53)
Net (Decrease)/increase	(119)	18
<b>Premier Class Euro Accumulating</b>		
Sold	172	1,135
Redeemed	(169)	(1,025)
Net Increase	3	110
<b>Premier Class Euro Distributing (S)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Premier Class GBP Distributing (M) (Hedged)</b>		
Sold	7	16
Redeemed	(18)	(43)
Net Decrease	(11)	(27)
<b>Premier Class GBP Distributing (S) (Hedged) (AH)</b>		
Sold	10	57
Redeemed	(13)	(21)
Net (Decrease)/increase	(3)	36
<b>Premier Class JPY Accumulating (Hedged) (AH)</b>		
Sold	–	3
Redeemed	–	(7)
Net Decrease	–	(4)
<b>Legg Mason Brandywine Global Fixed Income Absolute Return Fund^</b>		
<b>Class A US\$ Accumulating</b>		
Sold	23	213
Redeemed	(77)	(229)
Net Decrease	(54)	(16)
<b>Class A US\$ Distributing (A)</b>		
Sold	8	16
Redeemed	(10)	(3)
Net (Decrease)/increase	(2)	13

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	3	43
Redeemed	(5)	(32)
Net (Decrease)/increase	(2)	11
<b>Class A SEK Accumulating (Hedged)</b>		
Sold	232	349
Redeemed	(202)	(26)
Net Increase	30	323
<b>Class B US\$ Distributing (D)</b>		
Redeemed	(1)	(2)
Net Decrease	(1)	(2)
<b>Class C US\$ Accumulating</b>		
Sold	3	10
Redeemed	(8)	(22)
Net Decrease	(5)	(12)
<b>Class E US\$ Accumulating</b>		
Sold	1	6
Redeemed	(4)	(16)
Net Decrease	(3)	(10)
<b>Class E US\$ Distributing (A)</b>		
Sold	–	6
Redeemed	(2)	(4)
Net (Decrease)/increase	(2)	2
<b>Class F US\$ Accumulating</b>		
Sold	1	312
Redeemed	(90)	(47)
Net (Decrease)/increase	(89)	265
<b>Class F US\$ Distributing (A)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class X GBP Accumulating (Hedged)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class X GBP Distributing (M) (Hedged)</b>		
Sold	8	1
Redeemed	(1)	(2)
Net Increase/(decrease)	7	(1)
<b>Premier Class US\$ Accumulating</b>		
Sold	45	715
Redeemed	(290)	(398)
Net (Decrease)/increase	(245)	317
<b>Premier Class US\$ Distributing (A)</b>		
Sold	1	52
Redeemed	–	(26)
Net Increase	1	26
<b>Premier Class CHF Accumulating (Hedged)</b>		
Sold	–	28
Redeemed	–	(19)
Net Increase	–	9
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	66	152
Redeemed	(43)	(349)
Net Increase/(decrease)	23	(197)
<b>Premier Class Euro Distributing (A) (Hedged)</b>		
Sold	116	9
Redeemed	(8)	(22)
Net Increase/(decrease)	108	(13)
<b>Premier Class GBP Distributing (M) (Hedged)</b>		
Sold	19	314
Redeemed	(468)	(257)
Net (Decrease)/increase	(449)	57
<b>Premier Class SEK Accumulating (Hedged)</b>		
Sold	–	149
Redeemed	(9)	–
Net (Decrease)/increase	(9)	149
<b>Premier Class SGD Accumulating (Hedged)</b>		
Sold	76,112	61,653
Redeemed	(95,501)	–
Net (Decrease)/increase	(19,389)	61,653
<b>LM Class US\$ Accumulating</b>		
Sold	–	2,849
Redeemed	(599)	(315)
Net (Decrease)/increase	(599)	2,534

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup> – (continued)</b>		
<b>LM Class AUD Accumulating (Hedged)</b>		
Sold	–	552
Redeemed	–	(276)
Net Increase	–	276
<b>LM Class Euro Accumulating (Hedged)</b>		
Sold	–	3,567
Redeemed	–	(1,782)
Net Increase	–	1,785
<b>LM Class GBP Accumulating (Hedged)</b>		
Sold	176	–
Net Increase	176	–
<b>Legg Mason Brandywine Global High Yield Fund<sup>^</sup> Class A US\$ Accumulating</b>		
Redeemed	–	(4)
Net Decrease	–	(4)
<b>Premier Class US\$ Accumulating</b>		
Sold	3	6
Redeemed	(5)	(17)
Net Decrease	(2)	(11)
<b>Premier Class Euro Accumulating (Hedged) (AH)</b>		
Sold	6	2
Redeemed	(19)	–
Net (Decrease)/increase	(13)	2
<b>Premier Class GBP Accumulating (Hedged) (AH)</b>		
Redeemed	(22)	–
Net Decrease	(22)	–
<b>LM Class US\$ Accumulating</b>		
Sold	720	–
Net Increase	720	–
<b>Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup> Class A US\$ Accumulating</b>		
Sold	35	76
Redeemed	(35)	(80)
Net Decrease	–	(4)
<b>Class A US\$ Distributing (M)</b>		
Sold	3	15
Redeemed	(43)	(2)
Net (Decrease)/increase	(40)	13
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	–	1
Redeemed	(2)	–
Net (Decrease)/increase	(2)	1
<b>Class C US\$ Accumulating</b>		
Sold	–	3
Redeemed	(1)	(4)
Net Decrease	(1)	(1)
<b>Class E US\$ Accumulating</b>		
Sold	10	1
Redeemed	(1)	(5)
Net Increase/(decrease)	9	(4)
<b>Class F US\$ Accumulating</b>		
Sold	6	13
Redeemed	(6)	(23)
Net Decrease	–	(10)
<b>Class X Euro Accumulating (Hedged)</b>		
Redeemed	–	(3)
Net Decrease	–	(3)
<b>Premier Class US\$ Accumulating (Hedged) (AH)</b>		
Sold	–	20
Net Increase	–	20
<b>Premier Class US\$ Accumulating</b>		
Sold	72	572
Redeemed	(41)	(564)
Net Increase	31	8
<b>Premier Class US\$ Distributing (M)</b>		
Sold	21	1
Redeemed	(52)	(44)
Net Decrease	(31)	(43)
<b>Premier Class Euro Accumulating (Hedged) (AH)</b>		
Sold	2	1
Redeemed	(4)	(4)
Net Decrease	(2)	(3)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Premier Class GBP Accumulating (Hedged)</b>		
Redeemed	–	(43)
Net Decrease	–	(43)
<b>Premier Class GBP Distributing (M) (Hedged) (AH)</b>		
Sold	10	22
Redeemed	–	(103)
Net Increase/(decrease)	10	(81)
<b>Premier Class NZD Accumulating (Hedged) (AH)</b>		
Sold	179	36
Redeemed	(116)	(6)
Net Increase	63	30
<b>LM Class US\$ Accumulating</b>		
Sold	26	2,383
Redeemed	(13)	(4)
Net Increase	13	2,379
<b>LM Class Euro Accumulating</b>		
Sold	75	–
Redeemed	(5)	–
Net Increase	70	–
<b>LM Class NZD Accumulating (Hedged) (AH)</b>		
Sold	14	74
Redeemed	(34)	(12)
Net (Decrease)/increase	(20)	62
<b>Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup> BW LM Class GBP Accumulating (Hedged) (AH)<sup>#</sup></b>		
Sold	–	4,634
Redeemed	–	(4,436)
Net Increase	–	198
<b>BW LM Class GBP Distributing (S) (Hedged) (AH)<sup>#</sup></b>		
Sold	–	3,524
Redeemed	–	(268)
Net Increase	–	3,256
<b>BW Premier Class GBP Accumulating (Hedged) (AH)<sup>#</sup></b>		
Sold	23	21
Net Increase	23	21
<b>BW Premier Class GBP Distributing (S) (Hedged) (AH)<sup>#</sup></b>		
Sold	–	251
Net Increase	–	251
<b>Premier Class Euro Accumulating (Hedged) (AH)</b>		
Sold	200	–
Net Increase	200	–
<b>Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup> Class A US\$ Accumulating</b>		
Sold	2	–
Redeemed	(1)	–
Net Increase	1	–
<b>Class A US\$ Distributing (M) Plus (e)</b>		
Sold	5	3
Redeemed	(4)	(3)
Net Increase	1	–
<b>Class A Euro Distributing (A) (Hedged)</b>		
Sold	36	–
Redeemed	(4)	–
Net Increase	32	–
<b>Class A Euro Distributing (M) (Hedged) Plus (e)</b>		
Sold	11	36
Redeemed	(3)	(3)
Net Increase	8	33
<b>Class A GBP Distributing (M) (Hedged) Plus (e)</b>		
Sold	3	2
Redeemed	(2)	(3)
Net Increase/(decrease)	1	(1)
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	8,139	–
Redeemed	(2,544)	–
Net Increase	5,595	–
<b>Class C US\$ Accumulating</b>		
Redeemed	–	(2)
Net Decrease	–	(2)
<b>Class X US\$ Distributing (D)</b>		
Sold	–	65
Redeemed	–	(39)
Net Increase	–	26

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup> – (continued)</b>		
<b>Class X US\$ Distributing (M) Plus (e)</b>		
Sold	6	4
Redeemed	(17)	(2)
Net (Decrease)/increase	(11)	2
<b>Class X Euro Distributing (M) (Hedged) Plus (e)</b>		
Sold	8	5
Redeemed	(14)	(7)
Net Decrease	(6)	(2)
<b>Class X GBP Distributing (M) (Hedged) Plus (e)</b>		
Sold	30	24
Redeemed	(36)	(18)
Net (Decrease)/increase	(6)	6
<b>Premier Class US\$ Distributing (M) Plus (e)</b>		
Sold	–	1
Redeemed	–	(3)
Net Decrease	–	(2)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	5	1
Redeemed	(5)	–
Net Increase	–	1
<b>Premier Class Euro Distributing (M) (Hedged) Plus (e)</b>		
Sold	34	23
Redeemed	(22)	(17)
Net Increase	12	6
<b>Premier Class SEK Accumulating (Hedged)</b>		
Sold	2,381	168
Net Increase	2,381	168
<b>LM Class US\$ Accumulating</b>		
Redeemed	–	(45)
Net Decrease	–	(45)
<b>Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup></b>		
<b>Class A US\$ Accumulating</b>		
Sold	74	165
Redeemed	(124)	(151)
Net (Decrease)/increase	(50)	14
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	4	–
Net Increase	4	–
<b>Class X GBP Distributing (M) (Hedged) Plus (e)</b>		
Redeemed	–	(11)
Net Decrease	–	(11)
<b>Premier Class US\$ Accumulating</b>		
Sold	37	330
Redeemed	(72)	(26)
Net (Decrease)/increase	(35)	304
<b>Premier Class US\$ Distributing (A)</b>		
Sold	–	94
Redeemed	(59)	–
Net (Decrease)/increase	(59)	94
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	–	80
Redeemed	(21)	(41)
Net (Decrease)/increase	(21)	39
<b>Premier Class GBP Distributing (M) (Hedged)</b>		
Sold	16	108
Redeemed	(35)	(54)
Net (Decrease)/increase	(19)	54
<b>S Class US\$ Accumulating</b>		
Sold	–	53
Redeemed	–	(10)
Net Increase	–	43
<b>LM Class US\$ Accumulating</b>		
Redeemed	–	(20)
Net Decrease	–	(20)
<b>Legg Mason ClearBridge Value Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	43	234
Redeemed	(268)	(502)
Net Decrease	(225)	(268)
<b>Class A US\$ Distributing (A)</b>		
Sold	13	21
Redeemed	(97)	(80)
Net Decrease	(84)	(59)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class A Euro Accumulating</b>		
Sold	2	5
Redeemed	(1)	(10)
Net Increase/(decrease)	1	(5)
<b>Class A SGD Accumulating (Hedged)</b>		
Sold	10	2
Redeemed	(161)	(2,795)
Net Decrease	(151)	(2,793)
<b>Class A SGD Accumulating</b>		
Sold	167	1,096
Redeemed	(1,150)	(3,426)
Net Decrease	(983)	(2,330)
<b>Class B US\$ Accumulating</b>		
Sold	–	2
Redeemed	(2)	–
Net (Decrease)/increase	(2)	2
<b>Class C US\$ Accumulating</b>		
Sold	3	3
Redeemed	(2)	(2)
Net Increase	1	1
<b>Class C US\$ Distributing (A)</b>		
Sold	1	5
Redeemed	(3)	(7)
Net Decrease	(2)	(2)
<b>Class E US\$ Accumulating</b>		
Sold	2	–
Net Increase	2	–
<b>Class X US\$ Distributing (A)</b>		
Sold	1	1
Redeemed	(1)	(1)
Net Increase	–	–
<b>Premier Class US\$ Accumulating</b>		
Sold	136	76
Redeemed	(126)	(42)
Net Increase	10	34
<b>Premier Class US\$ Distributing (A)</b>		
Sold	2	–
Redeemed	(4)	–
Net Decrease	(2)	–
<b>Premier Class Euro Accumulating</b>		
Sold	–	6
Redeemed	(2)	(2)
Net (Decrease)/increase	(2)	4
<b>Legg Mason ClearBridge Growth Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	–	3
Redeemed	(3)	(6)
Net Decrease	(3)	(3)
<b>Class A US\$ Distributing (A)</b>		
Sold	3	24
Redeemed	(6)	(25)
Net Decrease	(3)	(1)
<b>Class B US\$ Distributing (A)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class C US\$ Distributing (A)</b>		
Sold	–	8
Redeemed	(1)	(3)
Net (Decrease)/increase	(1)	5
<b>Legg Mason ClearBridge Global Equity Fund<sup>^</sup></b>		
<b>Class A US\$ Accumulating</b>		
Sold	2	15
Redeemed	(3)	(5)
Net (Decrease)/increase	(1)	10
<b>Class A US\$ Distributing (A)</b>		
Sold	1	1
Redeemed	(5)	(3)
Net Decrease	(4)	(2)
<b>Class C US\$ Accumulating</b>		
Sold	–	1
Redeemed	(2)	(3)
Net Decrease	(2)	(2)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason ClearBridge Global Equity Fund<sup>^</sup> – (continued)</b>		
<b>Class C US\$ Distributing (A)</b>		
Sold	–	4
Net Increase	–	4
<b>Premier Class US\$ Accumulating</b>		
Sold	63	–
Net Increase	63	–
<b>Legg Mason ClearBridge US Appreciation Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	49	71
Redeemed	(131)	(113)
Net Decrease	(82)	(42)
<b>Class A US\$ Distributing (A)</b>		
Sold	24	75
Redeemed	(248)	(72)
Net (Decrease)/increase	(224)	3
<b>Class A Euro Accumulating</b>		
Sold	1	76
Redeemed	(2)	(164)
Net Decrease	(1)	(88)
<b>Class B US\$ Accumulating</b>		
Sold	3	4
Redeemed	(5)	(7)
Net Decrease	(2)	(3)
<b>Class B US\$ Distributing (A)</b>		
Sold	1	2
Redeemed	(3)	(3)
Net Decrease	(2)	(1)
<b>Class C US\$ Accumulating</b>		
Sold	10	19
Redeemed	(26)	(28)
Net Decrease	(16)	(9)
<b>Class C US\$ Distributing (A)</b>		
Sold	11	20
Redeemed	(34)	(12)
Net (Decrease)/increase	(23)	8
<b>Class E US\$ Accumulating</b>		
Sold	25	31
Redeemed	(36)	(61)
Net Decrease	(11)	(30)
<b>Class E US\$ Distributing (A)</b>		
Sold	2	1
Redeemed	(7)	(4)
Net Decrease	(5)	(3)
<b>Class F US\$ Accumulating</b>		
Sold	6	12
Redeemed	(6)	(11)
Net Increase	–	1
<b>Class F US\$ Distributing (A)</b>		
Sold	2	4
Redeemed	(3)	(3)
Net (Decrease)/increase	(1)	1
<b>Class X US\$ Distributing (A)</b>		
Sold	42	11
Redeemed	(13)	(8)
Net Increase	29	3
<b>Class X Euro Accumulating</b>		
Sold	–	1
Redeemed	(1)	(2)
Net Decrease	(1)	(1)
<b>Premier Class US\$ Accumulating</b>		
Sold	41	3
Redeemed	(11)	(38)
Net Increase/(decrease)	30	(35)
<b>Premier Class US\$ Distributing (A)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Premier Class Euro Accumulating</b>		
Sold	–	1
Redeemed	–	(1)
Net Increase	–	–
<b>LM Class US\$ Accumulating</b>		
Sold	19	–
Redeemed	(6)	–
Net Increase	13	–

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>LM Class Euro Accumulating</b>		
Sold	36	–
Redeemed	(2)	–
Net Increase	34	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	3	4
Redeemed	(10)	(10)
Net Decrease	(7)	(6)
<b>Class L (G) US\$ Accumulating</b>		
Sold	–	3
Redeemed	(12)	(6)
Net Decrease	(12)	(3)
<b>Class GA US\$ Accumulating</b>		
Sold	–	2
Redeemed	(1)	(11)
Net Decrease	(1)	(9)
<b>Class GE US\$ Accumulating</b>		
Sold	–	1
Redeemed	–	(2)
Net Decrease	–	(1)
<b>Legg Mason ClearBridge US Fundamental Value Fund<sup>^</sup></b>		
<b>Class A US\$ Accumulating</b>		
Redeemed	–	(111)
Net Decrease	–	(111)
<b>Class A US\$ Distributing (A)</b>		
Sold	–	1
Redeemed	–	(25)
Net Decrease	–	(24)
<b>Class A Euro Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class B US\$ Accumulating</b>		
Redeemed	–	(3)
Net Decrease	–	(3)
<b>Class B US\$ Distributing (A)</b>		
Sold	–	1
Redeemed	–	(4)
Net Decrease	–	(3)
<b>Class C US\$ Accumulating</b>		
Redeemed	–	(17)
Net Decrease	–	(17)
<b>Class C US\$ Distributing (A)</b>		
Redeemed	–	(19)
Net Decrease	–	(19)
<b>Class A (G) US\$ Accumulating</b>		
Redeemed	–	(287)
Net Decrease	–	(287)
<b>Class B (G) US\$ Accumulating</b>		
Redeemed	–	(2)
Net Decrease	–	(2)
<b>Class L (G) US\$ Accumulating</b>		
Redeemed	–	(119)
Net Decrease	–	(119)
<b>Class GA US\$ Accumulating</b>		
Sold	–	6
Redeemed	–	(76)
Net Decrease	–	(70)
<b>Class GE US\$ Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class GE Euro Accumulating</b>		
Redeemed	–	(2)
Net Decrease	–	(2)
<b>Legg Mason ClearBridge US Large Cap Growth Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	227	147
Redeemed	(285)	(125)
Net (Decrease)/increase	(58)	22
<b>Class A US\$ Distributing (A)</b>		
Sold	103	102
Redeemed	(49)	(32)
Net Increase	54	70

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason ClearBridge US Large Cap Growth Fund – (continued)</b>		
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	20	–
Redeemed	(20)	–
Net Increase	–	–
<b>Class A Euro Accumulating</b>		
Sold	56	16
Redeemed	(6)	(19)
Net Increase/(decrease)	50	(3)
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	(1)	(1)
Net Decrease	(1)	–
<b>Class B US\$ Distributing (A)</b>		
Redeemed	–	(4)
Net Decrease	–	(4)
<b>Class C US\$ Accumulating</b>		
Sold	17	35
Redeemed	(59)	(30)
Net (Decrease)/increase	(42)	5
<b>Class C US\$ Distributing (A)</b>		
Sold	90	20
Redeemed	(95)	(16)
Net (Decrease)/increase	(5)	4
<b>Class E US\$ Accumulating</b>		
Sold	107	–
Redeemed	(34)	–
Net Increase	73	–
<b>Class E US\$ Distributing (A)</b>		
Sold	35	–
Redeemed	(46)	–
Net Decrease	(11)	–
<b>Class F US\$ Accumulating</b>		
Sold	161	–
Redeemed	(5)	–
Net Increase	156	–
<b>Class F US\$ Distributing (A)</b>		
Sold	82	–
Redeemed	(10)	–
Net Increase	72	–
<b>Class X US\$ Accumulating</b>		
Sold	58	–
Redeemed	(44)	–
Net Increase	14	–
<b>Class X Euro Distributing (A) (Hedged)</b>		
Sold	30	–
Net Increase	30	–
<b>Class X GBP Accumulating</b>		
Sold	1	–
Net Increase	1	–
<b>Premier Class US\$ Accumulating</b>		
Sold	424	–
Redeemed	(403)	(82)
Net Increase/(decrease)	21	(82)
<b>Premier Class GBP Accumulating</b>		
Sold	3	–
Redeemed	(1)	–
Net Increase	2	–
<b>LM Class US\$ Accumulating</b>		
Sold	4	–
Redeemed	(1)	–
Net Increase	3	–
<b>LM Class Euro Accumulating</b>		
Sold	9	–
Redeemed	(1)	–
Net Increase	8	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	–	2
Redeemed	(3)	(5)
Net Decrease	(3)	(3)
<b>Class L (G) US\$ Accumulating</b>		
Sold	–	1
Redeemed	(10)	(2)
Net Decrease	(10)	(1)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class GA US\$ Accumulating</b>		
Sold	–	2
Redeemed	(4)	(3)
Net Decrease	(4)	(1)
<b>Legg Mason ClearBridge US Aggressive Growth Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	524	3,203
Redeemed	(2,041)	(3,883)
Net Decrease	(1,517)	(680)
<b>Class A US\$ Distributing (A)</b>		
Sold	95	558
Redeemed	(409)	(724)
Net Decrease	(314)	(166)
<b>Class A AUD Accumulating (Hedged)</b>		
Sold	40	306
Redeemed	(135)	(391)
Net Decrease	(95)	(85)
<b>Class A CHF Accumulating (Hedged)</b>		
Redeemed	(2)	–
Net Decrease	(2)	–
<b>Class A CNH Accumulating (Hedged)</b>		
Sold	–	7
Redeemed	–	(4)
Net Increase	–	3
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	7	237
Redeemed	(37)	(74)
Net (Decrease)/increase	(30)	163
<b>Class A Euro Accumulating</b>		
Sold	76	851
Redeemed	(213)	(232)
Net (Decrease)/increase	(137)	619
<b>Class A Euro Distributing (A) (Hedged)</b>		
Sold	3	1
Redeemed	(2)	–
Net Increase	1	1
<b>Class A GBP Accumulating</b>		
Sold	9	5
Redeemed	(3)	–
Net Increase	6	5
<b>Class A HKD Accumulating</b>		
Sold	1	–
Net Increase	1	–
<b>Class A SEK Accumulating (Hedged)</b>		
Sold	1	2
Redeemed	–	(4)
Net Increase/(decrease)	1	(2)
<b>Class A SGD Accumulating (Hedged)</b>		
Sold	1,102	7,526
Redeemed	(2,972)	(15,175)
Net Decrease	(1,870)	(7,649)
<b>Class B US\$ Accumulating</b>		
Sold	2	12
Redeemed	(9)	(16)
Net Decrease	(7)	(4)
<b>Class B US\$ Distributing (A)</b>		
Sold	3	4
Redeemed	(2)	(9)
Net Increase/(decrease)	1	(5)
<b>Class C US\$ Accumulating</b>		
Sold	23	105
Redeemed	(85)	(71)
Net (Decrease)/increase	(62)	34
<b>Class C US\$ Distributing (A)</b>		
Sold	33	91
Redeemed	(109)	(57)
Net (Decrease)/increase	(76)	34
<b>Class E US\$ Accumulating</b>		
Sold	59	191
Redeemed	(192)	(105)
Net (Decrease)/increase	(133)	86
<b>Class E US\$ Distributing (A)</b>		
Sold	2	16
Redeemed	(7)	(3)
Net (Decrease)/increase	(5)	13

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason ClearBridge US Aggressive Growth Fund – (continued)</b>		
<b>Class E Euro Accumulating (Hedged)</b>		
Sold	1	6
Redeemed	(4)	(13)
Net Decrease	(3)	(7)
<b>Class F US\$ Accumulating</b>		
Sold	65	530
Redeemed	(544)	(458)
Net (Decrease)/increase	(479)	72
<b>Class F US\$ Distributing (A)</b>		
Sold	11	30
Redeemed	(31)	(19)
Net (Decrease)/increase	(20)	11
<b>Class X US\$ Accumulating</b>		
Sold	140	1,043
Redeemed	(285)	(749)
Net (Decrease)/increase	(145)	294
<b>Class X US\$ Distributing (A)</b>		
Sold	22	154
Redeemed	(82)	(83)
Net (Decrease)/increase	(60)	71
<b>Class X Euro Accumulating (Hedged)</b>		
Sold	1	10
Redeemed	(8)	(23)
Net Decrease	(7)	(13)
<b>Class X Euro Accumulating</b>		
Sold	37	32
Redeemed	(38)	(43)
Net Decrease	(1)	(11)
<b>Class X GBP Accumulating</b>		
Sold	133	265
Redeemed	(152)	(145)
Net (Decrease)/increase	(19)	120
<b>Premier Class US\$ Accumulating</b>		
Sold	715	1,985
Redeemed	(1,826)	(1,457)
Net (Decrease)/increase	(1,111)	528
<b>Premier Class CHF Accumulating (Hedged)</b>		
Sold	–	53
Redeemed	–	(27)
Net Increase	–	26
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	5	161
Redeemed	(68)	(35)
Net (Decrease)/increase	(63)	126
<b>Premier Class Euro Accumulating</b>		
Sold	14	120
Redeemed	(49)	(74)
Net (Decrease)/increase	(35)	46
<b>Premier Class Euro Distributing (A)</b>		
Sold	11	17
Redeemed	(17)	(5)
Net (Decrease)/increase	(6)	12
<b>Premier Class GBP Accumulating (Hedged)</b>		
Sold	198	3
Redeemed	(7)	–
Net Increase	191	3
<b>Premier Class GBP Distributing (A)</b>		
Sold	167	615
Redeemed	(380)	(311)
Net (Decrease)/increase	(213)	304
<b>LM Class US\$ Accumulating</b>		
Sold	6	–
Redeemed	(2)	–
Net Increase	4	–
<b>LM Class Euro Accumulating</b>		
Sold	11	–
Redeemed	(1)	–
Net Increase	10	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	5	37
Redeemed	(38)	(62)
Net Decrease	(33)	(25)
<b>Class B (G) US\$ Accumulating</b>		
Redeemed	–	(3)
Net Decrease	–	(3)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class L (G) US\$ Accumulating</b>		
Sold	4	6
Redeemed	(17)	(20)
Net Decrease	(13)	(14)
<b>Class GA Euro Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Premier Class PLN Accumulating (Hedged)</b>		
Sold	15	–
Redeemed	(2)	–
Net Increase	13	–
<b>Legg Mason ClearBridge Tactical Dividend Income Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	18	206
Redeemed	(29)	(39)
Net (Decrease)/increase	(11)	167
<b>Class A US\$ Distributing (A)</b>		
Sold	26	33
Redeemed	(8)	(6)
Net Increase	18	27
<b>Class A US\$ Distributing (M) Plus (e)</b>		
Redeemed	–	(3)
Net Decrease	–	(3)
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	7	28
Redeemed	(27)	(87)
Net Decrease	(20)	(59)
<b>Class A US\$ Distributing (Q)</b>		
Sold	1	1
Net Increase	1	1
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	8	22
Redeemed	(15)	(18)
Net (Decrease)/increase	(7)	4
<b>Class A CNH Distributing (M) (Hedged) Plus</b>		
Sold	–	32
Redeemed	(137)	(141)
Net Decrease	(137)	(109)
<b>Class A Euro Accumulating</b>		
Sold	–	7
Redeemed	–	(2)
Net Increase	–	5
<b>Class A Euro Distributing (M) (Hedged) Plus (e)</b>		
Sold	1	1
Net Increase	1	1
<b>Class A HKD Distributing (M) Plus</b>		
Sold	30	52
Redeemed	(71)	(16)
Net (Decrease)/increase	(41)	36
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	187	130
Redeemed	(135)	(256)
Net Increase/(decrease)	52	(126)
<b>Class B US\$ Accumulating</b>		
Sold	–	4
Redeemed	–	(1)
Net Increase	–	3
<b>Class B US\$ Distributing (A)</b>		
Sold	1	4
Redeemed	(2)	(1)
Net (Decrease)/increase	(1)	3
<b>Class B US\$ Distributing (Q)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class C US\$ Accumulating</b>		
Sold	–	24
Redeemed	(3)	(9)
Net (Decrease)/increase	(3)	15
<b>Class C US\$ Distributing (A)</b>		
Sold	–	24
Redeemed	(3)	(1)
Net (Decrease)/increase	(3)	23

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason ClearBridge Tactical Dividend Income Fund – (continued)</b>		
<b>Class C US\$ Distributing (Q)</b>		
Sold	–	2
Redeemed	(2)	(3)
Net Decrease	(2)	(1)
<b>Class F US\$ Accumulating</b>		
Sold	7	508
Redeemed	(40)	(86)
Net (Decrease)/increase	(33)	422
<b>Class F Euro Accumulating</b>		
Sold	–	1
Net Increase	–	1
<b>Class F Euro Distributing (A)</b>		
Sold	–	1
Net Increase	–	1
<b>Premier Class US\$ Distributing (M) Plus (e)</b>		
Redeemed	–	(3)
Net Decrease	–	(3)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Redeemed	–	(15)
Net Decrease	–	(15)
<b>LM Class US\$ Accumulating</b>		
Redeemed	–	(20)
Net Decrease	–	(20)
<b>Legg Mason ClearBridge US Equity Sustainability Leaders Fund^</b>		
<b>Premier Class US\$ Distributing (A)</b>		
Sold	12	–
Net Increase	12	–
<b>Legg Mason Opportunity Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	60	237
Redeemed	(159)	(287)
Net Decrease	(99)	(50)
<b>Class A US\$ Distributing (A)</b>		
Sold	5	16
Redeemed	(12)	(23)
Net Decrease	(7)	(7)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	–	19
Redeemed	(2)	(1)
Net (Decrease)/increase	(2)	18
<b>Class A SEK Accumulating (Hedged)</b>		
Sold	23	8
Redeemed	(9)	(7)
Net Increase	14	1
<b>Class X US\$ Accumulating</b>		
Redeemed	(4)	–
Net Decrease	(4)	–
<b>Class X GBP Accumulating</b>		
Sold	8	10
Redeemed	(20)	(7)
Net (Decrease)/increase	(12)	3
<b>Premier Class US\$ Accumulating</b>		
Sold	157	66
Redeemed	(479)	(58)
Net (Decrease)/increase	(322)	8
<b>Premier Class US\$ Distributing (A)</b>		
Sold	2	–
Redeemed	(42)	–
Net Decrease	(40)	–
<b>Premier Class GBP Distributing (A)</b>		
Sold	3	71
Redeemed	(90)	(64)
Net (Decrease)/increase	(87)	7
<b>Premier Class PLN Accumulating (Hedged)</b>		
Sold	14	–
Redeemed	(11)	–
Net Increase	3	–
<b>Legg Mason Royce US Small Cap Opportunity Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	319	479
Redeemed	(503)	(1,506)
Net Decrease	(184)	(1,027)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class A US\$ Distributing (A)</b>		
Sold	13	27
Redeemed	(26)	(66)
Net Decrease	(13)	(39)
<b>Class A AUD Accumulating (Hedged)</b>		
Sold	63	26
Redeemed	(40)	(101)
Net Increase/(decrease)	23	(75)
<b>Class A CNH Accumulating (Hedged)</b>		
Sold	–	2
Net Increase	–	2
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	105	198
Redeemed	(72)	(106)
Net Increase	33	92
<b>Class A Euro Accumulating</b>		
Sold	17	27
Redeemed	(22)	(75)
Net Decrease	(5)	(48)
<b>Class A GBP Distributing (A)</b>		
Sold	–	3
Redeemed	(3)	(7)
Net Decrease	(3)	(4)
<b>Class A SEK Accumulating (Hedged)</b>		
Sold	14	7
Redeemed	(7)	(7)
Net Increase	7	–
<b>Class A SGD Accumulating (Hedged)</b>		
Sold	406	1,153
Redeemed	(1,628)	(5,672)
Net Decrease	(1,222)	(4,519)
<b>Class A SGD Accumulating</b>		
Sold	245	346
Redeemed	(946)	(6,117)
Net Decrease	(701)	(5,771)
<b>Class B US\$ Accumulating</b>		
Sold	–	1
Redeemed	(1)	(3)
Net Decrease	(1)	(2)
<b>Class C US\$ Accumulating</b>		
Sold	9	19
Redeemed	(11)	(19)
Net Decrease	(2)	–
<b>Class C US\$ Distributing (A)</b>		
Sold	5	4
Redeemed	(11)	(10)
Net Decrease	(6)	(6)
<b>Class E US\$ Accumulating</b>		
Sold	2	5
Redeemed	(15)	(13)
Net Decrease	(13)	(8)
<b>Class E US\$ Distributing (A)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Class E Euro Accumulating</b>		
Redeemed	(1)	(2)
Net Decrease	(1)	(2)
<b>Class F US\$ Accumulating</b>		
Sold	4	36
Redeemed	(15)	(38)
Net Decrease	(11)	(2)
<b>Class F US\$ Distributing (A)</b>		
Sold	5	3
Redeemed	(11)	(3)
Net Decrease	(6)	–
<b>Class X US\$ Accumulating</b>		
Sold	115	27
Redeemed	(48)	(25)
Net Increase	67	2
<b>Class X Euro Accumulating (Hedged)</b>		
Redeemed	(23)	–
Net Decrease	(23)	–

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Royce US Small Cap Opportunity Fund – (continued)</b>		
<b>Class X GBP Accumulating</b>		
Sold	178	65
Redeemed	(194)	(54)
Net (Decrease)/increase	(16)	11
<b>Class X GBP Distributing (A)</b>		
Sold	1	1
Redeemed	(4)	–
Net (Decrease)/increase	(3)	1
<b>Premier Class US\$ Accumulating</b>		
Sold	89	203
Redeemed	(233)	(783)
Net Decrease	(144)	(580)
<b>Premier Class CHF Accumulating (Hedged)</b>		
Sold	–	1
Redeemed	–	(3)
Net Decrease	–	(2)
<b>Premier Class Euro Accumulating (Hedged)</b>		
Sold	–	25
Redeemed	–	(42)
Net Decrease	–	(17)
<b>Premier Class Euro Accumulating</b>		
Sold	45	3
Redeemed	(38)	(3)
Net Increase	7	–
<b>Premier Class GBP Accumulating</b>		
Sold	243	18
Redeemed	(153)	(12)
Net Increase	90	6
<b>Legg Mason Royce US Smaller Companies Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	374	82
Redeemed	(269)	(225)
Net Increase/(decrease)	105	(143)
<b>Class A US\$ Distributing (A)</b>		
Sold	11	12
Redeemed	(27)	(56)
Net Decrease	(16)	(44)
<b>Class A Euro Accumulating (Hedged)</b>		
Sold	1	26
Redeemed	(1)	(29)
Net Decrease	–	(3)
<b>Class A Euro Accumulating</b>		
Sold	11	3
Redeemed	(14)	(64)
Net Decrease	(3)	(61)
<b>Class A SEK Accumulating (Hedged)</b>		
Sold	5	1
Redeemed	(4)	(1)
Net Increase	1	–
<b>Class B US\$ Accumulating</b>		
Redeemed	(1)	(1)
Net Decrease	(1)	(1)
<b>Class B US\$ Distributing (A)</b>		
Redeemed	(1)	(1)
Net Decrease	(1)	(1)
<b>Class C US\$ Accumulating</b>		
Sold	3	8
Redeemed	(9)	(11)
Net Decrease	(6)	(3)
<b>Class C US\$ Distributing (A)</b>		
Sold	5	5
Redeemed	(13)	(13)
Net Decrease	(8)	(8)
<b>Class E US\$ Accumulating</b>		
Sold	1	3
Redeemed	(1)	(5)
Net Decrease	–	(2)
<b>Class E US\$ Distributing (A)</b>		
Redeemed	(2)	–
Net Decrease	(2)	–
<b>Class F US\$ Accumulating</b>		
Sold	1	1
Redeemed	(4)	(2)
Net Decrease	(3)	(1)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class F US\$ Distributing (A)</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class R US\$ Accumulating</b>		
Sold	12	1
Redeemed	(12)	(1)
Net Increase	–	–
<b>Class X US\$ Accumulating</b>		
Sold	6	7
Redeemed	(19)	(22)
Net Decrease	(13)	(15)
<b>Class X US\$ Distributing (A)</b>		
Sold	52	3
Net Increase	52	3
<b>Premier Class US\$ Accumulating</b>		
Sold	1	5
Redeemed	(5)	(79)
Net Decrease	(4)	(74)
<b>Premier Class US\$ Distributing (A)</b>		
Sold	3	34
Redeemed	(17)	(121)
Net Decrease	(14)	(87)
<b>Premier Class GBP Distributing (A)</b>		
Sold	1	4
Redeemed	(14)	(45)
Net Decrease	(13)	(41)
<b>LM Class US\$ Accumulating</b>		
Sold	6	–
Redeemed	(2)	–
Net Increase	4	–
<b>LM Class Euro Accumulating</b>		
Sold	12	16
Redeemed	(1)	(31)
Net Increase/(decrease)	11	(15)
<b>Class A (G) US\$ Accumulating</b>		
Sold	1	–
Redeemed	(3)	(2)
Net Decrease	(2)	(2)
<b>Class L (G) US\$ Accumulating</b>		
Sold	–	1
Redeemed	(2)	(1)
Net Decrease	(2)	–
<b>Premier Class PLN Accumulating (Hedged)</b>		
Sold	3	–
Redeemed	(1)	–
Net Increase	2	–
<b>Legg Mason Royce Smaller Companies Fund II^</b>		
<b>Class A US\$ Accumulating</b>		
Sold	–	9
Redeemed	–	(253)
Net Decrease	–	(244)
<b>Legg Mason QS MV European Equity Growth and Income Fund</b>		
<b>Class A US\$ Accumulating (Hedged)</b>		
Sold	20	617
Redeemed	(195)	(534)
Net (Decrease)/increase	(175)	83
<b>Class A US\$ Accumulating</b>		
Sold	36	44
Redeemed	(35)	(56)
Net Increase/(decrease)	1	(12)
<b>Class A US\$ Distributing (A)</b>		
Sold	3	2
Redeemed	(2)	(3)
Net Increase/(decrease)	1	(1)
<b>Class A US\$ Distributing (M) (Hedged) Plus</b>		
Sold	50	806
Redeemed	(344)	(601)
Net (Decrease)/increase	(294)	205
<b>Class A US\$ Distributing (Q) (Hedged)</b>		
Sold	5	–
Redeemed	(5)	–
Net Increase	–	–

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason QS MV European Equity Growth and Income Fund – (continued)</b>		
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	12	300
Redeemed	(127)	(134)
Net (Decrease)/increase	(115)	166
<b>Class A CNH Distributing (M) (Hedged) Plus</b>		
Sold	20	62
Redeemed	(50)	–
Net (Decrease)/increase	(30)	62
<b>Class A Euro Accumulating</b>		
Sold	2	47
Redeemed	(20)	(102)
Net Decrease	(18)	(55)
<b>Class A Euro Distributing (A)</b>		
Sold	1	8
Redeemed	–	(4)
Net Increase	1	4
<b>Class A Euro Distributing (M) Plus</b>		
Sold	2	19
Redeemed	(6)	(13)
Net (Decrease)/increase	(4)	6
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	392	79
Redeemed	(9)	(25)
Net Increase	383	54
<b>Class B US\$ Accumulating</b>		
Sold	1	3
Redeemed	(1)	(3)
Net Increase	–	–
<b>Class B US\$ Distributing (A)</b>		
Sold	–	3
Redeemed	(1)	(2)
Net (Decrease)/increase	(1)	1
<b>Class C US\$ Accumulating</b>		
Sold	4	23
Redeemed	(8)	(15)
Net (Decrease)/increase	(4)	8
<b>Class C US\$ Distributing (A)</b>		
Sold	3	3
Redeemed	(4)	(2)
Net (Decrease)/increase	(1)	1
<b>Class C US\$ Distributing (Q) (Hedged)</b>		
Sold	1	–
Redeemed	(1)	–
Net Increase	–	–
<b>Class E US\$ Accumulating (Hedged)</b>		
Sold	4	13
Redeemed	(8)	(6)
Net (Decrease)/increase	(4)	7
<b>Class E US\$ Accumulating</b>		
Sold	–	4
Redeemed	–	(8)
Net Decrease	–	(4)
<b>Class F US\$ Accumulating</b>		
Sold	21	–
Redeemed	(11)	–
Net Increase	10	–
<b>Premier Class Euro Accumulating</b>		
Sold	1	–
Redeemed	–	(3)
Net Increase/(decrease)	1	(3)
<b>LM Class US\$ Accumulating</b>		
Sold	7	–
Redeemed	(2)	–
Net Increase	5	–
<b>LM Class Euro Accumulating</b>		
Sold	36	–
Redeemed	(3)	–
Net Increase	33	–
<b>Class A (G) US\$ Accumulating</b>		
Sold	1	1
Redeemed	(3)	(5)
Net Decrease	(2)	(4)
<b>Class B (G) US\$ Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Class L (G) US\$ Accumulating</b>		
Redeemed	(3)	–
Net Decrease	(3)	–
<b>Class GA US\$ Accumulating</b>		
Sold	1	1
Redeemed	(2)	(5)
Net Decrease	(1)	(4)
<b>Class GA Euro Accumulating</b>		
Sold	2	15
Redeemed	(16)	(34)
Net Decrease	(14)	(19)
<b>Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	16	87
Redeemed	(25)	(66)
Net (Decrease)/increase	(9)	21
<b>Class A US\$ Distributing (A)</b>		
Sold	6	9
Redeemed	(27)	(25)
Net Decrease	(21)	(16)
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	1	–
Redeemed	(1)	–
Net Increase	–	–
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	1	–
Redeemed	(2)	–
Net Decrease	(1)	–
<b>Class A Euro Accumulating</b>		
Sold	–	4
Redeemed	–	(5)
Net Decrease	–	(1)
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	5	–
Net Increase	5	–
<b>Class B US\$ Distributing (A)</b>		
Sold	–	1
Redeemed	(1)	(2)
Net Decrease	(1)	(1)
<b>Class C US\$ Accumulating</b>		
Sold	–	1
Net Increase	–	1
<b>Class C US\$ Distributing (A)</b>		
Sold	2	1
Redeemed	(6)	(1)
Net Decrease	(4)	–
<b>Class GA US\$ Accumulating</b>		
Sold	2	3
Redeemed	(10)	(8)
Net Decrease	(8)	(5)
<b>Class GA Euro Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Class GE Euro Accumulating</b>		
Redeemed	–	(1)
Net Decrease	–	(1)
<b>Premier Class PLN Accumulating (Hedged)</b>		
Sold	31	–
Redeemed	(6)	–
Net Increase	25	–
<b>Legg Mason QS Emerging Markets Equity Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	1	1
Redeemed	(51)	(1)
Net Decrease	(50)	–
<b>Class A US\$ Distributing (A)</b>		
Redeemed	(2)	–
Net Decrease	(2)	–
<b>Class C US\$ Accumulating</b>		
Redeemed	(5)	(3)
Net Decrease	(5)	(3)

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason QS Emerging Markets Equity Fund – (continued)</b>		
<b>Class C US\$ Distributing (A)</b>		
Redeemed	(1)	–
Net Decrease	(1)	–
<b>Premier Class Euro Accumulating</b>		
Sold	8	–
Redeemed	(7)	–
Net Increase	1	–
<b>Legg Mason QS MV Global Equity Growth and Income Fund</b>		
<b>Class A US\$ Accumulating</b>		
Sold	3	–
Redeemed	(11)	–
Net Decrease	(8)	–
<b>Class A US\$ Distributing (M) Plus</b>		
Sold	13	–
Redeemed	(8)	–
Net Increase	5	–
<b>Class A AUD Distributing (M) (Hedged) Plus</b>		
Sold	9	–
Redeemed	(4)	–
Net Increase	5	–
<b>Class A HKD Distributing (M) Plus</b>		
Sold	7	–
Redeemed	(1)	–
Net Increase	6	–
<b>Class A SGD Distributing (M) (Hedged) Plus</b>		
Sold	2	–
Net Increase	2	–
<b>Class GA US\$ Accumulating</b>		
Sold	–	3
Redeemed	(1)	(4)
Net Decrease	(1)	(1)
<b>Class GA Euro Accumulating</b>		
Sold	–	2
Redeemed	–	(4)
Net Decrease	–	(2)
<b>Class GE US\$ Accumulating</b>		
Redeemed	(1)	(1)
Net Decrease	(1)	(1)
<b>Legg Mason Martin Currie Australia Equity Income Fund</b>		
<b>Class A AUD Distributing (M) Plus</b>		
Sold	1	–
Redeemed	(1)	–
Net Increase	–	–
<b>LM Class AUD Accumulating</b>		
Sold	–	10
Net Increase	–	10
<b>Legg Mason Martin Currie Asia Long-Term Unconstrained Fund^Ø</b>		
<b>Class M Euro Distributing (A)</b>		
Sold	2,566	–
Redeemed	(48)	–
Net Increase	2,518	–
<b>Class M GBP Distributing (A)</b>		
Sold	3,436	–
Redeemed	(166)	–
Net Increase	3,270	–
<b>Class M US\$ Distributing (A)</b>		
Sold	3,758	–
Redeemed	(449)	–
Net Increase	3,309	–
<b>Legg Mason Martin Currie Asia Pacific Fund^Ø</b>		
<b>Class A US\$ Distributing (A)</b>		
Sold	327	–
Redeemed	(132)	–
Net Increase	195	–
<b>Class A Euro Distributing (A)</b>		
Sold	8	–
Net Increase	8	–

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Martin Currie European Absolute Alpha Fund^Ø</b>		
<b>Class A (PF) Euro Accumulating</b>		
Sold	2	–
Net Increase	2	–
<b>Class A (PF) Euro Distributing (A)</b>		
Sold	2,739	–
Redeemed	(934)	–
Net Increase	1,805	–
<b>Class A (PF) GBP Distributing (A) (Hedged)</b>		
Sold	59	–
Redeemed	(6)	–
Net Increase	53	–
<b>Class A (PF) NOK Distributing (A) (Hedged)</b>		
Sold	13	–
Net Increase	13	–
<b>Class A (PF) SGD Accumulating (Hedged)</b>		
Sold	2	–
Net Increase	2	–
<b>Class A (PF) US\$ Distributing (A) (Hedged)</b>		
Sold	1,443	–
Redeemed	(140)	–
Net Increase	1,303	–
<b>Class M (PF) Euro Accumulating</b>		
Sold	120	–
Net Increase	120	–
<b>Class M (PF) Euro Distributing (A)</b>		
Sold	14,409	–
Redeemed	(3,805)	–
Net Increase	10,604	–
<b>Class M (PF) GBP Distributing (A) (Hedged)</b>		
Sold	3,530	–
Redeemed	(1,402)	–
Net Increase	2,128	–
<b>Class M (PF) NOK Distributing (A) (Hedged)</b>		
Sold	290	–
Redeemed	(86)	–
Net Increase	204	–
<b>Class M (PF) SEK Distributing (A) (Hedged)</b>		
Sold	2,868	–
Redeemed	(543)	–
Net Increase	2,325	–
<b>Class M (PF) US\$ Distributing (A) (Hedged)</b>		
Sold	2,355	–
Redeemed	(699)	–
Net Increase	1,656	–
<b>Legg Mason Martin Currie Global Resources Fund^Ø</b>		
<b>Class A US\$ Distributing (A)</b>		
Sold	613	–
Redeemed	(127)	–
Net Increase	486	–
<b>Class A Euro Distributing (A)</b>		
Sold	18	–
Redeemed	(1)	–
Net Increase	17	–
<b>Class A GBP Distributing (A)</b>		
Sold	162	–
Redeemed	(26)	–
Net Increase	136	–
<b>Class X GBP Distributing (A)</b>		
Sold	649	–
Redeemed	(216)	–
Net Increase	433	–
<b>Legg Mason Martin Currie Greater China Fund^Ø</b>		
<b>Class A US\$ Distributing (A)</b>		
Sold	630	–
Redeemed	(99)	–
Net Increase	531	–
<b>Legg Mason Martin Currie Japan Absolute Alpha Fund^Ø</b>		
<b>Class A (PF) Euro Distributing (A) (Hedged)</b>		
Sold	422	–
Redeemed	(116)	–
Net Increase	306	–

The accompanying notes are an integral part of the Financial Statements



# Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares – (continued)

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>Ø</sup> – (continued)</b>		
<b>Class A (PF) GBP Distributing (A) (Hedged)</b>		
Sold	10	–
Redeemed	(2)	–
Net Increase	8	–
<b>Class A (PF) SGD Accumulating (Hedged)</b>		
Sold	2	–
Net Increase	2	–
<b>Class M (PF) Euro Distributing (A) (Hedged)</b>		
Sold	707	–
Net Increase	707	–
<b>Class M (PF) GBP Distributing (A) (Hedged)</b>		
Sold	58	–
Redeemed	(2)	–
Net Increase	56	–
<b>Class M (PF) US\$ Distributing (A) (Hedged)</b>		
Sold	39	–
Redeemed	(8)	–
Net Increase	31	–
<b>Legg Mason Martin Currie North American Fund<sup>Ø</sup></b>		
<b>Class A US\$ Distributing (A)</b>		
Sold	247	–
Redeemed	(25)	–
Net Increase	222	–
<b>Class A Euro Distributing (A)</b>		
Sold	38	–
Net Increase	38	–
<b>Class A GBP Distributing (A)</b>		
Sold	140	–
Redeemed	(15)	–
Net Increase	125	–
<b>Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>µ</sup></b>		
<b>Class A US\$ Accumulating</b>		
Sold	1	–
Net Increase	1	–
<b>Class A Euro Accumulating</b>		
Sold	2	–
Redeemed	(1)	–
Net Increase	1	–
<b>Class X Euro Accumulating</b>		
Sold	3	–
Redeemed	(2)	–
Net Increase	1	–
<b>Class X GBP Accumulating (Hedged)</b>		
Sold	2	–
Redeemed	(1)	–
Net Increase	1	–
<b>Class X GBP Accumulating</b>		
Sold	3	–
Redeemed	(1)	–
Net Increase	2	–
<b>Premier Class US\$ Accumulating</b>		
Sold	2	–
Net Increase	2	–
<b>S Class GBP Accumulating</b>		
Sold	71	–
Net Increase	71	–
<b>Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>µ</sup></b>		
<b>Class A US\$ Distributing (M) Plus (e)</b>		
Sold	4	–
Net Increase	4	–
<b>Class A AUD Distributing (M) Plus</b>		
Sold	5	–
Net Increase	5	–
<b>Class A Euro Distributing (M) Plus (e)</b>		
Sold	3	–
Net Increase	3	–
<b>Class X US\$ Accumulating</b>		
Sold	1	–
Net Increase	1	–

	For the period ended	
	August, 31, 2016 Shares (000's)	August, 31, 2015 Shares (000's)
<b>S Class GBP Accumulating</b>		
Sold	3	–
Net Increase	3	–
<b>S Class GBP Distributing (M) Plus (e)</b>		
Sold	3	–
Net Increase	3	–

Amounts designated as “–” are either 0 or less than 1,000.

Only classes with transactions during the period are shown.

Ø Effective April 29, 2016 Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> ceased trading.

Ø Effective March 11, 2016 Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie Global Resources Fund<sup>^</sup>, Legg Mason Martin Currie Greater China Fund<sup>^</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie North American Fund<sup>^</sup> commenced trading.

µ Effective June 28, 2016 Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup> and Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup> commenced trading.

# Effective August 25, 2016, the following Share Classes of Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup> have changed their names from LM Class and Premier Class to BW LM Class and BW Premier Class respectively.

^ Not authorised for sale to the public in Hong Kong.

The accompanying notes are an integral part of the Financial Statements



# Notes to Financial Statements

## 1. Significant Accounting Policies

The significant accounting policies and estimation techniques applied in the preparation of these financial statements are consistent with those adopted by the Company for the annual financial statements for the year ended February 29, 2016.

### Statement of Compliance

The financial statements for the period ended August 31, 2016 have been prepared in accordance with Financial Reporting Standard ("FRS") 104: "Interim Financial Reporting" and Irish statute comprising the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended) (the "Central Bank UCITS Regulations"). The condensed financial statements should be read in conjunction with the audited financial statements for the year ended February 29, 2016, which have been prepared in accordance with FRS 102: "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" and in accordance with Irish Statute.

### Basis of Preparation

The financial statements have been prepared on a going concern basis for the Company under the historical cost convention as modified by the revaluation of financial assets and liabilities held at fair value through the profit or loss.

The format and certain wordings of the financial statements has been adapted from those contained in Irish statute so that, in the opinion of the Directors, they more appropriately reflect the nature of the Company's business as an investment fund.

The Company has availed of the exemption available to open-ended investment funds under Section 7 "Statement of Cash Flows" of FRS 102, not to prepare a cash flow statement on the basis that substantially all of the Company's investments are highly liquid and carried at fair value, and the Company provides a statement of changes in net assets attributable to redeemable participating shareholders.

## 2. Efficient Portfolio Management

Subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland, and except as otherwise stated in the investment objective and policies of a Fund, the Investment Managers and/or Sub-Investment Manager(s) may employ investment techniques and instruments such as futures, options, forward foreign currency contracts and other derivatives for efficient portfolio management purposes. Furthermore, new techniques and instruments may be developed which may be suitable for use by a Fund in the future and a Fund may employ such techniques and instruments subject to the prior approval of, and any restrictions imposed by, the Central Bank of Ireland.

For UCITS which have engaged in efficient portfolio management techniques, new disclosures are required under UCITS Regulations. A UCITS is required to disclose the revenues arising from repurchase agreements and stocklending transactions for the entire reporting period together with the direct and indirect operational costs and fees incurred. Please refer to the tables below.

During the period, repurchase agreements were entered into for the purpose of efficient portfolio management.

Details of all open transactions at the period end are disclosed in the Portfolio of Investments.

### Repurchase agreements

A portion of each Fund's assets may be held in ancillary liquid assets. For efficient portfolio management purposes, each Fund may enter into repurchase agreements and reverse repurchase agreements.

The table below shows the revenue earned from repurchase agreements during the period ended August 31, 2016:

Fund Name	August 31, 2016 (000's)
Legg Mason Western Asset US Core Bond Fund	\$4
Legg Mason Western Asset US Core Plus Bond Fund	\$84
Legg Mason Western Asset Global Multi Strategy Fund	\$5
Legg Mason Western Asset US High Yield Fund	\$15
Legg Mason Western Asset Emerging Markets Total Return Bond Fund	\$1

Transaction costs on the purchase and sale of repurchase agreements are included in the purchase and sale price of the investment. These costs cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed.

### Stocklending transactions

Certain Funds may also utilise stocklending agreements for efficient portfolio management purposes as described above. In such transactions the Fund may temporarily transfer its securities to a borrower, with agreement by the borrower to return equivalent securities to the Fund at a pre-agreed time. In entering into such transactions the Fund will endeavour to increase the returns on its portfolio of securities by receiving a fee for making its securities available to the borrower. There was no stocklending on any of the Funds for the period ended August 31, 2016.

## 3. Operating Expenses and Other Related Party Transactions

Pursuant to separate Investment Management Agreements between the Company and ClearBridge, LLC (the Investment Manager for Legg Mason ClearBridge Value Fund) and Legg Mason Investments (Europe) Limited (the Investment Manager for all Funds except Legg Mason ClearBridge Value Fund), each Investment Manager shall be entitled to receive an investment management fee out of the assets of the relevant Fund for its services as the Investment Manager, which shall accrue on each Dealing Day and be payable monthly in arrears. The maximum investment management fee for each class, including classes not in issue, at August 31, 2016 (expressed as a percentage of the relevant Fund's net asset value attributable to such class) is as follows:

Fund Name	Maximum Investment Management Fee	Fund Name	Maximum Investment Management Fee
<b>Legg Mason Western Asset US Money Market Fund</b>		<b>Legg Mason Western Asset US Core Plus Bond Fund</b>	
Class A	0.800%	Class A	1.150%
Class B	1.050%	Class B	1.400%
Class C	1.300%	Class C	1.650%
Class E	1.400%	Class E	1.750%
Class X	0.600%	Class F	0.550%
LM Class	None	Class R	0.750%
Class A (G)	0.800%	Class X	0.575%
Class L (G)	0.800%	Premier Class	0.300%
<b>Legg Mason Western Asset US Core Bond Fund</b>		LM Class	None
Class A	0.950%	Class A (G)	1.150%
Class B	1.200%	Class B (G)	1.650%
Class C	1.450%	Class L (G)	1.650%
Class E	1.550%	<b>Legg Mason Western Asset Euro Core Plus Bond Fund</b>	
Class F	0.550%	Class A	1.000%
Class R	0.550%	Class B	1.250%
Class X	0.475%	Class C	1.500%
Premier Class	0.300%	Class E	1.600%
LM Class	None	Class F	0.550%
Class GA	0.820%	Class R	0.600%
Class GE	1.420%	Class X	0.500%
		Premier Class	0.300%
		LM Class	None
		Class GA	0.820%
		Class GE	1.420%



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

Fund Name	Maximum Investment Management Fee	Fund Name	Maximum Investment Management Fee
<b>Legg Mason Western Asset Short Duration High Income Bond Fund</b>		<b>Legg Mason Western Asset US Adjustable Rate Fund</b>	
Class A	1.100%	Class A	1.100%
Class B	1.350%	Class B	1.350%
Class C	1.600%	Class C	1.600%
Class E	1.700%	Class E	1.700%
Class F	0.850%	Class F	0.850%
Class R	0.700%	Class R	0.700%
Class X	0.600%	Class X	0.600%
Premier Class	0.600%	Premier Class	0.600%
LM Class	None	LM Class	None
Class A (G)	1.200%	Class A (G)	1.100%
Class B (G)	1.700%	Class L (G)	1.600%
Class L (G)	1.700%		
<b>Legg Mason Western Asset Global Multi Strategy Fund</b>		<b>Legg Mason Western Asset Global Inflation Management Fund</b>	
Class A	1.100%	Class A	0.900%
Class B	1.350%	Class B	1.150%
Class C	1.600%	Class C	1.400%
Class E	1.700%	Class E	1.500%
Class F	0.650%	Class F	0.600%
Class R	0.700%	Class R	0.550%
Class X	0.550%	Class X	0.450%
Premier Class	0.400%	Premier Class	0.350%
LM Class	None	LM Class	None
		Class A (G)	1.100%
		Class L (G)	1.600%
<b>Legg Mason Western Asset US High Yield Fund</b>		<b>Legg Mason Western Asset Asian Opportunities Fund</b>	
Class A	1.150%	Class A	1.100%
Class B	1.400%	Class B	1.350%
Class C	1.650%	Class C	1.600%
Class E	1.750%	Class E	1.700%
Class F	0.700%	Class F	0.850%
Class R	0.750%	Class R	0.700%
Class X	0.575%	Class X	0.600%
Premier Class	0.450%	Premier Class	0.600%
LM Class	None	LM Class	None
Class A (G)	1.150%		
Class B (G)	1.650%		
Class L (G)	1.650%		
Class GF	0.950%		
<b>Legg Mason Western Asset Emerging Markets Total Return Bond Fund</b>		<b>Legg Mason Western Asset Global Blue Chip Bond Fund</b>	
Class A	1.500%	Class A	0.850%
Class B	1.750%	Class B	1.100%
Class C	2.000%	Class C	1.350%
Class E	2.100%	Class E	1.450%
Class F	0.800%	Class F	0.600%
Class R	1.100%	Class R	0.450%
Class X	0.750%	Class X	0.425%
Premier Class	0.550%	Premier Class	0.350%
LM Class	None	LM Class	None
Class A (G)	1.250%		
Class B (G)	1.750%		
Class L (G)	1.750%		
<b>Legg Mason Western Asset Emerging Markets Corporate Bond Fund</b>		<b>Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup></b>	
Class A	1.500%	Class A	1.500%
Class B	1.750%	Class A (PF)	1.250%
Class C	2.000%	Class B	1.750%
Class E	2.100%	Class C	2.000%
Class F	0.800%	Class E	2.100%
Class R	1.100%	Class F	1.250%
Class X	0.750%	Class F (PF)	1.000%
Premier Class	0.550%	Class R	1.100%
LM Class	None	Class X	1.000%
		Premier Class	1.000%
		Premier (PF) Class	0.750%
		LM Class	None
<b>Legg Mason Western Asset Global High Yield Fund</b>		<b>Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup></b>	
Class A	1.250%	Class A	1.100%
Class B	1.500%	Class B	1.350%
Class C	1.750%	Class C	1.600%
Class E	1.850%	Class E	1.700%
Class F	0.700%	Class F	0.650%
Class R	0.850%	Class R	0.700%
Class X	0.625%	Class X	0.550%
Premier Class	0.450%	Premier Class	0.550%
LM Class	None	LM Class	0.400%
Class A (G)	1.250%		None
Class B (G)	1.750%		
Class L (G)	1.750%		
<b>Legg Mason Western Asset US Short-Term Government Fund</b>		<b>Legg Mason Western Asset Global Credit Fund</b>	
Class A	1.050%	Class A	1.050%
Class B	1.300%	Class B	1.300%
Class C	1.550%	Class C	1.550%
Class E	1.650%	Class E	1.650%
Class F	0.800%	Class F	0.600%
Class R	0.650%	Class R	0.650%
Class X	0.550%	Class X	0.525%
Premier Class	0.550%	Premier Class	0.350%
LM Class	None	LM Class	None
Class A (G)	1.050%		
Class B (G)	1.550%		
Class L (G)	1.550%		
		<b>Legg Mason Western Asset Euro High Yield Fund</b>	
		Class A	1.150%
		Class B	1.400%
		Class C	1.650%
		Class E	1.750%
		Class F	0.700%
		Class R	0.750%
		Class X	0.575%
		Premier Class	0.450%
		LM Class	None

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

Operating Expenses and Other Related Party Transactions (continued)		Operating Expenses and Other Related Party Transactions (continued)	
Fund Name	Maximum Investment Management Fee	Fund Name	Maximum Investment Management Fee
<b>Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup></b>		<b>Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup></b>	
Each Class A Share Class	1.500%	Class A	1.150%
Each Class B Share Class	1.750%	Class B	1.400%
Each Class C Share Class	2.000%	Class C	1.650%
Each Class E Share Class	2.100%	Class E	1.750%
Each Class F Share Class	1.250%	Class F	0.900%
Each Class R Share Class	1.100%	Class R	0.750%
Each Class X Share Class	1.000%	Class X	0.650%
Each Class Premier Share Class	1.000%	Premier Class	0.650%
Each S Share Class	0.600%	LM Class	None
Each LM Share Class	None		
<b>Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup></b>		<b>Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup></b>	
Class A	1.200%	Each Class A Share Class	1.600%
Premier Class	0.500%	Each Class B Share Class	1.850%
LM Class	None	Each Class C Share Class	2.100%
		Each Class E Share Class	2.350%
		Each Class F Share Class	1.350%
		Each Class R Share Class	0.900%
		Each Class X Share Class	0.800%
		Each BW Premier Share Class	0.350%
		Each Premier Share Class	0.800%
		Each BW LM Share Class	None
		Each LM Share Class	None
<b>Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup></b>		<b>Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup></b>	
Class A	1.250%	Class A	1.250%
Class B	1.500%	Class B	1.500%
Class C	1.750%	Class C	1.750%
Class E	1.850%	Class E	1.850%
Class F	0.800%	Class F	0.875%
Class R	0.750%	Class R	0.850%
Class X	0.625%	Class X	0.650%
Premier Class	0.600%	Premier Class	0.650%
S Class	0.400%	LM Class	None
LM Class	None		
<b>Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^</sup></b>		<b>Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup></b>	
Class A	1.200%	Each Class A Share Class	1.650%
Class B	1.450%	Each Class B Share Class	1.900%
Class C	1.700%	Each Class C Share Class	2.150%
Class E	1.950%	Each Class E Share Class	2.250%
Class F	0.700%	Each Class F Share Class	1.300%
Class R	0.750%	Each Class R Share Class	1.250%
Class X	0.600%	Each Class X Share Class	1.150%
Premier Class	0.600%	Each Premier Share Class	1.150%
S Class	0.400%	Each S Share Class	0.750%
LM Class	None	Each LM Share Class	None
<b>Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup></b>		<b>Legg Mason Brandywine Global Dynamic US Equity Fund<sup>^</sup></b>	
Premier Class	0.600%	Each Class A Share Class	1.200%
LM Class	None	Each Class E Share Class	1.950%
		Each Class F Share Class	0.950%
		Each Class R Share Class	0.700%
		Each Class X Share Class	0.600%
		Each Premier Share Class	0.600%
		Each S Share Class	0.500%
		Each LM Share Class	None
<b>Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup></b>		<b>Legg Mason ClearBridge Value Fund</b>	
Each Class A Share Class	1.000%	Class A	1.350%
Each Class B Share Class	1.250%	Class B	1.850%
Each Class C Share Class	1.500%	Class C	1.850%
Each Class E Share Class	1.600%	Class E	2.100%
Each Class F Share Class	0.550%	Class F	1.100%
Each Class R Share Class	0.600%	Class R	0.850%
Each Class X Share Class	0.500%	Class X	0.675%
Each Premier Share Class	0.300%	Premier Class	0.675%
Each LM Share Class	None	LM Class	None
		Galleon Class	0.850%
<b>Legg Mason Brandywine Global Fixed Income Fund</b>		<b>Legg Mason ClearBridge Growth Fund</b>	
Class A	1.100%	Class A	1.200%
Class B	1.350%	Class B	1.700%
Class C	1.600%	Class C	1.700%
Class E	1.700%	Class E	1.950%
Class F	0.850%	Class F	0.950%
Class R	0.700%	Class R	0.700%
Class X	0.600%	Class X	0.600%
Premier Class	0.600%	Premier Class	0.600%
LM Class	None	LM Class	None
<b>Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup></b>		<b>Legg Mason ClearBridge Global Equity Fund<sup>^</sup></b>	
Class A	1.350%	Class A	1.350%
Class B	1.600%	Class B	1.850%
Class C	1.850%	Class C	1.850%
Class E	1.950%	Class E	2.100%
Class F	1.100%	Class F	1.100%
Class R	0.950%	Class R	0.850%
Class X	0.900%	Class X	0.675%
Premier Class	0.900%	Premier Class	0.675%
LM Class	None	LM Class	None
<b>Legg Mason Brandywine Global High Yield Fund<sup>^</sup></b>		<b>Legg Mason ClearBridge Global Equity Income Fund<sup>^</sup></b>	
Each Class A Share Class	1.100%	Class A	1.350%
Each Class F Share Class	0.750%	Premier Class	0.850%
Each Premier Share Class	0.550%	LM Class	None
Each S Share Class	0.450%		
Each LM Share Class	None		
Each Class X Share Class	0.550%		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

Fund Name	Maximum Investment Management Fee	Fund Name	Maximum Investment Management Fee
<b>Legg Mason ClearBridge US Appreciation Fund</b>		<b>Legg Mason Royce US Smaller Companies Fund</b>	
Class A	1.250%	Class A	1.500%
Class B	1.750%	Class B	2.000%
Class C	1.750%	Class C	2.000%
Class E	2.000%	Class E	2.250%
Class F	1.000%	Class F	1.250%
Class R	0.750%	Class R	1.000%
Class X	0.625%	Class X	0.750%
Premier Class	0.625%	Premier Class	0.750%
LM Class	None	LM Class	None
Class A (G)	1.250%	Class A (G)	1.250%
Class B (G)	1.750%	Class L (G)	1.750%
Class L (G)	1.750%		
Class GA	1.420%		
Class GE	2.170%		
Class GP	None		
<b>Legg Mason ClearBridge US Large Cap Growth Fund</b>		<b>Legg Mason QS MV European Equity Growth and Income Fund</b>	
Class A	1.250%	Class A	1.350%
Class B	1.750%	Class B	1.850%
Class C	1.750%	Class C	1.850%
Class E	2.000%	Class E	2.100%
Class F	1.000%	Class F	1.100%
Class R	0.750%	Class R	0.850%
Class X	0.625%	Class X	0.675%
Premier Class	0.625%	Premier Class	0.675%
LM Class	None	LM Class	None
Class A (G)	1.250%	Class A (G)	1.350%
Class B (G)	1.750%	Class B (G)	1.850%
Class L (G)	1.750%	Class L (G)	1.850%
Class GA	1.420%	Class GA	1.420%
Class GE	2.170%	Class GE	2.170%
		Class GP	0.850%
<b>Legg Mason ClearBridge US Aggressive Growth Fund</b>		<b>Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund</b>	
Class A	1.300%	Class A	1.350%
Class B	1.800%	Class B	1.850%
Class C	1.800%	Class C	1.850%
Class E	2.050%	Class E	2.100%
Class F	1.050%	Class F	1.100%
Class R	0.800%	Class R	0.850%
Class X	0.650%	Class X	0.675%
Premier Class	0.650%	Premier Class	0.675%
LM Class	None	LM Class	None
Class A (G)	1.300%	Class GA	1.620%
Class B (G)	1.800%	Class GE	2.370%
Class L (G)	1.800%		
Class GA	1.420%		
Class GE	2.170%		
<b>Legg Mason ClearBridge Tactical Dividend Income Fund</b>		<b>Legg Mason QS Emerging Markets Equity Fund</b>	
Class A	1.250%	Class A	1.450%
Class B	1.750%	Class B	1.950%
Class C	1.750%	Class C	1.950%
Class E	2.000%	Class E	2.200%
Class F	1.000%	Class F	1.200%
Class R	0.800%	Class R	0.950%
Class X	0.625%	Class X	0.800%
Premier Class	0.625%	Premier Class	0.800%
LM Class	None	LM Class	None
<b>Legg Mason ClearBridge US Equity Sustainability Leaders Fund<sup>^</sup></b>		<b>Legg Mason QS MV Global Equity Growth and Income Fund</b>	
Class A	1.200%	Class A	1.350%
Class B	1.700%	Class B	1.850%
Class C	1.700%	Class C	1.850%
Class E	1.950%	Class E	2.100%
Class F	0.950%	Class F	1.100%
Class R	0.700%	Class R	0.850%
Class X	0.600%	Class X	0.675%
Premier Class	0.600%	Premier Class	0.675%
S Class	0.400%	LM Class	None
LM Class	None	Class GA	1.420%
		Class GE	2.170%
<b>Legg Mason Opportunity Fund</b>		<b>Legg Mason Martin Currie Australia Equity Income Fund</b>	
Class A	1.350%	Class A	1.300%
Class B	1.850%	Class B	1.800%
Class C	1.850%	Class C	1.800%
Class E	2.100%	Class E	2.050%
Class F	1.100%	Class F	1.050%
Class R	0.850%	Class R	0.800%
Class X	0.675%	Class X	0.650%
Premier Class	0.675%	Premier Class	0.650%
LM Class	None	S Class	0.600%
		LM Share	None
<b>Legg Mason Royce US Small Cap Opportunity Fund</b>		<b>Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup></b>	
Class A	1.500%	Class A	1.500%
Class B	2.000%	Class B	2.000%
Class C	2.000%	Class C	2.000%
Class E	2.250%	Class E	2.250%
Class F	1.250%	Class F	1.250%
Class R	1.000%	Class M	1.000%
Class X	0.750%	Class R	1.000%
Premier Class	0.750%	Premier Class	0.750%
LM Class	None	LM Class	None

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

Fund Name	Maximum Investment Management Fee	Fund Name	Maximum Investment Management Fee
<b>Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup></b>		<b>Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup></b>	
Class A	1.500%	Class A (PF)	2.000%
Class B	2.000%	Class E (PF)	2.750%
Class C	2.000%	Class F (PF)	1.750%
Class E	2.250%	Class M (PF)	1.500%
Class F	1.250%	Class R (PF)	1.500%
Class R	1.000%	Premier Class (PF)	1.500%
Class X	0.750%	LM Class	None
Premier Class	0.750%		
LM Class	None		
<b>Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup></b>		<b>Legg Mason Martin Currie North American Fund<sup>^</sup></b>	
Class A (PF)	2.000%	Class A	1.500%
Class E (PF)	2.750%	Class B	2.000%
Class F (PF)	1.750%	Class C	2.500%
Class M (PF)	1.500%	Class E	2.250%
Class R (PF)	1.500%	Class F	1.250%
Class X (PF)	1.000%	Class R	1.000%
Premier Class (PF)	1.500%	Class X	0.750%
LM Class	None	Premier Class	0.750%
		LM Class	None
<b>Legg Mason Martin Currie Global Resources Fund<sup>^</sup></b>		<b>Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup></b>	
Class A	1.500%	Class A	1.500%
Class B	2.000%	Class B	2.000%
Class C	2.000%	Class C	2.000%
Class E	2.250%	Class E	2.250%
Class F	1.250%	Class F	1.250%
Class R	1.000%	Class R	1.000%
Class X	0.750%	Class X	0.750%
Premier Class	0.750%	Premier Class	0.750%
LM Class	None	S Class	0.650%
		LM Class	None
<b>Legg Mason Martin Currie Greater China Fund<sup>^</sup></b>		<b>Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup></b>	
Class A	1.500%	Class A	1.500%
Class B	2.000%	Class B	2.000%
Class C	2.000%	Class C	2.000%
Class E	2.250%	Class E	2.250%
Class F	1.250%	Class F	1.250%
Class R	1.000%	Class R	1.000%
Class X	0.750%	Class X	0.750%
Premier Class	0.750%	Premier Class	0.750%
LM Class	None	S Class	0.650%
		LM Class	None

In the tables above, the investment management fees provided for each Fund apply to any of the share classes listed in the relevant column that are offered by the Fund. Not all share classes are offered by each Fund and not all share classes were in issue as at August 31, 2016. The Prospectus, as it may be amended or supplemented from time to time, indicates which share classes are offered by each Fund.

The Investment Manager of certain Funds has voluntarily agreed to waive a portion of its fees and/or reimburse each respective Fund for certain expenses so that the total expenses would not exceed certain voluntary expense limitations established for each respective Fund. The Investment Manager, at its discretion, may revise or discontinue the voluntary waivers and/or expense reimbursements at any time. For the period ended August 31, 2016, the Investment Management fees waived and reimbursed were as follows:

Fund Name	August 31, 2016 in (000's)	
	Investment Management Fee Waived	Investment Management Fee Reimbursed
Legg Mason Western Asset US Money Market Fund	\$1,010	\$5
Legg Mason Western Asset Euro Core Plus Bond Fund	€14	€–
Legg Mason Western Asset Short Duration High Income Bond Fund	\$2	\$–
Legg Mason Western Asset US High Yield Fund	\$–	\$2
Legg Mason Western Asset Emerging Markets Total Return Bond Fund	\$2	\$–
Legg Mason Western Asset US Short-Term Government Fund	\$2	\$–
Legg Mason Western Asset US Adjustable Rate Fund	\$9	\$–
Legg Mason Western Asset Global Inflation Management Fund	\$17	\$1
Legg Mason Western Asset Asian Opportunities Fund	\$31	\$–
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>	\$7	\$–
Legg Mason Brandywine Global High Yield Fund <sup>^</sup>	\$15	\$–
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup>	\$15	\$–
Legg Mason Brandywine Global Credit Opportunities Fund <sup>^</sup>	\$4	\$2
Legg Mason Brandywine Global Dynamic US Equity Fund <sup>^</sup>	\$4	\$6
Legg Mason ClearBridge Growth Fund	\$2	\$–
Legg Mason ClearBridge Global Equity Fund <sup>^</sup>	\$7	\$–
Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup>	\$14	\$7
Legg Mason ClearBridge Tactical Dividend Income Fund	\$13	\$–
Legg Mason ClearBridge US Equity Sustainability Leaders Fund <sup>^</sup>	\$5	\$6
Legg Mason QS Emerging Markets Equity Fund	\$17	\$–
Legg Mason Martin Currie Australia Equity Income Fund	\$–	\$12
Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup>	\$5	\$2
Legg Mason Martin Currie Asia Pacific Fund <sup>^</sup>	\$8	\$3
Legg Mason Martin Currie European Absolute Alpha Fund <sup>^</sup>	€22	€–
Legg Mason Martin Currie Global Resources Fund <sup>^</sup>	\$5	\$1
Legg Mason Martin Currie Greater China Fund <sup>^</sup>	\$–	\$1
Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup>	¥473	¥261
Legg Mason Martin Currie North American Fund <sup>^</sup>	\$8	\$–
Legg Mason Martin Currie Global Long-Term Unconstrained Fund <sup>^</sup>	\$4	\$–
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup>	\$3	\$1

Each Investment Manager shall be responsible for paying the fees and out-of-pocket expenses of the Sub-Investment Managers out of its own investment management fee.

Under the terms of the Master Distribution Agreement between the Company and Legg Mason Investor Services, LLC ("LMIS"), LMIS is authorised to market, promote, offer and arrange for the sale and redemption of shares of the Company (collectively, "distribution services"). In addition, LMIS is authorised at its own costs and expenses to engage one or more distributors for the purpose of assisting it with carrying out its duties and responsibilities. LMIS has appointed Legg Mason Investments (Europe) Limited as an additional Distributor of the Funds. Similarly, under the terms of the Distribution Agreement with LMIS, Legg Mason Investments (Europe) Limited is authorised at its own costs and expenses to engage one or more distributors for the purpose of assisting it with carrying out its duties and responsibilities. Legg Mason Investments (Europe) Limited, pursuant to the Distribution Agreement with LMIS and in accordance with the requirements of the Central Bank, has appointed Legg Mason Asset Management Hong Kong Limited and Legg Mason Asset Management Singapore Pte. Limited as additional Distributors of the Funds.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

Under the terms of the Investment Management Agreement with ClearBridge, LLC, ClearBridge, LLC is authorised to market, promote, offer and arrange for the sale and redemption of shares of the Legg Mason ClearBridge Value Fund. In addition, ClearBridge, LLC is authorised at its own costs and expenses to engage one or more distributors for the purpose of assisting it with carrying out its duties and responsibilities with respect to such distribution services. ClearBridge, LLC, pursuant to the Investment Management Agreement with the Company, and Legg Mason Investments (Europe) Limited, pursuant to the distribution agreement with LMIS, and in accordance with the requirements of the Central Bank, have appointed Legg Mason Investments (Taiwan) Limited as Distributors of each of the Funds.

Legg Mason Investments (Europe) Limited provide fund registration and fund governance services to the Company.

The Company shall also be responsible for the prompt payment or reimbursement to the Investment Manager of any commissions, transfer fees, registration fees, taxes and similar liabilities, costs and out-of-pocket expenses properly payable or incurred by the Investment Manager.

### Shareholder Services Fee

The Company has appointed LMIS as Master Shareholder Servicing Agent of the Company. Under the terms of the Master Shareholder Servicing Agent Agreement with the Company, LMIS is authorised at its own costs and expenses to engage one or more parties for the purpose of assisting it with carrying out its duties under the agreement, provided that LMIS shall remain responsible to the Company for the performance of its obligations under such agreement. Pursuant to this, LMIS has appointed LMI Europe as an additional Shareholder Servicing Agent. Similarly, under the terms of the Shareholder Servicing Agent Agreement with LMIS, LMI Europe is authorised at its own costs and expenses to engage one or more parties for the purpose of assisting it with carrying out its duties under the agreement, provided that LMI Europe shall remain responsible to the Company and LMIS for the performance of its obligations under such agreement. Pursuant to this, LMI Europe has appointed Legg Mason Asset Management Hong Kong Limited, Legg Mason Asset Management Singapore Pte. Limited and Legg Mason Investments (Taiwan) Limited as Shareholder Servicing Agents of the Company. The aggregate amount of shareholder services fees paid by the Company shall be equal to the following:

- (i) 0.15 per cent, per annum of the net asset value of Legg Mason Western Asset US Core Bond Fund, Legg Mason Western Asset US Core Plus Bond Fund, Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Short Duration High Income Bond Fund, Legg Mason Western Asset Global Multi Strategy Fund, Legg Mason Western Asset US High Yield Fund, Legg Mason Western Asset Emerging Markets Total Return Bond Fund, Legg Mason Western Asset Emerging Markets Corporate Bond Fund, Legg Mason Western Asset Global High Yield Fund, Legg Mason Western Asset US Short-Term Government Fund, Legg Mason Western Asset US Adjustable Rate Fund, Legg Mason Western Asset Global Inflation Management Fund, Legg Mason Western Asset Asian Opportunities Fund, Legg Mason Western Asset Global Blue Chip Bond Fund, Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> (ceased trading on April 29, 2016), Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup>, Legg Mason Western Asset Global Credit Fund, Legg Mason Western Asset Euro High Yield Fund, Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>, Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup>, Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>, Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^</sup>, Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup>, Legg Mason Brandywine Global Fixed Income Fund, Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup>, Legg Mason Brandywine Global High Yield Fund<sup>^</sup>, Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup>, Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>, Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup> and Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup>; and
- 0.35 per cent, per annum, of the net asset value of Legg Mason Brandywine Global Dynamic US Equity Fund<sup>^</sup>, Legg Mason ClearBridge Value Fund, Legg Mason ClearBridge Growth Fund, Legg Mason ClearBridge Global Equity Fund<sup>^</sup>, Legg Mason ClearBridge Global Equity Income Fund<sup>^</sup>, Legg Mason ClearBridge US Appreciation Fund, Legg Mason ClearBridge US Large Cap Growth Fund, Legg Mason ClearBridge US Aggressive Growth Fund, Legg Mason ClearBridge Tactical Dividend Income Fund, Legg Mason ClearBridge US Equity Sustainability Leaders Fund<sup>^</sup>, Legg Mason Opportunity Fund, Legg Mason Royce US Small Cap Opportunity Fund, Legg Mason Royce US Smaller Companies Fund, Legg Mason QS MV European Equity Growth and Income Fund, Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund, Legg Mason QS Emerging Markets Equity Fund, Legg Mason QS MV Global Equity Growth and Income Fund, Legg Mason Martin Currie Australia Equity Income Fund, Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie Global Resources Fund<sup>^</sup>, Legg Mason Martin Currie Greater China Fund<sup>^</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie North American Fund<sup>^</sup>, Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup> and Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup>.

Shareholder service fees are payable on all classes except: Class F Share Classes, LM Share Classes, Premier Share Classes, Grandfathered Share Classes, Class GA Share Classes, Class GE Share Classes, Class GF Share Classes, Class GP Share Classes and Galleon Share Classes (each as defined in the Prospectus), and all share classes offered by Legg Mason Western Asset US Money Market Fund, Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup> and Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>.

During the period ended August 31, 2016 the shareholder services fees waived were as follows:

Fund Name	Shareholder Services Fee Waived August 31, 2016 (000's)
Legg Mason Western Asset US Core Bond Fund	\$8
Legg Mason Western Asset Short Duration High Income Bond Fund	\$4
Legg Mason Western Asset Emerging Markets Total Return Bond Fund	\$11
Legg Mason Western Asset Global High Yield Fund	\$8
Legg Mason Western Asset US Short-Term Government Fund	\$12
Legg Mason Western Asset US Adjustable Rate Fund	\$4
Legg Mason Western Asset Global Inflation Management Fund	\$6
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>	\$3
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup>	\$18
Legg Mason Brandywine Global Credit Opportunities Fund <sup>^</sup>	\$1
Legg Mason ClearBridge Growth Fund	\$2
Legg Mason ClearBridge Global Equity Fund <sup>^</sup>	\$8
Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup>	\$4
Legg Mason ClearBridge Tactical Dividend Income Fund	\$14
Legg Mason ClearBridge US Equity Sustainability Leaders Fund <sup>^</sup>	\$1
Legg Mason Royce US Smaller Companies Fund	\$5
Legg Mason QS MV European Equity Growth and Income Fund	€1
Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund	\$5
Legg Mason QS Emerging Markets Equity Fund	\$4
Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup>	\$175
Legg Mason Martin Currie Asia Pacific Fund <sup>^</sup>	\$4
Legg Mason Martin Currie European Absolute Alpha Fund <sup>^</sup>	€209
Legg Mason Martin Currie Global Resources Fund <sup>^</sup>	\$24
Legg Mason Martin Currie Greater China Fund <sup>^</sup>	\$15
Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup>	¥2,012
Legg Mason Martin Currie North American Fund <sup>^</sup>	\$8
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup>	\$1

Joseph LaRocque is a director of the Company. Robert Shearman (until his resignation on March 23, 2016) and Jane Trust (from the date of her appointment on March 23, 2016) was/is a director and/or executive of LMI Europe, Legg Mason Asset Management Hong Kong Limited and Legg Mason Asset Management Singapore Pte. Limited. Mr. LaRocque is a director and/or executive of certain affiliates of the Investment Managers, Distributors and Shareholder Servicing Agents.

As at August 31, 2016, the Funds in the table below held investments in collective investment schemes which have appointed the same Investment Manager, or Sub-Investment Manager as the Fund, or have appointed a related party of that Investment Manager or Sub-Investment Manager.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

Below is a table that shows the percentage ownership of such collective investment schemes held by the Company:

Fund	Underlying Collective Investment Scheme	August 31, 2016	
		%	Value (000's)
Legg Mason Western Asset US Core Bond Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.03%	\$590
Legg Mason Western Asset US Core Plus Bond Fund	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset India Bond Fund – LM Class US\$ Accumulating	9.97%	\$3,689
Legg Mason Western Asset Euro Core Plus Bond Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.03%	€568
Legg Mason Western Asset Global Multi Strategy Fund	Legg Mason China Funds – Western Asset China Bond Fund, Class M	24.89%	\$12,131
Legg Mason Western Asset US High Yield Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.03%	\$544
Legg Mason Western Asset Global Inflation Management Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.02%	\$519
Legg Mason Western Asset Asian Opportunities Fund	Legg Mason China Funds – Western Asset China Bond Fund, Class M	24.87%	\$12,120
Legg Mason Western Asset Asian Opportunities Fund	Legg Mason Western Asset Asian Bond Trust	18.65%	\$5,846
Legg Mason Western Asset Asian Opportunities Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.91%	\$19,559
Legg Mason Western Asset Global Blue Chip Bond Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.01%	\$111
Legg Mason Western Asset Global Core Plus Bond Fund <sup>^</sup>	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset India Bond Fund – LM Class US\$ Accumulating	4.19%	\$1,551
Legg Mason Western Asset Global Core Plus Bond Fund <sup>^</sup>	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	1.12%	\$24,021
Legg Mason Western Asset Global Credit Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.25%	\$5,260
Legg Mason Western Asset Euro High Yield Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.01%	€206
Legg Mason Western Asset EM Local Currency Debt Fund <sup>^</sup>	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.27%	\$5,809
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset India Bond Fund – LM Class US\$ Accumulating	0.79%	\$294
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup>	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.00%	\$61
Legg Mason Western Asset Structured Opportunities Fund <sup>^</sup>	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	1.22%	\$26,064
Legg Mason Western Asset US Mortgage-Backed Securities Fund <sup>^</sup>	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	3.34%	\$71,611
Legg Mason Opportunity Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.02%	\$518
Legg Mason Royce US Small Cap Opportunity Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	1.50%	\$32,114
Legg Mason Royce US Smaller Companies Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.61%	\$12,963

### Other Related Party Transactions

Conditions have been imposed by the Central Bank UCITS Regulation 41(1) for Directors to confirm compliance with regulatory requirements in relation to transactions between the Company and the Investment Manager, the Depositary and their respective group affiliates. The Directors are satisfied that there are arrangements and written procedures in place to ensure that all such transactions are carried out on an arm's length basis, entered into in the ordinary course of business and on normal commercial terms and are in the best interests of the shareholders and that all such transactions during the period complied with these obligations.

### Performance Fee

In addition to the investment management fees described above, the Investment Manager may be entitled to receive a fee (a "Performance Fee") depending on the performance of the PF Class Shares of Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> (ceased trading on April 29, 2016), Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup>. For each PF Share Class, the Performance Fee is calculated and charged on a share-by-share basis so that each share is charged a Performance Fee depending on that particular share's performance. This method of calculation ensures that: (i) any Performance Fee paid to the Investment Manager is charged only to those shares which outperformed the Adjusted High Water Mark (as defined below); (ii) all shareholders within the same PF Share Class have the same amount of capital per share at risk in the Fund; and (iii) all shares of the same PF Share Class have the same net asset value per share.

For each PF Share Class, the Performance Fee will normally be calculated in respect of each period of twelve months ending on the last dealing day in each fiscal year (a "Calculation Period"). For each PF Share Class, the first Calculation Period will be the period commencing on the business day immediately following the dealing day on which the net asset value is first calculated for the share class (the "First dealing day") and ending on the last dealing day of the fiscal year in which the first dealing day occurs (the "First Calculation Period"). For each Calculation Period for each PF Class Share, the Investment Manager shall be entitled to a Performance Fee equal to 20 per cent of the amount, if any, by which the performance of the net asset value per share during that period exceeds the High Water Mark (as defined below) as at the end of the previous Calculation Period for Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup>. For Legg Mason Western Asset Global Credit Absolute Return Fund (ceased trading on April 29, 2016), the Investment Manager was entitled to a Performance Fee equal to 20 per cent of the amount, if any, by which the performance of the net asset value per share during that period exceeds the High Water Mark (as defined below) as at the end of the previous Calculation Period, as increased by the Hurdle, which is an annualised 800 basis points.

The High Water Mark with respect to each PF Share Class of Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> (ceased operations on April 29, 2016), Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> is the greater of: (i) the initial offer price per Share; and (ii) the highest net asset value per share in effect immediately after the end of any previous Calculation Period.

### Adjustments arising from equalisation

For each PF Share Class, if shares are subscribed for at a time when the Net Asset Value per Share of that PF Share Class is less than the Adjusted High Water Mark of that PF Share Class, the difference between the net asset value per share at the date of subscription (the "Subscription Net Asset Value") for the PF Share Class and the Adjusted High Water Mark for such PF Share Class shall be accounted for as an equalisation deficit ("Equalisation Deficit"). In these circumstances, the shareholder will be required to pay a Performance Fee with respect to any subsequent relative appreciation in the net asset per share of those shares above the Subscription Net Asset Value as increased by the Hurdle for the relevant Calculation Period that reduces such Equalisation Deficit, as well as any relative appreciation of the net asset per share of those shares above the Adjusted High Water Mark. With respect to any relative appreciation in the value of those shares that reduces the Equalisation Deficit, the Performance Fee will be charged at the end of the relevant Calculation Period(s) by redeeming a sufficient number of the shareholder's shares of the relevant PF Share Class as have an aggregate net asset value (after accrual for any Performance Fee) equal to 20 per cent of the Equalisation Deficit extinguished (a "Performance Fee Redemption"). The Fund shall pay the Investment Manager, as a Performance Fee, the aggregate net asset value of the PF Class Shares so redeemed.

For each PF Share Class, if shares are subscribed for at a time when the net asset value per share of that PF Share Class is greater than the Adjusted High Water Mark of that PF Share Class, the shareholder will be required to pay an amount in excess of the Subscription Net Asset Value per share of that PF Share Class (the "Equalisation Credit"). The Equalisation Credit is payable to account for the fact that the Subscription Net Asset Value per share of that PF Share Class has been reduced to reflect an accrued Performance Fee to be borne by existing shareholders of the same PF Share Class as at the date of subscription and serves as a credit against Performance Fees that might otherwise be payable by the PF Share Class but that should not be charged to the shareholder making the subscription because they have not benefited from favourable performance in relation to such shares. The Equalisation Credit is equal to 20 per cent of the difference between the Subscription Net Asset Value per share of the PF Share Class before accrual for the Performance Fee and the Adjusted High Water Mark of that PF Share Class, which is equivalent to the Performance Fee per share accrued with respect to the other shares of that PF Share Class. The maximum Equalisation Credit for each Shareholder on any dealing day is the Equalisation Credit payable on the date of subscription, as increased by the Hurdle (as applied since the date of subscription) as of that dealing day (the "Maximum Equalisation Credit"). The additional amount invested as the Equalisation Credit will be at risk in the Fund and will therefore appreciate or depreciate based on the performance of the PF Share Class subsequent to the issue of the relevant PF Class Shares but will never exceed the Maximum Equalisation Credit.

Details of performance fees paid to the Investment Manager for the period ended August 31, 2016 have been disclosed in the Statement of Comprehensive Income.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 3. Operating Expenses and Other Related Party Transactions – (continued)

### Administrator and Depositary Fees

BNY Mellon Trust Company (Ireland) Limited acts as Depositary and BNY Mellon Fund Services (Ireland) Designated Activity Company acts as Administrator to all Funds in the Company. For administration, accounting, shareholder, trustee and depositary services, they collectively receive from the Funds a fee of up to 0.15% of the net asset value of each Fund.

### Directors' Remuneration

Directors' fees accrued over the period ended August 31, 2016 were \$45,000.

### Other Related Party Transactions

Below is a table that shows the percentage ownership of the significant shareholders that hold more than 20% of the issued share capital of the Fund:

Fund	% Holding August 31, 2016
Legg Mason Western Asset US Money Market Fund	90.41
Legg Mason Western Asset US Core Bond Fund	20.74
Legg Mason Western Asset Euro Core Plus Bond Fund	92.30
Legg Mason Western Asset Global Multi Strategy Fund	41.04
Legg Mason Western Asset Emerging Markets Total Return Bond Fund	46.45
Legg Mason Western Asset Emerging Markets Corporate Bond Fund	21.73
Legg Mason Western Asset Emerging Markets Corporate Bond Fund	21.63
Legg Mason Western Asset Global High Yield Fund	30.91
Legg Mason Western Asset Asian Opportunities Fund	21.58
Legg Mason Western Asset Asian Opportunities Fund	20.11
Legg Mason Western Asset Global Blue Chip Bond Fund	29.35
Legg Mason Western Asset Global Core Plus Bond Fund^	26.88
Legg Mason Western Asset Global Credit Fund	92.76
Legg Mason Western Asset Euro High Yield Fund	24.74
Legg Mason Western Asset Euro High Yield Fund	24.54
Legg Mason Western Asset Macro Opportunities Bond Fund^	32.88
Legg Mason Western Asset EM Local Currency Debt Fund^	82.99
Legg Mason Western Asset Multi-Asset Credit Fund^	99.99
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund^	56.45
Legg Mason Western Asset Structured Opportunities Fund^	98.63
Legg Mason Western Asset US Mortgage-Backed Securities Fund^	100.00
Legg Mason Brandywine Global Fixed Income Absolute Return Fund^	50.66
Legg Mason Brandywine Global Fixed Income Absolute Return Fund^	32.22
Legg Mason Brandywine Global High Yield Fund^	78.14
Legg Mason Brandywine Global Opportunistic Fixed Income Fund^	41.81
Legg Mason Brandywine Global Opportunistic Fixed Income Fund^	22.87
Legg Mason Brandywine Global Sovereign Credit Fund^	23.79
Legg Mason Brandywine Global Sovereign Credit Fund^	22.73
Legg Mason Brandywine Global Income Optimiser Fund^	62.48
Legg Mason Brandywine Global Income Optimiser Fund^	23.65
Legg Mason Brandywine Global Credit Opportunities Fund^	44.14
Legg Mason Brandywine Global Credit Opportunities Fund^	21.58
Legg Mason Brandywine Global Dynamic US Equity Fund^	100.00
Legg Mason ClearBridge Global Equity Fund^	58.30
Legg Mason ClearBridge Global Equity Income Fund^	96.88
Legg Mason ClearBridge US Equity Sustainability Leaders Fund^	56.64
Legg Mason ClearBridge US Equity Sustainability Leaders Fund^	43.36
Legg Mason Opportunity Fund	37.22
Legg Mason Royce US Small Cap Opportunity Fund	34.15
Legg Mason QS MV European Equity Growth and Income Fund	31.95
Legg Mason QS Emerging Markets Equity Fund	70.59
Legg Mason Martin Currie Australia Equity Income Fund	96.18
Legg Mason Martin Currie Asia Long-Term Unconstrained Fund^	33.80
Legg Mason Martin Currie Asia Long-Term Unconstrained Fund^	32.15
Legg Mason Martin Currie Asia Long-Term Unconstrained Fund^	27.42
Legg Mason Martin Currie Asia Pacific Fund^	46.87
Legg Mason Martin Currie Asia Pacific Fund^	44.67
Legg Mason Martin Currie Global Resources Fund^	27.81
Legg Mason Martin Currie Greater China Fund^	77.70
Legg Mason Martin Currie Japan Absolute Alpha Fund^	39.33
Legg Mason Martin Currie North American Fund^	20.38
Legg Mason Martin Currie Global Long-Term Unconstrained Fund^	88.09
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund^	100.00

## 4. Distributions to Holders of Redeemable Participating Shares

### Distributing Share Classes

The letter in parentheses at the end of the name of each Distributing Share Class indicates a particular frequency of dividend declarations and dividend payments, as detailed in the following table.

Distributing Share Class Designation	Frequency of Dividend Declarations	Frequency of Dividend Payments
(D)	Daily	Monthly
(M)	Monthly	Monthly
(Q)	Quarterly	Quarterly (March, June, September, December)
(S)	Semi-Annually	Semi-Annually (March, September)
(A)	Annually	Annually (March)

For each Distributing Share Class of each Fixed Income Fund (as defined on page 15), at the time of each dividend declaration: (1) all, or some portion of, net investment income, if any, will be declared as a dividend; and (2) all, or some portion, of realised and unrealised capital gains net of realised and unrealised capital losses may be, but is not required to be, declared as a dividend.

For each Distributing Share Class of each Equity Fund (as defined on page 15), at the time of each dividend declaration: all, or some portion of, net investment income, if any, will be declared as a dividend. For each Shareholder of each Distributing Share Class, distributions will be made in the currency in which the Shareholder subscribed for shares, unless the Shareholder requests otherwise.

For each Distributing Share Class of each Multi-Asset Fund (as defined on page 15), at the time of each dividend declaration, all, or some portion of, net investment income, if any, will be declared as a dividend. For each Shareholder of each Distributing Share Class, distributions will be made in the currency in which the Shareholder subscribed for shares, unless the Shareholder requests otherwise.

Distributing Plus Share Classes, which are offered by certain Funds, may charge certain fees and expenses to capital rather than income, and there is an increased risk that investors in these Share Classes may not receive back the full amount invested when redeeming their holding. The declaration of distributions in Distributing Plus Share Classes which may charge certain fees and expenses to capital rather than income could result in the erosion of capital for investors in those Distributing Plus Share Classes and that increased income will be achieved by foregoing some of the potential for future capital growth. All expenses of the Distributing Plus (e) Share Classes have been charged to capital.

^ Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 4. Distributions to Holders of Redeemable Participating Shares – (continued)

During the period, the following Funds have charged fees and expenses to capital on Distributing Plus Share Classes:

	Fees and expenses charged to capital for the period ended August 31, 2016 (000's)
Legg Mason Western Asset Global Multi Strategy Fund – Class A Euro Distributing (M) (Hedged) Plus (e)	\$2
Legg Mason Western Asset Global Multi Strategy Fund – Premier Class US\$ Distributing (M) Plus (e)	\$202
Legg Mason Western Asset Global Multi Strategy Fund – Premier Class GBP Distributing (M) (Hedged) Plus (e)	\$61
Legg Mason Western Asset US High Yield Fund – Premier Class US\$ Distributing (M) Plus (e)	\$11
Legg Mason Western Asset Global High Yield Fund – Premier Class US\$ Distributing (M) Plus (e)	\$65
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$1,207
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Class A AUD Distributing (M) (Hedged) Plus (e)	\$68
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Class A CNH Distributing (M) (Hedged) Plus (e)	\$16
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Class A SGD Distributing (M) (Hedged) Plus (e)	\$49
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Class X US\$ Distributing (M) Plus (e)	\$16
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Class X GBP Distributing (M) (Hedged) Plus (e)	\$3
Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> – Premier Class GBP Distributing (M) (Hedged) Plus (e)	\$574
Legg Mason Western Asset Multi-Asset Credit Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$–
Legg Mason Western Asset Multi-Asset Credit Fund <sup>^</sup> – Class X US\$ Distributing (M) Plus (e)	\$–
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$8
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup> – Class X US\$ Distributing (M) Plus (e)	\$2
Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup> – Class X GBP Distributing (M) (Hedged) Plus (e)	\$11
Legg Mason Western Asset US Mortgage-Backed Securities Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$–
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$10
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Class A Euro Distributing (M) (Hedged) Plus (e)	\$88
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Class A GBP Distributing (M) (Hedged) Plus (e)	\$6
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Class X US\$ Distributing (M) Plus (e)	\$10
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Class X Euro Distributing (M) (Hedged) Plus (e)	\$9
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Class X GBP Distributing (M) (Hedged) Plus (e)	\$60
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Premier Class US\$ Distributing (M) Plus (e)	\$1
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Premier Class Euro Distributing (M) (Hedged) Plus (e)	\$13
Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> – Premier Class GBP Distributing (M) (Hedged) Plus (e)	\$–
Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$4
Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup> – Class A Euro Distributing (M) (Hedged) Plus (e)	\$4
Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup> – Premier Class US\$ Distributing (M) Plus (e)	\$2
Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup> – Premier Class Euro Distributing (M) (Hedged) Plus (e)	\$2
Legg Mason ClearBridge Tactical Dividend Income Fund – Class A US\$ Distributing (M) Plus (e)	\$–
Legg Mason ClearBridge Tactical Dividend Income Fund – A Euro Distributing (M) (Hedged) Plus (e)	\$3
Legg Mason ClearBridge Tactical Dividend Income Fund – Class X US\$ Distributing (M) Plus (e)	\$–
Legg Mason ClearBridge Tactical Dividend Income Fund – Premier Class US\$ Distributing (M) Plus (e)	\$–
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> – Class A US\$ Distributing (M) Plus (e)	\$1
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> – Class A Euro Distributing (M) Plus (e)	\$1
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> – S Class GBP Distributing (M) Plus (e)	\$–

Amounts designated as “–” are less than \$1,000.

## Accumulating Share Classes

With respect to Accumulating Share Classes, it is intended that, in the normal course of business, distributions will not be declared and that any net investment income attributable to each Accumulating Share Class will be accumulated daily in the respective net asset value per share of each respective share class.

## 5. Share Capital and Redeemable Participating Shares

### Share Capital

The Company was incorporated with an initial share capital of Euro 39,000 represented by 39,000 subscriber shares of no par value. All but three of the subscriber shares have been repurchased by the Company. Shareholders of these three subscriber shares are entitled to attend and vote at all of the meetings of the Company, but are not entitled to participate in the dividends or net assets of any Fund or of the Company.

### Redeemable Participating Shares

The share capital of the Company shall at all times equal the net asset value. The Directors are empowered to issue up to five hundred billion shares of no par value in the Company at the net asset value per share on such terms as they may see fit. There are no rights of pre-emption upon the issue of shares in the Company.

Each of the shares entitles the Shareholder to participate equally on a pro rata basis in the dividends, where applicable, and net assets of the Fund in respect of which they are issued, save in the case of dividends declared prior to becoming a shareholder.

The proceeds from the issue of shares shall be applied in the books of the Company to the relevant Fund and shall be used in the acquisition on behalf of the relevant Fund of assets in which the Fund may invest. The records and accounts of each Fund shall be maintained separately.

Each Fund has different share classes offered as indicated in the Company's Prospectus. These different classes of shares differ principally in terms of their sales charges, fees, rates of expenses, distribution policy, and currency denomination. Investors are thus able to choose a share class that best suits their investment needs, considering the amount of investment and anticipated holding period.

Each share class is designated as a Distributing Share Class or an Accumulating Share Class. Accumulating Share Classes do not distribute net income, net realised or net unrealised capital gains whereas Distributing Share Classes will distribute at certain intervals, which will vary depending on the letter in parentheses at the end of the name of the Distributing Share Class, as explained under the Distributions Note 4 above. In addition, the Company has subscriber shares outstanding. The subscriber shares do not entitle the holders to participate in the assets of any Fund.

Each Fund may offer share classes designated in currencies other than the base currency of the Fund. For each such share class, unless indicated by “(Hedged)” in the name of the share class, the Investment Manager or Sub-Investment Manager will not employ any techniques to hedge the share class's exposure to changes in exchange rates between the Base Currency of the Fund and the currency of the share class.

Each of the Funds offers LM Share Classes, and certain of the Funds offer Grandfathered Share Classes. LM Share Classes are available only at the discretion of the relevant Distributor. The Grandfathered Share Classes are available only to unitholders of the funds which are managed by affiliates of the Investment Managers (“Affiliated Funds”). Following the initial subscription for shares of the Grandfathered Share Classes by unitholders of the Affiliated Funds, the Grandfathered Share Classes will be closed to any subsequent subscriptions, both by existing Shareholders in the share class and by new investors, except that shares may continue to be acquired through (1) dividend reinvestments; (2) automatic conversions from a Class B (G) Share Class of a Fund to a Class A (G) Share Class of the same Fund; and (3) exchanges of shares of a Grandfathered Share Class with the same letter designation. Notwithstanding the foregoing, the Grandfathered Share Classes for Legg Mason Western Asset US Core Bond Fund, Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason ClearBridge US Appreciation Fund, Legg Mason ClearBridge US Large Cap Growth Fund, Legg Mason ClearBridge US Aggressive Growth Fund, Legg Mason QS MV European Equity Growth and Income Fund, Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund and Legg Mason QS MV Global Equity Growth and Income Fund may be made available for subsequent subscriptions by existing Shareholders in the Share Class in the sole discretion of the Directors.

Class R Shares are available to: (1) institutional investors and (2) retail investors based in the UK (or in other jurisdictions as determined at the discretion of the Directors) who have a fee-based arrangement with an intermediary from whom they have received a personal recommendation in relation to their investment in the Funds. A list of such jurisdictions is available upon request from the Distributors. Class X Shares are available to dealers or other intermediaries who have qualifying terms of business arrangements with a Distributor, or retail investors who have a fee-based arrangement with an intermediary, or at the discretion of the Distributors.

Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> (ceased trading on April 29, 2016), Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> offer PF Share Classes which are subject to a performance fee payable to the Investment Manager.

Galleon Class Shares of Legg Mason ClearBridge Value Fund differ from the other share classes in terms of minimum subscription level, sales charges and/or rates of expenses.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 6. Taxation

Under current Irish law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997 (as amended). On that basis, the Company will not generally be liable to Irish tax in respect of its income and gains, other than on the occurrence of a chargeable event. Generally a chargeable event arises on any distribution, redemption, repurchase, cancellation, transfer of shares or on the ending of a 'Relevant Period', a 'Relevant Period' being an eight year period beginning with the acquisition of the shares by the Shareholders and each subsequent period of eight years beginning immediately after the preceding Relevant Period.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

- (i) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided an appropriate valid declaration is in place, or the Company has been authorised by Irish Revenue to make gross payments in the absence of appropriate declarations; and
- (ii) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

In addition, any transaction (which might otherwise be a chargeable event) in relation to shares held in a recognised clearing system as designated by order of the Irish Revenue Commissioners will not constitute a chargeable event.

In the absence of an appropriate declaration, the Company will be liable to Irish tax on the occurrence of a chargeable event. There were no chargeable events during the period under review.

Capital gains, dividends and interest received may be subject to taxes, including withholding taxes imposed by the country of origin and such taxes may not be recoverable by the Fund or its shareholders.

## 7. Cash and Cash Equivalents

The cash balances of any Fund are held with BNY Mellon Trust Company (Ireland) Limited and any sub-custodians. Cash and cash equivalents consist principally of short-term investments, including money market investments, which are readily convertible into cash and have original maturities of 90 days or less. Cash collateral is amounts held as collateral for derivative trading with brokers and is disclosed separately on the Statement of Financial Position.

## 8. Commitments and Contingent Liabilities

There were no significant commitments or contingent liabilities at August 31, 2016.

## 9. Soft Commission Arrangements

During the period ended August 31, 2016, Brandywine Global Investment Management, LLC ("Brandywine"), ClearBridge, LLC ("ClearBridge"), ClearBridge Investments, LLC ("ClearBridge Investments"), LMM, LLC ("LMM"), Royce & Associates, LP ("Royce"), Legg Mason Asset Management Australia Limited (t/a "Martin Currie Australia") and Martin Currie Investment Management Limited ("Martin Currie Investment Management") entered into soft commission arrangements with brokers in respect of which certain goods and services used to support the investment decision process were received. Brandywine, ClearBridge, ClearBridge Investments, LLM, Royce, Martin Currie Australia and Martin Currie Investment Management act and their respective connected persons do not make direct payments for these services but do transact business with the brokers on behalf of the Funds for which Brandywine, ClearBridge, ClearBridge Investments, LLM, Royce, Martin Currie Australia and Martin Currie Investment Management act as Investment Manager or Sub-Investment Manager, and commissions are paid on these transactions. Under these agreements, each broker has agreed to provide best execution. These services assist Brandywine, ClearBridge, ClearBridge Investments, LLM, Royce, Martin Currie Australia and Martin Currie Investment Management in carrying out their investment decision-making responsibilities in respect of the relevant Funds.

QS Investors, LLC ("QS Investors"), Western Asset Management Company, Western Asset Management Company Pte. Limited, Western Asset Management Company Pty. Limited and Western Asset Management Company Limited ("Western Asset") did not participate in any soft commission arrangements during the period for the Funds to which QS Investors and Western Asset act or acted as Investment Manager or Sub-Investment Manager.

## 10. Exchange Rates

The following exchange rates were used in these financial statements to obtain the equivalent U.S. Dollar, Euro, Australian Dollar and Japanese Yen amounts for the respective Funds with U.S. Dollar, Euro, Australian Dollar and Japanese Yen based currencies, respectively:

	Currency	Exchange rates as at August 31, 2016
USD Based Funds	Argentine Peso	14.9263
	Australian Dollar	1.3306
	Brazilian Real	3.2292
	British Pound	0.7615
	Canadian Dollar	1.3114
	Chilean Peso	680.6950
	Chinese Renminbi	6.6783
	Colombian Peso	2,972.3000
	Czech Koruna	24.2306
	Danish Krone	6.6719
	Egyptian Pound	8.8800
	Euro	0.8965
	Hong Kong Dollar	7.7576
	Hungarian Forint	277.6144
	Indian Rupee	66.9700
	Indonesian Rupiah	13,265.0000
	Israeli Shekel	3.7770
	Japanese Yen	103.4650
	Malaysian Ringgit	4.0555
	Mexican Peso	18.8067
	New Zealand Dollar	1.3782
	Norwegian Krone	8.3328
	Pakistan Rupee	104.7250
	Peruvian Nuevo Sol	3.3920
	Philippine Peso	46.5950
	Polish Zloty	3.9084
	Romanian Leu	3.9921
	Russian Ruble	65.3825
	Singapore Dollar	1.3625
	South African Rand	14.7020
	South Korean Won	1,115.0000
	Swedish Krona	8.5607
	Swiss Franc	0.9836
	Taiwan Dollar	31.7305
	Thai Baht	34.6155
	Turkish Lira	2.9575
EUR Based Funds		Exchange rates as at August 31, 2016
	Australian Dollar	1.4842
	British Pound	0.8494
	Danish Krone	7.4422
	Norwegian Krone	9.2948
	Polish Zloty	4.3596
	Singapore Dollar	1.5197
	South African Rand	16.3994
	Swedish Krona	9.5490
	Swiss Franc	1.0971
	Turkish Lira	3.2989
	United States Dollar	1.1155



# Notes to Financial Statements – (continued)

## 10. Exchange Rates – (continued)

<b>AUD Based Funds</b>	<b>Currency</b> United States Dollar	<b>Exchange rates as at August 31, 2016</b> 0.7516
<b>JPY Based Funds</b>	<b>Currency</b> British Pound	<b>Exchange rates as at August 31, 2016</b> 0.0074

## 11. Securities Collateral

Transactions resulting in large unrealised gains to a Fund may require a Fund to hold collateral received from a broker. In these instances, the credit risk to the Fund is reduced by the value of the collateral held. In the event a broker files for bankruptcy, in the U.S. (though regulations may vary by jurisdiction), collateral posted in connection with certain derivative financial instruments is exempt from the automatic stay implemented at the inception of a bankruptcy proceeding. This derivative financial instruments exemption would allow a Fund to immediately foreclose on collateral posted by the insolvent party in order to satisfy claims against such insolvent party.

The Company monitors its risk by periodically considering the credit quality and financial positions of the counterparties which the Funds use. The Funds may only trade with approved counterparties.

The value of underlying securities received as collateral in relation to derivative trading held by the following Funds as at August 31, 2016 was as follows:

<b>Fund</b>	<b>Broker</b>	<b>As at August 31, 2016 Market Value of Collateral 000's</b>
Legg Mason Western Asset US High Yield Fund	Deutsche Bank	\$297
Legg Mason Western Asset Macro Opportunities Bond Fund^	Barclays	\$827
Legg Mason Western Asset Macro Opportunities Bond Fund^	Merrill Lynch	\$834

A list of approved counterparties is maintained. Additions to this list are reviewed quarterly and a thorough re-evaluation of all counterparties is conducted annually. The review includes analysis of the counterparty's capital adequacy, profitability, liquidity and other factors as may be appropriate.

For efficient portfolio management purposes, each Fund may enter into repurchase agreements, reverse repurchase agreements and stock lending agreements subject to the conditions and limits set out in the Central Bank UCITS Regulations.

Until the expiry of the repurchase agreements, reverse repurchase agreements and the stock lending transactions, collateral obtained under such contracts or transactions:

- (i) must be marked to market daily;
- (ii) must equal or exceed, in value, at all times the value of the amount invested or securities loaned;
- (iii) must be transferred to the trustee, or its agent; and
- (iv) must be immediately available to the scheme, without recourse to the counterparty, in the event of a default by that entity.

Any non-cash collateral received by the Company cannot be sold or pledged; must be held at the credit risk of the counterparty; and must be issued by an entity independent of the counterparty.

Credit risk is addressed through diversified use of counterparties and issuers, and through minimum security ratings and average portfolio ratings. The Sub-Investment Managers may set portfolio limits and may invest based on internal parameters with mutually agreed limits set at a Fund's inception, including issue and issuer limitations, credit minimums, and an average credit quality, and the account is monitored on an ongoing basis to ensure it continues to meet these parameters. Rigorous independent analysis of all credit securities before purchase, including financial modeling, scenario analysis, and monitoring changes in risk profile may also be performed. Generally no more than 5% of the portfolio may be invested in any single corporate issuer at the time of purchase.

The Valuation Committee meets at least monthly and whenever the circumstances so require, to review and deliberate on valuation concerns including credit risk. The Sub-Investment Managers provide risk analysis to the Board and the Committee on a semi-annual basis.

Substantially all of the cash and securities held by the Funds are held via the Depositary. Bankruptcy or insolvency by the Depositary may cause the Funds' rights with respect to the cash held by the Depositary to be delayed or limited. The credit rating of the Depositary is highly rated by prominent rating agencies. If the credit quality or financial position of the Depositary deteriorates significantly, the Sub-Investment Managers may move the cash holdings to another bank.

Any securities placed as collateral are disclosed on the Portfolios of Investments. Cash and cash equivalents held at the Depositary and amounts held by brokers as collateral are disclosed in Note 7.

If a Fund has posted collateral to a counterparty, in a counterparty insolvency, that Fund may have the right under trading agreements with the counterparty to recall such posted collateral. In practice, however, the Fund may seek to reduce any amounts owed to the counterparty to settle any open transactions by setting off the amounts owed against the posted collateral. If the Fund was due back any collateral after setting off against the amounts owed (e.g., the Fund's position was over collateralised), it is likely the Fund would have an unsecured claim against the counterparty in the insolvency proceeding for the excess amount due to it.

To mitigate counterparty credit risk, certain over the counter derivatives are cleared through central clearing houses. Under this arrangement, over the counter trades entered with counter parties are given up to clearing houses, which after acceptance effectively replace the counterparty for the risk aspects of the trade.

As at August 31, 2016 balances due from brokers and other receivables were exposed to credit risk. The total amount of financial assets exposed to credit risk approximates to their carrying value on the Statement of Financial Position (excluding equities).

The following table represents the market value of the securities which have been placed as collateral with brokers as at August 31, 2016 in relation to derivative trading:

<b>Fund</b>	<b>Broker</b>	<b>As at August 31, 2016 Market Value of Collateral 000's</b>
Legg Mason Opportunity Fund	Credit Suisse	\$7,161

## 12. Fair Value Estimation

Under Section 11 and 12 of FRS 102, the Company is required to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 inputs are unadjusted quoted prices in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs (i.e. for which market data is unavailable) for the asset or liability.

An investment is always categorised as level 1, 2 or 3 in its entirety. In certain cases, the fair value measurement for an investment may use a number of different inputs that fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement requires judgement and is specific to the investment.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in these securities.

^ Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 12. Fair Value Estimation – (continued)

The following table analyses under the fair value hierarchy the Funds' financial assets and financial liabilities measured at fair value at August 31, 2016:

	Legg Mason Western Asset US Money Market Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset US Core Bond Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Short Duration High Income Bond Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	€ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	58	–	260
Derivative assets held for trading	–	12	399	6	–
Derivative liabilities held for trading	–	(76)	(816)	(184)	(1)
	–	(64)	(359)	(178)	259
<b>Level 2</b>					
Bonds and Notes	\$ 39,205	\$ 52,631	\$ 709,248	€ 92,570	\$ 23,026
Money Market Instruments	1,153,548	2,600	76,100	–	–
Equity Instruments	–	590	3,689	568	109
Derivative assets held for trading	–	37	1,270	2	58
Derivative liabilities held for trading	–	(164)	(1,839)	(244)	(107)
	1,192,753	55,694	788,468	92,896	23,086
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ 40	\$ 5,402	€ –	\$ 34
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	6
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	–	40	5,402	–	40
<b>Total Investments</b>	<b>\$ 1,192,753</b>	<b>\$ 55,670</b>	<b>\$ 793,511</b>	<b>€ 92,718</b>	<b>\$ 23,385</b>
	Legg Mason Western Asset Global Multi Strategy Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset US High Yield Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Emerging Markets Total Return Bond Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Global High Yield Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	75	14,049	–	–	1,819
Derivative assets held for trading	331	16	2	–	–
Derivative liabilities held for trading	(843)	(87)	(8)	–	(1)
	(437)	13,978	(6)	–	1,818
<b>Level 2</b>					
Bonds and Notes	\$ 873,419	\$ 355,915	\$ 37,647	\$ 30,465	\$ 201,152
Money Market Instruments	33,008	2,800	–	–	–
Equity Instruments	77,667	6,921	4,378	–	24,615
Derivative assets held for trading	5,519	526	63	19	174
Derivative liabilities held for trading	(3,014)	(640)	(63)	(28)	(369)
	986,599	365,522	42,025	30,456	225,572
<b>Level 3</b>					
Bonds and Notes	\$ 2,615	\$ 6,617	\$ –	\$ –	\$ 5,024
Money Market Instruments	–	–	–	–	–
Equity Instruments	358	1,568	–	–	2,916
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	2,973	8,185	–	–	7,940
<b>Total Investments</b>	<b>\$ 989,135</b>	<b>\$ 387,685</b>	<b>\$ 42,019</b>	<b>\$ 30,456</b>	<b>\$ 235,330</b>



# Notes to Financial Statements – (continued)

## 12. Fair Value Estimation – (continued)

	Legg Mason Western Asset US Short-Term Government Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Global Inflation Management Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	1	–	–	371	8
Derivative liabilities held for trading	–	–	(11)	–	(108)
	<b>1</b>	<b>–</b>	<b>(11)</b>	<b>371</b>	<b>(100)</b>
<b>Level 2</b>					
Bonds and Notes	\$ 24,981	\$ 6,841	\$ 7,056	\$ 510,350	\$ 34,728
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	14	519	37,525	111
Derivative assets held for trading	–	–	53	1,234	134
Derivative liabilities held for trading	–	–	(28)	(1,865)	(44)
	<b>24,981</b>	<b>6,855</b>	<b>7,600</b>	<b>547,244</b>	<b>34,929</b>
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ 2	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>–</b>	<b>2</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>\$ 24,982</b>	<b>\$ 6,857</b>	<b>\$ 7,589</b>	<b>\$ 547,615</b>	<b>\$ 34,829</b>

  

	Legg Mason Western Asset Global Credit Absolute Return Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Western Asset Global Credit Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Euro High Yield Fund as at August 31, 2016 (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund <sup>^</sup> as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	€ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	43	–	–	5,410
Derivative assets held for trading	–	392	29	–	33,667
Derivative liabilities held for trading	–	(1,234)	(96)	–	(69,703)
	<b>–</b>	<b>(799)</b>	<b>(67)</b>	<b>–</b>	<b>(30,626)</b>
<b>Level 2</b>					
Bonds and Notes	\$ –	\$ 264,781	\$ 64,931	€ 81,995	\$ 3,847,885
Money Market Instruments	–	–	–	5,333	–
Equity Instruments	–	25,572	5,260	206	–
Derivative assets held for trading	–	1,207	457	249	51,582
Derivative liabilities held for trading	–	(389)	(165)	(17)	(155,877)
	<b>–</b>	<b>291,171</b>	<b>70,483</b>	<b>87,766</b>	<b>3,743,590</b>
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ 25	\$ –	€ –	\$ 12,071
Money Market Instruments	–	–	–	–	–
Equity Instruments	158	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>158</b>	<b>25</b>	<b>–</b>	<b>–</b>	<b>12,071</b>
<b>Total Investments</b>	<b>\$ 158</b>	<b>\$ 290,397</b>	<b>\$ 70,416</b>	<b>€ 87,766</b>	<b>\$ 3,725,035</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 12. Fair Value Estimation – (continued)

	Legg Mason Western Asset EM Local Currency Debt Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Western Asset Multi-Asset Credit Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Western Asset Global Total Return Investment Grade Bond Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Western Asset Structured Opportunities Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Western Asset US Mortgage- Backed Securities Fund <sup>^</sup> as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	688	45	4	5
Derivative liabilities held for trading	–	(280)	(126)	(16)	(5)
	–	408	(81)	(12)	–
<b>Level 2</b>					
Bonds and Notes	\$ 90,057	\$ 151,741	\$ 14,961	\$ 319,218	\$ 799,983
Money Market Instruments	–	–	1,249	–	–
Equity Instruments	5,809	3,427	355	26,064	71,611
Derivative assets held for trading	198	1,432	107	62	137
Derivative liabilities held for trading	(349)	(1,584)	(115)	(1,635)	–
	95,715	155,016	16,557	343,709	871,731
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ 1,008	\$ –	\$ 3,480	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	–	1,008	–	3,480	–
<b>Total Investments</b>	<b>\$ 95,715</b>	<b>\$ 156,432</b>	<b>\$ 16,476</b>	<b>\$ 347,177</b>	<b>\$ 871,731</b>

  

	Legg Mason Brandywine Global Fixed Income Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Brandywine Global High Yield Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund <sup>^</sup> as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	86	–	–	–
Derivative liabilities held for trading	–	(2,817)	(7)	–	–
	–	(2,731)	(7)	–	–
<b>Level 2</b>					
Bonds and Notes	\$ 1,044,001	\$ 1,243,438	\$ 87,430	\$ 595,275	\$ 2,362,210
Money Market Instruments	–	–	–	–	–
Equity Instruments	35,653	59,551	6,892	11,010	58,131
Derivative assets held for trading	7,103	7,485	260	4,501	19,075
Derivative liabilities held for trading	(3,837)	(22,636)	(201)	(1,205)	(16,309)
	1,082,920	1,287,838	94,381	609,581	2,423,107
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	–	–	–	–	–
<b>Total Investments</b>	<b>\$ 1,082,920</b>	<b>\$ 1,285,107</b>	<b>\$ 94,374</b>	<b>\$ 609,581</b>	<b>\$ 2,423,107</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 12. Fair Value Estimation – (continued)

	Legg Mason Brandywine Global Income Optimiser Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Brandywine Global Credit Opportunities Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Brandywine Global Dynamic US Equity Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason ClearBridge Value Fund as at August 31, 2016 (in 000's)	Legg Mason ClearBridge Growth Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	2,094	282,823	6,041
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	(3)	(3)	–	–	–
	<b>(3)</b>	<b>(3)</b>	<b>2,094</b>	<b>282,823</b>	<b>6,041</b>
<b>Level 2</b>					
Bonds and Notes	\$ 71,831	\$ 51,576	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	7,145	6,434	–	–	–
Derivative assets held for trading	842	474	7	–	–
Derivative liabilities held for trading	(339)	(704)	–	(9)	–
	<b>79,479</b>	<b>57,780</b>	<b>7</b>	<b>(9)</b>	<b>–</b>
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>\$ 79,476</b>	<b>\$ 57,777</b>	<b>\$ 2,101</b>	<b>\$ 282,814</b>	<b>\$ 6,041</b>
	Legg Mason ClearBridge Global Equity Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason ClearBridge Global Equity Income Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason ClearBridge US Appreciation Fund as at August 31, 2016 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund as at August 31, 2016 (in 000's)	Legg Mason ClearBridge US Aggressive Growth Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	10,162	4,080	252,870	335,262	2,596,834
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>10,162</b>	<b>4,080</b>	<b>252,870</b>	<b>335,262</b>	<b>2,596,834</b>
<b>Level 2</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	167	193	4,578	–	–
Derivative assets held for trading	–	7	–	58	253
Derivative liabilities held for trading	–	–	–	–	(326)
	<b>167</b>	<b>200</b>	<b>4,578</b>	<b>58</b>	<b>(73)</b>
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>\$ 10,329</b>	<b>\$ 4,280</b>	<b>\$ 257,448</b>	<b>\$ 335,320</b>	<b>\$ 2,596,761</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 12. Fair Value Estimation – (continued)

	Legg Mason ClearBridge Tactical Dividend Income Fund as at August 31, 2016 (in 000's)	Legg Mason ClearBridge US Equity Sustainability Leaders Fund^ as at August 31, 2016 (in 000's)	Legg Mason Opportunity Fund as at August 31, 2016 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund as at August 31, 2016 (in 000's)	Legg Mason Royce US Smaller Companies Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	51,955	2,370	293,780	599,015	170,334
Derivative assets held for trading	–	–	21,136	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>51,955</b>	<b>2,370</b>	<b>314,916</b>	<b>599,015</b>	<b>170,334</b>
<b>Level 2</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	13,978	–	518	38,577	12,963
Derivative assets held for trading	3	2	1,288	121	1
Derivative liabilities held for trading	(8)	–	(985)	(199)	(2)
	<b>13,973</b>	<b>2</b>	<b>821</b>	<b>38,499</b>	<b>12,962</b>
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>\$ 65,928</b>	<b>\$ 2,372</b>	<b>\$ 315,737</b>	<b>\$ 637,514</b>	<b>\$ 183,296</b>

	Legg Mason QS MV European Equity Growth and Income Fund as at August 31, 2016 (in 000's)	Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund as at August 31, 2016 (in 000's)	Legg Mason QS Emerging Markets Equity Fund as at August 31, 2016 (in 000's)	Legg Mason QS MV Global Equity Growth and Income Fund as at August 31, 2016 (in 000's)	Legg Mason Martin Currie Australia Equity Income Fund as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	€ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	95,759	29,797	12,606	12,212	941
Derivative assets held for trading	–	–	36	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>95,759</b>	<b>29,797</b>	<b>12,642</b>	<b>12,212</b>	<b>941</b>
<b>Level 2</b>					
Bonds and Notes	€ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	1,038	3,894	–	–	171
Derivative assets held for trading	15	–	–	56	–
Derivative liabilities held for trading	(371)	(13)	–	(20)	–
	<b>682</b>	<b>3,881</b>	<b>–</b>	<b>36</b>	<b>171</b>
<b>Level 3</b>					
Bonds and Notes	€ –	\$ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>€ 96,441</b>	<b>\$ 33,678</b>	<b>\$ 12,642</b>	<b>\$ 12,248</b>	<b>\$ 1,112</b>

^ Not authorised for sale to the public in Hong Kong.



# Notes to Financial Statements – (continued)

## 12. Fair Value Estimation – (continued)

	Legg Mason Martin Currie Asia Long-Term Unconstrained Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie Asia Pacific Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie European Absolute Alpha Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie Global Resources Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie Greater China Fund <sup>^</sup> as at August 31, 2016 (in 000's)
<b>Level 1</b>					
Bonds and Notes	\$ –	\$ –	€ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	130,809	2,331	110,560	17,396	12,034
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>130,809</b>	<b>2,331</b>	<b>110,560</b>	<b>17,396</b>	<b>12,034</b>
<b>Level 2</b>					
Bonds and Notes	\$ –	\$ –	€ –	\$ –	\$ –
Money Market Instruments	–	–	90,806	–	–
Equity Instruments	–	–	8,849	–	313
Derivative assets held for trading	–	–	4,815	–	–
Derivative liabilities held for trading	–	–	(5,906)	–	–
	<b>–</b>	<b>–</b>	<b>98,564</b>	<b>–</b>	<b>313</b>
<b>Level 3</b>					
Bonds and Notes	\$ –	\$ –	€ –	\$ –	\$ –
Money Market Instruments	–	–	–	–	–
Equity Instruments	–	–	–	–	–
Derivative assets held for trading	–	–	–	–	–
Derivative liabilities held for trading	–	–	–	–	–
	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>\$ 130,809</b>	<b>\$ 2,331</b>	<b>€ 209,124</b>	<b>\$ 17,396</b>	<b>\$ 12,347</b>

	Legg Mason Martin Currie Japan Absolute Alpha Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie North American Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie Global Long-Term Unconstrained Fund <sup>^</sup> as at August 31, 2016 (in 000's)	Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund <sup>^</sup> as at August 31, 2016 (in 000's)
<b>Level 1</b>				
Bonds and Notes	¥ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–
Equity Instruments	1,009,350	4,565	10,712	1,034
Derivative assets held for trading	1,560	–	–	–
Derivative liabilities held for trading	–	–	–	–
	<b>1,010,910</b>	<b>4,565</b>	<b>10,712</b>	<b>1,034</b>
<b>Level 2</b>				
Bonds and Notes	¥ –	\$ –	\$ –	\$ –
Money Market Instruments	1,000	–	–	–
Equity Instruments	69,493	141	–	1,007
Derivative assets held for trading	58,038	–	1	–
Derivative liabilities held for trading	(17,571)	–	–	–
	<b>110,960</b>	<b>141</b>	<b>1</b>	<b>1,007</b>
<b>Level 3</b>				
Bonds and Notes	¥ –	\$ –	\$ –	\$ –
Money Market Instruments	–	–	–	–
Equity Instruments	–	–	–	–
Derivative assets held for trading	–	–	–	–
Derivative liabilities held for trading	–	–	–	–
	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Total Investments</b>	<b>¥ 1,121,870</b>	<b>\$ 4,706</b>	<b>\$ 10,713</b>	<b>\$ 2,041</b>

## 13. Disclosure for Cross Investments by Funds within the Company

### Legg Mason Western Asset Global Multi Strategy Fund

Legg Mason Western Asset Global Multi Strategy Fund held 361,626, 158,366 and 68,828 shares in Legg Mason Western Asset US High Yield Fund, Legg Mason Western Asset Euro High Yield Fund and Legg Mason Western Asset Emerging Markets Corporate Bond Fund respectively at the period end. Transactions involving these shares and the related gains, losses and distributions during the period were:

	Legg Mason Western Asset US High Yield Fund (in 000's)	Legg Mason Western Asset Euro High Yield Fund (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund (in 000's)	Total (in 000's)
Issue of shares	\$1,365	\$–	\$174	\$1,539
Redemption of shares	(12,980)	–	(3,750)	(16,730)
Net realised loss on financial assets at fair value through profit or loss	(1,406)	–	(594)	(2,000)
Distributions received	1,365	–	174	1,539
Cost	34,265	25,676	7,194	67,135
Fair value	30,917	27,450	6,740	65,107
Net unrealised (loss)/gain on financial assets at fair value through profit or loss	<b>\$(3,348)</b>	<b>\$1,774</b>	<b>\$(454)</b>	<b>\$(2,028)</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



## Notes to Financial Statements – (continued)

### 13. Disclosure for Cross Investments by Funds within the Company – (continued)

#### Legg Mason Western Asset US High Yield Fund

Legg Mason Western Asset US High Yield Fund held 40,176 shares in Legg Mason Western Asset Emerging Markets Corporate Bond Fund at the period end. Transactions involving these shares and the related gains, losses and distributions during the period were:

	Legg Mason Western Asset Emerging Markets Corporate Bond Fund (in 000's)	Total (in 000's)
Issue of shares	\$3,900	\$3,900
Redemption of shares	–	–
Net realised gain/(loss) on financial assets at fair value through profit or loss	–	–
Distributions received	30	30
Cost	3,900	3,900
Fair value	3,935	3,935
<b>Net unrealised gain on financial assets at fair value through profit or loss</b>	<b>\$35</b>	<b>\$35</b>

#### Legg Mason Western Asset Emerging Markets Total Return Bond Fund

Legg Mason Western Asset Emerging Markets Total Return Bond Fund held 44,708 shares in Legg Mason Western Asset Emerging Markets Corporate Bond Fund at the period end. Transactions involving these shares and the related gains, losses and distributions during the period were:

	Legg Mason Western Asset Emerging Markets Corporate Bond Fund (in 000's)	Total (in 000's)
Issue of shares	\$1,321	\$1,321
Redemption of shares	(2,403)	(2,403)
Net realised loss on financial assets at fair value through profit or loss	(151)	(151)
Distributions received	137	137
Cost	4,390	4,390
Fair value	4,378	4,378
<b>Net unrealised loss on financial assets at fair value through profit or loss</b>	<b>\$(12)</b>	<b>\$(12)</b>

#### Legg Mason Western Asset Global High Yield Fund

Legg Mason Western Asset Global High Yield Fund held 120,030 and 26,122 shares in Legg Mason Western Asset Euro High Yield Fund and Legg Mason Western Asset Emerging Markets Corporate Bond Fund respectively at the period end. Transactions involving these shares and the related gains, losses and distributions during the period were:

	Legg Mason Western Asset Euro High Yield Fund (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund (in 000's)	Total (in 000's)
Issue of shares	\$–	\$2,529	\$2,529
Redemption of shares	(2,361)	–	(2,361)
Net realised gain on financial assets at fair value through profit or loss	45	–	45
Distributions received	–	18	18
Cost	19,597	2,529	22,126
Fair value	20,805	2,558	23,363
<b>Net unrealised gain on financial assets at fair value through profit or loss</b>	<b>\$1,208</b>	<b>\$29</b>	<b>\$1,237</b>

#### Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup>

Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup> held Nil shares in Legg Mason Western Asset Emerging Markets Corporate Bond Fund at the period end. Transactions involving these shares and the related gains, losses and distributions during the period were:

	Legg Mason Western Asset Emerging Markets Corporate Bond Fund (in 000's)	Total (in 000's)
Issue of shares	\$4,817	\$4,817
Redemption of shares	(5,052)	(5,052)
Net realised gain on financial assets at fair value through profit or loss	235	235
Distributions received	80	80
Cost	–	–
Fair value	–	–
<b>Net unrealised gain/(loss) on financial assets at fair value through profit or loss</b>	<b>\$–</b>	<b>\$–</b>

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



## Notes to Financial Statements – (continued)

### 13. Disclosure for Cross Investments by Funds within the Company – (continued)

#### Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup> held 34,993 shares in Legg Mason Western Asset Emerging Markets Corporate Bond Fund at the period end. Transactions involving these shares and the related gains, losses and distributions during the period were:

	Legg Mason Western Asset Emerging Markets Corporate Bond Fund (in 000's)	Total (in 000's)
Issue of shares	\$3,379	\$3,379
Redemption of shares	–	–
Net realised gain/(loss) on financial assets at fair value through profit or loss	–	–
Distributions received	19	19
Cost	3,379	3,379
Fair value	3,427	3,427
Net unrealised gain on financial assets at fair value through profit or loss	\$48	\$48

### 14. Significant Events

Effective March 1, 2016, Royce & Associates, LP replaced Royce & Associates, LLC as Sub-Investment Manager of the Legg Mason Royce US Small Cap Opportunity Fund, Legg Mason Royce US Smaller Companies Fund, Legg Mason Royce Smaller Companies Fund II<sup>^</sup>, Legg Mason Royce European Smaller Companies Fund and Legg Mason Royce Global Smaller Companies Fund.

On March 11, 2016, seven sub-funds of the Martin Currie Global Funds, a Luxembourg fund range, merged their net assets into the following Funds: the Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup>, Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>, Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup>, Legg Mason Martin Currie Global Resources Fund<sup>^</sup>, Legg Mason Martin Currie Greater China Fund<sup>^</sup>, Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup> and Legg Mason Martin Currie North American Fund<sup>^</sup>.

Effective March 11, 2016, Legg Mason Asset Management Singapore Pte. Limited has been added as a Sub Investment Manager of Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup> and Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>.

The Legg Mason Western Asset Global Credit Absolute Return Fund ceased trading on April 29, 2016.

On June 22, 2016, an updated Specialist Prospectus was issued and noted by the Central Bank. Please see Note 16 for a list of most significant amendments.

A UCITS V compliant Depositary agreement between the Company and the Depositary was executed on June 22, 2016.

On June 24, 2016, four supplements to the Prospectus were issued and noted by the Central Bank. Please see Note 16 for a list of most significant amendments.

On June 28, 2016, Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup> and Legg Mason Martin Currie Global Long Term Unconstrained Fund<sup>^</sup> launched.

Effective July 1, 2016, BNY Mellon Investment Servicing (International) Limited merged with BNY Mellon Fund Services (Ireland) Designated Activity Company.

On August 24, 2016, an updated Main Prospectus was issued and noted by the Central Bank. Please see Note 16 for a list of most significant amendments.

On August 25, 2016, an updated Specialist Prospectus and two supplements were issued and noted by the Central Bank. Please see Note 16 for a list of most significant amendments.

In August 2016, Legg Mason, Inc. announced that it plans to sell its interest in LMM LLC, which acts as sub-investment manager for the Legg Mason Opportunity Fund, to William H. Miller III (the "LMM Transaction"). Currently, Legg Mason, Inc. owns 50% of LMM LLC and Mr. Miller owns or controls, directly or indirectly, 50% of LMM LLC. Subject to the satisfaction of various conditions in the Transaction agreement, the LMM Transaction is expected to be completed in February 2017. Prior to the LMM Transaction and immediately after the LMM Transaction, the business, organisation and corporate governance of LMM LLC will continue as normal. Upon successful completion of the LMM Transaction, Mr. Miller will own or control, directly or indirectly, 100% of LMM LLC, and LMM LLC will no longer be affiliated with Legg Mason, Inc. Subject to relevant regulatory approval being obtained, there may be further changes to, or restructuring or merger of, the Legg Mason Opportunity Fund arising out of the LMM Transaction. Shareholders of the Legg Mason Opportunity Fund will be advised of any prospective planned changes thereafter, in due course.

There were no other material events subsequent to the Statement of Financial Position date which require disclosure in the financial statements.

### 15. Segregated liability

The Company is an umbrella fund with segregated liability between its Funds. As such, as matter of Irish law the assets of each of the Funds will not be exposed to the liabilities of the Company's other Funds. Notwithstanding the foregoing there can be no assurance that, should an action be brought against the Company in the court of another jurisdiction, the segregated nature of the Funds would necessarily be upheld.

### 16. Amendments to the Prospectus

On June 22, 2016, an updated Specialist Prospectus was issued by the Company and noted by the Central Bank. The most significant amendments included:

- Existing share classes were renamed and new share classes were created for the Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>.
- Addition of a disclosure describing cash account arrangements that are being put in place for LMGF and its sub-funds following the entry into force of the Irish Investor Money Regulations 2015.
- Addition of the South African Rand as share class currency for certain sub-funds.
- Decrease of the annual management fee for certain share classes of the Legg Mason Brandywine Global High Yield Fund<sup>^</sup> and addition of a new X share class.
- Change to the investment policies of the Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>.
- Addition of a schedule showing sub-delegates appointed by The Bank of New York Mellon SA/NV or The Bank of New York Mellon to provide depositary services.

On June 24, 2016, four supplements to the Main Prospectus were issued by the Company and noted by the Central Bank. The most significant amendments included:

- Addition of the following new sub-funds:
  - Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup>,
  - Legg Mason Martin Currie European Select Absolute Alpha Fund,
  - Legg Mason Martin Currie Global Emerging Markets Fund, and
  - Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup>

On August 24, 2016, an updated Main Prospectus was issued by the Company and noted by the Central Bank. The most significant amendments included:

- Changes to the investment policies of the following sub-funds:
  - Legg Mason Western Asset Asian Opportunities Fund,
  - Legg Mason Western Asset Emerging Markets Total Return Bond Fund,
  - Legg Mason Western Asset Global Multi Strategy Fund,
  - Legg Mason Western Asset Short Duration High Income Bond Fund,
  - Legg Mason Western Asset US High Yield Fund, and
  - Legg Mason QS MV Asia Pacific Ex Japan Equity Growth and Income Fund.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



## Notes to Financial Statements – (continued)

### 16. Amendments to the Prospectus – (continued)

- Reduction of fees for the following sub-funds:
  - Legg Mason QS MV Asia Pacific Ex Japan Equity Growth and Income Fund, and
  - Legg Mason QS MV Global Equity Growth and Income Fund.
- Addition of Legg Mason Asset Management Singapore Pte. as sub-investment manager of Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup>.
- Addition of Legg Mason Asset Management Singapore Pte. as sub-investment manager of Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup> and amendment to the “Business Day” definition for the fund.
- Amendment of the “Business Day” definition for Legg Mason Martin Currie Greater China Fund<sup>^</sup>.
- Amendments to reflect the new obligations regarding depositary and remuneration set by the UCITS V directive.
- Amendments to the disclosure on OTC derivatives and collateral in the base prospectus to reflect changes to the Irish UCITS requirements.
- Amendments to reflect the fact that the Currency Administrator may receive fees at prevailing commercial rates where appointed to provide hedging administration services for particular sub-funds.
- Amendments to reflect that deferred redemption requests will not take priority over redemption requests received on the subsequent Dealing Day.
- Amendment to the tax section of the base prospectus to reflect changes to the EU Savings Directive and OECD Common Reporting Standard.
- Addition of a disclosure regarding the minimum viable size a sub-fund must reach within 24 months of its launch.
- Increases in the minimum amounts for initial and subsequent investments in Class M and Class M (PF) for each currencies in which these share classes are issued.
- Addition of a disclosure describing cash accounts arrangement that are being put in place for LMGF and its sub-funds following the entry into force of the Irish Investor Money Regulations 2015.
- Disclosure reflecting the delisting of LMGF from the Irish Stock Exchange.

On August 25, 2016, an updated Specialist Prospectus was issued by the Company and noted by the Central Bank. The most significant amendments included:

- Addition of two new sub-funds for which RARE Infrastructure Limited will act as sub-investment manager:
  - Legg Mason RARE Emerging Markets Infrastructure Fund, and
  - Legg Mason RARE Infrastructure Value Fund.
- Addition of the following markets to the regulated markets listed in Schedule II:
  - Abu Dhabi Securities Exchange,
  - NASDAQ Dubai, and
  - Dubai Financial Market.

### 17. Subsequent Events

There were no material events subsequent to the Statement of Financial Position date which require disclosure in the financial statements.

### 18. Prior Period Comparatives

The prior period comparatives for the Statement of Financial Position are as at February 29, 2016. The prior period comparatives for the Statement of Comprehensive Income and the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares are for the period ended August 31, 2015.

### 19. Approval of the Reports

On October 14, 2016, the Semi-Annual Report and unaudited interim financial statements were presented to and noted by the Board of Directors and were approved for filing with the Central Bank of Ireland and for circulation to the shareholders.

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Financial Information – Total Expense Ratios (TER)

	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**
<b>Legg Mason Western Asset US Money Market Fund</b>		<b>Legg Mason Western Asset Global Multi Strategy Fund</b>	
Class A US\$ Accumulating	0.48%	Class A US\$ Accumulating	1.38%
Class A US\$ Distributing (D)	0.43%	Class A US\$ Distributing (D)	1.38%
Class A US\$ Distributing (M)	0.39%	Class A US\$ Distributing (M)	1.38%
Class B US\$ Accumulating	0.46%	Class A Euro Accumulating (Hedged)	1.38%
Class B US\$ Distributing (D)	0.48%	Class A Euro Distributing (M) (Hedged)	1.38%
Class C US\$ Accumulating	0.51%	Class A Euro Distributing (M) (Hedged) Plus (e)	1.38%
Class C US\$ Distributing (D)	0.43%	Class A GBP Distributing (M) (Hedged)	1.38%
Class A (G) US\$ Accumulating	0.45%	Class A SGD Distributing (M) (Hedged) Plus	1.38%
Class A (G) US\$ Distributing (D)	0.45%	Class B US\$ Accumulating	1.63%
Class L (G) US\$ Distributing (D)	0.45%	Class B US\$ Distributing (D)	1.63%
<b>Legg Mason Western Asset US Core Bond Fund</b>		Class C US\$ Accumulating	1.88%
Class A US\$ Accumulating	1.25%	Class C US\$ Distributing (D)	1.88%
Class A US\$ Distributing (D)	1.34%	Class E US\$ Accumulating	1.98%
Class B US\$ Accumulating	1.50%	Class E US\$ Distributing (D)	1.98%
Class B US\$ Distributing (D)	1.59%	Class E Euro Accumulating (Hedged)	1.98%
Class C US\$ Accumulating	1.75%	Class E Euro Distributing (M) (Hedged)	1.98%
Class C US\$ Distributing (D)	1.84%	Class F US\$ Accumulating	0.78%
Class F US\$ Accumulating	0.78%	Class F US\$ Distributing (D)	0.78%
Class X US\$ Accumulating	0.78%	Class X US\$ Distributing (D)	0.83%
Class X US\$ Distributing (D)	0.36%	Class X GBP Distributing (D) (Hedged)	0.84%
Premier Class US\$ Accumulating	0.54%	Premier Class US\$ Accumulating	0.53%
Class GA US\$ Accumulating	1.06%	Premier Class US\$ Distributing (D)	0.53%
Class GE US\$ Accumulating	1.66%	Premier Class US\$ Distributing (M)	0.53%
<b>Legg Mason Western Asset US Core Plus Bond Fund</b>		Premier Class US\$ Distributing (M) Plus (e)	0.53%
Class A US\$ Accumulating	1.43%	Premier Class CHF Accumulating (Hedged)	0.53%
Class A US\$ Distributing (D)	1.43%	Premier Class Euro Accumulating (Hedged)	0.53%
Class A US\$ Distributing (M) Plus	1.43%	Premier Class Euro Distributing (M) (Hedged)	0.52%
Class A AUD Distributing (M) (Hedged) Plus	1.42%	Premier Class GBP Accumulating (Hedged)	0.53%
Class B US\$ Accumulating	1.68%	Premier Class GBP Distributing (M) (Hedged)	0.53%
Class B US\$ Distributing (D)	1.68%	Premier Class GBP Distributing (M) (Hedged) Plus (e)	0.53%
Class C US\$ Accumulating	1.93%	Premier Class GBP Distributing (Q) (Hedged)	0.53%
Class C US\$ Distributing (D)	1.93%	LM Class AUD Distributing (M) (Hedged)	0.13%
Class E US\$ Accumulating	2.03%	LM Class GBP Accumulating (Hedged)	0.13%
Class F US\$ Accumulating	0.68%	Premier Class PLN Accumulating (Hedged)	0.53%
Class X US\$ Accumulating	0.85%	<b>Legg Mason Western Asset US High Yield Fund</b>	
Premier Class US\$ Accumulating	0.43%	Class A US\$ Accumulating	1.44%
Premier Class US\$ Distributing (M)	0.43%	Class A US\$ Distributing (D)	1.44%
Premier Class Euro Accumulating (Hedged)	0.45%	Class A US\$ Distributing (M)	1.43%
LM Class US\$ Accumulating	0.13%	Class A US\$ Distributing (M) Plus	1.44%
LM Class Euro Accumulating	0.13%	Class A Euro Distributing (M) (Hedged)	1.44%
LM Class GBP Accumulating (Hedged)	0.13%	Class A HKD Distributing (M) Plus	1.44%
Class A (G) US\$ Accumulating	1.28%	Class A SGD Distributing (M) (Hedged) Plus	1.44%
Class A (G) US\$ Distributing (D)	1.28%	Class B US\$ Accumulating	1.69%
Class B (G) US\$ Distributing (D)	1.76%	Class B US\$ Distributing (D)	1.69%
Class L (G) US\$ Accumulating	1.78%	Class C US\$ Accumulating	1.94%
Class L (G) US\$ Distributing (D)	1.78%	Class C US\$ Distributing (D)	1.94%
<b>Legg Mason Western Asset Euro Core Plus Bond Fund</b>		Class E US\$ Accumulating	2.04%
Class A US\$ Distributing (D)	1.32%	Class E US\$ Distributing (D)	2.04%
Class A Euro Distributing (D)	1.32%	Class E Euro Accumulating (Hedged)	2.04%
Class C US\$ Distributing (D)	1.82%	Class F US\$ Accumulating	0.84%
Class F Euro Distributing (Q)	0.54%	Class F US\$ Distributing (D)	0.84%
Class X Euro Distributing (D)	0.80%	Class X US\$ Distributing (D)	0.82%
Premier Class Euro Accumulating	0.44%	Premier Class US\$ Accumulating	0.59%
Class GA Euro Accumulating	0.99%	Premier Class US\$ Distributing (M) Plus (e)	0.60%
Class GA Euro Distributing (A)	0.99%	Premier Class Euro Accumulating	0.59%
Class GE Euro Accumulating	1.59%	LM Class US\$ Accumulating	0.14%
<b>Legg Mason Western Asset Short Duration High Income Bond Fund</b>		LM Class US\$ Distributing (M)	0.14%
Class A US\$ Accumulating	1.40%	LM Class GBP Accumulating (Hedged)	0.14%
Class A US\$ Distributing (D)	1.57%	Class A (G) US\$ Accumulating	1.29%
Class A US\$ Distributing (M)	1.40%	Class A (G) US\$ Distributing (D)	1.29%
Class A Euro Accumulating (Hedged)	1.57%	Class B (G) US\$ Accumulating	1.79%
Class B US\$ Accumulating	1.65%	Class B (G) US\$ Distributing (D)	1.81%
Class B US\$ Distributing (D)	1.81%	Class L (G) US\$ Accumulating	1.79%
Class C US\$ Accumulating	1.90%	Class L (G) US\$ Distributing (D)	1.79%
Class C US\$ Distributing (D)	2.08%	Class GF US\$ Accumulating	1.09%
Class A (G) US\$ Accumulating	1.52%		
Class A (G) US\$ Distributing (D)	1.52%		
Class B (G) US\$ Distributing (D)	2.03%		
Class L (G) US\$ Accumulating	2.02%		
Class L (G) US\$ Distributing (D)	2.02%		



# Financial Information – Total Expense Ratios (TER) – (continued)

	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**
<b>Legg Mason Western Asset Emerging Markets Total Return Bond Fund</b>		<b>Legg Mason Western Asset Global Inflation Management Fund</b>	
Class A US\$ Accumulating	1.80%	Class A US\$ Accumulating	1.20%
Class A US\$ Distributing (D)	1.92%	Class A US\$ Distributing (A)	1.20%
Class A US\$ Distributing (M)	1.80%	Class B US\$ Accumulating	1.45%
Class A US\$ Distributing (M) Plus	1.92%	Class B US\$ Distributing (A)	1.45%
Class A Euro Accumulating (Hedged)	1.91%	Class C US\$ Accumulating	1.69%
Class A Euro Distributing (D) (Hedged)	1.93%	Class C US\$ Distributing (A)	1.70%
Class A GBP Distributing (D) (Hedged)	1.91%	Class A (G) US\$ Accumulating	1.00%
Class A SGD Distributing (M) (Hedged) Plus	1.93%	Class A (G) US\$ Distributing (A)	1.00%
Class B US\$ Accumulating	2.05%	Class L (G) US\$ Accumulating	1.50%
Class B US\$ Distributing (D)	2.17%	Class L (G) US\$ Distributing (A)	1.49%
Class C US\$ Accumulating	2.30%		
Class C US\$ Distributing (D)	2.42%	<b>Legg Mason Western Asset Asian Opportunities Fund</b>	
Class E US\$ Distributing (D)	2.52%	Class A US\$ Accumulating	1.38%
Class E Euro Distributing (M) (Hedged)	2.51%	Class A US\$ Distributing (D)	1.38%
Class F US\$ Accumulating	1.04%	Class A US\$ Distributing (M)	1.39%
Class X US\$ Accumulating	1.17%	Class A US\$ Distributing (M) Plus	1.39%
Class X GBP Distributing (D) (Hedged)	1.17%	Class A AUD Distributing (M) (Hedged) Plus	1.38%
Premier Class US\$ Accumulating	0.80%	Class A CHF Accumulating (Hedged)	1.38%
Premier Class Euro Accumulating (Hedged)	0.83%	Class A CNH Distributing (M) (Hedged) Plus	1.39%
Premier Class GBP Distributing (D) (Hedged)	0.81%	Class A Euro Accumulating	1.38%
Class A (G) US\$ Accumulating	1.52%	Class A Euro Accumulating (Hedged)	1.38%
Class A (G) US\$ Distributing (D)	1.52%	Class A Euro Distributing (A)	1.38%
Class B (G) US\$ Accumulating	2.36%	Class A GBP Distributing (D) (Hedged)	1.38%
Class L (G) US\$ Accumulating	2.03%	Class A GBP Distributing (M)	1.38%
Class L (G) US\$ Distributing (D)	2.02%	Class A HKD Distributing (M) Plus	1.39%
		Class A SGD Accumulating (Hedged)	1.38%
<b>Legg Mason Western Asset Emerging Markets Corporate Bond Fund</b>		Class A SGD Distributing (M) (Hedged) Plus	1.38%
Class A US\$ Accumulating	1.90%	Class A SGD Distributing (M) Plus	1.38%
Class A US\$ Distributing (M)	1.60%	Class B US\$ Accumulating	1.63%
LM Class US\$ Distributing (M)	0.22%	Class B US\$ Distributing (D)	1.63%
		Class C US\$ Accumulating	1.88%
<b>Legg Mason Western Asset Global High Yield Fund</b>		Class C US\$ Distributing (D)	1.88%
Class A US\$ Accumulating	1.55%	Class E US\$ Accumulating	1.98%
Class A US\$ Distributing (D)	1.55%	Class E US\$ Distributing (D)	1.98%
Class A US\$ Distributing (M)	1.56%	Class F US\$ Accumulating	0.98%
Class A US\$ Distributing (M) Plus	1.56%	Class F US\$ Distributing (D)	0.98%
Class A AUD Distributing (M) (Hedged) Plus	1.56%	Class X US\$ Distributing (M)	0.88%
Class A Euro Distributing (D) (Hedged)	1.56%	Premier Class US\$ Accumulating	0.73%
Class A SGD Distributing (M) (Hedged) Plus	1.56%	Premier Class US\$ Distributing (M)	0.73%
Class B US\$ Accumulating	1.80%	Premier Class Euro Accumulating	0.73%
Class B US\$ Distributing (D)	1.80%	Premier Class Euro Accumulating (Hedged)	0.73%
Class C US\$ Accumulating	2.05%	Premier Class Euro Distributing (A)	0.73%
Class C US\$ Distributing (D)	2.05%	Premier Class Euro Distributing (M)	0.73%
Class E US\$ Accumulating	2.16%	Premier Class GBP Distributing (M)	0.73%
Class E US\$ Distributing (D)	2.16%	LM Class US\$ Accumulating	0.13%
Class E Euro Accumulating (Hedged)	2.14%		
Class E Euro Distributing (M) (Hedged)	2.16%	<b>Legg Mason Western Asset Global Blue Chip Bond Fund</b>	
Class F US\$ Accumulating	0.86%	Class A US\$ Accumulating	1.20%
Class F US\$ Distributing (D)	0.86%	Class A US\$ Distributing (M)	1.21%
Class X US\$ Accumulating	0.93%	Class A Euro Accumulating (Hedged)	1.20%
Class X US\$ Distributing (D)	0.93%	Class A GBP Accumulating (Hedged)	1.21%
Class X GBP Distributing (D) (Hedged)	0.93%	Class B US\$ Accumulating	1.45%
Premier Class US\$ Accumulating	0.60%	Class B US\$ Distributing (M)	1.46%
Premier Class US\$ Distributing (M) Plus (e)	0.62%	Class C US\$ Accumulating	1.72%
Premier Class Euro Accumulating (Hedged)	0.61%	Class C US\$ Distributing (M)	1.71%
Premier Class GBP Distributing (D) (Hedged)	0.60%	Class E US\$ Accumulating	1.83%
LM Class US\$ Accumulating	0.16%	Class E US\$ Distributing (D)	1.83%
Class A (G) US\$ Accumulating	1.41%	Class F US\$ Accumulating	0.82%
Class A (G) US\$ Distributing (D)	1.41%	Class X US\$ Distributing (M)	0.56%
Class B (G) US\$ Distributing (D)	1.78%	Premier Class US\$ Accumulating	0.56%
Class L (G) US\$ Accumulating	1.91%	Premier Class US\$ Distributing (M)	0.56%
Class L (G) US\$ Distributing (D)	1.91%	Premier Class Euro Accumulating (Hedged)	0.56%
		Premier Class Euro Distributing (M) (Hedged)	0.56%
<b>Legg Mason Western Asset US Short-Term Government Fund</b>		Premier Class GBP Accumulating (Hedged)	0.54%
Class A US\$ Accumulating	1.35%	Premier Class GBP Distributing (M) (Hedged)	0.56%
Class A US\$ Distributing (D)	1.35%		
Class B US\$ Accumulating	1.60%	<b>Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup></b>	
Class B US\$ Distributing (D)	1.60%	Class A US\$ Distributing (A)	1.39%
Class C US\$ Accumulating	1.85%	Class A US\$ Distributing (D)	1.38%
Class C US\$ Distributing (D)	1.85%	Class X US\$ Accumulating	0.83%
Class E US\$ Accumulating	1.95%	Premier Class US\$ Accumulating	0.53%
Class A (G) US\$ Accumulating	1.33%	Premier Class Euro Accumulating (Hedged)	0.53%
Class A (G) US\$ Distributing (D)	1.33%		
Class B (G) US\$ Distributing (D)	1.86%	<b>Legg Mason Western Asset Global Credit Fund</b>	
Class L (G) US\$ Accumulating	1.82%	Class A US\$ Accumulating	1.37%
Class L (G) US\$ Distributing (D)	1.83%	Class A US\$ Distributing (D)	1.37%
		Class A Euro Accumulating (Hedged)	1.36%
<b>Legg Mason Western Asset US Adjustable Rate Fund</b>		Class X US\$ Distributing (D)	0.47%
Class A US\$ Accumulating	1.40%	Premier Class US\$ Accumulating	0.52%
Class B US\$ Distributing (D)	1.65%	LM Class US\$ Accumulating	0.16%
Class C US\$ Distributing (D)	1.90%		
Class A (G) US\$ Accumulating	1.68%	<b>Legg Mason Western Asset Euro High Yield Fund</b>	
Class A (G) US\$ Distributing (D)	1.68%	Class A Euro Distributing (D)	1.46%
Class L (G) US\$ Accumulating	2.18%	LM Class Euro Accumulating	0.15%
Class L (G) US\$ Distributing (D)	2.18%	LM Class Euro Distributing (Q)	0.16%

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Financial Information – Total Expense Ratios (TER) – (continued)

	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**
<b>Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup></b>		<b>Legg Mason Brandywine Global Fixed Income Fund</b>	
Class A US\$ Accumulating	1.76%	Class A US\$ Accumulating	1.38%
Class A US\$ Distributing (M) Plus (e)	1.76%	Class A US\$ Distributing (M)	1.38%
Class A US\$ Distributing (S)	1.76%	Class A US\$ Distributing (S)	1.38%
Class A AUD Distributing (M) (Hedged) Plus (e)	1.76%	Class A AUD Distributing (M) (Hedged) Plus	1.39%
Class A CHF Accumulating (Hedged)	1.76%	Class A Euro Accumulating (Hedged)	1.39%
Class A CNH Accumulating (Hedged)	1.76%	Class A Euro Accumulating (Hedged) (AH)	1.38%
Class A CNH Distributing (M) (Hedged) Plus (e)	1.76%	Class A Euro Distributing (A) (Hedged)	1.38%
Class A Euro Accumulating (Hedged)	1.76%	Class A Euro Distributing (S) (Hedged) (AH)	1.38%
Class A Euro Distributing (A)	1.76%	Class A GBP Accumulating	1.30%
Class A Euro Distributing (S) (Hedged)	1.76%	Class A GBP Distributing (M) (Hedged)	1.39%
Class A GBP Accumulating	1.76%	Class A GBP Distributing (S) (Hedged) (AH)	1.38%
Class A GBP Accumulating (Hedged)	1.76%	Class A SGD Accumulating	1.39%
Class A GBP Distributing (M) (Hedged) Plus (e)	1.77%	Class B US\$ Accumulating	1.63%
Class A SEK Accumulating (Hedged)	1.76%	Class B US\$ Distributing (S)	1.63%
Class A SGD Accumulating (Hedged)	1.76%	Class C US\$ Accumulating	1.88%
Class A SGD Distributing (M) (Hedged) Plus (e)	1.76%	Class C US\$ Distributing (S)	1.88%
Class B US\$ Accumulating	2.01%	Class E US\$ Accumulating	1.98%
Class C US\$ Accumulating	2.26%	Class E Euro Accumulating (Hedged) (AH)	1.98%
Class C US\$ Distributing (S)	2.26%	Class F US\$ Accumulating	0.98%
Class E US\$ Accumulating	2.36%	Class F US\$ Distributing (S)	0.98%
Class E US\$ Distributing (S)	2.36%	Class R US\$ Distributing (S)	0.98%
Class E Euro Accumulating (Hedged)	2.36%	Class R GBP Distributing (S) (Hedged) (AH)	0.98%
Class F US\$ Accumulating	1.36%	Class X US\$ Accumulating	0.88%
Class F US\$ Distributing (S)	1.36%	Class X US\$ Distributing (S)	0.88%
Class X US\$ Accumulating	1.26%	Class X Euro Accumulating (Hedged)	0.88%
Class X US\$ Distributing (M) Plus (e)	1.26%	Class X Euro Accumulating (Hedged) (AH)	0.88%
Class X US\$ Distributing (S)	1.26%	Class X Euro Distributing (S) (Hedged) (AH)	0.89%
Class X CHF Accumulating (Hedged)	1.26%	Class X GBP Accumulating	0.88%
Class X Euro Accumulating	1.26%	Class X GBP Accumulating (Hedged)	0.89%
Class X Euro Accumulating (Hedged)	1.26%	Class X GBP Accumulating (Hedged) (AH)	0.88%
Class X Euro Distributing (A) (Hedged)	1.26%	Class X GBP Distributing (S) (Hedged)	0.89%
Class X Euro Distributing (M) (Hedged)	1.26%	Class X GBP Distributing (S) (Hedged) (AH)	0.88%
Class X GBP Accumulating	1.26%	Premier Class US\$ Accumulating	0.73%
Class X GBP Accumulating (Hedged)	1.26%	Premier Class US\$ Distributing (S)	0.73%
Class X GBP Distributing (M) (Hedged) Plus (e)	1.26%	Premier Class Euro Accumulating	0.73%
Class X SGD Accumulating (Hedged)	1.26%	Premier Class Euro Accumulating (Hedged)	0.74%
Premier Class US\$ Accumulating	1.11%	Premier Class Euro Accumulating (Hedged) (AH)	0.73%
Premier Class US\$ Distributing (S)	1.11%	Premier Class Euro Distributing (S)	0.73%
Premier Class AUD Distributing (S) (Hedged)	1.11%	Premier Class GBP Distributing (M) (Hedged)	0.73%
Premier Class CHF Accumulating (Hedged)	1.11%	Premier Class GBP Distributing (S) (Hedged) (AH)	0.73%
Premier Class CHF Distributing (S) (Hedged)	1.11%	LM Class US\$ Accumulating	0.13%
Premier Class Euro Accumulating	1.11%	LM Class US\$ Accumulating (Hedged) (AH)	0.13%
Premier Class Euro Accumulating (Hedged)	1.11%		
Premier Class Euro Distributing (S) (Hedged)	1.11%	<b>Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup></b>	
Premier Class GBP Accumulating (Hedged)	1.11%	Class A US\$ Accumulating	1.62%
Premier Class GBP Distributing (M) (Hedged) Plus (e)	1.11%	Class A US\$ Distributing (A)	1.62%
Premier Class SEK Accumulating (Hedged)	1.11%	Class A Euro Accumulating (Hedged)	1.62%
S Class US\$ Accumulating	0.71%	Class A SEK Accumulating (Hedged)	1.62%
S Class Euro Accumulating (Hedged)	0.71%	Class B US\$ Distributing (D)	1.87%
LM Class US\$ Accumulating	0.11%	Class C US\$ Accumulating	2.12%
LM Class AUD Distributing (S) (Hedged)	0.10%	Class E US\$ Accumulating	2.22%
LM Class Euro Accumulating	0.11%	Class E US\$ Distributing (A)	2.22%
Premier Class BRL Accumulating (Hedged)	1.11%	Class F US\$ Accumulating	1.22%
		Class X GBP Accumulating (Hedged)	1.17%
		Class X GBP Distributing (M) (Hedged)	1.17%
		Premier Class US\$ Accumulating	1.02%
		Premier Class US\$ Distributing (A)	1.02%
		Premier Class CHF Accumulating (Hedged)	1.02%
		Premier Class Euro Accumulating (Hedged)	1.02%
		Premier Class Euro Distributing (A) (Hedged)	1.02%
		Premier Class GBP Distributing (M) (Hedged)	1.02%
		Premier Class SEK Accumulating (Hedged)	1.02%
		Premier Class SGD Accumulating (Hedged)	1.02%
		LM Class US\$ Accumulating	0.12%
		LM Class AUD Accumulating (Hedged)	0.12%
		LM Class Euro Accumulating (Hedged)	0.12%
		LM Class GBP Accumulating (Hedged)	0.12%
		<b>Legg Mason Brandywine Global High Yield Fund<sup>^</sup></b>	
		Class A US\$ Accumulating	1.42%
		Class A US\$ Distributing (D)	1.55%
		Class F US\$ Distributing (D)	1.05%
		Premier Class US\$ Accumulating	0.91%
		Premier Class Euro Accumulating (Hedged) (AH)	0.90%
		Premier Class GBP Accumulating (Hedged) (AH)	0.93%
		LM Class US\$ Accumulating	0.14%
		S Class CAD Accumulating (Hedged) (AH)	0.69%
<b>Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup></b>			
Class A US\$ Distributing (D)	1.50%		
Premier Class US\$ Accumulating	0.63%		
<b>Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup></b>			
Class A US\$ Accumulating	1.55%		
Class A US\$ Distributing (M) Plus (e)	1.51%		
Class C US\$ Accumulating	2.05%		
Class E US\$ Accumulating	2.15%		
Class F US\$ Accumulating	0.95%		
Class X US\$ Distributing (M) Plus (e)	0.93%		
LM Class GBP Accumulating (Hedged)	0.13%		
<b>Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^</sup></b>			
Class A US\$ Distributing (M) Plus (e)	1.50%		
Class A Euro Accumulating (Hedged)	1.50%		
Class A Euro Distributing (A) (Hedged)	1.50%		
Class X US\$ Distributing (M) Plus (e)	0.95%		
Class X Euro Distributing (A) (Hedged)	0.90%		
Class X GBP Distributing (M) (Hedged) Plus (e)	0.95%		
Premier Class US\$ Accumulating	0.75%		
Premier Class Euro Accumulating (Hedged)	0.75%		
Premier Class JPY Accumulating (Hedged)	0.75%		
<b>Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup></b>			
Premier Class US\$ Accumulating	0.71%		
Premier Class Euro Accumulating (Hedged)	0.71%		
LM Class US\$ Accumulating	0.12%		
<b>Legg Mason Western Asset US Mortgage-Backed Securities Fund<sup>^</sup></b>			
Class A US\$ Distributing (M) Plus (e)	1.26%		
LM Class US\$ Accumulating	0.10%		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Financial Information – Total Expense Ratios (TER) – (continued)

	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**
<b>Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup></b>		<b>Legg Mason ClearBridge Growth Fund</b>	
Class A US\$ Accumulating	1.42%	Class A US\$ Accumulating	1.70%
Class A US\$ Distributing (M)	1.42%	Class A US\$ Distributing (A)	2.19%
Class C US\$ Accumulating	1.92%	Class A Euro Accumulating	1.70%
Class E US\$ Accumulating	2.03%	Class B US\$ Distributing (A)	2.69%
Class F US\$ Accumulating	1.02%	Class C US\$ Accumulating	2.20%
Class F US\$ Distributing (M)	1.02%	Class C US\$ Distributing (A)	2.70%
Class X US\$ Accumulating	0.95%		
Class X Euro Accumulating (Hedged)	0.92%	<b>Legg Mason ClearBridge Global Equity Fund<sup>^</sup></b>	
Class X GBP Distributing (M) (Hedged) (AH)	0.94%	Class A US\$ Accumulating	1.85%
Class X GBP Distributing (M) (Hedged)	0.86%	Class A US\$ Distributing (A)	1.90%
Premier Class US\$ Accumulating	0.77%	Class C US\$ Accumulating	2.35%
Premier Class US\$ Accumulating (Hedged) (AH)	0.77%	Class C US\$ Distributing (A)	2.40%
Premier Class US\$ Distributing (M)	0.77%	Premier Class US\$ Accumulating	0.72%
Premier Class Euro Accumulating (Hedged) (AH)	0.77%		
Premier Class GBP Distributing (M) (Hedged) (AH)	0.78%	<b>Legg Mason ClearBridge Global Equity Income Fund<sup>^</sup></b>	
Premier Class NZD Accumulating (Hedged) (AH)	0.77%	Class A US\$ Accumulating	1.85%
LM Class US\$ Accumulating	0.12%	Class A US\$ Distributing (M) Plus	1.85%
LM Class Euro Accumulating	0.13%	Class A US\$ Distributing (M) Plus (e)	1.85%
LM Class NZD Accumulating (Hedged) (AH)	0.12%	Class A US\$ Distributing (Q)	1.85%
		Class A Euro Accumulating (Hedged)	1.85%
		Class A Euro Distributing (M) (Hedged) Plus (e)	1.85%
		Premier Class US\$ Distributing (M) Plus (e)	1.00%
		Premier Class Euro Accumulating (Hedged)	1.00%
		Premier Class Euro Distributing (M) (Hedged) Plus (e)	1.00%
		LM Class US\$ Accumulating	1.40%
<b>Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup></b>		<b>Legg Mason ClearBridge US Appreciation Fund</b>	
Class A US\$ Accumulating	1.47%	Class A US\$ Accumulating	1.74%
BW LM Class GBP Accumulating (Hedged) (AH)	0.10%	Class A US\$ Distributing (A)	1.74%
BW LM Class GBP Distributing (S) (Hedged) (AH)	0.10%	Class A Euro Accumulating	1.74%
BW Premier Class GBP Accumulating (Hedged) (AH)	0.45%	Class B US\$ Accumulating	2.24%
BW Premier Class GBP Distributing (S) (Hedged) (AH)	0.45%	Class B US\$ Distributing (A)	2.24%
BW Premier Class US\$ Accumulating	0.50%	Class C US\$ Accumulating	2.24%
Class X US\$ Accumulating	0.72%	Class C US\$ Distributing (A)	2.24%
Premier Class US\$ Accumulating	0.73%	Class E US\$ Accumulating	2.49%
Premier Class Euro Accumulating (Hedged) (AH)	0.46%	Class E US\$ Distributing (A)	2.49%
		Class F US\$ Accumulating	1.14%
		Class F US\$ Distributing (A)	1.14%
		Class X US\$ Distributing (A)	1.12%
		Class X Euro Accumulating	1.11%
		Premier Class US\$ Accumulating	0.76%
		Premier Class US\$ Distributing (A)	0.76%
		Premier Class Euro Accumulating	0.76%
		LM Class US\$ Accumulating	0.15%
		LM Class Euro Accumulating	0.15%
		Class A (G) US\$ Accumulating	1.39%
		Class B (G) US\$ Accumulating	1.88%
		Class L (G) US\$ Accumulating	1.89%
		Class GA US\$ Accumulating	1.56%
		Class GA Euro Accumulating	1.56%
		Class GA Euro Distributing (A)	1.56%
		Class GE US\$ Accumulating	2.31%
		Class GE Euro Accumulating	2.31%
		Class GP US\$ Accumulating	0.13%
<b>Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup></b>		<b>Legg Mason ClearBridge US Large Cap Growth Fund</b>	
Class A US\$ Accumulating	1.55%	Class A US\$ Accumulating	1.73%
Class A US\$ Distributing (M) Plus (e)	1.55%	Class A US\$ Distributing (A)	1.73%
Class A Euro Accumulating (Hedged)	1.55%	Class A Euro Accumulating	1.73%
Class A Euro Distributing (A) (Hedged)	1.55%	Class A Euro Accumulating (Hedged)	1.73%
Class A Euro Distributing (M) (Hedged) Plus (e)	1.54%	Class B US\$ Accumulating	2.23%
Class A GBP Distributing (M) (Hedged) Plus (e)	1.54%	Class B US\$ Distributing (A)	2.24%
Class A SGD Distributing (M) (Hedged) Plus	1.55%	Class C US\$ Accumulating	2.23%
Class C US\$ Distributing (D)	2.13%	Class C US\$ Distributing (A)	2.23%
Class X US\$ Distributing (M) Plus (e)	0.94%	Class E US\$ Accumulating	2.48%
Class X Euro Distributing (M) (Hedged) Plus (e)	0.95%	Class E US\$ Distributing (A)	2.48%
Class X GBP Distributing (M) (Hedged) Plus (e)	0.94%	Class F US\$ Accumulating	1.14%
Premier Class US\$ Distributing (M) Plus (e)	0.80%	Class F US\$ Distributing (A)	1.13%
Premier Class Euro Accumulating (Hedged)	0.80%	Class X US\$ Accumulating	1.11%
Premier Class Euro Distributing (M) (Hedged) Plus (e)	0.80%	Class X Euro Accumulating	1.12%
Premier Class GBP Distributing (M) (Hedged) Plus (e)	0.80%	Class X Euro Accumulating (Hedged)	1.12%
Premier Class SEK Accumulating (Hedged)	0.80%	Class X Euro Distributing (A) (Hedged)	1.11%
		Class X GBP Accumulating	1.11%
		Premier Class US\$ Accumulating	0.76%
		Premier Class Euro Accumulating (Hedged)	0.78%
		Premier Class GBP Accumulating	0.76%
		LM Class US\$ Accumulating	0.13%
		LM Class Euro Accumulating	0.13%
		Class A (G) US\$ Accumulating	1.38%
		Class B (G) US\$ Accumulating	1.86%
		Class L (G) US\$ Accumulating	1.88%
		Class GA US\$ Accumulating	1.55%
		Class GA Euro Accumulating	1.55%
		Class GE US\$ Distributing (A)	2.30%
		Class GE Euro Accumulating	2.31%
<b>Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup></b>			
Class A US\$ Accumulating	1.93%		
Class A Euro Accumulating (Hedged)	1.95%		
Premier Class US\$ Accumulating	1.29%		
Premier Class US\$ Distributing (A)	1.29%		
Premier Class GBP Accumulating (Hedged)	1.29%		
Premier Class GBP Distributing (M) (Hedged)	1.29%		
LM Class US\$ Accumulating	0.14%		
<b>Legg Mason Brandywine Global Dynamic US Equity Fund<sup>^</sup></b>			
Class A US\$ Accumulating	1.70%		
Premier Class US\$ Accumulating	0.75%		
S Class Euro Accumulating (Hedged)	0.53%		
<b>Legg Mason ClearBridge Value Fund</b>			
Class A US\$ Accumulating	1.83%		
Class A US\$ Distributing (A)	1.84%		
Class A Euro Accumulating	1.84%		
Class A Euro Distributing (A) (Hedged)	1.84%		
Class A GBP Distributing (A)	1.84%		
Class A SGD Accumulating	1.84%		
Class A SGD Accumulating (Hedged)	1.84%		
Class B US\$ Accumulating	2.33%		
Class B US\$ Distributing (A)	2.33%		
Class C US\$ Accumulating	2.34%		
Class C US\$ Distributing (A)	2.34%		
Class E US\$ Accumulating	2.60%		
Class F US\$ Accumulating	1.08%		
Class F US\$ Distributing (A)	1.23%		
Class X US\$ Distributing (A)	1.16%		
Premier Class US\$ Accumulating	0.81%		
Premier Class US\$ Distributing (A)	0.81%		
Premier Class Euro Accumulating	0.81%		
Galleon Class	0.99%		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Financial Information – Total Expense Ratios (TER) – (continued)

	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**
<b>Legg Mason ClearBridge US Aggressive Growth Fund</b>		<b>Legg Mason Opportunity Fund</b>	
Class A US\$ Accumulating	1.78%	Class A US\$ Accumulating	1.83%
Class A US\$ Distributing (A)	1.78%	Class A US\$ Distributing (A)	1.83%
Class A AUD Accumulating (Hedged)	1.78%	Class A Euro Accumulating (Hedged)	1.82%
Class A CHF Accumulating (Hedged)	1.78%	Class A GBP Accumulating	1.83%
Class A CNH Accumulating (Hedged)	1.78%	Class A SEK Accumulating (Hedged)	1.83%
Class A Euro Accumulating	1.78%	Class X GBP Accumulating	1.15%
Class A Euro Accumulating (Hedged)	1.77%	Premier Class US\$ Accumulating	0.80%
Class A Euro Distributing (A) (Hedged)	1.78%	Premier Class GBP Distributing (A)	0.80%
Class A GBP Accumulating	1.78%	Premier Class PLN Accumulating (Hedged)	0.81%
Class A HKD Accumulating	1.80%		
Class A SEK Accumulating (Hedged)	1.78%	<b>Legg Mason Royce US Small Cap Opportunity Fund</b>	
Class A SGD Accumulating (Hedged)	1.78%	Class A US\$ Accumulating	1.98%
Class B US\$ Accumulating	2.28%	Class A US\$ Distributing (A)	1.98%
Class B US\$ Distributing (A)	2.28%	Class A AUD Accumulating (Hedged)	1.98%
Class C US\$ Accumulating	2.28%	Class A CNH Accumulating (Hedged)	1.98%
Class C US\$ Distributing (A)	2.28%	Class A Euro Accumulating	1.98%
Class E US\$ Accumulating	2.53%	Class A Euro Accumulating (Hedged)	1.98%
Class E US\$ Distributing (A)	2.53%	Class A GBP Accumulating (Hedged)	1.98%
Class E Euro Accumulating (Hedged)	2.53%	Class A GBP Distributing (A)	1.98%
Class F US\$ Accumulating	1.18%	Class A SEK Accumulating (Hedged)	1.99%
Class F US\$ Distributing (A)	1.18%	Class A SGD Accumulating	1.98%
Class X US\$ Accumulating	1.13%	Class A SGD Accumulating (Hedged)	1.98%
Class X US\$ Distributing (A)	1.13%	Class B US\$ Accumulating	2.48%
Class X Euro Accumulating	1.13%	Class B US\$ Distributing (A)	2.48%
Class X Euro Accumulating (Hedged)	1.13%	Class C US\$ Accumulating	2.48%
Class X GBP Accumulating	1.13%	Class C US\$ Distributing (A)	2.48%
Premier Class US\$ Accumulating	0.78%	Class E US\$ Accumulating	2.73%
Premier Class CHF Accumulating (Hedged)	0.78%	Class E US\$ Distributing (A)	2.73%
Premier Class Euro Accumulating	0.78%	Class E Euro Accumulating	2.73%
Premier Class Euro Accumulating (Hedged)	0.77%	Class E Euro Accumulating (Hedged)	2.74%
Premier Class Euro Distributing (A)	0.78%	Class F US\$ Accumulating	1.38%
Premier Class GBP Accumulating (Hedged)	0.79%	Class F US\$ Distributing (A)	1.38%
Premier Class GBP Distributing (A)	0.78%	Class R Euro Accumulating	1.48%
LM Class US\$ Accumulating	0.14%	Class X US\$ Accumulating	1.23%
LM Class Euro Accumulating	0.14%	Class X Euro Accumulating (Hedged)	1.23%
Class A (G) US\$ Accumulating	1.43%	Class X GBP Accumulating	1.23%
Class B (G) US\$ Accumulating	1.93%	Class X GBP Distributing (A)	1.23%
Class L (G) US\$ Accumulating	1.93%	Premier Class US\$ Accumulating	0.88%
Class GA Euro Accumulating	1.55%	Premier Class Euro Accumulating	0.89%
Class GA Euro Distributing (A)	1.55%	Premier Class Euro Accumulating (Hedged)	0.88%
Class GE US\$ Accumulating	2.30%	Premier Class GBP Accumulating	0.88%
Class GE Euro Accumulating	2.30%		
Premier Class PLN Accumulating (Hedged)	0.79%	<b>Legg Mason Royce US Smaller Companies Fund</b>	
<b>Legg Mason ClearBridge Tactical Dividend Income Fund</b>		Class A US\$ Accumulating	2.00%
Class A US\$ Accumulating	1.75%	Class A US\$ Distributing (A)	2.01%
Class A US\$ Distributing (A)	1.75%	Class A Euro Accumulating	2.00%
Class A US\$ Distributing (M) Plus	1.75%	Class A Euro Accumulating (Hedged)	2.01%
Class A US\$ Distributing (M) Plus (e)	1.75%	Class A Euro Distributing (A)	2.00%
Class A US\$ Distributing (Q)	1.84%	Class A GBP Distributing (A)	2.01%
Class A AUD Distributing (M) (Hedged) Plus	1.75%	Class A SEK Accumulating (Hedged)	2.02%
Class A CNH Distributing (M) (Hedged) Plus	1.75%	Class B US\$ Accumulating	2.50%
Class A Euro Accumulating	1.75%	Class B US\$ Distributing (A)	2.51%
Class A Euro Accumulating (Hedged)	1.75%	Class C US\$ Accumulating	2.50%
Class A Euro Distributing (A) (Hedged)	1.75%	Class C US\$ Distributing (A)	2.51%
Class A Euro Distributing (M) (Hedged) Plus (e)	1.75%	Class E US\$ Accumulating	2.76%
Class A HKD Distributing (M) Plus	1.75%	Class E US\$ Distributing (A)	2.76%
Class A SGD Distributing (M) (Hedged) Plus	1.75%	Class E Euro Accumulating	2.75%
Class B US\$ Accumulating	2.25%	Class F US\$ Accumulating	1.40%
Class B US\$ Distributing (A)	2.25%	Class F US\$ Distributing (A)	1.41%
Class C US\$ Accumulating	2.25%	Class R US\$ Accumulating	1.51%
Class C US\$ Distributing (A)	2.25%	Class X US\$ Accumulating	1.25%
Class C US\$ Distributing (Q)	2.25%	Class X US\$ Distributing (A)	1.26%
Class F US\$ Accumulating	1.15%	Premier Class US\$ Accumulating	0.90%
Class F Euro Accumulating	1.15%	Premier Class US\$ Distributing (A)	0.90%
Class F Euro Distributing (A)	1.15%	Premier Class GBP Distributing (A)	0.90%
Class X US\$ Distributing (M) Plus (e)	1.13%	LM Class US\$ Accumulating	0.17%
Premier Class US\$ Distributing (M) Plus (e)	0.78%	LM Class Euro Accumulating	0.17%
LM Class US\$ Accumulating	0.23%	Class A (G) US\$ Accumulating	1.40%
<b>Legg Mason ClearBridge US Equity Sustainability Leaders Fund^</b>		Class L (G) US\$ Accumulating	1.91%
Class A US\$ Distributing (A)	1.70%	Premier Class PLN Accumulating (Hedged)	0.90%
Class A Euro Accumulating (Hedged)	1.70%		
Class X US\$ Distributing (A)	1.10%		
Class X Euro Accumulating (Hedged)	1.10%		
Class X GBP Accumulating	1.10%		
Premier Class US\$ Distributing (A)	0.75%		
Premier Class Euro Accumulating (Hedged)	0.75%		
Premier Class GBP Accumulating	0.75%		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Financial Information – Total Expense Ratios (TER) – (continued)

	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the period ended August 31, 2016**
<b>Legg Mason QS MV European Equity Growth and Income Fund</b>		<b>Legg Mason Martin Currie Australia Equity Income Fund</b>	
Class A US\$ Accumulating	1.85%	Class A AUD Distributing (M) Plus	1.80%
Class A US\$ Accumulating (Hedged)	1.86%	LM Class AUD Accumulating	0.50%
Class A US\$ Distributing (A)	1.87%		
Class A US\$ Distributing (M) (Hedged) Plus	1.86%	<b>Legg Mason Martin Currie Asia Long-Term Unconstrained Fund<sup>^</sup></b>	
Class A US\$ Distributing (Q) (Hedged)	1.85%	Class A US\$ Accumulating	2.00%
Class A AUD Distributing (M) (Hedged) Plus	1.86%	Class M Euro Distributing (A)	1.20%
Class A CNH Distributing (M) (Hedged) Plus	1.87%	Class M GBP Distributing (A)	1.20%
Class A Euro Accumulating	1.86%	Class M US\$ Distributing (A)	1.19%
Class A Euro Distributing (A)	1.86%	Class E US\$ Accumulating	2.75%
Class A Euro Distributing (M) Plus	1.87%	Class F US\$ Accumulating	1.40%
Class A SGD Distributing (M) (Hedged) Plus	1.89%		
Class B US\$ Accumulating	2.35%	<b>Legg Mason Martin Currie Asia Pacific Fund<sup>^</sup></b>	
Class B US\$ Distributing (A)	2.36%	Class A US\$ Distributing (A)	1.95%
Class C US\$ Accumulating	2.35%	Class A Euro Distributing (A)	1.95%
Class C US\$ Distributing (A)	2.37%	Class X US\$ Distributing (A)	1.25%
Class C US\$ Distributing (Q) (Hedged)	2.35%		
Class E US\$ Accumulating	2.61%	<b>Legg Mason Martin Currie European Absolute Alpha Fund<sup>^</sup></b>	
Class E US\$ Accumulating (Hedged)	2.62%	Class A (PF) Euro Accumulating	2.47%
Class E US\$ Distributing (Q) (Hedged)	2.60%	Class A (PF) Euro Distributing (A)	2.30%
Class F US\$ Accumulating	1.25%	Class A (PF) GBP Distributing (A) (Hedged)	2.30%
Class F US\$ Distributing (Q) (Hedged)	1.25%	Class A (PF) NOK Distributing (A) (Hedged)	2.30%
Class X Euro Accumulating	1.18%	Class A (PF) SGD Accumulating (Hedged)	2.50%
Premier Class Euro Accumulating	0.82%	Class A (PF) US\$ Accumulating	2.50%
LM Class US\$ Accumulating	0.19%	Class A (PF) US\$ Accumulating (Hedged)	2.50%
LM Class Euro Accumulating	0.19%	Class A (PF) US\$ Distributing (A) (Hedged)	2.30%
Class A (G) US\$ Accumulating	1.52%	Class E (PF) US\$ Accumulating	3.25%
Class B (G) US\$ Accumulating	1.84%	Class E (PF) US\$ Accumulating (Hedged)	3.25%
Class L (G) US\$ Accumulating	2.02%	Class M (PF) Euro Accumulating	1.97%
Class GA US\$ Accumulating	1.59%	Class M (PF) Euro Distributing (A)	1.80%
Class GA Euro Accumulating	1.59%	Class M (PF) GBP Distributing (A) (Hedged)	1.80%
Class GA Euro Distributing (A)	1.59%	Class M (PF) NOK Distributing (A) (Hedged)	1.80%
Class GE US\$ Accumulating	2.34%	Class M (PF) SEK Distributing (A) (Hedged)	1.80%
		Class M (PF) US\$ Distributing (A) (Hedged)	1.80%
		Class F (PF) US\$ Accumulating	1.90%
		Class F (PF) US\$ Accumulating (Hedged)	1.90%
<b>Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund</b>		<b>Legg Mason Martin Currie Global Resources Fund<sup>^</sup></b>	
Class A US\$ Accumulating	2.00%	Class A US\$ Distributing (A)	1.70%
Class A US\$ Distributing (A)	2.11%	Class A Euro Distributing (A)	1.70%
Class A US\$ Distributing (M) Plus	2.12%	Class A GBP Distributing (A)	1.70%
Class A AUD Distributing (M) (Hedged) Plus	2.09%	Class X GBP Distributing (A)	1.25%
Class A Euro Accumulating	2.00%		
Class A HKD Distributing (M) Plus	2.11%	<b>Legg Mason Martin Currie Greater China Fund<sup>^</sup></b>	
Class A SGD Distributing (M) (Hedged) Plus	2.01%	Class A US\$ Distributing (A)	1.95%
Class B US\$ Accumulating	2.50%	Class A Euro Distributing (A)	0.16%
Class B US\$ Distributing (A)	2.61%	Class X US\$ Distributing (A)	1.25%
Class C US\$ Accumulating	2.50%		
Class C US\$ Distributing (A)	2.61%	<b>Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup></b>	
Class E US\$ Accumulating	2.87%	Class A (PF) Euro Accumulating (Hedged)	2.50%
Class E US\$ Distributing (A)	2.78%	Class A (PF) Euro Distributing (A) (Hedged)	2.45%
Class F US\$ Accumulating	1.59%	Class A (PF) GBP Distributing (A) (Hedged)	2.45%
Class F US\$ Distributing (A)	1.61%	Class A (PF) SGD Accumulating (Hedged)	2.50%
Class X US\$ Accumulating	1.25%	Class A (PF) US\$ Accumulating	2.50%
Class X US\$ Distributing (A)	1.18%	Class A (PF) US\$ Accumulating (Hedged)	2.50%
Class GA US\$ Accumulating	1.88%	Class E (PF) US\$ Accumulating	3.25%
Class GA Euro Accumulating	1.89%	Class E (PF) US\$ Accumulating (Hedged)	3.25%
Class GA Euro Distributing (A)	1.89%	Class M (PF) Euro Distributing (A) (Hedged)	1.90%
Class GE US\$ Accumulating	2.64%	Class M (PF) GBP Distributing (A) (Hedged)	1.90%
Class GE Euro Accumulating	2.61%	Class M (PF) US\$ Distributing (A) (Hedged)	1.90%
Premier Class PLN Accumulating (Hedged)	1.00%	Class F (PF) US\$ Accumulating	1.90%
		Class F (PF) US\$ Accumulating (Hedged)	1.90%
<b>Legg Mason QS Emerging Markets Equity Fund</b>		<b>Legg Mason Martin Currie North American Fund<sup>^</sup></b>	
Class A US\$ Accumulating	2.00%	Class A US\$ Distributing (A)	1.95%
Class A US\$ Distributing (A)	2.00%	Class A Euro Distributing (A)	1.95%
Class A Euro Accumulating	2.00%	Class A GBP Distributing (A)	1.95%
Class A GBP Distributing (A)	2.00%	Class X GBP Distributing (A)	1.25%
Class B US\$ Accumulating	2.76%		
Class B US\$ Distributing (A)	2.76%	<b>Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup></b>	
Class C US\$ Accumulating	2.74%	Class A US\$ Accumulating	2.00%
Class C US\$ Distributing (A)	2.75%	Class A Euro Accumulating	2.00%
Class E US\$ Accumulating	3.00%	Class X Euro Accumulating	1.25%
Class X GBP Distributing (A)	1.30%	Class X GBP Accumulating	1.25%
Premier Class US\$ Accumulating	0.95%	Class X GBP Accumulating (Hedged)	1.25%
Premier Class Euro Accumulating	0.95%	Premier Class US\$ Accumulating	0.90%
		S Class GBP Accumulating	0.55%
<b>Legg Mason QS MV Global Equity Growth and Income Fund</b>		<b>Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup></b>	
Class A US\$ Accumulating	2.07%	Class A US\$ Distributing (M) Plus (e)	2.00%
Class A US\$ Distributing (M) Plus	2.00%	Class A AUD Distributing (M) Plus	2.00%
Class A AUD Distributing (M) (Hedged) Plus	2.00%	Class A Euro Distributing (M) Plus (e)	2.00%
Class A HKD Distributing (M) Plus	1.99%	Class X US\$ Accumulating	1.25%
Class A SGD Distributing (M) (Hedged) Plus	1.86%	S Class GBP Accumulating	0.55%
Class X US\$ Accumulating	1.18%	S Class GBP Distributing (M) Plus (e)	0.55%
Class GA US\$ Accumulating	1.76%		
Class GA Euro Accumulating	1.76%		
Class GA Euro Distributing (A)	1.76%		
Class GE US\$ Accumulating	2.49%		
Class GE Euro Accumulating	2.50%		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



## Financial Information – Total Expense Ratios (TER) – *(continued)*

	Synthetic TER (2) For the period ended August 31, 2016**
<b>Legg Mason Western Asset Emerging Markets Total Return Bond Fund</b>	
Class A US\$ Accumulating	1.83%
Class A US\$ Distributing (D)	1.95%
Class A US\$ Distributing (M)	1.83%
Class A US\$ Distributing (M) Plus	1.95%
Class A Euro Accumulating (Hedged)	1.94%
Class A Euro Distributing (D) (Hedged)	1.95%
Class A GBP Distributing (D) (Hedged)	1.94%
Class A SGD Distributing (M) (Hedged) Plus	1.96%
Class B US\$ Accumulating	2.08%
Class B US\$ Distributing (D)	2.20%
Class C US\$ Accumulating	2.33%
Class C US\$ Distributing (D)	2.45%
Class E US\$ Distributing (D)	2.55%
Class E Euro Distributing (M) (Hedged)	2.54%
Class F US\$ Accumulating	1.07%
Class X US\$ Accumulating	1.20%
Class X GBP Distributing (D) (Hedged)	1.20%
Premier Class US\$ Accumulating	0.83%
Premier Class Euro Accumulating (Hedged)	0.86%
Premier Class GBP Distributing (D) (Hedged)	0.84%
Class A (G) US\$ Accumulating	1.55%
Class A (G) US\$ Distributing (D)	1.55%
Class B (G) US\$ Accumulating	2.39%
Class L (G) US\$ Accumulating	2.05%
Class L (G) US\$ Distributing (D)	2.05%

The method of calculation of the Total Expense Ratios (TER) is described on the website of the Swiss Funds and Asset Management Association (SFAMA) ([www.sfama.ch](http://www.sfama.ch)).

(1) CU = Currency units in the Fund's accounting currency.

(2) If a Fund invests at least 10% of its Net Asset Value in other funds ("target funds") which publish a TER, a composite (synthetic) TER of the Fund is calculated as at the financial period end.

\*\* Annualised for periods less than one year.



# Statement of Major Portfolio Changes

## Legg Mason Western Asset US Money Market Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Swedbank AB, 0.390%, due 8/1/2016	44,999	Swedbank AB, 0.390%, due 8/1/2016	45,000
Exxon Mobil Corp, 0.390%, due 7/22/2016	41,340	Exxon Mobil Corp, 0.390%, due 7/22/2016	41,350
Bank of New York Mellon Corp, 0.370%, due 7/8/2016	40,495	Bank of New York Mellon Corp, 0.370%, due 7/8/2016	40,495
Swedbank AB, 0.380%, due 8/23/2016	40,000	Abbey National Treasury Services Plc/North America, 0.440%, due 8/26/2016	40,000
BNP Paribas (New York), 0.400%, due 8/18/2016	40,000	Automatic Data Processing Inc, 0.380%, due 8/18/2016	40,000
BNP Paribas Fortis (New York), 0.400%, due 8/25/2016	40,000	Automatic Data Processing Inc, 0.380%, due 7/6/2016	40,000
BNP Paribas Fortis (New York), 0.400%, due 8/16/2016	40,000	Automatic Data Processing Inc, 0.370%, due 7/13/2016	40,000
BNP Paribas Fortis (New York), 0.400%, due 8/24/2016	40,000	Automatic Data Processing Inc, 0.380%, due 7/21/2016	40,000
BNP Paribas Fortis (New York), 0.400%, due 8/23/2016	40,000	Automatic Data Processing Inc, 0.380%, due 8/11/2016	40,000
BNP Paribas (New York), 0.400%, due 8/19/2016	40,000	BNP Paribas (New York), 0.400%, due 8/18/2016	40,000
BNP Paribas (New York), 0.400%, due 8/26/2016	40,000	BNP Paribas Fortis (New York), 0.400%, due 8/25/2016	40,000
Automatic Data Processing Inc, 0.380%, due 8/18/2016	39,999	BNP Paribas Fortis (New York), 0.400%, due 8/16/2016	40,000
Automatic Data Processing Inc, 0.380%, due 7/21/2016	39,999	BNP Paribas Fortis (New York), 0.400%, due 8/22/2016	40,000
BNP Paribas Fortis (New York), 0.400%, due 8/22/2016	39,999	BNP Paribas Fortis (New York), 0.400%, due 8/24/2016	40,000
Automatic Data Processing Inc, 0.370%, due 7/13/2016	39,998	BNP Paribas Fortis (New York), 0.400%, due 8/23/2016	40,000
Automatic Data Processing Inc, 0.380%, due 7/6/2016	39,998	BNP Paribas (New York), 0.400%, due 8/19/2016	40,000
Automatic Data Processing Inc, 0.380%, due 8/11/2016	39,997	BNP Paribas (New York), 0.400%, due 8/26/2016	40,000
Abbey National Treasury Services Plc/North America, 0.440%, due 8/26/2016	39,989	Swedbank AB, 0.380%, due 8/23/2016	40,000
Bank of New York Mellon Corp, 0.370%, due 7/15/2016	35,198	Bank of New York Mellon Corp, 0.370%, due 7/15/2016	35,200
Swedbank AB, 0.380%, due 8/5/2016	35,000	BNP Paribas Fortis (New York), 0.000%, due 8/15/2016	35,000

## Legg Mason Western Asset US Core Bond Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	32,150	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	32,071
United States Treasury Note/Bond, 1.375%, due 5/31/2021	4,998	Fannie Mae Pool, 30 year, TBA, 3.000%	1,649
Fannie Mae Pool, 30 year, TBA, 3.000%	1,649	Ginnie Mae II Pool, 30 year, TBA, 3.500%	1,273
United States Treasury Note/Bond, 2.500%, due 5/15/2046	1,288	United States Treasury Note/Bond, 1.375%, due 6/30/2023	1,197
United States Treasury Note/Bond, 2.875%, due 5/15/2043	1,282	Ginnie Mae II Pool, 30 year, TBA, 3.500%	1,163
Ginnie Mae II Pool, 30 year, TBA, 3.500%	1,269	United States Treasury Note/Bond, 1.625%, due 2/15/2026	1,147
United States Treasury Note/Bond, 1.375%, due 6/30/2023	1,190	Fannie Mae Pool, 30 year, TBA, 3.500%	1,045
Ginnie Mae II Pool, 30 year, TBA, 3.500%	1,162	United States Treasury Note/Bond, 1.125%, due 2/28/2021	1,006
United States Treasury Note/Bond, 1.625%, due 2/15/2026	1,149	United States Treasury Note/Bond, 1.375%, due 5/31/2021	965
Fannie Mae Pool, 30 year, TBA, 4.000%	964	Fannie Mae Pool, 30 year, TBA, 4.000%	964
Fannie Mae Pool, 30 year, TBA, 4.000%	964	Fannie Mae Pool, 30 year, TBA, 4.000%	964
Fannie Mae Pool, 30 year, TBA, 4.000%	962	Fannie Mae Pool, 30 year, TBA, 3.500%	943
Fannie Mae Pool, 30 year, TBA, 3.500%	943	United States Treasury Note/Bond, 1.625%, due 7/31/2023	872
United States Treasury Note/Bond, 1.625%, due 4/30/2023	879	Fannie Mae Pool, 30 year, TBA, 3.500%	843
United States Treasury Note/Bond, 1.625%, due 7/31/2023	865	Fannie Mae Pool, 30 year, TBA, 3.500%	843
United States Treasury Note/Bond, 2.500%, due 2/15/2046	855	Fannie Mae Pool, 30 year, TBA, 3.500%	842
Fannie Mae Pool, 30 year, TBA, 3.500%	842	Fannie Mae Pool, 30 year, TBA, 3.500%	837
Fannie Mae Pool, 30 year, TBA, 3.500%	842	Fannie Mae Pool, 30 year, TBA, 3.000%	830
Fannie Mae Pool, 30 year, TBA, 3.500%	841	Fannie Mae Pool, 30 year, TBA, 3.000%	829
Fannie Mae Pool, 30 year, TBA, 3.500%	837	Fannie Mae Pool, 30 year, TBA, 3.000%	826
Fannie Mae Pool, 30 year, TBA, 3.500%	836	United States Treasury Note/Bond, 1.250%, due 7/31/2023	798
Fannie Mae Pool, 30 year, TBA, 3.000%	828		
Fannie Mae Pool, 30 year, TBA, 3.000%	828		
Fannie Mae Pool, 30 year, TBA, 3.000%	825		
Fannie Mae Pool, 30 year, TBA, 3.000%	822		

## Legg Mason Western Asset US Core Plus Bond Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Fannie Mae Pool, 30 year, TBA, 4.000%	29,994	Fannie Mae Pool, 30 year, TBA, 4.000%	30,004
Fannie Mae Pool, 30 year, TBA, 4.000%	28,062	Fannie Mae Pool, 30 year, TBA, 4.000%	28,084
Fannie Mae Pool, 30 year, TBA, 4.000%	28,051	Fannie Mae Pool, 30 year, TBA, 4.000%	28,076
Fannie Mae Pool, 30 year, TBA, 4.000%	27,954	United States Treasury Note/Bond, 1.125%, due 2/28/2021	25,738
United States Treasury Note/Bond, 3.000%, due 5/15/2045	23,866	Fannie Mae Pool, 15 year, TBA, 3.000%	23,508
Fannie Mae Pool, 30 year, TBA, 3.000%	23,503	Fannie Mae Pool, 30 year, TBA, 4.000%	21,456
Fannie Mae Pool, 30 year, TBA, 4.000%	21,441	Fannie Mae Pool, 30 year, TBA, 3.000%	16,496
United States Treasury Note/Bond, 1.625%, due 7/31/2023	20,596	United States Treasury Note/Bond, 1.375%, due 1/31/2021	14,906
Fannie Mae Pool, 30 year, TBA, 3.000%	16,451	Fannie Mae Pool, 30 year, TBA, 4.000%	12,930
United States Treasury Note/Bond, 2.500%, due 2/15/2046	15,730	Fannie Mae Pool, 30 year, TBA, 3.500%	12,567
United States Treasury Note/Bond, 2.500%, due 2/15/2046	14,760	Fannie Mae Pool, 15 year, TBA, 3.000% ±	12,178
United States Treasury Note/Bond, 1.125%, due 2/28/2021	14,736	United States Treasury Note/Bond, 1.625%, due 12/31/2019	11,882
United States Treasury Note/Bond, 1.375%, due 6/30/2023	13,946	Ginnie Mae II Pool, 30 year, TBA, 3.500%	11,778
United States Treasury Note/Bond, 1.375%, due 1/31/2021	13,358	Fannie Mae Pool, 30 year, TBA, 3.000%	10,375
Fannie Mae Pool, 30 year, TBA, 4.000%	12,901	Fannie Mae Pool, 30 year, TBA, 3.000%	10,368
Fannie Mae Pool, 30 year, TBA, 3.500%	12,567	Fannie Mae Pool, 30 year, TBA, 3.000%	8,197
Ginnie Mae II Pool, 30 year, TBA, 3.500%	11,761	United States Treasury Note/Bond, 1.625%, due 2/15/2026	7,244
United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2026	11,570	United States Treasury Note/Bond, 2.250%, due 11/15/2025	6,739
United States Treasury Note/Bond, 1.375%, due 3/31/2020	11,190	United States Treasury Note/Bond, 1.375%, due 3/31/2020	6,550
United States Treasury Note/Bond, 1.375%, due 8/31/2023	11,025	Freddie Mac Gold Pool, 30 year, TBA, 3.000%	6,548
Fannie Mae Pool, 30 year, TBA, 3.000%	10,355	Freddie Mac Gold Pool, 30 year, TBA, 3.000%	6,535
Fannie Mae Pool, 30 year, TBA, 3.000%	10,346	Fannie Mae Pool, 30 year, TBA, 4.500%	6,527
Fannie Mae Pool, 30 year, TBA, 3.000%	10,313	Fannie Mae Pool, 30 year, TBA, 3.000%	6,199
United States Treasury Note/Bond, 1.125%, due 4/30/2023	9,794	United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2026	6,012
United States Treasury Note/Bond, 1.250%, due 7/31/2023	9,702		
United States Treasury Note/Bond, 2.875%, due 5/15/2043	9,048		
Fannie Mae Pool, 30 year, TBA, 3.000%	8,197		
Mexican Bonos, Series M, 7.750%, due 11/13/2042	7,886		



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Euro Core Plus Bond Fund

MAJOR PURCHASES	COST (in 000's) €	MAJOR SALES	PROCEEDS (in 000's) €
Bundesrepublik Deutschland, 0.500%, due 2/15/2026	12,674	Belgium Government Bond, Series 67, 3.000%, due 9/28/2019	12,483
Belgium Government Bond, Series 77, 144A, 1.000%, due 6/22/2026	9,416	Belgium Government Bond, Series 74, 0.800%, due 6/22/2025	7,427
Italy Buoni Poliennali Del Tesoro, 4.500%, due 3/1/2024	9,335	Belgium Government Bond, Series 68, 2.250%, due 6/22/2023	7,230
Belgium Government Bond, Series 74, 0.800%, due 6/22/2025	7,242	Italy Buoni Poliennali Del Tesoro, 1.500%, due 8/1/2019	6,988
Italy Buoni Poliennali Del Tesoro, 1.500%, due 8/1/2019	6,985	Spain Government Inflation-Linked Bond, 0.550%, due 11/30/2019	6,424
Spain Government Inflation-Linked Bond, 0.550%, due 11/30/2019	6,482	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	5,751
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	6,254	Bundesobligation, Series 171, 0.000%, due 4/17/2020	5,591
France Government Bond OAT, 0.500%, due 5/25/2026	2,435	Italy Buoni Poliennali Del Tesoro, 4.500%, due 3/1/2024	4,085
Netherlands Government Bond, 144A, 0.500%, due 7/15/2026	1,776	Bundesrepublik Deutschland, 1.000%, due 8/15/2024	3,725
Skandinaviska Enskilda Banken AB, 0.302%, due 5/26/2020	1,407	Spain Government Bond, 144A, 3.800%, due 4/30/2024	2,999
ASB Finance Ltd, 0.500%, due 6/17/2020	1,400	Netherlands Government Bond, 144A, 1.750%, due 7/15/2023	2,582
Italy Buoni Poliennali Del Tesoro, 144A, 3.250%, due 9/1/2046	1,384	Deutsche Bundesrepublik Inflation Linked Bond, Series i/L, 0.500%, due 4/15/2030	1,773
Citigroup Inc, 0.531%, due 5/24/2021	1,100	European Investment Bank, 4.125%, due 4/15/2024	1,218
Allianz Finance II BV, zero coupon, due 4/21/2020	996	France Government Bond OAT, 3.250%, due 5/25/2045	1,196
Daimler AG, 0.875%, due 1/12/2021	934	Allianz Finance II BV, zero coupon, due 4/21/2020	1,001
Swedbank AB, 0.625%, due 1/4/2021	933	Daimler AG, 0.875%, due 1/12/2021	944
Wells Fargo & Co, 0.323%, due 4/26/2021	930	Johnson & Johnson, 0.250%, due 1/20/2022	761
Banque Federative du Credit Mutuel SA, 0.171%, due 6/3/2020	900	BMW Finance NV, 0.125%, due 4/15/2020	685
Nationwide Building Society, 0.500%, due 10/29/2019	829	Electricite de France SA, 3.875%, due 1/18/2022	597
Johnson & Johnson, 0.250%, due 1/20/2022	750	EDP Finance BV, 2.375%, due 3/23/2023	541

## Legg Mason Western Asset Short Duration High Income Bond Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 10/30/2020	374	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (M)	2,151
Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 4.127%, due 7/15/2021	347	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.250%, due 7/1/2020	368
Vector Group Ltd 7.750%, due 02/15/2021	248	Activision Blizzard Inc, 5.625%, due 9/15/2021	366
Anglo American Capital Plc, 4.125%, due 9/27/2022	247	Schaeffler Holding Finance BV, 6.250%, due 11/15/2019	366
Barclays Bank Plc, 7.625%, due 11/21/2022	225	Bear Stearns Mortgage Funding Trust 2006-AR4, Series 2006 AR4, Class A1, 0.646%, due 12/25/2036	343
Arcelormittal, 6.130%, due 06/01/2018	219	Dole Food Co Inc, 7.250%, due 5/1/2019	301
Royal Bank of Scotland Group Plc, 8.625%, Perpetual	210	Vector Group Ltd 7.75%, due 2/15/2021	250
Dollar Tree Inc, 5.250%, due 3/1/2020	207	Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Prope, 8.000%, due 10/1/2020	237
Frontier Communications Corp, 8.875%, due 9/15/2020	200	Arcelormittal, 6.130%, due 6/01/2018	230
SFR Group SA, 7.375%, due 05/01/2026	200	Ally Financial Inc, 8.000%, due 11/1/2031	230
Adient Global Holdings Ltd, 4.875%, due 8/15/2026	200	Numericable-SFR SA, 4.875%, due 5/15/2019	207
FAGE International SA / FAGE USA Dairy Industry Inc, 5.625%, due 8/15/2026	200	Dollar Tree Inc, 5.250%, due 3/1/2020	207
Argentine Republic Government International Bond, 6.875%, due 4/22/2021	200	Maple Holdings Acquisition Corp, zero coupon, due 1/21/2023	206
Argentine Republic Government International Bond, 6.875%, due 4/22/2021	200	SFR Group SA, 7.375%, due 5/01/2026	202
SFR Group SA, 6.000%, due 5/15/2022	200	SoftBank Group Corp, 4.500%, due 4/15/2020	202
GMAC Capital Trust I, Series 2	196	Argentine Republic Government International Bond, 6.875%, due 4/22/2021	200
Digicel Ltd, 6.750%, due 3/1/2023	196	Frontier Communications Corp, 8.875%, due 9/15/2020	200
Charter Communications Operating LLC / Charter Communications Operating Capital, 4.908%, due 7/23/2025	185	Digicel Group Ltd, 8.250%, due 9/30/2020	180
Axalta Coating Systems LLC, 4.875%, due 8/15/2024	150	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 4.625%, due 10/30/2020	164
Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu, 5.750%, due 10/15/2020	149	Tenet Healthcare Corp, 6.000%, due 10/1/2020	161
Carrols Restaurant Group Inc, 8.000%, due 5/1/2022	134	JLL/Delta Dutch Pledgco BV, 8.750%, due 5/1/2020	160
Alcoa Inc, 5.400%, due 4/15/2021	131	EP Energy LLC / Everest Acquisition Finance Inc, 9.375%, due 5/1/2020	153
Freeport-McMoRan Inc, 2.375%, due 3/15/2018	129	CCO Safari II LLC, 4.908%, due 7/23/2025	150
L Brands Inc, 7.000%, due 5/1/2020	128	California Resources Corp, 5.500%, due 9/15/2021	146
American Equity Investment Life Holding Co, 6.625%, due 7/15/2021	124	Carrizo Oil & Gas Inc, 6.250%, due 4/15/2023	140
CSC Holdings LLC, 8.625%, due 2/15/2019	123	Global Brass & Copper Inc, 9.500%, due 6/1/2019	136
GLP Capital LP / GLP Financing II Inc, 4.375%, due 4/15/2021	123	Calumet Specialty Products Partners LP / Calumet Finance Corp, 6.500%, due 4/15/2021	136
Prime Security Services Borrower LLC / Prime Finance Inc, 9.250%, due 5/15/2023	121	Hexion Inc, 8.875%, due 2/1/2018	130
StoneMor Partners LP / Cornerstone Family Services of West Virginia Subsidiary, 7.875%, due 6/1/2021	108	Nord Anglia Education Finance LLC, 5.000%, due 3/31/2021	130
Service Corp International/US, 7.625%, due 10/1/2018	105	Communications Sales & Leasing, 0.000%, due 10/24/2022	129
DISH DBS Corp, 5.125%, due 5/1/2020	101	Sanchez Energy Corp, 7.750%, due 6/15/2021	128
Iron Mountain Inc, 4.375%, due 6/1/2021	100		
MPH Acquisition Holdings LLC, 7.125%, due 6/1/2024	100		
West Corp, 4.750%, due 7/15/2021	100		
ArcelorMittal, 6.500%, due 3/1/2021	100		

## Legg Mason Western Asset Global Multi Strategy Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 0.875%, due 7/15/2017	110,676	United States Treasury Note/Bond, 0.875%, due 7/15/2017	86,956
United States Treasury Note/Bond, 1.250%, due 10/31/2019	42,142	Italy Buoni Poliennali Del Tesoro, 4.500%, due 3/1/2024	21,016
United States Treasury Note/Bond, 3.000%, due 11/15/2045	6,803	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (M)	15,831
Kraft Heinz Foods Co, 5.200%, due 7/15/2045	6,584	Legg Mason Global Funds Plc – Western Asset US High Yield Fund – LM Class US\$ Distributing (M)	12,980
Majapahit Holding BV, 7.750%, due 1/20/2020	5,400	Colombia Government International Bond, 5.625%, due 2/26/2044	12,886
United States Treasury Note/Bond, 1.625%, due 5/15/2026	5,251	Citigroup Inc, Series M, 6.300%, Perpetual	9,548
Royal Bank of Scotland Group Plc, 3.625%, due 3/25/2024	5,241	Verizon Communications Inc, 6.550%, due 9/15/2043	7,493
Russian Federal Bond – OFZ, Series 6207, 8.150%, due 2/3/2027	5,084	Brazilian Government International Bond, 4.250%, due 1/7/2025	7,061
Braskem America Finance Co, 7.125%, due 7/22/2041	4,870	Goldman Sachs Capital II, 4.000%, Perpetual	6,821
GTL Trade Finance Inc, 144A, 7.250%, due 4/16/2044	4,371		
First Data Corp, 4.452%, due 3/24/2021	4,241		



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Global Multi Strategy Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Digicel Ltd, 6.750%, due 3/1/2023	4,140	Southern Copper Corp, 3.875%, due 4/23/2025	6,714
Bank of America Corp, 5.000%, due 1/21/2044	3,817	Kraft Heinz Foods Co, 5.200%, due 7/15/2045	6,584
Argentine Republic Government International Bond, 6.875%, due 4/22/2021	3,710	Pertamina Persero PT, 4.875%, due 5/3/2022	6,479
GE Capital International Funding Co Unlimited Co, 4.418%, due 11/15/2035	3,555	JPMorgan Chase & Co, 3.375%, due 5/1/2023	5,977
NRG Energy Inc, 144A, 7.250%, due 5/15/2026	3,270	First Data Corp, 3.700%, due 3/24/2018	5,263
Citigroup Inc, 4.450%, due 9/29/2027	3,130	Brazil Letras do Tesouro Nacional, Series LTN, zero coupon, due 1/1/2019	5,246
Centene Corp, 4.750%, due 5/15/2022	3,085	Brazil Notas do Tesouro Nacional Serie F, Series NTN F, 10.000%, due 1/1/2021	5,226
Post Holdings Inc, 144A, 5.000%, due 8/15/2026	3,070	Braskem Finance Ltd, 5.750%, due 4/15/2021	4,716
KFC Holding Co/Pizza Hut Holdings LLC/Taco Bell of America LLC, 144A, 5.250%, due 6/1/2026	3,030	Evrar Group SA, 6.500%, due 4/22/2020	4,697
		HCA Inc, 5.875%, due 2/15/2026	4,549
		Cemex SAB de CV, 5.700%, due 1/11/2025	4,508

## Legg Mason Western Asset US High Yield Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	77,115	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	78,071
iShares iBoxx \$ High Yield Corporate Bond ETF	15,634	Legg Mason Qualified Investor Funds (II) Plc – Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (M)	10,213
Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	3,900	iShares iBoxx \$ High Yield Corporate Bond ETF	7,609
SFR Group SA, 144A, 7.375%, due 5/1/2026	3,870	HCA Inc, 5.375%, due 2/1/2025	2,930
Jack Cooper Holdings Corp, 9.250%, due 6/1/2020	3,647	Sprint Communications Inc, 11.500%, due 11/15/2021	2,753
Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 7.250%, due 5/15/2024	2,510	DS Services of America Inc, 144A, 10.000%, due 9/1/2021	2,382
Barclays Bank Plc, 7.625%, due 11/21/2022	2,481	Ashtead Capital Inc, 144A, 6.500%, due 7/15/2022	2,316
DISH DBS Corp, 144A, 7.750%, due 7/1/2026	2,354	Jack Cooper Holdings Corp, 9.250%, due 6/1/2020	2,309
Lloyds Banking Group Plc, 7.500%, Perpetual	2,015	Physiotherapy Associates Holding Inc	2,148
Sprint Communications Inc, 7.000%, due 8/15/2020	1,900	Jack Cooper Holdings Corp, 144A, 10.250%, due 6/1/2020	2,050
Magnum Hunter Resources Corp	1,791	Sabine Pass Liquefaction LLC, 5.625%, due 2/1/2021	1,859
Frontier Communications Corp, 11.000%, due 9/15/2025	1,710	MPLX LP, 4.875%, due 6/1/2025	1,805
Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.875%, due 2/15/2023	1,697	Ancestry.com Holdings LLC, 144A, 9.625%, due 10/15/2018	1,787
Intelsat Jackson Holdings SA, 144A, 8.000%, due 2/15/2024	1,690	Kinder Morgan Inc/DE, 7.750%, due 1/15/2032	1,773
Credit Agricole SA, 144A, 8.125%, Perpetual	1,639	Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	1,749
GFL Environmental Inc, 144A, 9.875%, due 2/1/2021	1,626	Sanchez Energy Corp, Series WL, 6.125%, due 1/15/2023	1,742
Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 4.908%, due 7/23/2025	1,610	GMAC Capital Trust I, Series 2	1,739
Dollar Tree Inc, 5.750%, due 3/1/2023	1,550	Frontier Communications Corp, 144A, 11.000%, due 9/15/2025	1,710
YPF SA, 144A, 8.500%, due 3/23/2021	1,530	GEO Group Inc/The, 5.125%, due 4/1/2023	1,706
Prime Security Services Borrower LLC / Prime Finance Inc, 144A, 9.250%, due 5/15/2023	1,490	CCO Safari II LLC, 144A, 4.908%, due 7/23/2025	1,610

## Legg Mason Western Asset Emerging Markets Total Return Bond Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	1,321	Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	2,403
Petroleos Mexicanos, 5.125%, due 3/15/2023	1,259	Hungary Government International Bond, 5.750%, due 11/22/2023	1,698
Shimao Property Holdings Ltd, 8.375%, due 2/10/2022	1,065	Turkey Government International Bond, 5.750%, due 3/22/2024	1,458
Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	887	Sinopec Group Overseas Development 2014 Ltd, 144A, 4.375%, due 4/10/2024	1,321
Indonesia Treasury Bond, Series FR68, 8.375%, due 3/15/2034	776	Petroleos Mexicanos, 5.125%, due 3/15/2023	1,264
Russian Agricultural Bank OJSC Via RSHB Capital SA, 8.500%, due 10/16/2023	755	Russian Foreign Bond – Eurobond, 144A, 4.875%, due 9/16/2023	1,073
Provincia de Buenos Aires/Argentina, 9.950%, due 6/9/2021	691	Philippine Government International Bond, 3.700%, due 3/1/2041	1,059
Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	660	Poland Government International Bond, 4.000%, due 1/22/2024	907
Abu Dhabi Government International Bond, 3.125%, due 5/3/2026	648	Russian Agricultural Bank OJSC Via RSHB Capital SA, 7.750%, due 5/29/2018	866
TC Ziraat Bankasi AS, 144A, 4.750%, due 4/29/2021	598	Majapahit Holding BV, 7.750%, due 1/20/2020	836
Petron Corp, 7.500%, Perpetual	518	Indonesia Government International Bond, 144A, 5.875%, due 1/15/2024	805
Sri Lanka Government International Bond, 5.875%, due 7/25/2022	509	Country Garden Holdings Co Ltd, 7.500%, due 3/9/2020	794
Israel Government International Bond, 2.875%, due 3/16/2026	497	Costa Rica Government International Bond, 144A, 7.000%, due 4/4/2044	748
Kenya Government International Bond, 5.785%, due 6/24/2019	492	Petroleum Co of Trinidad & Tobago Ltd, 9.750%, due 8/14/2019	676
Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	490	Lukoil International Finance BV, 144A, 6.125%, due 11/9/2020	668
Southern Copper Corp, 5.250%, due 11/8/2042	482	Abu Dhabi Government International Bond, 3.125%, due 5/3/2026	653
Perusahaan Listrik Negara PT, 5.250%, due 10/24/2042	469	Russian Foreign Bond – Eurobond, 7.500%, due 3/31/2030	604
Petroleos Mexicanos, 5.625%, due 1/23/2046	457	Petrobras Global Finance BV, 5.375%, due 1/27/2021	592
Petroleos Mexicanos, 5.500%, due 6/27/2044	455	Export Credit Bank of Turkey, 144A, 5.875%, due 4/24/2019	585
Brazil Notas do Tesouro Nacional Serie F, Series NTN F, 10.000%, due 1/1/2023	450	Shimao Property Holdings Ltd, 8.375%, due 2/10/2022	553
Ecuador Government International Bond, 144A, 10.750%, due 3/28/2022	400	Axtel SAB de CV	518
Ghana Government International Bond, 144A, 10.750%, due 10/14/2030	378	Turkey Government International Bond, 4.875%, due 4/16/2043	516
South Africa Government International Bond, 4.875%, due 4/14/2026	355	Kenya Government International Bond, 5.785%, due 6/24/2019	513
Petrobras Global Finance BV, 8.375%, due 5/23/2021	347	Ecuador Government International Bond, 144A, 10.500%, due 3/24/2020	511
Argentine Republic Government International Bond, 144A, 7.625%, due 4/22/2046	345	Petrobras Global Finance BV, 3.500%, due 9/30/2020	504
Argentine Republic Government International Bond, 6.875%, due 4/22/2021	340	Turkey Government International Bond, 6.250%, due 9/26/2022	504
Argentine Republic Government International Bond, 144A, 7.125%, due 7/6/2036	330	Russian Agricultural Bank OJSC Via RSHB Capital SA, 6.000%, due 6/3/2021	500
Axtel SAB de CV	326	Armenia International Bond, 6.000%, due 9/30/2020	494
Armenia International Bond, 6.000%, due 9/30/2020	294	Indonesia Government International Bond, 3.750%, due 4/25/2022	491
Argentine Republic Government International Bond, 2.500%, due 12/31/2038	287	CNOOC Curtis Funding No 1 Pty Ltd, 4.500%, due 10/3/2023	483
Oman Government International Bond, 4.750%, due 6/15/2026	270	Mexican Bonos, Series M 20, 10.000%, due 12/5/2024	479
Argentine Republic Government International Bond, 7.500%, due 4/22/2026	260	Grupo Idesa SA de CV, 7.875%, due 12/18/2020	464
Three Gorges Finance I Cayman Islands Ltd, 144A, 3.150%, due 6/2/2026	259	Petroleos Mexicanos, 4.875%, due 1/18/2024	462
		Global Logistic Properties Ltd, 3.375%, due 5/11/2016	459
		Petroleos Mexicanos, 144A, 5.625%, due 1/23/2046	457



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Emerging Markets Total Return Bond Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
City of Buenos Aires Argentina, 144A, 7.500%, due 6/1/2027	258	Russian Foreign Bond – Eurobond, 5.625%, due 4/4/2042	456
Ecopetrol SA, 5.875%, due 9/18/2023	254	Pakistan Government International Bond, 6.875%, due 6/1/2017	415
Provincia de Neuquen Argentina, 8.625%, due 12/5/2028	240	Ghana Government International Bond, 144A, 8.125%, due 1/18/2026	403
Trinidad & Tobago Government International Bond, 4.500%, due 8/4/2026	240		
Banco Nacional de Comercio Exterior SNC/Cayman Islands, 144A, 3.800%, due 8/11/2026	238		

## Legg Mason Western Asset Emerging Markets Corporate Bond Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Ecopetrol SA, 5.875%, due 5/28/2045	921	CNOOC Finance 2012 Ltd, 3.875%, due 5/2/2022	983
Petroleos Mexicanos, 5.125%, due 3/15/2023	876	Petrobras Global Finance BV, 5.755%, due 1/27/2021	908
Hutchison Whampoa International 14 Ltd, 3.625%, due 10/31/2024	798	Petroleos Mexicanos, 5.125%, due 3/15/2023	879
Petron Corp, 7.500%, perpetual	655	Bank of China Ltd, 5.000%, due 11/13/2024	876
Digicel Ltd, 144A, 6.750%, due 3/1/2023	596	Petron Corp, 7.500%, perpetual	664
CNOOC Finance 2012 Ltd, 3.875%, due 5/2/2022	580	Reliance Holding USA Inc, 5.400%, due 2/14/2022	654
YPF SA, 144A, 8.500%, due 3/23/2021	574	Country Garden Holdings Co Ltd, 7.500%, due 3/9/2020	646
Petrobras Global Finance BV, 6.850%, due 6/5/2115	555	Rosneft Finance SA, 7.875%, due 3/13/2018	634
Kia Motors Corp, 144A, 3.250%, due 4/21/2026	510	Hutchison Whampoa International 11 Ltd, 4.625%, due 1/13/2022	607
Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	506	Ooredoo International Finance Ltd, 4.750%, due 2/16/2021	593
Rosneft Finance SA, 7.875%, due 3/13/2018	476	Sberbank of Russia Via SB Capital SA, 5.500%, due 2/26/2024	556
Minerva Luxembourg SA, 7.750%, due 1/31/2023	451	Goodman HK Finance, 4.375%, due 6/19/2024	541
JBS Investments GmbH, 7.750%, due 10/28/2020	431	Bank of East Asia Ltd/The, 4.250%, due 11/20/2024	528
Provincia de Buenos Aires/Argentina, 144A, 9.125%, due 3/16/2024	410	Hutchison Whampoa International 12 II Ltd, 2.000%, due 8/11/2017	521
TC Ziraat Bankasi AS, 144A, 4.750%, due 4/29/2021	405	Puma International Financing SA, 6.750%, due 2/1/2021	509
Standard Chartered Plc, 7.500%, perpetual	400	Evraz Group SA, 6.750%, due 4/27/2018	504
GTL Trade Finance Inc, 144A, 7.250%, due 4/16/2044	392	Wells Fargo & Co, 4.300%, due 7/22/2027	470
Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	390	GTL Trade Finance Inc, 5.893%, due 4/29/2024	469
Ecuador Government International Bond, 7.950%, due 6/20/2024	379	Minerva Luxembourg SA, 7.750%, due 1/31/2023	458
Braskem America Finance Co, 7.125%, due 7/22/2041	370	National Bank of Abu Dhabi PJSC, 5.250%, Perpetual	455
Vale Overseas Ltd, 6.875%, due 11/10/2039	366	Agricultural Bank of China Ltd/New York, 2.750%, due 5/21/2020	440
Country Garden Holdings Co Ltd, 7.500%, due 3/9/2020	346	Shinhan Bank, 2.250%, due 4/15/2020	422
China Overseas Finance Cayman III Ltd, 5.375%, due 10/29/2023	339	Hutchison Whampoa International 14 Ltd, 3.625%, due 10/31/2024	419
Russian Agricultural Bank OJSC Via RSHB Capital SA, 8.500%, due 10/16/2023	327	Itau CorpBanca, 3.875%, due 9/22/2019	413
Vale Overseas Ltd, 4.375%, due 1/11/2022	324	Oversea-Chinese Banking Corp Ltd 4.250% due, 6/19/2024	413
Suzano Trading Ltd, 5.875%, due 1/23/2021	317	Standard Chartered Plc, 7.500%, perpetual	404
Shimao Property Holdings Ltd, 6.625%, due 1/14/2020	315	Ecopetrol SA, 5.875%, due 5/28/2045	392
Argentine Republic Government International Bond, 7.500%, due 4/22/2026	310	InRetail Shopping Malls, 6.500%, due 7/9/2021	381
Reliance Holding USA Inc, 144A, 5.400%, due 2/14/2022	280	JBS Investments GmbH, 7.750%, due 10/28/2020	358
Southern Copper Corp, 7.500%, due 7/27/2035	267	CDBL Funding 1, 3.250%, due 12/2/2019	355
Gerdau Trade Inc, 4.750%, due 4/15/2023	261	Alibaba Group Holding Ltd, 2.500%, due 11/28/2019	352
Petroleos Mexicanos, 6.875%, due 8/4/2026	259	Vale Overseas Ltd, 4.375%, due 1/11/2022	343
Industrial & Commercial Bank of China Ltd/New York, 2.007%, due 11/13/2017	251	Yuzhou Properties Co Ltd, 8.750%, due 10/4/2018	340
City of Buenos Aires Argentina, 144A, 7.500%, due 6/1/2027	248	Korea Hydro & Nuclear Power Co Ltd, 4.750%, due 7/13/2021	339
DP World Ltd, 6.850%, due 7/2/2037	232	China Overseas Finance Cayman IV Ltd, 4.875%, due 2/15/2017	338

## Legg Mason Western Asset Global High Yield Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 1.375%, due 9/30/2020	21,395	United States Treasury Note/Bond, 1.375%, due 9/30/2020	23,155
United States Treasury Note/Bond, 1.125%, due 6/30/2021	9,642	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	6,063
United States Treasury Note/Bond, 1.625%, due 5/15/2026	6,439	United States Treasury Note/Bond, 0.875%, due 11/30/2017	6,018
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	6,063	United States Treasury Note/Bond, 1.625%, due 5/15/2026	3,255
United States Treasury Note/Bond, 0.875%, due 11/30/2017	6,012	Physiotherapy Associates Holding Inc	3,208
Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	2,529	Legg Mason Global Funds Plc – Western Asset Euro High Yield Fund LM Class Euro (Accumulating)	2,360
Boats Investments Netherlands BV PIK, 11.000%, due 3/31/2017	2,291	Boats Investments Netherlands BV, 11.000%, due 3/31/2017	2,291
MMC Norilsk Nickel OJSC via MMC Finance Ltd, 6.625%, due 10/14/2022	2,273	CCO Safari II LLC, 144A, 4.908%, due 7/23/2025	2,012
Mexican Bonos, Series M, 6.500%, due 6/9/2022	2,255	Virgin Media Finance Plc, 144A, 6.375%, due 4/15/2023	1,778
Charter Communications Operating LLC / Charter Communications Operating Capital, 144A, 4.908%, due 7/23/2025	2,012	Citigroup Inc, Series P, 5.950%, Perpetual	1,727
Jack Cooper Holdings Corp, 9.250%, due 6/1/2020	2,009	Numericable-SFR SA, 144A, 6.250%, due 5/15/2024	1,691
SFR Group SA, 144A, 7.375%, due 5/1/2026	1,810	Petrobras Global Finance BV, 3.000%, due 1/15/2019	1,549
Vale SA, 5.625%, due 9/11/2042	1,606	Sun Products Corp/The, 144A, 7.750%, due 3/15/2021	1,475
Petrobras Global Finance BV, 6.875%, due 1/20/2040	1,588	Jack Cooper Holdings Corp, 9.250%, due 6/1/2020	1,311
Provincia de Buenos Aires/Argentina, 144A, 9.125%, due 3/16/2024	1,480	QEP Resources Inc, 5.375%, due 10/1/2022	1,307
Ecopetrol SA, 5.375%, due 6/26/2026	1,476	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A, 7.000%, due 11/15/2020	1,276
Petrobras Global Finance BV, 6.850%, due 6/5/2115	1,427	Dollar Tree Inc, 144A, 5.750%, due 3/1/2023	1,267
Argentine Republic Government International Bond, 144A, 6.875%, due 4/22/2021	1,400	Michael Baker Holdings LLC / Micahel Baker Finance Corp, 144A, 8.875%, due 4/15/2019	1,207
Petrobras Global Finance BV, 4.375%, due 5/20/2023	1,365	Entertainment One Ltd, 6.875%, due 12/15/2022	1,201
Petroleos Mexicanos, 6.625%, due 6/15/2035	1,308	Altice Financing SA, 144A, 6.625%, due 2/15/2023	1,195



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset US Short-Term Government Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 1.000%, due 8/31/2019	2,237	United States Treasury Note/Bond, 0.625%, due 8/31/2017	4,650
United States Treasury Note/Bond, 0.750%, due 8/31/2018	1,999	United States Treasury Note/Bond, 0.625%, due 9/30/2017	1,249
United States Treasury Note/Bond, 0.875%, due 3/31/2018	1,918	United States Treasury Note/Bond, 0.500%, due 7/31/2017	1,248
United States Treasury Note/Bond, 1.000%, due 9/15/2018	1,508	Freddie Mac Discount Notes, zero coupon, due 4/8/2016	650
United States Treasury Note/Bond, 0.875%, due 1/15/2018	999	United States Treasury Note/Bond, 0.625%, due 6/30/2017	580
United States Treasury Note/Bond, 0.750%, due 4/30/2018	998	United States Treasury Bill, zero coupon, due 7/4/2016	429
Freddie Mac Discount Notes, zero coupon, due 4/8/2016	650	Ginnie Mae II Pool, 30 year, TBA, 3.500%	423
United States Treasury Bill, zero coupon, due 4/7/2016	429	Federal Home Loan Bank Discount Notes, zero coupon, due 5/24/2016	305
Ginnie Mae II Pool, 30 year, TBA, 3.500%	423	Chase Issuance Trust, Series 2015 A3, Class A3, 0.677%, due 4/15/2019	300
Federal Home Loan Banks, 0.625%, due 8/7/2018	358	Federal Home Loan Bank Discount Notes, zero coupon, due 5/20/2016	300
United States Treasury Bill, zero coupon, due 9/1/2016	340	Federal Home Loan Bank Discount Notes, zero coupon, due 5/23/2016	289
Federal Home Loan Bank Discount Notes, zero coupon, due 5/24/2016	305	Federal Home Loan Bank Discount Notes, zero coupon, due 7/6/2016	276
Federal Home Loan Bank Discount Notes, zero coupon, due 5/20/2016	300	SLM Student Loan Trust 2008-6, Series 2008 6, Class A3, 1.369%, due 1/25/2019	236
Federal Home Loan Bank Discount Notes, zero coupon, due 5/23/2016	289	Federal Home Loan Bank Discount Notes, zero coupon, due 3/30/2016	235
Federal Home Loan Bank Discount Notes, zero coupon, due 7/6/2016	276	Ginnie Mae II Pool, 30 year, TBA, 3.500%	212
Federal Home Loan Bank Discount Notes, zero coupon, due 3/30/2016	235	Ginnie Mae II Pool, 30 year, TBA, 3.500%	212
Ginnie Mae II Pool, 30 year, TBA, 3.500%	212	Ginnie Mae II Pool, 30 year, TBA, 3.500%	212
Ginnie Mae II Pool, 30 year, TBA, 3.500%	211	Ginnie Mae II Pool, 3.500%, due 5/20/2045	212
Ginnie Mae II Pool, 3.500%, due 5/20/2045	211	Ginnie Mae II Pool, 30 year, TBA, 3.500%	211
Ginnie Mae II Pool, 30 year, TBA, 3.500%	211	Ginnie Mae II pool, 30 year, TBA, 3.500%	210
Fannie Mae Pool, 30 year, TBA, 3.500%	210	Fannie Mae Pool, 3.500%, due 9/1/2044	210
Ginnie Mae II Pool, 30 year, TBA, 3.500%	210	Fannie Mae Pool, 30 year, TBA, 3.500%	209
Fannie Mae Pool, 3.500%, due 9/1/2044	209	Freddie Mac Gold Pool, 15 year, TBA, 2.500%	208
Freddie Mac Gold Pool, 15 year, TBA, 2.500%	207	Freddie Mac Gold Pool, 15 year, TBA, 2.500%	206
Freddie Mac Gold Pool, 15 year, TBA, 2.500%	205	Freddie Mac Gold Pool, 15 year, TBA, 2.500%	206
Freddie Mac Gold Pool, 15 year, TBA, 2.500%	205	Freddie Mac Gold Pool, 15 year, TBA, 2.500%	205
Freddie Mac Gold Pool, 15 year, TBA, 2.500%	205	Freddie Mac Gold Pool, 15 year, TBA, 2.500%	205
Freddie Mac Gold Pool, 15 year, TBA, 2.500%	205	Freddie Mac Gold Pool, 15 year, TBA, 2.500%	204
Freddie Mac Gold Pool, 30 year, TBA, 2.500%	204	Federal Home Loan Bank Discount Notes, zero coupon, due 5/18/2016	202
Federal Home Loan Bank Discount Notes, zero coupon, due 5/18/2016	202	Federal Home Loan Bank Discount Notes, zero coupon, due 3/2/2016	200
Federal Home Loan Bank Discount Notes, zero coupon, due 4/15/2016	200	Federal Home Loan Bank Discount Notes, zero coupon, due 7/5/2016	200
Federal Home Loan Bank Discount Notes, zero coupon, due 7/5/2016	200	Federal Home Loan Bank Discount Notes, zero coupon, due 4/15/2016	200

## Legg Mason Western Asset US Adjustable Rate Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	1,025	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	1,012
Federal Home Loan Banks, zero coupon, due 5/23/2016	828	Federal National Mortgage Association, 0.447%, due 8/15/2016	1,000
United States Treasury Floating Rate Note, 0.525%, due 4/30/2018	775	Federal Home Loan Banks, zero coupon, due 5/23/2016	828
Federal Home Loan Banks, zero coupon, due 5/27/2016	701	Federal Home Loan Banks, zero coupon, due 5/27/2016	701
Federal Farm Credit Banks, 0.537%, due 1/17/2018	500	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	601
Federal Home Loan Banks, zero coupon, due 5/20/2016	475	Federal Home Loan Banks, zero coupon, due 5/20/2016	475
Federal Home Loan Banks, zero coupon, due 5/9/2016	350	United States Treasury Floating Rate Note, 0.503%, due 10/31/2017	455
Federal Home Loan Banks, zero coupon, due 4/15/2016	350	Federal Home Loan Banks, zero coupon, due 5/9/2016	350
Federal Home Loan Banks, zero coupon, due 3/15/2016	336	Federal Home Loan Banks, zero coupon, due 4/15/2016	350
Federal Home Loan Banks, zero coupon, due 5/26/2016	303	Federal Home Loan Banks, zero coupon, due 3/15/2016	336
Federal Home Loan Banks, zero coupon, due 3/10/2016	302	Structured Asset Investment Loan Trust 2003-BC1, Series 2003 BC1, Class A2, 1.116%, due 1/25/2033	303
United States Treasury Floating Rate Note, 0.509%, due 7/31/2018	300	Federal Home Loan Banks, zero coupon, due 5/26/2016	303
Federal Home Loan Banks, 0.539%, due 11/28/2017	275	Federal Home Loan Banks, zero coupon, due 3/10/2016	302
Federal Home Loan Banks, zero coupon, due 8/29/2016	275	Federal Farm Credit Banks, 0.454%, due 8/26/2016	275
Federal Home Loan Banks, zero coupon, due 5/13/2016	275	Federal Home Loan Banks, zero coupon, due 5/13/2016	275
Berkshire Hathaway Finance Corp, 1.343%, due 3/15/2019	250	Federal Home Loan Banks, zero coupon, due 8/29/2016	275
Federal Home Loan Banks, zero coupon, due 4/26/2016	237	Federal Home Loan Banks, zero coupon, due 3/9/2016	260
Federal Home Loan Banks, zero coupon, due 7/26/2016	218	Cooperatieve Rabobank UA/NY, 1.013%, due 3/18/2016	250
Federal Home Loan Banks, zero coupon, due 7/25/2016	200	Federal Farm Credit Banks, 0.450%, due 4/18/2016	250
Federal Home Loan Banks, 0.568%, due 3/1/2018	200	Svenska Handelsbanken AB, 1.020%, due 3/21/2016	250
United States Treasury Bill, zero coupon, due 9/1/2016	200	Federal Home Loan Banks, zero coupon, due 3/14/2016	241
Federal Home Loan Banks, zero coupon, due 4/1/2016	190	Federal Home Loan Banks, zero coupon, due 4/26/2016	237
Federal Home Loan Banks, zero coupon, due 6/9/2016	185	Federal Home Loan Banks, zero coupon, due 7/26/2016	218
United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	165	Federal Home Loan Banks, zero coupon, due 7/25/2016	200
Fannie Mae Discount Notes, zero coupon, due 8/17/2016	160	Federal Home Loan Banks, zero coupon, due 4/1/2016	190
Federal Home Loan Banks, zero coupon, due 5/11/2016	155	Federal Home Loan Banks, zero coupon, due 6/9/2016	185
Federal Home Loan Banks, zero coupon, due 6/21/2016	152	SLM Student Loan Trust 2008-6, Series 2008 6, Class A3, 1.369%, due 1/25/2019	163
Federal Home Loan Banks, zero coupon, due 4/12/2016	150	Fannie Mae Discount Notes, zero coupon, due 8/17/2016	160
Federal Home Loan Banks, zero coupon, due 4/29/2016	150	Federal Home Loan Banks, zero coupon, due 5/1/2016	155
Federal Home Loan Banks, zero coupon, due 5/6/2016	135	Federal Home Loan Banks, zero coupon, due 6/21/2016	152
Federal Home Loan Banks, zero coupon, due 7/11/2016	120	Federal Home Loan Banks, zero coupon, due 4/12/2016	150
Federal Home Loan Banks, zero coupon, due 5/4/2016	120	Federal Home Loan Banks, zero coupon, due 4/29/2016	150
Freddie Mac Discount Notes, zero coupon, due 6/27/2016	115	Federal Home Loan Banks, zero coupon, due 7/11/2016	135
		Federal Home Loan Banks, zero coupon, due 5/6/2016	135



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Global Inflation Management Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	4,535	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	4,460
United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 11/22/2019	681	Italy Buoni Poliennali Del Tesoro, Series CPI, 2.550%, due 9/15/2041	852
France Government Bond OAT, Series OATe, 0.250%, due 7/25/2024	645	Italy Buoni Poliennali Del Tesoro, Series CPI, 144A, 2.350%, due 9/15/2024	790
United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2068	596	Spain Government Inflation Linked Bond, 144A, 1.800%, due 11/30/2024	771
Italy Buoni Poliennali Del Tesoro, Series CPI, 3.100%, due 9/15/2026	567	United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2024	726
France Government Bond OAT, Series OATe, 1.100%, due 7/25/20242	426	United States Treasury Inflation Indexed Bonds, 0.375%, due 7/15/2023	600
United States Treasury Inflation Indexed Bonds, 0.125%, due 4/15/2018	420	United Kingdom Gilt Inflation Linked, Series 3MO, 0.625%, due 11/22/2042	464
France Government Bond OAT, Series OATe, 1.850%, due 7/25/2027	370	France Government Bond OAT, Series OATe, 1.800%, due 7/25/2040	463
United States Treasury Inflation Indexed Bonds, 0.125%, due 4/15/2020	310	France Government Bond OAT, Series OATe, 1.100%, due 7/25/20242	426
Poland Government Bond, Series 0725, 2.500%, due 7/25/2026	279	Italy Buoni Poliennali Del Tesoro, Series CPI, 3.100%, due 9/15/2026	334
United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2026	246	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2058	311
Italy Buoni Poliennali Del Tesoro, Series CPI, 144A, 2.350%, due 9/15/2024	140	United States Treasury Inflation Indexed Bonds, 0.625%, due 1/15/2026	309
Canadian Government Real Return Bond, Series CPI, 4.250%, due 12/1/2021	105	New Zealand Government Bond, 3.000%, due 9/20/2030	295
France Government Bond OAT, Series OATe, 1.800%, due 7/25/2040	59	Poland Government Bond, Series 0725, 2.500%, due 7/25/2026	284
United States Treasury Inflation Indexed Bonds, 0.750%, due 2/15/2045	19	France Government Bond OAT, Series OATe, 1.850%, due 7/25/2027	267
United States Treasury Inflation Indexed Bonds, 0.375%, due 7/15/2025	13	United States Treasury Inflation Indexed Bonds, 0.250%, due 1/15/2025	260
Spain Government Inflation Linked Bond, 144A, 1.800%, due 11/30/2024	9	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2068	204
United States Treasury Inflation Indexed Bonds, 0.375%, due 7/15/2023	6	Brazil Notas do Tesouro Nacional Serie B, Series NTN, 6.000%, due 8/15/2050	172
Deutsche Bundesrepublik Inflation Linked Bond, Series VL, 0.500%, due 4/15/2030	5	Deutsche Bundesrepublik Inflation Linked Bond, Series VL, 0.500%, due 4/15/2030	154
United Kingdom Gilt Inflation Linked, Series 3MO, 0.125%, due 3/22/2044	4	Canadian Government Real Return Bond, Series CPI, 4.250%, due 12/1/2021	122

## Legg Mason Western Asset Asian Opportunities Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	135,154	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	133,317
Malaysia Government Bond, Series 0411, 4.232%, due 6/30/2031	25,535	Malaysia Government Bond, Series 0313, 3.480%, due 3/15/2023	19,673
Korea Treasury Bond, Series 3609, 1.500%, due 9/10/2036	15,912	Indonesia Treasury Bond, Series FR54, 9.500%, due 7/15/2031	9,707
Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	13,815	Astra Sedaya Finance PT, Series OB, 7.750%, due 6/27/2016	4,172
Pelabuhan Indonesia II PT, 5.375%, due 5/5/2045	13,213	Thailand Government Bond, 3.850%, due 12/12/2025	4,051
Indonesia Treasury Bond, Series FR70, 8.375%, due 3/15/2024	12,253	HPHT Finance 15 Ltd, 2.875%, due 3/17/2020	3,942
Malaysia Government Bond, Series 0115, 3.955%, due 9/15/2025	11,119	China Government Bond, 3.310%, due 11/30/2025	3,730
Indonesia Treasury Bond, Series FR54, 9.500%, due 7/15/2031	9,707	India Government Bond, 8.070%, due 7/3/2017	3,618
Malaysia Government Bond, Series 0313, 3.480%, due 3/15/2023	8,307	Global Logistic Properties Ltd, 3.375%, due 5/11/2016	3,446
HKT Capital No 4 Ltd, 3.000%, due 7/14/2026	7,848	Perusahaan Penerbit SBSN Indonesia III, 3.300%, due 11/21/2022	3,430
Philippine Government International Bond, 6.250%, due 1/14/2036	7,666	Bank Rakyat Indonesia Persero Tbk PT, 2.950%, due 3/28/2018	3,421
Mapletree Commercial Trust Treasury Co Pte Ltd, 3.110%, due 8/24/2026	7,444	Hyundai Capital Services Inc, 2.875%, due 3/16/2021	3,302
Singapore Government Bond, 2.750%, due 3/1/2046	7,219	Taiwan Government Bond, Series 98-6, 1.375%, due 9/9/2019	3,158
Indonesia Treasury Bond, Series FR73, 8.750%, due 5/15/2031	6,541	Sri Lanka Government International Bond, 6.850%, due 11/3/2025	3,011
Philippine Government International Bond, 3.900%, due 11/26/2022	6,280	Korea National Oil Corp, 2.125%, due 4/14/2021	2,993
India Government Bond, Series 5PB, 8.240%, due 2/15/2027	5,633	Industrial & Commercial Bank of China Ltd, 3.200%, due 4/24/2016	2,460
India Government Bond, 8.150%, due 11/24/2026	5,597	Kia Motors Corp, 3.250%, due 4/21/2026	2,457
Malaysia Government Bond, Series 0316, 3.900%, due 11/30/2026	5,541	Lembaga Pembiayaan Ekspor Indonesia, Series OB, 6.400%, due 5/23/2016	2,390
CapitaLand Treasury Ltd, 3.800%, due 8/28/2024	5,235	Lenovo Group Ltd, 4.950%, due 6/10/2020	2,302
Perusahaan Penerbit SBSN Indonesia III, 4.550%, due 3/29/2026	5,000	Scentre Group Trust 1/2, 2.375%, due 4/28/2021	2,289
Sri Lanka Government International Bond, 6.825%, due 7/18/2026	4,640		
Commonwealth Bank of Australia, 3.950%, due 5/27/2018	4,404		
ONGC Videsh Vankorneft Pte Ltd, 3.750%, due 7/27/2026	3,992		
HPHT Finance 15 Ltd, 2.875%, due 3/17/2020	3,938		
Shinhan Bank, 3.875%, due 3/24/2026	3,810		

## Legg Mason Western Asset Global Blue Chip Bond Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	11,569	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	14,731
United States Treasury Note/Bond, 1.125%, due 2/28/2021	2,097	GE Capital International Funding Co, 2.342%, due 11/15/2020	882
GE Capital International Funding Co Unlimited Co, 2.342%, due 11/15/2020	882	United States Treasury Note/Bond, 1.125%, due 2/28/2021	800
United States Treasury Note/Bond, 1.625%, due 2/15/2026	707	United States Treasury Note/Bond, 1.625%, due 2/15/2026	725
UBS Group Funding Jersey Ltd, 3.000%, due 4/15/2021	400	Royal Bank of Scotland Plc/The, 5.625%, due 8/24/2020	645
BAT International Finance Plc, 1.750%, due 7/5/2021	399	Baker Hughes Inc, 7.500%, due 11/15/2018	497
Swedbank AB, 144A, 2.650%, due 3/10/2021	370	Gilead Sciences Inc, 3.650%, due 3/1/2026	422
Credit Agricole SA/London, 1.250%, due 4/14/2026	341	DNB Bank ASA, 4.375%, due 2/24/2021	409
Barclays Plc, 1.875%, due 3/23/2021	280	Medtronic Inc, 3.500%, due 3/15/2025	322
Rolls-Royce Plc, 3.375%, due 6/18/2026	277	ING Bank NV, 144A, 3.750%, due 3/7/2017	276
BP Capital Markets Plc, 3.506%, due 3/17/2025	275	Sumitomo Mitsui Banking Corp, 2.750%, due 7/24/2023	261
HSBC Holdings Plc, 2.500%, due 3/15/2027	208	ConocoPhillips Co, 4.200%, due 3/15/2021	150
ConocoPhillips Co, 4.200%, due 3/15/2021	150	Unibail-Rodamco SE, 1.375%, due 3/9/2026	119
Exxon Mobil Corp, 3.043%, due 3/1/2026	130		
Unibail-Rodamco SE, 1.375%, due 3/9/2026	107		

## Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Bill, zero coupon, due 4/28/2016	560	Physiotherapy Associates Holding Inc	1,417
United States Treasury Bill, zero coupon, due 5/5/2016	560	Sprint Communications Inc, 11.500%, due 11/15/2021	708
United States Treasury Bill, zero coupon, due 5/19/2016	560	Co-operative Group Holdings 2011 Ltd, 7.500%, due 7/8/2026	574
United States Treasury Bill, zero coupon, due 5/26/2016	560	Teachers Insurance & Annuity Association of America, 144A, 6.850%, due 12/16/2039	573
United States Treasury Bill, zero coupon, due 4/21/2016	555		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Global Credit Absolute Return Fund<sup>^</sup> – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Bill, zero coupon, due 5/12/2016	555	United States Treasury Bill, zero coupon, due 4/28/2016	560
Magnum Hunter Resources Corp	483	United States Treasury Bill, zero coupon, due 5/5/2016	560
Physiotherapy Associates Holding Inc	143	United States Treasury Bill, zero coupon, due 5/19/2016	560
Magnum Hunter Resources Corp, 0.000%, due 9/15/2016	101	United States Treasury Bill, zero coupon, due 5/26/2016	560
TMX Finance LLC / TitleMax Finance Corp, 8.500%, due 9/15/2018	48	United States Treasury Bill, zero coupon, due 4/21/2016	555
		United States Treasury Bill, zero coupon, due 5/12/2016	555
		BioScrip Inc, 8.875%, due 2/15/2021	493
		Magnum Hunter Resources Corp	477
		Ecopetrol SA, 5.875%, due 9/18/2023	457
		Pactiv LLC, 8.375%, due 4/15/2027	455
		Reynolds American Inc, 5.850%, due 8/15/2045	453
		Interface Master Holdings Inc, 144A, 12.500%, due 8/1/2018	439
		KKR Group Finance Co III LLC, 144A, 5.125%, due 6/1/2044	426
		Miran Mid-Atlantic Series C Pass Through Trust, Series C, 10.060%, due 12/30/2028	376
		MPLX LP, 4.875%, due 6/1/2025	367
		Pension Insurance Corp Plc, 6.500%, due 7/3/2024	362
		Verizon Communications Inc, 6.550%, due 9/15/2043	362
		Petroleos Mexicanos, 6.375%, due 1/23/2045	360
		DJO Finco Inc / DJO Finance LLC / DJO Finance Corp, 144A, 8.125%, due 6/15/2021	323
		CBC Ammo LLC / CBC FinCo Inc, 144A, 7.250%, due 11/15/2021	311
		Kelda Finance No 3 Plc, 5.750%, due 2/17/2020	299
		BUFA Finance Plc, 5.000%, due 4/25/2023	295
		Constellation Brands Inc, 4.750%, due 12/1/2025	293
		Valeant Pharmaceuticals International Inc, 144A, 7.500%, due 7/15/2021	290
		Magnum Hunter Resources Corp, 0.000%, due 9/15/2016	275
		Century Intermediate Holding Co 2, 144A, 9.750%, due 2/15/2019	274
		Rockies Express Pipeline LLC, 144A, 7.500%, due 7/15/2038	270
		DPx Holdings BV, 144A, 7.500%, due 2/1/2022	259
		Summit Midstream Holdings LLC / Summit Midstream Finance Corp, 5.500%, due 8/15/2022	253
		Santander UK Group Holdings Plc, 144A, 5.625%, due 9/15/2045	253

## Legg Mason Western Asset Global Core Plus Bond Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	100,281	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	81,887
United States Treasury Note/Bond, 1.375%, due 4/30/2021	19,234	United States Treasury Note/Bond, 1.125%, due 2/28/2021	19,817
United States Treasury Note/Bond, 1.500%, due 12/31/2018	10,179	United States Treasury Note/Bond, 1.500%, due 12/31/2018	13,693
Mexican Bonos, Series M, 7.750%, due 11/13/2042	9,771	United States Treasury Note/Bond, 1.625%, due 7/31/2020	10,515
Ginnie Mae II Pool, 30 year, TBA, 3.500%	8,257	United States Treasury Note/Bond, 0.625%, due 8/15/2016	9,110
United States Treasury Note/Bond, 1.125%, due 2/28/2021	8,075	Ginnie Mae II Pool, 30 year, TBA, 3.500%	8,274
United States Treasury Note/Bond, 1.375%, due 1/31/2021	8,064	Ginnie Mae II Pool, 30 year, TBA, 4.000%	7,251
United States Treasury Note/Bond, 1.625%, due 7/31/2020	8,059	United States Treasury Note/Bond, 1.750%, due 3/31/2022	6,979
Poland Government Bond, Series 0726, 2.500%, due 7/25/2026	7,788	United States Treasury Note/Bond, 1.250%, due 1/31/2019	5,091
Italy Buoni Poliennali Del Tesoro, 2.000%, due 12/1/2025	7,257	United States Treasury Note/Bond, 2.000%, due 10/31/2021	4,947
Ginnie Mae II Pool, 30 year, TBA, 4.000%	7,251	Ginnie Mae II Pool, 30 year, TBA, 3.500%	4,673
Ginnie Mae II Pool, 30 year, TBA, 3.500%	4,667	United States Treasury Note/Bond, 1.375%, due 1/31/2021	4,628
Ginnie Mae II Pool, 30 year, TBA, 3.500%	4,659	Fannie Mae Pool, 15 year, TBA, 3.000%	4,618
Fannie Mae Pool, 15 year, TBA, 3.000%	4,612	Fannie Mae Pool, 15 year, TBA, 3.000%	4,599
Fannie Mae Pool, 15 year, TBA, 3.000%	4,593	Fannie Mae Pool, 15 year, TBA, 3.000%	4,598
Fannie Mae Pool, 15 year, TBA, 3.000%	4,591	Fannie Mae Pool, 15 year, TBA, 3.000%	4,595
Fannie Mae Pool, 15 year, TBA, 3.000%	4,590	Fannie Mae Pool, 15 year, TBA, 3.000%	4,588
United States Treasury Note/Bond, 1.750%, due 3/31/2022	4,588	Fannie Mae Pool, 15 year, TBA, 3.000%	4,580
Fannie Mae Pool, 15 year, TBA, 3.000%	4,581	Ginnie Mae II Pool, 30 year, TBA, 4.000%	3,948
Fannie Mae Pool, 15 year, TBA, 3.000%	4,573	United States Treasury Note/Bond, 1.750%, due 9/30/2022	3,837
Ginnie Mae II Pool, 30 year, TBA, 4.000%	3,948	United States Treasury Note/Bond, 2.250%, due 11/15/2025	3,823
Ginnie Mae II Pool, 30 year, TBA, 4.000%	3,619	Ginnie Mae II Pool, 30 year, TBA, 4.000%	3,633
Ginnie Mae II Pool, 30 year, TBA, 3.500%	3,587	Ginnie Mae II pool, 30 year, TBA, 4.000%	3,623
		Ginnie Mae II Pool, 30 year, TBA, 3.500%	3,594
		United States Treasury Note/Bond, 2.000%, due 11/30/2022	3,574
		Japan Government Twenty Year Bond, Series 143, 1.600%, due 3/20/2033	3,355

## Legg Mason Western Asset Global Credit Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	10,287	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	7,026
United States Treasury Note/Bond, 3.000%, due 11/15/2045	753	GE Capital International Funding Co, 2.342%, due 11/15/2020	716
United States Treasury Note/Bond, 1.625%, due 2/15/2026	709	Verizon Communications Inc, 6.550%, due 9/15/2043	543
GE Capital International Funding Co Unlimited Co, 4.418%, due 11/15/2035	490	GE Capital International Funding Co, 4.418%, due 11/15/2035	490
Petroleos Mexicanos, 4.250%, due 1/15/2025	488	Petroleos Mexicanos, 4.250%, due 1/15/2025	488
Royal Bank of Scotland Group Plc, 2.500%, due 3/22/2023	474	Petroleos Mexicanos, 4.250%, due 1/15/2025	464
Southern Co/The, 2.950%, due 7/1/2023	440	Engie SA, 2.875%, due 10/10/2022	456
EDP Finance BV, 2.375%, due 3/23/2023	384	Vonovia Finance BV, 1.500%, due 3/31/2025	437
Exelon Corp, 3.400%, due 4/15/2026	310	Brazil Notas do Tesouro Nacional Serie B, Series NTNB, 6.000%, due 8/15/2050	433
Kraft Heinz Foods Co, 2.250%, due 5/25/2028	285	EDP Finance BV, 2.375%, due 3/23/2023	415
Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 3.480%, due 6/1/2019	260	Amgen Inc, 3.625%, due 5/22/2024	392
		JP Morgan Chase & Co, 3.375%, due 5/01/2023	388

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Global Credit Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 1.625%, due 5/15/2026	252	United States Treasury Note/Bond, 1.625%, due 2/15/2026	372
Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 4.420%, due 6/15/2021	250	Veolia Environnement SA, 1.590%, due 1/10/2028	350
Lam Research Corp, 3.450%, due 6/15/2023	250	Elenia Finance Oyj, 2.875%, due 12/17/2020	349
Hammerson PLC 1.750%, due 03/15/2023	242	QUALCOMM Inc, 4.800%, due 5/20/2045	345
Next Plc, 3.625%, due 5/18/2028	230	Royal Bank of Scotland Plc/The, 6.125%, due 1/11/2021	290
Coöperatieve Rabobank UA, 6.625%, Perpetual	227	Australia Pacific Airports, 3.25%, due 9/26/2023	285
ING Bank NV, 3.000%, due 4/11/2028	227	Baker Hughes Inc, 5.125%, due 9/15/2040	278
Suez, 1.250%, due 5/19/2028	224	Devon Energy Corp, 6.300%, due 1/15/2019	277
Anheuser-Busch InBev SA/NV, 2.750%, due 3/17/2036	221	Celgene Corp, 5.000%, due 8/15/2045	274
American International Group Inc, 1.500%, due 6/8/2023	211	Western Power Distribution East Midlands Plc, 5.250%, due 1/17/2023	273
		Freeport-McMoran Oil & Gas LLC / FCX Oil & Gas Inc, 6.875%, due 2/15/2023	271
		Elia System Operator SA/NV, 3.250%, due 4/4/2028	267
		Royal Bank of Scotland Plc/The, 5.625%, due 8/24/2020	260
		Alpha Trains Finance SA, 2.064%, due 6/30/2025	260
		Gatwick Funding Ltd, 4.625%, due 3/27/2034	259
		Goldman Sachs Capital II, 4.000%, Perpetual	256
		Cameron International Corp, 4.000%, due 12/15/2023	255
		Anadarko Petroleum Corp, 6.375%, due 9/15/2017	250
		Hammerson PLC 1.750%, due 03/15/2023	245
		Gecina SA, 2.000%, due 6/17/2024	244
		Great Rolling Stock Co Ltd/The, 6.500%, due 4/5/2031	241
		Volkswagen International Finance NV, 4.625%, Perpetual	235
		ABP Finance Plc, 6.250%, due 12/14/2026	215

## Legg Mason Western Asset Euro High Yield Fund

MAJOR PURCHASES	COST (in 000's) €	MAJOR SALES	PROCEEDS (in 000's) €
Boats Investments Netherlands BV PIK, 11.000%, due 3/31/2017	1,920	Boats Investments Netherlands BV, 11.000%, due 3/31/2017	1,920
Adient Global Holdings Ltd, 3.500%, due 8/15/2024	1,617	HeidelbergCement Finance Luxembourg SA, 7.500%, due 4/3/2020	1,655
BiSoho SAS, 5.875%, due 5/1/2023	1,576	LGE HoldCo VI BV, 7.125%, due 5/15/2024	1,529
eircom Finance DAC, 4.500%, due 5/31/2022	1,495	Thomas Cook Group Plc, 7.750%, due 6/22/2017	1,513
Telecom Italia SpA/Milano, 3.625%, due 5/25/2026	1,410	Petrobras Global Finance BV 2.750%, due 1/15/2018	1,487
Hanesbrands Finance Luxembourg SCA, 3.500%, due 6/15/2024	1,350	XPO Logistics Inc, 5.750%, due 6/15/2021	1,389
William Hill Plc, 4.875%, due 9/7/2023	1,292	Astaldi SpA, 7.125%, due 12/1/2020	1,275
Pizzaexpress Financing 2 Plc, 6.625%, due 8/1/2021	1,197	Fiat Chrysler Finance Europe, 6.750%, due 10/14/2019	1,158
R&R Ice Cream Plc, 4.750%, due 5/15/2020	1,141	Douglas GmbH, 6.250%, due 7/15/2022	1,088
Synlab Unsecured Bondco Plc, 8.250%, due 7/1/2023	1,058	Crown European Holdings SA, 4.000%, due 7/15/2022	1,081
Axalta Coating Systems LLC, 4.250%, due 8/15/2024	1,000	SIG Combibloc Holdings SCA, 7.750%, due 2/15/2023	1,054
Lecta SA, 6.500%, due 8/1/2023	1,000	Telecom Italia SpA, 6.375%, due 6/24/2019	930
PVH Corp, 3.625%, due 7/15/2024	1,000	Labeyrie Fine Foods SAS, 5.625%, due 3/15/2021	922
Buzzi Unicem SpA, 2.125%, due 4/28/2023	994	Eco-Bat Finance Plc, 7.750%, due 2/15/2017	910
Cirsa Funding Luxembourg SA, 5.750%, due 5/15/2021	992	LKQ Italia Bondco SPA, 3.750% due 4/1/2024	812
HeidelbergCement AG, 2.250%, due 6/3/2024	990	Kerling Ltd, 10.625%, due 2/1/2017	800
Centrica Plc, 3.000%, due 4/10/2076	936	Onorato Armatori SPA, 7.750%, due 2/15/2023	664
Cott Corp, 5.500%, due 7/1/2024	900	Boparan Finance Plc, 5.500%, due 7/15/2021	624
CeramTec Group GmbH, 8.250%, due 8/15/2021	894	ZF North America Capital Inc, 2.250%, due 4/26/2019	613
LKQ Italia Bondco SPA, 3.750% due 4/1/2024	780	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	607
Gestamp Funding Luxembourg SA, 3.500%, due 5/15/2023	760	Schaeffler Holding Finance BV, 6.875%, due 8/15/2018	517
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	657	HomeVi SAS, 6.875%, due 8/15/2021	517
Samvardhana Motherson Automotive Systems Group BV, 4.125%, due 7/15/2021	623	Novacap International SAS, 4.840%, due 5/1/2019	500
BMBG Bond Finance SCA, 3.000%, due 6/15/2021	500	Jarden Corp, 3.750%, due 10/1/2021	495
Newell Brands Inc, 3.750%, due 10/1/2021	494	KraussMaffei Group GmbH, 8.750%, due 12/15/2020	460
Casino Guichard Perrachon SA, 3.248%, due 3/7/2024	408	CPUK Finance Ltd, 7.239%, due 2/28/2024	458
		Kelda Finance No 3 Plc, 5.750%, due 2/17/2020	444
		Sealed Air Corp, 4.500%, due 9/15/2023	424
		Entertainment One Ltd, 6.875%, due 12/15/2022	355
		SoftBank Group Corp, 4.000%, due 7/30/2022	346
		Altice Financing SA, 5.250%, due 2/15/2023	344
		Grainger Plc, 5.000%, due 12/16/2020	323

## Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 1.375%, due 5/31/2021	545,734	United States Treasury Note/Bond, 1.125%, due 2/28/2021	707,890
United States Treasury Note/Bond, 0.625%, due 6/30/2018	537,928	United States Treasury Note/Bond, 1.375%, due 5/31/2021	546,668
United States Treasury Note/Bond, 2.500%, due 5/15/2046	306,131	United States Treasury Note/Bond, 0.625%, due 6/30/2018	537,620
United States Treasury Note/Bond, 1.125%, due 2/28/2021	298,430	United States Treasury Note/Bond, 2.500%, due 5/15/2046	294,289
United States Treasury Note/Bond, 1.125%, due 6/30/2021	273,640	United States Treasury Note/Bond, 1.500%, due 2/28/2023	290,032
United States Treasury Note/Bond, 1.625%, due 5/15/2026	255,553	United States Treasury Note/Bond, 1.125%, due 6/30/2021	271,427
United States Treasury Note/Bond, 1.125%, due 8/31/2021	216,630	United States Treasury Note/Bond, 1.625%, due 5/15/2026	236,891
Italy Buoni Poliennali Del Tesoro, 2.000%, due 12/1/2025	190,021	United States Treasury Note/Bond, 1.375%, due 6/30/2023	189,607
United States Treasury Note/Bond, 1.375%, due 6/30/2023	187,285	United States Treasury Note/Bond, 3.000%, due 5/15/1045	185,380
United States Treasury Note/Bond, 2.500%, due 2/15/2046	186,977	United States Treasury Note/Bond, 1.125%, due 4/30/2023	156,019
United States Treasury Note/Bond, 1.625%, due 4/30/2023	155,837	United States Treasury Note/Bond, 2.500%, due 2/15/2046	149,898
United States Treasury Note/Bond, 1.625%, due 2/15/2026	116,493	Italy Buoni Poliennali Del Tesoro, 5.000%, due 9/1/2040	123,127
United States Treasury Note/Bond, 1.250%, due 7/31/2023	113,764	United States Treasury Note/Bond, 1.625%, due 2/15/2026	115,966
Mexican Bonos, Series M, 7.750%, due 11/13/2042	109,178	United States Treasury Note/Bond, 1.250%, due 7/31/2023	113,909
Japanese Government CPI Linked Bond, Series 18, 0.100%, due 3/10/2024	100,391	Brazil Notas do Tesouro Nacional Serie F, 10.000%, due 1/1/2017	105,202
United States Treasury Note/Bond, 2.250%, due 8/15/2046	92,566	United States Treasury Note/Bond, 3.000%, due 11/15/1045	79,156
United States Treasury Inflation Indexed Bonds, 1.000%, due 2/15/2046	85,190	Verizon Communications Inc, 6.550%, due 9/15/2043	77,293

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Macro Opportunities Bond Fund<sup>^</sup> – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 3.000%, due 11/15/2045	72,719	Mexican Bonos, 8.500%, due 11/18/2038	63,316
Japanese Government CPI Linked Bond, Series 20, 0.100%, due 3/10/2025	51,410	United States Treasury Inflation Indexed Bonds, 1.000%, due 2/15/2046	61,261
Italy Buoni Poliennali Del Tesoro, 144A, 3.250%, due 9/1/2046	49,905	United States Treasury Note/Bond, 2.875%, 5/15/2043	43,018

## Legg Mason Western Asset EM Local Currency Debt Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	14,824	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	13,583
Legg Mason Global Funds PLC – Western Asset Emerging Markets Corporate Bond Fund	4,817	Legg Mason Global Funds PLC – Western Asset Emerging Markets Corporate Bond Fund	5,052
South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	2,440	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2017	2,453
Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2025	2,201	Hungary Government Bond, Series 19/A, 6.500%, due 6/24/2019	2,310
Petroleos Mexicanos, 5.125%, due 3/15/2023	1,839	Indonesia Treasury Bond, Series FR61, 7.000%, due 5/15/2022	2,242
Colombian TES, Series B, 7.750%, due 9/18/2030	1,682	Petroleos Mexicanos, 5.125%, due 3/15/2023	1,846
Malaysia Government Bond, Series 0111, 4.160%, due 7/15/2021	1,649	South Africa Government Bond, Series 2023, 7.750%, due 2/28/2023	1,539
Mexican Bonos, Series M, 6.500%, due 6/9/2022	1,431	Malaysia Government Bond, Series 0111, 4.160%, due 7/15/2021	1,301
Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2021	1,363	Mexican Bonos, Series M, 6.500%, due 6/9/2022	1,287
Malaysia Government Bond, Series 0411, 4.232%, due 6/30/2031	1,282	Philippine Government International Bond, 4.950%, due 1/15/2021	1,274
Indonesia Treasury Bond, Series FR61, 7.000%, due 5/15/2022	1,272	Colombian TES, Series B, 7.000%, due 5/4/2022	1,053
Brazil Letras do Tesouro Nacional, Series LTN, zero coupon, due 1/1/2019	1,218	Turkey Government Bond, Series 5YR, 9.000%, due 3/8/2017	1,041
Turkey Government Bond, Series 5YR, 9.000%, due 3/8/2017	1,137	Argentine Republic Government International Bond, 6.875%, due 22/04/2021	876
Turkey Government Bond, 8.000%, due 3/12/2025	1,046	Hungary Government Bond, Series 23/A, 6.000%, due 11/24/2023	732
Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	1,040	Romania Government Bond, Series 10Y, 4.750%, due 2/24/2025	731
Indonesia Treasury Bond, Series FR72, 8.250%, due 5/15/2036	1,009	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2025	544
Turkey Government Bond, 8.800%, due 9/27/2023	953	Pertamina Persero PT, 4.875%, due 3/5/2022	518
Colombian TES, Series B, 7.000%, due 5/4/2022	951	Russian Agricultural Bank OJSC Via RSHB Capital SA, 5.298%, due 12/27/2017	512
Colombian TES, Series B, 7.500%, due 8/26/2026	909	Petroleos Mexicanos, 3.125%, due 1/23/2019	499
Turkey Government Bond, 7.100%, due 3/8/2023	906	Argentine Republic Government International Bond, 6.875%, due 22/04/2021	360
Hungary Government Bond, Series 23/A, 6.000%, due 11/24/2023	870		
Argentine Republic Government International Bond, 6.875%, due 22/04/2021	860		
Brazil Notas do Tesouro Nacional Serie F, 10.000%, due 1/1/2017	824		
Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	804		
Romania Government Bond, Series 10Y, 4.750%, due 2/24/2025	803		
Hungary Government Bond, Series 27/A, 3.000%, due 10/27/2027	790		
Russian Federal Bond – OFZ, Series 6211, 7.000%, due 1/25/2023	728		
Indonesia Treasury Bond, Series FR65, 6.625%, due 5/15/2033	701		
Thailand Government Bond, 3.625%, due 6/16/2023	693		
Argentine Republic Government International Bond, 7.500%, due 4/22/2026	690		
South Africa Government Bond, Series 2023, 7.750%, due 2/28/2023	612		

## Legg Mason Western Asset Multi-Asset Credit Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 0.750%, due 3/15/2017	15,023	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	21,062
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	6,106	United States Treasury Note/Bond, 1.125%, due 2/28/2021	8,848
Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	3,379	Argentina Bonar Bonds, Series X, 7.000%, due 4/17/2017	1,966
Argentine Republic Government International Bond, 144A, 7.125%, due 7/6/2036	1,990	United States Treasury Note/Bond, 1.625%, due 2/15/2026	1,268
Russian Federal Bond – OFZ, Series 6212, 7.050%, due 1/19/2028	1,724	JPMorgan Chase & Co, 4.250%, due 10/1/2027	1,232
GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AJ, 5.988%, due 8/10/2045	1,722	Wachovia Bank Commercial Mortgage Trust Series 2006-C27, Series 2006 C27, Class AJ, 5.825%, due 7/15/2045	1,037
Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	1,670	GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AJ, 5.988%, due 8/10/2045	884
Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	1,640	Verizon Communications Inc, 6.550%, due 9/15/2043	786
Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2021	1,460	Kerling Ltd, 10.625%, due 2/1/2017	781
United States Treasury Note/Bond, 1.625%, due 2/15/2026	1,219	Sprint Corp, 7.250%, due 9/15/2021	728
Banc of America Funding Corp, Series 2015 R3, Class 5A2, 144A, 0.733%, due 6/29/2037	1,177	Morgan Stanley Bank of America Merrill Lynch Trust 2015-C22, Series 2015 C22, Class D, 144A, 4.243%, due 4/15/2048	631
United States Treasury Note/Bond, 2.500%, due 5/15/2046	1,067	Swire Pacific MTN Financing Ltd, 4.500%, due 10/9/2023	627
Sprint Communications Inc, 11.500%, due 11/15/2021	1,020	Petrobras Global Finance BV, 3.000%, due 1/15/2019	618
CSMC Series 2015-12R, Series 2015 12R, Class 2A2, 144A, 0.988%, due 11/30/2037	1,001	Cooperatieve Rabobank UA, 5.250%, due 8/4/2045	584
Banc of America Funding Corp, Series 2015 R3, Class 1A2, 144A, 0.678%, due 3/27/2036	1,001	Murphy Oil USA Inc, 6.000%, due 8/15/2023	573
Nomura Resecuritization Trust 2015-4R, Series 2015 4R, Class 2A2, 144A, 0.628%, due 10/26/2036	999	Empresa Nacional del Petroleo, 5.250%, due 8/10/2020	569
Brazilian Government International Bond, 6.000%, due 4/7/2026	888	Dollar Tree Inc, 144A, 5.750%, due 3/1/2023	565
Lloyds Banking Group Plc, 4.650%, due 3/24/2026	859	Mexico Government International Bond, 4.750%, due 3/8/2044	554
Morgan Stanley Capital I Trust 2007-IQ15, Series 2007 IQ15, Class AJ, 6.103%, due 6/11/2049	756	Kinetic Concepts Inc / KCI USA Inc, 10.500%, due 11/1/2018	533
Asset Backed Securities Corp Home Equity Loan Trust Series OOMC 2005-HE6, Series 2005 HE6, Class M4, 1.484%, due 7/25/2035	679	JBS Investments GmbH, 7.750%, due 10/28/2020	518

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Global Total Return Investment Grade Bond Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
United States Treasury Note/Bond, 1.500%, due 12/31/2018	2,460	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	2,658
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	2,372	United States Treasury Note/Bond, 0.875%, due 7/15/2017	2,252
Italy Buoni Poliennali Del Tesoro, 1.450%, due 9/15/2022	1,433	United States Treasury Note/Bond, 8.000%, due 11/15/2021	824
United States Treasury Note/Bond, 0.875%, due 7/15/2017	1,152	United States Treasury Note/Bond, 0.750%, due 1/31/2018	410
United States Treasury Inflation Indexed Bonds, 0.250%, due 1/15/2025	1,020	Italy Buoni Poliennali Del Tesoro, 3.750%, due 5/1/2021	259
United States Treasury Note/Bond, 0.750%, due 1/31/2018	799	Verizon Communications Inc, 6.550%, due 9/15/2043	84
United States Treasury Note/Bond, 8.000%, due 11/15/2021	798	Becton Dickinson and Co, 3.734%, due 12/15/2024	81
United States Treasury Note/Bond, 2.500%, due 2/15/2045	706	Anheuser-Busch InBev Finance Inc, 4.900%, due 2/1/2046	69
Mexican Bonos, Series M, 7.750%, due 11/13/2042	518	BP Capital Markets Plc, 3.506%, due 3/17/2025	51
Italy Buoni Poliennali Del Tesoro, 2.000%, due 12/1/2025	498	UnitedHealth Group Inc, 4.750%, due 7/15/2045	49
Poland Government Bond, Series 0726, 2.500%, due 7/25/2026	463	Volkswagen International Finance NV, 4.625%, Perpetual	48
South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	338	Amgen Inc, 4.400%, due 5/1/2045	41
Ecopetrol SA, 5.375%, due 6/26/2026	302	United States Treasury Note/Bond, 0.500%, due 4/30/2017	15
Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	276	Brazil Notas do Tesouro Nacional Serie B, Series NNTN, 6.000%, due 8/15/2050	–
JPMorgan Chase & Co, 4.950%, due 6/1/2045	269	— Amounts designated as “–” are less than \$1,000.	
Bank of Nova Scotia, 1.230%, due 2/23/2017	250		
Canadian Imperial Bank (NY), 1.230%, due 2/24/2017	250		
Toronto-Dominion Bank/The, 1.210%, due 2/23/2017	250		
Sumitomo Mitsui Banking Corp (NY), 1.250%, due 2/24/2017	250		
BNP Paribas (New York), 0.000%, due 2/24/2017	248		
Goldman Sachs Group Inc/The, 5.150%, due 5/22/2045	248		
Bank of America Corp, 4.000%, due 1/22/2025	243		
Scottish Widows Ltd, 7.000%, due 6/16/2043	221		
Legal & General Group Plc, 5.375%, due 10/27/2045	220		
ABP Finance Plc, 6.250%, due 12/14/2026	220		
Aviva Plc, 5.125%, due 6/4/2050	219		
BUPA Finance Plc, 5.000%, due 4/25/2023	213		
Wells Fargo & Co, 4.100%, due 6/3/2026	212		
AA Bond Co Ltd, 6.269%, due 7/31/2025	207		
Mexico Government International Bond, 5.550%, due 1/21/2045	196		
AT&T Inc, 3.400%, due 5/15/2025	192		

## Legg Mason Western Asset Structured Opportunities Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	67,315	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	70,651
Fannie Mae Connecticut Avenue Securities, Series 2016 C04, Class 1M2, 4.774%, due 1/25/2029	13,066	MASTR Adjustable Rate Mortgages Trust 2006-OA2, Series 2006 OA2, Class 1A1, 1.122%, due 12/25/2046	14,246
Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA2, Class M3, 5.174%, due 10/25/2028	11,223	WaMu Mortgage Pass-Through Certificates Series 2006-AR13 Trust, Series 2006 AR13, Class 1A, 1.202%, due 10/25/2046	8,194
Towd Point Mortgage Funding 2016-Granite1 Plc, Series 2016 GR1A, Class F, 144A, 3.523%, due 7/20/2046	5,302	Fannie Mae Connecticut Avenue Securities, Series 2014 C03, Class 1M2, 3.436%, due 7/25/2024	6,332
Ginnie Mae II Pool, 3.500%, due 9/20/2045	4,931	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2014 HQ1, Class M3, 4.536%, due 8/25/2024	6,236
Ginnie Mae II Pool, 30 year, TBA, 3.500%	4,882	RBSSP Resecuritization Trust 2010-2, Series 2010 2, Class 11A2, 144A, 2.700%, due 7/26/2045	5,892
Fannie Mae Connecticut Avenue Securities, Series 2016 C04, Class 1B, 10.774%, due 1/25/2029	4,813	GSMPs Mortgage Loan Trust 2005-RP3, Series 2005 RP3, Class 1AF, 144A, 0.786%, due 9/25/2035	5,270
HarborView Mortgage Loan Trust 2007-7, Series 2007 7, Class 2A1B, 1.524%, due 10/25/2037	4,509	Nomura Resecuritization Trust 2015-5R, Series 2015 5R, Class 4A1, 144A, 0.562%, due 7/26/2037	5,040
Alternative Loan Trust 2007-23CB, Series 2007 23CB, Class A8, 26.302%, due 9/25/2037	3,891	Ginnie Mae II Pool, 3.500%, due 9/20/2045	4,928
Structured Asset Securities Corp Mortgage Loan Trust 2007-WF2, 2.774%, due 8/25/2037	3,686	Adjustable Rate Mortgage Trust 2004-2, Series 2004 2, Class 7M1, 1.596%, due 2/25/2035	4,925
Alternative Loan Trust 2006-19CB, Series 2006 19CB, Class A20, 34.054%, due 8/25/2036	3,657	Ginnie Mae II Pool, 30 year, TBA, 3.500%	4,882
GS Mortgage Securities Trust 2007-GG10, Series 2007 GG10, Class AJ, 5.988%, due 8/10/2045	3,540	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2014 DN3, Class M3, 4.436%, due 8/25/2024	4,634
Structured Asset Securities Corp Mortgage Loan Trust 2006-WF2, 0.814%, due 7/25/2036	3,515	Structured Asset Securities Corp Mortgage Loan Trust 2007-WF2, 2.774%, due 8/25/2037	4,296
BCAP LLC Trust 2007-AA3, Series 2007 AA3, Class 1A2, 0.794%, due 4/25/2037	3,497	Structured Asset Securities Corp Mortgage Loan Trust 2006-WF2, 0.814%, due 7/25/2036	3,870
RBSSP Resecuritization Trust 2013-4, Series 2013 4, Class 1A2, 144A, 1.946%, due 12/26/2037	3,484	Morgan Stanley ABS Capital I Inc Trust 2005-WMC6, 1.499% 7/25/2035	3,479
Banc of America Funding Corp, Series 2015 R3, Class 1A2, 144A, 0.678%, due 3/27/2036	3,481	ACE Securities Corp Home Equity Loan Trust Series 2006-NC1, 0.934%, due 12/25/2035	3,378
Encore Credit Receivables Trust 2005-4, Series 2005 4, Class M5, 1.174%, due 1/25/2036	3,460	Citigroup Mortgage Loan Trust Inc, Series 2006 WFH2, Class M2, 0.716%, due 8/25/2036	3,371
CSMC Series 2015-12R, Series 2015 12R, Class 2A2, 144A, 0.988%, due 11/30/2037	3,457	RASC Series 2005-KS12 Trust, 1.174%, due 9/25/2035	3,271
Aames Mortgage Investment Trust 2005-1, Series 2005 1, Class M6, 1.793%, due 6/25/2035	3,455	Citigroup Mortgage Loan Trust Inc, Series 2006 WFH4, Class M2, 0.726%, due 11/25/2036	3,255
Aegis Asset Backed Securities Trust 2005-1, Series 2005 1, Class M5, 1.238%, due 3/25/2035	3,413	WaMu Mortgage Pass-Through Certificates Series 2005-AR19 Trust, Series 2005 AR19, Class A1A1, 0.706%, due 12/25/2045	3,234
Ameriquest Mortgage Securities Inc Asset-Backed Pass-Through Cfts Ser 2005-R10, Series 2005 R10, Class M5, 1.154%, due 1/25/2036	3,392	RASC Series 2005-KS12 Trust, 1.004%, due 1/25/2063	3,218
RAMP Series 2005-RS6 Trust, Series 2005 RS6, Class M6, 1.649%, due 6/25/2035	3,343	Luminent Mortgage Trust 2006-2, Series 2006 2, Class A1A, 0.636%, due 2/25/2046	3,064
RASC Series 2005-KS12 Trust, 1.174%, due 9/25/2035	3,159	Morgan Stanley Resecuritization Trust 2015-R3, Series 2015 R3, Class 7B, 144A, 0.698%, due 4/26/2047	3,057
Home Equity Asset Trust 2005-7, Series 2005 7, Class M2, 0.994%, due 1/25/2036	3,153	JP Morgan Resecuritization Trust Series 2014-6, Series 2014 6, Class 8A2, 144A, 0.607%, due 10/27/2036	3,005
Alternative Loan Trust 2007-5CB, Series 2007 5CB, Class 1A20, 4.936%, due 4/25/2037	3,120	First Franklin Mortgage Loan Trust 2006-FF3, 0.904%, due 02/25/2036	2,963
HERO Funding Trust 2016-1, Series 2016 1A, Class R, 144A, 0.000%, due 9/20/2041	3,089	NovaStar Mortgage Funding Trust Series 2003-1, Series 2003 1, Class A1, 1.196%, due 5/25/2033	2,943
		GSAMP Trust 2003-SEA2, Series 2003 SEA2, Class A1, 4.421%, due 7/25/2033	2,779

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Western Asset Structured Opportunities Fund^ – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
ACE Securities Corp Home Equity Loan Trust Series 2005-HE3, Series 2005 HE3, Class M4, 1.469%, due 5/25/2035	3,054	Citigroup Mortgage Loan Trust Inc, Series 2007 WFH4, Class M2, 2.586%, due 7/25/2037	2,764
RAMP Series 2006-EFC1 Trust, Series 2006 EFC1, Class M3, 0.954%, due 2/25/2036	3,005	Centex Home Equity Loan Trust 2005-C, Series 2005 C, Class M3, 0.906%, due 6/25/2035	2,714
Fannie Mae Connecticut Avenue Securities, Series 2016 C02, Class 1B, 12.774%, due 9/25/2028	3,000	Lehman XS Trust Series 2006-4N, Series 2006 4N, Class A2A, 0.656%, due 4/25/2046	2,685
ACE Securities Corp Home Equity Loan Trust Series 2006-NC1, 0.934%, due 12/25/2035	2,992		
Fannie Mae Connecticut Avenue Securities, Series 2016 C03, Class 1B, 12.274%, due 10/25/2028	2,960		
RASC Series 2005-KS12 Trust, 1.004%, due 1/25/2063	2,956		
RAMP Series 2005-EFC3 Trust, Series 2005 EFC3, Class M7, 1.644%, due 8/25/2035	2,950		
Nationstar HECM Loan Trust 2016-3, Series 2016 3A, Class M2, 144A, 5.682%, due 8/25/2026	2,910		
Morgan Stanley ABS Capital I Inc Trust 2005-WMC6, 1.499% 7/25/2035	2,838		
Option One Mortgage Loan Trust 2005-3, Series 2005 3, Class M4, 1.144%, due 8/25/2035	2,774		
Option One Mortgage Loan Trust 2005-4 Asset-Backed Certificates Series 2005-4, Series 2005 4, Class M3, 1.014%, due 11/25/2035	2,592		
Fieldstone Mortgage Investment Trust Series 2005-2, Series 2005 2, Class M3, 1.304%, due 12/25/2035	2,581		
Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA3, Class B, 11.774%, due 12/25/2028	2,580		
Bellemeade Re II Ltd, Series 2016 1A, Class M2B, 144A, 7.024%, due 4/25/2026	2,510		

## Legg Mason Western Asset US Mortgage-Backed Securities Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Ginnie Mae II Pool, 30 year, TBA, 3.500%	170,762	Ginnie Mae II Pool, 30 year, TBA, 3.500%	170,797
Freddie Mac Gold Pool, 30 year, TBA, 4.000%	161,737	Ginnie Mae II Pool, 30 year, TBA, 4.000%	161,737
Ginnie Mae II Pool, 30 year, TBA, 3.000%	118,036	Ginnie Mae II Pool, 30 year, TBA, 3.000%	118,103
Fannie Mae Pool, 30 year, TBA, 3.500%	114,578	Fannie Mae Pool, 30 year, TBA, 3.500%	114,501
Ginnie Mae II Pool, 30 year, TBA, 3.500%	110,919	Ginnie Mae II Pool, 30 year, TBA, 3.500%	110,871
Fannie Mae Pool, 30 year, TBA, 3.000%	104,596	Fannie Mae Pool, 30 year, TBA, 3.000%	104,596
Freddie Mac Gold Pool, 30 year, TBA, 4.000%	102,721	Freddie Mac Gold Pool, 30 year, TBA, 4.000%	102,760
Ginnie Mae II Pool, 30 year, TBA, 3.000%	101,424	Ginnie Mae II Pool, 30 year, TBA, 3.000%	101,400
Ginnie Mae II Pool, 30 year, TBA, 3.500%	96,994	Ginnie Mae II Pool, 30 year, TBA, 4.000%	98,079
Fannie Mae Pool, 30 year, TBA, 3.500%	93,263	Ginnie Mae II Pool, 30 year, TBA, 3.500%	97,010
Freddie Mac Gold Pool, 30 year, TBA, 3.500%	91,844	Freddie Mac Gold Pool, 30 year, TBA, 3.000%	94,381
Ginnie Mae II Pool, 30 year, TBA, 3.000%	91,794	Fannie Mae Pool, 30 year, TBA, 3.500%	93,194
Ginnie Mae II Pool, 30 year, TBA, 3.500%	91,471	Ginnie Mae II Pool, 30 year, TBA, 3.000%	92,070
Freddie Mac Gold Pool, 30 year, TBA, 3.000%	84,744	Freddie Mac Gold Pool, 30 year, TBA, 3.500%	91,844
Ginnie Mae II Pool, 30 year, TBA, 3.500%	82,312	Ginnie Mae II Pool, 30 year, TBA, 3.500%	91,444
Freddie Mac Gold Pool, 30 year, TBA, 3.500%	81,305	Freddie Mac Gold Pool, 30 year, TBA, 4.000%	85,313
Freddie Mac Gold Pool, 30 year, TBA, 4.000%	80,347	Freddie Mac Gold Pool, 30 year, TBA, 3.000%	84,919
Fannie Mae Pool, 30 year, TBA, 3.000%	77,710	Ginnie Mae II Pool, 30 year, TBA, 3.500%	82,502
Freddie Mac Gold Pool, 30 year, TBA, 4.000%	76,539	Freddie Mac Gold Pool, 30 year, TBA, 3.500%	81,305
Fannie Mae Pool, 30 year, TBA, 3.500%	73,750	Freddie Mac Gold Pool, 30 year, TBA, 4.000%	80,313
Freddie Mac Gold Pool, 30 year, TBA, 4.000%	73,483	Fannie Mae Pool, 30 year, TBA, 3.000%	77,564
Ginnie Mae II Pool, 30 year, TBA, 3.000%	65,119	Freddie Mac Gold Pool, 30 year, TBA, 4.000%	76,613
Ginnie Mae II Pool, 30 year, TBA, 3.000%	60,720	Ginnie Mae II Pool, 30 year, TBA, 3.500%	76,099
Ginnie Mae II Pool, 30 year, TBA, 4.000%	59,874	Fannie Mae Pool, 30 year, TBA, 3.500%	73,750
Fannie Mae Pool, 30 year, TBA, 4.000%	53,364	Ginnie Mae II Pool, 30 year, TBA, 3.500%	68,925
Ginnie Mae II Pool, 30 year, TBA, 4.000%	53,293	Ginnie Mae II Pool, 30 year, TBA, 3.000%	65,576
Ginnie Mae II Pool, 30 year, TBA, 4.000%	52,930	Ginnie Mae II Pool, 30 year, TBA, 4.000%	59,849
		Fannie Mae Pool, 30 year, TBA, 4.000%	53,364
		Ginnie Mae II Pool, 30 year, TBA, 4.000%	52,899

## Legg Mason Brandywine Global Fixed Income Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	291,317	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	347,867
United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	91,803	United States Treasury Note/Bond, 2.500%, due 2/15/2045	132,998
United States Treasury Floating Rate Note, 0.525%, due 4/30/2018	89,474	United States Treasury Floating Rate Note, 0.402%, due 7/31/2017	97,625
United Kingdom Gilt, 1.250%, due 7/22/2018	81,252	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	66,641
United States Treasury Floating Rate Note, 0.402%, due 7/31/2017	52,349	Italy Buoni Poliennali Del Tesoro, 5.000%, due 8/1/2039	55,413
European Investment Bank, 1.000%, due 8/17/2017	30,493	United States Treasury Note/Bond, 2.875%, due 5/15/2043	21,466
South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	13,011	Brazil Notas do Tesouro Nacional Serie F, Series NTN F, 10.000%, due 1/1/2023	9,655
Corp Andina de Fomento, 2.000%, due 5/10/2019	9,204	United Kingdom Gilt, 1.250%, due 7/22/2018	6,273
Mexican Bonos, Series M, 7.750%, due 11/13/2042	7,747	Brazil Notas do Tesouro Nacional Serie F, Series NTN F, 10.000%, due 1/1/2025	5,207
Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	5,441	New Zealand Government Bond, Series 0521, 6.000%, due 5/15/2021	4,591
Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	4,442	Mexican Bonos, Series M, 7.750%, due 11/13/2042	3,860
Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	3,726	Mexican Bonos, Series M 20, 8.500%, due 5/31/2029	3,475
		Poland Government Bond, Series 1023, 4.000%, due 10/25/2023	3,166
		South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	3,036
		United States Treasury Note/Bond, 3.000%, due 11/15/2045	2,789
		Malaysia Government Bond, Series 0315, 3.659%, due 10/15/2020	2,768
		New South Wales Treasury Corp, Series 24, 5.000%, due 8/20/2024	2,765
		Hungary Government Bond, Series 25/B, 5.500%, due 6/24/2025	2,119
		Queensland Treasury Corp, Series 25, 144A, 4.750%, due 7/21/2025	1,797
		Queensland Treasury Corp, Series 26, 144A, 3.250%, due 7/21/2026	1,796

^ Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Brandywine Global Fixed Income Absolute Return Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	326,181	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	323,206
United States Treasury Floating Rate Note, 0.509%, due 7/31/2018	150,581	United States Treasury Floating Rate Note, 0.402%, due 7/31/2017	286,147
United States Treasury Floating Rate Note, 0.525%, due 4/30/2018	39,104	Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2023	29,078
Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2027	26,001	Deutsche Bank AG/London, 1.227%, due 2/13/2017	22,672
Wells Fargo & Co, 1.740%, due 7/26/2021	18,898	Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2025	22,305
South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	14,628	Italy Buoni Poliennali Del Tesoro, 5.000%, due 8/1/2039	19,659
Santander UK Plc, 1.037%, due 9/29/2017	13,440	Abbey National Treasury Services Plc/United Kingdom, 1.013%, due 9/29/2017	13,440
United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	11,845	HBOS Plc, 1.152%, due 9/6/2017	11,956
Corp Andina de Fomento, 2.000%, due 5/10/2019	10,784	Hungary Government Bond, Series 23/A, 6.000%, due 11/24/2023	10,233
Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	7,057	Indonesia Treasury Bond, Series FR71, 9.000%, due 3/15/2029	10,213
Mexican Bonos, Series M, 4.750%, due 6/14/2018	6,171	Mexican Bonos, Series M, 6.250%, due 6/16/2016	10,110
Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	4,498	Mexican Bonos, Series M, 7.750%, due 11/13/2042	8,407
Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	3,773	Portugal Obrigacoes do Tesouro OT, 144A, 4.950%, due 10/25/2023	7,652
Mexican Bonos, Series M, 7.750%, due 11/13/2042	3,505	New Zealand Government Bond, Series 0521, 6.000%, due 5/15/2021	7,352
		Ford Motor Credit Co LLC, 4.207%, due 4/15/2016	6,890
		Queensland Treasury Corp, Series 24, 5.750%, due 7/22/2024	6,771
		South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	6,697
		Mexican Bonos, Series M, 4.750%, due 6/14/2018	6,142
		Malaysia Government Bond, Series 0315, 3.659%, due 10/15/2020	5,552
		Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	4,939

## Legg Mason Brandywine Global High Yield Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	18,947	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	13,879
Petrobras Global Finance BV, 8.750%, due 5/23/2026	3,482	Provincia de Buenos Aires/Argentina, 9.125%, due 3/16/2024	839
Digicel Group Ltd, 8.250%, due 9/30/2020	2,404	New Zealand Government Bond, Series 0427, 4.500%, due 4/15/2027	838
Brazilian Government International Bond, 5.000%, due 1/27/2045	2,384	United Kingdom Gilt, 5.000%, due 3/7/2025	767
Indonesia Government International Bond, 6.625%, due 2/17/2037	1,945	VanEck Vectors Oil Services ETF	749
Murphy Oil Corp, 6.875%, due 8/15/2024	1,856	Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2025	577
Telecom Italia Capital SA, 6.375%, due 11/15/2033	1,582	DuPont Fabros Technology LP, 5.875%, due 9/15/2021	498
Hexion Inc, 6.625%, due 4/15/2020	1,517	SPDR S&P Oil & Gas Exploration & Production ETF	487
Boise Cascade Co, 144A, 5.625%, due 9/1/2024	1,500	Air Canada, 6.750%, due 10/1/2019	436
DISH DBS Corp, 5.875%, due 11/15/2024	1,489	Cemex SAB de CV, 7.250%, due 1/15/2021	431
Sprint Corp, 7.250%, due 9/15/2021	1,482	Ally Financial Inc, 4.125%, due 2/13/2022	372
DISH DBS Corp, 5.000%, due 3/15/2023	1,455	FedEx Corp, 4.550%, due 4/1/2046	372
Valeant Pharmaceuticals International Inc, 6.125%, due 4/15/2025	1,445	Ball Corp, 5.000%, due 3/15/2022	369
Argentine Republic Government International Bond, 144A, 7.500%, due 4/22/2026	1,406	SoftBank Group Corp, 4.750%, due 7/30/2025	364
CIT Group Inc, 144A, 5.500%, due 2/15/2019	1,401	AmeriGas Partners LP / AmeriGas Finance Corp, 6.500%, due 5/20/2021	363
Virgin Media Secured Finance Plc, 4.875%, due 1/15/2027	1,384	Altice Luxembourg SA, 7.250%, due 5/15/2022	358
HealthSouth Corp, 5.750%, due 11/1/2024	1,350	Hess Corp, 8.125%, due 2/15/2019	340
Antero Resources Corp, 5.375%, due 11/1/2021	1,331	InterXion Holding NV, 6.000%, due 7/15/2020	324
AmeriGas Partners LP / AmeriGas Finance Corp, 5.875%, due 8/20/2026	1,260	Safway Group Holding LLC / Safway Finance Corp, 7.000%, due 5/15/2018	305
Dynegy Inc, 7.375%, due 11/1/2022	1,232	SFR Group SA, 7.375%, due 5/1/2026	303
Ineos Finance Plc, 4.000%, due 5/1/2023	1,153	CCO Holdings LLC / CCO Holdings Capital Corp, 5.250%, due 3/15/2021	296
AES Corp/VA, 7.375%, due 7/1/2021	1,153		
Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2027	1,106		
Petrobras Global Finance BV, 5.375%, due 1/27/2021	1,097		
Rowan Cos Inc, 4.750%, due 1/15/2024	1,097		
GLP Capital LP / GLP Financing II Inc, 5.375%, due 4/15/2026	1,095		
Unitymedia GmbH, 3.750%, due 1/15/2027	1,094		
T-Mobile USA Inc, 6.500%, due 1/15/2024	1,090		
JBS Investments GmbH, 7.250%, due 4/3/2024	1,060		
HCA Inc, 5.000%, due 3/15/2024	1,057		
Air Canada, 7.750%, due 4/15/2021	1,053		
Marfrig Holdings Europe BV, 8.000%, due 6/8/2023	1,048		
Chesapeake Energy Corp, 144A, 8.000%, due 12/15/2022	1,043		
VeriSign Inc, 4.625%, due 5/1/2023	1,032		
Fiat Chrysler Automobiles NV, 5.250%, due 4/15/2023	1,028		
SBA Communications Corp, 4.875%, due 7/15/2022	1,028		
DaVita Healthcare Partners Inc, 5.000%, due 5/1/2025	1,026		
Iron Mountain US Holdings Inc, 144A, 5.375%, due 6/1/2026	1,024		
Wind Acquisition Finance SA, 7.375%, due 4/23/2021	1,020		
Clear Channel Worldwide Holdings Inc, Series A, 6.500%, due 11/15/2022	1,016		
SFR Group SA, 6.000%, due 5/15/2022	1,014		
Hughes Satellite Systems Corp, 6.625%, due 8/1/2026	1,003		

## Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	138,453	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	158,284
United States Treasury Floating Rate Note, 0.509%, due 7/31/2018	57,951	United States Treasury Note/Bond, 2.500%, due 2/15/2045	65,407
United Kingdom Gilt, 1.250%, due 7/22/2018	41,858	Italy Buoni Poliennali Del Tesoro, 5.000%, due 8/1/2039	27,559
United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	26,600	United States Treasury Floating Rate Note, 0.509%, due 7/31/2018	15,772
Wells Fargo & Co, 1.740%, due 7/26/2021	8,939	United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	11,346
South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	8,131	United States Treasury Note/Bond, 2.875%, due 5/15/2043	10,147
Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2027	7,967	Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2023	7,733
United States Treasury Floating Rate Note, 0.377%, due 7/31/2017	7,340	United States Treasury Floating Rate Note, 0.387%, due 7/31/2017	7,347
Hewlett Packard Enterprise Co, 144A, 6.350%, due 10/15/2045	6,717	Deutsche Bank AG/London, 1.227%, due 2/13/2017	6,283
Apple Inc, 4.650%, due 2/23/2046	5,914	Brazil Notas do Tesouro Nacional Serie F, Series NTNFB, 10.000%, due 1/1/2025	4,313

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Brandywine Global Opportunistic Fixed Income Fund<sup>^</sup> – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Mexican Bonos, Series M, 7.750%, due 11/13/2042	5,406	TDA CAM 8 FTA 8, Class A, 0.000%, due 2/26/2049	2,037
Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	5,350	GAMMA Sociedade de Titularizacao de Creditos SA/Atlantes Mortgage Plc 3, Class A, 0.005%, due 8/20/2061	1,881
Bank Nederlandse Gemeenten NV, 144A, 0.743%, due 7/14/2017	4,936	ConocoPhillips Holding Co, 4.950%, due 3/15/2026	1,305
Corp Andina de Fomento, 2.000%, due 5/10/2019	4,690	ConocoPhillips Holding Co, 5.950%, due 3/15/2046	1,017
United States Treasury Floating Rate Note, 0.525%, due 4/30/2018	4,197	IM Pastor 4 FTA 4, Class A, 0.000%, due 3/22/2044	752
Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	3,188	IM Pastor 3 FTH 3, Class A, 0.009%, due 3/22/2043	513
Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	2,674	Hipocat 11 FTA, Series HIPO 11, Class A2, 0.000%, due 1/15/2050	475
Anadarko Petroleum Corp, 6.600%, due 3/15/2046	2,198	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2021	247
Berkshire Hathaway Inc, 3.125%, due 3/15/2026	1,986	Bancaja 11 Fondo de Titulizacion de Activos 11, Class A2, 0.000%, due 4/27/2050	144
Marathon Oil Corp, 5.200%, due 6/1/2045	1,522	GC Pastor Hipotecario 5 FTA 5, Class A2, 0.000%, due 6/21/2046	81

## Legg Mason Brandywine Global Sovereign Credit Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	494,611	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	625,343
United States Treasury Floating Rate Note, 0.509%, due 7/31/2018	261,515	United States Treasury Note/Bond, 2.500%, due 2/15/2045	256,794
Poland Government Bond, Series 0725, 3.250%, due 7/25/2025	116,919	United States Treasury Floating Rate Note, 0.402%, due 7/31/2017	235,417
Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2027	110,378	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2023	124,242
United Kingdom Gilt, 1.250%, due 7/22/2018	108,390	Poland Government Bond, Series 1020, 5.250%, due 10/25/2020	116,575
United States Treasury Floating Rate Note, 0.525%, due 4/30/2018	100,444	Italy Buoni Poliennali Del Tesoro, 5.000%, due 8/1/2039	65,324
United States Treasury Floating Rate Note, 0.402%, due 7/31/2017	93,227	Colombia Government International Bond, 5.000%, due 6/15/2045	24,675
Mexican Bonos, Series M, 7.750%, due 11/13/2042	45,864	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2027	19,081
South Africa Government Bond, Series 2048, 8.750%, due 2/28/2048	44,870	United States Treasury Note/Bond, 2.875%, due 8/1/2043	14,478
Malaysia Government Bond, Series 0416, 3.620%, due 11/30/2021	40,688	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2025	5,704
South Africa Government Bond, Series R214, 6.500%, due 2/28/2041	37,997	New Zealand Government Bond, Series 0423, 5.500%, due 4/15/2023	4,848
United States Treasury Floating Rate Note, 0.607%, due 1/31/2018	36,173	Mexican Bonos, Series M 20, 8.500%, due 5/31/2029	4,826
Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	20,266	Korea Treasury Bond, Series 1809, 5.750%, due 9/10/2018	4,805
Malaysia Government Bond, Series 0314, 4.048%, due 9/30/2021	9,409	Mexican Bonos, Series M 30, 8.500%, due 11/18/2038	4,797
		Portugal Obrigacoes do Tesouro OT, 144A, 3.850%, due 4/15/2021	4,343
		United Kingdom Gilt, 1.250%, due 7/22/2018	3,643
		Portugal Obrigacoes do Tesouro OT, 144A, 4.100%, due 4/15/2037	2,895

## Legg Mason Brandywine Global Income Optimiser Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	15,687	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	9,116
United Kingdom Gilt, 3.500%, due 1/22/2045	9,160	New Zealand Government Bond, Series 0427, 4.500%, due 4/15/2027	7,388
New Zealand Government Bond, Series 0427, 4.500%, due 4/15/2027	5,254	United Kingdom Gilt, 3.500%, due 1/22/2045	4,355
Indonesia Government International Bond, 6.625%, due 2/17/2037	3,141	Australia Government Bond, Series 137, 2.750%, due 4/21/2024	2,030
Australia Government Bond, 3.750%, due 4/21/2037	3,108	United States Treasury Note/Bond, 3.000%, due 5/15/2045	1,970
Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2027	2,272	Rural Hipotecario I Fondo De Titulizacion Hipotecaria 9, Class A2, 0.000%, due 2/17/2050	1,545
Canadian Government Bond, 2.250%, due 6/1/2025	1,917	United Kingdom Gilt, 5.000%, due 3/7/2025	1,544
United Kingdom Gilt, 5.000%, due 3/7/2025	1,632	New Zealand Government Bond, Series 1217, 6.000%, due 12/15/2017	1,285
Australia Government Bond, Series 138, 3.250%, due 4/21/2029	1,450	SPDR S&P Oil & Gas Exploration & Production ETF	986
Valeant Pharmaceuticals International Inc, 144A, 6.125%, due 4/15/2025	1,390	AT&T Inc, 4.750%, due 5/15/2046	956
JBS Investments GmbH, 7.250%, due 4/3/2024	1,367	Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2025	935
Mexican Bonos, Series M, 8.000%, due 12/7/2023	1,328	Cemex SAB de CV, 7.250%, due 1/15/2021	841
Telecom Italia Capital SA, 6.375%, due 11/15/2033	1,303	Anheuser-Busch In Bev Finance Inc, 4.900%, due 2/1/2046	824
United States Treasury Note/Bond, 2.000%, due 2/15/2025	1,188	Berkshire Hathaway Inc, 2.750%, due 3/15/2023	787
Petrobras Global Finance BV, 8.750%, due 5/23/2026	1,162	Italy Buoni Poliennali Del Tesoro, 1.500%, due 6/1/2025	771
Sprint Corp, 7.250%, due 9/15/2021	1,141	Interoute Finco Plc, 7.375%, due 10/15/2020	742
Digicel Group Ltd, 144A, 8.250%, due 9/30/2020	1,122	Hess Corp, 8.125%, due 2/15/2019	725
Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 6.020%, due 6/15/2026	1,074	Colombia Government International Bond, 5.000%, due 6/15/2045	651
FREMF 2014-K717 Mortgage Trust, Series 2014 K717, Class B, 144A, 3.754%, due 11/25/2047	1,059	QUALCOMM Inc, 4.800%, due 5/20/2045	635
United States Treasury Note/Bond, 3.000%, due 5/15/2045	1,052	United States Treasury Note/Bond, 2.000%, due 2/15/2025	634
Colorado Interstate Gas Co LLC / Colorado Interstate Issuing Corp, 144A, 4.150%, due 8/15/2026	1,032	Altice Luxembourg SA, 7.250%, due 5/15/2022	618
Hexion Inc, 6.625%, due 4/15/2020	1,020	Fedex Corp, 4.55%, due 4/1/2046	593
Marathon Oil Corp, 6.600%, due 10/1/2037	988	FREMF 2015-K47 Mortgage Trust, Series 2015 K47, Class B, 144A, 3.724%, due 6/25/2048	554
Brazil Notas do Tesouro Nacional Serie F, Series NTN, 10.000%, due 1/1/2025	955	Fannie Mae Connecticut Avenue Securities, 5.824%, due 10/25/2028	525
Wind Acquisition Finance SA, 144A, 7.375%, due 4/23/2021	954	Diamond Finance Corp, 8.350%, due 7/15/2046	525
Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	934	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 HQ1, Class M3, 4.325%, due 3/25/2025	524
FREMF 2015-K47 Mortgage Trust, Series 2015 K47, Class B, 144A, 3.724%, due 6/25/2048	914	Banc of America Commercial Mortgage Trust 2007-3, Series 2007 3, Class B, 5.566%, due 6/10/2049	519
WR Grace & Co-Conn, 144A, 5.125%, due 10/1/2021	874	Stryker Corp, 3.500%, due 3/15/2026	514
		Petroleos Mexicanos, 5.625%, due 1/23/2046	493

## Legg Mason Brandywine Global Credit Opportunities Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	16,310	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	17,562
Brazil Notas do Tesouro Nacional Serie F, 10.000%, due 1/1/2025	4,077	TDA CAM 7 FTA 7, Class A2, 0.000%, due 2/26/2049	4,788
United States Treasury Bill, zero coupon, due 9/22/2016	3,579	TDA CAM 5 FTA 5, Class A, 0.000%, due 10/26/2043	4,591
Exxon Mobil Corp, 3.043%, due 1/3/2026	3,570	United Kingdom Gilt, 5.000%, due 3/7/2025	4,342
Fondo de Titulizacion de Activos UCI 16, zero coupon, perpetual	3,465	Brazil Notas do Tesouro Nacional Serie F, 10.000%, due 1/1/2025	3,991
FREMF 2016-K54 Mortgage Trust, 4.051%, due 2/25/2026	2,697	Fondo de Titulizacion de Activos UCI 16, zero coupon, perpetual	3,596
VanEck Vectors Oil Service ETF	2,159	Exxon Mobil Corp, 3.043%, due 3/1/2026	3,593

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Brandywine Global Credit Opportunities Fund^ – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Indonesia Government International Bond, 6.625%, due 2/17/2037	2,061	New Zealand Government Bond, Series 0427, 4.500%, due 4/15/2027	3,314
IM Pastor 3 FTH, zero coupon, 3/22/2043	1,997	Citigroup Commercial Mortgage Trust 2007-C6, Series 2007 C6, Class A1FX, 144A, 5.714%, due 7/10/2017	3,156
Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 HQA1, Class M3, 6.874%, due 9/25/2028	1,990	Kildare Securities Ltd, Series 2007 1, Class A3, 0.084%, due 12/10/2043	2,710
Fannie Mae Connecticut Avenue Securities, 5.824%, due 10/25/2028	1,860	Magellan Mortgages No4 Plc 4, Class A, 0.138%, due 7/20/2059	2,655
Wells Fargo Commercial Mortgage Trust 2016-BNK1, 3.071% due 8/15/2049	1,840	TDA CAM 4 FTA 4, Class B, 0.109%, due 6/26/2039	2,646
New Zealand Government Bond, Series 0427, 4.500%, due 4/15/2027	1,777	Lusitano Mortgages No6 Ltd 6, Class A, 0.072%, due 3/15/2060	2,603
Brazilian Government International Bond, 5.000%, due 1/27/2045	1,737	VanEck Vectors Oil Services ETF	2,186
FREMF 2015-K44 Mortgage Trust, Series 2015 K44, Class B, 144A, 3.811%, due 1/25/2048	1,692	IM Pastor 3 FTH, zero coupon, 3/22/2043	2,137
Berkshire Hathaway Inc, 2.750%, due 3/15/2023	1,680	Fannie Mae Connecticut Avenue Securities, 5.824%, due 10/25/2028	1,950
Diamond 1 Finance Corp / Diamond 2 Finance Corp, 144A, 6.020%, due 6/15/2026	1,469	TDA CAM 9 FTA 9, Class A3, 0.042%, due 4/28/2050	1,925
Indonesia Treasury Bond, Series FR56, 8.375%, due 9/15/2026	1,469	Wells Fargo Commercial Mortgage Trust 2016-BNK1, 3.071% due 8/15/2049	1,835
Mexican Bonos, Series M, 8.000%, due 12/7/2023	1,464	United States Treasury Bill, zero coupon, due 5/19/2016	1,700
Petrobras Global Finance BV, 8.750%, due 5/23/2026	1,419	Berkshire Hathaway Inc, 2.750%, due 3/15/2023	1,689
Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA2, Class M3, 5.174%, due 10/25/2028	1,200	Wachovia Bank Commercial Mortgage Trust Series 2006-C27, Series 2006 C27, Class AJ, 5.825%, due 7/15/2045	1,529
Petroleos Mexicanos, 5.500%, due 6/27/2044	1,140	RMAC Securities No 1 Plc, Series 2006 NS4X, Class B1C, 0.725%, due 6/12/2044	1,269
Petrobras Global Finance BV, 5.750%, due 1/20/2020	1,137	Petroleos Mexicanos, 5.500%, due 6/27/2044	1,261
Merrill Lynch Mortgage Investors Trust Series 2007-MLN1, Series 2007 MLN1, Class A2B, 0.704%, due 3/25/2037	1,081	Wachovia Bank Commercial Mortgage Trust Series 2006-C29, Series 2006 C29, Class AJ, 5.368%, due 11/15/2048	1,260
Stryker Corp, 4.625%, due 3/15/2046	984	VOLT XXXIII LLC, Series 2015 NPL5, Class A2, 144A, 4.250%, due 3/25/2055	1,187
Fannie Mae Connecticut Avenue Securities, Series 2016 C04, Class 1M2, 4.774%, due 1/25/2029	965	SPDR S&P Oil & Gas Exploration & Production ETF	1,081
Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2016 DNA3, Class M3, 5.524%, due 12/25/2028	950	TDA CAM 8 FTA 8, Class A, 0.000%, due 2/26/2049	1,024
IM Pastor 4 FTA, zero coupon, due 3/22/2044	923	Alba 2007-1 Plc, Series 2007 1, Class D, 1.085%, due 3/17/2039	994
Commercial Mortgage Trust 2007-GG9, Series 2007 GG9, Class AJ, 5.505%, due 3/10/2039	914	Stryker Corp, 4.625%, due 3/15/2046	993
FREMF 2015-K50 Mortgage Trust, Series 2015 K50, Class B, 144A, 3.908%, due 10/25/2048	911		
SPDR S&P Oil & Gas Exploration & Production ETF	871		
Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2015 DNA2, Class M3, 4.424%, due 12/25/2027	867		
Digicel Group Ltd, 7.125%, due 4/1/2022	798		

## Legg Mason Brandywine Global Dynamic US Equity Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	127	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	130
Gilead Sciences Inc	66	Dow Chemical Co/The	81
Biogen Inc	61	General Motors Co	64
Time Warner Inc	49	Lockheed Martin Corp	64
iShares Russell 1000 Value ETF	48	Phillips 66	60
Express Scripts Holding Co	42	Anthem Inc	45
Mondelez International Inc	34	Aflac Inc	43
American Express Co	34	iShares Russell 1000 Value ETF	42
eBay Inc	31	Archer-Daniels-Midland Co	34
Target Corp	24	Thomson Reuters Corp	33
Prudential Financial Inc	21	Illinois Tool Works Inc	31
Baxter International Inc	20	Omnicom Group Inc	25
Carnival Corp	19	Delphi Automotive Plc	25
Marsh & McLennan Cos Inc	17	Hartford Financial Services Group Inc/The	25
QUALCOMM Inc	17	Raytheon Co	24
Cisco Systems Inc	16	Prudential Financial Inc	23
Applied Materials Inc	16	Marathon Petroleum Corp	21
General Dynamics Corp	15	Eaton Corp Plc	20
Lockheed Martin Corp	15	Cisco Systems Inc	17
Discover Financial Services	14	T Rowe Price Group Inc	15
Tyson Foods Inc 'A'	14	Humana Inc	14
Delta Air Lines Inc	13	Viacom Inc 'B'	14
Northrop Grumman Corp	13	Bank of New York Mellon Corp/The	14
Boeing Co/The	13	American International Group Inc	14
Emerson Electric Co	12	Tesoro Corp	14
		Principal Financial Group Inc	13
		JPMorgan Chase & Co	13
		Mosaic Co/The	13
		Valspar Corp/The	13

## Legg Mason ClearBridge Value Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
MetLife Inc	7,759	Albemarle Corp	8,200
Allergan Plc	7,686	EMC Corp/MA	6,851
Alphabet Inc	6,415	Steel Dynamics Inc	6,127
Exelon Corp	4,068	AbbVie Inc	5,312
Mylan NV	3,602	American International Group Inc	4,906
Mosaic Co/The	2,888	Perrigo Co Plc	4,735
Synchrony Financial	2,392	PulteGroup Inc	4,120
Alexion Pharmaceuticals Inc	2,366	eBay Inc	3,043
Realogy Holdings Corp	2,030	American Homes 4 Rent 'A'	2,892

^ Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason ClearBridge Value Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Stericycle Inc	1,723	Yahoo! Inc	2,666
Biogen Inc	1,340	Apache Corp	2,246
Wells Fargo & Co	1,246	Merck & Co Inc	2,114
Perrigo Co Plc	1,169	Express Scripts Holding Co	2,024
Ralph Lauren Corp 'A'	545	Discover Financial Services	1,869
		Devon Energy Corp	1,577
		UnitedHealth Group Inc	1,186
		Calpine Corp	1,134
		Microsoft Corp	1,039
		Amgen Inc	897
		Oracle Corp	875

## Legg Mason ClearBridge Growth Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
JPMorgan Chase & Co	139	Bristol-Myers Squibb Co	166
Colgate-Palmolive Co	112	Facebook Inc 'A'	144
American Express Co	112	Lowe's Cos Inc	138
Intercontinental Exchange Inc	92	Brown-Forman Corp	134
Allergan Plc	81	Veeva Systems Inc 'A'	126
Visa Inc	80	Ralph Lauren Corp 'A'	105
IHS Markit Ltd	62	Aetna Inc	101
Schlumberger Ltd	61	Tesla Motors Inc	87
Microsoft Corp	52	Blue Buffalo Pet Products Inc	83
Boston Beer Co Inc/The	50	Las Vegas Sands Corp	81
Ultragenyx Pharmaceutical Inc	49	Universal Display Corp	68
ICON Plc	33	Mettler-Toledo International Inc	56
Sinclair Broadcast Group Inc 'A'	28	Mobileye NV	51
Affiliated Managers Group Inc	25	ICON Plc	47
Albemarle Corp	22	Colgate-Palmolive Co	45
Aetna Inc	14		
athenahealth Inc	13		
Mobileye NV	13		
Twitter Inc	10		

## Legg Mason ClearBridge Global Equity Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Encana Corp	197	Nestle SA	97
BASF SE	178	Unilever NV	83
Rio Tinto Ltd	171	Teva Pharmaceutical Industries Ltd ADR	71
Royal Dutch Shell Plc 'A'	164	Kyocera Corp	66
Thyssenkrupp AG	163	BP Plc	61
DR Horton Inc	158	Deutsche Telekom AG	61
Standard Chartered Plc	157	Fabrinet	60
Calpine Corp	156	Rexel SA	57
Samsung Electronics Co Ltd	146	Sanofi	53
BNP Paribas SA	135	Allianz SE	51
Amec Foster Wheeler Plc	135	Orkla ASA	50
TOTAL SA	132	CVS Health Corp	50
Halliburton Co	132	Japan Airlines Co Ltd	50
Sony Corp	127	Vodafone Group Plc	49
BP Plc	124	Amgen Inc	48
China Construction Bank Corp 'H'	117	MetLife Inc	48
Credit Suisse Group AG	116	Telefonaktiebolaget LM Ericsson	42
Coca-Cola Amatil Ltd	115	Saft Groupe SA	42
Novartis AG	111	Sony Corp	38
Diageo Plc	110	Kesko OYJ	37
Invesco Ltd	110	Laird Plc	35
Whitbread Plc	108	Koninklijke KPN NV	35
Akzo Nobel NV	108	Baoxin Auto Group Ltd	35
Incitec Pivot Ltd	106	Engie SA	35
Barclays Plc	106	Carnival Corp	33
GlaxoSmithKline Plc	105	Pacific Online Ltd	29
Greatview Aseptic Packaging Co Ltd	104	Danone SA	27
Apache Corp	102	Citizens Financial Group Inc	26
AT&T Inc	101	Lloyds Banking Group Plc	26
Citigroup Inc	95	Veeco Instruments Inc	26
ICADE	94	Toshiba Corp	21
JPMorgan Chase & Co	93	Belle International Holdings Ltd	16
Tarkett SA	92		
Alcoa Inc	90		
AP Moeller – Maersk A/S 'B'	89		
Sumitomo Mitsui Financial Group Inc	88		
voestalpine AG	87		
Daiwa Securities Group Inc	86		
Chiba Bank Ltd/The	86		
ANTA Sports Products Ltd	85		
Adecco Group AG	84		
Schneider Electric SE	81		
Emerson Electric Co	81		

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# Statement of Major Portfolio Changes – (continued)

## Legg Mason ClearBridge Global Equity Fund^ – (continued)

<b>MAJOR PURCHASES</b>	<b>COST (in 000's) \$</b>
HeidelbergCement AG	80
Bouygues SA	80
CIFI Holdings Group Co Ltd	76
AXA SA	70
POSCO	70
TDK Corp	69
Wienerberger AG	69
Danone SA	68

## Legg Mason ClearBridge Global Equity Income Fund^

<b>MAJOR PURCHASES</b>	<b>COST (in 000's) \$</b>	<b>MAJOR SALES</b>	<b>PROCEEDS (in 000's) \$</b>
Rio Tinto Ltd	73	Unilever NV	91
BASF SE	70	Imperial Brands Plc	78
Novartis AG	54	Petrofac Ltd	76
Amec Foster Wheeler Plc	51	Orkla ASA	68
Gaztransport Et Technigaz SA	50	Vodafone Group Plc	67
Royal Dutch Shell Plc 'A'	50	Selvaag Bolig ASA	52
Coca-Cola Amatil Ltd	48	Kesko OYJ	52
Invesco Ltd	45	Microsoft Corp	51
Whitbread Plc	44	Engie SA	41
Credit Suisse Group AG	43	Grendene SA	37
Mapletree Logistics Trust	32	Mitie Group Plc	37
Kemira OYJ	30	Pacific Online Ltd	34
publity AG	25	Deutsche Telekom AG	32
Shenzhen International Holdings Ltd	23	BP Plc	29
CSE Global Ltd	22	Premier Farnell Plc	28
IGM Financial Inc	22	Nihon House Holdings Co Ltd	24
Sulzer AG	14	Laird Plc	22
Potash Corp of Saskatchewan Inc	14	ONEOK Inc	16
Ascendas India Trust	13	Laura Ashley Holdings Plc	15
GlaxoSmithKline Plc	12	Debenhams Plc	12
BP Plc	11		
Merck & Co Inc	10		
Eaton Corp Plc	10		
Emerson Electric Co	10		

## Legg Mason ClearBridge US Appreciation Fund

<b>MAJOR PURCHASES</b>	<b>COST (in 000's) \$</b>	<b>MAJOR SALES</b>	<b>PROCEEDS (in 000's) \$</b>
Schlumberger Ltd	1,043	Walt Disney Co/The	1,839
International Business Machines Corp	837	MetLife Inc	1,811
US Bancorp	638	Microsoft Corp	1,691
Autoliv Inc	512	Comcast Corp 'A'	1,655
Becton Dickinson and Co	391	Home Depot Inc/The	1,601
United Parcel Service Inc 'B'	331	Travelers Cos Inc/The	1,535
PepsiCo Inc	319	Berkshire Hathaway Inc	1,496
Oracle Corp	276	Citigroup Inc	1,372
Sempra Energy	255	PPG Industries Inc	1,359
Waste Management Inc	191	CVS Health Corp	1,320
Automatic Data Processing Inc	158	Synchrony Financial	1,317
		Apple Inc	1,208
		Wells Fargo & Co	1,205
		EMC Corp	1,166
		Visa Inc	1,148
		Schlumberger Ltd	1,148
		JPMorgan Chase & Co	1,090
		UnitedHealth Group Inc	1,085
		Johnson & Johnson	1,006
		Roche Holding AG ADR	968
		Exxon Mobil Corp	924
		Merck & Co Inc	897
		Facebook Inc 'A'	854
		Pfizer Inc	771
		General Electric Co	766
		Blackstone Group LP/The	716
		TJX Cos Inc/The	715
		Alphabet Inc 'C'	666
		Amgen Inc	640
		Occidental Petroleum Corp	600
		Ecolab Inc	590
		Mondelez International Inc	575
		Celgene Corp	569
		Alphabet Inc 'A'	564
		Automatic Data Processing Inc	561
		3M Co	560
		Honeywell International Inc	552
		Weatherford International Plc	551
		Wal-Mart Stores Inc	518
		AT&T Inc	512

^ Not authorised for sale to the public in Hong Kong.



## Statement of Major Portfolio Changes – (continued)

### Legg Mason ClearBridge US Large Cap Growth Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Schlumberger Ltd	8,495	Schlumberger Ltd	7,438
Alexion Pharmaceuticals Inc	3,401	LinkedIn Corp 'A'	5,607
Palo Alto Networks Inc	3,388	Citrix Systems Inc	3,338
Walt Disney Co/The	3,171	Apple Inc	1,680
Alphabet Inc 'C'	2,912	Texas Instruments Inc	1,168
Celgene Corp	2,876	Amazon.com Inc	726
CVS Health Corp	2,762	Cameron International Corp	642
Fortinet Inc	2,659	CVS Health Corp	513
Microsoft Corp	2,463	Microsoft Corp	489
Amazon.com Inc	2,452	Comcast Corp 'A'	466
United Parcel Service Inc 'B'	2,265	Alphabet Inc 'C'	457
Zoetis Inc	2,134	UnitedHealth Group Inc	448
Regeneron Pharmaceuticals Inc	2,049	Home Depot Inc/The	445
Twenty-First Century Fox Inc	1,959	Celgene Corp	439
Anheuser-Busch InBev SA/NV ADR	1,730	Visa Inc	435
Visa Inc	1,651	Zoetis Inc	407
Comcast Corp 'A'	1,647	Akamai Technologies Inc	393
Home Depot Inc/The	1,631	Facebook Inc 'A'	380
UnitedHealth Group Inc	1,539	Johnson & Johnson	361
Charles Schwab Corp/The	1,501	Coca-Cola Co/The	354
Akamai Technologies Inc	1,436	BlackRock Inc	353
Facebook Inc 'A'	1,408		
BlackRock Inc	1,369		
LinkedIn Corp 'A'	1,346		
Alphabet Inc 'A'	1,311		
Coca-Cola Co/The	1,296		
Johnson & Johnson	1,231		
Thermo Fisher Scientific Inc	1,197		
Biogen Inc	1,191		
Red Hat Inc	1,143		
Apple Inc	1,134		
Ecolab Inc	1,113		
Adobe Systems Inc	1,111		
General Electric Co	1,072		
Aetna Inc	1,055		
Bristol-Myers Squibb Co	1,054		
PayPal Holdings Inc	1,024		
Rockwell Collins Inc	996		
Monsanto Co	978		
Texas Instruments Inc	952		
WW Grainger Inc	950		
Yum! Brands Inc	950		
Nasdaq Inc	892		
American Express Co	879		

### Legg Mason ClearBridge US Aggressive Growth Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Digital Corp	18,285	SanDisk Corp	125,062
Twitter Inc	4,507	Autodesk Inc	97,416
		Citrix Systems Inc	76,404
		Amgen Inc	55,748
		UnitedHealth Group Inc	52,554
		Biogen Inc	46,576
		Fluor Corp	40,746
		Newfield Exploration Co	40,721
		Anadarko Petroleum Corp	36,841
		Allergan plc	34,695
		Comcast Corp 'A'	31,245
		Broadcom Ltd	24,305
		Freeport-McMoRan Inc	22,857
		Vertex Pharmaceuticals Inc	18,827
		Core Laboratories NV	17,631
		Seagate Technology Plc	11,275
		Ionis Pharmaceuticals Inc	7,464
		Facebook Inc 'A'	5,724
		Discovery Communications Inc 'A'	5,178
		ImmunoGen Inc	2,380

### Legg Mason ClearBridge Tactical Dividend Income Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
MetLife Inc	1,028	Dominion Resources Inc/VA, Series A	798
AstraZeneca Plc ADR	714	Seagate Technology Plc	723
Dow Chemical Co/The	532	Liberty Property Trust	603
Anadarko Petroleum Corp	474	Kimberly-Clark Corp	510
Plains GP Holdings LP 'A'	441	Inland Real Estate Corp	456
VTI Energy Partners LP	303	EPR Properties	398
Golar LNG Partners LP	217	Regal Entertainment Group 'A'	354
Simon Property Group Inc	192	Brookfield Infrastructure Partners LP	301
National CineMedia Inc	180	Microsoft Corp	298



# Statement of Major Portfolio Changes – (continued)

## Legg Mason ClearBridge Tactical Dividend Income Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Bristol-Myers Squibb Co	162	General Electric Co	241
Dynagas LNG Partners LP	132	Macquarie Infrastructure Corp	234
International Paper Co	130	GlaxoSmithKline Plc ADR	218
Pfizer Inc	119	Starwood Property Trust Inc	194
Microchip Technology Inc	117	PPL Corp	185
Alexandria Real Estate Equities Inc	104	Bristol-Myers Squibb Co	180
Intel Corp	99	American Tower Corp, Series A	177
Cisco Systems Inc	93	Procter & Gamble Co/The	170
Apple Inc	88	Microchip Technology Inc	134
Johnson & Johnson	85	Highwoods Properties Inc	129
General Electric Co	80	Maxim Integrated Products Inc	115
		Emerson Electric Co	76

## Legg Mason ClearBridge US Equity Sustainability Leaders Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Lowe's Cos Inc	55	Roche Holding AG ADR	27
Alphabet Inc 'A'	55	Citizens Financial Group Inc	17
US Bancorp	54	Trex Co Inc	4
Apple Inc	50		
NextEra Energy Inc	50		
CVS Health Corp	49		
Costco Wholesale Corp	48		
Becton Dickinson and Co	48		
Microsoft Corp	47		
Ecolab Inc	46		
Walt Disney Co/The	45		
UnitedHealth Group Inc	44		
Discover Financial Services	44		
3M Co	42		
NIKE Inc	40		
BlackRock Inc	39		
Automatic Data Processing Inc	39		
Starbucks Corp	29		
Trex Co Inc	29		
Centene Corp	27		
MEDNAX Inc	26		
Intel Corp	25		
Biogen Inc	25		
Vestas Wind Systems A/S ADR	24		
Autodesk Inc	24		
Rockwell Automation Inc	24		
VWV Grainger Inc	24		
Charles Schwab Corp/The	23		
Brookfield Renewable Energy Partners LP/CA	22		
MAXIMUS Inc	22		
Herman Miller Inc	20		
Whole Foods Market Inc	19		
Shire Plc ADR	19		
Check Point Software Technologies Ltd	19		
Alexion Pharmaceuticals Inc	17		
WABCO Holdings Inc	16		
Mentor Graphics Corp	16		

## Legg Mason Opportunity Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	65,731	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	77,522
Valeant Pharmaceuticals International Inc	12,360	Gilead Sciences Inc	11,158
Endo International Plc	10,538	Citigroup Inc	10,263
OneMain Holdings Inc 'A'	7,159	KB Home	9,667
Endurance International Group Holdings Inc	482	Apple Inc	9,067
Genworth Financial Inc 'A'	307	Alibaba Group Holding Ltd ADR	8,280
		Cigna Corp	8,268
		Amazon.com Inc	7,322
		Groupon Inc 'A'	7,093
		Seagate Technology Plc	6,218
		Delta Air Lines Inc	3,909
		United Continental Holdings Inc	3,615
		PulteGroup Inc	3,500
		American Airlines Group Inc	3,269
		Lennar Corp	3,233
		NXP Semiconductors NV	2,804
		Pandora Media Inc	2,090
		Platform Specialty Products Corp	1,884
		JD.com Inc ADR	1,786
		Fiat Chrysler Automobiles NV	1,772

^ Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Royce US Small Cap Opportunity Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	111,102	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	102,096
Brookdale Senior Living Inc	3,761	Silicon Graphics International Corp	5,378
Boff Holding Inc	2,746	Krispy Kreme Doughnuts Inc	4,157
Ciena Corp	2,622	Elizabeth Arden Inc	4,048
RSP Permian Inc	2,594	Kraton Performance Polymers Inc	3,696
Sucampo Pharmaceuticals Inc 'A'	2,482	US Concrete Inc	3,544
Atlas Air Worldwide Holdings Inc	2,464	Federal Signal Corp	3,051
Wayfair Inc	2,420	Virgin America Inc	2,999
Greenbrier Cos Inc/The	2,336	OraSure Technologies Inc	2,959
DSW Inc	2,258	Ingram Micro Inc	2,860
Restoration Hardware Holdings Inc	2,170	Iridium Communications Inc	2,674
FreightCar America Inc	2,051	A Schulman Inc	2,643
Radian Group Inc	1,954	Gibraltar Industries Inc	2,621
Skechers U.S.A. Inc	1,937	Insteel Industries Inc	2,447
Analogic Corp	1,906	Checkpoint Systems Inc	2,398
Bill Barrett Corp	1,846	Astec Industries Inc	2,354
Boise Cascade Co	1,681	Inphi Corp	2,256
DiamondRock Hospitality Co	1,646	Mattson Technology Inc	2,252
Helix Energy Solutions Group Inc	1,360	QLogic Corp	2,251
Lumber Liquidators Holdings Inc	1,326	Axiall Corp	2,194

## Legg Mason Royce US Smaller Companies Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	8,814	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	6,690
Caleres Inc	4,330	Saia Inc	3,208
Marcus & Millichap Inc	2,868	UniFirst Corp/MA	3,113
Deckers Outdoor Corp	2,574	Fabrinet	2,869
Robert Half International Inc	2,426	Deckers Outdoor Corp	2,862
UniFirst Corp/MA	2,264	Thor Industries Inc	2,857
TrueBlue Inc	2,245	MKS Instruments Inc	2,732
j2 Global Inc	2,093	Ritchie Bros Auctioneers Inc	2,342
NetScout Systems Inc	1,874	Bio-Techne Corp	2,243
Apogee Enterprises Inc	1,842	Federal Signal Corp	2,096
Orbotech Ltd	1,807	Monotype Imaging Holdings Inc	2,039
Virtus Investment Partners Inc	1,796	Minerals Technologies Inc	1,817
Lazard Ltd 'A'	1,772	CIRCOR International Inc	1,758
Federated Investors Inc	1,685	John Bean Technologies Corp	1,735
AVG Technologies NV	1,664	AVG Technologies NV	1,728
Aceto Corp	1,663	Cal-Maine Foods Inc	1,693
G-III Apparel Group Ltd	1,624	Federated Investors Inc	1,615
Saia Inc	1,605	Lazard Ltd 'A'	1,524
RBC Bearings Inc	1,444	Nanometrics Inc	1,459
Buckle Inc/The	1,335	G-III Apparel Group Ltd	1,454
Methode Electronics Inc	1,314	Rofin-Sinar Technologies Inc	1,358
Houlihan Lokey Inc	1,302	Reliance Steel & Aluminum Co	1,350
Artisan Partners Asset Management Inc	1,266	Gentex Corp	1,319
Mentor Graphics Corp	1,248	Steelcase Inc	1,284
Greenbrier Cos Inc/The	1,234	Genworth MI Canada Inc	1,281
Lydall Inc	1,232	MSC Industrial Direct Co Inc 'A'	1,145
Cabot Microelectronics Corp	1,151	Mentor Graphics Corp	1,083
Genesco Inc	1,086	Methode Electronics Inc	1,016
Fitbit Inc 'A'	1,039	EW Scripps Co/The 'A'	1,016
Rudolph Technologies Inc	1,033	FEI Co	966
Gentex Corp	1,009	Drew Industries Inc	953
Pason Systems Inc	992	Hyster-Yale Materials Handling Inc	839
Cal-Maine Foods Inc	989	Virtus Investment Partners Inc	805
Steelcase Inc	959		
IPG Photonics Corp	956		
Landstar System Inc	942		
Tessera Technologies Inc	904		
Industrias Bachoco SAB de CV	898		
Movado Group Inc	898		
Minerals Technologies Inc	857		
Vera Bradley Inc	852		
Federal Signal Corp	821		

## Legg Mason QS MV European Equity Growth and Income Fund

MAJOR PURCHASES	COST (in 000's) €	MAJOR SALES	PROCEEDS (in 000's) €
ICA Gruppen AB	1,150	Reckitt Benckiser Group Plc	1,674
ProSiebenSat.1 Media SE	1,135	Rexel SA	1,668
STMicroelectronics NV	1,050	Rexam Plc	1,663
Red Electrica Corporacion SA	1,020	Telenet Group Holding NV	1,564
Persimmon Plc	1,014	Hiscox Ltd	1,488
easyJet Plc	583	Syngenta AG	1,477
Telefonica Deutschland Holding AG	564	Sky Plc	1,416
Sydbank A/S	471	BT Group Plc	1,199
		Tele2 AB	1,183



# Statement of Major Portfolio Changes – (continued)

## Legg Mason QS MV European Equity Growth and Income Fund – (continued)

### MAJOR SALES

	PROCEEDS (in 000's) €
UBS Group AG	1,157
Siemens AG	1,152
BHP Billiton Plc	1,040
WPP Plc	934
easyJet Plc	922
Legal & General Group Plc	920
IG Group Holdings Plc	877
Engie SA	872
ABB Ltd	867
Anheuser-Busch InBev SA/NV	857
PSP Swiss Property AG	812
Fortum OYJ	806
Zurich Insurance Group AG	784
Axel Springer SE	772
CNP Assurances	766
Gas Natural SDG SA	759
British American Tobacco Plc	755
Swedbank AB 'A'	713
Givaudan SA	705
Berkeley Group Holdings Plc	689
Tate & Lyle Plc	659
EDP – Energias de Portugal SA	656
Wm Morrison Supermarkets Plc	642
Abertis Infraestructuras SA	634
Talanx AG	615
RTL Group SA	604
Koninklijke Ahold NV	588
BP Plc	573
Next Plc	569

## Legg Mason QS MV Asia Pacific ex Japan Equity Growth and Income Fund

### MAJOR PURCHASES

iShares Asia/Pacific Dividend ETF

**COST**  
(in 000's) \$  
881

### MAJOR SALES

	PROCEEDS (in 000's) \$
Globe Telecom Inc	420
Woodside Petroleum Ltd	361
Asustek Computer Inc	355
Anhui Expressway Co Ltd 'H'	351
Coway Co Ltd	351
Singapore Telecommunications Ltd	322
Malayan Banking Bhd	320
Tenaga Nasional Bhd	320
Li & Fung Ltd	302
Taiwan Cement Corp	283
Kia Motors Corp	281
China Steel Corp	273
Tabcorp Holdings Ltd	268
Inventec Corp	254
Telekom Malaysia Bhd	246
Fortune Real Estate Investment Trust	245
Samsung Life Insurance Co Ltd	244
Jasmine International PCL, NVDR	238
Oversea-Chinese Banking Corp Ltd	217
Philippine Long Distance Telephone Co	196
DiGi.Com Bhd	193
Dexus Property Group	192
Maxis Bhd	188
First Financial Holding Co Ltd	184
Astra International Tbk PT	183
Axiata Group Bhd	173
Cheung Kong Property Holdings Ltd	162
Radiant Opto-Electronics Corp	159
SATS Ltd	134
Bank of Chongqing Co Ltd 'H'	126
UEM Edgenta Bhd	109
Globetronics Technology BHD	104

## Legg Mason QS Emerging Markets Equity Fund

### MAJOR PURCHASES

Telekomunikasi Indonesia Persero Tbk PT  
Astra International Tbk PT  
Bidvest Group Ltd/The  
China Mobile Ltd  
Formosa Petrochemical Corp  
JD.com Inc ADR  
Waskita Karya Persero Tbk PT  
Advanced Info Service PCL  
Bank Central Asia Tbk PT  
PLDT Inc  
Semen Indonesia Persero Tbk PT  
Bank Rakyat Indonesia Persero Tbk PT

**COST**  
(in 000's) \$  
101  
91  
87  
73  
66  
64  
58  
56  
53  
48  
41  
40

### MAJOR SALES

Credicorp Ltd  
Ecopetrol SA  
Bid Corp Ltd  
SACI Falabella  
Perusahaan Gas Negara Persero Tbk  
Sberbank of Russia  
PTT PCL  
Cencosud SA  
China Mobile Ltd  
Empresas CMPC SA  
OTP Bank Plc  
Mobile TeleSystems PJSC ADR

133  
110  
105  
105  
100  
91  
70  
68  
66  
66  
60  
59



# Statement of Major Portfolio Changes – (continued)

## Legg Mason QS Emerging Markets Equity Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Unilever Indonesia Tbk PT	40	Siam Cement PCL/The, Foreign	59
Bid Corp Ltd	38	MMC Norilsk Nickel PJSC ADR	58
PTT Global Chemical PCL	36	United Tractors Tbk PT	56
JG Summit Holdings Inc	35	Bidvest Group Ltd/The	53
Bank Mandiri Persero Tbk PT	34	MTN Group Ltd	53
Robinson Department Store PCL	34	Arcelik AS	51
Sinopharm Group Co Ltd 'H'	33	Aboitiz Power Corp	50
China Railway Construction Corp Ltd 'H'	33	Cielo SA	48
Ctrip.com International Ltd ADR	32		
Matahari Department Store Tbk PT	32		
Celltrion Inc	29		
Alibaba Group Holding Ltd ADR	29		
Commercial International Bank Egypt SAE	28		
AKR Corporindo Tbk PT	28		
CGN Power Co Ltd 'H', 144A	27		
Globe Telecom Inc	27		
Grupo Televisa SAB	26		
Indocement Tungal Prakarsa Tbk PT	25		

## Legg Mason QS MV Global Equity Growth and Income Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
DUET Group	123	Wesfarmers Ltd	128
Starwood Property Trust Inc	119	Potash Corp of Saskatchewan Inc	122
Tongyang Life Insurance Co Ltd	118	Trade Me Group Ltd	122
Barratt Developments Plc	116	BOC Hong Kong Holdings Ltd	118
Wal-Mart de Mexico SAB de CV	113	Kesko OYJ	113
Turk Traktor ve Ziraat Makinaleri AS	112	Oversea-Chinese Banking Corp Ltd	111
Bank Hapoalim BM	110	Legal & General Group Plc	110
HSBC Holdings Plc	109	Rexel SA	109
Persimmon Plc	97	Portucel SA	101
Kohl's Corp	88	DuPont Fabros Technology Inc	101
Woori Bank	82	Li & Fung Ltd	95
Santam Ltd	79	Rio Tinto Plc	94
GlaxoSmithKline Plc	77	Next Plc	84
CNA Financial Corp	76	Cia Energetica de Minas Gerais	80
B&G Foods Inc	76	MTN Group Ltd	80
ComfortDelGro Corp Ltd	75	Kimberly-Clark de Mexico SAB de CV	71
Axfood AB	74	Huaku Development Co Ltd	69
Omega Healthcare Investors Inc	72	Ascendas Real Estate Investment Trust	67
Red Electrica Corporacion SA	68	HCP Inc	66
Powertech Technology Inc	66	Pegatron Corp	65
Stockland	66	Bellway Plc	63
Canadian Imperial Bank of Commerce/Canada	64	St Shine Optical Co Ltd	61
Daito Trust Construction Co Ltd	61	TeliaSonera AB	59
Huishang Bank Corp Ltd 'H'	59	Tryg A/S	55
Cisco Systems Inc	56	Eregli Demir ve Celik Fabrikalari TAS	52
Siliconware Precision Industries Co Ltd	55	Komerční banka as	52
Beazley Plc	54	Engie Brasil Energia SA	52
Aozora Bank Ltd	53	Fortum OYJ	51
SCOR SE	43	Snam SpA	49
Ford Motor Co	41	Toronto-Dominion Bank/The	48
Australia & New Zealand Banking Group Ltd	40	Freenet AG	44
YTL Corp Bhd	32	H&R Real Estate Investment Trust	41
Taylor Wimpey Plc	29	Rogers Communications Inc	40
		CVR Refining LP	38
		Standard Bank Group Ltd	36
		Astro Malaysia Holdings Bhd	36
		Spark New Zealand Ltd	35
		PCCW Ltd	35
		Southern Co/The	35
		HKT Trust & HKT Ltd	34

## Legg Mason Martin Currie Australia Equity Income Fund

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
AMP Ltd	50	Scentre Group	26
Commonwealth Bank of Australia	34	DUET Group	20
Australia & New Zealand Banking Group Ltd	25	JB Hi-Fi Ltd	17
Telstra Corp Ltd	24	Pacific Brands Ltd	15
Dexus Property Group	14	Dexus Property Group	15
Stockland	14	Woolworths Ltd	14
Tatts Group Ltd	13	AusNet Services	13
Wesfarmers Ltd	12	Vicinity Centres	12
Insurance Australia Group Ltd	12	Suncorp Group Ltd	10
Platinum Asset Management Ltd	10	Sydney Airport	10
Fairfax Media Ltd	9	IOOF Holdings Ltd	9
APA Group	8	Charter Hall Retail	8
Iluka Resources Ltd	8	Fairfax Media Ltd	7
Westpac Banking Corp	7	Seven Group Holdings Ltd	5
Genworth Mortgage Insurance Australia Ltd	7	ASX Ltd	4



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Martin Currie Australia Equity Income Fund – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Perpetual Ltd	7	Australia & New Zealand Banking Group Ltd	4
AusNet Services	7	Bendigo & Adelaide Bank Ltd	4
Coca-Cola Amatil Ltd	6	Insurance Australia Group Ltd	3
Bendigo & Adelaide Bank Ltd	4	GUD Holdings Ltd	3
DUET Group	4	Seven West Media Ltd	3
Seven Group Holdings Ltd	3	GPT Group/The	3
		Platinum Asset Management Ltd	3
		Shopping Centres Australasia Property Group	3
		Adelaide Brighton Ltd	3
		Telstra Corp Ltd	2

## Legg Mason Martin Currie Asia Long-Term Unconstrained Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
AIA Group Ltd	9,639	Tsingtao Brewery Co Ltd	1,643
Taiwan Semiconductor Manufacturing Co Ltd	8,849	M1 Ltd/Singapore	1,226
Infosys Ltd ADR	7,998	AIA Group Ltd	1,085
China Mobile Ltd	7,232	Hero MotoCorp Ltd	984
Tata Consultancy Services Ltd	6,428	Infosys Ltd ADR	901
Tencent Holdings Ltd	6,249	Taiwan Semiconductor Manufacturing Co Ltd	896
Hero MotoCorp Ltd	5,867	Samsung Electronics Co Ltd	688
HSBC Holdings Plc	5,785	China Mobile Ltd	651
Samsonite International SA	5,748	Maruti Suzuki India Ltd	617
Samsung Electronics Co Ltd	5,620	Tata Consultancy Services Ltd	557
Johnson Electric Holdings Ltd	5,068	Cafe de Coral Holdings Ltd	505
Siam Commercial Bank PCL/The	4,896	Samsonite International SA	465
United Overseas Bank Ltd	4,847	Tencent Holdings Ltd	291
Singapore Telecommunications Ltd	4,666	HSBC Holdings Plc	253
ENN Energy Holdings Ltd	4,657	United Overseas Bank Ltd	205
Genting Bhd	4,621	Siam Commercial Bank PCL/The, Foreign	199
Jardine Matheson Holdings Ltd	4,287	Singapore Telecommunications Ltd	195
Global Logistic Properties Ltd	3,973	ENN Energy Holdings Ltd	194
Maruti Suzuki India Ltd	3,872	Genting Bhd	191
Television Broadcasts Ltd	3,624	Jardine Matheson Holdings Ltd	189
Cafe de Coral Holdings Ltd	3,586	Johnson Electric Holdings Ltd	174
Dairy Farm International Holdings Ltd	3,030	Global Logistic Properties Ltd	155
Hong Kong & China Gas Co Ltd	2,551	Dairy Farm International Holdings Ltd	146
British American Tobacco Malaysia Bhd	1,907	Television Broadcasts Ltd	145
Tsingtao Brewery Co Ltd	1,781		
LG Household & Health Care Ltd	1,766		
SJM Holdings Ltd	1,558		

## Legg Mason Martin Currie Asia Pacific Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
AIA Group Ltd	126	BHP Billiton Ltd	36
Taiwan Semiconductor Manufacturing Co Ltd	118	Hyundai Motor Co	32
Tencent Holdings Ltd	117	Samsung Electronics Co Ltd	30
Commonwealth Bank of Australia	117	Asciano Ltd	27
Samsung Electronics Co Ltd	114	AirAsia Bhd	24
China Construction Bank Corp 'H'	85	Dongfeng Motor Group Co Ltd	24
China Mobile Ltd	83	AIA Group Ltd	22
Infosys Ltd	74	Simplo Technology Co Ltd	18
Macquarie Group Ltd	68	Tencent Holdings Ltd	18
LG Chem Ltd	68	China Construction Bank Corp 'H'	16
United Overseas Bank Ltd	64	Orora Ltd	16
Alibaba Group Holding Ltd	64	Commonwealth Bank of Australia	16
Hyundai Mobis Co Ltd	63	Samsonite International SA	13
Orora Ltd	57	United Overseas Bank Ltd	12
CNOOC Ltd	52	Genting Bhd	12
LG Household & Health Care Ltd	51	Infosys Ltd	11
Global Logistic Properties Ltd	51	Hyundai Mobis Co Ltd	11
Star Entertainment Grp Ltd/The	50	China Mobile Ltd	11
Samsonite International SA	48	Minth Group Ltd	10
Industrial & Commercial Bank of China Ltd 'H'	47	LG Chem Ltd	10
E.Sun Financial Holding Co Ltd	46	ENN Energy Holdings Ltd	10
China Merchants Port Holdings Co Ltd	45	Macquarie Group Ltd	10
Hero MotoCorp Ltd	44	LG Household & Health Care Ltd	10
HSBC Holdings Plc	44	Sino Land Co Ltd	10
SK Hynix Inc	44	Star Entertainment Grp Ltd/The	9
IRB Infrastructure Developers Ltd	43	Industrial & Commercial Bank of China Ltd 'H'	9
Genting Bhd	42	Global Logistic Properties Ltd	9
Singapore Telecommunications Ltd	41	Kasikornbank PCL, Foreign	9
ENN Energy Holdings Ltd	40	PTT Global Chemical PCL	8
Woolworths Ltd	40	CNOOC Ltd	8
Beijing Capital International Airport Co Ltd 'H'	40	HSBC Holdings Plc	8
AirAsia Bhd	39	Woolworths Ltd	7
BHP Billiton Ltd	37	China Unicom Hong Kong Ltd	7
Sino Land Co Ltd	37	Hero MotoCorp Ltd	7
China Unicom Hong Kong Ltd	35	Zhejiang Expressway Co Ltd 'H'	6
Kasikornbank PCL, Foreign	35	IRB Infrastructure Developers Ltd	6

^ Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Martin Currie Asia Pacific Fund^ – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Zhejiang Expressway Co Ltd 'H'	34	Singapore Telecommunications Ltd	6
Minth Group Ltd	34	Beijing Capital International Airport Co Ltd 'H'	6
Bank Rakyat Indonesia Persero Tbk PT	32	Bank Rakyat Indonesia Persero Tbk PT	6
Hyundai Motor Co	31	Taiwan Semiconductor Manufacturing Co Ltd	6
Primax Electronics Ltd	30	China Merchants Port Holdings Co Ltd	6
PTT Global Chemical PCL	28		

## Legg Mason Martin Currie European Absolute Alpha Fund^

MAJOR PURCHASES	COST (in 000's) €	MAJOR SALES	PROCEEDS (in 000's) €
Atlantia SpA	15,605	Atlantia SpA	9,993
Assa Abloy AB	14,704	Assa Abloy AB	9,199
Klepierre	14,702	Autoliv Inc	8,032
Danone SA	13,556	Klepierre	6,765
Sika AG	11,495	Sandvik AB	6,753
Chr Hansen Holding A/S	10,162	Aareal Bank AG	6,206
Straumann Holding AG	9,446	Unilever NV	5,690
Autoliv Inc	8,823	Geberit AG	4,387
BIM Birlesik Magazalar AS	8,600	Straumann Holding AG	2,257
Geberit AG	8,490	Sika AG	725
Symrise AG	7,140	dorma+kaba Holding AG	616
Aareal Bank AG	6,787	Trelleborg AB	411
Sandvik AB	6,475	Chr Hansen Holding A/S	247
Trelleborg AB	6,149		
Unilever NV	5,788		
Aalberts Industries NV	5,761		
dorma+kaba Holding AG	5,701		
Hexagon AB	5,145		
Deutsche EuroShop AG	4,596		
DONG Energy A/S, 144A	4,297		

## Legg Mason Martin Currie Global Resources Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Royal Dutch Shell Plc	1,214	International Paper Co	578
TOTAL SA	973	TOTAL SA	485
Occidental Petroleum Corp	787	Clariant AG	261
Exxon Mobil Corp	764	LafargeHolcim Ltd	261
Chevron Corp	742	Royal Dutch Shell Plc	254
Hess Corp	689	Valero Energy Corp	232
Suncor Energy Inc	639	Memorial Resource Development Corp	180
Eni SpA	622	Eastman Chemical Co	175
PPG Industries Inc	609	Glencore Plc	171
Asian Paints Ltd	576	Rio Tinto Plc	167
Noble Energy Inc	572	Asian Paints Ltd	153
International Paper Co	550	Cairn Energy Plc	136
International Flavors & Fragrances Inc	549	Eni SpA	122
Eastman Chemical Co	548	Exxon Mobil Corp	118
Crown Holdings Inc	543	Aker Solutions ASA	109
EOG Resources Inc	528	International Flavors & Fragrances Inc	109
Glencore Plc	495	Noble Energy Inc	106
Pioneer Natural Resources Co	482	Albemarle Corp	102
Givaudan SA	462	Kinder Morgan Inc/DE	100
BHP Billiton Ltd	459	PPG Industries Inc	96
Halliburton Co	445	First Quantum Minerals Ltd	78
ENN Energy Holdings Ltd	434	SSE Plc	69
Kinder Morgan Inc/DE	429	EOG Resources Inc	64
Symrise AG	415	Crown Holdings Inc	63
Ecolab Inc	411	Tesla Motors Inc	57
Anadarko Petroleum Corp	405	BHP Billiton Ltd	44
Croda International Plc	384		
Tesla Motors Inc	349		
SSE Plc	344		
Cairn Energy Plc	325		
Albemarle Corp	321		
CNOOC Ltd	296		
Weir Group Plc/The	272		
Valero Energy Corp	270		
Clariant AG	265		
Petra Diamonds Ltd	262		
LafargeHolcim Ltd	258		
First Quantum Minerals Ltd	211		

## Legg Mason Martin Currie Greater China Fund^

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Taiwan Semiconductor Manufacturing Co Ltd	1,122	Ctrip.com International Ltd ADR	224
Tencent Holdings Ltd	817	Baidu Inc ADR	164
AIA Group Ltd	710	Taiwan Semiconductor Manufacturing Co Ltd	160
China Mobile Ltd	589	CK Hutchison Holdings Ltd	148
Alibaba Group Holding Ltd ADR	567	JD.com Inc ADR	138

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# Statement of Major Portfolio Changes – (continued)

## Legg Mason Martin Currie Greater China Fund<sup>^</sup> – (continued)

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Industrial & Commercial Bank of China Ltd 'H'	503	Win Semiconductors Corp	128
CK Hutchison Holdings Ltd	438	Industrial & Commercial Bank of China Ltd 'H'	128
Baidu Inc ADR	428	Kingsoft Corp Ltd	124
China Construction Bank Corp 'H'	392	Sunny Optical Technology Group Co Ltd	121
Ctrip.com International Ltd ADR	358	China Travel International Investment Hong Kong Ltd	112
CNOOC Ltd	336	Shenzhen International Holdings Ltd	103
JD.com Inc ADR	315	E.Sun Financial Holding Co Ltd	102
E.Sun Financial Holding Co Ltd	295	Kingdee International Software Group Co Ltd	99
Bank of China Ltd 'H'	293	China State Construction International Holdings Ltd	93
Win Semiconductors Corp	283	Advantech Co Ltd	90
Hon Hai Precision Industry Co Ltd	280	AIA Group Ltd	88
Link	277	China Maple Leaf Educational Systems Ltd	87
Sun Hung Kai Properties Ltd	277	Virscend Education Co Ltd, 144A	85
Advantech Co Ltd	269	Makalot Industrial Co Ltd	71
China Life Insurance Co Ltd 'H'	258	CNOOC Ltd	68
China State Construction International Holdings Ltd	247	Egis Technology Inc	67
Cheung Kong Property Holdings Ltd	245	BeiGene Ltd	64
NetEase Inc ADR	225	Sun Hung Kai Properties Ltd	62
New Oriental Education & Technology Group Inc ADR	220	Sporton International Inc	56
TAL Education Group ADR	207	Yageo Corp	53
Sporton International Inc	204	KWG Property Holding Ltd	52
Sunny Optical Technology Group Co Ltd	203	Cheung Kong Property Holdings Ltd	45
Fuyao Glass Industry Group Co Ltd 'H', 144A	179	Link	44
AAC Technologies Holdings Inc	171	China Life Insurance Co Ltd 'H'	38
China Biologic Products Inc	171	Bank of China Ltd 'H'	37
Yageo Corp	166	Tencent Holdings Ltd	31
Makalot Industrial Co Ltd	160		
Silicon Motion Technology Corp ADR	156		
Hota Industrial Manufacturing Co Ltd	149		
Kingsoft Corp Ltd	142		

## Legg Mason Martin Currie Japan Absolute Alpha Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) ¥	MAJOR SALES	PROCEEDS (in 000's) ¥
Secom Co Ltd	55,750	Outsourcing Inc	29,947
METAWATER Co Ltd	48,778	Shimamura Co Ltd	28,216
Toshiba Plant Systems & Services Corp	48,621	Nissan Chemical Industries Ltd	25,317
Trend Micro Inc/Japan	44,883	USS Co Ltd	22,579
Resona Holdings Inc	43,410	Taihei Dengyo Kaisha Ltd	20,002
Hoshino Resorts REIT Inc	42,563	Renesas Electronics Corp	19,617
NTT DOCOMO Inc	40,498	Showa Shell Sekiyu KK	19,408
Hitachi Ltd	39,480	LIXIL Group Corp	18,351
LIXIL Group Corp	39,038	Aeon Delight Co Ltd	17,643
Suzuki Motor Corp	38,354	Hitachi Ltd	17,051
Keyence Corp	36,486	Rakuten Inc	16,837
Mitsubishi Electric Corp	34,448	METAWATER Co Ltd	15,157
Takuma Co Ltd	32,864	Sony Financial Holdings Inc	15,009
Nitori Holdings Co Ltd	31,960	SCSK Corp	13,258
Transcosmos Inc	31,900	Toshiba Plant Systems & Services Corp	12,602
Jafco Co Ltd	31,846	Takamatsu Construction Group Co Ltd	11,194
Rakuten Inc	30,384	NEC Networks & System Integration Corp	9,568
Ichigo Inc	30,069	Nitori Holdings Co Ltd	8,735
Goldcrest Co Ltd	30,038	Keyence Corp	7,478
Nippon Gas Co Ltd	29,914	Ichigo Inc	6,300
Japan Hotel REIT Investment Corp	28,615	NTT DOCOMO Inc	5,862
Japan Airlines Co Ltd	27,764	Secom Co Ltd	5,807
Resorttrust Inc	27,452	Digital Garage Inc	5,732
Digital Garage Inc	27,220	Goldcrest Co Ltd	5,619
Shimamura Co Ltd	27,200	Hoshino Resorts REIT Inc	5,252
Yamaha Corp	27,024	Transcosmos Inc	5,049
Hitachi Kokusai Electric Inc	26,477	Ship Healthcare Holdings Inc	4,987
Outsourcing Inc	26,404	Trend Micro Inc/Japan	4,859
Renesas Electronics Corp	24,969	Matsuya Co Ltd	4,539
USS Co Ltd	24,934		
Ship Healthcare Holdings Inc	24,530		
NEC Networks & System Integration Corp	24,454		
Taihei Dengyo Kaisha Ltd	24,104		
Nissan Chemical Industries Ltd	23,977		
Yahoo Japan Corp	23,907		
Mitsubishi UFJ Financial Group Inc	23,007		
Oracle Corp Japan	22,308		
Don Quijote Holdings Co Ltd	20,722		
Bunka Shutter Co Ltd	19,629		
Sony Financial Holdings Inc	19,446		
Start Today Co Ltd	18,975		
Nihon Chouzai Co Ltd	18,359		
Aeon Delight Co Ltd	17,966		
Rohm Co Ltd	16,288		
Santen Pharmaceutical Co Ltd	16,131		
SHO-BOND Holdings Co Ltd	15,912		
Showa Shell Sekiyu KK	15,890		
Industrial & Infrastructure Fund Investment Corp	15,630		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



# Statement of Major Portfolio Changes – (continued)

## Legg Mason Martin Currie North American Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Apple Inc	272	Microsoft Corp	184
Procter & Gamble Co/The	194	Macy's Inc	66
CVS Health Corp	190	Kinder Morgan Inc	63
Microsoft Corp	187	Fifth Third Bankcorp	46
Verizon Communications Inc	175	Comcast Corp	37
JPMorgan Chase & Co	175	AbbVie Inc	36
Comcast Corp	155	JPMorgan Chase & Co	36
Pfizer Inc	153	WEC Energy Group Inc	36
Crown Castle International Corp	146	Fortive Corp	33
United Parcel Service Inc 'B'	146	Twitter Inc	26
AbbVie Inc	144	Procter & Gamble Co/The	25
Danaher Corp	133	United Parcel Service Inc 'B'	21
American International Group Inc	127	CVS Health Corp	20
Oracle Corp	127	Danaher Corp	19
Alphabet Inc 'A'	126	Apple Inc	19
PNC Financial Services Group Inc/The	125	Cognizant Technology Solutions Corp	18
WEC Energy Group Inc	125	Automatic Data Processing Inc	17
Eaton Corp Plc	122	L Brands Inc	17
Nielsen Holdings Plc	121	PNC Financial Services Group Inc/The	17
AmerisourceBergen Corp 'A'	121	Cooper Cos Inc/The	16
Cooper Cos Inc/The	120	Pfizer Inc	14
Amazon.com Inc	120	Eaton Corp Plc	12
Cognizant Technology Solutions Corp	116	Nielsen Holdings Plc	11
Alphabet Inc 'C'	114	Verizon Communications Inc	10
Automatic Data Processing Inc	112	Crown Castle International Corp (Reit)	9
Mylan NV	111	Mylan NV	9
Chevron Corp	110		
Former Charter Communications, Parent Inc 'A'	109		
Fortune Brands Home & Security Inc	105		
Sempra Energy	104		
Celgene Corp	100		
HCA Holdings Inc	97		
Fifth Third Bancorp	93		
National Bank of Canada	89		
Macy's Inc	86		
EOG Resources Inc	79		
Caterpillar Inc	78		
L Brands Inc	73		
Tempur Sealy International Inc	66		
Pioneer Natural Resources Co	65		
Anadarko Petroleum Corp	57		
Kinder Morgan Inc	56		

## Legg Mason Martin Currie Global Long-Term Unconstrained Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Apple Inc	437	Linear Technology Corp	276
Automatic Data Processing Inc	436	Taiwan Semiconductor Manufacturing Co Ltd	107
Essilor International SA	412		
AIA Group Ltd	391		
Taiwan Semiconductor Manufacturing Co Ltd	372		
Novo Nordisk A/S	367		
Check Point Software Technologies Ltd	363		
CSL Ltd	334		
British American Tobacco Plc	328		
SGS SA	322		
Kerry Group Plc	310		
Unilever NV	309		
Reckitt Benckiser Group Plc	308		
Mead Johnson Nutrition Co	308		
MasterCard Inc	307		
Hermes International	303		
Praxair Inc	302		
Atlas Copco AB	298		
Industria de Diseno Textil SA	293		
Prudential Plc	292		
Mettler-Toledo International Inc	284		
Accenture Plc 'A'	284		
Roche Holding AG	276		
Cognizant Technology Solutions Corp	275		
Coloplast A/S	266		
ARM Holdings Plc	265		
Croda International Plc	263		
Starbucks Corp	262		
Singapore Telecommunications Ltd	223		
L'Oreal SA	212		
Linear Technology Corp	211		
Sky Plc	201		
Geberit AG	199		
China Mobile Ltd	197		
NIKE Inc	190		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.



## Statement of Major Portfolio Changes – (continued)

### Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund<sup>^</sup>

MAJOR PURCHASES	COST (in 000's) \$	MAJOR SALES	PROCEEDS (in 000's) \$
Link	138	AusNet Services	37
CapitaLand Mall Trust	129	AGL Energy Ltd	26
Transurban Group	120	Transurban Group	26
MTR Corp Ltd	116	Investa Office Fund	22
CLP Holdings Ltd	115	GPT Group/The	16
Meridian Energy Ltd	91	Link	4
Vicinity Centres	85	Lippo Malls Indonesia Retail Trust	–
Mapletree Industrial Trust	83		
AGL Energy Ltd	81	– Amounts designated as “–” are less than \$1,000.	
Mercury NZ Ltd	66		
Frasers Centrepoint Trust	65		
Manila Electric Co	64		
Hui Xian Real Estate Investment Trust	63		
AusNet Services	61		
Fortune Real Estate Investment Trust	55		
Stockland	55		
DUET Group	48		
GPT Group/The	42		
Ratchaburi Electricity Generating Holding PCL	41		
Contact Energy Ltd	34		
SPH Real Estate Investment Trust	31		
Kiwi Property Group Ltd	29		
CapitaLand Commercial Trust	28		
Scentre Group	28		
HK Electric Investments & HK Electric Investments Ltd, 144A	28		
APA Group	28		
CPN Retail Growth Leasehold Property Fund	27		
IGB Real Estate Investment Trust	26		
Guangdong Investment Ltd	26		
Lippo Malls Indonesia Retail Trust	24		
Ascendas India Trust	24		
Genesis Energy Ltd	23		
Goodman Property Trust	22		
Westports Holdings Bhd	21		
Beijing Capital International Airport Co Ltd 'H'	21		
Petronas Gas Bhd	21		

<sup>^</sup> Not authorised for sale to the public in Hong Kong.







