

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, 2014

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

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

General Information

Board of Directors

John Aldis (Luxembourg)*
 Brian Collins (Ireland) (Independent)
 Joseph Keane (Ireland) (Independent)
 Joseph LaRocque (U.S.)
 Robert Shearman (United Kingdom)**
 * resigned on July 11, 2014
 ** appointed on July 11, 2014

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

Distributors and Shareholder Servicing Agents

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

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 <http://www.hmrc.gov.uk/collective/cis-centre.htm>. 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 and Paying Agent

Banque Genevoise de Gestion SA
 Rue Rodolphe-Toepffer 15
 1206 Geneva
 Switzerland

Banque Genevoise de Gestion SA is acting as the Company's Swiss representative and paying agent for shares distributed in or from 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

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 Investment Servicing (International) Limited
 Riverside Two
 Sir John Rogerson's Quay
 Grand Canal Dock
 Dublin 2, Ireland

Sponsoring Broker

Davy Stockbrokers Limited
 49 Dawson Street
 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 (formerly Legg Mason Capital Management, LLC)
100 International Drive
Baltimore, Maryland 21202
U.S.A.

Investment Manager: All Funds except Legg Mason ClearBridge Value Fund *

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

Sub-Investment Manager: Legg Mason Western Asset US Money Market Fund
Legg Mason Western Asset US Limited Duration 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
Legg Mason Western Asset Euro Absolute Return Bond Fund †
Legg Mason Western Asset Diversified Strategic Income Fund
Legg Mason Western Asset Global Multi Strategy Fund
Legg Mason Western Asset US High Yield Fund
Legg Mason Western Asset Emerging Markets 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 Inflation Management Fund
Legg Mason Western Asset Asian Credit Fund †
Legg Mason Western Asset Asian Opportunities Fund
Legg Mason Western Asset Global Blue Chip Bond Fund
Legg Mason Western Asset Euro High Yield Fund[^]
Legg Mason Western Asset UK£ Limited Duration Fund †[^]
Legg Mason Western Asset UK£ Core Plus Bond Fund[^]
Legg Mason Western Asset UK£ Long Duration Fund[^]
Legg Mason Western Asset UK£ Credit Plus Fund †[^]
Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^]
Legg Mason Western Asset Euro Core Bond Fund †[^]
Legg Mason Western Asset Global Sovereign Fund †[^]
Legg Mason Western Asset Global Credit Fund
Legg Mason Western Asset Global Core Plus Bond Fund[^]
Legg Mason Western Asset Global Inflation-Linked Fund
Legg Mason Western Asset Brazil Bond Fund
Legg Mason Western Asset Emerging Domestic Debt Fund †[^]
Legg Mason Western Asset Global Credit Absolute Return Fund[^]

Sub-Investment Manager: — (continued)

Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]
Legg Mason Western Asset Global Sovereign Total Return Fund †
Legg Mason Western Asset Infrastructure Debt Fund †
Legg Mason Western Asset Short-Dated High Yield Fund †
Legg Mason Western Asset Macro Opportunities Bond Fund [^]
Legg Mason Western Asset US Mortgage-Backed Securities Fund †

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.

Sub-Investment Manager: Legg Mason Western Asset Global Blue Chip Bond Fund
Legg Mason Western Asset Global Credit Absolute Return Fund [^]
Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]
Legg Mason Western Asset Global Sovereign Total Return Fund †
Legg Mason Western Asset Infrastructure Debt Fund †
Legg Mason Western Asset Macro Opportunities Bond Fund [^]

Western Asset Management Company Ltd.
Shin-Marunouchi Building
5-1 Marunouchi
1-Chome, Chiyoda-ku
Tokyo 100-6536
Japan

Sub-Investment Manager: Legg Mason Western Asset Asian Credit Fund †
Legg Mason Western Asset Asian Opportunities Fund
Legg Mason Western Asset Global Blue Chip Bond Fund
Legg Mason Western Asset Euro High Yield Fund[^]
Legg Mason Western Asset UK£ Limited Duration Fund †[^]
Legg Mason Western Asset UK£ Core Plus Bond Fund[^]
Legg Mason Western Asset UK£ Long Duration Fund[^]
Legg Mason Western Asset UK£ Credit Plus Fund †[^]
Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^]
Legg Mason Western Asset US Limited Duration Fund †[^]
Legg Mason Western Asset Global Sovereign Fund †[^]
Legg Mason Western Asset Global Credit Fund
Legg Mason Western Asset Global Core Plus Bond Fund[^]
Legg Mason Western Asset Global Inflation-Linked Fund
Legg Mason Western Asset Global Credit Absolute Return Fund[^]
Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]

General Information – (continued)

Sub-Investment Manager: — (continued)

Legg Mason Western Asset Global High Yield Fund
 Legg Mason Western Asset Global Sovereign Total Return Fund †
 Legg Mason Western Asset Infrastructure Debt Fund †
 Legg Mason Western Asset Macro Opportunities Bond Fund ^

Western Asset Management Company Pte. Limited
 1 George Street, #23-01
 Singapore 049145

Sub-Investment Manager: Legg Mason Brandywine Global Fixed Income Fund
 Legg Mason Brandywine Global Opportunistic Fixed Income Fund^
 Legg Mason Brandywine Global Fixed Income Absolute Return Fund^
 Legg Mason Brandywine Global Sovereign Credit Fund^
 Legg Mason Brandywine Global High Yield Fund^
 Legg Mason Brandywine Global Income Optimiser Fund ^
 Legg Mason Brandywine Global Credit Opportunities Fund ‡^

Brandywine Global Investment Management, LLC
 2929 Arch Street
 Suite 800
 Philadelphia, Pennsylvania 19104
 U.S.A.

Sub-Investment Manager: Legg Mason ClearBridge Growth Fund *

ClearBridge, LLC (formerly Legg Mason Capital Management, LLC)
 100 International Drive
 Baltimore, Maryland 21202
 U.S.A.

Sub-Investment Manager: Legg Mason Opportunity Fund *

LMM LLC 100 International Drive
 Baltimore, Maryland 21202
 U.S.A.

Sub-Investment Manager: Legg Mason ClearBridge Global Equity Fund ^
 Legg Mason ClearBridge US Appreciation Fund
 Legg Mason ClearBridge US Fundamental Value Fund
 Legg Mason ClearBridge US Large Cap Growth Fund
 Legg Mason ClearBridge US Aggressive Growth Fund
 Legg Mason ClearBridge US Equity Income Fund ^
 Legg Mason ClearBridge Tactical Dividend Income Fund ^
 Legg Mason ClearBridge Global Equity Income Fund †^
 Legg Mason ClearBridge Global SRI Equity Fund †

ClearBridge Investments, LLC
 620 Eighth Avenue, 48th Floor
 New York, New York 10018
 U.S.A.

Sub-Investment Manager: Legg Mason Royce US Small Cap Opportunity Fund
 Legg Mason Royce US Smaller Companies Fund *
 Legg Mason Royce Smaller Companies Fund II ^

Sub-Investment Manager: — (continued)

Legg Mason Royce European Smaller Companies Fund
 Legg Mason Royce Global Smaller Companies Fund

Royce & Associates, LLC
 745 5th Avenue
 New York, New York 10151
 U.S.A.

Sub-Investment Manager: Legg Mason Batterymarch Managed Volatility European Equity Fund *
 Legg Mason Batterymarch Asia Ex Japan Equity Fund *
 Legg Mason Batterymarch Emerging Markets Equity Fund
 Legg Mason Batterymarch International Large Cap Fund
 Legg Mason Batterymarch Global Equity Fund
 Legg Mason Batterymarch US Large Cap Fund †

QS Batterymarch Financial Management, Inc. (formerly Batterymarch Financial Management, Inc.)
 200 Clarendon Street
 Boston, Massachusetts 02116
 U.S.A.

Sub-Investment Manager: Legg Mason Western Asset Brazil Bond Fund
 Legg Mason Western Asset Brazil Equity Fund
 Legg Mason Western Asset Global Credit Absolute Return Fund ^
 Legg Mason Western Asset Emerging Markets Corporate Bond Fund^
 Legg Mason Western Asset Global Sovereign Total Return Fund †
 Legg Mason Western Asset Infrastructure Debt Fund †
 Legg Mason Western Asset Macro Opportunities Bond Fund ^

Western Asset Management Company
 Distribuidora de Títulos e Valores Mobiliários Limitada
 Av. Pres. Juscelino Kubitschek
 No. 1455 – 15th Floor – 04543011
 São Paulo – Brazil

General Information – (continued)

Fund Launch Dates

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

Legg Mason Western Asset US Money Market Fund: February 27, 2004
 Legg Mason Western Asset US Core Bond Fund: August 31, 2002
 Legg Mason Western US Core Plus Bond Fund: April 20, 2007
 Legg Mason Western Asset Euro Core Plus Bond Fund: October 1, 2003
 Legg Mason Western Asset Diversified Strategic Income Fund: February 24, 2004
 Legg Mason Western Asset Global Multi Strategy Fund: August 29, 2002
 Legg Mason Western Asset US High Yield Fund: February 27, 2004
 Legg Mason Western Asset Emerging Markets Bond Fund: February 24, 2004
 Legg Mason Western Asset Emerging Markets Corporate Bond Fund: October 21, 2011[^]
 Legg Mason Western Asset Global High Yield Fund: April 20, 2007
 Legg Mason Western Asset US Short-Term Government Fund: April 20, 2007
 Legg Mason Western Asset US Adjustable Rate Fund: April 20, 2007
 Legg Mason Western Asset Inflation Management Fund: April 20, 2007
 Legg Mason Western Asset Asian Opportunities Fund: June 12, 2008
 Legg Mason Western Asset Global Blue Chip Bond Fund: June 3, 2009
 Legg Mason Western Asset Brazil Bond Fund: March 25, 2010
 Legg Mason Western Asset Global Credit Absolute Return Fund: May 20, 2010[^]
 Legg Mason Western Asset UK£ Core Plus Bond Fund: November 19, 2010[^] (ceased trading on February 24, 2014)
 Legg Mason Western Asset Global Core Plus Bond Fund: December 3, 2010[^]
 Legg Mason Western Asset Global Inflation-Linked Fund: November 19, 2010
 Legg Mason Western Asset UK£ Inflation-Linked Plus Fund: November 19, 2010[^] (ceased trading on February 14, 2014)
 Legg Mason Western Asset UK£ Long Duration Fund: November 19, 2010[^] (ceased trading on February 24, 2014)
 Legg Mason Western Asset Global Credit Fund: November 19, 2010
 Legg Mason Western Asset Euro High Yield Fund: December 3, 2010[^]
 Legg Mason Western Asset Macro Opportunities Bond Fund: September 5, 2013
 Legg Mason Brandywine Global Fixed Income Fund: October 1, 2003
 Legg Mason Brandywine Global Fixed Income Absolute Return Fund: April 3, 2012[^]
 Legg Mason Brandywine Global High Yield Fund: November 30, 2012[^]
 Legg Mason Brandywine Global Opportunistic Fixed Income Fund: June 25, 2010[^]
 Legg Mason Brandywine Global Sovereign Credit Fund: May 10, 2012[^]
 Legg Mason Brandywine Global Income Optimiser Fund: June 3, 2013[^]
 Legg Mason Brandywine Global Credit Opportunities Fund: June 30, 2014[^]

Equity Funds (Funds which invest mainly in equities)

Legg Mason Western Asset Brazil Equity Fund: October 1, 2010
 Legg Mason ClearBridge Value Fund: March 20, 1998*
 Legg Mason ClearBridge Growth Fund: February 25, 2004*
 Legg Mason Opportunity Fund: February 4, 2009*
 Legg Mason ClearBridge Global Equity Fund: September 1, 2006[^]
 Legg Mason ClearBridge US Appreciation Fund: April 20, 2007
 Legg Mason ClearBridge US Fundamental Value Fund: April 20, 2007
 Legg Mason ClearBridge US Large Cap Growth Fund: April 20, 2007
 Legg Mason ClearBridge US Aggressive Growth Fund: April 20, 2007
 Legg Mason ClearBridge US Equity Income Fund: June 3, 2013[^] (ceased trading on August 29, 2014)
 Legg Mason ClearBridge Tactical Dividend Income Fund: June 3, 2013[^]
 Legg Mason Royce US Small Cap Opportunity Fund: November 8, 2002
 Legg Mason Royce US Smaller Companies Fund: March 1, 2004*
 Legg Mason Royce Smaller Companies Fund II: May 13, 2011[^]
 Legg Mason Royce European Smaller Companies Fund: December 31, 2009 (ceased trading on February 12, 2014)
 Legg Mason Royce Global Smaller Companies Fund: December 31, 2009 (ceased trading on March 31, 2014)
 Legg Mason PCM US Equity Fund: January 8, 2008 (ceased trading on August 24, 2010, re-launched on April 13, 2012 and ceased trading on August 30, 2013)
 Legg Mason Batterymarch Managed Volatility European Equity Fund: August 31, 2002*
 Legg Mason Batterymarch Asia Ex Japan Equity Fund: February 25, 2004*
 Legg Mason Batterymarch International Large Cap Fund: April 20, 2007
 Legg Mason Batterymarch Emerging Markets Equity Fund: April 28, 2008
 Legg Mason Batterymarch Global Equity Fund: December 29, 2010
 Legg Mason Congruix Japan Equity Fund: October 2, 2008 (ceased trading on November 30, 2010)
 Legg Mason LMHK China Fund: November 30, 2009 (ceased trading on September 3, 2013)
 Legg Mason Esemplia Emerging Markets Select Equity Fund: August 2, 2010 (ceased trading September 30, 2011)
Multi-Asset Fund
 Legg Mason Permal Global Absolute Fund: September 24, 2009 (ceased trading on August 29, 2014)

† As at August 31, 2014 these Funds have not commenced trading.

‡ Commenced trading during the period.

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

* The names of these Funds were changed as detailed in the table below:

Fund Name

Legg Mason Capital Management Value Fund
 Legg Mason Capital Management Growth Fund
 Legg Mason Capital Management Opportunity Fund
 Legg Mason Royce Smaller Companies Fund
 Legg Mason Batterymarch European Equity Fund
 Legg Mason Batterymarch Asia Pacific Equity Fund

Updated Fund Name

Legg Mason ClearBridge Value Fund
 Legg Mason ClearBridge Growth Fund
 Legg Mason Opportunity Fund
 Legg Mason Royce US Smaller Companies Fund
 Legg Mason Batterymarch Managed Volatility European Equity Fund
 Legg Mason Batterymarch Asia Ex Japan Equity Fund

General Information – *(continued)*

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
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Tel: + 44 (0) 207 070 7444

www.leggmason.co.uk

For authorised dealers in the Americas

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Tel: + 305 529 4400

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, 2014. In this report, we highlight the key drivers behind the performance of bond and equity markets over the period.

Fixed income markets

In March, yields on US, UK and Japanese 10-year bonds ended slightly higher, while yields on 10-year German bunds ended lower through safe-haven buying and expectations for continued accommodative policy from the European Central Bank (ECB). European peripheral bond spreads tightened on the back of improving fiscal dynamics and weak eurozone inflation data, sparking fresh talks of policy easing from the ECB.

Global bonds made broad-based gains in April across government bonds and credit sectors. Within developed markets, investment grade corporates generally outperformed high yield issues. Within emerging market (EM) debt, US dollar-denominated sovereign bonds outperformed corporate bonds and local currency sovereign bonds. Demand for investment grade and high yield corporate bonds remained firm with corporate earnings generally continuing to exceed expectations. Many major currencies strengthened compared to the US dollar, while EM currencies saw mixed performance. The South Korean won, Brazilian real, Turkish lira and Argentine peso were amongst the strongest performers. Currencies that weakened versus the US dollar were led by the Chilean peso and Indonesian rupiah.

Fixed income markets extended their run of good performance in May, with positive returns across government bonds and credit sectors. Within developed markets, investment grade corporates generally outperformed high yield issues. EM led the gains over the month. While a number of major currencies weakened compared to the US dollar, including sterling, the euro, Swedish krona and Swiss franc, most Asian and EM currencies strengthened. The Chilean peso, Russian ruble, Indian rupee and Colombian peso were amongst the strongest performers. Exceptions within Asia were the Thai baht and Indonesian rupiah, which weakened. In June, bonds maintained their performance trend with another month of positive returns.

However, July saw mixed performance. In developed markets, investment grade corporates generally outperformed high yield issues, with the latter generating negative returns in the US and Europe. The US generally underperformed European credit markets. Amongst the sectors to post negative returns were US mortgage-backed securities (MBS) and US investment grade corporate bonds. Although EM local currency debt was marginally positive in local currency terms, in US dollar terms it was down in July, as many EM currencies weakened versus the US dollar. Indeed, many major as well as EM currencies weakened against the US dollar including the Russian ruble, Chilean peso, Hungarian forint, Swedish krona, Swiss franc, Brazilian real and South Korean won. Meanwhile, the Indonesian rupiah, Argentine peso, Thai baht and Malaysian ringgit were amongst the strongest performers in July.

Global bond markets had a stronger month in August with generally positive performance across government bond and credit sectors. In the UK and European markets, investment grade corporates generally outperformed high yield issues, whereas in the US markets, investment grade corporates underperformed high yield. Within EM debt, US dollar-denominated sovereign bonds slightly underperformed US dollar-denominated corporate bonds. EM local currency debt in local currency terms and in US dollar terms was positive. Currency performance against the US dollar was mixed in August, however. Amongst the currencies that weakened versus the US dollar were the Russian ruble, Chilean peso, Hungarian forint, Polish zloty, the euro and the Japanese yen. The Brazilian real, Mexican peso, South Korean won, Malaysian ringgit and South African rand were amongst the strongest performers.

Global equities

Global equity markets were mixed in March. In the US, after climbing on stronger-than-expected jobs data, equity markets moved lower as the Ukraine news took hold, before again rising on better-than-anticipated manufacturing data. European stocks fell amid concerns that Russia would curtail gas supplies to Ukraine, but then retraced their steps on increased expectation of eurozone monetary easing. Japanese equities declined on the back of weaker-than-expected industrial output and retail sales data, fuelling fears of an economic slowdown in China. Chinese equity markets saw some improvements on speculation that the country's central bank would act to stimulate growth.

Major global equity indices once again registered divergent performance in April. In the US, equity markets digested the slightly weaker-than-expected US unemployment data, but then sold off sharply on concerns about equity valuations. US stocks then rebounded on stronger-than-expected corporate earnings releases and retail sales data, as well as on comments by the US Federal Reserve (Fed) that the Federal Funds Rate target range is likely to be unchanged given the low inflationary environment. At a sector level, energy proved the most resilient, while healthcare and information technology, particularly hitherto high-performing biotechnology and internet stocks, were among the month's laggards. Financials were the worst-performing sector in April.

After a mixed April, global equity markets finished broadly higher in May. In the US, strong jobs data initially pushed US equity markets higher, although the optimism was short-lived as company valuations and earnings concerns fuelled sharp sell-offs in technology and growth stocks. Conflicting US economic data, along with mixed corporate earnings results, weaker consumer sentiment and stronger-than-expected housing data, moved markets sideways mid-month. Into month-end, US equities advanced on US housing data and release of Federal Open Market Committee minutes that highlighted no immediacy in raising interest rates near-term. In Europe, equities initially declined on weak gross domestic product data and the escalating tensions between Russia and Ukraine before climbing on ECB monetary easing signals. In Asia, Chinese equity markets rose on speculation that China would take further steps to lessen an economic slowdown, while Japanese equity markets finished higher as the Japanese yen

weakened into month-end. This backdrop continued into June with most major equity markets recording another month of steady, if unspectacular, performance.

Equities generated varied performance during July amid geopolitical issues; war raged between Israel and Hamas, the Ukraine and Russian separatists clashed, and Argentina defaulted on its debt. At month's end, global equities were negatively impacted by weak earnings in the US and Europe combined with geopolitical strife and economic weakness across the globe; in contrast, stocks were positive in both Asia and the emerging markets (EM). In the US, investors were concerned that improving economic data might spur the US Federal Reserve to raise interest rates more quickly than anticipated. In Europe, investors worried that the nascent economic recovery was stalling. Reports out of Germany, France and Italy showed deterioration in momentum, while a new bank collapse in Portugal halted the rally in peripheral country bond markets. The eurozone was also bogged down by concerns about company earnings, continued deflation and the impact of economic sanctions against Russia. Strong performance in Asia was primarily driven by better-than-expected economic indicators in China as purchasing manager surveys and gross domestic product (GDP) growth improved. Also, the much anticipated collapse in real estate and housing failed to appear last month with housing sales actually rebounding due to rising consumer incomes and targeted government reforms. Despite the calm in the markets in recent months, general investor sentiment turned cautious given current valuations and index levels at or near historical market peaks.

In August, most equity markets were back on track with major markets up in US dollar terms. US equities were particularly strong against a backdrop of strong economic data, which continued to suggest an improving outlook: real second-quarter US GDP was revised up to 4.2%; inflation was at the Fed's target; and the unemployment rate has moved from 7.2% last August to 6.2% as of July 2014. Japanese equities fared less well, however, losing ground sharply at the start of August, amid growing geopolitical risks in the Ukraine and Iraq. Concerns about the Japanese economy also dampened investor sentiment, after preliminary data for June 2014 showed deteriorating industrial production. Nonetheless, most equity markets were up with MSCI indices in Europe, EM and Asia ex Japan all in positive territory over the month.

We thank you for your continued support and look forward to helping you to continue to meet your financial goals.

Yours sincerely,

Legg Mason Investments Europe Limited

All data as at 08/31/2014 unless otherwise stated.

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Legg Mason Western Asset US Money Market Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate/Yield %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate/Yield %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Denominated Bonds and Notes — 2.12%					5,000	Overseas Chinese Banking **	0.240	2/11/2015	4,995	0.46	
10,000	Credit Suisse/New York NY	3.500	3/23/2015	10,172	0.93	3,000	PNC Bank	0.310	3/25/2015	3,000	0.27
1,000	HSBC USA Inc	2.375	2/13/2015	1,009	0.09	3,307	Quebec Province **	0.000	9/2/2014	3,307	0.30
7,000	Royal Bank of Canada *	0.462	1/6/2015	7,007	0.64	3,000	Quebec Province **	0.090	9/10/2014	3,000	0.27
5,000	Toyota Motor Credit Corp *	0.404	11/21/2014	5,002	0.46	15,000	Quebec Province **	0.100	9/25/2014	14,999	1.37
Total U.S. Denominated Bonds and Notes (Cost \$23,190)			23,190	2.12	5,000	Rabobank USA Financial Corp **	0.210	11/12/2014	4,998	0.46	
U.S. Government Agency Obligations — 1.88%					5,000	Reckitt Benckiser Treasury Services Plc **	0.190	9/17/2014	5,000	0.46	
5,410	Fannie Mae Discount Notes **	0.000	9/2/2014	5,410	0.50	20,000	Siemens Capital Co LLC **	0.080	9/25/2014	19,999	1.83
2,710	Fannie Mae Discount Notes **	0.060	9/10/2014	2,710	0.25	5,000	Skandinaviska Enskilda Banken AB **	0.250	1/14/2015	4,995	0.46
2,653	Fannie Mae Discount Notes **	0.070	10/14/2014	2,653	0.24	5,000	Skandinaviska Enskilda Banken AB **	0.240	2/12/2015	4,995	0.46
1,652	Federal Home Loan Bank Discount Notes **	0.040	9/5/2014	1,652	0.15	5,000	Societe Generale North America Inc **	0.240	10/31/2014	4,998	0.45
2,728	Federal Home Loan Bank Discount Notes **	0.080	11/5/2014	2,727	0.25	5,000	Svenska Handelsbanken AB **	0.200	10/24/2014	4,999	0.46
5,400	Freddie Mac Discount Notes **	0.060	9/10/2014	5,400	0.49	5,000	Swedbank AB **	0.190	10/29/2014	4,998	0.46
Total U.S. Government Agency Obligations (Cost \$20,552)			20,552	1.88	5,427	Swedbank AB **	0.240	1/14/2015	5,422	0.49	
Commercial Paper — 47.23%					5,000	Swedbank AB **	0.250	2/3/2015	4,995	0.46	
15,000	American Honda Finance **	0.090	9/9/2014	15,000	1.37	4,100	Toronto Dominion Holdings USA Inc **	0.000	9/2/2014	4,100	0.37
5,000	Anz National International Ltd (London) **	0.160	9/29/2014	4,999	0.46	10,000	Total Capital Canada Ltd **	0.000	9/2/2014	10,000	0.91
10,000	Anz National International Ltd (London) **	0.200	10/16/2014	9,998	0.91	5,000	Toyota Motor Credit Corp **	0.190	9/15/2014	5,000	0.46
5,000	Anz National International Ltd (London) **	0.200	1/7/2015	4,996	0.46	5,650	Toyota Motor Credit Corp **	0.190	9/22/2014	5,649	0.51
5,000	ASB Finance Ltd/London **	0.190	12/5/2014	4,997	0.46	5,000	Toyota Motor Credit Corp **	0.200	11/3/2014	4,998	0.46
10,000	ASB Finance Ltd/London **	0.200	12/15/2014	9,994	0.91	5,000	Toyota Motor Credit Corp **	0.210	11/12/2014	4,998	0.46
3,000	Australia & New Zealand Banking Group Ltd **	0.080	9/5/2014	3,000	0.27	10,000	UBS Finance Delaware LLC **	0.240	1/26/2015	9,990	0.91
5,000	Bank Nederlandse Gemeenten **	0.190	10/10/2014	4,999	0.46	5,000	UBS Finance Delaware LLC **	0.250	2/17/2015	4,994	0.45
5,000	Bank Nederlandse Gemeenten **	0.200	12/10/2014	4,997	0.46	10,000	United Overseas Bank Ltd **	0.160	9/4/2014	10,000	0.91
6,000	Bank of Nova Scotia **	0.240	2/23/2015	5,993	0.55	4,080	United Overseas Bank Ltd **	0.190	9/10/2014	4,080	0.37
15,000	BMW U.S. Capital LLC **	0.000	9/2/2014	15,000	1.37	5,000	United Overseas Bank Ltd **	0.230	9/22/2014	4,999	0.46
10,000	BMW U.S. Capital LLC **	0.050	9/3/2014	10,000	0.91	5,000	United Overseas Bank Ltd **	0.240	11/24/2014	4,997	0.46
5,000	BNZ International Funding Ltd **	0.140	9/10/2014	5,000	0.46	5,000	Westpac Banking Corp *	0.225	9/26/2014	5,000	0.46
10,000	BNZ International Funding Ltd **	0.160	9/22/2014	9,999	0.91	Total Commercial Paper (Cost \$516,873)				516,873	47.23
5,000	Coca-Cola Co **	0.200	2/25/2015	4,995	0.45	Certificate of Deposit — 39.47%					
5,700	Credit Agricole **	0.140	9/15/2014	5,700	0.52	3,000	Australia & New Zealand Bank Group (NY)	0.165	11/28/2014	3,000	0.27
5,000	Credit Suisse New York **	0.340	9/26/2014	4,999	0.46	5,000	Bank of America N.A.	0.250	12/19/2014	5,000	0.46
5,000	Credit Suisse New York **	0.250	10/6/2014	4,999	0.46	10,000	Bank of Montreal (Chicago)	0.070	9/4/2014	10,000	0.91
7,000	DBS Bank Ltd **	0.000	9/2/2014	7,000	0.64	5,000	Bank of Montreal (Chicago)	0.210	11/13/2014	5,000	0.46
5,000	DBS Bank Ltd **	0.210	9/16/2014	5,000	0.46	5,000	Bank of Montreal (Chicago)	0.200	12/9/2014	5,000	0.45
5,000	DnB Nor Bank ASA **	0.220	1/5/2015	4,996	0.46	5,000	Bank of Montreal (Chicago)	0.210	12/17/2014	5,000	0.46
5,000	DnB Nor Bank ASA **	0.230	2/9/2015	4,995	0.46	6,000	Bank of Nova Scotia (Houston)	0.210	12/22/2014	6,000	0.55
10,000	General Electric Capital Corp **	0.180	11/18/2014	9,996	0.91	7,000	Bank of Nova Scotia (Houston)	0.210	1/16/2015	7,000	0.64
5,000	General Electric Capital Corp **	0.200	2/5/2015	4,996	0.45	3,000	Bank of Nova Scotia (Houston)	0.220	2/3/2015	3,000	0.27
10,000	General Electric Co **	0.040	9/4/2014	10,000	0.91	10,000	Bank of Tokyo-Mitsubishi UFJ Ltd (NY)	0.150	9/8/2014	10,000	0.91
5,000	HSBC Bank Plc **	0.270	12/2/2014	4,996	0.46	10,000	Bank of Tokyo-Mitsubishi UFJ Ltd (NY)	0.150	9/26/2014	10,000	0.91
10,000	HSBC USA Inc **	0.160	11/4/2014	9,997	0.91	1,000	Bank of Tokyo-Mitsubishi UFJ Ltd (NY)	0.190	10/10/2014	1,000	0.09
5,000	HSBC USA Inc **	0.220	12/22/2014	4,997	0.46	5,000	Bank of Tokyo-Mitsubishi UFJ Ltd (NY)	0.240	12/1/2014	5,000	0.46
5,000	Hydro-Quebec **	0.110	10/9/2014	4,999	0.46	5,000	BNP Paribas (NY)	0.300	9/24/2014	5,000	0.46
10,000	IBM Corp **	0.080	10/1/2014	9,999	0.91	5,000	BNP Paribas (NY)	0.300	2/6/2015	5,000	0.46
10,000	IBM Corp **	0.080	10/2/2014	9,999	0.91	10,000	BNP Paribas (NY)	0.300	2/12/2015	10,000	0.91
5,000	ING U.S. Funding LLC **	0.290	10/22/2014	4,998	0.46	5,000	Canadian Imperial Bank of Commerce (NY)	0.200	9/24/2014	5,000	0.46
5,000	ING U.S. Funding LLC **	0.240	11/4/2014	4,998	0.46	10,000	Canadian Imperial Bank of Commerce (NY)	0.200	1/15/2015	10,000	0.91
5,000	JPMorgan Securities LLC **	0.330	1/23/2015	4,993	0.45	10,000	Canadian Imperial Bank of Commerce (NY)	0.220	2/2/2015	10,000	0.91
5,000	JPMorgan Securities LLC **	0.250	2/3/2015	4,995	0.46	5,000	CitiBank N.A.	0.240	11/4/2014	5,000	0.46
5,000	JPMorgan Securities LLC **	0.330	3/6/2015	4,991	0.45	4,470	CitiBank N.A.	0.240	11/12/2014	4,470	0.41
5,000	Natixis U.S. Finance Co LLC **	0.200	9/10/2014	5,000	0.46	5,000	CitiBank N.A.	0.240	1/22/2015	5,000	0.46
5,000	Natixis U.S. Finance Co LLC **	0.260	11/3/2014	4,998	0.46	10,000	Commonwealth Bank of Australia *	0.230	9/22/2014	10,000	0.91
8,000	Nestle Capital Corp **	0.160	10/3/2014	7,999	0.73	5,000	Credit Agricole CIB (NY)	0.270	10/6/2014	5,000	0.46
2,095	Nestle Capital Corp **	0.070	10/8/2014	2,095	0.19	5,000	Credit Agricole CIB NY	0.270	10/6/2014	5,000	0.46
2,000	Nordea Bank AB **	0.180	9/17/2014	2,000	0.18	10,000	DnB Nor Bank ASA (NY)	0.070	9/4/2014	10,000	0.91
5,000	Nordea Bank AB **	0.170	10/6/2014	4,999	0.46	5,000	DnB Nor Bank ASA (NY)	0.218	12/3/2014	5,000	0.45
5,000	Nordea Bank AB **	0.210	10/14/2014	4,999	0.46	15,000	Lloyds TSB Bank Plc (New York)	0.160	11/25/2014	15,000	1.37
485	Nordea Bank AB **	0.220	10/16/2014	485	0.04	5,000	Mizuho Bank Ltd (NY)	0.200	9/15/2014	5,000	0.45
4,450	Nordea Bank AB **	0.150	11/7/2014	4,449	0.41	5,000	Mizuho Bank Ltd (NY)	0.250	10/22/2014	5,000	0.46
20,000	NRW Bank **	0.090	9/5/2014	20,000	1.83	15,000	Mizuho Bank Ltd (NY)	0.210	1/13/2014	15,000	1.37
5,000	NRW Bank **	0.190	1/8/2015	4,997	0.46	5,000	Natixis (New York)	0.240	10/2/2014	5,000	0.45
20,000	Ontario Province **	0.080	9/16/2014	19,999	1.83	5,000	Nordea Bank Finland Plc (New York)	0.205	10/10/2014	5,000	0.45
11,740	Overseas Chinese Banking **	0.110	9/3/2014	11,740	1.07	5,000	Nordea Bank Finland Plc (New York)	0.215	10/16/2014	5,000	0.45
3,000	Overseas Chinese Banking **	0.250	12/9/2014	2,998	0.27	4,000	Norinchukin Bank (New York)	0.210	11/25/2014	4,000	0.37

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, 2014 – (continued)

Face Value (000's)	Coupon Rate/Yield %	Maturity Date	Value (000's) \$	% of Net Asset Value	
Certificate of Deposit — (continued)					
10,000	Norinchukin Bank (New York)	0.260	2/9/2015	10,000	0.91
5,000	Oversea-Chinese Banking	0.200	12/3/2014	5,000	0.46
5,000	Rabobank Nederland NV (New York)	0.220	10/7/2014	5,000	0.46
6,000	Rabobank Nederland NV (New York)	0.210	11/10/2014	6,000	0.55
10,000	Royal Bank of Canada/New York NY *	0.255	10/17/2014	10,001	0.91
5,000	Royal Bank of Canada/New York NY *	0.235	2/23/2015	5,001	0.45
5,000	Royal Bank of Canada/New York NY *	0.246	8/19/2015	5,000	0.46
8,500	Skandinaviska Enskilda Banken AB (New York)	0.250	10/2/2014	8,500	0.77
5,000	Skandinaviska Enskilda Banken AB (New York)	0.250	2/18/2015	5,000	0.46
5,000	Societe Generale (New York)	0.260	12/3/2014	5,000	0.46
10,000	Standard Chartered Bank of New York	0.260	10/2/2014	10,000	0.91
5,000	Standard Chartered Bank of New York	0.280	10/22/2014	5,000	0.46
5,000	Standard Chartered Bank of New York	0.280	11/19/2014	5,000	0.46
5,000	Standard Chartered Bank of New York	0.280	1/7/2015	5,000	0.46
1,000	Standard Chartered Bank of New York	0.300	2/27/2015	1,000	0.09
9,375	State Street Bank & Trust Co	0.190	10/8/2014	9,375	0.86
5,000	State Street Bank & Trust Co	0.200	11/24/2014	5,000	0.46
5,000	Sumitomo Mitsui Banking Corp (NY)	0.210	9/2/2014	5,000	0.46
5,000	Sumitomo Mitsui Banking Corp (NY)	0.250	10/2/2014	5,001	0.46
5,000	Sumitomo Mitsui Banking Corp (NY)	0.220	11/7/2014	5,000	0.46
5,000	Sumitomo Mitsui Banking Corp (NY)	0.250	11/19/2014	5,000	0.46
5,000	Sumitomo Mitsui Banking Corp (NY)	0.250	1/16/2015	5,000	0.46
10,000	Svenska Handelsbanken (New York)	0.175	11/28/2014	10,000	0.91
10,000	Swedbank (New York)	0.200	11/10/2014	10,000	0.91
5,000	Toronto Dominion Bank (New York)	0.200	9/26/2014	5,000	0.46
2,500	Toronto Dominion Bank (New York)	0.200	10/6/2014	2,500	0.23
5,000	Toronto Dominion Bank (New York)	0.190	10/10/2014	5,000	0.46
5,000	Toronto Dominion Bank (New York)	0.200	12/17/2014	5,000	0.46
5,000	Toronto Dominion Bank (New York)	0.200	1/9/2015	5,000	0.46
10,000	Wells Fargo Bank	0.210	9/4/2014	10,000	0.91
5,000	Wells Fargo Bank	0.210	9/8/2014	5,000	0.46
5,000	Wells Fargo Bank	0.140	10/6/2014	5,000	0.46
7,000	Wells Fargo Bank	0.210	11/10/2014	7,000	0.64
1,000	Westpac Banking Corp (NY)	0.290	10/29/2014	1,000	0.09
3,200	Westpac Banking Corp (NY) *	0.235	11/25/2014	3,201	0.29
Total Certificate of Deposit (Cost \$432,049)			432,049	39.47	
Time Deposits — 9.41%					
20,000	Credit Agricole Indosuez	0.090	9/2/2014	20,000	1.83
16,014	DnB Nor Bank ASA	0.050	9/2/2014	16,014	1.46
8,000	Natixis	0.060	9/2/2014	8,000	0.73
20,000	Northern Trust Co (Cayman Islands)	0.050	9/2/2014	20,000	1.83
14,000	Skandinav Enskilda Bank	0.050	9/2/2014	14,000	1.28
10,000	Sumitomo Mitsui Banking Corp	0.080	9/2/2014	10,000	0.91
15,000	Svenska Handelsbank (Cayman Islands)	0.080	9/2/2014	15,000	1.37
Total Time Deposits (Cost \$103,014)			103,014	9.41	
Total Investments (Cost \$1,095,678)			1,095,678	100.11	
Liabilities in Excess of Other Assets			(1,237)	(0.11)	
Total Net Assets			\$1,094,441	100.00	

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

** Rate reflects yield to maturity as at August 31, 2014.

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR TIME DEPOSITS WHICH ARE DEPOSITS WITH CREDIT INSTITUTIONS.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	90.53
Deposits with credit institutions	9.40
Other assets	0.07
Total Assets	100.00

Legg Mason Western Asset US Core Bond Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
Asset-Backed Securities — 4.04%					145		Credit Suisse First Boston Mortgage Securities Corp, Series 2005 9, Class 3A1	6.000	10/25/2035	109	0.53
64		Bayview Financial Acquisition Trust, Series 2004 D, Class M3 *	1.206	8/28/2044	61	0.30					
40		Citigroup Mortgage Loan Trust, Series 2006 5HL1, Class A1, 144A *	0.355	11/25/2045	39	0.19					
111		Countrywide Asset-Backed Certificates, Series 2007 13, Class 2A2 *	0.955	10/25/2047	100	0.49					
77		GSRPM Mortgage Loan Trust, Series 2006 2, Class A2, 144A *	0.455	9/25/2036	73	0.35					
25		Manufactured Housing Contract Trust Pass-Through Certificates, Series 2001 2, Class IA2 *	3.653	2/20/2032	23	0.11					
25		Manufactured Housing Contract Trust Pass-Through Certificates, Series 2001 2, Class IIA2 *	3.652	3/13/2032	22	0.11					
100		Northstar Education Finance Inc, Series 2005 1, Class B *	1.273	10/30/2045	81	0.39					
72		Option One Mortgage Loan Trust, Series 2003 1, Class A2 *	0.995	2/25/2033	67	0.33					
16		RAAC Trust, Series 2006 RP1, Class A3, 144A *	0.455	10/25/2045	16	0.08					
12		RASC Trust, Series 2001 KS2, Class All *	0.615	6/25/2031	11	0.05					
74		SASCO Mortgage Loan Trust 2005-GEL1, Series 2005 GEL1, Class M1 *	0.705	12/25/2034	72	0.35					
190		Securitized Asset Backed Receivables LLC Trust 2005-OP2, Series 2005 OP2, Class M1 *	0.585	10/25/2035	166	0.81					
100		SLM Student Loan Trust, Series 2002 5, Class B *	0.661	9/16/2024	98	0.48					
Total Asset-Backed Securities (Cost \$791)			829	4.04							
Collateralised Mortgage-Backed Obligations — 9.02%					10		Morgan Stanley Bank of America Merrill Lynch Trust 2012-C6, Series 2012 C6, Class A5	3.476	11/15/2045	10	0.05
97		Alternative Loan Trust, Series 2005 17, Class 1A1 *	0.415	7/25/2035	89	0.43					
121		American Home Mortgage Assets Trust, Series 2006 3, Class 3A12 *	0.345	10/25/2046	88	0.43					
27		American Home Mortgage Investment Trust, Series 2004 1, Class 1A *	0.855	4/25/2044	27	0.13					
111		Banc of America Funding 2004-B Trust, Series 2004 B, Class 7M1 *	0.756	12/20/2034	98	0.48					
279		Banc of America Mortgage Trust, Series 2003 C, Class B1 *	2.880	4/25/2033	216	1.05					
77		Bear Stearns ALT-A Trust, Series 2004 11, Class 2A2 *	2.687	11/25/2034	68	0.33					
113		Bear Stearns ALT-A Trust 2004-6, Series 2004 6, Class M1 *	0.980	7/25/2034	100	0.49					
43		Bear Stearns ALT-A Trust 2004-7, Series 2004 7, Class 2A1 *	2.468	8/25/2034	43	0.21					
10		CD Mortgage Trust, Series 2006 CD2, Class AM *	5.527	1/15/2046	11	0.06					
27		CHL Mortgage Pass-Through Trust, Series 2003 HYB1, Class 1A1 *	2.707	5/19/2033	26	0.13					
37		CHL Mortgage Pass-Through Trust 2005-11, Series 2005 11, Class 6A1 *	0.755	3/25/2035	34	0.16					
25		COBALT CMBS Commercial Mortgage Trust 2007-C2, Series 2007 C2, Class AMFX *	5.526	4/15/2047	27	0.13					
10		COMM 2013-CCRE12 Mortgage Trust, Series 2013 CR12, Class AM	4.300	10/10/2046	11	0.05					
1,397		COMM 2013-CCRE13 Mortgage Trust, Series 2013 CR13, Class XA *	1.180	12/10/2023	86	0.42					
269		COMM 2014-LC15 Mortgage Trust, Series 2014 LC15, Class XA *	1.593	4/10/2047	23	0.11					
239		COMM 2014-UBS2 Mortgage Trust, Series 2014 UBS2, Class XA *	1.604	3/10/2047	22	0.11					
22		Commercial Mortgage Pass-Through Certificates, Series 2007 C2, Class AM *	5.615	1/15/2049	24	0.12					
Total Collateralised Mortgage-Backed Obligations (Cost \$2,017)								1,848	9.02		
Corporate Bonds and Notes — 25.83%					Aerospace/Defense — 0.21%						
					10		Boeing Capital Corp	4.700	10/27/2019	11	0.05
					20		The Boeing Co	4.875	2/15/2020	23	0.11
					10		Raytheon Co	3.125	10/15/2020	10	0.05
										44	0.21
Agriculture — 1.24%					10		Altria Group Inc	9.250	8/6/2019	13	0.06
					10		Altria Group Inc	4.750	5/5/2021	11	0.05
					60		Altria Group Inc	2.850	8/9/2022	59	0.29
					10		Altria Group Inc	4.000	1/31/2024	10	0.05
					10		Altria Group Inc	9.950	11/10/2038	17	0.08
					10		Altria Group Inc	5.375	1/31/2044	11	0.05

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
Corporate Bonds and Notes — (continued)											
Agriculture — (continued)											
40	Lorillard Tobacco Co	8.125	6/23/2019	50	0.25	20	The Goldman Sachs Group Inc	2.900	7/19/2018	21	0.10
20	Philip Morris International Inc	2.900	11/15/2021	20	0.10	50	The Goldman Sachs Group Inc	3.625	1/22/2023	51	0.25
20	Philip Morris International Inc	2.500	8/22/2022	20	0.10	20	The Goldman Sachs Group Inc	6.750	10/1/2037	25	0.12
10	Philip Morris International Inc	4.500	3/20/2042	10	0.05	30	The Goldman Sachs Group Inc	6.250	2/1/2041	38	0.19
10	Reynolds American Inc	7.750	6/1/2018	12	0.06	10	JPMorgan Chase & Co	4.350	8/15/2021	11	0.05
20	Reynolds American Inc	3.250	11/1/2022	20	0.10	30	JPMorgan Chase & Co	3.375	5/1/2023	30	0.15
				253	1.24	70	JPMorgan Chase & Co	3.625	5/13/2024	71	0.35
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Airlines — 0.48%											
63	Delta Air Lines Pass Through Trust 2007-1, Series 071A, Class A	6.821	8/10/2022	74	0.36	40	Royal Bank of Scotland NV	4.650	6/4/2018	42	0.21
21	Northwest Airlines 1999-2 Class A Pass Through Trust, Series 992A	7.575	3/1/2019	24	0.12	40	State Street Corp	4.956	3/15/2018	44	0.21
				98	0.48	120	Wachovia Capital Trust III *	5.570	Perpetual	118	0.58
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Auto Manufacturers — 0.10%											
20	Ford Motor Co	4.750	1/15/2043	21	0.10	60	Wells Fargo & Co	4.125	8/15/2023	63	0.31
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Beverages — 0.63%											
60	Anheuser-Busch InBev Worldwide Inc	5.375	1/15/2020	69	0.34	61	Wells Fargo & Co	4.480	1/16/2024	65	0.32
50	PepsiCo Inc	0.700	8/13/2015	50	0.24					1,230	6.01
9	PepsiCo Inc	7.900	11/1/2018	11	0.05	<hr/>					
				130	0.63	Financials-Capital Markets — 0.38%					
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Biotechnology — 0.20%											
10	Amgen Inc	3.625	5/22/2024	10	0.05	280	Lehman Brothers Escrow †∞	zero	Perpetual	—	—
30	Gilead Sciences Inc	3.700	4/1/2024	31	0.15	270	Lehman Brothers Holding Inc †∞E	zero	Perpetual	—	—
				41	0.20	140	Lehman Brothers Holdings Capital Trust Escrow †∞	zero	Perpetual	—	—
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Chemicals — 0.05%											
10	Ecolab Inc	4.350	12/8/2021	11	0.05	213	Lehman Escrow Receipt †∞	zero	Perpetual	56	0.28
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Commercial Services — 0.15%											
30	MasterCard Inc	3.375	4/1/2024	31	0.15	104	Lehman Swap Receipt ∞	zero	Perpetual	21	0.10
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Electric — 1.04%											
10	Duke Energy Corp	3.550	9/15/2021	11	0.05					77	0.38
10	FirstEnergy Corp, Series A	2.750	3/15/2018	10	0.05	Financials-Diversified — 3.66%					
10	FirstEnergy Corp, Series B	4.250	3/15/2023	10	0.05	60	American Express Co *	6.800	9/1/2066	65	0.32
80	FirstEnergy Corp, Series C	7.375	11/15/2031	97	0.47	80	The Bear Stearns Cos LLC	5.550	1/22/2017	88	0.43
10	MidAmerican Energy Holdings Co	6.500	9/15/2037	13	0.06	80	Countrywide Financial Corp	6.250	5/15/2016	87	0.42
10	Pacific Gas & Electric Co	8.250	10/15/2018	13	0.06	150	Ford Motor Credit Co LLC	12.000	5/15/2015	162	0.79
40	Pacific Gas & Electric Co	6.050	3/1/2034	50	0.25	60	General Electric Capital Corp	4.625	1/7/2021	67	0.33
10	Progress Energy Inc	3.150	4/1/2022	10	0.05	50	General Electric Capital Corp	6.875	1/10/2039	69	0.34
				214	1.04	50	General Electric Capital Corp *	6.375	11/15/2067	55	0.27
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Electronics — 0.05%											
10	Thermo Fisher Scientific Inc	3.600	8/15/2021	10	0.05	40	HSBC Finance Corp	6.676	1/15/2021	48	0.23
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Environmental Control — 0.17%											
10	Waste Management Inc	4.600	3/1/2021	11	0.05	10	John Deere Capital Corp	2.250	4/17/2019	10	0.05
10	Waste Management Inc	3.500	5/15/2024	10	0.05	10	John Deere Capital Corp	1.700	1/15/2020	10	0.05
10	Waste Management Inc	7.375	5/15/2029	14	0.07	30	Navient LLC	5.625	8/1/2033	26	0.13
				35	0.17	60	Private Export Funding Corp, Series DD	2.125	7/15/2016	62	0.30
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Financials-Banks — 6.01%											
10	Bank of America Corp	3.875	3/22/2017	11	0.05					749	3.66
30	Bank of America Corp	2.600	1/15/2019	30	0.15	Food — 1.05%					
10	Bank of America Corp	5.625	7/1/2020	11	0.05	70	Kraft Foods Group Inc	3.500	6/6/2022	72	0.35
30	Bank of America Corp	4.000	4/1/2024	31	0.15	20	The Kroger Co	3.900	10/1/2015	21	0.10
130	Bank of America Corp	5.000	5/13/2021	145	0.71	10	The Kroger Co	6.400	8/15/2017	11	0.05
10	Bank of America Corp	3.300	1/1/2023	10	0.05	10	The Kroger Co	6.150	1/15/2020	12	0.06
20	Bank of America Corp	4.200	8/26/2024	20	0.10	69	Mondelez International Inc	5.375	2/10/2020	79	0.39
40	Bank of America Corp	5.000	1/2/1/2044	43	0.21	20	Mondelez International Inc	4.000	2/1/2024	21	0.10
20	Bank of America Corp	4.875	4/1/2044	21	0.10					216	1.05
70	Citigroup Inc	4.500	1/14/2022	76	0.37	<hr/>					
80	Citigroup Inc	3.500	5/15/2023	78	0.38	Healthcare-Products — 0.10%					
20	Citigroup Inc	5.500	9/13/2025	22	0.11	10	Medtronic Inc	4.450	3/15/2020	11	0.05
50	Citigroup Inc	5.875	1/30/2042	62	0.30	10	Medtronic Inc	3.125	3/15/2022	10	0.05
60	Goldman Sachs Capital II *	4.000	Perpetual	47	0.23					21	0.10
40	The Goldman Sachs Group Inc	5.625	1/15/2017	44	0.21	<hr/>					
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Financials-Services — 0.57%											
30	Humana Inc	3.150	12/1/2022	30	0.14	Healthcare-Services — 0.57%					
10	Roche Holdings Inc, 144A	6.000	3/1/2019	12	0.06	30	Humana Inc	3.150	12/1/2022	30	0.14
20	UnitedHealth Group Inc	3.875	10/15/2020	22	0.11	10	Roche Holdings Inc, 144A	6.000	3/1/2019	12	0.06
10	UnitedHealth Group Inc	5.700	10/15/2040	12	0.06	20	UnitedHealth Group Inc	3.875	10/15/2020	22	0.11
10	WellPoint Inc	1.250	9/10/2015	10	0.05	10	UnitedHealth Group Inc	5.700	10/15/2040	12	0.06
10	WellPoint Inc	5.875	6/15/2017	11	0.05	10	WellPoint Inc	1.250	9/10/2015	10	0.05
20	WellPoint Inc	3.125	5/15/2022	20	0.10	10	WellPoint Inc	5.875	6/15/2017	11	0.05
				117	0.57	<hr/>					
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Industrial — 0.44%											
10	Eaton Corp	1.500	11/2/2017	10	0.05	Industrial — 0.44%					
50	Eaton Corp	2.750	11/2/2022	49	0.24	10	Eaton Corp	1.500	11/2/2017	10	0.05
20	General Electric Co	0.850	10/9/2015	20	0.10	50	Eaton Corp	2.750	11/2/2022	49	0.24
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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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Corporate Bonds and Notes — (continued)				
Industrial — (continued)				
10 General Electric Co	4.500	3/11/2044	11	0.05
			90	0.44
Insurance — 1.37%				
130 American International Group Inc	6.250	3/15/2037	147	0.72
30 American International Group Inc	5.850	1/16/2018	34	0.16
65 MetLife Inc	6.400	12/15/2036	73	0.36
20 Teachers Insurance & Annuity Association of America	6.850	12/16/2039	27	0.13
			281	1.37
Iron/Steel — 0.10%				
20 Cliffs Natural Resources Inc	4.200	1/15/2018	20	0.10
Media — 1.46%				
10 21st Century Fox America Inc	6.650	11/15/2037	13	0.06
70 Comcast Corp	6.950	8/15/2037	96	0.47
20 Time Warner Cable Inc	8.250	4/1/2019	25	0.12
20 Time Warner Cable Inc	6.550	5/1/2037	26	0.13
10 Time Warner Cable Inc	5.875	11/15/2040	12	0.06
10 Time Warner Cable Inc	4.500	9/15/2042	10	0.05
10 Time Warner Entertainment Co LP	8.375	7/15/2033	15	0.07
10 Time Warner Inc	4.700	1/15/2021	11	0.05
50 Time Warner Inc	7.700	5/1/2032	71	0.35
20 Viacom Inc	4.250	9/1/2023	21	0.10
			300	1.46
Mining — 0.94%				
40 Barrick Gold Corp	4.100	5/1/2023	41	0.20
20 BHP Billiton Finance USA Ltd	5.000	9/30/2043	23	0.11
40 Freeport-McMoRan Copper & Gold Inc	3.550	3/1/2022	40	0.20
20 Glencore Finance Canada Ltd	2.700	10/25/2017	20	0.10
70 Southern Copper Corp	5.250	11/8/2042	68	0.33
			192	0.94
Oil & Gas — 2.23%				
40 Anadarko Petroleum Corp	6.375	9/15/2017	46	0.23
20 Anadarko Petroleum Corp	8.700	3/15/2019	25	0.12
44 Apache Corp	3.250	4/15/2022	45	0.22
20 Baker Hughes Inc	5.125	9/15/2040	23	0.11
20 ConocoPhillips Holding Co	6.950	4/15/2029	28	0.14
10 Devon Energy Corp	3.250	5/15/2022	10	0.05
20 Devon Energy Corp	5.600	7/15/2041	23	0.11
20 Ecopetrol SA	5.875	5/28/2045	22	0.11
40 Noble Energy Inc	4.150	12/15/2021	43	0.21
20 Occidental Petroleum Corp	2.700	2/15/2023	20	0.10
130 Pemex Project Funding Master Trust	6.625	6/15/2035	160	0.78
10 Petrobras Global Finance BV	6.250	3/17/2024	11	0.05
			456	2.23
Pharmaceuticals — 0.48%				
50 AbbVie Inc	1.750	11/6/2017	50	0.24
10 AbbVie Inc	2.900	11/6/2022	10	0.05
30 Wyeth LLC	5.950	4/1/2037	38	0.19
			98	0.48
Pipelines — 0.09%				
15 The Williams Cos Inc	7.875	9/1/2021	19	0.09
Retail — 0.60%				
50 CVS Caremark Corp	2.750	12/1/2022	49	0.24
10 CVS Caremark Corp	5.750	5/15/2041	12	0.06
8 CVS Pass-Through Trust	5.880	1/10/2028	8	0.04
40 Wal-Mart Stores Inc	6.200	4/15/2038	53	0.26
			122	0.60
Savings & Loans — 0.15%				
30 Santander Holdings USA Inc/PA	3.450	8/27/2018	32	0.15

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Telecommunications — 1.62%				
20 AT&T Inc	5.800	2/15/2019	23	0.11
30 AT&T Inc	3.875	8/15/2021	32	0.16
10 Verizon Communications Inc	6.350	4/1/2019	12	0.06
20 Verizon Communications Inc	3.450	3/15/2021	21	0.10
60 Verizon Communications Inc	5.150	9/15/2023	68	0.33
10 Verizon Communications Inc	4.150	3/15/2024	11	0.05
44 Verizon Communications Inc	6.400	9/15/2033	55	0.27
28 Verizon Communications Inc	6.550	9/15/2043	36	0.18
44 Verizon Communications Inc	4.862	8/21/2046	46	0.22
27 Verizon Communications Inc	5.012	8/21/2054	28	0.14
			332	1.62
Transportation — 0.26%				
50 Burlington Northern Santa Fe LLC	3.850	9/1/2023	53	0.26
Total Corporate Bonds and Notes (Cost \$5,537)			5,293	25.83
Foreign Government Bonds and Notes — 1.15%				
Italy Government Issues — 0.73%				
100 Italy Buoni Poliennali Del Tesoro	3.750	5/1/2021	149	0.73
New Zealand Government Issues — 0.42%				
110 New Zealand Government Bond, Series 420	3.000	4/15/2020	87	0.42
Total Foreign Government Bonds and Notes (Cost \$237)			236	1.15
U.S. Denominated Bonds and Notes — 6.50%				
Australia — 0.77%				
70 BHP Billiton Finance USA Ltd	3.250	11/21/2021	73	0.36
10 Commonwealth Bank of Australia, 144A	5.000	10/15/2019	11	0.05
60 Rio Tinto Finance USA Ltd	3.500	11/2/2020	63	0.31
10 Rio Tinto Finance USA Ltd	4.125	5/20/2021	11	0.05
			158	0.77
Canada — 0.30%				
30 Barrick Gold Corp	3.850	4/1/2022	31	0.15
20 Glencore Finance Canada Ltd	2.050	10/23/2015	20	0.10
10 Potash Corp of Saskatchewan Inc	4.875	3/30/2020	11	0.05
			62	0.30
Cayman Islands — 1.98%				
37 Petrobras International Finance Co	5.750	1/20/2020	40	0.20
160 Petrobras International Finance Co	5.375	1/27/2021	168	0.82
20 Vale Overseas Ltd	6.250	1/23/2017	22	0.11
122 Vale Overseas Ltd	4.375	1/11/2022	128	0.62
40 Vale Overseas Ltd	6.875	11/21/2036	47	0.23
			405	1.98
Chile — 0.28%				
55 Celulosa Arauco y Constitucion SA	4.750	1/11/2022	57	0.28
France — 0.30%				
60 BNP Paribas SA	2.700	8/20/2018	62	0.30
Germany — 0.14%				
30 Landwirtschaftliche Rentenbank, Series 29	1.375	10/23/2019	29	0.14
Iceland — 0.00%				
100 Giltir Banki HF, 144A ∞€	6.693	6/15/2016	—	—
830 Kaupthing Bank HF, 144A ∞€	7.125	5/19/2016	—	—
			—	—
Japan — 0.24%				
50 Toyota Motor Credit Corp	1.250	10/5/2017	50	0.24
Mexico — 0.86%				
50 America Movil SAB de CV	5.625	11/15/2017	56	0.27
50 Petroleos Mexicanos	6.375	1/23/2045	61	0.30
60 Petroleos Mexicanos, Series WI	3.500	1/30/2023	59	0.29
			176	0.86

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Denominated Bonds and Notes — (continued)					Federal National Mortgage Association (FNMA) — 18.10%						
Netherlands — 1.14%					65 Fannie Mae Interest Strip 409, Class C2						
120	Bank Nederlandse Gemeenten	4.375	2/16/2021	135	0.66	3.000	4/25/2027	8	0.04		
20	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA	3.875	2/8/2022	22	0.10	29	Fannie Mae Interest Strip 407, Class 41	6.000	1/25/2038	5	0.02
10	Heineken NV	1.400	10/1/2017	10	0.05	11	Fannie Mae Interest Strip 390, Class C3	6.000	7/25/2038	2	0.01
60	Shell International Finance BV	4.375	3/25/2020	67	0.33	60	Fannie Mae Interest Strip 409, Class C13	3.500	11/25/2041	12	0.06
				234	1.14	61	Fannie Mae Interest Strip 409, Class C18	4.000	4/25/2042	13	0.06
Spain — 0.05%					400 Fannie Mae Pool, TBA September ±						
10	Telefonica Emisiones SAU	5.877	7/15/2019	11	0.05	100	Fannie Mae Pool, TBA September ±	3.500	9/15/2029	106	0.52
United Kingdom — 0.44%					100 Fannie Mae Pool, TBA December ±						
70	Diageo Capital Plc	4.828	7/15/2020	79	0.39	96	Fannie Mae Pool AV7699	3.500	1/1/2034	101	0.49
10	WPP Finance 2010	5.125	9/7/2042	10	0.05	11	Fannie Mae Pool 888795	5.500	11/1/2036	12	0.06
				89	0.44	10	Fannie Mae Pool 950385 *	1.328	8/1/2037	11	0.05
Total U.S. Denominated Bonds and Notes (Cost \$1,505)			1,333	6.50	73	Fannie Mae Pool AL4324	6.500	5/1/2040	83	0.41	
U.S. Denominated Debt Obligations — 3.57%					160 Fannie Mae Pool AL0215						
Japan — 0.49%					72 Fannie Mae Pool AL3429						
100	Japan Bank for International Cooperation	2.875	2/2/2015	101	0.49	74	Fannie Mae Pool AL3414	4.500	9/1/2041	80	0.39
Mexico — 2.01%					189 Fannie Mae Pool AO7501						
350	Mexico Government International Bond	5.550	1/21/2045	411	2.01	87	Fannie Mae Pool AP4781	3.000	9/1/2042	87	0.43
Poland — 0.62%					265 Fannie Mae Pool AB6201						
120	Poland Government International Bond	4.000	1/22/2024	126	0.62	182	Fannie Mae Pool AP9633	2.500	10/1/2042	174	0.85
Russia — 0.45%					93 Fannie Mae Pool AB7130						
84	Russian Foreign Bond – Eurobond	7.500	3/31/2030	93	0.45	88	Fannie Mae Pool AQ5369	3.500	12/1/2042	91	0.44
Total U.S. Denominated Debt Obligations (Cost \$666)			731	3.57	92	Fannie Mae Pool AQ7083	3.500	12/1/2042	95	0.46	
U.S. Government Agency Mortgage-Backed Securities — 38.90%					187 Fannie Mae Pool MA1372						
Federal Home Loan Mortgage Corporation (FHLMC) — 5.99%					94 Fannie Mae Pool MA1403						
157	FHLMC Multifamily Structured Pass Through Certificates K007, Class X1 *	1.361	4/25/2020	8	0.04	94	Fannie Mae Pool MA1436	3.500	5/1/2043	97	0.47
98	FHLMC Multifamily Structured Pass Through Certificates K016, Class X1 *	1.725	10/25/2021	9	0.04	94	Fannie Mae Pool MA1436	3.500	5/1/2043	97	0.47
97	FHLMC Multifamily Structured Pass Through Certificates K017, Class X1 *	1.586	12/25/2021	8	0.04	95	Fannie Mae Pool AB9594	4.000	6/1/2043	102	0.50
237	FHLMC Multifamily Structured Pass Through Certificates K021, Class X1 *	1.641	6/25/2022	22	0.11	88	Fannie Mae Pool AT4281	4.000	6/1/2043	94	0.46
109	FHLMC Multifamily Structured Pass Through Certificates K024, Class X1 *	1.021	9/25/2022	6	0.03	97	Fannie Mae Pool MA1591	4.500	9/1/2043	107	0.52
389	FHLMC Multifamily Structured Pass Through Certificates K037, Class X1 *	1.198	1/25/2024	29	0.14	100	Fannie Mae Pool, TBA May ±	3.500	5/15/2044	103	0.50
163	FHLMC Structured Pass Through Securities, Series T 56, Class 2AF *	0.555	5/25/2043	162	0.79	200	Fannie Mae Pool, TBA September ±	4.000	9/15/2044	212	1.03
160	Freddie Mac Gold Pool G14492	4.000	10/1/2025	171	0.83	100	Fannie Mae Pool, TBA September ±	5.000	9/15/2044	110	0.54
50	Freddie Mac Gold Pool G07117	6.000	10/1/2036	57	0.28	229	Fannie Mae Remics, Series 2012 101, Class AI	3.000	6/25/2027	26	0.13
56	Freddie Mac Gold Pool A74793	5.000	3/1/2038	62	0.30	63	Fannie Mae Remics, Series 2001 81, Class GE	6.000	1/25/2032	71	0.35
36	Freddie Mac Gold Pool G06172	5.500	12/1/2038	40	0.20	72	Fannie Mae Remics, Series 2011 87, Class SG *	6.395	4/25/2040	12	0.06
32	Freddie Mac Gold Pool G06669	6.500	9/1/2039	37	0.18	47	Fannie Mae Remics, Series 2010 142, Class SM *	6.375	12/25/2040	7	0.03
77	Freddie Mac Gold Pool G06409	6.000	11/1/2039	86	0.42	78	Fannie Mae Remics, Series 2012 70, Class YS *	6.495	2/25/2041	14	0.07
92	Freddie Mac Gold Pool U90316	4.000	10/1/2042	98	0.48	83	Fannie Mae Remics, Series 2013 9, Class CB	5.500	4/25/2042	92	0.45
94	Freddie Mac Gold Pool U90503	3.500	11/1/2042	97	0.47	49	Fannie Mae Remics, Series 2012 46, Class BA	6.000	5/25/2042	55	0.27
91	Freddie Mac Gold Pool Q17792	3.500	5/1/2043	94	0.46	66	Fannie Mae Remics, Series 2012 75, Class NS *	6.445	7/25/2042	12	0.06
95	Freddie Mac Gold Pool U62476	3.500	4/1/2043	98	0.48	67	Fannie Mae Remics, Series 2013 9, Class BC	6.500	7/25/2042	75	0.37
393	Freddie Mac Remics Pool 4092, Class AI	3.000	9/15/2031	54	0.26	92	Fannie Mae Remics, Series 2013 67, Class KS *	5.945	7/25/2043	21	0.10
26	Freddie Mac Remics Pool 3621, Class SB *	6.075	1/15/2040	4	0.02						
158	Freddie Mac Remics Pool 3947, Class SG *	5.795	10/15/2041	29	0.14						
302	Freddie Mac Remics Pool 3997, Class SK *	6.445	11/15/2041	57	0.28						
				1,228	5.99						
					3,709 18.10						
					Government National Mortgage Association (GNMA) — 14.81%						
					94 Ginnie Mae, Series 2009 H01, Class FA *						
						1.306	11/20/2059	96	0.47		
						2	Ginnie Mae I Pool 464051	7.000	7/15/2028	2	0.01
						53	Ginnie Mae I Pool 557522	7.000	7/15/2031	61	0.30
						47	Ginnie Mae I Pool 565347	7.000	8/15/2031	54	0.26
						56	Ginnie Mae I Pool 584344	7.000	4/15/2032	64	0.31
						600	Ginnie Mae II, TBA December ±	3.500	12/15/2044	624	3.05
						300	Ginnie Mae II pool, TBA December ±	4.000	12/15/2044	320	1.56
						65	Ginnie Mae II Pool 4837	6.000	10/20/2040	73	0.36
						51	Ginnie Mae II Pool 4923	4.500	1/20/2041	56	0.27
						36	Ginnie Mae II Pool 4961	6.000	2/20/2041	40	0.20
						140	Ginnie Mae II Pool 4978	4.500	3/20/2041	153	0.75
						88	Ginnie Mae II Pool 5240	6.000	11/20/2041	101	0.49

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Government Agency Mortgage-Backed Securities — (continued)					287 Government National Mortgage Association, Series 2013 H08, Class BF *				
49	2.250	3/16/2035	50	0.24	0.556	3/20/2063	285	1.39	
240	3.500	2/20/2038	33	0.16					
44	6.495	1/20/2040	8	0.04					
59	2.900	2/16/2044	60	0.29					
494	0.735	4/16/2044	7	0.03					
28	2.900	6/16/2044	29	0.14					
187	1.123	9/16/2044	15	0.07					
186	1.215	2/16/2046	15	0.07					
654	0.937	9/16/2046	33	0.16					
199	1.383	2/16/2048	16	0.08					
300	0.929	3/16/2049	17	0.08					
723	0.773	9/16/2051	48	0.24					
141	1.038	1/16/2053	12	0.06					
499	0.855	2/16/2053	33	0.16					
233	0.859	2/16/2053	16	0.08					
212	1.284	4/16/2053	14	0.07					
1,034	1.732	10/16/2053	100	0.49					
848	0.873	5/16/2054	54	0.26					
120	0.944	6/16/2055	8	0.04					
199	1.039	9/16/2055	15	0.07					
83	0.506	8/20/2058	82	0.40					
98	0.606	11/20/2060	98	0.48					
166	0.656	3/20/2061	166	0.81					
86	0.676	8/20/2062	86	0.42					
93	0.506	12/20/2062	92	0.45					
Government National Mortgage Association (GNMA) — (continued)					Total U.S. Government Agency Mortgage-Backed Securities (Cost \$8,377)				
					3,036 14.81				
					7,973 38.90				
U.S. Government Agency Obligations — 4.66%					U.S. Government Agency Obligations — 4.66%				
40 City of Chicago IL					6.314 1/1/2044 42 0.20				
90 Federal Home Loan Mortgage Corp					5.625 11/23/2035 95 0.46				
360 Fannie Mae					zero coupon 10/9/2019 319 1.56				
160 Residual Funding Corp Principal Strip					zero coupon 10/15/2019 145 0.71				
200 Tennessee Valley Authority					3.875 2/15/2021 220 1.07				
140 Tennessee Valley Authority					1.875 8/15/2022 135 0.66				
Total U.S. Government Agency Obligations (Cost \$912)					956 4.66				
U.S. Treasury Obligations — 5.78%					U.S. Treasury Obligations — 5.78%				
110 United States Treasury Bond					2.750 11/15/2042 103 0.50				
10 United States Treasury Bond					3.750 11/15/2043 11 0.06				
100 United States Treasury Inflation Indexed Bonds β					2.125 2/15/2040 144 0.70				
230 United States Treasury Inflation Indexed Bonds β					0.625 2/15/2043 225 1.10				
20 United States Treasury Inflation Indexed Bonds β					1.375 2/15/2044 23 0.11				
10 United States Treasury Note					0.750 10/31/2017 10 0.05				
340 United States Treasury Note					2.125 6/30/2021 342 1.67				
50 United States Treasury Note					2.500 5/15/2024 51 0.25				
10 United States Treasury Note					3.625 2/15/2044 11 0.05				
110 United States Treasury Note					3.375 5/15/2044 116 0.57				
80 United States Treasury Note					3.125 8/15/2044 81 0.39				
170 United States Treasury Strip Principal					zero coupon 11/15/2043 67 0.33				
Total U.S. Treasury Obligations (Cost \$1,129)					1,184 5.78				
Shares/Units (000's)					Shares/Units (000's)				
Collective Investment Schemes — 8.98%					Collective Investment Schemes — 8.98%				
127 Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)					167 0.82				
1,673 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)					1,673 8.16				
Total Collective Investment Schemes (Cost \$1,845)					1,840 8.98				
Total Investments Excluding Options (Cost \$23,016)					22,223 108.43				
Contracts (000's)					Contracts (000's)				
Options — (0.02%)					Options — (0.02%)				
Purchased Options — 0.01%					Purchased Options — 0.01%				
– Euro\$1 Year Midcv Op December 2014 Put 98.63					12/12/2014 – –				
– Euro\$2 Year Midcv Op September 2014 Put 98.00					9/12/2014 – –				
– U.S. 5 Year October 2014 Call 119.00					9/26/2014 1 0.01				
– U.S. Bond October 2014 Call 140.00					9/26/2014 1 –				
					2 0.01				
Written Options — (0.03%)					Written Options — (0.03%)				
– Euro\$1 Year Midcv Op December 2014 Put 98.38					12/12/2014 – –				
– Euro\$2 Year Midcv Op September 2014 Put 97.50					9/12/2014 – –				
– U.S. 10 Year October 2014 Call 125.00					9/26/2014 (1) (0.01)				
– U.S. 10 Year October 2014 Call 126.00					9/26/2014 (1) (0.01)				
– U.S. 10 Year October 2014 Call 126.50					9/26/2014 (1) –				
– U.S. 10 Year October 2014 Put 121.00					9/26/2014 – –				
– U.S. 5 Year December 2014 Call 119.00					11/21/2014 (2) (0.01)				
(200) U.S. Call/EUR Put 1.30					11/29/2014 (1) –				
– U.S. Bond October 2014 Call 143.00					9/26/2014 (1) –				

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, 2014 – (continued)

Contracts (000's)	Exercise Date	Value (000's) \$	% of Net Asset Value
Options — (continued)			
Written Options — (continued)			
– U.S. Bond October 2014 Call 144.00	9/26/2014	–	–
		(7)	(0.03)
Total Options (Cost \$(4))		(5)	(0.02)
Total Investments (Cost \$23,012)		22,218	108.41
Liabilities in Excess of Other Assets		(1,724)	(8.41)
Total Net Assets		20,494	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, 2014, these securities amounted to \$244,000 or 1.19% of net assets.
- * Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.
- † 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, 2014.
- ± 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, 2014.

ABBREVIATIONS:

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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS, SWAPS AND OPTIONS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	87.45
Financial derivative instruments	0.20
Collective investment schemes	7.89
Other assets	4.46
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
90 Day Euro\$ December 2015	8	\$1,980	\$1
90 Day Euro\$ December 2016	(2)	(490)	–
90 Day Euro\$ June 2016	3	739	2
90 Day Euro\$ June 2018	(8)	(1,942)	(8)
Euro-Bobl Future September 2014	(2)	(340)	(4)
U.S. 10 Year Note (CBT) December 2014	1	126	–
U.S. 5 Year Note (CBT) December 2014	(26)	(3,090)	(6)
U.S. Long Bond (CBT) December 2014	(10)	(1,401)	(10)
U.S. Ultra Bond (CBT) December 2014	6	933	18
Total Market Value of Future Contracts	(30)	\$(3,485)	\$(7)
Unrealised Appreciation of Futures Contracts			21
Unrealised Depreciation of Futures Contracts			(28)
Net Depreciation of Future Contracts			\$(7)

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, 2014 – (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	Berkshire Hathaway Inc, 1.000%, due 3/20/24	Sell	3/20/24	50	\$1
Deutsche Bank	Metlife Inc, 1.000%, due 9/20/21	Sell	6/20/18	60	–
					\$1
Unrealised Appreciation of Credit Default Swaps					1
Unrealised Depreciation of Credit Default Swaps					–
Net Appreciation of Credit Default Swaps					\$1

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation / (Depreciation) of Contracts (000's)
11/14/14	Bank of America Sec London	Buy USD 174	Sell EUR 130	\$ 3
11/14/14	Barclays Capital London	Buy USD 163	Sell JPY 16,669	3
11/14/14	Citicorp Securities London Ltd	Buy USD 697	Sell EUR 521	13
11/14/14	Citicorp Securities London Ltd	Buy USD 148	Sell JPY 15,099	3
11/14/14	Citicorp Securities London Ltd	Buy EUR 240	Sell USD 316	(1)
11/14/14	UBS	Buy USD 54	Sell EUR 40	1
Unrealised Appreciation of Forward Foreign Currency Contracts				23
Unrealised Depreciation of Forward Foreign Currency Contracts				(1)
Net Appreciation of Forward Foreign Currency Contracts				\$ 22

Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Asset-Backed Securities — 5.95%									
USD	149	321 Henderson Receivables I LLC, Series 2014 1A, Class A, 144A	3.960	3/15/2063	157	0.09			
	470	Asset-Backed Pass-Through Certificates, Series 2004 R2, Class A4 *	0.935	4/25/2034	462	0.25			
	400	Avis Budget Rental Car Funding AESOP LLC, Series 2012 3A, Class A, 144A	2.100	3/20/2019	403	0.22			
	120	Avis Budget Rental Car Funding AESOP LLC, Series 2013 1A, Class A, 144A	1.920	9/20/2019	119	0.06			
	105	CDC Mortgage Capital Trust, Series 2003 HE1, Class M1 *	1.505	8/25/2033	99	0.05			
	14	Citigroup Mortgage Loan Trust Inc, Series 2005 HE2, Class A, 144A *	0.555	5/25/2035	14	0.01			
	1	Conseco Financial Corp, Series 1992 2, Class B	9.150	1/15/2018	-	-			
	70	ContiMortgage Home Equity Loan Trust, Series 1999 1, Class B	7.000	4/25/2030	62	0.03			
	100	CountryPlace Manufactured Housing Contract Trust, Series 2007 1, Class A4, 144A *	5.846	7/15/2037	101	0.06			
	7	Countrywide Asset-Backed Certificates, Series 2002 3, Class 1A1 *	0.895	5/25/2032	7	-			
	31	Countrywide Asset-Backed Certificates, Series 2004 5, Class M2 *	1.160	7/25/2034	28	0.02			
	244	Countrywide Asset-Backed Certificates, Series 2004 13, Class MF1 *	5.071	4/25/2035	213	0.12			
	233	Countrywide Home Equity Loan Trust, Series 2006 HW, Class 2A1B *	0.305	11/15/2036	205	0.11			
	300	Educational Funding of the South Inc, Series 2011 1, Class A2 *	0.884	4/25/2035	301	0.17			
	200	EFS Volunteer No 2 LLC, Series 2012 1, Class A2, 144A *	1.505	3/25/2036	207	0.11			
	118	Finance America Mortgage Loan Trust, Series 2003 1, Class M1 *	1.205	9/25/2033	111	0.06			
	62	GMACM Home Equity Loan Trust, Series 2006 HE1, Class A *	0.365	11/25/2036	53	0.03			
	219	GMACM Home Equity Notes Variable Funding Trust, Series 2004 VF1, Class A1, 144A *	0.905	2/25/2031	210	0.12			
	150	Greenpoint Manufactured Housing, Series 1999 2, Class A2 *	2.915	3/18/2029	134	0.07			
	75	Greenpoint Manufactured Housing, Series 1999 3, Class 2A2 *	3.528	6/19/2029	65	0.04			
	50	Greenpoint Manufactured Housing, Series 1999 4, Class A2 *	3.654	2/20/2030	43	0.02			
	213	GSAA Home Equity Trust, Series 2007 4, Class A3A *	0.455	3/25/2037	130	0.07			
	610	GSAMP Trust, Series 2004 AR1, Class M1 *	1.130	6/25/2034	569	0.31			
	140	Hertz Vehicle Financing LLC, Series 2013 1A, Class A2, 144A	1.830	8/25/2019	139	0.08			
	651	Lehman XS Trust, Series 2006 2N, Class 1A1 *	0.415	2/25/2046	487	0.27			
	175	Manufactured Housing Contract Trust Pass-Through Certificates, Series 2001 2, Class IA2 *	3.653	2/20/2032	161	0.09			
	225	Manufactured Housing Contract Trust Pass-Through Certificates, Series 2001 2, Class IIA2 *	3.652	3/13/2032	203	0.11			
	282	Mastr Asset Backed Securities Trust, Series 2003 OPT1, Class M2 *	2.930	12/25/2032	275	0.15			
	85	Morgan Stanley ABS Capital I Inc Trust, Series 2003 NC10, Class M1 *	1.175	10/25/2033	80	0.04			
	500	National Collegiate Student Loan Trust, Series 2006 3, Class A4 *	0.425	3/26/2029	456	0.25			
	1,220	National Collegiate Student Loan Trust, Series 2007 4, Class A3L *	1.005	3/25/2038	877	0.48			
	200	Nelnet Education Loan Funding Inc, Series 2004 2A, Class A5C *	1.090	2/25/2039	189	0.10			
	75	Northstar Education Finance Inc, Series 2007 1, Class A7	1.248	1/29/2046	70	0.04			
	125	Northstar Education Finance Inc, Series 2007 1, Class A5	1.615	1/29/2046	118	0.06			
	87	Origen Manufactured Housing Contract Trust, Series 2005 B, Class M2	6.480	1/15/2037	93	0.05			
	606	Origen Manufactured Housing Contract Trust, Series 2006 A, Class A2 *	2.368	10/15/2037	541	0.29			
	170	Pegasus Aviation Lease Securitization, Series 2000 1, Class A2, 144A	8.370	3/25/2030	46	0.02			
	20	Provident Bank Home Equity Loan Trust, Series 1999 3, Class A3 *	0.935	1/25/2031	14	0.01			
	19	RAMP Trust, Series 2003 RS2, Class AII *	0.835	3/25/2033	17	0.01			
	10	RASC Trust, Series 2001 KS2, Class AII *	0.615	6/25/2031	10	0.01			
	53	RASC Trust, Series 2001 KS1, Class AIG	6.349	3/25/2032	52	0.03			
	7	Renaissance Home Equity Loan Trust, Series 2003 1, Class A *	1.015	6/25/2033	7	-			
	454	Security National Mortgage Loan Trust, Series 2005 2A, Class A3, 144A *	6.213	2/25/2036	425	0.23			
	240	Settlement Fee Finance LLC, Series 2004 1A, Class A, 144A	9.100	7/25/2034	260	0.14			
	150	SLM Student Loan EDC Repackaging Trust, Series 2013 M1, Class M1, 144A	3.500	10/28/2029	148	0.08			
	100	SLM Student Loan Trust, Series 2002 5, Class B *	0.661	9/16/2024	98	0.05			
	550	SMB Private Education Loan Trust, Series 2014 A, Class A2B, 144A *	1.300	5/15/2026	550	0.30			
	750	SMB Private Education Loan Trust, Series 2014 A, Class A2A, 144A	3.050	5/15/2026	750	0.41			
	500	SMB Private Education Loan Trust, Series 2014 A, Class A3, 144A *	1.650	4/15/2032	500	0.27			
	450	SMB Private Education Loan Trust, Series 2014 A, Class B, 144A	4.000	9/15/2042	419	0.23			
	250	SoFi Professional Loan Program LLC, Series 2014 A, Class A1, 144A *	1.806	6/25/2025	251	0.13			
	1	Structured Asset Sec Corp Pass Through Cert, Series 2002 AL1, Class A3	3.450	2/25/2032	1	-			
Total Asset-Backed Securities (Cost \$10,368)								10,930	5.95
Collateralised Mortgage-Backed Obligations — 10.09%									
USD	215	Alternative Loan Trust, Series 2005 14, Class 2A2 *	0.405	5/25/2035	118	0.06			
	667	Alternative Loan Trust, Series 2005 56, Class 4A1 *	0.465	11/25/2035	561	0.31			
	554	Alternative Loan Trust, Series 2005 IM1, Class A1 *	0.455	1/25/2036	477	0.26			
	114	Alternative Loan Trust, Series 2006 OA10, Class 4A1 *	0.345	8/25/2046	88	0.05			
	1,144	American Home Mortgage Assets Trust, Series 2006 6, Class A1A *	0.345	12/25/2046	808	0.44			
	3,137	Banc of America Alternative Loan Trust, Series 2005 4, Class CB7 *	4.945	5/25/2035	389	0.21			
	30	Banc of America Commercial Mortgage Trust, Series 2006 5, Class AM	5.448	9/10/2047	32	0.02			
	150	Banc of America Commercial Mortgage Trust, Series 2007 3, Class AJ *	5.765	6/10/2049	155	0.08			
	240	Banc of America Commercial Mortgage Trust, Series 2007 4, Class AJ *	6.015	2/10/2051	251	0.14			

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
Collateralised Mortgage-Backed Obligations — (continued)					5		IndyMac INDX Mortgage Loan Trust, Series 2004 AR12, Class A1 *	0.935	12/25/2034	4	–
246		Bear Stearns Commercial Mortgage Securities Trust, Series 2006 PW14, Class AJ	5.273	12/11/2038	251	0.14					
150		CD 2006-CD2 Mortgage Trust, Series 2006 CD2, Class AJ *	5.566	1/15/2046	140	0.08					
90		CD 2006-CD3 Mortgage Trust, Series 2006 CD3, Class AJ	5.688	10/15/2048	87	0.05					
130		CD 2007-CD4 Commercial Mortgage Trust, Series 2007 CD4, Class AJ *	5.398	12/11/2049	109	0.06					
250		CGBAM Commercial Mortgage Trust, Series 2014 HD, Class E, 144A *	3.155	2/15/2031	249	0.14					
52		CHL Mortgage Pass-Through Trust, Series 2005 4, Class 4A1 *	0.445	2/25/2035	44	0.02					
286		CHL Mortgage Pass-Through Trust, Series 2005 HYB1, Class 1A1 *	0.455	3/25/2035	255	0.14					
134		CHL Mortgage Pass-Through Trust, Series 2005 7, Class 2A1 *	0.775	3/25/2035	124	0.07					
233		CHL Mortgage Pass-Through Trust, Series 2005 3, Class 1A2 *	0.445	4/25/2035	216	0.12					
25		COBALT CMBS Commercial Mortgage Trust, Series 2007 C2, Class AMFX *	5.526	4/15/2047	27	0.01					
250		COMM 2006-C8 Mortgage Trust, Series 2006 C8, Class AJ	5.377	12/10/2046	251	0.14					
20		COMM 2013-CCRE12 Mortgage Trust, Series 2013 CR12, Class B *	4.762	10/10/2046	21	0.01					
10		COMM 2013-CCRE12 Mortgage Trust, Series 2013 CR12, Class C *	5.255	10/10/2046	11	0.01					
250		COMM 2014-SAVA Mortgage Trust, Series 2014 SAVA, Class D, 144A *	3.255	6/15/2034	250	0.14					
151		Commercial Mortgage Trust, Series 2006 GG7, Class AM *	6.014	7/10/2038	162	0.09					
169		Credit Suisse Commercial Mortgage Trust, Series 2007 C2, Class AM *	5.615	1/15/2049	184	0.10					
177		Credit Suisse First Boston Mortgage Securities Corp, Series 2005 9, Class 4A1 *	19.099	10/25/2035	233	0.13					
21		Deutsche Alt-A Securities Inc Mortgage Loan Trust, Series 2005 1, Class 1A1 *	0.655	2/25/2035	19	0.01					
47		Deutsche Mortgage Securities Inc Re- REMIC Trust Certificates, Series 2005 WF1, Class 1A3, 144A *	5.232	6/26/2035	48	0.03					
543		DSLA Mortgage Loan Trust, Series 2006 AR1, Class 1A1A *	1.037	3/19/2046	423	0.23					
160		EQTY 2014-INNS Mortgage Trust, Series 2014 INNS, Class D, 144A *	2.509	5/8/2031	158	0.09					
33		First Horizon Alternative Mortgage Securities Trust, Series 2006 FAB, Class 1A8 *	0.525	2/25/2037	20	0.01					
96		GreenPoint Mortgage Funding Trust, Series 2005 AR4, Class 1A1 *	0.415	10/25/2045	85	0.05					
260		GS Mortgage Securities Trust, Series 2006 GG6, Class C *	5.786	4/10/2038	261	0.14					
182		GS Mortgage Securities Trust, Series 2011 GC5, Class XA, 144A *	1.868	8/10/2044	12	0.01					
630		GS Mortgage Securities Trust, Series 2007 GG10, Class AM *	5.991	8/10/2045	653	0.36					
90		GS Mortgage Securities Trust, Series 2013 GC16, Class B *	5.161	11/10/2046	99	0.05					
1,884		GS Mortgage Securities Trust, Series 2014 GC20, Class XA *	1.388	4/10/2047	148	0.08					
186		HarborView Mortgage Loan Trust, Series 2005 9, Class 2A1A *	0.496	6/20/2035	180	0.10					
64		HarborView Mortgage Loan Trust, Series 2007 7, Class 2A1A *	1.155	10/25/2037	60	0.03					
38		Homestar Mortgage Acceptance Corp, Series 2004 3, Class AV1 *	0.605	7/25/2034	38	0.02					
650		IndyMac IMSC Mortgage Loan Trust, Series 2007 HOA1, Class A21 *	0.245	7/25/2047	443	0.24					
632		IndyMac IMSC Mortgage Loan Trust, Series 2007 HOA1, Class A22 *	0.335	7/25/2047	443	0.24					
					690		IndyMac INDX Mortgage Loan Trust, Series 2006 AR11, Class 5A1 *	2.847	6/25/2036	476	0.26
					974		IndyMac INDX Mortgage Loan Trust, Series 2006 AR27, Class 2A1 *	0.285	10/25/2036	838	0.46
					792		JP Morgan Alternative Loan Trust, Series 2007 S1, Class A1 *	0.435	4/25/2047	726	0.40
					291		JP Morgan Chase Commercial Mortgage Securities Trust, Series 2006 CB14, Class AJ *	5.668	12/12/2044	289	0.16
					270		JP Morgan Chase Commercial Mortgage Securities Trust, Series 2006 LDP9, Class AJS *	5.386	5/15/2047	242	0.13
					230		JP Morgan Chase Commercial Mortgage Securities Trust, Series 2007 CB19, Class AJ *	5.892	2/12/2049	207	0.11
					90		JP Morgan Chase Commercial Mortgage Securities Trust, Series 2007 CB20, Class AM *	6.082	2/12/2051	101	0.05
					50		JPMBB Commercial Mortgage Securities Trust, Series 2013 C15, Class C *	5.251	11/15/2045	54	0.03
					30		JPMBB Commercial Mortgage Securities Trust, Series 2013 C17, Class B *	5.050	1/15/2047	32	0.02
					50		LB Commercial Mortgage Trust, Series 2007 C3, Class AM *	6.090	7/15/2044	55	0.03
					50		LB-UBS Commercial Mortgage Trust, Series 2007 C7, Class AM *	6.370	9/15/2045	57	0.03
					136		MASTR Adjustable Rate Mortgages Trust, Series 2004 13, Class 3A7 *	2.636	11/21/2034	139	0.08
					144		MASTR Adjustable Rate Mortgages Trust, Series 2007 R5, Class A1, 144A *	2.532	11/25/2035	105	0.06
					3		MASTR Adjustable Rate Mortgages Trust, Series 2006 2, Class 3A1 *	2.553	1/25/2036	3	–
					188		MASTR Adjustable Rate Mortgages Trust, Series 2007 3, Class 12A1 *	0.355	5/25/2047	147	0.08
					122		MASTR Reperforming Loan Trust, Series 2005 2, Class 1A1F, 144A *	0.505	5/25/2035	100	0.05
					170		Merrill Lynch Mortgage Trust, Series 2006 C2, Class AJ *	5.802	8/12/2043	173	0.09
					10		ML-CFC Commercial Mortgage Trust, Series 2007 5, Class A4	5.378	8/12/2048	11	0.01
					260		ML-CFC Commercial Mortgage Trust, Series 2007 9, Class AJ *	6.193	9/12/2049	252	0.14
					885		Morgan Stanley Bank of America Merrill Lynch Trust, Series 2012 C5, Class XA, 144A *	2.024	8/15/2045	78	0.04
					110		Morgan Stanley Bank of America Merrill Lynch Trust, Series 2012 C6, Class AS	3.476	11/15/2045	111	0.06
					31		Morgan Stanley Bank of America Merrill Lynch Trust, Series 2013 C7, Class AS	3.214	2/15/2046	31	0.02
					170		Morgan Stanley Capital I Trust, Series 2006 IQ12, Class AJ	5.399	12/15/2043	155	0.08
					408		Morgan Stanley Capital I Trust, Series 2007 IQ13, Class AJ	5.438	3/15/2044	413	0.22
					25		Morgan Stanley Capital I Trust, Series 2007 IQ14, Class A4 *	5.692	4/15/2049	27	0.01
					270		Morgan Stanley Capital I Trust, Series 2007 IQ15, Class AJ *	6.105	6/11/2049	256	0.14
					752		RALI Series 2005-QS2 Trust, Series 2005 QS2, Class A1	5.500	2/25/2035	746	0.41
					160		RBS Commercial Funding Inc 2013-GSP Trust, Series 2013 GSP, Class A, 144A *	3.961	1/13/2032	168	0.09
					241		Reperforming Loan REMIC Trust, Series 2004 R2, Class 1AF2, 144A *	0.575	11/25/2034	211	0.11
					716		Reperforming Loan REMIC Trust, Series 2005 R2, Class 1AF1, 144A *	0.495	6/25/2035	641	0.35

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value				
U.S. Corporate Bonds and Notes — (continued)					Transportation — 0.07%								
Pharmaceuticals — (continued)					130 Florida East Coast Holdings Corp, 144A								
40	3.250	2/1/2023	40	0.02	6.750	5/1/2019	137	0.07					
				630	0.34								
Pipelines — 1.33%					Total U.S. Corporate Bonds and Notes (Cost \$42,693)								
280 Access Midstream Partners LP / ACMP Finance Corp					45,165								
6.125	7/15/2022	305	0.17	24.60									
36	8.375	6/15/2032	49	0.03									
100	Enterprise Products Operating LLC, Series N	6.500	1/31/2019	118	0.06								
290	Enterprise Products Operating LLC	5.200	9/1/2020	331	0.18								
430	Enterprise Products Operating LLC, Series B *	7.034	1/15/2068	487	0.26								
130	Kinder Morgan Inc/DE, 144A	5.000	2/15/2021	139	0.08								
44	MarkWest Energy Partners LP / MarkWest Energy Finance Corp	6.250	6/15/2022	47	0.03								
112	Penn Virginia Resource Partners LP / Penn Virginia Resource Finance Corp II	8.375	6/1/2020	125	0.07								
110	Regency Energy Partners LP / Regency Energy Finance Corp	6.500	7/15/2021	119	0.06								
90	Regency Energy Partners LP / Regency Energy Finance Corp	5.875	3/1/2022	97	0.05								
120	Sabine Pass Liquefaction LLC, 144A	5.750	5/15/2024	125	0.07								
80	Southern Natural Gas Co LLC	8.000	3/1/2032	106	0.06								
27	The Williams Cos Inc	7.875	9/1/2021	33	0.02								
200	The Williams Cos Inc, Series A	7.500	1/15/2031	238	0.13								
88	The Williams Cos Inc	8.750	3/15/2032	114	0.06								
				2,433	1.33								
Retail — 0.43%					U.S. Denominated Bonds and Notes — 5.72%								
220 CVS Caremark Corp					Australia — 0.62%								
2.750	12/1/2022	215	0.12	340 BHP Billiton Finance USA Ltd									
90	CVS Caremark Corp	5.750	5/15/2041	110	0.06	6.500	4/1/2019	407	0.22				
34	CVS Pass-Through Trust, 144A	5.298	1/11/2027	38	0.02	100	BHP Billiton Finance USA Ltd	3.250	11/21/2021	104	0.06		
31	CVS Pass-Through Trust	6.036	12/10/2028	37	0.02	170	BHP Billiton Finance USA Ltd	5.000	9/30/2043	194	0.11		
50	CVS Pass-Through Trust	6.943	1/10/2030	62	0.03	90	FMG Resources August 2006 Pty Ltd, 144A	6.000	4/1/2017	94	0.05		
10	QVC Inc	5.950	3/15/2043	11	0.01	40	FMG Resources August 2006 Pty Ltd, 144A	8.250	11/1/2019	44	0.02		
250	Wal-Mart Stores Inc	5.625	4/15/2041	312	0.17	160	FMG Resources August 2006 Pty Ltd, 144A	6.875	4/1/2022	174	0.10		
				785	0.43	40	Rio Tinto Finance USA Ltd	3.500	11/2/2020	42	0.02		
					70 Rio Tinto Finance USA Ltd								
					4.125								
										1,135	0.62		
Semiconductors — 0.01%					British Virgin Islands — 0.28%								
10 National Semiconductor Corp					200 Sinopec Group Overseas Development 2012 Ltd, 144A								
6.600	6/15/2017	11	0.01	2.750					5/17/2017	205	0.11		
					300 Sinopec Group Overseas Development 2014 Ltd, 144A								
					4.375								
										520	0.28		
Software — 0.31%					Canada — 0.27%								
80 Activision Blizzard Inc, 144A					130 Barrick Gold Corp								
5.625	9/15/2021	87	0.05	6.950					4/1/2019	155	0.09		
70	First Data Corp, 144A	7.375	6/15/2019	75	0.04	110	Barrick Gold Corp	4.100	5/1/2023	112	0.06		
114	First Data Corp, 144A	6.750	11/1/2020	123	0.07	220	Glencore Finance Canada Ltd, 144A	2.700	10/25/2017	226	0.12		
20	First Data Corp	12.625	1/15/2021	25	0.01					493	0.27		
90	First Data Corp	11.750	8/15/2021	106	0.06								
160	Oracle Corp	1.200	10/15/2017	159	0.08								
				575	0.31								
Telecommunications — 1.82%					Cayman Islands — 1.21%								
20 AT&T Inc					90 Petrobras International Finance Co								
5.500	2/1/2018	22	0.01	6.125					10/6/2016	97	0.05		
60	AT&T Inc	5.800	2/15/2019	70	0.04	87	Petrobras International Finance Co	5.750	1/20/2020	94	0.05		
170	AT&T Inc	3.875	8/15/2021	181	0.10	810	Petrobras International Finance Co	5.375	1/27/2021	854	0.47		
70	CenturyLink Inc, Series V	5.625	4/1/2020	74	0.04	40	Shelf Drilling Holdings Ltd, 144A	8.625	11/1/2018	43	0.02		
285	Sprint Capital Corp	8.750	3/15/2032	318	0.17	150	UPCB Finance III Ltd, 144A	6.625	7/1/2020	159	0.09		
110	Sprint Corp, 144A	7.875	9/15/2023	118	0.06	620	Vale Overseas Ltd	4.375	1/11/2022	647	0.35		
210	Verizon Communications Inc	6.350	4/1/2019	247	0.14	276	Vale Overseas Ltd	6.875	11/21/2036	325	0.18		
110	Verizon Communications Inc	3.450	3/15/2021	114	0.06					2,219	1.21		
30	Verizon Communications Inc	2.450	11/1/2022	29	0.02								
770	Verizon Communications Inc	5.150	9/15/2023	872	0.48								
90	Verizon Communications Inc	4.150	3/15/2024	95	0.05								
251	Verizon Communications Inc	6.400	9/15/2033	317	0.17								
186	Verizon Communications Inc	6.550	9/15/2043	239	0.13								
370	Verizon Communications Inc, 144A	4.862	8/21/2046	388	0.21								
144	Verizon Communications Inc, 144A	5.012	8/21/2054	150	0.08								
110	West Corp, 144A	5.375	7/15/2022	107	0.06								
				3,341	1.82								
					Chile — 0.12%								
					210 Celulosa Arauco y Constitucion SA								
										4.750	1/11/2022	217	0.12
					Colombia — 0.10%								
					180 Ecopetrol SA								
										5.875	5/28/2045	194	0.10
					France — 0.54%								
					320 Credit Agricole SA, 144A *								
										8.375	Perpetual	372	0.20
					200 Numericable Group SA, 144A								
										6.000	5/15/2022	206	0.11
					180 Pernod-Ricard SA, 144A								
										2.950	1/15/2017	186	0.10
					210 Pernod-Ricard SA, 144A								
										4.450	1/15/2022	226	0.13
										990	0.54		
					Ireland — 0.11%								
					200 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A								
										6.250	1/31/2019	202	0.11
					Italy — 0.36%								
					650 Intesa Sanpaolo SpA, 144A								
										5.017	6/26/2024	656	0.36
					Luxembourg — 0.15%								
					100 Intelsat Jackson Holdings SA								
										7.500	4/1/2021	108	0.06
					160 Intelsat Jackson Holdings SA								
										5.500	8/1/2023	160	0.09
										268	0.15		
					Mexico — 0.47%								
					110 America Movil SAB de CV								
										5.625	11/15/2017	124	0.07
					200 America Movil SAB de CV								
										5.000	3/30/2020	221	0.12
					20 America Movil SAB de CV								
										6.375	3/1/2035	25	0.01
					20 America Movil SAB de CV								
										6.125	11/15/2037	24	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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — (continued)				
Mexico — (continued)				
175 Pemex Project Funding Master Trust	6.625	6/15/2035	216	0.12
210 Petroleos Mexicanos, 144A	6.375	1/23/2045	254	0.14
			864	0.47
Netherlands — 0.54%				
250 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA	4.625	12/1/2023	266	0.15
290 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 144A *	11.000	Perpetual	384	0.21
50 Heineken NV, 144A	1.400	10/1/2017	50	0.02
200 ING Bank NV, 144A	5.800	9/25/2023	227	0.12
70 Royal Bank of Scotland NV	4.650	6/4/2018	74	0.04
			1,001	0.54
Norway — 0.02%				
30 Schlumberger Norge AS, 144A	4.200	1/15/2021	33	0.02
United Kingdom — 0.93%				
70 BP Capital Markets Plc	3.561	11/1/2021	74	0.04
60 Diageo Capital Plc	5.750	10/23/2017	68	0.04
310 Diageo Capital Plc	4.828	7/15/2020	349	0.19
210 Royal Bank of Scotland Group Plc	6.400	10/21/2019	247	0.13
100 Royal Bank of Scotland Group Plc	6.125	12/15/2022	109	0.06
230 Royal Bank of Scotland Group Plc	6.100	6/10/2023	251	0.14
220 Royal Bank of Scotland Group Plc	6.000	12/19/2023	239	0.13
100 Royal Bank of Scotland Group Plc, Series U *	7.640	Perpetual	106	0.06
240 Standard Chartered Plc, 144A	5.700	3/26/2044	265	0.14
			1,708	0.93
Total U.S. Denominated Bonds and Notes (Cost \$9,860)			10,500	5.72
U.S. Denominated Debt Obligations — 2.25%				
Colombia — 0.18%				
290 Colombia Government International Bond	5.625	2/26/2044	336	0.18
Indonesia — 0.20%				
380 Indonesia Government International Bond	3.750	4/25/2022	375	0.20
Mexico — 0.53%				
10 Mexico Government International Bond	6.050	1/11/2040	12	0.01
680 Mexico Government International Bond	5.550	1/21/2045	798	0.43
154 Mexico Government International Bond	4.750	3/8/2044	162	0.09
			972	0.53
Poland — 0.27%				
470 Poland Government International Bond	4.000	1/22/2024	493	0.27
Portugal — 0.23%				
400 Portugal Government International Bond, 144A	5.125	10/15/2024	414	0.23
Russia — 0.26%				
110 Russian Foreign Bond – Eurobond, 144A	7.500	3/31/2030	122	0.07
317 Russian Foreign Bond – Eurobond	7.500	3/31/2030	353	0.19
			475	0.26
South Africa — 0.22%				
360 South Africa Government International Bond	5.875	9/16/2025	407	0.22
Turkey — 0.36%				
360 Turkey Government International Bond	7.000	3/11/2019	415	0.23

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
220 Turkey Government International Bond	5.750	3/22/2024	244	0.13
			659	0.36
Total U.S. Denominated Debt Obligations (Cost \$3,868)			4,131	2.25
U.S. Government Agency Mortgage-Backed Securities — 30.83%				
Federal Home Loan Mortgage Corporation (FHLMC) — 4.45%				
USD 1,246 FHLMC Multifamily Structured Pass Through Certificates K007, Class X1 *	1.361	4/25/2020	62	0.03
1,466 FHLMC Multifamily Structured Pass Through Certificates KAIW, Class X1 *	1.368	6/25/2021	102	0.06
1,148 FHLMC Multifamily Structured Pass Through Certificates K015, Class X1 *	1.825	7/25/2021	107	0.06
879 FHLMC Multifamily Structured Pass Through Certificates K016, Class X1 *	1.725	10/25/2021	80	0.04
661 FHLMC Multifamily Structured Pass Through Certificates K017, Class X1 *	1.586	12/25/2021	55	0.03
109 FHLMC Multifamily Structured Pass Through Certificates K024, Class X1 *	1.021	9/25/2022	6	–
537 Freddie Mac Gold Pool E94519	5.000	2/1/2018	567	0.31
159 Freddie Mac Gold Pool G13888	5.000	6/1/2025	174	0.10
241 Freddie Mac Gold Pool G14492	4.000	10/1/2025	257	0.14
21 Freddie Mac Gold Pool G01737	5.000	12/1/2034	24	0.01
755 Freddie Mac Gold Pool A74793	5.000	3/1/2038	830	0.45
49 Freddie Mac Gold Pool G04222	5.500	4/1/2038	54	0.03
162 Freddie Mac Gold Pool G06172	5.500	12/1/2038	180	0.10
391 Freddie Mac Gold Pool G06875	5.500	12/1/2038	437	0.24
96 Freddie Mac Gold Pool G06669	6.500	9/1/2039	110	0.06
960 Freddie Mac Gold Pool G06409	6.000	11/1/2039	1,080	0.59
657 Freddie Mac Gold Pool U90155	4.000	9/1/2042	698	0.38
460 Freddie Mac Gold Pool U90316	4.000	10/1/2042	489	0.27
286 Freddie Mac Gold Pool U62476	3.500	4/1/2043	295	0.16
190 Freddie Mac Gold Pool U62476	4.000	4/1/2043	202	0.11
97 Freddie Mac Gold Pool Q19254	4.000	6/1/2043	104	0.06
98 Freddie Mac Gold Pool Q19135	4.000	6/1/2043	104	0.06
93 Freddie Mac Gold Pool Q19611	4.000	7/1/2043	99	0.05
93 Freddie Mac Gold Pool Q19615	4.000	7/1/2043	99	0.05
95 Freddie Mac Gold Pool U95137	4.000	8/1/2043	101	0.06
213 Freddie Mac Non Gold Pool 1L0236 *	2.375	10/1/2035	228	0.12
329 Freddie Mac Non Gold Pool 1N1454 *	1.945	4/1/2037	347	0.19
74 Freddie Mac Non Gold Pool 1G2341 *	2.285	12/1/2037	77	0.04
396 Freddie Mac Reference REMIC R007, Class ZA	6.000	5/15/2036	445	0.24
85 Freddie Mac Remics 4097, Class ST *	5.895	8/15/2042	19	0.01
86 Freddie Mac Remics 4136, Class SE *	5.995	11/15/2042	17	0.01
90 Freddie Mac Remics 4136, Class SJ *	5.995	11/15/2042	20	0.01
89 Freddie Mac Remics 4136, Class SQ *	5.995	11/15/2042	20	0.01
1,650 Freddie Mac Remics Pool 4092, Class AI	3.000	9/15/2031	225	0.12
2,168 Freddie Mac Remics Pool 3349, Class AS *	6.345	7/15/2037	366	0.20
236 Freddie Mac Remics Pool 3621, Class SB *	6.075	1/15/2040	32	0.02
302 Freddie Mac Remics Pool 3997, Class SK *	6.445	11/15/2041	57	0.03
			8,169	4.45
Federal National Mortgage Association (FNMA) — 19.47%				
USD 1,240 Fannie Mae Connecticut Avenue Securities, Series 2014 C03, Class 1M2 *	3.155	7/25/2024	1,205	0.66
463 Fannie Mae Interest Strip 409, Class C2	3.000	4/25/2027	53	0.03
37 Fannie Mae Interest Strip 407, Class 34	5.000	1/25/2038	5	–
118 Fannie Mae Interest Strip 407, Class 41	6.000	1/25/2038	20	0.01
98 Fannie Mae Interest Strip 390, Class C3	6.000	7/25/2038	17	0.01
45 Fannie Mae Interest Strip 407, Class 22	5.000	1/25/2039	7	–

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, 2014 – (continued)

Contracts (000's)	Exercise Date	Value (000's) \$	% of Net Asset Value
Options — (continued)			
Written Options — (continued)			
– U.S. Bond October 2014 Call 143	9/26/2014	(7)	–
– U.S. Bond October 2014 Call 144	9/26/2014	(4)	–
(1,800) USD Call/EUR November 2014 Put 1.30	11/29/2014	(14)	(0.01)
		(67)	(0.03)
Total Options (Cost \$(38))		(44)	(0.02)
Total Investments (Cost \$183,241)		188,847	102.87
Liabilities in Excess of Other Assets		(5,272)	(2.87)
Total Net Assets		\$183,575	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, 2014, these securities amounted to \$16,854,000 or 9.17% of net assets.
- * Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.
- † 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, 2014.
- ± 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, 2014.

ABBREVIATIONS:

- Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.
- REMIC – Real Estate Mortgage Investment Conduit
- TBA – To Be Announced
- BRL – Brazilian Real
- EUR – Euro
- MXN – Mexican Peso
- NZD – New Zealand Dollar
- USD – United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES, OPTIONS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	91.61
Money market instruments	2.96
Financial derivative instruments	0.22
Collective investment schemes	1.72
Other assets	3.49
Total Assets	100.00

Legg Mason Western Asset US Core Plus Bond Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
90 Day Euro\$ December 2015	49	\$12,128	\$5
90 Day Euro\$ December 2016	(18)	(4,409)	–
90 Day Euro\$ June 2016	24	5,910	17
90 Day Euro\$ June 2018	(48)	(11,654)	(49)
Euro FX September 2014	(4)	(657)	26
Euro-Bobl September 2014	(16)	(2,717)	(27)
Euro-Bund September 2014	(10)	(1,991)	(89)
U.S. 10 year Note (CBT) December 2014	(112)	(14,087)	(42)
U.S. 2 Year Note (CBT) December 2014	(2)	(438)	–
U.S. 5 Year Note (CBT) December 2014	(58)	(6,892)	(21)
U.S. Long Bond (CBT) December 2014	(82)	(11,488)	(81)
U.S. Ultra Bond (CBT) December 2014	60	9,330	175
Total Market Value of Future Contracts	(217)	\$(26,965)	\$(86)
Unrealised Appreciation of Futures Contracts			223
Unrealised Depreciation of Futures Contracts			(309)
Net Depreciation of Future Contracts			\$(86)

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	Metlife Inc, 1.000%, due 6/20/21	Sell	6/20/21	220	\$3
Credit Suisse First Boston	Markit CDX.NA.HY, 5.000%, due 6/20/19	Sell	6/20/19	614	49
Deutsche Bank	Berkshire Hathaway Inc, 1.000%, due 3/20/24	Sell	3/20/24	390	5
Deutsche Bank	Metlife Inc, 1.000%, due 9/20/21	Sell	9/20/21	280	3
					\$60
Unrealised Appreciation of Credit Default Swaps					60
Unrealised Depreciation of Credit Default Swaps					–
Net Appreciation of Credit Default Swaps					\$60

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Barclays Capital London	Buy USD 482	Sell GBP 291	\$ (1)
09/30/14	Citicorp Securities London Ltd	Buy USD 1,076	Sell GBP 649	(1)
09/30/14	Deutsche Bank London	Buy GBP 185	Sell USD 307	–
09/30/14	Goldman Sachs London	Buy GBP 622	Sell USD 1,032	1
09/30/14	JP Morgan Chase Bank London	Buy GBP 234	Sell USD 389	1
09/30/14	Royal Bank of Canada London	Buy GBP 3	Sell USD 4	–
11/14/14	Barclays Capital London	Buy USD 1,085	Sell JPY 111,071	17
11/14/14	Citicorp Securities London Ltd	Buy USD 1,078	Sell EUR 804	20
11/14/14	Citicorp Securities London Ltd	Buy USD 1,684	Sell JPY 171,581	34
11/14/14	Morgan Stanley London	Buy USD 4,104	Sell EUR 3,068	71
11/14/14	Morgan Stanley London	Buy EUR 880	Sell USD 1,161	(4)
Unrealised Appreciation of Forward Foreign Currency Contracts				144
Unrealised Depreciation of Forward Foreign Currency Contracts				(6)
Net Appreciation of Forward Foreign Currency Contracts				\$ 138

Legg Mason Western Asset Euro Core Plus Bond Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) €	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) €	% of Net Asset Value
Asset-Backed Securities — 0.16%									
EUR	94	Italfinance Securitisation Vehicle SRL, Series 2007 1, Class A *	0.402	1/14/2026	92	0.16			
Total Asset-Backed Securities (Cost €89)					92	0.16			
Collateralised Mortgage-Backed Obligations — 0.36%									
EUR	220	Union de Creditos Inmobiliarios 11, Class A *	0.417	9/15/2041	203	0.36			
Total Collateralised Mortgage-Backed Obligations (Cost €185)					203	0.36			
EUR Denominated Bonds and Notes — 19.52%									
Australia — 0.68%									
160	Australia Pacific Airports Melbourne Pty Ltd	3.125	9/26/2023	180	0.32				
190	Telstra Corp Ltd	2.500	9/15/2023	207	0.36				
				387	0.68				
Belgium — 0.39%									
100	Eandis CVBA	2.875	5/7/2029	109	0.19				
100	Elia System Operator SA/NV	3.250	4/4/2028	112	0.20				
				221	0.39				
Cayman Islands — 0.47%									
226	Petrobras International Finance Co	5.875	3/7/2022	265	0.47				
Denmark — 0.23%									
120	Danske Bank A/S *	3.875	10/4/2023	130	0.23				
Finland — 0.98%									
310	CRH Finland Services OYJ	2.750	10/15/2020	334	0.59				
210	Elenia Finance OYJ	2.875	12/17/2020	224	0.39				
				558	0.98				
France — 3.03%									
200	AXA SA *	3.875	Perpetual	201	0.35				
220	BNP Paribas SA	2.875	9/26/2023	244	0.43				
140	BNP Paribas SA	2.375	5/20/2024	148	0.26				
100	Casino Guichard Perrachon SA	3.248	3/7/2024	110	0.20				
100	Christian Dior SA	1.375	6/19/2019	101	0.18				
300	Electricite de France SA	3.875	1/18/2022	355	0.62				
200	GDF Suez	1.375	5/19/2020	205	0.36				
200	Transport et Infrastructures Gaz France SA	4.339	7/7/2021	237	0.42				
100	Vivendi SA	4.750	7/13/2021	121	0.21				
				1,722	3.03				
Germany — 1.04%									
100	Allianz SE *	4.750	Perpetual	110	0.19				
230	Bayer AG *	3.000	7/1/2075	234	0.41				
200	Muenchener Rueckversicherungs AG *	6.250	5/26/2042	249	0.44				
				593	1.04				
Ireland — 0.67%									
310	GE Capital European Funding	5.375	1/23/2020	384	0.67				
Italy — 0.58%									
100	Assicurazioni Generali SpA	2.875	1/14/2020	108	0.19				
100	Assicurazioni Generali SpA	4.125	5/4/2026	106	0.19				
80	Enel Finance International NV	5.625	8/14/2024	116	0.20				
				330	0.58				
Luxembourg — 0.41%									
200	Hannover Finance Luxembourg SA *	5.750	9/14/2040	235	0.41				
Mexico — 0.75%									
340	Petroleos Mexicanos	5.500	2/24/2025	426	0.75				
Netherlands — 2.66%									
200	Allianz Finance II BV *	5.750	7/8/2041	238	0.42				
130	British American Tobacco Holdings Netherlands BV	3.125	3/6/2029	144	0.25				
Norway — 0.32%									
180	SpareBank 1 SMN	1.500	5/20/2019	184	0.32				
Spain — 0.74%									
200	Banco Santander SA *	6.250	Perpetual	205	0.36				
100	BBVA Subordinated Capital SAU *	3.500	4/11/2024	105	0.19				
100	Madrilena Red de Gas Finance BV	3.779	9/11/2018	110	0.19				
				420	0.74				
Sweden — 0.18%									
100	Svenska Handelsbanken AB *	2.656	1/15/2024	104	0.18				
Switzerland — 0.19%									
100	UBS AG *	4.750	2/12/2026	107	0.19				
United Arab Emirates — 0.24%									
130	Glencore Finance Dubai Ltd	2.625	11/19/2018	138	0.24				
United Kingdom — 4.30%									
173	Aviva Plc *	6.125	7/5/2043	205	0.36				
100	Coventry Building Society	2.250	12/4/2017	105	0.19				
240	HSBC Holdings Plc *	3.375	1/10/2024	256	0.45				
190	Imperial Tobacco Finance Plc	3.375	2/26/2026	208	0.37				
100	Lloyds Bank Plc	5.375	9/3/2019	122	0.21				
110	Rio Tinto Finance Plc	2.875	12/11/2024	123	0.22				
380	Royal Bank of Scotland Group Plc *	3.625	3/25/2024	388	0.68				
270	The Royal Bank of Scotland Plc	5.375	9/30/2019	324	0.57				
120	The Royal Bank of Scotland Plc	5.500	3/23/2020	147	0.26				
273	Tesco Plc	3.375	11/2/2018	299	0.52				
260	Yorkshire Building Society	2.125	3/18/2019	269	0.47				
				2,446	4.30				
United States — 1.66%									
120	AT&T Inc	3.550	12/17/2032	138	0.24				
180	Citigroup Inc	7.375	9/4/2019	235	0.42				
140	JPMorgan Chase & Co	2.750	8/24/2022	154	0.27				
250	Philip Morris International Inc	2.875	5/14/2029	269	0.47				
140	Wells Fargo & Co	2.250	5/2/2023	149	0.26				
				945	1.66				
Total EUR Denominated Bonds and Notes (Cost €9,941)					11,106	19.52			
Foreign Corporate Bonds and Notes — 2.68%									
Mexico — 0.16%									
101	Petroleos Mexicanos	6.375	1/23/2045	93	0.16				
United Kingdom — 1.66%									
260	Annington Finance No 4 Plc, Series C1	8.070	1/10/2023	426	0.75				
30	Dignity Finance Plc, Series B	8.151	12/31/2030	55	0.10				
198	Tesco Property Finance 3 Plc	5.744	4/13/2040	279	0.49				
140	Virgin Media Secured Finance Plc	5.500	1/15/2021	183	0.32				
				943	1.66				
United States — 0.86%									
275	Verizon Communications Inc	6.550	9/15/2043	269	0.47				
274	Verizon Communications Inc	5.012	8/21/2054	218	0.39				
				487	0.86				
Total Foreign Corporate Bonds and Notes (Cost €1,244)					1,523	2.68			
Government Bonds — 66.19%									
EUR	2,100	Austria Government Bond, 144A	1.150	10/19/2018	2,186	3.84			
	1,790	Belgium Government Bond, Series 68	2.250	6/22/2023	1,972	3.47			
	2,730	Belgium Government Bond, Series 69	1.250	6/22/2018	2,840	4.99			

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) €	% of Net Asset Value	
Government Bonds — (continued)					
5,120	Bundesobligation, Series 166	0.250	4/13/2018	5,157	9.07
1,440	Bundesrepublik Deutschland	1.500	2/15/2023	1,535	2.70
818	Bundesrepublik Deutschland	3.250	7/4/2042	1,095	1.92
810	Deutsche Bundesrepublik Inflation Linked Bond, Series I/L β	0.500	4/15/2030	902	1.59
1,020	European Investment Bank	4.125	4/15/2024	1,312	2.31
2,440	France Government Bond OAT	3.250	5/25/2045	2,980	5.24
2,430	Italy Buoni Poliennali Del Tesoro	3.750	5/1/2021	2,747	4.83
4,590	Italy Buoni Poliennali Del Tesoro	4.500	3/1/2024	5,437	9.56
2,310	Italy Buoni Poliennali Del Tesoro	5.000	9/1/2040	2,871	5.04
2,570	Netherlands Government Bond, 144A	1.250	1/15/2019	2,686	4.72
1,870	Netherlands Government Bond, 144A	1.750	7/15/2023	2,000	3.52
1,490	Spain Government Bond, 144A	3.800	4/30/2024	1,707	3.00
TRY 710	Turkey Government Bond	7.100	3/8/2023	223	0.39
Total Government Bonds (Cost €34,840)			37,650	66.19	
Shares/Units (000's)					
Collective Investment Schemes — 6.55%					
3,687	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)		3,687	6.48	
23	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)		29	0.05	
9	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)		7	0.02	
Total Collective Investment Schemes (Cost €3,723)			3,723	6.55	
Total Investments (Cost €50,022)			54,297	95.46	
Other Assets in Excess of Liabilities			2,585	4.54	
Total Net Assets			€56,882	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, 2014, these securities amounted to €8,579,000 or 15.08% of net assets.

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

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, 2014.

ABBREVIATIONS:

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

EUR – Euro

TRY – Turkish Lira

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	87.85
Financial derivative instruments	0.56
Collective investment schemes	6.47
Other assets	5.12
Total Assets	100.00

Legg Mason Western Asset Euro Core Plus Bond Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bobl Future September 2014	(40)	€ (5,169)	€ (75)
Euro-Bund September 2014	(24)	(3,637)	(158)
Total Market Value of Future Contracts	(64)	€ (8,806)	€ (233)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(233)
Net Depreciation of Future Contracts			€ (233)

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, 1.000%, due 6/20/19	Buy	6/20/19	3,970	€ (75)
					€ (75)
					–
					(75)
Net Depreciation of Credit Default Swaps					€ (75)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	Barclays Capital London	Buy	USD 311	€ (4)
11/14/14	Citicorp Securities London Ltd	Buy	EUR 13,176	250
11/14/14	Citicorp Securities London Ltd	Buy	GBP 333	(3)
11/14/14	Credit Suisse First Boston London	Buy	USD 3,070	(39)
11/14/14	Deutsche Bank London	Buy	EUR 3,222	59
11/14/14	Deutsche Bank London	Buy	PLN 1,847	3
11/14/14	Deutsche Bank London	Buy	GBP 346	(2)
11/14/14	Deutsche Bank London	Buy	PLN 7,825	2
11/14/14	Deutsche Bank London	Buy	TRY 630	(5)
11/14/14	Goldman Sachs London	Buy	EUR 1,552	5
11/14/14	Goldman Sachs London	Buy	USD 12,711	(164)
11/14/14	JP Morgan Chase Bank London	Buy	GBP 191	(2)
11/14/14	JP Morgan Chase Bank London	Buy	USD 1,644	(23)
11/14/14	Morgan Stanley London	Buy	GBP 545	(2)
11/14/14	Morgan Stanley London	Buy	USD 1,068	(14)
11/14/14	UBS	Buy	EUR 519	3
11/14/14	UBS	Buy	GBP 726	(3)
11/14/14	UBS	Buy	USD 3,787	(51)
				322
				(312)
Net Appreciation of Forward Foreign Currency Contracts				€ 10

Legg Mason Western Asset Diversified Strategic Income Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value			
U.S. Corporate Bonds and Notes — (continued)					Netherlands — 1.02%							
20	Novelis Inc	8.750	12/15/2020	22	0.07	100	Lukoil International Finance BV	6.656	6/7/2022	102	0.35	
60	Pactiv LLC	8.375	4/15/2027	65	0.22	200	VimpelCom Holdings BV	7.504	3/1/2022	198	0.67	
30	Peabody Energy Corp	7.875	11/1/2026	31	0.11					300	1.02	
150	Pemex Project Funding Master Trust	6.625	6/15/2035	185	0.63	Total U.S. Denominated Bonds and Notes (Cost \$2,721)						
10	Plains Exploration & Production Co	8.625	10/15/2019	11	0.04					2,832	9.65	
40	QEP Resources Inc	6.875	3/1/2021	45	0.15	U.S. Denominated Debt Obligations — 0.99%						
20	Regal Entertainment Group	5.750	3/15/2022	20	0.07	Colombia — 0.79%						
10	Regency Energy Partners LP / Regency Energy Finance Corp	5.875	3/1/2022	11	0.04	200	Colombia Government International Bond	5.625	2/26/2044	232	0.79	
20	Regency Energy Partners LP / Regency Energy Finance Corp	5.000	10/1/2022	21	0.07	Venezuela — 0.20%						
30	Resolute Forest Products Inc	5.875	5/15/2023	29	0.10	74	Venezuela Government International Bond	9.250	9/15/2027	58	0.20	
40	Ryerson Inc / Joseph T Ryerson & Son Inc	9.000	10/15/2017	43	0.14	Total U.S. Denominated Debt Obligations (Cost \$266)						
100	Southern Copper Corp	6.750	4/16/2040	116	0.40					290	0.99	
30	Suburban Propane Partners LP / Suburban Energy Finance Corp	5.500	6/1/2024	30	0.10	U.S. Government Agency Mortgage-Backed Securities — 0.20%						
110	Time Warner Cable Inc	8.250	4/1/2019	138	0.47	Federal Home Loan Mortgage Corporation (FHLMC) — 0.00%						
50	Time Warner Inc	4.000	1/15/2022	53	0.18	USD	–	Freddie Mac Gold Pool E00870	7.000	8/1/2015	–	–
10	T-Mobile USA Inc	6.125	1/15/2022	11	0.04	–	–	Freddie Mac Gold Pool E82313	7.000	1/1/2016	–	–
20	United Airlines 2014-2 Class B Pass Through Trust, Series B	4.625	9/3/2022	20	0.07	1	Freddie Mac Gold Pool E00968	7.000	3/1/2016	1	–	
10	Universal Hospital Services Inc	7.625	8/15/2020	10	0.03					1	–	
66	Verizon Communications Inc	6.550	9/15/2043	85	0.29	Federal National Mortgage Association (FNMA) — 0.11%						
66	Verizon Communications Inc	5.012	8/21/2054	69	0.24	USD	4	Fannie Mae Pool 527250	7.000	11/1/2029	4	0.02
200	Virgin Media Secured Finance Plc	5.375	4/15/2021	208	0.71	1	Fannie Mae Pool 535159	7.000	2/1/2030	2	0.01	
248	Wells Fargo & Co	4.480	1/16/2024	266	0.91	–	–	Fannie Mae Pool 568866	7.500	1/1/2031	–	–
5	The Williams Cos Inc	8.750	3/15/2032	6	0.02	1	Fannie Mae Pool 582665	7.500	6/1/2031	1	–	
						1	Fannie Mae Pool 605525	7.000	7/1/2031	1	–	
Total U.S. Corporate Bonds and Notes (Cost \$5,414)			5,704	19.44	3	Fannie Mae Pool 581961	7.000	7/1/2031	3	0.01		
U.S. Denominated Bonds and Notes — 9.65%					8	Fannie Mae Pool 601140	7.000	9/1/2031	9	0.03		
Australia — 0.57%					8	Fannie Mae Pool 598230	7.000	9/1/2031	9	0.03		
140	BHP Billiton Finance USA Ltd	6.500	4/1/2019	168	0.57	2	Fannie Mae Pool 254008	7.000	10/1/2031	2	0.01	
Bermuda — 0.74%										31	0.11	
200	Digicel Group Ltd	8.250	9/30/2020	216	0.74	Government National Mortgage Association (GNMA) — 0.09%						
Canada — 0.11%					USD	7	Ginnie Mae I pool 781001	7.500	3/15/2029	9	0.03	
30	Kodiak Oil & Gas Corp	8.125	12/1/2019	33	0.11	14	Ginnie Mae I pool 583599	8.000	5/15/2032	16	0.06	
Cayman Islands — 2.75%					1	Ginnie Mae II pool 1849	8.500	8/20/2024	1	–		
200	Braskem Finance Ltd	5.750	4/15/2021	210	0.72					26	0.09	
506	Vale Overseas Ltd	6.875	11/21/2036	597	2.03	Total U.S. Government Agency Mortgage-Backed Securities (Cost \$54)						
				807	2.75					58	0.20	
Chile — 0.38%					U.S. Treasury Obligations — 8.57%							
100	Colbun SA	6.000	1/21/2020	111	0.38	USD	640	United States Treasury Bond	4.625	2/15/2040	828	2.82
Colombia — 0.74%					930	United States Treasury Bond	3.125	2/15/2043	939	3.20		
200	Empresa de Energia de Bogota SA ESP	6.125	11/10/2021	217	0.74	110	United States Treasury Bond	2.875	5/15/2043	105	0.36	
France — 1.10%					120	United States Treasury Bond	3.750	11/15/2043	136	0.47		
160	Electricite de France *	5.625	Perpetual	169	0.57	510	United States Treasury Note	1.250	11/30/2018	505	1.72	
150	Electricite de France SA *	5.250	Perpetual	155	0.53	Total U.S. Treasury Obligations (Cost \$2,350)						
				324	1.10					2,513	8.57	
Greece — 0.36%					Shares/Units (000's)							
100	FAGE Dairy Industry SA / FAGE USA Dairy Industry Inc	9.875	2/1/2020	107	0.36	Common Stock — 0.08% (Cost \$15)						
Japan — 0.69%					1	Deep Ocean Group Holdings †∞				25	0.08	
200	SoftBank Corp	4.500	4/15/2020	203	0.69	Collective Investment Schemes — 20.06%						
Luxembourg — 0.08%					21	Legg Mason Global Funds Plc – Western Asset Euro High Yield Bond Fund – LM Class EUR Distributing (Q)				2,864	9.76	
10	Intelsat Jackson Holdings SA	7.250	10/15/2020	11	0.04	30	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)			3,020	10.30	
10	Intelsat Jackson Holdings SA	7.500	4/1/2021	11	0.04	Total Collective Investment Schemes (Cost \$5,793)						
				22	0.08					5,884	20.06	
Mexico — 1.11%					Total Investments Excluding Options (Cost \$26,821)							
200	Cemex SAB de CV	9.000	1/11/2018	213	0.73					27,737	94.54	
92	Petroleos Mexicanos	6.375	1/23/2045	111	0.38							
				324	1.11							

The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Diversified Strategic Income Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Contracts (000's)	Exercise Date	Value (000's) \$	% of Net Asset Value
Options — 0.07%			
Purchased Options — 0.07%			
1,510 USD Call/EUR Put 1.325	10/29/2014	21	0.07
Total Options (Cost \$9)		21	0.07
Total Investments (Cost \$26,830)		27,758	94.61
Other Assets in Excess of Liabilities		1,581	5.39
Total Net Assets		\$29,339	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, 2014.

† Illiquid.

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

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
COP	– Colombian Peso
EUR	– Euro
GBP	– British Pound
MXN	– Mexican Peso
PLN	– Polish Zloty
USD	– United States Dollar
ZAR	– South African Rand

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS, SWAPS AND OPTIONS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	71.88
Financial derivative instruments	2.03
Collective investment schemes	19.35
Other assets	6.74
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2014	(5)	\$(996)	\$(45)
U.S. 10 Year Note (CBT) December 2014	(14)	(1,761)	(5)
U.S. 5 Year Note (CBT) December 2014	12	1,426	2
U.S. Ultra Bond (CBT) December 2014	(9)	(1,399)	(31)
Total Market Value of Future Contracts	(16)	\$(2,730)	\$(79)
Unrealised Appreciation of Futures Contracts			2
Unrealised Depreciation of Futures Contracts			(81)
Net Depreciation of Future Contracts			\$(79)

Legg Mason Western Asset Diversified Strategic Income Fund

Portfolio of Investments as at August 31, 2014 – (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)
Merrill Lynch	Markit iTraxx Europe, 5.000%, due 6/20/19	Buy	6/20/19	607	\$(90)
Merrill Lynch	Markit iTraxx Europe, 1.000%, due 6/20/19	Buy	6/20/19	1,370	(34)
					\$(124)
Unrealised Appreciation of Credit Default Swaps					-
Unrealised Depreciation of Credit Default Swaps					(124)
Net Depreciation of Credit Default Swaps					\$(124)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation / (Depreciation) of Contracts (000's)
09/30/14	Barclays Capital London	Buy EUR 274	Sell USD 364	\$(4)
09/30/14	Citicorp Securities London Ltd	Buy EUR 160	Sell USD 213	(2)
09/30/14	HSBC Midland	Buy USD 19	Sell EUR 14	-
09/30/14	Royal Bank of Canada London	Buy EUR 7	Sell USD 8	-
09/30/14	UBS	Buy USD 2	Sell EUR 2	-
10/27/14	HSBC Midland	Buy CNY 4,140	Sell USD 668	3
11/14/14	Bank of America Sec London	Buy USD 305	Sell ZAR 3,342	(5)
11/14/14	Barclays Capital London	Buy USD 739	Sell GBP 439	10
11/14/14	Barclays Capital London	Buy EUR 184	Sell USD 246	(4)
11/14/14	BNP Paribas	Buy EUR 239	Sell USD 320	(5)
11/14/14	Citicorp Securities London Ltd	Buy USD 2,943	Sell EUR 2,197	55
11/14/14	Citicorp Securities London Ltd	Buy EUR 300	Sell USD 402	(8)
11/14/14	Citicorp Securities London Ltd	Buy GBP 208	Sell USD 350	(4)
11/14/14	Credit Suisse First Boston London	Buy USD 1,834	Sell DKK 10,220	30
11/14/14	Credit Suisse First Boston London	Buy USD 7,343	Sell EUR 5,492	124
11/14/14	Credit Suisse First Boston London	Buy GBP 452	Sell USD 760	(11)
11/14/14	Deutsche Bank London	Buy USD 951	Sell GBP 565	14
11/14/14	Deutsche Bank London	Buy USD 380	Sell MXN 5,070	(5)
11/14/14	Deutsche Bank London	Buy DKK 45,449	Sell USD 8,162	(140)
11/14/14	Deutsche Bank London	Buy EUR 1,562	Sell USD 2,090	(37)
11/14/14	Goldman Sachs London	Buy USD 943	Sell GBP 561	13
11/14/14	Goldman Sachs London	Buy EUR 3,280	Sell USD 4,386	(74)
11/14/14	HSBC Midland	Buy USD 1,079	Sell AUD 1,166	(5)
11/14/14	HSBC Midland	Buy USD 1,575	Sell EUR 1,180	24
11/14/14	HSBC Midland	Buy USD 408	Sell JPY 41,750	7
11/14/14	JP Morgan Chase Bank London	Buy USD 2,803	Sell DKK 15,593	51
11/14/14	JP Morgan Chase Bank London	Buy USD 1,061	Sell PLN 3,346	21
11/14/14	JP Morgan Chase Bank London	Buy GBP 505	Sell USD 848	(10)
11/14/14	JP Morgan Chase Bank London	Buy PLN 1,424	Sell USD 443	(1)
11/14/14	JP Morgan Chase Bank London	Buy EUR 2,749	Sell USD 3,683	(69)
11/14/14	JP Morgan Chase Bank London	Buy USD 381	Sell ZAR 4,142	(3)
11/14/14	Morgan Stanley London	Buy USD 769	Sell DKK 4,286	13
11/14/14	Morgan Stanley London	Buy USD 896	Sell EUR 670	16
11/14/14	Morgan Stanley London	Buy USD 1,777	Sell GBP 1,056	24
11/14/14	Royal Bank of Canada London	Buy USD 404	Sell GBP 240	6
11/14/14	UBS	Buy USD 2,730	Sell DKK 15,203	46
11/14/14	UBS	Buy USD 7,797	Sell EUR 5,826	138
11/14/14	UBS	Buy GBP 114	Sell USD 191	(3)
Unrealised Appreciation of Forward Foreign Currency Contracts				595
Unrealised Depreciation of Forward Foreign Currency Contracts				(390)
Net Appreciation of Forward Foreign Currency Contracts				\$ 205

Legg Mason Western Asset Global Multi Strategy Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Collateralised Mortgage-Backed Obligations — 0.01%									
165					950				
165 American Home Mortgage Assets					610				
					180				
					Trust, Series 2006 4, Class 1A12 *				
	0.366	10/25/2046	113	0.01	4,940				
Total Collateralised Mortgage-Backed Obligations (Cost \$97)					660				
					Schaeffler Holding Finance BV				
					1,670				
					Spie BondCo 3 SCA				
					5,350				
					Swiss Reinsurance Co via ELM BV *				
					476				
					TVN Finance Corp III AB				
					694				
					TVN Finance Corp III AB				
					2,058				
					Unitymedia KabelBW GmbH				
								131,870	8.65
					Total Foreign Corporate Bonds and Notes (Cost \$192,596)				
					Foreign Government Bonds and Notes — 13.56%				
					Brazil Government Bonds — 3.47%				
					Brazil Government Bonds — 0.03%				
					2,811				
					Axtel SAB de CV				
								387	0.03
					Swiss Franc Bonds — 0.06%				
					Aguila 3 SA				
								809	0.06
					Total Foreign Corporate Bonds and Notes (Cost \$192,596)				
					Foreign Government Bonds and Notes — 13.56%				
					Brazil Government Bonds — 3.47%				
					Brazil Government Bonds — 0.02%				
					87,057				
					Brazil Notas do Tesouro Nacional,				
					Series NTN				
								10,000	1/1/2017
								37,869	2.49
					12,601				
					Brazil Notas do Tesouro Nacional,				
					Series NTN				
								6,000	8/15/2050
								14,949	0.98
					Total Foreign Government Bonds and Notes (Cost \$216,384)				
					Canadian Government Bonds — 0.02%				
					Canadian Government Bonds — 0.02%				
					160				
					Canadian Government Bond,				
					Series CPI β				
								4,000	12/1/2031
								326	0.02
					Colombia Government Bonds — 0.01%				
					Colombian Government Bonds — 0.01%				
					171,800				
					Colombian TES, Series B				
								10,000	7/24/2024
								112	0.01
					Euro Government Bonds — 3.47%				
					Euro Government Bonds — 3.47%				
					121				
					Bundesrepublik Deutschland,				
					Series 00				
								5,500	1/4/2031
								252	0.02
					33,790				
					Italy Buoni Poliennali Del Tesoro				
								4,500	3/1/2024
								52,587	3.45
					Total Foreign Government Bonds and Notes (Cost \$216,384)				
					Mexican Government Bonds — 2.64%				
					Mexican Government Bonds — 2.64%				
					106,098				
					Mexican Bonos, Series M				
								8,000	6/11/2020
								9,289	0.61
					242,847				
					Mexican Bonos, Series M				
								6,500	6/9/2022
								19,682	1.29
					128,521				
					Mexican Bonos, Series M				
								7,750	11/13/2042
								11,223	0.74
					Total Foreign Government Bonds and Notes (Cost \$216,384)				
					Poland Government Bonds — 1.84%				
					Poland Government Bonds — 1.84%				
					84,070				
					Poland Government Bond,				
					Series 1023				
								4,000	10/25/2023
								28,059	1.84
					South African Government Bonds — 1.39%				
					South African Government Bonds — 1.39%				
					188,866				
					South Africa Government Bond,				
					Series R186				
								10,500	12/21/2026
								21,093	1.39
					Turkish Government Bonds — 0.72%				
					Turkish Government Bonds — 0.72%				
					14,910				
					Turkey Government Bond				
								9,500	1/12/2022
								7,164	0.47
					9,060				
					Turkey Government Bond				
								7,100	3/8/2023
								3,735	0.25
					Total Foreign Government Bonds and Notes (Cost \$216,384)				
					U.S. Corporate Bonds and Notes — 18.94%				
					U.S. Corporate Bonds and Notes — 18.94%				
					360				
					24 Hour Holdings III LLC, 144A				
								8,000	6/1/2022
								349	0.02
					1,990				
					Acadia Healthcare Co Inc				
								12,875	11/1/2018
								2,323	0.15
					850				
					Acadia Healthcare Co Inc, 144A				
								5,125	7/1/2022
								859	0.06
					2,650				
					Access Midstream Partners LP / ACMP				
					Finance Corp				
								5,875	4/15/2021
								2,816	0.18
					850				
					Access Midstream Partners LP / ACMP				
					Finance Corp				
								4,875	3/15/2024
								894	0.06
					640				
					Activision Blizzard Inc, 144A				
								5,625	9/15/2021
								692	0.05
					530				
					Activision Blizzard Inc, 144A				
								6,125	9/15/2023
								583	0.04
					10				
					AES Corp				
								8,000	6/1/2020
								12	—
					740				
					Alliance Data Systems Corp, 144A				
								5,375	8/1/2022
								744	0.05
					110				
					Alliance One International Inc				
								9,875	7/15/2021
								110	0.01

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Corporate Bonds and Notes — (continued)					480	DISH DBS Corp	5.000	3/15/2023	478	0.03	
660	Ally Financial Inc	8.000	12/31/2018	770	0.05	2,125	DJO Finance LLC / DJO Finance Corp	9.750	10/15/2017	2,216	0.15
5,290	Ally Financial Inc	8.000	3/15/2020	6,428	0.42	630	DJO Finance LLC / DJO Finance Corp	9.875	4/15/2018	673	0.04
1,260	Ally Financial Inc	7.500	9/15/2020	1,507	0.10	850	Dole Food Co Inc, 144A	7.250	5/1/2019	856	0.06
2,411	American Airlines 2013-2 Class B Pass Through Trust	5.600	7/15/2020	2,502	0.17	820	Dynergy Roseton LLC †∞	7.670	11/8/2016	–	–
1,160	American Axle & Manufacturing Inc	7.750	11/15/2019	1,319	0.09	40	El Paso LLC	7.000	6/15/2017	45	–
50	Anadarko Petroleum Corp	5.950	9/15/2016	55	–	10	El Paso LLC	7.250	6/1/2018	11	–
30	Anheuser-Busch Cos LLC	6.500	5/1/2042	41	–	550	El Paso LLC	8.050	10/15/2030	675	0.04
1,770	Appvion Inc, 144A	9.000	6/1/2020	1,584	0.10	1,735	El Paso LLC	7.800	8/1/2031	2,151	0.14
700	Arch Coal Inc	7.000	6/15/2019	499	0.03	565	El Paso LLC	7.750	1/15/2032	708	0.05
1,780	Atlas Pipeline Partners LP / Atlas Pipeline Finance Corp	4.750	11/15/2021	1,722	0.11	200	El Paso Natural Gas Co LLC	8.375	6/15/2032	274	0.02
1,390	Atwood Oceanics Inc	6.500	2/1/2020	1,473	0.10	6,826	Energy Future Intermediate Holding Co LLC / EFH Finance Inc	4.250	6/19/2016	6,859	0.45
EUR 610	Bank of America Corp	4.625	9/14/2018	904	0.06	865	Enterprise Products Operating LLC, Series A *	8.375	8/1/2066	966	0.06
GBP 700	Bank of America Corp	5.500	11/22/2021	1,289	0.09	875	Enterprise Products Operating LLC, Series B *	7.034	1/15/2068	991	0.07
8,620	Bank of America Corp, Series U *	5.200	Perpetual	8,308	0.55	826	ExamWorks Group Inc	9.000	7/15/2019	892	0.06
3,345	Caesars Entertainment Operating Co Inc	11.250	6/1/2017	2,751	0.18	1,170	EXCO Resources Inc	8.500	4/15/2022	1,189	0.08
170	Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Prope, 144A	8.000	10/1/2020	169	0.01	670	Exterran Partners LP / EXLP Finance Corp, 144A	6.000	10/1/2022	672	0.04
280	Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Prope, 144A	11.000	10/1/2021	284	0.02	300	First Cash Financial Services Inc, 144A	6.750	4/1/2021	316	0.02
2,010	Calpine Corp, 144A	6.000	1/15/2022	2,166	0.14	900	First Data Corp	12.625	1/15/2021	1,100	0.07
720	Calumet Specialty Products Partners LP/Calumet Finance Corp	7.625	1/15/2022	752	0.05	456	First Data Corp	11.750	8/15/2021	539	0.03
340	CBS Outdoor Americas Capital LLC / CBS Outdoor Americas Capital Corp, 144A	5.250	2/15/2022	348	0.02	530	First Quality Finance Co Inc, 144A	4.625	5/15/2021	502	0.03
340	CBS Outdoor Americas Capital LLC / CBS Outdoor Americas Capital Corp, 144A	5.625	2/15/2024	350	0.03	1,200	First Wind Capital LLC, 144A	10.250	6/1/2018	1,281	0.08
1,020	CCO Holdings LLC / CCO Holdings Capital Corp	6.500	4/30/2021	1,084	0.07	3,370	FirstEnergy Corp, Series C	7.375	11/15/2031	4,093	0.27
3,060	CCO Holdings LLC / CCO Holdings Capital Corp	5.750	1/15/2024	3,129	0.21	1,050	Florida East Coast Holdings Corp, 144A	6.750	5/1/2019	1,108	0.07
4,745	Cemex Finance LLC	9.375	10/12/2022	5,599	0.37	1,000	Florida East Coast Holdings Corp, 144A	9.750	5/1/2020	1,058	0.07
790	Centene Corp	4.750	5/15/2022	802	0.05	50	Fontainebleau Las Vegas Holdings LLC, 144A €	10.250	6/15/2015	–	–
980	Century Intermediate Holding Co 2, 144A	9.750	2/15/2019	1,044	0.07	2,020	Fresenius Medical Care US Finance II Inc, 144A	5.875	1/31/2022	2,222	0.15
880	CenturyLink Inc, Series W	6.750	12/1/2023	974	0.07	1,560	FTS International Inc, 144A	6.250	5/1/2022	1,595	0.11
970	Chesapeake Energy Corp	6.875	11/15/2020	1,125	0.08	50	General Electric Capital Corp	6.750	3/15/2032	67	–
290	Chesapeake Energy Corp	5.750	3/15/2023	324	0.02	EUR 606	General Electric Capital Corp *	4.625	9/15/2066	829	0.05
50	Choctaw Resort Development Enterprise, 144A	7.250	11/15/2019	50	–	750	General Electric Capital Corp *	6.375	11/15/2067	832	0.06
470	Chrysler Group LLC / CG Co-Issuer Inc	8.250	6/15/2021	525	0.03	130	General Motors Financial Co Inc	2.750	5/15/2016	131	0.01
710	Cimarex Energy Co	4.375	6/1/2024	739	0.05	10	General Motors Financial Co Inc	3.250	5/15/2018	10	–
501	Cincinnati Bell Telephone Co LLC	6.300	12/1/2028	481	0.03	EUR 2,400	The Goldman Sachs Group Inc	4.750	10/12/2021	3,673	0.24
2,530	CIT Group Inc	5.000	8/1/2023	2,641	0.17	450	Greektown Holdings LLC/Greektown Mothership Corp, 144A	8.875	3/15/2019	461	0.03
5,620	Citigroup Inc, Series D *	5.350	Perpetual	5,366	0.35	1,200	GTP Acquisition Partners I LLC, 144A	7.628	6/15/2016	1,270	0.08
2,870	Citigroup Inc, Series M *	6.300	Perpetual	2,920	0.19	1,600	Guitar Center Inc, 144A	9.625	4/15/2020	1,340	0.09
4,210	Cogent Communications Group Inc, 144A	8.375	2/15/2018	4,441	0.29	240	Gulfport Energy Corp, 144A	7.750	11/1/2020	258	0.02
260	Colorado Interstate Gas Co LLC	6.800	11/15/2015	278	0.02	370	Halcon Resources Corp	9.750	7/15/2020	399	0.03
320	Comcast Corp	3.600	3/1/2024	332	0.02	3,080	Halcon Resources Corp	8.875	5/15/2021	3,242	0.21
360	Compiler Finance Sub Inc, 144A	7.000	5/1/2021	344	0.02	690	Hardwoods Acquisition Inc, 144A	7.500	8/1/2021	702	0.05
1,440	Concho Resources Inc	5.500	4/1/2023	1,537	0.10	1,500	HCA Inc	6.500	2/15/2020	1,678	0.11
380	ConocoPhillips	6.500	2/1/2039	516	0.03	290	HCA Inc	7.500	2/15/2022	338	0.02
4,020	CONSOL Energy Inc	8.250	4/1/2020	4,281	0.28	3,270	HCA Inc	5.000	3/15/2024	3,331	0.22
580	CONSOL Energy Inc, 144A	5.875	4/15/2022	606	0.04	810	Hearthside Group Holdings LLC/ Hearthside Finance Co, 144A	6.500	5/1/2022	808	0.05
875	CSC Holdings LLC	6.750	11/15/2021	962	0.06	2,220	Hercules Offshore Inc, 144A	10.250	4/1/2019	2,409	0.16
380	CST Brands Inc	5.000	5/1/2023	380	0.02	640	Hercules Offshore Inc, 144A	8.750	7/15/2021	646	0.04
1,490	CTR Partnership LP / CareTrust Capital Corp, 144A	5.875	6/1/2021	1,512	0.10	1,250	Hercules Offshore Inc, 144A	7.500	10/1/2021	1,181	0.08
720	DaVita HealthCare Partners Inc	5.125	7/15/2024	730	0.05	450	Hiland Partners LP / Hiland Partners Finance Corp, 144A	7.250	10/1/2020	485	0.03
799	Delta Air Lines 2007-1 Class B Pass Through Trust, Series 071B, Class B	8.021	8/10/2022	930	0.06	1,660	Hilton Worldwide Finance LLC / Hilton Worldwide Finance Corp, 144A	5.625	10/15/2021	1,760	0.12
30	DISH DBS Corp	6.625	10/1/2014	30	–	1,090	HJ Heinz Co	4.250	10/15/2020	1,105	0.07
170	DISH DBS Corp	7.875	9/1/2019	197	0.01	22	Horizon Lines LLC	11.000	10/15/2016	22	–
850	DISH DBS Corp	6.750	6/1/2021	951	0.06	1,240	The Howard Hughes Corp, 144A	6.875	10/1/2021	1,313	0.08
1,795	DISH DBS Corp	5.875	7/15/2022	1,905	0.13	1,740	IASIS Healthcare LLC / IASIS Capital Corp	8.375	5/15/2019	1,845	0.12
						430	Interactive Data Corp, 144A	5.875	4/15/2019	428	0.03
						6,320	JPMorgan Chase & Co	3.375	5/1/2023	6,224	0.41
						95	JPMorgan Chase & Co, Series 1 *	7.900	Perpetual	105	0.01
						EUR 3,200	JPMorgan Chase Bank NA *	4.375	11/30/2021	4,438	0.29
						430	Jurassic Holdings III Inc, 144A	6.875	2/15/2021	440	0.03
						40	Kerr-McGee Corp	7.875	9/15/2031	57	0.01

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value				
U.S. Corporate Bonds and Notes — (continued)					1,900		Time Warner Inc	4.000	1/15/2022	2,002	0.13		
1,370	6.750	3/1/2021	1,391	0.09	760	6.125	1/15/2022	788	0.05				
3,130	9.750	5/15/2017	3,169	0.21	520		TMX Finance LLC / TitleMax Finance Corp, 144A	8.500	9/15/2018	550	0.04		
541	zero	Perpetual	141	0.01	1,310	6.000	7/15/2022	1,333	0.09				
	coupon				300	6.750	7/15/2022	307	0.02				
1,340	9.750	5/15/2020	1,461	0.10	350	5.250	6/1/2022	349	0.02				
2,290	10.500	2/1/2018	2,470	0.16	1,480	6.375	9/1/2023	1,672	0.11				
780					680		United Airlines 2014-2 Class B Pass Through Trust, Series B	4.625	9/3/2022	680	0.04		
3,201	8.250	10/15/2018	803	0.05	2,540	6.750	9/15/2015	2,544	0.17				
	10.060	12/30/2028	3,592	0.24	620	7.625	8/15/2020	620	0.04				
790	6.000	8/15/2023	837	0.06	3,040	7.875	11/1/2020	3,314	0.22				
1,730	9.500	12/5/2020	1,903	0.12	930	6.900	4/15/2038	1,229	0.08				
670	9.125	10/1/2018	702	0.05	3,061	6.550	9/15/2043	3,942	0.26				
170	5.625	8/1/2033	149	0.01	6	4.862	8/21/2046	6	–				
1,130	8.750	10/15/2021	1,229	0.08	3,070	5.012	8/21/2054	3,203	0.21				
970	7.875	5/1/2018	1,026	0.07	25	7.375	4/1/2032	32	–				
780	9.681	7/2/2026	850	0.06	730	9.500	10/15/2019	728	0.05				
1,445	8.375	4/15/2027	1,557	0.10	1,650	6.375	4/1/2023	1,687	0.11				
660	6.750	7/15/2022	685	0.05	1,540	5.375	7/15/2022	1,498	0.10				
780	7.500	2/15/2022	827	0.05	452	7.500	1/15/2031	538	0.04				
1,030	7.875	11/1/2026	1,061	0.07	3,000	7.500	4/1/2023	3,195	0.21				
610	8.625	10/15/2019	641	0.04	640	7.000	8/15/2022	659	0.04				
2,140	5.250	5/1/2023	2,167	0.14	710	7.875	9/1/2019	738	0.05				
930	11.000	7/1/2021	809	0.05	Total U.S. Corporate Bonds and Notes (Cost \$276,297)					288,206	18.94		
200	7.500	10/1/2014	201	0.01	U.S. Denominated Bonds and Notes — 21.11%								
EUR	2,169	8.500	2,949	0.20	Argentina — 0.22%								
1,170	6.750	8/1/2020	1,252	0.08	3,237 Pan American Energy LLC					7.875	5/7/2021	3,375	0.22
700	5.750	3/15/2022	718	0.05	Australia — 0.25%								
970	5.875	3/1/2022	1,043	0.07	640 Ausdrill Finance Pty Ltd, 144A					6.875	11/1/2019	586	0.04
580	5.000	10/1/2022	600	0.04	540 Barmarco Finance Pty Ltd, 144A					9.000	6/1/2018	488	0.03
4,250	4.500	10/19/2020	4,453	0.29	280 FMG Resources August 2006 Pty Ltd, 144A					6.000	4/1/2017	292	0.02
1,860	5.875	5/15/2023	1,791	0.12	1,620 FMG Resources August 2006 Pty Ltd, 144A					6.875	4/1/2022	1,765	0.11
210	8.500	5/15/2018	220	0.02	910 St Barbara Ltd, 144A					8.875	4/15/2018	741	0.05
1,290	9.875	8/15/2019	1,430	0.09								3,872	0.25
1,210	6.250	5/1/2022	1,237	0.08	Bermuda — 0.32%								
1,765	9.000	10/15/2017	1,880	0.12	4,500 Digicel Group Ltd					8.250	9/30/2020	4,860	0.32
680	5.625	2/1/2021	717	0.05	Brazil — 1.44%								
2,710	9.750	2/15/2020	2,764	0.18	3,293 BRF SA					4.750	5/22/2024	3,326	0.22
1,560	7.750	6/15/2021	1,732	0.11	661 Centrais Eletricas Brasileiras SA					6.875	7/30/2019	735	0.05
300	6.125	1/15/2023	310	0.02	1,500 Centrais Eletricas Brasileiras SA					5.750	10/27/2021	1,553	0.10
35	7.625	10/1/2018	40	–	2,160 Hypermarcas SA					6.500	4/20/2021	2,331	0.15
55	7.500	4/1/2027	61	–	4,000 Samarco Mineracao SA, 144A					4.125	11/1/2022	3,848	0.25
5,010	8.625	5/15/2019	5,411	0.35	860 Samarco Mineracao SA					4.125	11/1/2022	827	0.05
870	5.375	4/16/2020	971	0.06	1,197 Telemar Norte Leste SA					5.500	10/23/2020	1,173	0.08
6,930	6.750	4/16/2040	8,021	0.53	7,895 Vale SA					5.625	9/11/2042	8,165	0.54
1,220	5.250	11/8/2042	1,188	0.08								21,958	1.44
355	8.000	3/1/2032	472	0.03	British Virgin Islands — 0.55%								
1,676	9.000	5/1/2018	1,701	0.12	760 Arcos Dorados Holdings Inc					6.625	9/27/2023	775	0.05
890	6.875	11/15/2028	868	0.06	2,900 Gerdau Trade Inc					4.750	4/15/2023	2,875	0.19
7,650	8.750	3/15/2032	8,530	0.56	3,504 GTL Trade Finance Inc					5.893	4/29/2024	3,693	0.24
110	9.000	11/15/2018	131	0.01	1,040 Pacific Drilling V Ltd, 144A					7.250	12/1/2017	1,089	0.07
1,960	7.875	9/15/2023	2,102	0.14								8,432	0.55
1,290	5.500	6/1/2024	1,287	0.09	Canada — 0.74%								
280	7.375	2/1/2020	299	0.02	920 Atlantic Power Corp					9.000	11/15/2018	959	0.06
1,700	4.250	11/15/2023	1,696	0.11	330 Baytex Energy Corp, 144A					5.625	6/1/2024	330	0.02
2,050	5.250	4/15/2021	2,070	0.14	1,355 Kodiak Oil & Gas Corp					8.125	12/1/2019	1,490	0.10
480	5.250	6/15/2024	489	0.03	1,500 Kodiak Oil & Gas Corp					5.500	2/1/2022	1,583	0.10
1,740	8.750	2/14/2019	2,217	0.15	210 Novelis Inc					8.750	12/15/2020	232	0.02
1,060	8.250	4/1/2019	1,333	0.09	3,980 Pacific Rubiales Energy Corp					5.375	1/26/2019	4,139	0.27
280	4.125	2/15/2021	303	0.02	30 Rogers Communications Inc					6.750	3/15/2015	31	–

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Denominated Bonds and Notes — (continued)											
Canada — (continued)					1,010 Vimpel Communications Via VIP Finance Ireland Ltd OJSC						
2,487	Ultra Petroleum Corp, 144A	5.750	12/15/2018	2,568	0.17	9.125	4/30/2018	1,076	0.07		
				11,332	0.74						
Cayman Islands — 2.87%					Isle of Man — 0.13%						
211	Braskem Finance Ltd	7.000	5/7/2020	238	0.02	1,696	AngloGold Ashanti Holdings Plc	8.500	7/30/2020	1,904	0.13
4,508	Braskem Finance Ltd	5.750	4/15/2021	4,739	0.31	Japan — 0.14%					
1,710	Braskem Finance Ltd	5.375	5/2/2022	1,757	0.11	2,030	Softbank Corp, 144A	4.500	4/15/2020	2,066	0.14
1,210	Fibria Overseas Finance Ltd	5.250	5/12/2024	1,207	0.08	Luxembourg — 2.17%					
5,300	Odebrecht Finance Ltd	4.375	4/25/2025	5,186	0.34	1,650	Ardagh Finance Holdings SA, 144A	8.625	6/15/2019	1,710	0.11
4,626	Odebrecht Finance Ltd	5.250	6/27/2029	4,690	0.31	4,524	CSN Resources SA	6.500	7/21/2020	4,732	0.31
2,274	Odebrecht Offshore Drilling Finance Ltd, 144A	6.625	10/1/2022	2,436	0.16	710	DH Services Luxembourg Sarl, 144A	7.750	12/15/2020	756	0.05
3,845	Petrobras International Finance Co	6.875	1/20/2040	4,327	0.29	100	Evraz Group SA, 144A	9.500	4/24/2018	103	0.01
6,190	Petrobras International Finance Co	6.750	1/27/2041	6,909	0.45	4,700	Evraz Group SA	6.500	4/22/2020	4,183	0.27
2,990	Suzano Trading Ltd	5.875	1/23/2021	3,110	0.20	550	Evraz Group SA	8.250	11/10/2015	558	0.04
350	Vale Overseas Ltd	4.375	1/11/2022	365	0.02	2,660	Evraz Group SA	9.500	4/24/2018	2,743	0.18
7,454	Vale Overseas Ltd	6.875	11/21/2036	8,787	0.58	4,390	Evraz Group SA	6.750	4/27/2018	4,105	0.27
				43,751	2.87	490	Globe Luxembourg SCA, 144A	9.625	5/1/2018	539	0.04
Chile — 0.77%					2,810 Intelsat Jackson Holdings SA						
2,440	AES Gener SA	5.250	8/15/2021	2,596	0.17	230	Intelsat Jackson Holdings SA	7.500	4/1/2021	249	0.01
2,270	Celulosa Arauco y Constitucion SA	4.750	1/11/2022	2,350	0.15	2,260	Klabin Finance SA, 144A	5.250	7/16/2024	2,254	0.15
2,890	Colbun SA	6.000	1/21/2020	3,217	0.21	1,250	Pacific Drilling SA, 144A	5.375	6/1/2020	1,219	0.08
1,970	ENTEL Chile SA	4.875	10/30/2024	2,044	0.14	3,250	Puma International Financing SA, 144A	6.750	2/1/2021	3,356	0.22
1,500	Inversiones CMPC SA	4.375	5/15/2023	1,492	0.10	1,150	TMK OAO Via TMK Capital SA	6.750	4/3/2020	1,033	0.07
				11,699	0.77	2,370	Vimpel Communications OJSC Via UBS Luxembourg SA	8.250	5/23/2016	2,456	0.16
Colombia — 0.77%					33,003 2.17						
1,649	Ecopetrol SA	5.875	9/18/2023	1,888	0.13	Marshall Islands — 0.05%					
1,974	Ecopetrol SA	5.875	5/28/2045	2,129	0.14	760	Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A	8.125	11/15/2021	790	0.05
1,380	Empresa de Energia de Bogota SA	6.125	11/10/2021	1,497	0.10	Mexico — 2.41%					
1,690	Empresas Publicas de Medellin ESP	7.625	7/29/2019	2,024	0.13	1,000	Alfa SAB de CV, 144A	5.250	3/25/2024	1,080	0.07
3,830	Transportadora de Gas Internacional SA ESP	5.700	3/20/2022	4,117	0.27	900	Alfa SAB de CV, 144A	6.875	3/25/2044	1,015	0.07
				11,655	0.77	1,626	Alpek SA de CV, 144A	4.500	11/20/2022	1,662	0.11
France — 1.36%					1,531 America Movil SAB de CV						
134	Cie Generale de Geophysique – Veritas	7.750	5/15/2017	136	0.01	2,465	Axtel SAB de CV	7.000	1/31/2020	2,539	0.17
2,000	Cie Generale de Geophysique – Veritas	6.500	6/1/2021	1,850	0.12	4,160	Cemex SAB de CV	9.000	1/11/2018	4,430	0.29
3,750	Electricite de France *	5.625	Perpetual	3,956	0.26	2,650	Empresas ICA SAB de CV, 144A	8.875	5/29/2024	2,750	0.18
10,280	Electricite de France SA *	5.250	Perpetual	10,614	0.70	780	Empresas ICA SAB de CV	8.875	5/29/2024	809	0.05
4,010	Rexel SA, 144A	5.250	6/15/2020	4,090	0.27	40	Grupo Televisa SAB	6.625	1/15/2040	50	–
				20,646	1.36	245	Mexichem SAB de CV	4.875	9/19/2022	261	0.02
Germany — 0.14%					7,175 Petroleos Mexicanos						
2,080	Rearden G Holdings EINS GmbH	7.875	3/30/2020	2,197	0.14	2,105	Petroleos Mexicanos	6.500	6/2/2041	2,568	0.17
Greece — 0.20%					6,180 Petroleos Mexicanos						
2,860	FAGE Dairy Industry SA / FAGE USA Dairy Industry Inc	9.875	2/1/2020	3,053	0.20	1,820	Petroleos Mexicanos	6.375	1/23/2045	2,202	0.15
				10,275	0.68	36,630 2.41					
Indonesia — 0.68%					Morocco — 0.28%						
3,680	Pertamina Persero PT	5.250	5/23/2021	3,869	0.26	4,100	OCP SA	5.625	4/25/2024	4,336	0.28
6,250	Pertamina Persero PT	4.875	5/3/2022	6,406	0.42	Netherlands — 1.90%					
				10,275	0.68	3,120	Bharti Airtel International Netherlands BV, 144A	5.350	5/20/2024	3,350	0.22
Ireland — 1.43%					2,680 CIMPOR Financial Operations BV, 144A						
1,250	Ardagh Packaging Finance Plc, 144A	9.125	10/15/2020	1,369	0.09	3,053	Indosat Palapa Co BV	7.375	7/29/2020	3,290	0.22
930	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A	9.125	10/15/2020	1,014	0.07	660	JLL/Delta Dutch Newco BV, 144A	7.500	2/1/2022	673	0.04
476	Ardagh Packaging Finance Plc / Ardagh MP Holdings USA Inc, 144A	7.000	11/15/2020	485	0.03	1,350	Lukoil International Finance BV, 144A	4.563	4/24/2023	1,214	0.08
4,940	EDC Finance Ltd	4.875	4/17/2020	4,489	0.29	8,400	Lukoil International Finance BV	6.656	6/7/2022	8,610	0.57
5,730	Nara Cable Funding Ltd, 144A	8.875	12/1/2018	6,059	0.40	7,354	Petrobras Global Finance BV	6.250	3/17/2024	8,080	0.53
8,264	Rosneft Oil Co via Rosneft International Finance Ltd	4.199	3/6/2022	7,004	0.46	1,076	VimpelCom Holdings BV	7.504	3/1/2022	1,064	0.07
250	Smurfit Kappa Treasury Funding Ltd	7.500	11/20/2025	286	0.02	28,921 1.90					
Norway — 0.08%					1,210 Petroleum Geo-Services ASA, 144A						
				286	0.02	Norway — 0.08%					
Peru — 0.35%					5,450 Transport De Gas Peru						
				286	0.02	4.250	4/30/2028	5,252	0.35		

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — (continued)				
Sweden — 0.01%				
131	Corral Petroleum Holdings AB, 144A	15.000	12/31/2017	114 0.01
Turkey — 0.82%				
3,350	Mersin Uluslararası Liman İşletmeciliği AS	5.875	8/12/2020	3,568 0.24
2,180	Türk Telekomunikasyon AS, 144A	3.750	6/19/2019	2,176 0.14
6,750	Türk Telekomunikasyon AS, 144A	4.875	6/19/2024	6,682 0.44
				12,426 0.82
United Kingdom — 0.70%				
3,990	KCA Deutag UK Finance Plc, 144A	7.250	5/15/2021	3,990 0.26
4,250	Vedanta Resources Plc	6.750	6/7/2016	4,456 0.29
240	Vedanta Resources Plc	9.500	7/18/2018	280 0.02
1,460	Vedanta Resources Plc	6.000	1/31/2019	1,518 0.10
450	Virgin Media Finance Plc, 144A	6.375	4/15/2023	479 0.03
				10,723 0.70
Venezuela — 0.33%				
5,560	Petroleos de Venezuela SA	8.500	11/2/2017	4,982 0.33
Total U.S. Denominated Bonds and Notes (Cost \$313,986)			321,311	21.11
U.S. Denominated Debt Obligations — 9.29%				
Colombia — 1.12%				
14,710	Colombia Government International Bond	5.625	2/26/2044	17,063 1.12
Croatia — 0.33%				
4,800	Croatia Government International Bond	5.500	4/4/2023	5,010 0.33
Hungary — 1.57%				
21,682	Hungary Government International Bond	5.750	11/22/2023	23,850 1.57
Indonesia — 1.00%				
990	Indonesia Government International Bond	3.750	4/25/2022	978 0.06
355	Indonesia Government International Bond	6.625	2/17/2037	418 0.03
13,690	Indonesia Government International Bond	5.250	1/17/2042	13,878 0.91
				15,274 1.00
Russia — 1.16%				
18,000	Russian Foreign Bond – Eurobond	4.875	9/16/2023	17,662 1.16
South Africa — 1.51%				
20,324	South Africa Government International Bond	5.875	9/16/2025	22,997 1.51
Turkey — 1.50%				
4,840	Turkey Government International Bond	7.500	7/14/2017	5,493 0.36
610	Turkey Government International Bond	7.000	3/11/2019	702 0.05
6,139	Turkey Government International Bond	6.250	9/26/2022	6,998 0.46
8,620	Turkey Government International Bond	5.750	3/22/2024	9,573 0.63
				22,766 1.50
Venezuela — 1.10%				
443	Venezuela Government International Bond	8.500	10/8/2014	440 0.03
5,676	Venezuela Government International Bond	9.250	9/15/2027	4,470 0.29
6,265	Venezuela Government International Bond	5.750	2/26/2016	5,745 0.38
340	Venezuela Government International Bond	7.000	12/1/2018	271 0.02
6,160	Venezuela Government International Bond	7.750	10/13/2019	4,882 0.32

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
1,413	Venezuela Government International Bond	7.000	3/31/2038	878 0.06
				16,686 1.10
Total U.S. Denominated Debt Obligations (Cost \$135,147)			141,308	9.29
U.S. Treasury Obligations — 3.98%				
USD 60,040	United States Treasury Bond	3.125	2/15/2043	60,603 3.98
Total U.S. Treasury Obligations (Cost \$57,500)			60,603	3.98
Repurchase Agreements — 0.35% (Cost \$5,300)				
5,300	Barclays Capital Inc, Repurchase Agreement 0.01% to be repurchased at \$5,300,001 (collateralised by US Treasury Note, 0.875% due 9/15/2016, market value \$5,382,545)	0.010	9/2/2014	5,300 0.35
Time Deposits — 5.32%				
30,000	Commerzbank London	0.080	9/2/2014	30,000 1.97
30,000	ING Bank NV Amsterdam	0.070	9/2/2014	30,000 1.97
21,000	Royal Bank of Scotland	0.080	9/2/2014	21,000 1.38
Total Time Deposits (Cost \$81,000)			81,000	5.32
Shares/Units (000's)				
Common Stock — 0.10%				
52	Deep Ocean Group Holdings †∞			1,469 0.10
2	Horizon Lines Inc, Class A			1 –
Total Common Stock (Cost \$855)			1,470	0.10
Collective Investment Schemes — 9.93%				
1,001	Legg Mason China Funds – Western Asset China Bond, Class M			11,480 0.75
247	Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)			26,545 1.75
158	Legg Mason Global Funds Plc – Western Asset Euro High Yield Fund LM Class Euro (Accumulating)			28,892 1.90
644	Legg Mason Global Funds Plc – Western Asset US High Yield Fund – LM Class US\$ Distributing (M)			63,340 4.16
210	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)			20,906 1.37
Total Collective Investment Schemes (Cost \$144,555)			151,163	9.93
Warrants — 0.00% (Cost \$38)				
493	Horizon Lines Inc, Series CW16, Class A †∞			8 –
Total Investments Excluding Options (Cost \$1,423,755)			1,467,830	96.46
Contracts (000's)				
Options — 0.11%				
Purchased Options — 0.11%				
60,710	USD Call/EUR Put 1.30		10/28/2014	303 0.02
73,010	USD Call/EUR Put 1.325		10/29/2014	1,006 0.06
121,420	USD Put/JPY Call 102		10/30/2014	425 0.03
				1,734 0.11
Total Options (Cost \$1,166)			1,734	0.11
Total Investments (Cost \$1,424,921)			1,469,564	96.57
Other Assets in Excess of Liabilities			52,262	3.43
Total Net Assets			\$1,521,826	100.00

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, 2014 – (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, 2014, these securities amounted to \$145,839,000 or 9.59% of net assets.
- * Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.
- † 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, 2014.
- 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, 2014.

ABBREVIATIONS:

Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.
AUD	– Australian Dollar
BRL	– Brazilian Real
CAD	– Canadian Dollar
CHF	– Swiss Franc
COP	– Colombian Peso
EUR	– Euro
GBP	– British Pound
MXN	– Mexican Peso
PLN	– Polish Zloty
TRY	– Turkish Lira
ZAR	– South African Rand

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS, SWAPS AND OPTIONS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET, TIME DEPOSITS WHICH ARE DEPOSITS WITH CREDIT INSTITUTIONS AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	85.61
Financial derivative instruments	0.62
Collective investment schemes	9.83
Other assets	3.94
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bobl September 2014	(434)	\$(73,694)	\$(1,096)
Euro-Bund September 2014	109	21,704	828
U.S. 10 Year Note (CBT) December 2014	(481)	(60,501)	(163)
U.S. 5 Year Note (CBT) December 2014	707	84,017	119
U.S. Ultra Bond (CBT) December 2014	(134)	(20,837)	(447)
Total Market Value of Future Contracts	(233)	\$(49,311)	\$(759)
Unrealised Appreciation of Futures Contracts			947
Unrealised Depreciation of Futures Contracts			(1,706)
Net Depreciation of Future Contracts			\$(759)

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, 1.000%, due 6/20/19	Buy	6/20/19	59,190	\$(1,477)
Merrill Lynch	Markit iTraxx Europe, 5.000%, due 6/20/19	Buy	6/20/19	22,537	(3,352)
					\$(4,829)
					–
					(4,829)
Net Depreciation of Credit Default Swaps					\$(4,829)

Legg Mason Western Asset Global Multi Strategy Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Bank of America Sec London	Buy	GBP	58	Sell	USD	96 \$
09/30/14	Bank of America Sec London	Buy	EUR	1,115	Sell	USD	1,480 (15)
09/30/14	Bank of New York Mellon London	Buy	USD	6,631	Sell	GBP	4,000 (9)
09/30/14	Bank of New York Mellon London	Buy	EUR	4,647	Sell	USD	6,168 (60)
09/30/14	Barclays Capital London	Buy	USD	37,611	Sell	GBP	22,690 (50)
09/30/14	Barclays Capital London	Buy	USD	2	Sell	SGD	2 –
09/30/14	Barclays Capital London	Buy	SGD	402	Sell	USD	322 –
09/30/14	Barclays Capital London	Buy	AUD	24,102	Sell	USD	22,399 66
09/30/14	Barclays Capital London	Buy	GBP	63,824	Sell	USD	105,795 140
09/30/14	Barclays Capital London	Buy	EUR	25,436	Sell	USD	33,761 (335)
09/30/14	BNP Paribas	Buy	GBP	50,408	Sell	USD	83,576 90
09/30/14	Citicorp Securities London Ltd	Buy	USD	52	Sell	EUR	40 –
09/30/14	Citicorp Securities London Ltd	Buy	USD	19,679	Sell	GBP	11,868 (19)
09/30/14	Citicorp Securities London Ltd	Buy	USD	45	Sell	JPY	4,640 –
09/30/14	Citicorp Securities London Ltd	Buy	EUR	38,236	Sell	USD	50,752 (505)
09/30/14	Citicorp Securities London Ltd	Buy	JPY	86,924	Sell	USD	838 (2)
09/30/14	Citicorp Securities London Ltd	Buy	SGD	17	Sell	USD	14 –
09/30/14	Citicorp Securities London Ltd	Buy	SGD	674	Sell	USD	540 (1)
09/30/14	Citicorp Securities London Ltd	Buy	GBP	143,040	Sell	USD	237,198 221
09/30/14	Citicorp Securities London Ltd	Buy	AUD	51,518	Sell	USD	47,887 132
09/30/14	Credit Suisse First Boston London	Buy	USD	1,509	Sell	GBP	910 (1)
09/30/14	Credit Suisse First Boston London	Buy	EUR	4,555	Sell	USD	6,047 (61)
09/30/14	Deutsche Bank London	Buy	GBP	56,738	Sell	USD	94,093 80
09/30/14	Deutsche Bank London	Buy	EUR	11,578	Sell	USD	15,372 (157)
09/30/14	Goldman Sachs London	Buy	GBP	149,764	Sell	USD	248,307 269
09/30/14	Goldman Sachs London	Buy	EUR	2,914	Sell	USD	3,868 (40)
09/30/14	HSBC Midland	Buy	USD	1,549	Sell	EUR	1,167 16
09/30/14	HSBC Midland	Buy	USD	868	Sell	GBP	524 (1)
09/30/14	JP Morgan Chase Bank London	Buy	GBP	57,207	Sell	USD	94,846 105
09/30/14	JP Morgan Chase Bank London	Buy	EUR	7,635	Sell	USD	10,135 (100)
09/30/14	Morgan Stanley London	Buy	EUR	1,861	Sell	USD	2,470 (25)
09/30/14	Morgan Stanley London	Buy	GBP	24,767	Sell	USD	41,065 42
09/30/14	Royal Bank of Canada London	Buy	USD	2,696	Sell	EUR	2,032 27
09/30/14	Royal Bank of Canada London	Buy	USD	5,059	Sell	GBP	3,051 (5)
09/30/14	Royal Bank of Canada London	Buy	EUR	1,913	Sell	USD	2,530 (16)
09/30/14	Royal Bank of Canada London	Buy	AUD	4,671	Sell	USD	4,343 11
09/30/14	Royal Bank of Canada London	Buy	SGD	29	Sell	USD	23 –
09/30/14	Royal Bank of Canada London	Buy	GBP	1,021	Sell	USD	1,693 2
09/30/14	Royal Bank of Scotland	Buy	SGD	150	Sell	USD	120 –
09/30/14	Royal Bank of Scotland	Buy	EUR	9,040	Sell	USD	12,000 (120)
09/30/14	Royal Bank of Scotland	Buy	GBP	8,570	Sell	USD	14,212 11
09/30/14	UBS	Buy	USD	208	Sell	EUR	157 2
09/30/14	UBS	Buy	USD	10,689	Sell	GBP	6,449 (13)
09/30/14	UBS	Buy	SGD	1,180	Sell	USD	946 (1)
09/30/14	UBS	Buy	EUR	11,576	Sell	USD	15,370 (157)
09/30/14	UBS	Buy	GBP	62,960	Sell	USD	104,364 138
10/27/14	Barclays Capital London	Buy	USD	23,663	Sell	BRL	54,057 (107)
10/27/14	Citicorp Securities London Ltd	Buy	INR	1,757,140	Sell	USD	28,799 (79)
10/27/14	HSBC Midland	Buy	IDR	169,837,070	Sell	USD	14,393 (51)
10/27/14	HSBC Midland	Buy	CNY	187,954	Sell	USD	30,320 116
10/27/14	JP Morgan Chase Bank London	Buy	INR	1,039,410	Sell	USD	17,030 (41)
11/14/14	Bank of America Sec London	Buy	USD	5,344	Sell	ZAR	58,581 (80)
11/14/14	Barclays Capital London	Buy	USD	5,292	Sell	EUR	3,958 89
11/14/14	Citicorp Securities London Ltd	Buy	USD	1,642	Sell	AUD	1,782 (14)
11/14/14	Citicorp Securities London Ltd	Buy	USD	23,255	Sell	EUR	17,359 434
11/14/14	Citicorp Securities London Ltd	Buy	USD	7,072	Sell	TRY	15,629 (41)
11/14/14	Citicorp Securities London Ltd	Buy	EUR	11,000	Sell	USD	14,714 (253)
11/14/14	Citicorp Securities London Ltd	Buy	SGD	2	Sell	USD	1 –
11/14/14	Credit Suisse First Boston London	Buy	USD	20,202	Sell	EUR	15,108 340
11/14/14	Credit Suisse First Boston London	Buy	USD	16,489	Sell	GBP	9,800 230
11/14/14	Deutsche Bank London	Buy	USD	5,050	Sell	EUR	3,772 91
11/14/14	Deutsche Bank London	Buy	USD	3,960	Sell	GBP	2,352 57
11/14/14	Deutsche Bank London	Buy	USD	11,390	Sell	JPY	1,164,264 194
11/14/14	Deutsche Bank London	Buy	USD	25,845	Sell	MXN	344,493 (373)
11/14/14	Goldman Sachs London	Buy	USD	18,435	Sell	GBP	10,959 252
11/14/14	HSBC Midland	Buy	USD	47,790	Sell	AUD	51,654 (200)
11/14/14	HSBC Midland	Buy	USD	53,608	Sell	EUR	40,155 820
11/14/14	HSBC Midland	Buy	USD	18,260	Sell	JPY	1,867,370 303
11/14/14	HSBC Midland	Buy	SGD	2,096	Sell	USD	1,678 –
11/14/14	JP Morgan Chase Bank London	Buy	USD	17,942	Sell	EUR	13,393 335
11/14/14	JP Morgan Chase Bank London	Buy	USD	32,193	Sell	GBP	19,171 386
11/14/14	JP Morgan Chase Bank London	Buy	USD	41,001	Sell	PLN	129,333 801
11/14/14	JP Morgan Chase Bank London	Buy	PLN	48,455	Sell	USD	15,079 (18)
11/14/14	JP Morgan Chase Bank London	Buy	USD	13,064	Sell	ZAR	142,056 (89)
11/14/14	Morgan Stanley London	Buy	USD	10,100	Sell	EUR	7,550 175

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, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	Royal Bank of Canada London	Buy	USD	21,151	Sell	GBP	12,570	295
11/14/14	Royal Bank of Canada London	Buy	USD	2,968	Sell	TRY	6,550	(14)
11/14/14	Royal Bank of Canada London	Buy	GBP	12,000	Sell	USD	20,018	(109)
11/14/14	Royal Bank of Canada London	Buy	GBP	13,730	Sell	USD	22,743	37
11/14/14	Societe Generale London	Buy	USD	1,888	Sell	EUR	1,414	30
11/14/14	UBS	Buy	USD	20,761	Sell	EUR	15,512	369
11/14/14	UBS	Buy	USD	8,789	Sell	GBP	5,218	131
Unrealised Appreciation of Forward Foreign Currency Contracts								6,837
Unrealised Depreciation of Forward Foreign Currency Contracts								(3,162)
Net Appreciation of Forward Foreign Currency Contracts								\$ 3,675

Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Corporate Bonds and Notes — 0.51% (Cost \$3,698)				
Australian Dollar Bonds — 0.51%				
3,490	The Royal Bank of Scotland Plc *	13.125 3/19/2022	3,865	0.51
Foreign Government Bonds and Notes — 0.34% (Cost \$2,640)				
Mexican Government Bonds — 0.34%				
31,991	Mexican Bonos, Series M	6.500 6/9/2022	2,593	0.34
Loan Notes — 1.32% (Cost \$10,106)				
2,340	AP NMT Acquisition BV	10.000 8/6/2022	2,162	0.28
1,830	Candy Intermediate Holdings Inc	7.500 6/18/2018	1,789	0.24
1,340	CRC Health Corp	9.000 9/28/2021	1,351	0.18
1,738	CWGS Group LLC	5.750 2/20/2020	1,750	0.23
700	Gymboree Corp	5.000 2/23/2018	563	0.07
2,440	Radnet Management Inc	8.000 3/5/2021	2,455	0.32
Total Loan Notes (Cost \$10,106)			10,070	1.32
U.S. Corporate Bonds and Notes — 74.42%				
Aerospace/Defense — 1.24%				
1,000	Alliant Techsystems Inc, 144A	5.250 10/1/2021	1,020	0.13
1,800	Ducommun Inc	9.750 7/15/2018	1,966	0.26
1,912	Erickson Air-Crane Inc	8.250 5/1/2020	1,898	0.25
1,210	LMI Aerospace Inc, 144A	7.375 7/15/2019	1,225	0.16
2,370	TransDigm Inc, 144A	6.000 7/15/2022	2,411	0.32
930	Triumph Group Inc, 144A	5.250 6/1/2022	928	0.12
			9,448	1.24
Agriculture — 0.30%				
2,240	Alliance One International Inc	9.875 7/15/2021	2,240	0.30
Airlines — 2.51%				
474	America West Airlines 2001-1 Pass Through Trust, Series 011G	7.100 4/2/2021	523	0.07
995	American Airlines 2011-1 Pass Through Trust, Series B, 144A	7.000 1/31/2018	1,077	0.14
292	American Airlines 2013-1 Class B Pass Through Trust	5.625 1/15/2021	304	0.04
4,350	American Airlines 2013-1 Class C Pass Through Trust	6.125 7/15/2018	4,557	0.60
1,473	American Airlines 2013-2 Class B Pass Through Trust	5.600 7/15/2020	1,528	0.20
231	Continental Airlines 2000-1 Pass Through Trust, Series 001B, Class B	8.388 11/1/2020	242	0.03
30	Continental Airlines 2009-2 Pass Through Trust, Series B, Class B	9.250 5/10/2017	34	-
1,123	Continental Airlines 2012-1 Pass Through Trust, Series B, Class B	6.250 4/11/2020	1,208	0.16
1,955	Delta Air Lines 2007-1 Class B Pass Through Trust, Series 071B, Class B	8.021 8/10/2022	2,275	0.30
210	Delta Air Lines 2009-1 Series B Pass Through Trust, Series B	9.750 12/17/2016	238	0.03
619	Delta Air Lines 2012-1 Pass Through Trust, Series B, Class B, 144A	6.875 5/7/2019	690	0.09
2,460	United Airlines 2013-1 Class B Pass Through Trust, Series B	5.375 8/15/2021	2,558	0.34
580	United Airlines 2014-1 Class B Pass Through Trust, Series B	4.750 4/11/2022	586	0.08
1,760	United Airlines 2014-2 Class B Pass Through Trust, Series B	4.625 9/3/2022	1,760	0.23
787	US Airways 2012-2 Class B Pass Through Trust	6.750 6/3/2021	855	0.11
670	US Airways 2013-1 Class B Pass Through Trust	5.375 11/15/2021	692	0.09
			19,127	2.51
Apparel — 0.16%				
1,170	The William Carter Co	5.250 8/15/2021	1,223	0.16
Auto Manufacturers — 0.11%				
730	Chrysler Group LLC / CG Co-Issuer Inc	8.250 6/15/2021	816	0.11
Beverages — 0.96%				
1,790	Beverages & More Inc, 144A	10.000 11/15/2018	1,710	0.22

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
1,560	Carolina Beverage Group LLC / Carolina Beverage Group Finance Inc, 144A	10.625 8/1/2018	1,591	0.21
1,510	Constellation Brands Inc	4.250 5/1/2023	1,525	0.20
2,240	Crestview DS Merger Sub II Inc	10.000 9/1/2021	2,531	0.33
			7,357	0.96
Building Materials — 0.63%				
2,970	Griffon Corp	5.250 3/1/2022	2,940	0.39
1,820	Hardwoods Acquisition Inc, 144A	7.500 8/1/2021	1,852	0.24
			4,792	0.63
Chemicals — 1.27%				
1,250	Axiall Corp	4.875 5/15/2023	1,252	0.17
840	Eagle Spinco Inc	4.625 2/15/2021	842	0.11
1,580	Hercules Inc	6.500 6/30/2029	1,452	0.19
1,330	Hexion US Finance Corp	6.625 4/15/2020	1,400	0.18
1,640	Hexion US Finance Corp / Hexion Nova Scotia Finance ULC	8.875 2/1/2018	1,701	0.22
980	HIG BBC Intermediate Holdings LLC / HIG BBC Holdings Corp, 144A	10.500 9/15/2018	997	0.13
410	Momentive Performance Materials Inc	8.875 10/15/2020	384	0.05
1,620	Rain CII Carbon LLC / CII Carbon Corp, 144A	8.250 1/15/2021	1,701	0.22
			9,729	1.27
Commercial Services — 4.04%				
1,890	Alliance Data Systems Corp, 144A	5.375 8/1/2022	1,899	0.25
3,690	Ashtead Capital Inc, 144A	6.500 7/15/2022	4,013	0.53
1,690	Ceridian LLC / Comdata Inc, 144A	8.125 11/15/2017	1,713	0.22
2,310	ExamWorks Group Inc	9.000 7/15/2019	2,495	0.33
3,120	H&E Equipment Services Inc	7.000 9/1/2022	3,408	0.45
1,140	Interactive Data Corp, 144A	5.875 4/15/2019	1,136	0.15
2,960	Modular Space Corp, 144A	10.250 1/31/2019	3,071	0.40
3,800	Monitronics International Inc	9.125 4/1/2020	4,066	0.53
2,130	NES Rentals Holdings Inc, 144A	7.875 5/1/2018	2,252	0.29
350	Service Corp International	4.500 11/15/2020	349	0.05
847	Service Corp International	7.500 4/1/2027	934	0.12
5,200	United Rentals North America Inc	5.750 11/15/2024	5,447	0.72
			30,783	4.04
Computers — 0.28%				
2,190	Compiler Finance Sub Inc, 144A	7.000 5/1/2021	2,092	0.28
Cosmetics/Personal Care — 0.03%				
230	First Quality Finance Co Inc, 144A	4.625 5/15/2021	218	0.03
Distribution/Wholesale — 0.54%				
1,940	American Builders & Contractors Supply Co Inc, 144A	5.625 4/15/2021	1,974	0.26
2,180	LKQ Corp	4.750 5/15/2023	2,131	0.28
			4,105	0.54
Electric — 4.24%				
3,500	AES Corp	8.000 6/1/2020	4,147	0.54
860	AES Corp	7.375 7/1/2021	985	0.13
2,030	AES Corp	4.875 5/15/2023	1,994	0.26
1,100	AES Corp	5.500 3/15/2024	1,119	0.15
3,261	Calpine Corp, 144A	6.000 1/15/2022	3,514	0.46
1,020	Dynegy Roseton LLC †∞	7.670 11/8/2016	-	-
7,680	Energy Future Intermediate Holding Co LLC / EFH Finance Inc	4.250 6/19/2016	7,718	1.01
505	Midwest Generation LLC, Series B	8.560 1/2/2016	517	0.07
1,812	Mirant Mid Atlantic Pass Through Trust, Series C	10.060 12/30/2028	2,034	0.27
937	NRG REMA LLC, Series B	9.237 7/2/2017	1,000	0.13
6,530	NRG REMA LLC, Series C	9.681 7/2/2026	7,118	0.94
1,940	Red Oak Power LLC, Series B	9.200 11/30/2029	2,144	0.28
			32,290	4.24

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Corporate Bonds and Notes — (continued)				
Electrical Components & Equipment — 0.27%				
2,010	WESCO Distribution Inc	5.375	12/15/2021	2,035 0.27
Electronics — 0.23%				
280	Kemet Corp	10.500	5/1/2018	295 0.04
1,420	Sanmina Corp, 144A	4.375	6/1/2019	1,430 0.19
			1,725	0.23
Energy — 2.75%				
920	Arch Coal Inc	7.000	6/15/2019	655 0.09
1,200	Arch Coal Inc	9.875	6/15/2019	972 0.13
1,550	Cloud Peak Energy Resources LLC / Cloud Peak Energy Finance Corp	6.375	3/15/2024	1,604 0.21
1,500	CONSOL Energy Inc, 144A	5.875	4/15/2022	1,568 0.20
3,850	First Wind Capital LLC, 144A	10.250	6/1/2018	4,110 0.54
2,570	Foresight Energy LLC / Foresight Energy Corp, 144A	7.875	8/15/2021	2,731 0.36
2,880	Murray Energy Corp, 144A	9.500	12/5/2020	3,168 0.42
1,400	Natural Resource Partners LP	9.125	10/1/2018	1,467 0.19
1,815	Peabody Energy Corp	7.875	11/1/2026	1,869 0.24
1,830	Walter Energy Inc, 144A	9.500	10/15/2019	1,825 0.24
940	Westmoreland Escrow Corp, 144A	10.750	2/1/2018	1,002 0.13
			20,971	2.75
Engineering & Construction — 0.73%				
2,470	Michael Baker Holdings LLC / Micahel Baker Finance Corp, 144A	8.875	4/15/2019	2,445 0.32
3,000	Michael Baker International LLC / CDL Acquisition Co Inc, 144A	8.250	10/15/2018	3,090 0.41
			5,535	0.73
Entertainment — 1.17%				
500	Carmike Cinemas Inc	7.375	5/15/2019	538 0.07
519	Choctaw Resort Development Enterprise, 144A	7.250	11/15/2019	515 0.07
440	Fontainebleau Las Vegas Holdings LLC, 144A	10.250	6/15/2015	5 -
1,810	Gibson Brands Inc, 144A	8.875	8/1/2018	1,828 0.24
1,010	Greektown Holdings LLC/Greektown Mothership Corp, 144A	8.875	3/15/2019	1,035 0.13
1,460	Mohegan Tribal Gaming Authority	9.750	9/1/2021	1,569 0.20
800	Regal Entertainment Group	5.750	3/15/2022	820 0.11
500	Seneca Gaming Corp, 144A	8.250	12/1/2018	528 0.07
2,140	WMG Acquisition Corp, 144A	6.750	4/15/2022	2,119 0.28
			8,957	1.17
Financials-Banks — 1.85%				
800	Ally Financial Inc	8.000	11/1/2031	1,035 0.13
880	Bank of America Corp, Series U *	5.200	Perpetual	848 0.11
4,060	CIT Group Inc	5.000	8/15/2022	4,283 0.56
2,970	CIT Group Inc	5.000	8/1/2023	3,101 0.41
2,150	Citigroup Inc, Series M *	6.300	Perpetual	2,188 0.29
840	JPMorgan Chase & Co, Series Q *	5.150	Perpetual	818 0.11
1,760	M&T Bank Corp	6.875	Perpetual	1,797 0.24
			14,070	1.85
Financials-Diversified — 1.62%				
200	Ford Motor Credit Co LLC	7.000	4/15/2015	208 0.03
2,000	ILFC E-Capital Trust I, 144A *	5.020	12/21/2065	1,930 0.25
730	International Lease Finance Corp	8.875	9/1/2017	849 0.11
2,310	International Lease Finance Corp	8.250	12/15/2020	2,824 0.37
300	International Lease Finance Corp	8.625	1/15/2022	376 0.05
2,070	Navient LLC	8.450	6/15/2018	2,409 0.32
2,010	Navient LLC	8.000	3/25/2020	2,321 0.30
1,370	TMX Finance LLC / TitleMax Finance Corp, 144A	8.500	9/15/2018	1,449 0.19
			12,366	1.62
Food — 1.88%				
800	Diamond Foods Inc, 144A	7.000	3/15/2019	821 0.11
1,973	Dole Food Co Inc, 144A	7.250	5/1/2019	1,988 0.26

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
2,000	Hearthside Group Holdings LLC / Hearthside Finance Co, 144A	6.500	5/1/2022	1,995 0.26
1,600	HJ Heinz Co	4.250	10/15/2020	1,622 0.21
3,510	Simmons Foods Inc, 144A	10.500	11/1/2017	3,730 0.49
2,490	Smithfield Foods Inc, 144A	5.875	8/1/2021	2,664 0.35
1,474	Wells Enterprises Inc, 144A	6.750	2/1/2020	1,540 0.20
			14,360	1.88
Forest Products & Paper — 1.17%				
3,510	Appvion Inc, 144A	9.000	6/1/2020	3,141 0.41
700	Clearwater Paper Corp	4.500	2/1/2023	679 0.09
3,530	Resolute Forest Products Inc	5.875	5/15/2023	3,398 0.45
1,600	Verso Paper Holdings LLC / Verso Paper Inc	11.750	1/15/2019	1,680 0.22
			8,898	1.17
Healthcare-Products — 1.39%				
1,960	Alere Inc	6.500	6/15/2020	1,982 0.26
660	DJO Finance LLC / DJO Finance Corp	9.750	10/15/2017	688 0.09
2,000	DJO Finance LLC / DJO Finance Corp	7.750	4/15/2018	2,080 0.27
2,710	DJO Finance LLC / DJO Finance Corp	9.875	4/15/2018	2,896 0.38
1,270	Teleflex Inc, 144A	5.250	6/15/2024	1,294 0.17
1,640	Universal Hospital Services Inc	7.625	8/15/2020	1,640 0.22
			10,580	1.39
Healthcare-Services — 2.60%				
798	Acadia Healthcare Co Inc	12.875	11/1/2018	932 0.12
2,320	Acadia Healthcare Co Inc	6.125	3/15/2021	2,448 0.32
690	Fresenius Medical Care US Finance II Inc, 144A	5.875	1/31/2022	759 0.10
1,760	Fresenius Medical Care US Finance Inc, 144A	5.750	2/15/2021	1,910 0.25
630	HCA Inc	7.500	2/15/2022	734 0.10
500	HCA Inc	5.875	3/15/2022	544 0.07
1,530	HCA Inc	5.000	3/15/2024	1,559 0.21
23	HCA Inc	7.690	6/15/2025	26 -
41	HCA Inc	7.500	11/15/2095	38 0.01
4,490	IASIS Healthcare LLC / IASIS Capital Corp	8.375	5/15/2019	4,759 0.62
4,750	MedImpact Holdings Inc, 144A	10.500	2/1/2018	5,124 0.67
915	Tenet Healthcare Corp	8.000	8/1/2020	988 0.13
			19,821	2.60
Home Builders — 2.18%				
2,676	Ashton Woods USA LLC / Ashton Woods Finance Co, 144A	6.875	2/15/2021	2,643 0.35
1,230	Standard Pacific Corp	6.250	12/15/2021	1,304 0.17
228	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A	7.750	4/15/2020	247 0.03
1,288	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A	7.750	4/15/2020	1,394 0.18
670	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A	5.250	4/15/2021	677 0.09
720	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A	5.625	3/1/2024	716 0.09
431	Toll Brothers Finance Corp	4.000	12/31/2018	438 0.06
420	Toll Brothers Finance Corp	6.750	11/1/2019	480 0.06
1,700	William Lyon Homes Inc	5.750	4/15/2019	1,717 0.23
1,030	William Lyon Homes Inc	8.500	11/15/2020	1,138 0.15
1,660	WLH PNW Finance Corp, 144A	7.000	8/15/2022	1,708 0.22
4,160	Woodside Homes Co LLC / Woodside Homes Finance Inc, 144A	6.750	12/15/2021	4,191 0.55
			16,653	2.18
Household Products/Wares — 1.13%				
530	American Achievement Corp, 144A	10.875	4/15/2016	543 0.07
550	American Greetings Corp	7.375	12/1/2021	584 0.08
2,240	Century Intermediate Holding Co 2, 144A	9.750	2/15/2019	2,386 0.31
1,255	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC	9.875	8/15/2019	1,391 0.18

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Corporate Bonds and Notes — (continued)									
Household Products/Wares — (continued)									
2,300		Reynolds Group Issuer Inc / Reynolds Group Issuer LLC	2,404	0.32	1,941		DISH DBS Corp	2,060	0.27
1,175		Spectrum Brands Inc	1,272	0.17	1,959		DISH DBS Corp	1,949	0.26
			8,580	1.13	750		Gannett Co Inc	767	0.10
Industrial — 0.23%									
1,070		International Wire Group Holdings Inc, 144A	1,153	0.15	290		McGraw-Hill Global Education Holdings LLC / McGraw-Hill Global Education Finance	328	0.04
545		JM Huber Corp, 144A	613	0.08	1,000		Medianews Group Inc ∞	1,000	0.13
			1,766	0.23	675		Nielsen Finance LLC / Nielsen Finance Co, 144A	682	0.09
Insurance — 0.35%									
1,560		Fidelity & Guaranty Life Holdings Inc, 144A	1,669	0.22	980		Sinclair Television Group Inc	999	0.13
860		Liberty Mutual Group Inc, 144A	1,015	0.13	450		SiTV LLC / SiTV Finance Inc, 144A	451	0.06
			2,684	0.35	1,330		Univision Communications Inc, 144A	1,410	0.18
Internet — 0.82%									
2,050		Ancestry.com Inc, 144A	2,096	0.28	100		Univision Communications Inc, 144A	109	0.01
810		Ancestry.com Inc	934	0.12	2,216		Univision Communications Inc, 144A	2,432	0.32
2,330		Cogent Communications Group Inc, 144A	2,458	0.32				23,863	3.13
700		Zayo Group LLC / Zayo Capital Inc	755	0.10					
			6,243	0.82					
Iron/Steel — 0.61%									
2,070		Essar Steel Minnesota LLC, 144A	2,122	0.28					
2,360		Ryerson Inc / Joseph T Ryerson & Son Inc	2,513	0.33					
			4,635	0.61					
Leisure Time — 0.16%									
1,220		24 Hour Holdings III LLC, 144A	1,183	0.16					
Lodging — 1.82%									
940		Bossier Casino Venture Inc, 144A †∞	967	0.13					
340		Caesars Entertainment Operating Co Inc	280	0.04					
450		Caesars Entertainment Operating Co Inc	361	0.05					
3,510		Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Properties Finance, Inc, 144A	3,484	0.46					
2,770		Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Properties Finance, Inc, 144A	2,808	0.37					
1,270		Downstream Development Authority of the Quapaw Tribe of Oklahoma, 144A	1,346	0.18					
3,840		Hilton Worldwide Finance LLC / Hilton Worldwide Finance Corp, 144A	4,070	0.53					
450		MGM Resorts International	500	0.06					
			13,816	1.82					
Machinery-Diversified — 0.16%									
1,100		SPL Logistics Escrow LLC / SPL Logistics Finance Corp, 144A	1,218	0.16					
Media — 3.13%									
3,250		CCO Holdings LLC / CCO Holdings Capital Corp	3,486	0.46					
1,480		Clear Channel Communications Inc	1,380	0.18					
1,130		Clear Channel Worldwide Holdings Inc, Series A	1,206	0.16					
730		Clear Channel Worldwide Holdings Inc, Series B	781	0.10					
490		Clear Channel Worldwide Holdings Inc	522	0.07					
Mining — 0.78%									
2,020		Coeur Mining Inc	2,024	0.27					
1,100		Global Brass & Copper Inc	1,236	0.16					
1,086		Mirabela Nickel Ltd †∞	1,086	0.14					
540		Molycorp Inc	449	0.06					
1,030		Prince Mineral Holding Corp, 144A	1,154	0.15					
			5,949	0.78					
Miscellaneous Manufacturing — 0.23%									
1,650		CTP Transportation Products LLC / CTP Finance Inc, 144A	1,778	0.23					
Oil & Gas — 10.16%									
660		Antero Resources Finance Corp	680	0.09					
3,430		Atwood Oceanics Inc	3,636	0.48					
2,070		Berry Petroleum Co LLC	2,158	0.28					
650		Calumet Specialty Products Partners LP / Calumet Finance Corp, 144A	648	0.09					
2,400		Calumet Specialty Products Partners LP/Calumet Finance Corp	2,712	0.36					
540		Carrizo Oil & Gas Inc	578	0.08					
90		Chesapeake Energy Corp	104	0.01					
1,640		Chesapeake Energy Corp	1,902	0.25					
1,550		Chesapeake Energy Corp	1,755	0.23					
1,080		Comstock Resources Inc	1,215	0.16					
1,160		Concho Resources Inc	1,261	0.17					
990		Concho Resources Inc	1,057	0.14					
1,840		CVR Refining LLC / Coffeyville Finance Inc	1,909	0.25					
1,670		EXCO Resources Inc	1,697	0.22					
680		Exterran Partners LP / EXLP Finance Corp, 144A	682	0.09					
2,490		FTS International Inc, 144A	2,546	0.33					
620		Gulfport Energy Corp, 144A	666	0.09					
1,090		Halcon Resources Corp	1,174	0.15					
4,320		Halcon Resources Corp	4,547	0.60					
1,280		Hercules Offshore Inc, 144A	1,389	0.18					
880		Hercules Offshore Inc, 144A	889	0.12					
2,890		Hercules Offshore Inc, 144A	2,731	0.36					
2,000		Hercules Offshore Inc, 144A	1,810	0.24					
870		Hiland Partners LP / Hiland Partners Finance Corp, 144A	937	0.12					
1,830		Hiland Partners LP / Hiland Partners Finance Corp, 144A	1,848	0.24					
1,820		Key Energy Services Inc	1,847	0.24					
650		Lonestar Resources America Inc, 144A	660	0.09					
2,550		Magnum Hunter Resources Corp	2,780	0.36					
2,200		Milagro Oil & Gas Inc ε	1,727	0.23					
1,300		Murphy Oil USA Inc	1,378	0.18					
2,080		New Gulf Resources LLC/NGR Finance Corp, Series AI	2,137	0.28					
1,410		Parker Drilling Co, 144A	1,463	0.19					
1,860		Parsley Energy LLC / Parsley Finance Corp, 144A	1,972	0.26					
640		QEP Resources Inc	717	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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Corporate Bonds and Notes — (continued)											
Oil & Gas — (continued)											
370	QEP Resources Inc	5.375	10/1/2022	379	0.05	1,810	Sabine Pass Liquefaction LLC	5.625	2/1/2021	1,910	0.25
2,170	QEP Resources Inc	5.250	5/1/2023	2,197	0.29	250	Sabine Pass Liquefaction LLC, 144A	5.750	5/15/2024	260	0.03
1,950	Quicksilver Resources Inc	11.000	7/1/2021	1,697	0.22	400	Southern Natural Gas Co LLC	8.000	3/1/2032	532	0.07
610	Range Resources Corp	5.000	3/15/2023	648	0.09	1,082	Targa Resources Partners LP / Targa Resources Partners Finance Corp	6.375	8/1/2022	1,174	0.15
2,600	Rice Energy Inc, 144A	6.250	5/1/2022	2,659	0.35	1,620	Targa Resources Partners LP / Targa Resources Partners Finance Corp	5.250	5/1/2023	1,705	0.22
4,365	Samson Investment Co	9.750	2/15/2020	4,452	0.58	150	Targa Resources Partners LP / Targa Resources Partners Finance Corp	4.250	11/15/2023	150	0.02
3,440	Sanchez Energy Corp	7.750	6/15/2021	3,818	0.50						
630	Sanchez Energy Corp, 144A	6.125	1/15/2023	652	0.09						
1,560	Sidewinder Drilling Inc, 144A	9.750	11/15/2019	1,560	0.20						
810	Summit Midstream Holdings LLC / Summit Midstream Finance Corp	7.500	7/1/2021	891	0.12						
2,340	Summit Midstream Holdings LLC / Summit Midstream Finance Corp	5.500	8/15/2022	2,387	0.31						
800	Triangle USA Petroleum Corp, 144A	6.750	7/15/2022	818	0.11						
				77,370	10.16						
Packaging & Containers — 0.90%											
2,170	BWAY Holding Co, 144A	9.125	8/15/2021	2,224	0.29						
1,000	Pactiv LLC	7.950	12/15/2025	1,078	0.14						
3,325	Pactiv LLC	8.375	4/15/2027	3,583	0.47						
				6,885	0.90						
Pharmaceuticals — 1.29%											
2,660	JLL/Delta Dutch Newco BV, 144A	7.500	2/1/2022	2,713	0.35						
5,180	Lantheus Medical Imaging Inc	9.750	5/15/2017	5,245	0.69						
1,730	Salix Pharmaceuticals Ltd, 144A	6.000	1/15/2021	1,877	0.25						
				9,835	1.29						
Pipelines — 4.13%											
1,510	Access Midstream Partners LP / ACMP Finance Corp	5.875	4/15/2021	1,604	0.21						
1,800	Access Midstream Partners LP / ACMP Finance Corp	6.125	7/15/2022	1,957	0.26						
1,160	Access Midstream Partners LP / ACMP Finance Corp	4.875	5/15/2023	1,221	0.16						
1,120	Atlas Pipeline Partners LP / Atlas Pipeline Finance Corp	4.750	11/15/2021	1,084	0.14						
1,340	Atlas Pipeline Partners LP / Atlas Pipeline Finance Corp	5.875	8/1/2023	1,360	0.18						
265	Colorado Interstate Gas Co LLC	6.800	11/15/2015	283	0.04						
750	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp	6.000	12/15/2020	778	0.10						
1,330	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp	6.125	3/1/2022	1,377	0.18						
47	El Paso LLC	7.000	6/15/2017	53	0.01						
20	El Paso LLC	7.250	6/1/2018	23	—						
1,530	El Paso LLC	7.800	8/1/2031	1,897	0.25						
1,640	El Paso LLC	7.750	1/15/2032	2,054	0.27						
30	Enterprise Products Operating LLC, Series B *	7.034	1/15/2068	34	0.01						
1,650	Holly Energy Partners LP / Holly Energy Finance Corp	6.500	3/1/2020	1,753	0.23						
130	Kinder Morgan Inc/DE, 144A	5.625	11/15/2023	143	0.02						
570	MarkWest Energy Partners LP / MarkWest Energy Finance Corp	6.500	8/15/2021	607	0.08						
26	MarkWest Energy Partners LP / MarkWest Energy Finance Corp	6.250	6/15/2022	28	—						
1,790	MarkWest Energy Partners LP / MarkWest Energy Finance Corp	4.500	7/15/2023	1,819	0.24						
910	Penn Virginia Resource Partners LP / Penn Virginia Resource Finance Corp	6.500	5/15/2021	981	0.13						
350	Regency Energy Partners LP / Regency Energy Finance Corp	6.500	7/15/2021	380	0.05						
1,770	Regency Energy Partners LP / Regency Energy Finance Corp	5.875	3/1/2022	1,903	0.25						
1,470	Regency Energy Partners LP / Regency Energy Finance Corp	5.000	10/1/2022	1,520	0.20						
1,130	Rockies Express Pipeline LLC, 144A	5.625	4/15/2020	1,192	0.16						
240	Rockies Express Pipeline LLC, 144A	6.875	4/15/2040	254	0.03						
1,400	Rose Rock Midstream LP / Rose Rock Finance Corp, 144A	5.625	7/15/2022	1,428	0.19						
Real Estate — 0.36%											
2,600	The Howard Hughes Corp, 144A	6.875	10/1/2021	2,753	0.36						
REITS — 0.91%											
580	Corrections Corp of America	4.125	4/1/2020	575	0.08						
2,730	CTR Partnership LP / CareTrust Capital Corp, 144A	5.875	6/1/2021	2,771	0.36						
3,650	The Geo Group Inc	5.125	4/1/2023	3,540	0.47						
				6,886	0.91						
Retail — 3.56%											
680	Burger King Capital Holdings LLC / Burger King Capital Finance Inc, 144A	zero coupon	4/15/2019	633	0.08						
1,150	Carrols Restaurant Group Inc	11.250	5/15/2018	1,259	0.17						
860	CEC Entertainment Inc, 144A	8.000	2/15/2022	873	0.12						
1,000	Chinos Intermediate Holdings A Inc, 144A	7.750	5/1/2019	978	0.13						
2,025	CST Brands Inc	5.000	5/1/2023	2,025	0.27						
1,110	First Cash Financial Services Inc, 144A	6.750	4/1/2021	1,171	0.15						
1,640	Group 1 Automotive Inc, 144A	5.000	6/1/2022	1,627	0.21						
4,900	Guitar Center Inc, 144A	9.625	4/15/2020	4,104	0.54						
2,560	Landry's Holdings II Inc, 144A	10.250	1/1/2018	2,669	0.35						
2,644	Landry's Inc, 144A	9.375	5/1/2020	2,842	0.37						
204	Macy's Retail Holdings Inc	9.500	4/15/2021	240	0.03						
1,990	Neiman Marcus Group Ltd LLC, 144A	8.750	10/15/2021	2,164	0.28						
300	New Academy Finance Co LLC / New Academy Finance Corp, 144A	8.000	6/15/2018	305	0.04						
2,618	Spencer Spirit Holdings Inc, 144A	9.000	5/1/2018	2,657	0.35						
1,100	Suburban Propane Partners LP / Suburban Energy Finance Corp	7.375	3/15/2020	1,155	0.15						
2,410	Suburban Propane Partners LP / Suburban Energy Finance Corp	5.500	6/1/2024	2,404	0.32						
				27,106	3.56						
Software — 1.86%											
1,310	ACI Worldwide Inc, 144A	6.375	8/15/2020	1,369	0.18						
880	Activision Blizzard Inc, 144A	5.625	9/15/2021	951	0.13						
1,120	Activision Blizzard Inc, 144A	6.125	9/15/2023	1,232	0.16						
600	Audatex North America Inc, 144A	6.000	6/15/2021	636	0.08						
500	Audatex North America Inc, 144A	6.125	11/1/2023	530	0.07						
2,300	First Data Corp	12.625	1/15/2021	2,812	0.37						
1,624	First Data Corp	11.750	8/15/2021	1,920	0.25						
1,980	First Data Corp, 144A	8.750	1/15/2022	2,168	0.28						
2,490	Interface Security Systems Holdings Inc / Interface Security Systems LLC	9.250	1/15/2018	2,565	0.34						
				14,183	1.86						
Telecommunications — 4.99%											
520	CenturyLink Inc, Series V	5.625	4/1/2020	550	0.07						
710	CenturyLink Inc, Series S	6.450	6/15/2021	777	0.10						
920	CenturyLink Inc, Series T	5.800	3/15/2022	971	0.13						
1,290	CenturyLink Inc, Series W	6.750	12/1/2023	1,428	0.19						
535	Cincinnati Bell Telephone Co LLC	6.300	12/1/2028	514	0.07						
1,510	GTP Acquisition Partners I LLC, 144A	7.628	6/15/2016	1,598	0.21						
340	Level 3 Financing Inc	7.000	6/1/2020	366	0.05						
2,675	Level 3 Financing Inc	8.625	7/15/2020	2,963	0.39						
300	Level 3 Financing Inc, 144A	6.125	1/15/2021	316	0.04						
4,860	Sprint Capital Corp	6.875	11/15/2028	4,738	0.62						
6,030	Sprint Capital Corp	8.750	3/15/2032	6,723	0.88						
1,270	Sprint Communications Inc, 144A	9.000	11/15/2018	1,510	0.20						
2,090	Sprint Corp, 144A	7.875	9/15/2023	2,242	0.29						
800	Sprint Corp, 144A	7.125	6/15/2024	816	0.11						

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Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value			
U.S. Corporate Bonds and Notes — (continued)												
Telecommunications — (continued)					1,040 MEG Energy Corp, 144A 7.000 3/31/2024 1,131 0.15							
1,010	TW Telecom Holdings Inc	5.375	10/1/2022	1,098	0.14	3,480	Thompson Creek Metals Co Inc	12.500	5/1/2019	3,933	0.52	
2,940	TW Telecom Holdings Inc	6.375	9/1/2023	3,322	0.44	1,800	Ultra Petroleum Corp, 144A	5.750	12/15/2018	1,858	0.24	
3,960	West Corp, 144A	5.375	7/15/2022	3,851	0.51	19,341 2.54						
500	Windstream Corp	7.875	11/1/2017	569	0.07	Cayman Islands — 0.27%						
640	Windstream Corp	7.750	10/1/2021	698	0.09	165	UPCB Finance III Ltd, 144A	6.625	7/1/2020	174	0.02	
1,970	Windstream Corp	7.500	4/1/2023	2,098	0.28	850	UPCB Finance V Ltd, 144A	7.250	11/15/2021	931	0.12	
830	Windstream Corp	6.375	8/1/2023	832	0.11	874	UPCB Finance VI Ltd, 144A	6.875	1/15/2022	946	0.13	
				37,980	4.99					2,051	0.27	
Textiles — 0.18%					France — 1.19%							
1,340	Empire Today LLC / Empire Today Finance Corp, 144A	11.375	2/1/2017	1,350	0.18	2,000	Cie Generale de Geophysique – Veritas	6.500	6/1/2021	1,850	0.24	
Transportation — 2.10%					1,380 CMA CGM SA, 144A 8.500 4/15/2017 1,415 0.19							
1,940	Florida East Coast Holdings Corp, 144A	9.750	5/1/2020	2,051	0.27	2,060	Credit Agricole SA, 144A *	8.375	Perpetual	2,392	0.31	
910	Gulfmark Offshore Inc	6.375	3/15/2022	917	0.12	2,200	Numericable Group SA, 144A	6.000	5/15/2022	2,266	0.30	
1,264	Horizon Lines LLC	11.000	10/15/2016	1,266	0.17	1,000	Numericable Group SA, 144A	6.250	5/15/2024	1,031	0.13	
1,384	Horizon Lines LLC	13.000	10/15/2016	1,191	0.16	130	Societe Generale SA	8.750	Perpetual	135	0.02	
3,935	Jack Cooper Holdings Corp, 144A	9.250	6/1/2020	4,279	0.56					9,089	1.19	
2,910	Neovia Logistics Intermediate Holdings LLC / Logistics Intermediate Finance Corp, 144A	10.000	2/15/2018	2,990	0.39	Germany — 0.19%						
1,670	Watco Cos LLC / Watco Finance Corp, 144A	6.375	4/1/2023	1,708	0.22	1,420	Hapag-Lloyd AG, 144A	9.750	10/15/2017	1,491	0.19	
1,540	XPO Logistics Inc, 144A	7.875	9/1/2019	1,602	0.21	Greece — 0.23%						
				16,004	2.10	1,633	FAGE Dairy Industry SA / FAGE USA Dairy Industry Inc, 144A	9.875	2/1/2020	1,743	0.23	
Trucking & Leasing — 0.41%					Ireland — 1.86%							
2,000	Flexi-Van Leasing Inc, 144A	7.875	8/15/2018	2,110	0.28	1,900	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 144A	4.500	5/15/2021	1,940	0.25	
1,000	Jurassic Holdings III Inc, 144A	6.875	2/15/2021	1,023	0.13	540	Ardagh Packaging Finance Plc, 144A	6.250	1/31/2019	545	0.07	
				3,133	0.41	3,200	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A	9.125	10/15/2020	3,488	0.46	
Total U.S. Corporate Bonds and Notes (Cost \$554,694)					566,855	74.42	2,240	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A *	3.232	12/15/2019	2,229	0.30
U.S. Denominated Bonds and Notes — 15.85%					Japan — 0.10%							
Australia — 1.62%					755 Softbank Corp, 144A 4.500 4/15/2020 768 0.10							
2,050	Ausdrill Finance Pty Ltd, 144A	6.875	11/1/2019	1,876	0.25	Luxembourg — 3.38%						
1,700	Barmenco Finance Pty Ltd, 144A	9.000	6/1/2018	1,536	0.20	2,240	Altice SA, 144A	7.750	5/15/2022	2,380	0.31	
2,000	FMG Resources August 2006 Pty Ltd, 144A	6.000	4/1/2017	2,085	0.27	1,290	Ardagh Finance Holdings SA, 144A	8.625	6/15/2019	1,337	0.17	
270	FMG Resources August 2006 Pty Ltd, 144A	8.250	11/1/2019	296	0.04	2,080	ConvaTec Finance International SA, 144A	8.250	1/15/2019	2,142	0.28	
3,910	FMG Resources August 2006 Pty Ltd, 144A	6.875	4/1/2022	4,260	0.56	1,470	Coveris Holdings SA, 144A	7.875	11/1/2019	1,562	0.20	
1,580	Midwest Vanadium Pty Ltd, 144A	11.500	2/15/2018	300	0.04	6,002	DH Services Luxembourg Sarl, 144A	7.750	12/15/2020	6,392	0.84	
2,410	St Barbara Ltd, 144A	8.875	4/15/2018	1,964	0.26	1,400	Dufry Finance SCA, 144A	5.500	10/15/2020	1,456	0.19	
				12,317	1.62	2,570	Globe Luxembourg SCA, 144A	9.625	5/1/2018	2,827	0.37	
Bahamas — 0.30%					British Virgin Islands — 0.35%							
2,140	Ultrapetrol Bahamas Ltd	8.875	6/15/2021	2,282	0.30	1,637	Intelsat Jackson Holdings SA	7.500	4/1/2021	1,772	0.24	
Bermuda — 0.12%					4,990 Intelsat Jackson Holdings SA 5.500 8/1/2023 4,971 0.65							
900	NCL Corp Ltd	5.000	2/15/2018	920	0.12	980	Pacific Drilling SA, 144A	5.375	6/1/2020	956	0.13	
British Virgin Islands — 0.35%					Canada — 2.54%							
2,540	Pacific Drilling V Ltd, 144A	7.250	12/1/2017	2,661	0.35	1,279	Air Canada 2013-1 Class B Pass Through Trust, 144A	5.375	5/15/2021	1,311	0.17	
Canada — 2.54%					730 Air Canada 2013-1 Class C Pass Through Trust, 144A 6.625 5/15/2018 759 0.10							
1,280	AuRico Gold Inc, 144A	7.750	4/1/2020	1,315	0.17	1,280	Cascades Inc, 144A	5.500	7/15/2022	1,687	0.22	
1,700	Cascades Inc, 144A	5.500	7/15/2022	1,687	0.22	300	First Quantum Minerals Ltd, 144A	6.750	2/15/2020	311	0.04	
300	First Quantum Minerals Ltd, 144A	6.750	2/15/2020	311	0.04	280	Garda World Security Corp, 144A	7.250	11/15/2021	287	0.04	
280	Garda World Security Corp, 144A	7.250	11/15/2021	287	0.04	1,020	Kodiak Oil & Gas Corp	8.125	12/1/2019	1,122	0.15	
1,020	Kodiak Oil & Gas Corp	8.125	12/1/2019	1,122	0.15	400	Kodiak Oil & Gas Corp	5.500	2/1/2022	422	0.06	
400	Kodiak Oil & Gas Corp	5.500	2/1/2022	422	0.06	2,040	MDC Partners Inc, 144A	6.750	4/1/2020	2,132	0.28	
2,040	MDC Partners Inc, 144A	6.750	4/1/2020	2,132	0.28	250	MEG Energy Corp, 144A	6.500	3/15/2021	264	0.03	
250	MEG Energy Corp, 144A	6.500	3/15/2021	264	0.03	2,650	MEG Energy Corp, 144A	6.375	1/30/2023	2,809	0.37	
2,650	MEG Energy Corp, 144A	6.375	1/30/2023	2,809	0.37	Marshall Islands — 0.44%						
					3,200 Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A 8.125 11/15/2021 3,328 0.44							
					Netherlands — 1.08%							
					2,140 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 144A * 11.000 Perpetual 2,836 0.37							
					520 Royal Bank of Scotland NV, Series B 7.750 5/15/2023 605 0.08							
					500 Schaeffler Finance BV, 144A 7.750 2/15/2017 556 0.07							
					1,990 Schaeffler Holding Finance BV, 144A 6.875 8/15/2018 2,097 0.28							

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Shares/Units (000's)	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — (continued)					510 Santander Finance Preferred SAU, Series 11		
Netherlands — (continued)					8,863 1.16		
2,160					Total Preferred Stock (Cost \$7,984)		
					8,863 1.16		
					Warrants — 0.04% (Cost \$1,351)		
					17,513 Horizon Lines Inc, Series CW16, Class A †∞		
					Total Investments (Cost \$737,824)		
					755,137 99.14		
					Other Assets in Excess of Liabilities		
					6,534 0.86		
					Total Net Assets		
					\$761,671 100.00		
					— 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, 2014, these securities amounted to \$331,048,000 or 43.38% of net assets.		
					* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.		
					† 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, 2014.		
					ABBREVIATIONS:		
					Perpetual — A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.		
					ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.		
					Analysis of Total Assets		
					Transferable securities admitted to an official exchange listing or traded on a regulated market		
					92.82		
					Money market instruments		
					2.29		
					Financial derivative instruments		
					0.10		
					Collective investment schemes		
					1.97		
					Other assets		
					2.82		
					Total Assets		
					100.00		
					Common Stock — 1.06%		
					75 Citigroup Inc		
					3,861 0.51		
					89 Deep Ocean Group Holdings †∞		
					2,524 0.33		
					55 Horizon Lines Inc, Class A		
					22 —		
					3,373 Mirabela Nickel Ltd		
					284 0.04		
					19 Physiotherapy Associates Holdings Inc †∞		
					917 0.12		
					11 Realogy Holdings Corp		
					450 0.06		
					8,058 1.06		
					Total Common Stock (Cost \$5,391)		
					8,058 1.06		
					Collective Investment Schemes — 2.01%		
					140 Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)		
					13,938 1.83		
					– Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)		
					–		
					– Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)		
					–		
					1,365 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)		
					1,365 0.18		
					15,303 2.01		
					Total Collective Investment Schemes (Cost \$15,386)		
					15,303 2.01		
					Preferred Stock — 1.16%		
					73 Citigroup Capital XIII		
					2,001 0.26		
					196 GMAC Capital Trust I, Series 2		
					5,279 0.69		
					10 Rex Energy Corp		
					1,039 0.14		

Legg Mason Western Asset US High Yield Fund

Portfolio of Investments as at August 31, 2014 – (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 2014	(452)	\$(56,853)	\$(153)
U.S. Long Bond (CBT) December 2014	(10)	(1,401)	(15)
Total Market Value of Future Contracts	(462)	\$(58,254)	\$(168)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(168)
Net Depreciation of Future Contracts			\$(168)

Schedule of Credit Default Swaps

Counterparty	Reference Entity	Buy/Sell Protection	Expiration Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Credit Suisse First Boston	Markit CDX.NA.HY, 5.000%, due 6/20/19	Buy	6/20/19	14,638	\$(1,176)
Deutsche Bank	Ally Financial Inc, 5.000%, due 6/20/20	Sell	6/20/20	4,250	778
					\$(398)
Unrealised Appreciation of Credit Default Swaps					778
Unrealised Depreciation of Credit Default Swaps					(1,176)
Net Depreciation of Credit Default Swaps					\$(398)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Bank of America Sec London	Buy EUR 19,815	Sell USD 26,306	\$(265)
09/30/14	Bank of New York Mellon London	Buy SGD 129	Sell USD 104	–
09/30/14	Bank of New York Mellon London	Buy EUR 73	Sell USD 97	–
09/30/14	Barclays Capital London	Buy USD 625	Sell GBP 377	(1)
09/30/14	Barclays Capital London	Buy USD 55	Sell SGD 68	–
09/30/14	Barclays Capital London	Buy EUR 447	Sell USD 593	(6)
09/30/14	Citicorp Securities London Ltd	Buy USD 442	Sell GBP 267	–
09/30/14	Citicorp Securities London Ltd	Buy SGD 699	Sell USD 560	(1)
09/30/14	Citicorp Securities London Ltd	Buy EUR 452	Sell USD 600	(6)
09/30/14	Goldman Sachs London	Buy GBP 537	Sell USD 891	1
09/30/14	HSBC Midland	Buy EUR 1	Sell USD 1	–
09/30/14	JP Morgan Chase Bank London	Buy GBP 235	Sell USD 389	–
09/30/14	Royal Bank of Canada London	Buy USD 1	Sell SGD 1	–
09/30/14	Royal Bank of Canada London	Buy EUR 30	Sell USD 40	–
09/30/14	UBS	Buy USD 23	Sell GBP 14	–
09/30/14	UBS	Buy EUR 332	Sell USD 440	(5)
11/14/14	Citicorp Securities London Ltd	Buy USD 991	Sell AUD 1,076	(8)
11/14/14	Citicorp Securities London Ltd	Buy USD 8	Sell SGD 10	–
Unrealised Appreciation of Forward Foreign Currency Contracts				1
Unrealised Depreciation of Forward Foreign Currency Contracts				(292)
Net Depreciation of Forward Foreign Currency Contracts				\$(291)

Legg Mason Western Asset Emerging Markets Bond Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Corporate Bonds and Notes — 0.19%				
Telecommunications — 0.19%				
MXN 2,741	Axtel SAB de CV	8.000 1/31/2020	377	0.19
Total Foreign Corporate Bonds and Notes (Cost \$215)			377	0.19
Foreign Government Bonds and Notes — 5.20%				
Brazil Government Bonds — 2.35%				
BRL 10,770	Brazil Notas do Tesouro Nacional, Series NTFN	10.000 1/1/2017	4,685	2.35
Mexican Government Bonds — 2.85%				
MXN 5,082	Mexican Bonos, Series M	8.000 6/11/2020	445	0.22
21,541	Mexican Bonos, Series M	6.500 6/9/2022	1,746	0.87
7,100	Mexican Bonos, Series M 20	10.000 12/5/2024	721	0.36
16,447	Mexican Bonos, Series M 30	8.500 11/18/2038	1,544	0.77
14,286	Mexican Bonos, Series M	7.750 11/13/2042	1,247	0.63
			5,703	2.85
Total Foreign Government Bonds and Notes (Cost \$10,544)			10,388	5.20
U.S. Corporate Bonds and Notes — 4.55%				
Building Materials — 1.29%				
2,190	Cemex Finance LLC	9.375 10/12/2022	2,584	1.29
Mining — 1.21%				
1,250	Southern Copper Corp	6.750 4/16/2040	1,447	0.73
990	Southern Copper Corp	5.250 11/8/2042	964	0.48
			2,411	1.21
Oil & Gas — 2.05%				
2,585	Pemex Project Funding Master Trust	6.625 6/15/2035	3,186	1.60
250	Reliance Holding USA Inc	4.500 10/19/2020	262	0.13
580	Reliance Holdings USA Inc	5.400 2/14/2022	639	0.32
			4,087	2.05
Total U.S. Corporate Bonds and Notes (Cost \$8,423)			9,082	4.55
U.S. Denominated Bonds and Notes — 38.83%				
Australia — 0.24%				
450	CNOOC Curtis Funding No 1 Pty Ltd	4.500 10/3/2023	479	0.24
Austria — 0.23%				
430	JBS Investments GmbH	7.250 4/3/2024	452	0.23
Bermuda — 0.48%				
470	GeoPark Latin America Ltd Agencia en Chile, 144A	7.500 2/11/2020	510	0.26
400	Ooredoo International Finance Ltd	4.750 2/16/2021	438	0.22
			948	0.48
Brazil — 2.11%				
395	BRF SA	4.750 5/22/2024	399	0.20
430	Centrais Eletricas Brasileiras SA	5.750 10/27/2021	445	0.22
450	Gerdau Trade Inc	4.750 4/15/2023	446	0.22
530	Hypermarcas SA	6.500 4/20/2021	572	0.29
550	OAS Investments GmbH, 144A	8.250 10/19/2019	569	0.29
200	Oi SA	5.750 2/10/2022	193	0.10
1,050	Samarco Mineracao SA	4.125 11/1/2022	1,010	0.51
100	Suzano Trading Ltd, 144A	5.875 1/23/2021	105	0.05
480	Telemar Norte Leste SA	5.500 10/23/2020	470	0.23
			4,209	2.11
British Virgin Islands — 0.49%				
160	Arcos Dorados Holdings Inc	6.625 9/27/2023	163	0.08
400	GTL Trade Finance Inc, 144A	7.250 4/16/2044	423	0.22
380	OAS Finance Ltd, 144A	8.000 7/2/2021	383	0.19
			969	0.49
Canada — 2.07%				
1,605	Pacific Rubiales Energy Corp	5.375 1/26/2019	1,669	0.84
850	Pacific Rubiales Energy Corp	7.250 12/12/2021	944	0.47

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
1,500	Pacific Rubiales Energy Corp	5.125 3/28/2023	1,515	0.76
			4,128	2.07
Cayman Islands — 4.31%				
110	Agile Property Holdings Ltd	8.875 4/28/2017	114	0.06
200	Fibra Overseas Finance Ltd	5.250 5/12/2024	200	0.10
330	Marfrig Overseas Ltd, 144A	9.500 5/4/2020	354	0.18
200	Odebrecht Finance Ltd, 144A	5.250 6/27/2029	203	0.10
1,430	Odebrecht Finance Ltd	4.375 4/25/2025	1,399	0.70
198	Odebrecht Offshore Drilling Finance Ltd, 144A	6.625 10/1/2022	212	0.11
500	Petrobras International Finance Co	5.375 1/27/2021	527	0.26
595	Petrobras International Finance Co	6.875 1/20/2040	670	0.34
590	Petrobras International Finance Co	6.750 1/27/2041	658	0.33
540	Vale Overseas Ltd	4.375 1/1/2022	564	0.28
889	Vale Overseas Ltd	8.250 1/17/2034	1,175	0.59
2,010	Vale Overseas Ltd	6.875 11/21/2036	2,369	1.19
200	Virgolino de Oliveira Finance Ltd	10.500 1/28/2018	147	0.07
			8,592	4.31
Chile — 3.00%				
440	AES Gener SA	5.250 8/15/2021	468	0.23
15	Celulosa Arauco y Constitucion SA	7.250 7/29/2019	17	0.01
460	Celulosa Arauco y Constitucion SA	4.750 1/11/2022	476	0.24
595	Colbun SA	6.000 1/21/2020	663	0.33
2,314	Corp Nacional del Cobre de Chile	3.000 7/17/2022	2,275	1.14
210	Empresa Nacional de Electricidad SA/Chile	4.250 4/15/2024	213	0.11
310	ENTEL Chile SA	4.875 10/30/2024	321	0.16
301	GNL Quintero SA, 144A	4.634 7/31/2029	308	0.16
780	Inversiones CMPC SA	4.500 4/25/2022	783	0.39
460	Inversiones CMPC SA	4.375 5/15/2023	458	0.23
			5,982	3.00
China — 0.22%				
450	State Grid Overseas Investment 2013 Ltd	3.125 5/22/2023	442	0.22
Colombia — 1.04%				
200	Ecopetrol SA	5.875 9/18/2023	229	0.12
340	Ecopetrol SA	5.875 5/28/2045	367	0.18
270	Empresas Publicas de Medellin ESP	7.625 7/29/2019	323	0.16
420	Oleoducto Central SA, 144A	4.000 5/7/2021	425	0.22
670	Transportadora de Gas Internacional SA ESP	5.700 3/20/2022	720	0.36
			2,064	1.04
Germany — 0.23%				
440	Rearden G Holdings EINS GmbH	7.875 3/30/2020	465	0.23
India — 0.53%				
1,000	ICICI Bank Ltd/Dubai	4.800 5/22/2019	1,062	0.53
Indonesia — 1.17%				
510	Indosat Palapa Co BV	7.375 7/29/2020	549	0.27
570	Pertamina Persero PT	5.250 5/23/2021	599	0.30
910	Pertamina Persero PT	4.875 5/3/2022	933	0.47
260	Pertamina Persero PT	4.300 5/20/2023	255	0.13
			2,336	1.17
Ireland — 0.44%				
960	EDC Finance Ltd	4.875 4/17/2020	872	0.44
Kazakhstan — 0.98%				
1,750	KazMunayGas National Co JSC	6.375 4/9/2021	1,960	0.98
Luxembourg — 3.84%				
915	CSN Resources SA	6.500 7/21/2020	957	0.48
1,570	Evraz Group SA	6.500 4/22/2020	1,398	0.70
370	Evraz Group SA	6.750 4/27/2018	346	0.17
300	Klabin Finance SA, 144A	5.250 7/16/2024	299	0.15
760	Offshore Drilling Holding SA	8.375 9/20/2020	825	0.41
930	Puma International Financing SA, 144A	6.750 2/1/2021	960	0.48

The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Emerging Markets Bond Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — (continued)					South Africa — 0.25%				
Luxembourg — (continued)					451 AngloGold Ashanti Holdings Plc				
500 Severstal OAO Via Steel Capital SA	4.450	3/19/2018	480	0.24	8.500	7/30/2020	506	0.25	
470 TMK OAO Via TMK Capital SA, 144A	6.750	4/3/2020	422	0.21	Trinidad and Tobago — 0.41%				
260 Tupy Overseas SA, 144A	6.625	7/17/2024	269	0.14	650 Petroleum Co of Trinidad & Tobago Ltd				
819 Vimpel Communications OJSC Via UBS Luxembourg SA	8.250	5/23/2016	849	0.43	9.750	8/14/2019	818	0.41	
900 Virgolino de Oliveira Finance SA, 144A	10.875	1/13/2020	862	0.43	Turkey — 0.65%				
			7,667	3.84	300 Mersin Uluslararasi Liman Isletmeciligi AS, 144A				
					5.875	8/12/2020	319	0.16	
					3.750	6/19/2019	579	0.29	
					4.875	6/19/2024	406	0.20	
							1,304	0.65	
Mexico — 7.36%					United Kingdom — 1.89%				
200 Alfa SAB de CV, 144A	5.250	3/25/2024	216	0.11	930 Afren Plc, 144A				
200 Alfa SAB de CV, 144A	6.875	3/25/2044	225	0.11	6.625	12/9/2020	886	0.44	
950 Alpek SA de CV, 144A	4.500	11/20/2022	971	0.49	640 Vedanta Resources Plc	9.500	7/18/2018	746	0.38
740 America Movil SAB de CV	3.125	7/16/2022	736	0.37	2,060 Vedanta Resources Plc	6.000	1/31/2019	2,142	1.07
1,704 Axtel SAB de CV	8.000	1/31/2020	1,755	0.88			3,774	1.89	
300 Cemex SAB de CV, 144A	7.250	1/15/2021	330	0.17	Venezuela — 0.45%				
390 Cemex SAB de CV	9.000	1/11/2018	415	0.21	1,000 Petroleos de Venezuela SA				
270 Cemex SAB de CV	6.500	12/10/2019	286	0.14	8.500	11/2/2017	896	0.45	
420 Comision Federal De Electricid, 144A	4.875	1/15/2024	452	0.22	Total U.S. Denominated Bonds and Notes (Cost \$76,458)				
1,100 Empresas ICA SAB de CV, 144A	8.875	5/29/2024	1,141	0.57			77,505	38.83	
330 Empresas ICA SAB de CV	8.875	5/29/2024	343	0.17	U.S. Denominated Debt Obligations — 43.05%				
450 Grupo Idesa SA de CV	7.875	12/18/2020	486	0.24	Argentina — 1.08%				
731 Mexichem SAB de CV	4.875	9/19/2022	779	0.39	2,352 Argentina Boden Bonds				
1,880 Petroleos Mexicanos	5.500	1/21/2021	2,115	1.06	7.000	10/3/2015	2,159	1.08	
1,010 Petroleos Mexicanos	4.875	1/24/2022	1,097	0.55	Brazil — 0.02%				
105 Petroleos Mexicanos	6.500	6/2/2041	128	0.06	37 Brazilian Government International Bond				
620 Petroleos Mexicanos	5.500	6/27/2044	673	0.34	5.875	1/15/2019	42	0.02	
900 Petroleos Mexicanos, 144A	4.875	1/18/2024	979	0.49	– Brazilian Government International Bond, Series A				
1,299 Petroleos Mexicanos, 144A	6.375	1/23/2045	1,572	0.79	8.000	1/15/2018	1	–	
			14,699	7.36			43	0.02	
Morocco — 0.37%					Colombia — 2.96%				
700 OCP SA	5.625	4/25/2024	740	0.37	1,060 Colombia Government International Bond				
Netherlands — 4.13%					4.375	7/12/2021	1,143	0.57	
470 Bharti Airtel International Netherlands BV, 144A	5.350	5/20/2024	505	0.26	1,200 Colombia Government International Bond				
350 CIMPOR Financial Operations BV, 144A	5.750	7/17/2024	345	0.17	4.000	2/26/2024	1,254	0.63	
700 KazMunaiGaz Finance Sub BV	7.000	5/5/2020	812	0.41	305 Colombia Government International Bond				
500 Lukoil International Finance BV, 144A	4.563	4/24/2023	449	0.22	7.375	9/18/2037	424	0.21	
860 Lukoil International Finance BV	6.656	6/7/2022	881	0.44	1,000 Colombia Government International Bond				
610 Majapahit Holding BV	7.750	1/20/2020	719	0.36	6.125	1/18/2041	1,235	0.62	
490 Marfrig Holding Europe BV	8.375	5/9/2018	520	0.26	1,600 Colombia Government International Bond				
450 Marfrig Holding Europe BV	6.875	6/24/2019	458	0.23	5.625	2/26/2044	1,856	0.93	
440 Myriad International Holdings BV	6.000	7/18/2020	482	0.24			5,912	2.96	
1,100 Petrobras Global Finance BV	6.250	3/17/2024	1,209	0.61	Costa Rica — 0.36%				
300 Republic of Angola Via Northern Lights III BV	7.000	8/16/2019	329	0.16	680 Costa Rica Government International Bond, 144A				
1,560 VimpelCom Holdings BV	7.504	3/1/2022	1,542	0.77	7.000	4/4/2044	726	0.36	
			8,251	4.13	Cote d'Ivoire (Ivory Coast) — 0.50%				
Peru — 1.24%					1,010 Ivory Coast Government International Bond, 144A				
350 Alicorp SAA, 144A	3.875	3/20/2023	345	0.17	5.375	7/23/2024	995	0.50	
560 Cementos Pacasmayo SAA, 144A	4.500	2/8/2023	534	0.27	Croatia — 1.30%				
190 Cementos Pacasmayo SAA	4.500	2/8/2023	181	0.09	300 Croatia Government International Bond, 144A				
490 Gas Natural de Lima y Callao SA	4.375	4/1/2023	487	0.24	6.625	7/14/2020	333	0.17	
970 Transportadora de Gas del Peru SA	4.250	4/30/2028	935	0.47	2,170 Croatia Government International Bond				
			2,482	1.24	5.500	4/4/2023	2,265	1.13	
Qatar — 0.24%							2,598	1.30	
400 Ras Laffan Liquefied Natural Gas Co Ltd III	6.750	9/30/2019	482	0.24	Ecuador — 0.53%				
Russia — 0.46%					971 Ecuador Government International Bond, 144A				
880 Rosneft Finance SA	7.875	3/13/2018	926	0.46	7.950	6/20/2024	1,068	0.53	
					Gabon — 0.37%				
					670 Gabonese Republic				
					6.375	12/12/2024	732	0.37	
					Hungary — 1.95%				
					1,450 Hungary Government International Bond				
					4.000	3/25/2019	1,489	0.75	

The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Emerging Markets Bond Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Debt Obligations — (continued)				
Hungary — (continued)				
2,180	5.750	11/22/2023	2,398	1.20
			3,887	1.95
Indonesia — 5.70%				
2,107	5.875	1/15/2024	2,399	1.20
3,010	3.750	4/25/2022	2,973	1.49
620	3.375	4/15/2023	591	0.30
700	6.625	2/17/2037	824	0.41
4,520	5.250	1/17/2042	4,582	2.30
			11,369	5.70
Kenya — 0.27%				
510	5.875	6/24/2019	530	0.27
Lithuania — 0.93%				
1,580	6.125	3/9/2021	1,853	0.93
Mexico — 2.09%				
1,052	6.050	1/11/2040	1,315	0.66
730	5.550	1/21/2045	857	0.43
1,910	4.750	3/8/2044	2,003	1.00
			4,175	2.09
Nigeria — 0.24%				
200	6.375	7/12/2023	220	0.11
250	5.125	7/12/2018	258	0.13
			478	0.24
Paraguay — 0.35%				
660	6.100	8/11/2044	706	0.35
Peru — 3.26%				
2,235	8.750	11/21/2033	3,498	1.75
1,987	6.550	3/14/2037	2,573	1.29
368	5.625	11/18/2050	434	0.22
			6,505	3.26
Poland — 2.02%				
3,850	4.000	1/22/2024	4,035	2.02
Romania — 0.13%				
240	4.875	1/22/2024	257	0.13
Russia — 4.42%				
1,800	4.875	9/16/2023	1,766	0.89
4,409	7.500	3/31/2030	4,905	2.46
2,200	5.625	4/4/2042	2,145	1.07
			8,816	4.42
Sri Lanka — 0.67%				
1,270	6.000	1/14/2019	1,343	0.67

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Turkey — 6.32%				
800	7.500	7/14/2017	908	0.45
4,045	5.625	3/30/2021	4,447	2.23
450	6.250	9/26/2022	513	0.26
1,350	5.750	3/22/2024	1,499	0.75
1,735	6.750	5/30/2040	2,084	1.04
3,265	4.875	4/16/2043	3,167	1.59
			12,618	6.32
Ukraine — 0.81%				
913	6.750	11/14/2017	804	0.40
431	7.750	9/23/2020	377	0.19
493	7.800	11/28/2022	431	0.22
			1,612	0.81
Venezuela — 6.63%				
5,835	9.250	9/15/2027	4,595	2.31
505	9.375	1/13/2034	382	0.19
1,461	5.750	2/26/2016	1,340	0.67
154	7.000	12/1/2018	123	0.06
8,565	7.750	10/13/2019	6,788	3.40
			13,228	6.63
Vietnam — 0.14%				
250	6.750	1/29/2020	283	0.14
Total U.S. Denominated Debt Obligations (Cost \$86,140)			85,928	43.05
Repurchase Agreements — 1.20%				
2,400	0.030	9/2/2014	2,400	1.20
Total Repurchase Agreements (Cost \$2,400)			2,400	1.20
Shares/Units (000's)				
Collective Investment Schemes — 4.39%				
82			8,770	4.39
Total Collective Investment Schemes (Cost \$8,230)			8,770	4.39
Total Investments (Cost \$192,410)			194,450	97.41
Other Assets in Excess of Liabilities			5,160	2.59
Total Net Assets			\$199,610	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, 2014, these securities amounted to \$27,411,000 or 13.76% of net assets.

ABBREVIATIONS:

BRL – Brazilian Real
MXN – Mexican Peso

The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Emerging Markets Bond Fund

Portfolio of Investments as at August 31, 2014 – (continued)

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	90.20
Money market instruments	1.18
Financial derivative instruments	0.03
Collective investment schemes	4.32
Other assets	4.27
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Bank of America Sec London	Buy	GBP	15	Sell	USD	24	\$ –
09/30/14	Bank of New York Mellon London	Buy	SGD	421	Sell	USD	338	–
09/30/14	Bank of New York Mellon London	Buy	EUR	100	Sell	USD	133	(1)
09/30/14	Barclays Capital London	Buy	GBP	3,018	Sell	USD	5,004	6
09/30/14	Barclays Capital London	Buy	SGD	31	Sell	USD	25	–
09/30/14	Barclays Capital London	Buy	EUR	2,979	Sell	USD	3,952	(39)
09/30/14	Citicorp Securities London Ltd	Buy	USD	115	Sell	EUR	87	1
09/30/14	Citicorp Securities London Ltd	Buy	USD	77	Sell	GBP	47	–
09/30/14	Citicorp Securities London Ltd	Buy	USD	5	Sell	SGD	6	–
09/30/14	Citicorp Securities London Ltd	Buy	GBP	8,859	Sell	USD	14,689	14
09/30/14	Citicorp Securities London Ltd	Buy	SGD	2,675	Sell	USD	2,144	(3)
09/30/14	Citicorp Securities London Ltd	Buy	EUR	22,519	Sell	USD	29,890	(297)
09/30/14	HSBC Midland	Buy	USD	357	Sell	EUR	269	4
09/30/14	HSBC Midland	Buy	GBP	99	Sell	USD	165	–
09/30/14	HSBC Midland	Buy	EUR	7	Sell	USD	9	–
09/30/14	JP Morgan Chase Bank London	Buy	USD	1,938	Sell	SGD	2,419	2
09/30/14	JP Morgan Chase Bank London	Buy	EUR	252	Sell	USD	335	(3)
09/30/14	Morgan Stanley London	Buy	EUR	201	Sell	USD	266	(3)
09/30/14	Royal Bank of Canada London	Buy	USD	42	Sell	EUR	31	–
09/30/14	Royal Bank of Canada London	Buy	USD	131	Sell	GBP	79	–
09/30/14	Royal Bank of Canada London	Buy	EUR	937	Sell	USD	1,243	(12)
09/30/14	Royal Bank of Canada London	Buy	SGD	4	Sell	USD	3	–
09/30/14	UBS	Buy	USD	3	Sell	EUR	2	–
09/30/14	UBS	Buy	SGD	10	Sell	USD	8	–
09/30/14	UBS	Buy	EUR	764	Sell	USD	1,015	(10)
09/30/14	UBS	Buy	GBP	427	Sell	USD	707	1
10/15/14	Citicorp Securities London Ltd	Buy	USD	1,704	Sell	BRL	3,860	2
10/15/14	Citicorp Securities London Ltd	Buy	BRL	3,860	Sell	USD	1,676	27
11/14/14	Citicorp Securities London Ltd	Buy	SGD	1	Sell	USD	1	–
Unrealised Appreciation of Forward Foreign Currency Contracts								57
Unrealised Depreciation of Forward Foreign Currency Contracts								(368)
Net Depreciation of Forward Foreign Currency Contracts								\$ (311)

Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Corporate Bonds and Notes — 8.11%									
Australian Dollar Bonds — 1.08%									
AUD	1,570	R&R Ice Cream Plc	8.250	5/15/2020	1,460	0.22			
	5,100	The Royal Bank of Scotland Plc *	13.125	3/19/2022	5,648	0.86			
				7,108	1.08				
British Pound Sterling Bonds — 2.24%									
GBP	1,050	Anglian Water Osprey Financing Plc	7.000	1/31/2018	1,878	0.28			
	470	Boparan Finance Plc	5.250	7/15/2019	747	0.11			
	355	Co-Operative Group Ltd	6.875	7/8/2020	629	0.09			
	620	Co-Operative Group Ltd	7.500	7/8/2026	1,104	0.17			
	1,120	Direct Line Insurance Group Plc *	9.250	4/27/2042	2,386	0.36			
	1,990	Gala Electric Casinos Plc	11.500	6/1/2019	3,604	0.54			
	740	Grainger Plc	5.000	12/16/2020	1,258	0.19			
	149	Odeon & UCI Finco Plc	9.000	8/1/2018	250	0.04			
	260	Premier Foods Finance Plc	6.500	3/15/2021	423	0.06			
	190	R&R Ice Cream Plc	5.500	5/15/2020	311	0.05			
	500	Telefonica Europe BV *	6.750	Perpetual	873	0.13			
	832	Vougeot Bidco Plc	7.875	7/15/2020	1,444	0.22			
				14,907	2.24				
Euro Bonds — 4.76%									
EUR	600	Banco Espirito Santo SA	5.875	11/9/2015	796	0.12			
	800	Banco Espirito Santo SA	4.750	1/15/2018	1,055	0.16			
	200	Banco Espirito Santo SA	4.000	1/21/2019	258	0.04			
	1,709	Boats Investments Netherlands BV	11.000	3/31/2017	859	0.13			
	1,100	Deutsche Annington Finance BV *	4.625	4/8/2074	1,484	0.23			
	2,070	EC Finance Plc	5.125	7/15/2021	2,766	0.42			
	480	Edcon Holdings Pty Ltd	13.375	6/30/2019	473	0.07			
	607	Edon Proprietary Ltd	9.500	3/1/2018	746	0.11			
	800	Electricite de France *	5.000	Perpetual	1,164	0.17			
	1,182	Europcar Groupe SA	11.500	5/15/2017	1,789	0.27			
	340	Gategroup Finance Luxembourg SA	6.750	3/1/2019	472	0.07			
	1,220	Grupo Isolux Corsan Finance BV	6.625	4/15/2021	1,641	0.25			
	2,910	HomeVi SAS	6.875	8/15/2021	3,953	0.60			
	680	Labeyrie Fine Foods SAS	5.625	3/15/2021	929	0.14			
	1,370	Matterhorn Midco & Cy SCA	7.750	2/15/2020	1,902	0.29			
	730	Novafives SAS	4.500	6/30/2021	973	0.15			
	880	Play Finance 1 SA, Series Regs	6.500	8/1/2019	1,226	0.18			
	470	Polish Television Holding BV	11.000	1/15/2021	740	0.11			
	140	R&R Ice Cream Plc	4.750	5/15/2020	184	0.03			
	990	SGD Group SAS	5.625	5/15/2019	1,321	0.20			
	1,054	Spie BondCo 3 SCA	11.000	8/15/2019	1,544	0.24			
	200	Trionista HoldCo GmbH	5.000	4/30/2020	273	0.04			
	1,090	Trionista TopCo GmbH	6.875	4/30/2021	1,532	0.23			
	99	TVN Finance Corp III AB	7.875	11/15/2018	136	0.02			
	2,350	Unilabs Subholding AB	8.500	7/15/2018	3,211	0.49			
				31,427	4.76				
Mexican Peso Bonds — 0.03%									
MXN	1,379	Axtel SAB de CV	7.000	1/31/2020	190	0.03			
Total Foreign Corporate Bonds and Notes (Cost \$52,546)					53,632	8.11			
Foreign Government Bonds and Notes — 1.97%									
Brazil Government Bonds — 0.44%									
BRL	6,777	Brazil Notas do Tesouro Nacional, Series NTN F	10.000	1/1/2017	2,948	0.44			
Mexican Government Bonds — 1.53%									
MXN	124,498	Mexican Bonos, Series M	6.500	6/9/2022	10,090	1.53			
Total Foreign Government Bonds and Notes (Cost \$13,508)					13,038	1.97			
Loan Notes — 0.71%									
USD	1,710	CRC Health Corp	9.000	9/28/2021	1,724	0.26			
	2,923	CWGS Group LLC	5.750	2/20/2020	2,943	0.45			
Total Loan Notes (Cost \$4,574)					4,667	0.71			
U.S. Corporate Bonds and Notes — 51.12%									
Aerospace/Defense — 1.44%									
	3,330	Ducommun Inc	9.750	7/15/2018	3,638	0.55			
	2,274	Erickson Inc	8.250	5/1/2020	2,257	0.34			
	1,100	LMI Aerospace Inc, 144A	7.375	7/15/2019	1,114	0.17			
							10,910	1.65	
Agriculture — 0.22%									
	2,440	TransDigm Inc, 144A	6.000	7/15/2022	2,482	0.38			
							9,491	1.44	
Airlines — 1.25%									
	313	American Airlines 2013-1 Class B Pass Through Trust, Series B	7.100	4/2/2021	345	0.05			
	1,102	American Airlines 2013-2 Class B Pass Through Trust, Series B	5.625	1/15/2021	1,146	0.17			
	488	American Airlines 2013-2 Class B Pass Through Trust, Series B	5.600	7/15/2020	506	0.08			
	265	Continental Airlines 2000-1 Pass Through Trust, Series B, Class B	8.388	11/1/2020	278	0.04			
	102	Continental Airlines 2009-2 Pass Through Trust, Series B, Class B	9.250	5/10/2017	113	0.02			
	863	Continental Airlines 2012-1 Pass Through Trust, Series B, Class B	6.250	4/11/2020	927	0.14			
	770	Continental Airlines 2012-2 Pass Through Trust, Series B, Class B	5.500	10/29/2020	821	0.13			
	1,090	United Airlines 2014-1 Class B Pass Through Trust, Series B	4.750	4/11/2022	1,101	0.17			
	1,460	United Airlines 2014-2 Class B Pass Through Trust, Series B	4.625	9/3/2022	1,460	0.22			
	1,401	US Airways 2012-2 Pass Through Trust, Series B	6.750	6/3/2021	1,523	0.23			
							8,220	1.25	
Apparel — 0.15%									
	930	The William Carter Co	5.250	8/15/2021	972	0.15			
Beverages — 0.84%									
	1,970	Beverages & More Inc, 144A	10.000	11/15/2018	1,882	0.28			
	1,200	Carolina Beverage Group LLC / Carolina Beverage Group Finance Inc, 144A	10.625	8/1/2018	1,224	0.19			
	2,160	Crestview DS Merger Sub II Inc	10.000	9/1/2021	2,441	0.37			
							5,547	0.84	
Building Materials — 0.70%									
	3,600	Griffon Corp	5.250	3/1/2022	3,564	0.54			
	1,070	Hardwoods Acquisition Inc, 144A	7.500	8/1/2021	1,089	0.16			
							4,653	0.70	
Chemicals — 0.64%									
	1,550	Axiall Corp	4.875	5/15/2023	1,552	0.23			
	490	Hercules Inc	6.500	6/30/2029	450	0.07			
	1,140	Hexion US Finance Corp	6.625	4/15/2020	1,200	0.18			
	780	HIG BBC Intermediate Holdings LLC / HIG BBC Holdings Corp, 144A	10.500	9/15/2018	793	0.12			
	260	Momentive Performance Materials Inc	8.875	10/15/2020	244	0.04			
							4,239	0.64	
Coal — 1.65%									
	50	Arch Coal Inc	7.000	6/15/2019	36	0.01			
	3,260	Arch Coal Inc	9.875	6/15/2019	2,641	0.40			
	1,180	Cloud Peak Energy Resources LLC / Cloud Peak Energy Finance Corp	6.375	3/15/2024	1,221	0.18			
	2,010	Foresight Energy LLC / Foresight Energy Corp, 144A	7.875	8/15/2021	2,136	0.32			
	1,390	Murray Energy Corp, 144A	9.500	12/5/2020	1,529	0.23			
	800	Natural Resource Partners LP / NRP Finance Corp	9.125	10/1/2018	838	0.13			
	1,110	Peabody Energy Corp	7.875	11/1/2026	1,143	0.17			
	590	Walter Energy Inc, 144A	9.500	10/15/2019	588	0.09			
	730	Westmoreland Coal Co / Westmoreland Partners, 144A	10.750	2/1/2018	778	0.12			
							10,910	1.65	
Commercial Services — 2.83%									
	1,590	Alliance Data Systems Corp, 144A	5.375	8/1/2022	1,598	0.24			

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Corporate Bonds and Notes — (continued)											
Commercial Services — (continued)											
830	Ashtead Capital Inc, 144A	6.500	7/15/2022	902	0.14	2,380	International Lease Finance Corp	8.625	1/15/2022	2,987	0.45
1,630	Ceridian LLC / Comdata Inc, 144A	8.125	11/15/2017	1,652	0.25	2,690	Navient LLC	8.000	3/25/2020	3,107	0.47
1,850	ExamWorks Group Inc	9.000	7/15/2019	1,998	0.30					9,397	1.42
820	Interactive Data Corp, 144A	5.875	4/15/2019	817	0.13	Food — 1.35%					
1,530	Jaguar Holding Co I, 144A	9.375	10/15/2017	1,574	0.24	1,410	Dole Food Co Inc, 144A	7.250	5/1/2019	1,421	0.21
2,260	Modular Space Corp, 144A	10.250	1/31/2019	2,345	0.35	1,470	Hearthside Group Holdings LLC/ Hearthside Finance Co, 144A	6.500	5/1/2022	1,466	0.22
2,210	Monitronics International Inc	9.125	4/1/2020	2,365	0.36	1,500	HJ Heinz Co	4.250	10/15/2020	1,521	0.23
2,030	NES Rentals Holdings Inc, 144A	7.875	5/1/2018	2,147	0.32	1,755	Simmons Foods Inc, 144A	10.500	11/1/2017	1,865	0.28
1,000	Service Corp International	7.500	4/1/2027	1,102	0.17	1,890	Smithfield Foods Inc, 144A	5.875	8/1/2021	2,022	0.31
2,070	United Rentals North America Inc	5.750	11/15/2024	2,168	0.33	628	Wells Enterprises Inc, 144A	6.750	2/1/2020	656	0.10
				18,668	2.83					8,951	1.35
Computers — 0.20%						Forest Products & Paper — 1.32%					
1,370	Compiler Finance Sub Inc, 144A	7.000	5/1/2021	1,308	0.20	3,240	Appvion Inc, 144A	9.000	6/1/2020	2,900	0.44
Distribution/Wholesale — 0.59%						990	Cleanwater Paper Corp	4.500	2/1/2023	960	0.14
1,970	American Builders & Contractors Supply Co Inc, 144A	5.625	4/15/2021	2,005	0.30	2,960	Resolute Forest Products Inc	5.875	5/15/2023	2,849	0.43
2,000	LKQ Corp	4.750	5/15/2023	1,955	0.29	1,930	Verso Paper Holdings LLC / Verso Paper Inc	11.750	1/15/2019	2,027	0.31
				3,960	0.59					8,736	1.32
Electric — 1.57%						Healthcare-Products — 0.80%					
2,190	Calpine Corp, 144A	6.000	1/15/2022	2,360	0.36	1,410	Alere Inc	6.500	6/15/2020	1,426	0.22
658	Midwest Generation LLC, Series B	8.560	1/2/2016	674	0.10	2,490	DJO Finance LLC / DJO Finance Corp	9.875	4/15/2018	2,661	0.40
1,057	Mirant Mid Atlantic Pass Through Trust, Series C	10.060	12/30/2028	1,187	0.18	1,180	Universal Hospital Services Inc	7.625	8/15/2020	1,180	0.18
4,866	NRG REMA LLC, Series B	9.237	7/2/2017	5,195	0.78					5,267	0.80
890	NRG REMA LLC, Series C	9.681	7/2/2026	970	0.15	Healthcare-Services — 1.12%					
				10,386	1.57	808	Acadia Healthcare Co Inc	12.875	11/1/2018	943	0.14
Electrical Components & Equipment — 0.23%						1,020	Acadia Healthcare Co Inc	6.125	3/15/2021	1,076	0.16
1,380	International Wire Group Holdings Inc, 144A	8.500	10/15/2017	1,487	0.23	490	HCA Inc	7.500	2/15/2022	571	0.09
Energy-Alternate Sources — 0.47%						2,550	IASIS Healthcare LLC / IASIS Capital Corp	8.375	5/15/2019	2,703	0.41
2,923	First Wind Capital LLC, 144A	10.250	6/1/2018	3,120	0.47	2,080	Radnet Management Inc	8.000	3/5/2021	2,093	0.32
										7,386	1.12
Engineering & Construction — 0.60%						Home Builders — 1.51%					
2,590	Michael Baker Holdings LLC / Micahel Baker Finance Corp, 144A	8.875	4/15/2019	2,564	0.39	2,340	Ashton Woods USA LLC / Ashton Woods Finance Co, 144A	6.875	2/15/2021	2,311	0.35
1,340	Michael Baker International LLC / CDL Acquisition Co Inc, 144A	8.250	10/15/2018	1,380	0.21	1,250	Standard Pacific Corp	6.250	12/15/2021	1,325	0.20
				3,944	0.60	560	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A	7.750	4/15/2020	606	0.09
Entertainment — 1.45%						2,030	William Lyon Homes Inc	8.500	11/15/2020	2,243	0.34
530	Carmike Cinemas Inc	7.375	5/15/2019	571	0.09	850	WLH PNW Finance Corp, 144A	7.000	8/15/2022	874	0.13
1,830	Gibson Brands Inc, 144A	8.875	8/1/2018	1,848	0.28	2,650	Woodside Homes Co LLC / Woodside Homes Finance Inc, 144A	6.750	12/15/2021	2,670	0.40
810	Greektown Holdings LLC/Greektown Mothership Corp, 144A	8.875	3/15/2019	830	0.12					10,029	1.51
3,512	New Cotai LLC / New Cotai Capital Corp, 144A	10.625	5/1/2019	4,074	0.62	Household Products/Wares — 0.75%					
630	Regal Entertainment Group	5.750	3/15/2022	646	0.10	140	American Greetings Corp	7.375	12/1/2021	149	0.02
2	Rivers Pittsburgh Borrower LP/Rivers Pittsburgh Finance Corp, 144A	9.500	6/15/2019	2	–	1,760	Century Intermediate Holding Co 2, 144A	9.750	2/15/2019	1,874	0.29
1,620	WMG Acquisition Corp, 144A	6.750	4/15/2022	1,604	0.24	910	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC	9.875	8/15/2019	1,009	0.15
				9,575	1.45	1,000	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC	6.875	2/15/2021	1,071	0.16
Financials-Banks — 1.72%						750	Spectrum Brands Inc	6.625	11/15/2022	812	0.13
2,140	CIT Group Inc	5.000	8/15/2022	2,258	0.34					4,915	0.75
2,120	CIT Group Inc	5.000	8/1/2023	2,213	0.33	Insurance — 0.28%					
1,150	Citigroup Inc, Series M *	6.300	Perpetual	1,170	0.18	1,720	Fidelity & Guaranty Life Holdings Inc, 144A	6.375	4/1/2021	1,840	0.28
1,280	JPMorgan Chase & Co, Series Q *	5.150	Perpetual	1,246	0.19	Internet — 0.52%					
2,550	M&T Bank Corp	6.875	Perpetual	2,604	0.39	1,150	Ancestry.com Inc	11.000	12/15/2020	1,326	0.20
1,800	Wells Fargo & Co, Series S *	5.900	Perpetual	1,886	0.29	2,000	Cogent Communications Group Inc, 144A	8.375	2/15/2018	2,110	0.32
				11,377	1.72					3,436	0.52
Financials-Diversified — 1.42%											
750	Ally Financial Inc	8.000	11/1/2031	970	0.15						
2,130	ILFC E-Capital Trust I, 144A *	5.020	12/21/2065	2,055	0.31						
60	International Lease Finance Corp	8.875	9/1/2017	70	0.01						
170	International Lease Finance Corp	8.250	12/15/2020	208	0.03						

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
U.S. Corporate Bonds and Notes — (continued)											
Iron/Steel — 0.21%											
1,380	Essar Steel Minnesota LLC, 144A	11.500	5/15/2020	1,415	0.21	2,000	Halcon Resources Corp	8.875	5/15/2021	2,105	0.32
						1,970	Hercules Offshore Inc, 144A	8.750	7/15/2021	1,990	0.30
						1,350	Hercules Offshore Inc, 144A	7.500	10/1/2021	1,276	0.19
						1,390	Hercules Offshore Inc, 144A	6.750	4/1/2022	1,258	0.19
Leisure Time — 0.12%											
800	24 Hour Holdings III LLC, 144A	8.000	6/1/2022	776	0.12	980	Hiland Partners LP / Hiland Partners Finance Corp, 144A	7.250	10/1/2020	1,056	0.16
Lodging — 1.17%											
398	Bossier Casino Venture \dagger	11.000	2/9/2018	389	0.06	480	Hiland Partners LP / Hiland Partners Finance Corp, 144A	5.500	5/15/2022	485	0.07
1,397	Bossier Casino Venture Holdco Inc, 144A \dagger	14.000	2/9/2018	1,350	0.20	570	Lonestar Resources America Inc, 144A	8.750	4/15/2019	579	0.09
1,330	Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Properties Finance, Inc, 144A	8.000	10/1/2020	1,320	0.20	1,030	Magnum Hunter Resources Corp	9.750	5/15/2020	1,123	0.17
2,540	Caesars Entertainment Resort Properties LLC / Caesars Entertainment Resort Properties Finance, Inc, 144A	11.000	10/1/2021	2,575	0.39	3,270	Milagro Oil & Gas Inc ϵ	10.500	5/15/2016	2,567	0.39
1,170	Downstream Development Authority of the Quapaw Tribe of Oklahoma, 144A	10.500	7/1/2019	1,240	0.19	1,840	Murphy Oil USA Inc	6.000	8/15/2023	1,950	0.30
800	Hilton Worldwide Finance LLC / Hilton Worldwide Finance Corp, 144A	5.625	10/15/2021	848	0.13	1,370	New Gulf Resources LLC/NGR Finance Corp, Series AI	11.750	5/15/2019	1,408	0.21
				7,722	1.17	2,060	NGL Energy Partners LP / NGL Energy Finance Corp, 144A	5.125	7/15/2019	2,088	0.32
Machinery-Diversified — 0.10%											
620	SPL Logistics Escrow LLC / SPL Logistics Finance Corp, 144A	8.875	8/1/2020	687	0.10	540	Parker Drilling Co, 144A	6.750	7/15/2022	560	0.09
Media — 1.21%											
1,600	Clear Channel Communications Inc	10.000	1/15/2018	1,492	0.23	1,810	Parsley Energy LLC / Parsley Finance Corp, 144A	7.500	2/15/2022	1,919	0.29
957	Clear Channel Worldwide Holdings Inc, Series A	7.625	3/15/2020	1,022	0.15	2,170	QEP Resources Inc	5.375	10/1/2022	2,222	0.34
1,440	DISH DBS Corp	7.875	9/1/2019	1,670	0.25	610	QEP Resources Inc	5.250	5/1/2023	618	0.09
910	DISH DBS Corp	5.000	3/15/2023	905	0.14	1,450	Quicksilver Resources Inc	11.000	7/1/2021	1,261	0.19
1,100	Media News Group Inc ∞	12.000	12/24/2018	1,100	0.17	1,350	Rice Energy Inc, 144A	6.250	5/1/2022	1,380	0.21
160	SiTV LLC / SiTV Finance Inc, 144A	10.375	7/1/2019	160	0.02	3,020	Samson Investment Co	9.750	2/15/2020	3,080	0.47
1,500	Univision Communications Inc, 144A	8.500	5/15/2021	1,643	0.25	2,170	Sanchez Energy Corp	7.750	6/15/2021	2,409	0.36
				7,992	1.21	1,050	Sidewinder Drilling Inc, 144A	9.750	11/15/2019	1,050	0.16
Mining — 0.92%											
2,000	Coeur Mining Inc	7.875	2/1/2021	2,004	0.31	1,230	Summit Midstream Holdings LLC / Summit Midstream Finance Corp	7.500	7/1/2021	1,353	0.20
1,250	Global Brass & Copper Inc	9.500	6/1/2019	1,404	0.21	1,880	Summit Midstream Holdings LLC / Summit Midstream Finance Corp	5.500	8/15/2022	1,918	0.29
1,283	Mirabela Nickel Ltd \dagger	9.500	6/20/2019	1,283	0.19	660	Triangle USA Petroleum Corp, 144A	6.750	7/15/2022	675	0.10
485	Molycorp Inc	10.000	6/1/2020	404	0.06					48,316	7.31
890	Prince Mineral Holding Corp, 144A	12.000	12/15/2019	997	0.15	Packaging & Containers — 0.69%					
				6,092	0.92	1,500	BWAY Holding Co, 144A	9.125	8/15/2021	1,538	0.23
Miscellaneous Manufacturing — 0.63%											
2,550	CBC Ammo LLC / CBC FinCo Inc, 144A	7.250	11/15/2021	2,557	0.39	560	Pactiv LLC	7.950	12/15/2025	603	0.09
1,050	CTP Transportation Products LLC / CTP Finance Inc, 144A	8.250	12/15/2019	1,131	0.17	2,250	Pactiv LLC	8.375	4/15/2027	2,424	0.37
390	JM Huber Corp, 144A	9.875	11/1/2019	439	0.07					4,565	0.69
				4,127	0.63	Pharmaceuticals — 0.78%					
Oil & Gas — 7.31%											
1,250	Berry Petroleum Co LLC	6.375	9/15/2022	1,303	0.20	4,090	Lantheus Medical Imaging Inc	9.750	5/15/2017	4,141	0.63
1,500	Calumet Specialty Products Partners LP/Calumet Finance Corp	9.625	8/1/2020	1,695	0.26	950	Salix Pharmaceuticals Ltd, 144A	6.000	1/15/2021	1,031	0.15
10	Calumet Specialty Products Partners LP/Calumet Finance Corp	7.625	1/15/2022	10	-					5,172	0.78
790	Carrizo Oil & Gas Inc	7.500	9/15/2020	845	0.13	Pipelines — 1.47%					
326	Chesapeake Energy Corp	7.250	12/15/2018	379	0.06	930	Access Midstream Partners LP / ACMP Finance Corp	5.875	4/15/2021	988	0.15
250	Chesapeake Energy Corp	6.875	11/15/2020	290	0.04	650	Access Midstream Partners LP / ACMP Finance Corp	6.125	7/15/2022	707	0.11
630	Chesapeake Energy Corp	6.125	2/15/2021	713	0.11	2,200	Atlas Pipeline Partners LP / Atlas Pipeline Finance Corp	5.875	8/1/2023	2,233	0.34
1,130	Comstock Resources Inc	9.500	6/15/2020	1,271	0.19	2,010	Crestwood Midstream Partners LP / Crestwood Midstream Finance Corp	6.125	3/1/2022	2,080	0.31
1,300	EXCO Resources Inc	8.500	4/15/2022	1,321	0.20	1,240	Kinder Morgan Inc/DE, 144A	5.625	11/15/2023	1,367	0.21
750	Exterran Partners LP / EXLP Finance Corp, 144A	6.000	10/1/2022	752	0.11	1,120	Regency Energy Partners LP / Regency Energy Finance Corp	5.000	10/1/2022	1,158	0.17
1,700	FTS International Inc, 144A	6.250	5/1/2022	1,738	0.26	890	Regency Energy Partners LP / Regency Energy Finance Corp	4.500	11/1/2023	897	0.14
450	Gulfport Energy Corp, 144A	7.750	11/1/2020	484	0.07	160	Rockies Express Pipeline LLC, 144A	6.875	4/15/2040	170	0.03
1,100	Halcon Resources Corp	9.750	7/15/2020	1,185	0.18	70	Southern Natural Gas Co LLC	8.000	3/1/2032	93	0.01
										9,693	1.47
Real Estate — 0.41%											
2,560	The Howard Hughes Corp, 144A	6.875	10/1/2021	2,710	0.41	REITS — 0.40%					
						830	Corrections Corp of America	4.125	4/1/2020	823	0.12
						1,810	CTR Partnership LP / CareTrust Capital Corp, 144A	5.875	6/1/2021	1,837	0.28
										2,660	0.40

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Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value					
U.S. Corporate Bonds and Notes — (continued)					U.S. Denominated Bonds and Notes — 22.24%									
Retail — 2.51%					Argentina — 0.03%									
840	Burger King Capital Holdings LLC / Burger King Capital Finance Inc, 144A	zero coupon	4/15/2019	781	0.12	157	Pan American Energy LLC	7.875	5/7/2021	164	0.03			
1,735	Carrols Restaurant Group Inc	11.250	5/15/2018	1,900	0.29	Australia — 1.16%								
1,090	CEC Entertainment Inc, 144A	8.000	2/15/2022	1,106	0.17	1,670	Ausdrill Finance Pty Ltd, 144A	6.875	11/1/2019	1,528	0.23			
1,190	Chinos Intermediate Holdings A Inc, 144A	7.750	5/1/2019	1,163	0.18	1,700	Barmenco Finance Pty Ltd, 144A	9.000	6/1/2018	1,536	0.23			
1,000	CST Brands Inc	5.000	5/1/2023	1,000	0.15	670	FMG Resources August 2006 Pty Ltd, 144A	8.250	11/1/2019	734	0.11			
580	First Cash Financial Services Inc, 144A	6.750	4/1/2021	612	0.09	1,930	FMG Resources August 2006 Pty Ltd, 144A	6.875	4/1/2022	2,102	0.32			
2,690	Guitar Center Inc, 144A	9.625	4/15/2020	2,253	0.34	1,870	Midwest Vanadium Pty Ltd, 144A	11.500	2/15/2018	355	0.06			
2,920	Landry's Holdings II Inc, 144A	10.250	1/1/2018	3,044	0.46	1,700	St Barbara Ltd, 144A	8.875	4/15/2018	1,386	0.21			
1,924	Landry's Inc, 144A	9.375	5/1/2020	2,068	0.31									
500	Neiman Marcus Group Ltd LLC, 144A	8.750	10/15/2021	544	0.08									
2,096	Spencer Spirit Holdings Inc, 144A	9.000	5/1/2018	2,128	0.32									
				16,599	2.51									
Software — 1.53%					Austria — 0.34%									
460	Activision Blizzard Inc, 144A	5.625	9/15/2021	497	0.07	2,150	JBS Investments GmbH	7.250	4/3/2024	2,257	0.34			
970	Activision Blizzard Inc, 144A	6.125	9/15/2023	1,067	0.16	Bahamas — 0.29%								
850	Audatex North America Inc, 144A	6.125	11/1/2023	901	0.14	1,800	Ultrapetrol Bahamas Ltd	8.875	6/15/2021	1,919	0.29			
1,922	First Data Corp	11.750	8/15/2021	2,273	0.34	Bermuda — 0.40%								
1,240	First Data Corp, 144A	8.750	1/15/2022	1,358	0.21	1,030	Digicel Group Ltd, 144A	8.250	9/30/2020	1,112	0.17			
3,900	Interface Security Systems Holdings Inc / Interface Security Systems LLC	9.250	1/15/2018	4,017	0.61	1,510	NCL Corp Ltd	5.000	2/15/2018	1,544	0.23			
				10,113	1.53									
Telecommunications — 3.64%					Brazil — 0.61%									
390	CenturyLink Inc, Series S	6.450	6/15/2021	427	0.07	1,370	Oi SA	5.750	2/10/2022	1,320	0.20			
1,330	CenturyLink Inc, Series T	5.800	3/15/2022	1,403	0.21	780	Telemar Norte Leste SA	5.500	10/23/2020	764	0.12			
1,010	CenturyLink Inc, Series W	6.750	12/1/2023	1,118	0.17	2,100	Tonon Bioenergia S.A.	9.250	1/24/2020	1,961	0.29			
1,000	Level 3 Financing Inc	7.000	6/1/2020	1,077	0.16									
1,500	Level 3 Financing Inc	8.625	7/15/2020	1,661	0.25									
730	Sprint Capital Corp	6.875	11/15/2028	712	0.11	British Virgin Islands — 0.46%								
5,325	Sprint Capital Corp	8.750	3/15/2032	5,937	0.90	2,100	OAS Finance Ltd, 144A	8.000	7/2/2021	2,116	0.32			
4,050	Sprint Corp, 144A	7.875	9/15/2023	4,344	0.66	870	Pacific Drilling V Ltd, 144A	7.250	12/1/2017	911	0.14			
270	Sprint Corp, 144A	7.125	6/15/2024	275	0.04									
1,820	TW Telecom Holdings Inc	6.375	9/1/2023	2,057	0.31									
2,600	West Corp, 144A	5.375	7/15/2022	2,529	0.38									
790	Windstream Corp	7.750	10/1/2021	861	0.13									
1,550	Windstream Corp	7.500	4/1/2023	1,651	0.25									
				24,052	3.64									
Textiles — 0.09%					Canada — 1.99%									
590	Empire Today LLC / Empire Today Finance Corp, 144A	11.375	2/1/2017	594	0.09	962	Air Canada 2013-1 Class B Pass Through Trust, 144A	5.375	5/15/2021	986	0.15			
Transportation — 1.95%					1,680					Air Canada 2013-1 Class C Pass Through Trust, 144A	6.625	5/15/2018	1,748	0.26
690	Florida East Coast Holdings Corp, 144A	6.750	5/1/2019	728	0.11	560	Atlantic Power Corp	9.000	11/15/2018	584	0.09			
670	Florida East Coast Holdings Corp, 144A	9.750	5/1/2020	709	0.11	1,030	AuRico Gold Inc, 144A	7.750	4/1/2020	1,058	0.16			
1,000	Gulfmark Offshore Inc	6.375	3/15/2022	1,007	0.15	650	Garda World Security Corp, 144A	7.250	11/15/2021	665	0.10			
1,552	Horizon Lines LLC	11.000	10/15/2016	1,554	0.23	1,600	MDC Partners Inc, 144A	6.750	4/1/2020	1,672	0.25			
4	Horizon Lines LLC	13.000	10/15/2016	4	-	1,000	MEG Energy Corp, 144A	6.375	1/30/2023	1,060	0.16			
3,743	Jack Cooper Holdings Corp, 144A	9.250	6/1/2020	4,071	0.62	645	MEG Energy Corp, 144A	7.000	3/31/2024	702	0.11			
2,000	Neovia Logistics Intermediate Holdings LLC / Logistics Intermediate Finance Corp, 144A	10.000	2/15/2018	2,055	0.31	1,490	Pacific Rubiales Energy Corp	7.250	12/12/2021	1,654	0.25			
1,620	Watco Cos LLC / Watco Finance Corp, 144A	6.375	4/1/2023	1,656	0.25	1,840	Thompson Creek Metals Co Inc	12.500	5/1/2019	2,079	0.32			
1,080	XPO Logistics Inc, 144A	7.875	9/1/2019	1,123	0.17	900	Ultra Petroleum Corp, 144A	5.750	12/15/2018	929	0.14			
				12,907	1.95									
Trucking & Leasing — 0.36%					Cayman Islands — 3.48%									
1,360	Flexi-Van Leasing Inc, 144A	7.875	8/15/2018	1,435	0.22	2,000	Agile Property Holdings Ltd	8.875	4/28/2017	2,080	0.32			
950	Jurassic Holdings III Inc, 144A	6.875	2/15/2021	971	0.14	1,850	Country Garden Holdings Co Ltd	11.125	2/23/2018	2,003	0.30			
				2,406	0.36	2,000	Kaisa Group Holdings Ltd, Series Regs	8.875	3/19/2018	2,077	0.31			
Total U.S. Corporate Bonds and Notes (Cost \$331,375)					23,010									
					France — 0.69%									
					1,720					Cie Generale de Geophysique – Veritas	6.500	6/1/2021	1,591	0.24
					1,800					Numericable Group SA, 144A	6.000	5/15/2022	1,854	0.28
					960					Numericable Group SA, 144A	6.250	5/15/2024	990	0.15

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Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value					
U.S. Denominated Bonds and Notes — (continued)														
France — (continued)					Singapore — 0.31%									
110	Societe Generale SA	8.750	Perpetual	114	0.02	2,300	Ottawa Holdings Pte Ltd	5.875	5/16/2018	2,072	0.31			
				4,549	0.69	Sweden — 0.27%								
						2,003	Corral Petroleum Holdings AB, 144A	15.000	12/31/2017	1,748	0.27			
Germany — 0.16%					United Kingdom — 1.12%									
1,010	Rearden G Holdings EINS GmbH	7.875	3/30/2020	1,067	0.16	1,050	Barclays Bank Plc	7.625	11/21/2022	1,179	0.18			
Ireland — 1.49%					1,040					KCA Deutag UK Finance Plc, 144A	7.250	5/15/2021	1,040	0.16
1,250	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust, 144A	4.500	5/15/2021	1,277	0.19	750	Royal Bank of Scotland Group Plc	6.000	12/19/2023	815	0.12			
730	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A	9.125	10/15/2020	796	0.12	1,340	Royal Bank of Scotland Group Plc	5.125	5/28/2024	1,367	0.21			
4,480	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A	6.750	1/31/2021	4,570	0.69	2,140	Royal Bank of Scotland Group Plc *	7.648	Perpetual	2,525	0.38			
750	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 144A	6.000	6/30/2021	742	0.12	500	Virgin Media Finance Plc	4.875	2/15/2022	478	0.07			
2,680	EDC Finance Ltd	4.875	4/17/2020	2,435	0.37					7,404	1.12			
				9,820	1.49	Total U.S. Denominated Bonds and Notes (Cost \$147,179)								
										147,008	22.24			
Luxembourg — 4.88%					U.S. Denominated Debt Obligations — 2.99%									
1,240	Altice SA, 144A	7.750	5/15/2022	1,317	0.20	Argentina — 0.66%								
1,210	Ardagh Finance Holdings SA, 144A	8.625	6/15/2019	1,254	0.19	4,748	Argentina Boden Bonds	7.000	10/3/2015	4,358	0.66			
2,800	Coveris Holdings SA, 144A	7.875	11/1/2019	2,975	0.45	Ecuador — 0.16%								
3,450	DH Services Luxembourg Sarl, 144A	7.750	12/15/2020	3,674	0.56	940	Ecuador Government International Bond, 144A	7.950	6/20/2024	1,034	0.16			
550	Evraz Group SA	6.500	4/22/2020	489	0.07	Peru — 0.00%								
4,990	Evraz Group SA	6.750	4/27/2018	4,666	0.71	12	Peruvian Government International Bond	7.350	7/21/2025	16	—			
3,670	Globe Luxembourg SCA, 144A	9.625	5/1/2018	4,037	0.61	Venezuela — 2.17%								
1,400	Intelsat Jackson Holdings SA	7.500	4/1/2021	1,516	0.23	3,300	Venezuela Government International Bond	9.250	9/15/2027	2,599	0.39			
960	Intelsat Jackson Holdings SA	5.500	8/1/2023	956	0.14	3,128	Venezuela Government International Bond	5.750	2/26/2016	2,869	0.43			
2,060	Offshore Drilling Holding SA	8.375	9/20/2020	2,235	0.34	11,150	Venezuela Government International Bond	7.750	10/13/2019	8,836	1.34			
3,200	Puma International Financing SA, 144A	6.750	2/1/2021	3,305	0.50	3	Venezuela Government International Bond *	0.000	4/15/2020	55	0.01			
460	TMK OAO Via TMK Capital SA, 144A	6.750	4/3/2020	413	0.06					14,359	2.17			
1,700	TMK OAO Via TMK Capital SA	6.750	4/3/2020	1,528	0.23	Total U.S. Denominated Debt Obligations (Cost \$21,227)								
1,090	Tupy Overseas SA, 144A	6.625	7/17/2024	1,129	0.17					19,767	2.99			
1,950	Virgolino de Oliveira Finance SA, 144A	10.875	1/13/2020	1,867	0.28									
1,250	Virgolino de Oliveira Finance SA	10.500	1/28/2018	919	0.14									
				32,280	4.88									
Marshall Islands — 0.28%					Shares/Units (000's)									
1,790	Navios Maritime Acquisition Corp / Navios Acquisition Finance US Inc, 144A	8.125	11/15/2021	1,862	0.28	Common Stock — 1.07%								
Mexico — 1.05%					77					Bossier Casino Venture Holdco Inc, 144A †∞	154	0.02		
2,460	Axtel SAB de CV	7.000	1/31/2020	2,534	0.38	65	Citigroup Inc			3,362	0.51			
3,290	Empresas ICA SAB de CV, 144A	8.875	5/29/2024	3,414	0.52	51	Deep Ocean Group Holdings †∞			1,444	0.22			
970	Empresas ICA SAB de CV	8.875	5/29/2024	1,006	0.15	45	Horizon Lines Inc, Class A			18	—			
				6,954	1.05	3,106	Mirabela Nickel Ltd			261	0.04			
Netherlands — 2.50%					— New Cotai Class B Shares USD NPV †∞					—	—			
800	Indo Energy Finance BV	7.000	5/7/2018	802	0.12	29	Physiotherapy Associates Holdings Inc †∞			1,369	0.21			
1,600	Indo Energy Finance II BV	6.375	1/24/2023	1,364	0.21	11	Realogy Holdings Corp			435	0.07			
1,770	JLL/Delta Dutch Newco BV, 144A	7.500	2/1/2022	1,805	0.27	Total Common Stock (Cost \$4,992)								
2,640	Marfrig Holding Europe BV	6.875	6/24/2019	2,685	0.41					7,043	1.07			
750	Royal Bank of Scotland NV, Series B	7.750	5/15/2023	873	0.13	Collective Investment Schemes — 8.95%								
500	Schaeffler Holding Finance BV, 144A	6.875	8/15/2018	527	0.08	84	Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)			9,010	1.36			
2,230	syncreon Group BV / syncreon Global Finance US Inc, 144A	8.625	11/1/2021	2,208	0.33	158	Legg Mason Global Funds Plc – Western Asset Euro High Yield Fund LM Class Euro (Accumulating)			28,866	4.37			
6,360	VimpelCom Holdings BV	7.504	3/1/2022	6,289	0.95	214	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)			21,274	3.22			
				16,553	2.50	Total Collective Investment Schemes (Cost \$55,692)								
Norway — 0.21%										59,150	8.95			
1,340	Petroleum Geo-Services ASA, 144A	7.375	12/15/2018	1,414	0.21	Preferred Stock — 1.24%								
Panama — 0.38%					265					GMAC Capital Trust I, Series 2	7,113	1.08		
2,340	Seven Seas Cruises S de RL LLC	9.125	5/15/2019	2,527	0.38	7	Rex Energy Corp			744	0.11			
Peru — 0.14%					310					Santander Finance Preferred SAU, Series 11	331	0.05		
950	Corp Azucarera del Peru SA	6.375	8/2/2022	902	0.14	Total Preferred Stock (Cost \$7,876)								
										8,188	1.24			

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, 2014 – (continued)

Shares/Units (000's)	Value (000's) \$	% of Net Asset Value
Warrants — 0.03%		
14,381 Horizon Lines Inc, Series CW16, Class A †∞	230	0.03
Total Warrants (Cost \$1,110)	230	0.03
Total Investments (Cost \$640,079)	650,605	98.43
Other Assets in Excess of Liabilities	10,375	1.57
Total Net Assets	\$660,980	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, 2014, these securities amounted to \$225,478,000 or 34.11% of net assets.
- * Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.
- † 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, 2014.

ABBREVIATIONS:

- Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.
- AUD – Australian Dollar
- BRL – Brazilian Real
- EUR – Euro
- GBP – British Pound
- MXN – Mexican Peso
- USD – United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	85.02
Financial derivative instruments	0.23
Collective investment schemes	8.50
Other assets	6.25
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 10 Year Note (CBT) December 2014	(576)	\$(72,450)	\$(194)
U.S. Long Bond (CBT) December 2014	(9)	(1,261)	(13)
Total Market Value of Future Contracts	(585)	\$(73,711)	\$(207)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(207)
Net Depreciation of Future Contracts			\$(207)

Legg Mason Western Asset Global High Yield Fund

Portfolio of Investments as at August 31, 2014 – (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)
Credit Suisse First Boston	Markit CDX.NA.HY, 5.000%, due 6/20/19	Buy	6/20/19	14,420	\$(1,158)
					\$(1,158)
Unrealised Appreciation of Credit Default Swaps					–
Unrealised Depreciation of Credit Default Swaps					(1,158)
Net Depreciation of Credit Default Swaps					\$(1,158)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation / (Depreciation) of Contracts (000's)
09/30/14	Bank of America Sec London	Buy	AUD 2,612	Sell USD 2,428 \$ 7
09/30/14	Bank of New York Mellon London	Buy	USD 7	Sell EUR 5 –
09/30/14	Barclays Capital London	Buy	USD 65	Sell GBP 39 –
09/30/14	Barclays Capital London	Buy	USD 2	Sell SGD 3 –
09/30/14	Barclays Capital London	Buy	GBP 2,911	Sell USD 4,826 6
09/30/14	Barclays Capital London	Buy	EUR 3,392	Sell USD 4,502 (45)
09/30/14	Barclays Capital London	Buy	SGD 1,525	Sell USD 1,222 (1)
09/30/14	Barclays Capital London	Buy	AUD 17,442	Sell USD 16,209 48
09/30/14	Citicorp Securities London Ltd	Buy	USD 2	Sell EUR 1 –
09/30/14	Citicorp Securities London Ltd	Buy	USD 42	Sell GBP 25 –
09/30/14	Citicorp Securities London Ltd	Buy	SGD 20	Sell USD 16 –
09/30/14	Citicorp Securities London Ltd	Buy	SGD 6,991	Sell USD 5,604 (7)
09/30/14	Citicorp Securities London Ltd	Buy	GBP 2,759	Sell USD 4,574 5
09/30/14	Citicorp Securities London Ltd	Buy	AUD 9,440	Sell USD 8,775 24
09/30/14	Citicorp Securities London Ltd	Buy	EUR 3,370	Sell USD 4,475 (45)
09/30/14	Credit Suisse First Boston London	Buy	AUD 9,140	Sell USD 8,496 24
09/30/14	HSBC Midland	Buy	EUR 5	Sell USD 6 –
09/30/14	JP Morgan Chase Bank London	Buy	SGD 1,474	Sell USD 1,181 (1)
09/30/14	Morgan Stanley London	Buy	EUR 1,864	Sell USD 2,474 (24)
09/30/14	Morgan Stanley London	Buy	AUD 5,496	Sell USD 5,108 15
09/30/14	Royal Bank of Canada London	Buy	AUD 3,268	Sell USD 3,038 8
09/30/14	Royal Bank of Canada London	Buy	GBP 449	Sell USD 744 1
09/30/14	Royal Bank of Canada London	Buy	EUR 723	Sell USD 960 (9)
09/30/14	Royal Bank of Scotland	Buy	EUR 102	Sell USD 136 (1)
09/30/14	UBS	Buy	USD 5,136	Sell AUD 5,497 12
09/30/14	UBS	Buy	USD 3,818	Sell AUD 4,107 (12)
09/30/14	UBS	Buy	USD 110	Sell GBP 67 –
09/30/14	UBS	Buy	AUD 21,016	Sell USD 19,523 66
11/14/14	Citicorp Securities London Ltd	Buy	USD 2,211	Sell AUD 2,400 (18)
11/14/14	Citicorp Securities London Ltd	Buy	USD 21,098	Sell EUR 15,749 393
11/14/14	Citicorp Securities London Ltd	Buy	USD 839	Sell GBP 500 10
11/14/14	Citicorp Securities London Ltd	Buy	EUR 5,807	Sell USD 7,758 (124)
11/14/14	Citicorp Securities London Ltd	Buy	AUD 125	Sell USD 115 1
11/14/14	Citicorp Securities London Ltd	Buy	SGD 43	Sell USD 34 –
11/14/14	Credit Suisse First Boston London	Buy	USD 5,306	Sell EUR 3,968 89
11/14/14	Deutsche Bank London	Buy	USD 2,314	Sell EUR 1,729 41
11/14/14	Deutsche Bank London	Buy	USD 4,247	Sell GBP 2,523 61
11/14/14	JP Morgan Chase Bank London	Buy	USD 2,183	Sell GBP 1,300 26
11/14/14	Royal Bank of Scotland	Buy	USD 3,344	Sell EUR 2,500 57
11/14/14	UBS	Buy	USD 36,324	Sell EUR 27,140 645
11/14/14	UBS	Buy	USD 4,073	Sell GBP 2,418 61
11/14/14	UBS	Buy	EUR 7,000	Sell USD 9,362 (160)
11/14/14	UBS	Buy	GBP 800	Sell USD 1,331 (4)
11/14/14	UBS	Buy	AUD 99	Sell USD 91 1
Unrealised Appreciation of Forward Foreign Currency Contracts				1,601
Unrealised Depreciation of Forward Foreign Currency Contracts				(451)
Net Appreciation of Forward Foreign Currency Contracts				\$ 1,150

Legg Mason Western Asset US Short-Term Government Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Government Agency Obligations — (continued)				
Sovereign — (continued)				
1,000	Federal National Mortgage Association	5.000 3/15/2016	1,070	2.93
1,000	Federal National Mortgage Association	0.500 3/30/2016	1,001	2.74
1,000	Federal National Mortgage Association	2.375 4/11/2016	1,031	2.83
636	Freddie Mac Discount Notes	zero coupon 9/11/2014	636	1.74
100	Freddie Mac Discount Notes	zero coupon 9/18/2014	100	0.28
			8,236	22.58
Total U.S. Government Agency Obligations (Cost \$8,228)			8,236	22.58
U.S. Treasury Obligations — 53.81%				
USD 255	United States Treasury Note	0.250 5/31/2015	255	0.70
310	United States Treasury Note	2.125 5/31/2015	315	0.86
730	United States Treasury Note	0.250 7/15/2015	731	2.00
1,500	United States Treasury Note	1.250 10/31/2015	1,519	4.17
3,720	United States Treasury Note	0.375 1/15/2016	3,726	10.22
2,500	United States Treasury Note	0.375 1/31/2016	2,504	6.87
1,000	United States Treasury Note	0.375 3/15/2016	1,001	2.74
3,040	United States Treasury Note	0.375 3/31/2016	3,042	8.34
3,120	United States Treasury Note	0.250 4/15/2016	3,115	8.54
1,450	United States Treasury Note	0.250 5/15/2016	1,446	3.96
985	United States Treasury Note	0.375 5/31/2016	984	2.70
1,000	United States Treasury Note	0.750 10/31/2017	990	2.71
Total U.S. Treasury Obligations (Cost \$19,619)			19,628	53.81
Total Investments (Cost \$36,193)			36,507	100.08
Liabilities in Excess of Other Assets			(29)	(0.08)
Total Net Assets			\$36,478	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, 2014.

± Securities purchased on a to-be-announced basis (Note 1).

ABBREVIATIONS:

TBA – To Be Announced
USD – United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON REGULATED MARKET EXCEPT FOR FUTURES WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.74
Other assets	1.26
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 10 Year Note (CBT) December 2014	1	\$126	–
U.S. 5 Year Note (CBT) December 2014	(28)	(3,328)	(1)
Total Market Value of Future Contracts	(27)	\$(3,202)	\$(1)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(1)
Net Depreciation of Future Contracts			\$(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, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value						
Asset-Backed Securities — 22.08%					145	Impac Secured Assets CMN Owner Trust, Series 2004 3, Class 1A4 *	0.955	11/25/2034	145	0.98					
18					341	Residential Asset Securitization Trust 2004, Series 2004 A2, Class 1A3 *	0.555	5/25/2034	319	2.17					
200	0.340	3/23/2020	19	0.13	80	Structured Adjustable Rate Mortgage Loan Trust, Series 2004 1, Class 2A *	0.465	2/25/2034	72	0.49					
133	0.585	8/15/2019	200	1.35	382	Structured Adjustable Rate Mortgage Loan Trust, Series 2004 7, Class A1 *	0.560	6/25/2034	353	2.40					
100	0.935	10/25/2034	129	0.88	216	Structured Asset Mortgage Investments Trust 2003, Series 2003 CL1, Class 1F2 *	0.755	7/25/2032	201	1.36					
100	0.425	9/16/2019	100	0.68	299	Structured Asset Securities Corp Mortgage Loan Trust 2004, Series 2004 NP1, Class A, 144A *	0.955	9/25/2033	295	2.00					
162	0.353	12/26/2019	161	1.09	299	Structured Asset Securities Corp Mortgage Pass Through Certs 1998, Series 1998 3, Class M1 *	1.155	3/25/2028	291	1.98					
100	0.305	10/16/2017	100	0.68	196	Thornburg Mortgage Securities Trust 2004, Series 2004 1, Class 12A *	1.055	3/25/2044	177	1.20					
150	0.305	11/25/2016	100	0.68	54	WaMu Mortgage Pass Through Certificates, Series 2003 S4, Class 2A9 *	1.305	6/25/2033	53	0.36					
150	0.255	4/24/2017	150	1.02	Total Collateralised Mortgage-Backed Obligations (Cost \$2,665)					2,540	17.25				
120	0.575	7/24/2020	121	0.82	U.S. Corporate Bonds and Notes — 13.53%										
100	0.587	9/10/2020	100	0.68	Beverages — 0.48%										
180	0.625	9/15/2018	181	1.23	70 The Coca-Cola Co *					0.207	3/5/2015	70	0.48		
100	0.920	4/16/2018	100	0.68	Financials-Banks — 1.70%										
26	0.245	11/27/2018	26	0.18	250 Wells Fargo & Co *					0.435	10/28/2015	250	1.70		
30	0.340	12/22/2023	30	0.20	Financials-Capital Markets — 0.04%										
150	0.315	9/15/2016	150	1.02	25 Lehman Escrow Receipt †∞					zero	Perpetual	6	0.04		
150	0.455	2/15/2018	150	1.02	Financials-Diversified — 3.28%										
110	0.958	7/1/2018	111	0.75	150 General Electric Capital Corp *					0.831	12/11/2015	151	1.03		
74	0.655	8/25/2032	70	0.48	220 General Electric Capital Corp					5.400	2/15/2017	242	1.64		
129	0.695	8/25/2032	117	0.79	90 Toyota Motor Credit Corp *					0.403	1/23/2015	90	0.61		
5	0.655	3/25/2032	4	0.03								483	3.28		
200	0.331	9/15/2026	197	1.34	Insurance — 1.70%										
9	0.355	11/25/2016	9	0.06	250 Berkshire Hathaway Finance Corp *					0.384	1/10/2017	251	1.70		
62	0.364	1/25/2019	62	0.42	Oil & Gas — 2.24%										
180	0.984	1/25/2019	181	1.23	80 Exxon Mobil Corp *					0.271	3/15/2017	80	0.54		
121	0.404	7/25/2023	121	0.82	250 Exxon Mobil Corp *					0.381	3/15/2019	250	1.70		
123	0.835	1/25/2034	106	0.72								330	2.24		
388	0.835	1/25/2033	378	2.57	Technology — 4.09%										
78	0.475	5/16/2016	78	0.53	100 Apple Inc *					0.289	5/3/2016	100	0.68		
Total Asset-Backed Securities (Cost \$3,291)					3,251	22.08	250 Apple Inc *					0.489	5/3/2018	250	1.70
Collateralised Mortgage-Backed Obligations — 17.25%							250 International Business Machines Corp *					0.605	2/12/2019	252	1.71
318	2.447	9/25/2033	319	2.17								602	4.09		
135	2.744	5/25/2035	125	0.85	Total U.S. Corporate Bonds and Notes (Cost \$1,976)					1,992	13.53				
98	2.515	9/25/2034	94	0.64	U.S. Denominated Bonds and Notes — 5.80%										
101	1.155	10/25/2033	96	0.65	Australia — 0.55%										
					80 Westpac Banking Corp *					0.976	7/30/2018	81	0.55		
					Canada — 1.85%										
					70 Royal Bank of Canada *					0.601	3/8/2016	70	0.48		
					200 Royal Bank of Canada *					0.691	9/9/2016	202	1.37		
												272	1.85		
					Netherlands — 1.70%										
					250 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA *					0.711	3/18/2016	251	1.70		

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — (continued)				
Sweden — 1.70%				
250 Svenska Handelsbanken AB *	0.680	3/21/2016	251	1.70
Total U.S. Denominated Bonds and Notes (Cost \$851)			855	5.80
U.S. Denominated Debt Obligations — 1.36%				
Canada — 1.36%				
200 Province of Ontario Canada *	0.381	4/1/2015	200	1.36
Total U.S. Denominated Debt Obligations (Cost \$200)			200	1.36
U.S. Government Agency Mortgage-Backed Securities — 0.19%				
Federal Home Loan Mortgage Corporation (FHLMC) — 0.19%				
USD 25 Freddie Mac Non Gold Pool 555464	10.500	12/1/2020	28	0.19
Total U.S. Government Agency Mortgage-Backed Securities (Cost \$26)			28	0.19
U.S. Government Agency Obligations — 27.45%				
USD 650 Fannie Mae *	0.175	8/15/2016	651	4.42
250 Federal Farm Credit Banks *	0.186	7/20/2015	250	1.70
350 Federal Farm Credit Banks *	0.185	7/27/2015	350	2.37
300 Federal Farm Credit Banks *	0.205	10/26/2015	300	2.04
300 Federal Farm Credit Banks *	0.156	11/19/2015	300	2.04
250 Federal Farm Credit Banks *	0.156	1/19/2016	250	1.70
400 Federal Farm Credit Banks *	0.260	2/26/2016	401	2.72
250 Federal Farm Credit Banks *	0.175	4/18/2016	250	1.70
275 Federal Farm Credit Banks *	0.175	8/26/2016	275	1.87
350 Federal Farm Credit Banks *	0.186	9/12/2016	350	2.37
215 Federal Home Loan Bank Discount Notes	zero coupon	10/8/2014	215	1.46
200 Freddie Mac *	0.135	10/16/2015	200	1.36
100 Freddie Mac Discount Notes	zero coupon	1/14/2015	100	0.68
150 Freddie Mac Discount Notes	zero coupon	1/21/2015	150	1.02
Total U.S. Government Agency Obligations (Cost \$4,040)			4,042	27.45
U.S. Treasury Obligations — 12.53%				
USD 483 United States Treasury Note	0.250	10/15/2015	484	3.28
337 United States Treasury Note *	0.075	1/31/2016	337	2.29
525 United States Treasury Note *	0.099	4/30/2016	525	3.56
200 United States Treasury Note *	0.100	7/31/2016	200	1.36
300 United States Treasury Note	0.500	7/31/2016	300	2.04
Total U.S. Treasury Obligations (Cost \$1,845)			1,846	12.53
Shares/Units (000's)				
Collective Investment Schemes — 0.30%				
44 Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class			44	0.30
Total Collective Investment Schemes (Cost \$44)			44	0.30
Total Investments (Cost \$14,938)			14,798	100.49
Liabilities in Excess of Other Assets			(72)	(0.49)
Total Net Assets			\$14,726	100.00

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Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	99.60
Collective investment schemes	0.30
Other assets	0.10
Total Assets	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, 2014, these securities amounted to \$295,000 or 2.00% of net assets.
- * Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.
- † Illiquid.
- ∞ 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.
- USD – United States Dollar

Legg Mason Western Asset US Adjustable Rate Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
90 Day Euro\$ March 2015	4	\$996	-
Total Market Value of Future Contracts	4	\$996	-
Unrealised Appreciation of Futures Contracts			-
Unrealised Depreciation of Futures Contracts			-
Net Depreciation of Future Contracts			-

Legg Mason Western Asset Inflation Management Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Collateralised Mortgage-Backed Obligations — 0.16%				
USD 21	Structured Asset Securities Corp, Series 1998 3, Class M1 *	1.155 3/25/2028	20	0.16
Total Collateralised Mortgage-Backed Obligations (Cost \$21)			20	0.16
Foreign Government Bonds and Notes — 0.47%				
Canadian Government Issues — 0.47%				
CAD 30	Canadian Government Bond, Series CPI β	4.250 12/1/2026	59	0.47
Total Foreign Government Bonds and Notes (Cost \$62)			59	0.47
U.S. Treasury Obligations — 98.67%				
USD 163	United States Treasury Inflation Indexed Bond β	0.625 1/15/2024	172	1.38
295	United States Treasury Inflation Indexed Bond β	2.375 1/15/2025	452	3.63
545	United States Treasury Inflation Indexed Bond β	2.000 1/15/2026	774	6.22
390	United States Treasury Inflation Indexed Bond β	1.750 1/15/2028	517	4.15
60	United States Treasury Inflation Indexed Bond β	3.625 4/15/2028	125	1.00
140	United States Treasury Inflation Indexed Bond β	2.500 1/15/2029	199	1.60
160	United States Treasury Inflation Indexed Bond β	3.875 4/15/2029	342	2.75
260	United States Treasury Inflation Indexed Bond β	2.125 2/15/2040	375	3.01
240	United States Treasury Inflation Indexed Bond β	2.125 2/15/2041	345	2.77
224	United States Treasury Inflation Indexed Bond β	0.750 2/15/2042	231	1.86
330	United States Treasury Inflation Indexed Bond β	0.625 2/15/2043	323	2.60
145	United States Treasury Inflation Indexed Bond β	1.375 2/15/2044	169	1.36
200	United States Treasury Inflation Indexed Note β	0.500 4/15/2015	221	1.78
131	United States Treasury Inflation Indexed Note β	2.000 1/15/2016	164	1.32
1,320	United States Treasury Inflation Indexed Note β	0.125 4/15/2016	1,450	11.65
44	United States Treasury Inflation Indexed Note β	2.500 7/15/2016	56	0.45
30	United States Treasury Inflation Indexed Note β	2.375 1/15/2017	38	0.31
650	United States Treasury Inflation Indexed Note β	0.125 4/15/2017	698	5.61
290	United States Treasury Inflation Indexed Note β	1.625 1/15/2018	355	2.85
630	United States Treasury Inflation Indexed Note β	0.125 4/15/2018	663	5.33
195	United States Treasury Inflation Indexed Note β	1.375 7/15/2018	232	1.86
290	United States Treasury Inflation Indexed Note β	2.125 1/15/2019	357	2.87
60	United States Treasury Inflation Indexed Note β	1.875 7/15/2019	74	0.59
338	United States Treasury Inflation Indexed Note β	1.250 7/15/2020	400	3.21
780	United States Treasury Inflation Indexed Note β	1.125 1/15/2021	911	7.32
160	United States Treasury Inflation Indexed Note β	0.625 7/15/2021	177	1.42
700	United States Treasury Inflation Indexed Note β	0.125 1/15/2022	738	5.93
760	United States Treasury Inflation Indexed Note β	0.125 7/15/2022	790	6.35
330	United States Treasury Inflation Indexed Note β	0.125 1/15/2023	339	2.72

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
570	United States Treasury Inflation Indexed Note β	0.375 7/15/2023	594	4.77
Total U.S. Treasury Obligations (Cost \$12,411)			12,281	98.67
Shares/Units (000's)				
Collective Investment Schemes — 0.87%				
1	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)		1	0.01
107	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)		107	0.86
Total Collective Investment Schemes (Cost \$108)			108	0.87
Total Investments Excluding Options (Cost \$12,602)			12,468	100.17
Contracts (000's)				
Options — 0.01%				
Purchased Options — 0.03%				
	– U.S. 5 Year October 2014 Put 118.25	9/26/2014	1	0.01
	– U.S. Bond October 2014 Call 144	9/26/2014	3	0.02
			4	0.03
Written Options — (0.02%)				
	– U.S. 10 Year October 2014 Call 125.5	9/26/2014	(2)	(0.02)
Total Options (Cost \$1)			2	0.01
Total Investments (Cost \$12,603)			12,470	100.18
Liabilities in Excess of Other Assets			(23)	(0.18)
Total Net Assets			\$12,447	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, 2014.
 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, 2014.

ABBREVIATIONS:

CAD – Canadian Dollar
 USD – United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES AND OPTIONS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.22
Financial derivative instruments	0.13
Collective investment schemes	0.86
Other assets	0.79
Total Assets	100.00

Legg Mason Western Asset Inflation Management Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
U.S. 5 Year Note (CBT) December 2014	(6)	\$(713)	\$(2)
Total Market Value of Future Contracts	(6)	\$(713)	\$(2)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(2)
Net Depreciation of Future Contracts			\$(2)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	Bank of America Sec London	Buy	USD	513	Sell	CAD	564	\$ (5)
11/14/14	Bank of America Sec London	Buy	USD	284	Sell	JPY	29,056	5
11/14/14	Bank of America Sec London	Buy	NZD	150	Sell	USD	126	(2)
11/14/14	Citicorp Securities London Ltd	Buy	USD	188	Sell	EUR	140	4
11/14/14	Credit Suisse First Boston London	Buy	USD	16	Sell	EUR	12	–
11/14/14	Credit Suisse First Boston London	Buy	USD	225	Sell	GBP	134	3
11/14/14	Credit Suisse First Boston London	Buy	USD	63	Sell	JPY	6,459	1
11/14/14	Credit Suisse First Boston London	Buy	GBP	70	Sell	USD	117	(1)
Unrealised Appreciation of Forward Foreign Currency Contracts								13
Unrealised Depreciation of Forward Foreign Currency Contracts								(8)
Net Appreciation of Forward Foreign Currency Contracts								<u>\$ 5</u>

Legg Mason Western Asset Asian Opportunities Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Contracts (000's)	Exercise Date	Value (000's) \$	% of Net Asset Value
Options — (0.02%)			
Written Options — (0.02%)			
(9,000) USD Call, KRW Put 43.93	9/25/2014	(32)	–
(12,000) USD Put, KRW Call 1,020	9/29/2014	(109)	(0.02)
		(141)	(0.02)
Total Options (Cost \$(161))		(141)	(0.02)
Total Investments (Cost \$622,435)		613,297	98.21
Other Assets in Excess of Liabilities		11,163	1.79
Total Net Assets		\$624,460	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, 2014.

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

ABBREVIATIONS:

MTN	– Medium Term Note
Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.
CNY	– Chinese Renminbi
HKD	– Hong Kong Dollar
IDR	– Indonesian Rupiah
INR	– India Rupee
KRW	– South Korean Won
MYR	– Malaysian Ringgit
PHP	– Philippine Peso
SGD	– Singapore Dollar
THB	– Thai Baht
TWD	– Taiwanese Dollar
USD	– United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS, OPTIONS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	93.96
Financial derivative instruments	0.31
Collective investment schemes	3.13
Other assets	2.60
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Korea 10 Year Bond Future September 2014	78	\$8,993	\$206
Korea 3 Year Bond Future September 2014	181	19,104	8
Total Market Value of Future Contracts	259	\$28,097	\$214
Unrealised Appreciation of Futures Contracts			214
Unrealised Depreciation of Futures Contracts			–
Net Appreciation of Future Contracts			\$214

Legg Mason Western Asset Asian Opportunities Fund

Portfolio of Investments as at August 31, 2014 – (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	Indonesia Government International Bond, 1.000%, due 12/20/16	Sell	12/20/16	8,000	\$88
					\$88
Unrealised Appreciation of Credit Default Swaps					88
Unrealised Depreciation of Credit Default Swaps					-
Net Appreciation of Credit Default Swaps					\$88

Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Deutsche Bank	Pay Floating SGD 6M SOR, Receive Fixed 1.67%	9/23/18	18,000	\$141
Deutsche Bank	Pay Floating SGD 6M SOR, Receive Fixed 1.54%	9/25/18	36,000	135
Deutsche Bank	Pay Fixed 3.45%, Receive Floating USD LIBOR BBA	4/20/21	52,000	(4,603)
HSBC	Pay Floating SGD 6M SOR, Receive Fixed 1.46%	10/23/18	39,000	13
HSBC	Pay Floating SGD 6M SOR, Receive Fixed 1.56%	3/4/19	27,000	21
JP Morgan Securities Inc	Pay Floating O/N INR MIBOR, Receive Fixed 7.56%	4/6/20	90,000	(32)
UBS	Pay Floating O/N INR MIBOR, Receive Fixed 6.00%	3/20/19	62,120	(78)
UBS	Pay Floating O/N INR MIBOR, Receive Fixed 7.48%	1/29/20	60,000	(24)
UBS	Pay Floating O/N INR MIBOR, Receive Fixed 7.45%	2/2/20	60,000	(25)
				\$(4,452)
Unrealised Appreciation of Interest Rate Swaps				310
Unrealised Depreciation of Interest Rate Swaps				(4,762)
Net Depreciation of Interest Rate Swaps				\$(4,452)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation / (Depreciation) of Contracts (000's)
09/03/14	BNY Mellon	Buy USD 4	Sell EUR 3	\$ -
09/03/14	BNY Mellon	Buy USD 1	Sell SGD 1	-
09/09/14	Deutsche Bank London	Buy THB 197,600	Sell USD 6,012	173
09/09/14	JP Morgan Chase Bank	Buy USD 6,170	Sell THB 199,000	(57)
09/10/14	ANZ Banking Group Ltd	Buy PHP 147,000	Sell USD 3,374	(4)
09/10/14	Goldman Sachs	Buy PHP 143,200	Sell USD 3,281	1
09/16/14	Goldman Sachs	Buy IDR 72,954,000	Sell USD 6,103	109
09/17/14	HSBC Bank Singapore	Buy USD 2,650	Sell SGD 3,300	8
09/17/14	HSBC Bank Singapore	Buy USD 21,029	Sell TWD 630,000	(50)
09/17/14	Royal Bank of Scotland	Buy SGD 7,800	Sell USD 6,229	16
	Bank of New York Mellon Hong Kong	Buy KRW 43,100,000	Sell USD 41,658	767
09/22/14	Royal Bank of Scotland	Buy USD 6,153	Sell KRW 6,300,000	(49)
09/30/14	Barclays Capital London	Buy USD 433	Sell GBP 261	(1)
09/30/14	Barclays Capital London	Buy USD 150	Sell SGD 187	-
09/30/14	Barclays Capital London	Buy AUD 526	Sell USD 489	1
09/30/14	Citicorp Securities London Ltd	Buy USD 65	Sell EUR 49	-
09/30/14	Citicorp Securities London Ltd	Buy AUD 2,135	Sell USD 1,985	5
09/30/14	Citicorp Securities London Ltd	Buy SGD 31,907	Sell USD 25,574	(29)
09/30/14	Citicorp Securities London Ltd	Buy GBP 832	Sell USD 1,379	1
09/30/14	Citicorp Securities London Ltd	Buy CNH 1,255	Sell USD 203	-
09/30/14	Citicorp Securities London Ltd	Buy EUR 8,611	Sell USD 11,429	(114)
09/30/14	UBS	Buy EUR 11	Sell USD 14	-
	State Street Bank and Trust Co Singapore	Buy KRW 9,200,000	Sell USD 8,930	119
10/07/14	BNP Paribas	Buy MYR 37,200	Sell USD 11,623	99
10/07/14	Citibank Singapore	Buy USD 12,870	Sell INR 785,500	(1)
	State Street Bank and Trust Co Singapore	Buy USD 12,863	Sell INR 785,500	(8)
10/08/14	Deutsche Bank London	Buy USD 6,250	Sell SGD 7,800	5
10/08/14	Deutsche Bank London	Buy SGD 57,860	Sell USD 46,504	(182)
10/08/14	Royal Bank of Scotland	Buy USD 2,003	Sell SGD 2,500	2
10/17/14	Deutsche Bank London	Buy HKD 185,700	Sell USD 23,957	5
	State Street Bank and Trust Co Singapore	Buy CNH 38,500	Sell USD 6,237	1
10/28/14	Deutsche Bank London	Buy CNH 104,880	Sell USD 16,971	17
10/28/14	Royal Bank of Canada London	Buy CNH 76,300	Sell USD 12,345	14

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, 2014 – (continued)

Expiration Date	Counterparty	Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)		
11/03/14	BNP Paribas	Buy	CNH	38,500	Sell	USD	6,239	(5)
11/14/14	Citicorp Securities London Ltd	Buy	SGD	1	Sell	USD	1	–
Unrealised Appreciation of Forward Foreign Currency Contracts								1,343
Unrealised Depreciation of Forward Foreign Currency Contracts								(500)
Net Appreciation of Forward Foreign Currency Contracts								\$ 843

Legg Mason Western Asset Global Blue Chip Bond Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Corporate Bonds and Notes — 29.37%									
British Pound Sterling Bonds — 8.50%									
GBP 820	Barclays Bank Plc	1.500	4/4/2017	1,368	2.08				
350	BG Energy Capital Plc	5.125	12/7/2017	640	0.97				
180	Close Brothers Finance Plc	3.875	6/27/2021	309	0.47				
400	Commonwealth Bank of Australia	2.250	12/7/2018	667	1.01				
405	Macquarie Bank Ltd	3.500	12/18/2020	688	1.05				
500	Nestle Finance International Ltd	2.250	11/30/2023	810	1.23				
380	Unilever Plc	2.000	12/19/2018	635	0.97				
80	Volkswagen Financial Services NV	1.750	8/21/2017	133	0.20				
200	WM Morrison Supermarkets Plc	4.625	12/8/2023	342	0.52				
			5,592	8.50					
Euro Bonds — 20.87%									
EUR 350	Airbus Group Finance BV	2.375	4/2/2024	493	0.75				
500	BMW Finance NV	3.625	1/29/2018	725	1.11				
627	Coöperatieve Centrale Raiffeisen-Boerenleenbank BA	3.500	10/17/2018	918	1.40				
300	Coventry Building Society	2.250	12/4/2017	412	0.63				
1,000	DNB Bank ASA	4.375	2/24/2021	1,585	2.41				
400	Eandis CVBA	2.750	11/30/2022	580	0.88				
400	Electricité de France SA	2.750	3/10/2023	580	0.88				
550	Leeds Building Society	2.625	4/1/2021	759	1.15				
300	Lloyds Bank Plc	1.875	10/10/2018	413	0.63				
410	Motability Operations Group Plc	3.250	11/30/2018	594	0.91				
300	The Royal Bank of Scotland Plc	4.750	5/18/2016	422	0.64				
640	Sparebank	2.125	2/21/2018	879	1.34				
310	SSE Plc	2.375	2/10/2022	434	0.66				
740	Sumitomo Mitsui Banking Corp	2.750	7/24/2023	1,061	1.61				
607	Telstra Corp Ltd	3.750	5/16/2022	940	1.43				
436	TenneT Holding BV	4.500	2/9/2022	696	1.06				
500	UBS AG	6.000	4/18/2018	782	1.19				
500	Vier Gas Transport GmbH, Series 02	2.875	6/12/2025	725	1.10				
500	Volkswagen Leasing GmbH	3.250	5/10/2018	718	1.09				
			13,716	20.87					
			19,308	29.37					
Total Foreign Corporate Bonds and Notes (Cost \$18,042)									
U.S. Corporate Bonds and Notes — 41.86%									
570	Anheuser-Busch InBev Worldwide Inc	2.500	7/15/2022	559	0.85				
824	Apache Corp	6.900	9/15/2018	978	1.49				
380	AT&T Inc	3.875	8/15/2021	406	0.62				
435	Baker Hughes Inc	7.500	11/15/2018	532	0.81				
EUR 550	Bank of America Corp	4.625	8/7/2017	805	1.22				
1,000	Bank of America Corp	7.625	6/1/2019	1,224	1.86				
540	The Bear Stearns Cos LLC	6.400	10/2/2017	616	0.94				
917	The Boeing Co	6.000	3/15/2019	1,072	1.63				
200	Caterpillar Financial Services Corp	5.450	4/15/2018	227	0.34				
800	Chevron Corp	2.355	12/5/2022	779	1.19				
750	Cisco Systems Inc	4.950	2/15/2019	844	1.28				
552	Citigroup Inc	8.500	5/22/2019	699	1.06				
EUR 827	Citigroup Inc	7.375	9/4/2019	1,420	2.16				
1,200	The Coca-Cola Co	3.150	11/15/2020	1,259	1.91				
1,008	Colgate-Palmolive Co	2.450	11/15/2021	1,007	1.53				
502	ConocoPhillips	5.750	2/1/2019	581	0.88				
470	El du Pont de Nemours & Co	6.000	7/15/2018	546	0.83				
700	EOG Resources Inc	5.625	6/1/2019	810	1.23				
1,300	General Electric Capital Corp	4.625	1/7/2021	1,456	2.21				
900	The Goldman Sachs Group Inc	7.500	2/15/2019	1,088	1.66				
660	The Goldman Sachs Group Inc, Series D	6.000	6/15/2020	768	1.17				
678	International Business Machines Corp	7.625	10/15/2018	832	1.26				
560	International Business Machines Corp	2.900	11/1/2021	571	0.87				
293	John Deere Capital Corp	2.250	4/17/2019	297	0.45				
756	McDonald's Corp	2.625	1/15/2022	760	1.16				
369	Medtronic Inc	3.125	3/15/2022	375	0.57				
346	MetLife Inc	6.750	6/1/2016	382	0.58				
600	Morgan Stanley	7.300	5/13/2019	726	1.11				
498	PepsiCo Inc	5.000	6/1/2018	558	0.85				
GBP 420	PepsiCo Inc	2.500	11/1/2022	678	1.03				
522	Pfizer Inc	6.200	3/15/2019	615	0.94				
858	Philip Morris International Inc	5.650	5/16/2018	978	1.49				
290	Philip Morris International Inc	2.900	11/15/2021	295	0.45				
			13,716	20.87					
			19,308	29.37					
Total U.S. Corporate Bonds and Notes (Cost \$25,298)									
U.S. Denominated Bonds and Notes — 23.21%									
Australia — 3.17%									
910	United Technologies Corp	6.125	2/1/2019	1,070	1.63				
580	UnitedHealth Group Inc	1.625	3/15/2019	572	0.87				
1,000	Wachovia Corp	5.750	2/1/2018	1,137	1.73				
			2,752	41.86					
Total U.S. Corporate Bonds and Notes (Cost \$25,298)									
U.S. Denominated Bonds and Notes — 23.21%									
Australia — 3.17%									
1,024	BHP Billiton Finance USA Ltd	3.250	11/21/2021	1,062	1.61				
961	Rio Tinto Finance USA Ltd	3.750	9/20/2021	1,023	1.56				
			2,085	3.17					
Denmark — 1.19%									
750	Danske Bank A/S	3.875	4/14/2016	785	1.19				
France — 4.03%									
1,050	BNP Paribas SA	3.250	3/3/2023	1,058	1.61				
576	GDF Suez	1.625	10/10/2017	581	0.88				
1,000	Total Capital International SA	1.550	6/28/2017	1,012	1.54				
			2,651	4.03					
Japan — 1.79%									
1,118	Toyota Motor Credit Corp	3.400	9/15/2021	1,173	1.79				
Netherlands — 1.12%									
700	ING Bank NV, 144A	3.750	3/7/2017	739	1.12				
Singapore — 1.77%									
1,200	Temasek Financial I Ltd	2.375	1/23/2023	1,161	1.77				
Sweden — 1.75%									
1,150	Svenska Handelsbanken AB	1.625	3/21/2018	1,150	1.75				
Switzerland — 0.92%									
500	Novartis Securities Investment Ltd	5.125	2/10/2019	567	0.86				
34	Roche Holdings Inc, 144A	6.000	3/1/2019	40	0.06				
			607	0.92					
United Kingdom — 7.47%									
700	BAT International Finance Plc	1.125	3/29/2016	703	1.07				
437	BP Capital Markets Plc	3.561	11/1/2021	459	0.70				
1,050	Diageo Capital Plc	2.625	4/29/2023	1,021	1.55				
620	GlaxoSmithKline Capital Plc	2.850	5/8/2022	617	0.94				
1,500	The Royal Bank of Scotland Plc	5.625	8/24/2020	1,713	2.61				
420	Vodafone Group Plc	2.500	9/26/2022	397	0.60				
			4,910	7.47					
			15,261	23.21					
Total U.S. Denominated Bonds and Notes (Cost \$14,721)									
U.S. Denominated Debt Obligations — 1.80%									
Japan — 1.80%									
700	Japan Bank for International Cooperation	2.625	12/15/2020	1,183	1.80				
			1,183	1.80					
Total U.S. Denominated Debt Obligations (Cost \$1,165)									
U.S. Treasury Obligations — 1.13%									
USD 590	United States Treasury Note	1.500	5/31/2019	587	0.90				
150	United States Treasury Note	2.500	5/15/2024	152	0.23				
			739	1.13					
			739	1.13					
Total U.S. Treasury Obligations (Cost \$737)									

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, 2014 – (continued)

Shares/Units (000's)	Value (000's) \$	% of Net Asset Value
Collective Investment Schemes — 1.51%		
– Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	–	–
27 Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	45	0.07
949 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	949	1.44
Total Collective Investment Schemes (Cost \$995)	994	1.51
Total Investments (Cost \$60,958)	65,007	98.88
Other Assets in Excess of Liabilities	738	1.12
Total Net Assets	\$65,745	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, 2014, these securities amounted to \$779,000 or 1.18% of net assets.

ABBREVIATIONS:

EUR – Euro
GBP – British Pound
USD – United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES, AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	94.31
Financial derivative instruments	1.29
Collective investment schemes	1.46
Other assets	2.94
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2014	(61)	\$(12,146)	\$(543)
Long Gilt December 2014	(23)	(4,336)	(41)
U.S. 10 year Note (CBT) December 2014	(26)	(3,270)	(10)
Total Market Value of Future Contracts	(110)	\$(19,752)	\$(594)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(594)
Net Depreciation of Future Contracts			\$(594)

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, 1.000%, due 6/20/19	Buy	6/20/19	7,970	\$(199)
					\$(199)
					–
					(199)
Net Depreciation of Credit Default Swaps					\$(199)

Legg Mason Western Asset Global Blue Chip Bond Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)	
09/30/14	Bank of America Sec London	Buy	USD	3,197	Sell	EUR	2,408	\$ 32
09/30/14	Bank of New York Mellon London	Buy	USD	2,926	Sell	EUR	2,205	29
09/30/14	Barclays Capital London	Buy	USD	16,228	Sell	EUR	12,226	161
09/30/14	Barclays Capital London	Buy	USD	16,313	Sell	GBP	9,841	(21)
09/30/14	Barclays Capital London	Buy	EUR	695	Sell	USD	922	(9)
09/30/14	Citicorp Securities London Ltd	Buy	USD	1,486	Sell	EUR	1,120	14
09/30/14	Citicorp Securities London Ltd	Buy	USD	7,229	Sell	GBP	4,359	(7)
09/30/14	Citicorp Securities London Ltd	Buy	GBP	3,976	Sell	USD	6,594	6
09/30/14	Citicorp Securities London Ltd	Buy	EUR	328	Sell	USD	436	(5)
09/30/14	Deutsche Bank London	Buy	EUR	5,012	Sell	USD	6,655	(68)
09/30/14	Deutsche Bank London	Buy	GBP	11,746	Sell	USD	19,479	17
09/30/14	HSBC Midland	Buy	USD	49	Sell	GBP	29	–
09/30/14	HSBC Midland	Buy	EUR	108	Sell	USD	143	(1)
09/30/14	JP Morgan Chase Bank London	Buy	EUR	49	Sell	USD	65	(1)
09/30/14	Royal Bank of Canada London	Buy	USD	39	Sell	EUR	30	–
09/30/14	Royal Bank of Canada London	Buy	USD	267	Sell	GBP	161	–
09/30/14	Royal Bank of Scotland	Buy	GBP	404	Sell	USD	670	1
09/30/14	Royal Bank of Scotland	Buy	EUR	9,299	Sell	USD	12,344	(124)
09/30/14	UBS	Buy	USD	71	Sell	EUR	53	1
09/30/14	UBS	Buy	USD	71	Sell	GBP	43	–
09/30/14	UBS	Buy	GBP	14,593	Sell	USD	24,190	32
09/30/14	UBS	Buy	EUR	7,158	Sell	USD	9,504	(96)
11/14/14	Bank of New York Mellon London	Buy	USD	67	Sell	EUR	50	1
11/14/14	Bank of New York Mellon London	Buy	GBP	340	Sell	USD	571	(8)
11/14/14	Barclays Capital London	Buy	EUR	1,064	Sell	USD	1,423	(24)
11/14/14	Citicorp Securities London Ltd	Buy	USD	3,244	Sell	GBP	1,933	38
11/14/14	Citicorp Securities London Ltd	Buy	EUR	235	Sell	USD	315	(6)
11/14/14	Credit Suisse First Boston London	Buy	USD	189	Sell	EUR	141	3
11/14/14	Credit Suisse First Boston London	Buy	USD	707	Sell	GBP	420	10
11/14/14	Deutsche Bank London	Buy	EUR	4,570	Sell	USD	6,118	(110)
11/14/14	Deutsche Bank London	Buy	GBP	507	Sell	USD	854	(12)
11/14/14	HSBC Midland	Buy	USD	120	Sell	EUR	90	2
11/14/14	Royal Bank of Canada London	Buy	GBP	600	Sell	USD	1,010	(14)
11/14/14	Royal Bank of Scotland	Buy	USD	437	Sell	EUR	326	7
11/14/14	Royal Bank of Scotland	Buy	USD	220	Sell	GBP	131	3
11/14/14	Societe Generale London	Buy	GBP	641	Sell	USD	1,078	(15)
11/14/14	UBS	Buy	USD	24,083	Sell	EUR	17,994	428
11/14/14	UBS	Buy	USD	5,968	Sell	GBP	3,543	89
Unrealised Appreciation of Forward Foreign Currency Contracts								874
Unrealised Depreciation of Forward Foreign Currency Contracts								(521)
Net Appreciation of Forward Foreign Currency Contracts								\$ 353

Legg Mason Western Asset Brazil Bond Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Bonds and Notes — 98.85%				
Brazil Government Bonds — 98.85%				
BRL 600	Brazil Letras do Tesouro Nacional, Series LTN	zero coupon 4/1/2015	252	3.98
30	Brazil Letras do Tesouro Nacional, Series LTN	zero coupon 1/1/2016	12	0.19
3,227	Brazil Letras do Tesouro Nacional, Series LTN	zero coupon 1/1/2017	1,120	17.67
1,700	Brazil Notas do Tesouro Nacional, Series NTN F	10.000 1/1/2015	757	11.95
1,445	Brazil Notas do Tesouro Nacional, Series NTN F	10.000 1/1/2017	629	9.93
1,000	Brazil Notas do Tesouro Nacional, Series NTN F	10.000 1/1/2018	432	6.82
530	Brazil Notas do Tesouro Nacional, Series NTN F	10.000 1/1/2019	227	3.58
3,720	Brazil Notas do Tesouro Nacional, Series NTN F	10.000 1/1/2021	1,575	24.86
3,000	Brazil Notas do Tesouro Nacional, Series NTN F	10.000 1/1/2023	1,259	19.87
			6,263	98.85
Total Foreign Bonds and Notes (Cost \$7,185)			6,263	98.85
Total Investments (Cost \$7,185)			6,263	98.85
Other Assets in Excess of Liabilities			73	1.15
Total Net Assets			\$6,336	100.00

ABBREVIATIONS:

BRL – Brazilian Real

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.51
Other assets	1.49
Total Assets	100.00

Legg Mason Western Asset Global Credit Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Corporate Bonds and Notes — 6.65%									
Australian Dollar Bonds — 1.55%									
AUD 1,500		The Royal Bank of Scotland Plc *	13.125	3/19/2022	1,661	1.55			
British Pound Sterling Bonds — 4.14%									
GBP 220	AA Bond Co Ltd	9.500	7/31/2019	405	0.38				
200	BUFA Finance Plc	5.000	4/25/2023	344	0.32				
100	Co-Operative Group Ltd	6.875	7/8/2020	177	0.17				
380	Co-Operative Group Ltd	7.500	7/8/2026	677	0.63				
490	Enel SpA *	7.750	9/10/2075	899	0.84				
400	Kelda Finance No 3 Plc	5.750	2/17/2020	685	0.64				
280	Pension Insurance Corp Plc	6.500	7/3/2024	479	0.44				
260	PGH Capital Ltd	5.750	7/7/2021	449	0.42				
180	Virgin Media Finance Plc	7.000	4/15/2023	323	0.30				
				4,438	4.14				
Euro Bonds — 0.96%									
EUR 100	Banco Espirito Santo SA	5.875	11/9/2015	133	0.12				
100	Banco Espirito Santo SA	4.000	1/21/2019	129	0.12				
510	Peugeot SA	7.375	3/6/2018	769	0.72				
				1,031	0.96				
Total Foreign Corporate Bonds and Notes (Cost \$6,537)					7,130	6.65			
Loan Notes — 0.51%									
USD 500	Stockbridge / SBE Holdings LLC	13.000	5/1/2017	549	0.51				
Total Loan Notes (Cost \$475)					549	0.51			
U.S. Corporate Bonds and Notes — 40.50%									
632	Acadia Healthcare Co Inc	12.875	11/1/2018	738	0.69				
310	Acadia Healthcare Co Inc, 144A	5.125	7/1/2022	313	0.29				
820	Apvion Inc, 144A	9.000	6/1/2020	734	0.68				
440	Axiall Corp	4.875	5/15/2023	440	0.41				
310	Bank of America Corp	5.000	1/21/2044	337	0.31				
210	Brundage-Bone Concrete Pumping Inc, 144A	10.375	9/1/2021	214	0.20				
310	Building Materials Corp of America, 144A	7.000	2/15/2020	325	0.30				
320	BWAY Holding Co, 144A	9.125	8/15/2021	328	0.31				
1,000	Calumet Specialty Products Partners LP/Calumet Finance Corp	9.625	8/1/2020	1,130	1.05				
500	Carrizo Oil & Gas Inc	7.500	9/15/2020	535	0.50				
500	Century Intermediate Holding Co 2, 144A	9.750	2/15/2019	532	0.50				
1,000	Cliffs Natural Resources Inc	4.200	1/15/2018	1,007	0.94				
500	Constellation Brands Inc	4.250	5/1/2023	505	0.47				
1,000	DISH DBS Corp	7.875	9/1/2019	1,160	1.08				
300	Eagle Spinco Inc	4.625	2/15/2021	301	0.28				
500	Essar Steel Minnesota LLC, 144A	11.500	5/15/2020	513	0.48				
680	ExamWorks Group Inc	9.000	7/15/2019	734	0.68				
1,000	First Wind Capital LLC, 144A	10.250	6/1/2018	1,068	0.99				
1,000	Ford Motor Credit Co LLC	8.125	1/15/2020	1,270	1.18				
1,000	Foresight Energy LLC / Foresight Energy Corp, 144A	7.875	8/15/2021	1,062	0.99				
500	Fresenius Medical Care US Finance II Inc, 144A	5.875	1/31/2022	550	0.51				
190	Greektown Holdings LLC/Greektown Mothership Corp, 144A	8.875	3/15/2019	195	0.18				
90	Gulfport Energy Corp, 144A	7.750	11/1/2020	97	0.09				
1,000	Halcon Resources Corp	9.750	7/15/2020	1,077	1.00				
260	Hardwoods Acquisition Inc, 144A	7.500	8/1/2021	265	0.25				
1,000	Hiland Partners LP / Hiland Partners Finance Corp, 144A	7.250	10/1/2020	1,077	1.00				
1,000	HJ Heinz Co	4.250	10/15/2020	1,014	0.95				
1,500	Horizon Lines LLC	11.000	10/15/2016	1,502	1.40				
950	HSBC Finance Corp	6.676	1/15/2021	1,140	1.06				
500	Interface Master Holdings Inc, 144A	12.500	8/1/2018	495	0.46				
1,040	Interface Security Systems Holdings Inc / Interface Security Systems LLC	9.250	1/15/2018	1,071	1.00				
750	International Lease Finance Corp	8.250	12/15/2020	917	0.86				
500	Jack Cooper Holdings Corp, 144A	9.250	6/1/2020	544	0.51				
1,000	JPMorgan Chase & Co, Series R *	6.000	Perpetual	1,025	0.96				
1,000	Landry's Holdings II Inc, 144A	10.250	1/1/2018	1,043	0.97				
1,090	Lantheus Medical Imaging Inc	9.750	5/15/2017	1,104	1.03				
750	Level 3 Financing Inc	7.000	6/1/2020	808	0.75				
530	Magnetation LLC / Mag Finance Corp, 144A	11.000	5/15/2018	575	0.54				
1,000	Magnum Hunter Resources Corp	9.750	5/15/2020	1,090	1.02				
300	Neiman Marcus Group Ltd LLC, 144A	8.750	10/15/2021	326	0.31				
806	New Cotai LLC / New Cotai Capital Corp, 144A	10.625	5/1/2019	935	0.87				
225	Pactiv LLC	8.125	6/15/2017	247	0.23				
500	Pactiv LLC	7.950	12/15/2025	539	0.50				
1,000	Pactiv LLC	8.375	4/15/2027	1,078	1.00				
750	Peabody Energy Corp	7.875	11/1/2026	773	0.72				
500	Range Resources Corp	6.750	8/1/2020	535	0.50				
350	Resolute Forest Products Inc	5.875	5/15/2023	337	0.31				
500	Ryerson Inc / Joseph T Ryerson & Son Inc	9.000	10/15/2017	532	0.50				
500	Sanchez Energy Corp	7.750	6/15/2021	555	0.52				
170	Sanchez Energy Corp, 144A	6.125	1/15/2023	176	0.17				
500	Sotheby's, 144A	5.250	10/1/2022	488	0.46				
1,000	Sprint Capital Corp	6.875	11/15/2028	975	0.91				
660	Sprint Corp, 144A	7.875	9/15/2023	708	0.66				
410	Sprint Corp, 144A	7.125	6/15/2024	418	0.39				
350	Summit Midstream Holdings LLC / Summit Midstream Finance Corp	5.500	8/15/2022	357	0.33				
676	Taylor Morrison Communities Inc / Monarch Communities Inc, 144A	7.750	4/15/2020	732	0.68				
450	Time Warner Cable Inc	8.250	4/1/2019	566	0.53				
120	Triangle USA Petroleum Corp, 144A	6.750	7/15/2022	123	0.12				
260	United Airlines 2014-2 Class B Pass Through Trust, Series B	4.625	9/3/2022	260	0.24				
230	Universal Hospital Services Inc	7.625	8/15/2020	230	0.21				
750	Univision Communications Inc, 144A	7.875	11/1/2020	817	0.76				
393	Verizon Communications Inc	6.400	9/15/2033	496	0.46				
407	Verizon Communications Inc, 144A	4.862	8/21/2046	427	0.40				
1,285	Wachovia Capital Trust III *	5.570	Perpetual	1,259	1.17				
280	Walter Energy Inc, 144A	9.500	10/15/2019	279	0.26				
230	WLH PNW Finance Corp, 144A	7.000	8/15/2022	237	0.22				
210	XPO Logistics Inc, 144A	7.875	9/1/2019	218	0.20				
Total U.S. Corporate Bonds and Notes (Cost \$41,260)					43,458	40.50			
U.S. Denominated Bonds and Notes — 16.01%									
Australia — 0.61%									
600	FMG Resources August 2006 Pty Ltd, 144A	8.250	11/1/2019	657	0.61				
Canada — 4.66%									
3,000	Glencore Finance Canada Ltd, 144A	2.050	10/23/2015	3,033	2.83				
740	Thompson Creek Metals Co Inc	9.750	12/1/2017	832	0.78				
1,000	Thompson Creek Metals Co Inc	12.500	5/1/2019	1,130	1.05				
					4,995	4.66			
Colombia — 0.49%									
464	Ecopetrol SA	5.875	9/18/2023	531	0.49				
France — 1.88%									
1,500	Credit Agricole SA, 144A *	8.375	Perpetual	1,742	1.62				
270	Electricite de France SA *	5.250	Perpetual	279	0.26				
					2,021	1.88			
Germany — 0.95%									
1,000	Unitymedia Hessen GmbH & Co KG / Unitymedia NRW GmbH, 144A	5.500	1/15/2023	1,022	0.95				
Luxembourg — 1.19%									
450	Altice SA, 144A	7.750	5/15/2022	478	0.45				
240	Ardagh Finance Holdings SA, 144A	8.625	6/15/2019	249	0.23				
500	Globe Luxembourg SCA, 144A	9.625	5/1/2018	550	0.51				
					1,277	1.19			
Mexico — 0.87%									
427	America Movil SAB de CV	5.000	3/30/2020	472	0.44				

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Global Credit Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Contracts (000's)	Exercise Date	Value (000's) \$	% of Net Asset Value	
U.S. Denominated Bonds and Notes — (continued)					Options — 0.00%				
Mexico — (continued)					Purchased Options — 0.03%				
380	Petroleos Mexicanos, 144A	6.375	1/23/2045	460	0.43				
				932	0.87				
Netherlands — 3.92%					Euro\$2 Year Midcv Op September 2014 Put 98.00				
310	JLL/Delta Dutch Newco BV, 144A	7.500	2/1/2022	316	0.30	9/12/2014	3	–	
200	Lukoil International Finance BV, 144A	6.125	11/9/2020	200	0.19	9/5/2014	–	–	
2,100	Petrobras Global Finance BV *	2.374	1/15/2019	2,104	1.96	9/5/2014	–	–	
600	syncreon Group BV / syncreon Global Finance US Inc, 144A	8.625	11/1/2021	594	0.55	9/5/2014	–	–	
1,000	VimpelCom Holdings BV, 144A	7.504	3/1/2022	989	0.92	9/19/2014	5	0.01	
						9/20/2014	1	–	
						9/5/2014	21	0.02	
				4,203	3.92		30	0.03	
Switzerland — 0.93%					Written Options — (0.03%)				
1,000	Credit Suisse Group AG, 144A *	6.250	Perpetual	995	0.93	–	–	–	
						9/5/2014	–	–	
						9/5/2014	–	–	
						9/26/2014	(29)	(0.03)	
							(29)	(0.03)	
United Kingdom — 0.51%					Total Options (Cost \$12)				
500	Royal Bank of Scotland Group Plc	6.125	12/15/2022	547	0.51		1	–	
Total U.S. Denominated Bonds and Notes (Cost \$16,641)							97,314	90.70	
U.S. Denominated Debt Obligations — 0.97%					Total Investments (Cost \$91,789)				
Portugal — 0.97%					Other Assets in Excess of Liabilities				
1,000	Portugal Government International Bond, 144A	5.125	10/15/2024	1,035	0.97		9,984	9.30	
Total U.S. Denominated Debt Obligations (Cost \$1,010)									
U.S. Government Agency Mortgage-Backed Securities — 7.55%					Total Net Assets				
Federal National Mortgage Discount Note — 7.55%							\$107,298	100.00	
USD 8,100	Fannie Mae Discount Notes	zero coupon	11/3/2014	8,099	7.55				
Total U.S. Government Agency Mortgage-Backed Securities (Cost \$8,099)									
U.S. Treasury Obligations — 12.91%					– Amounts designated as "-" are either \$0, less than \$1,000 or less than 1,000 shares.				
USD 10	United States Treasury Note	1.625	6/30/2019	10	0.01	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, 2014, these securities amounted to \$28,134,000 or 26.24% of net assets.			
3,850	United States Treasury Note	3.125	2/15/2043	3,886	3.62	* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.			
9,000	United States Treasury Note	3.625	8/15/2043	9,959	9.28	† Illiquid.			
						∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.			
Total U.S. Treasury Obligations (Cost \$12,430)									
Shares/Units (000's)					ABBREVIATIONS:				
Common Stock — 0.56% (Cost \$504)					Perpetual – A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.				
13	Physiotherapy Associates Holdings Inc †∞			605	0.56	AUD	– Australian Dollar		
Collective Investment Schemes — 2.39%					EUR				– Euro
21	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans – LM Class US\$ Distributing (monthly)			2,058	1.92	GBP	– British Pound		
225	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)			295	0.27	USD	– United States Dollar		
127	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)			210	0.20	ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES, OPTIONS, SWAPTIONS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.			
Total Collective Investment Schemes (Cost \$2,584)									
Preferred Stock — 2.65%					Analysis of Total Assets				
30	Citigroup Capital XIII			823	0.77	Transferable securities admitted to an official exchange listing or traded on a regulated market			
75	GMAC Capital Trust I, Series 2			2,016	1.88	Financial derivative instruments			
Total Preferred Stock (Cost \$2,237)							Collective investment schemes		
Total Investments Excluding Options (Cost \$91,777)							Other assets		
				97,313	90.70	Total Assets			
						100.00			

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Legg Mason Western Asset Global Credit Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
90 Day Euro December 2016	(50)	\$(12,247)	\$5
Australian 10 Year Bond September 2014	36	4,136	43
Australian Dollar Currency September 2014	20	1,865	10
Bank Accept March 2016	60	13,571	(1)
Canadian Dollar Currency September 2014	(15)	(1,379)	16
Euro FX September 2014	(24)	(3,941)	119
Euro-Bobl September 2014	30	5,094	9
Euro-Schatz September 2014	(130)	(18,924)	(23)
Japanese Yen Currency September 2014	15	1,801	(37)
New Zealand Dollar September 2014	(21)	(1,753)	17
Nikkei 225 September 2014	(5)	(386)	(3)
U.S. 10 Year Note (CBT) December 2014	(193)	(24,276)	(67)
U.S. 2 Year Note (CBT) December 2014	250	54,762	27
U.S. 5 Year Note (CBT) December 2014	(181)	(21,509)	(27)
U.S. Long Bond (CBT) December 2014	(76)	(10,647)	(76)
U.S. Ultra Bond (CBT) December 2014	10	1,555	7
Total Market Value of Future Contracts	(274)	\$(12,278)	\$19
Unrealised Appreciation of Futures Contracts			253
Unrealised Depreciation of Futures Contracts			(234)
Net Appreciation of Future Contracts			\$19

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	Fiat Finance, 5.000%, due 6/20/18	Buy	6/20/18	2,000	\$(284)
Barclays Capital	Markit iTraxx Europe, 5.000%, due 6/20/18	Sell	6/20/18	2,614	407
Barclays Capital	Morgan Stanley, 1.000%, due 12/20/18	Buy	12/20/18	10,000	(143)
Barclays Capital	The Goldman Sachs Group Inc, 1.000%, due 12/20/18	Sell	12/20/18	10,000	136
Credit Suisse First Boston	Ally Financial Inc, 1.000%, due 6/20/19	Buy	6/20/19	5,000	(180)
Credit Suisse First Boston	Bristol-Myers Squibb Company, 1.000%, due 6/20/19	Buy	6/20/19	5,000	(184)
Credit Suisse First Boston	General Mills Inc, 1.000%, due 9/20/18	Buy	9/20/18	5,000	(147)
Credit Suisse First Boston	Markit CDX.NA.IG, 1.000%, due 6/20/18	Sell	6/20/18	2,667	58
Credit Suisse First Boston	Markit CDX.NA.IG, 1.000%, due 6/20/19	Sell	6/20/19	14,500	290
Credit Suisse First Boston	Sprint Nextel Corp, 5.000%, due 6/20/16	Buy	6/20/16	5,000	(367)
Credit Suisse First Boston	Sprint Nextel Corp, 5.000%, due 6/20/17	Sell	6/20/17	4,000	398
Credit Suisse First Boston	Teva Pharmaceutical Finance Co. B.V., 1.000%, due 6/20/19	Buy	6/20/19	5,000	(67)
Goldman Sachs	Kohl's Corporation, 1.000%, due 6/20/18	Buy	6/20/18	4,000	(46)
Goldman Sachs	Limited Brands Inc, 1.000%, due 6/20/18	Sell	6/20/18	4,000	(2)
Morgan Stanley	Ford Motor Company, 5.000%, due 9/20/17	Sell	9/20/17	3,600	496
Morgan Stanley	Ford Motor Company, 5.000%, due 9/20/17	Buy	9/20/17	3,600	(502)
					\$(137)
Unrealised Appreciation of Credit Default Swaps					1,785
Unrealised Depreciation of Credit Default Swaps					(1,922)
Net Depreciation of Credit Default Swaps					\$(137)

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Legg Mason Western Asset Global Credit Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Credit Suisse First Boston	Pay Fixed 0.684%, Received Floating USD 3M Libor	6/30/16	36,000	\$(17)
Credit Suisse First Boston	Pay Fixed 0.090%, Received Floating USD 3M Libor	8/20/16	25,000	4
Credit Suisse First Boston	Pay Fixed 0.000%, Receive Floating USD 3M Libor	8/26/16	25,000	–
Credit Suisse First Boston	Pay Fixed 0.711%, Receive Floating 6M Euribor	6/17/19	6,804	(96)
Credit Suisse First Boston	Receive Fixed 1.418%, Pay Floating SEK 3M Libor	6/17/19	69,565	201
Credit Suisse First Boston	Pay Fixed 2.678%, Receive Floating USD 3M Libor	7/11/24	3,500	(61)
Credit Suisse First Boston	Receive Fixed 3.318%, Pay Floating USD 3M Libor	8/15/29	8,840	558
Credit Suisse First Boston	Pay Fixed 3.870%, Receive Floating USD 3M Libor	9/13/43	8,000	(1,291)
Morgan Stanley	Pay Fixed 3.020%, Receive Floating USD LIBOR BBA	3/27/43	3,500	30
				\$(672)
Unrealised Appreciation of Interest Rate Swaps				793
Unrealised Depreciation of Interest Rate Swaps				(1,465)
Net Depreciation of Interest Rate Swaps				\$(672)

Schedule of Swaptions

Counterparty	Description	Effective Date	Notional Amount (in 000's)	Unrealised Appreciation/ (Depreciation) of Contracts (in 000's)
Citigroup	Swaption Payer Strike 0.80%	9/18/14	50,000	\$(1)
Citigroup	Swaption Receiver Strike 0.55%	9/18/14	100,000	(45)
Citigroup	Swaption Receiver Strike 0.60%	9/18/14	50,000	87
Merrill Lynch	Swaption Payer Strike 0.70%	9/18/14	25,000	(2)
Merrill Lynch	Swaption Receiver Strike 0.60%	9/18/14	25,000	(44)
Morgan Stanley	Swaption Payer Strike 1.92%	9/27/14	25,000	23
Unrealised Appreciation of Swaptions				\$110
Unrealised Depreciation of Swaptions				\$(92)
Net Appreciation of Swaptions				\$18

Schedule of Inflation Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Deutsche Bank	Pay USCPI 3M Index, Receive Fixed 2.050%	7/24/16	(40,000)	\$142
Deutsche Bank	Pay USCPI 3M Index, Receive Fixed 1.985%	8/19/16	(4,620)	12
				\$154
Unrealised Appreciation of Inflation Swaps				154
Unrealised Depreciation of Inflation Swaps				–
Net Appreciation of Inflation Swaps				\$154

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/26/14	Citibank London	Buy USD	1,982 Sell THB	64,600 \$ (38)
09/26/14	Citibank London	Buy IDR	24,100,000 Sell USD	1,969 78
09/30/14	Bank of America Sec London	Buy GBP	4 Sell USD	7 –
09/30/14	Bank of New York Mellon London	Buy EUR	155 Sell USD	206 (2)
09/30/14	Barclays Capital London	Buy USD	623 Sell GBP	376 (1)
09/30/14	Barclays Capital London	Buy GBP	4,700 Sell USD	7,791 10
09/30/14	Barclays Capital London	Buy EUR	2,691 Sell USD	3,572 (35)
09/30/14	Citicorp Securities London Ltd	Buy USD	1,858 Sell GBP	1,121 (2)
09/30/14	Citicorp Securities London Ltd	Buy GBP	39,025 Sell USD	64,711 61
09/30/14	Citicorp Securities London Ltd	Buy EUR	6,410 Sell USD	8,508 (84)
09/30/14	Credit Suisse First Boston London	Buy GBP	326 Sell USD	541 –
09/30/14	HSBC Midland	Buy USD	104 Sell GBP	63 –
09/30/14	HSBC Midland	Buy GBP	18 Sell USD	30 –
09/30/14	Morgan Stanley London	Buy GBP	465 Sell USD	770 1
09/30/14	Royal Bank of Canada London	Buy USD	246 Sell GBP	148 –
09/30/14	Royal Bank of Canada London	Buy EUR	38 Sell USD	50 –
09/30/14	Royal Bank of Canada London	Buy GBP	3,194 Sell USD	5,294 6
09/30/14	UBS	Buy GBP	2,993 Sell USD	4,962 7
09/30/14	UBS	Buy EUR	70 Sell USD	93 (1)

[^] 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 Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
10/16/14	Bank of America Sec London	Buy	USD	376	Sell	GBP	220	11
10/16/14	Bank of America Sec London	Buy	USD	493	Sell	JPY	50,000	12
10/16/14	Bank of America Sec London	Buy	NOK	18,500	Sell	USD	2,992	(12)
10/16/14	Barclays Capital	Buy	RUB	19,000	Sell	USD	528	(22)
10/16/14	Citicorp Securities London Ltd	Buy	USD	3,149	Sell	GBP	1,840	95
10/16/14	Goldman Sachs	Buy	USD	4,681	Sell	CAD	5,000	88
10/16/14	Goldman Sachs	Buy	USD	2,427	Sell	EUR	1,780	87
10/16/14	Morgan Stanley	Buy	CAD	3,662	Sell	USD	3,423	(58)
11/14/14	Citicorp Securities London Ltd	Buy	USD	1,704	Sell	AUD	1,850	(14)
11/14/14	Citicorp Securities London Ltd	Buy	USD	244	Sell	EUR	183	3
11/14/14	Citicorp Securities London Ltd	Buy	USD	839	Sell	GBP	500	10
11/14/14	Deutsche Bank London	Buy	EUR	372	Sell	USD	498	(9)
11/14/14	JP Morgan Chase Bank London	Buy	EUR	160	Sell	USD	214	(4)
Unrealised Appreciation of Forward Foreign Currency Contracts								469
Unrealised Depreciation of Forward Foreign Currency Contracts								(282)
Net Appreciation of Forward Foreign Currency Contracts								\$ 187

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Legg Mason Western Asset Global Core Plus Bond Fund[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Asset-Backed Securities — 1.67%					Mexican Government Bonds — 2.23%				
USD	9	CDC Mortgage Capital Trust, Series 2002 HE1, Class A *	0.775	1/25/2033	8	0.04			
	28	EMC Mortgage Loan Trust, Series 2002 B, Class A1, 144A *	0.805	2/25/2041	27	0.13			
	12	Option One Mortgage Loan Trust, Series 2002 6, Class A2 *	0.955	11/25/2032	11	0.05			
	3	RASC Trust, Series 2001 KS2, Class All *	0.615	6/25/2031	2	0.01			
	300	SLM Student Loan Trust, Series 2003 11, Class A6, 144A *	0.981	12/15/2025	300	1.44			
Total Asset-Backed Securities (Cost \$341)			348	1.67					
Foreign Corporate Bonds and Notes — 6.90%					South African Government Bonds — 2.18%				
Australian Dollar Bonds — 0.52%					ZAR				
AUD	100	Westpac Banking Corp	7.250	2/11/2020	108	0.52			
British Pound Sterling Bonds — 4.52%					Turkish Government Bonds — 0.67%				
GBP	110	AA Bond Co Ltd	3.781	7/31/2019	187	0.90			
	140	Gatwick Funding Ltd	4.625	3/27/2034	247	1.18			
	100	Imperial Tobacco Finance Plc	4.875	6/7/2032	176	0.84			
	130	Manchester Airport Group Funding Plc	4.125	4/2/2024	226	1.08			
	60	Telefonica Emisiones SAU	5.375	2/2/2018	109	0.52			
			945	4.52	TRY				
Euro Bonds — 1.86%					456				
EUR	26	GE Capital European Funding	5.375	1/23/2020	42	0.20			
	175	Glencore Finance Dubai Ltd	2.625	11/19/2018	244	1.17			
	63	Lloyds Bank Plc	6.500	3/24/2020	102	0.49			
			388	1.86	2.18				
Total Foreign Corporate Bonds and Notes (Cost \$1,352)			1,441	6.90	456				
Foreign Government Bonds and Notes — 37.52%					Turkey Government Bond				
Brazil Government Bonds — 2.31%					TRY				
BRL	733	Brazil Notas do Tesouro Nacional, Series NTN F	10.000	1/1/2017	319	1.53			
	138	Brazil Notas do Tesouro Nacional, Series NTN B	6.000	8/15/2050	163	0.78			
			482	2.31	140				
Canadian Government Bonds — 1.81%					2.18				
CAD	220	Canadian Government Bond	4.250	6/1/2018	224	1.07			
	76	Canadian Government Bond, Series CPI β	4.000	12/1/2031	155	0.74			
			379	1.81	140				
Euro Government Bonds — 19.61%					United Kingdom Government Bonds — 3.39%				
EUR	150	Belgium Government Bond, Series 69	1.250	6/22/2018	205	0.98			
	346	European Investment Bank	3.000	9/28/2022	533	2.55			
	110	France Government Bond OAT	4.000	4/25/2018	165	0.79			
	100	France Government Bond OAT	4.000	4/25/2055	190	0.91			
	1,080	Italy Buoni Poliennali Del Tesoro	4.500	3/1/2024	1,681	8.05			
	172	Italy Buoni Poliennali Del Tesoro	5.000	9/1/2040	281	1.34			
	70	Netherlands Government Bond, 144A	3.750	1/15/2042	132	0.63			
	2,210	Poland Government Bond, Series 1023	4.000	10/25/2023	738	3.53			
	100	Spain Government Bond, 144A	5.150	10/31/2044	173	0.83			
			4,098	19.61	261				
Japanese Government Bonds — 5.32%					448				
JPY	19,050	Japan Government Twenty Year Bond, Series 128	1.900	6/20/2031	205	0.98			
	57,850	Japan Government Twenty Year Bond, Series 143	1.600	3/20/2033	589	2.82			
	1,100	Japanese Government CPI Linked Bond, Series 13 β	1.300	9/10/2017	12	0.06			
	27,000	Japanese Government CPI Linked Bond, Series 16 β	1.400	6/10/2018	305	1.46			
			1,111	5.32	709				
U.S. Corporate Bonds and Notes — 15.24%					Total Foreign Government Bonds and Notes (Cost \$7,751)				
Agriculture — 0.66%					7,840				
	30	Altria Group Inc	9.250	8/6/2019	40	0.19			
	50	Lorillard Tobacco Co	3.750	5/20/2023	50	0.24			
	25	Reynolds American Inc	6.750	6/15/2017	28	0.13			
	20	Reynolds American Inc	3.250	11/1/2022	20	0.10			
			138	0.66	37.52				
Beverages — 0.14%					U.S. Corporate Bonds and Notes — 15.24%				
	30	Anheuser-Busch InBev Finance Inc	2.625	1/17/2023	29	0.14			
Electric — 1.18%					Agriculture — 0.66%				
	20	Dominion Resources Inc	5.200	8/15/2019	23	0.11			
	60	Duke Energy Progress Inc	4.375	3/30/2044	64	0.31			
	10	Exelon Corp	5.625	6/15/2035	11	0.05			
	20	FirstEnergy Corp, Series B	4.250	3/15/2023	20	0.09			
	65	FirstEnergy Corp, Series C	7.375	11/15/2031	79	0.38			
	40	Pacific Gas & Electric Co	6.050	3/1/2034	50	0.24			
			247	1.18	138				
Financials-Banks — 6.88%					Beverages — 0.14%				
	30	Ally Financial Inc	8.000	3/15/2020	36	0.17			
EUR	150	Bank of America Corp *	1.049	3/28/2018	195	0.93			
	30	Bank of America Corp	7.625	6/1/2019	37	0.18			
	20	Bank of America Corp	3.300	1/11/2023	20	0.10			
	70	Bank of America Corp	4.100	7/24/2023	73	0.35			
	60	Bank of America Corp	4.875	4/1/2044	64	0.31			
	20	Citigroup Inc	6.125	5/15/2018	23	0.11			
	30	Citigroup Inc	3.500	5/15/2023	29	0.14			
	40	Citigroup Inc	8.125	7/15/2039	61	0.29			
	60	Citigroup Inc	5.300	5/6/2044	64	0.31			
	30	The Goldman Sachs Group Inc	2.375	1/22/2018	30	0.14			
GBP	201	The Goldman Sachs Group Inc	5.500	10/12/2021	368	1.76			
	40	The Goldman Sachs Group Inc	3.625	1/22/2023	41	0.20			
	40	The Goldman Sachs Group Inc	6.250	2/1/2041	50	0.24			
	50	JPMorgan Chase & Co	3.200	1/25/2023	50	0.24			
	40	JPMorgan Chase & Co	3.625	5/13/2024	41	0.20			
EUR	100	JPMorgan Chase Bank NA *	4.375	11/30/2021	139	0.66			
	70	Wachovia Capital Trust III *	5.570	Perpetual	69	0.33			
	43	Wells Fargo & Co	4.480	1/16/2024	46	0.22			
			1,436	6.88	29				
Financials-Capital Markets — 0.37%					Electric — 1.18%				
	960	Lehman Brothers Holdings Capital Trust Escrow †∞	zero	Perpetual	-	-			
	301	Lehman Escrow Receipt †∞	zero	Perpetual	78	0.37			
			78	0.37	247				
Financials-Diversified — 2.31%					Financials-Banks — 6.88%				
	42	American Express Co	2.650	12/2/2022	41	0.20			
	140	Ford Motor Credit Co LLC	8.125	1/15/2020	178	0.85			
	20	General Electric Capital Corp	5.400	2/15/2017	22	0.11			

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Global Core Plus Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Treasury Obligations — (continued)				
320	United States Treasury Note	3.375 5/15/2044	338	1.62
Total U.S. Treasury Obligations (Cost \$3,077)			3,109	14.88
Shares/Units (000's)				
Collective Investment Schemes — 6.65%				
1	Legg Mason Global Funds Plc – Western Asset Euro High Yield Bond Fund – LM Class EUR Distributing (Q)		167	0.80
14	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)		18	0.09
76	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)		126	0.60
1,078	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)		1,078	5.16
Total Collective Investment Schemes (Cost \$1,386)			1,389	6.65
Preferred Stock — 0.22%				
2	GMAC Capital Trust I, Series 2		46	0.22
Total Preferred Stock (Cost \$39)			46	0.22
Total Investments Excluding Options (Cost \$22,401)			22,990	110.03
Contracts (000's)				
Options — (0.24%)				
Purchased Options — 0.09%				
	– U.S. 10 Year Note August 2014 Call 125.5	8/29/2014	1	0.01
	– U.S. 10 Year Note October 2014 Put 126	9/26/2014	3	0.01
	– U.S. Bond October 2014 Put 139	9/26/2014	2	0.01
	– Euro-Bund October 2014 Put 147	9/26/2014	–	–
	– Euro-Bund October 2014 Put 148	9/26/2014	3	0.01
	– Euro-Bund October 2014 Put 149	9/26/2014	4	0.02
626	USD Call/EUR Put 1.325	9/26/2014	7	0.03
			20	0.09
Written Options — (0.33%)				
	– U.S. 10 Year Note October 2014 Call 124.5	9/26/2014	(5)	(0.02)
	– U.S. 10 Year Note October 2014 Call 125.5	9/26/2014	(11)	(0.05)
	– U.S. Bond October 2014 Call 138	9/26/2014	(13)	(0.06)
	– U.S. 5 Year October 2014 Put 118.50	9/26/2014	(1)	(0.01)
	– U.S. 10 Year Note October 2014 Put 123	9/26/2014	–	–
	– U.S. 10 Year Note October 2014 Put 124.5	9/26/2014	(1)	(0.01)
	– U.S. Bond October 2014 Put 135	9/26/2014	–	–
	– U.S. Bond October 2014 Put 137	9/26/2014	(1)	–
	– U.S. Bond October 2014 Put 138	9/26/2014	(1)	–
	– U.S. Bond December 2014 Put 139	11/21/2014	(8)	(0.04)
	– U.S. 10 Year October 2014 Call 125	9/26/2014	(20)	(0.10)
	– U.S. 10 Year October 2014 Call 126	9/26/2014	(9)	(0.04)
	– U.S. 10 Year October 2014 Put 122.5	9/26/2014	–	–
	– U.S. 10 Year October 2014 Put 123.5	9/26/2014	–	–
			(70)	(0.33)
Total Options (Cost \$(27))			(50)	(0.24)
Total Investments (Cost \$22,374)			22,940	109.79
Liabilities in Excess of Other Assets			(2,045)	(9.79)
Total Net Assets			\$20,895	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, 2014, these securities amounted to \$1,134,000 or 5.42% of net assets.

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

† Illiquid.

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

± 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, 2014.

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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
TRY	– Turkish Lira
USD	– United States Dollar
ZAR	– South African Rand

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES AND OPTIONS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	84.48
Financial derivative instruments	1.63
Collective investment schemes	5.43
Other assets	8.46
Total Assets	100.00

Legg Mason Western Asset Global Core Plus Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bobl September 2014	1	\$170	\$2
Euro-BTP Future September 2014	1	171	6
Euro-Bund Future December 2014	6	1,179	6
Euro-Bund Future September 2014	(9)	(1,792)	(39)
Long Gilt December 2014	(2)	(377)	(3)
U.S. 10 Year Note (CBT) December 2014	(21)	(2,641)	(11)
U.S. 5 Year Note (CBT) December 2014	6	713	1
U.S. Long Bond (CBT) December 2014	(14)	(1,961)	(13)
U.S. Ultra Bond (CBT) December 2014	10	1,555	30
Total Market Value of Future Contracts	(22)	\$(2,983)	\$(21)
Unrealised Appreciation of Futures Contracts			45
Unrealised Depreciation of Futures Contracts			(66)
Net Depreciation of Future Contracts			\$(21)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Citicorp Securities London Ltd	Buy USD	86 Sell JPY	8,882 \$ –
09/30/14	Citicorp Securities London Ltd	Buy EUR	9,237 Sell USD	12,261 (122)
09/30/14	Citicorp Securities London Ltd	Buy JPY	271,558 Sell USD	2,618 (8)
09/30/14	HSBC Midland	Buy USD	33 Sell JPY	3,370 –
10/16/14	Bank of America Sec London	Buy GBP	80 Sell USD	137 (4)
10/16/14	Bank of America Sec London	Buy EUR	570 Sell USD	776 (27)
10/16/14	Bank of America Sec London	Buy AUD	80 Sell USD	75 –
10/16/14	Citicorp Securities London Ltd	Buy JPY	18,590 Sell USD	183 (4)
10/16/14	Citicorp Securities London Ltd	Buy SEK	840 Sell USD	124 (3)
10/27/14	Barclays Capital London	Buy USD	604 Sell BRL	1,380 (3)
10/27/14	Deutsche Bank London	Buy USD	136 Sell CLP	79,895 1
10/27/14	Deutsche Bank London	Buy BRL	500 Sell USD	217 3
10/27/14	Deutsche Bank London	Buy CLP	79,895 Sell USD	140 (4)
10/27/14	HSBC Midland	Buy CNY	3,360 Sell USD	542 2
10/27/14	JP Morgan Chase Bank London	Buy INR	13,651 Sell USD	224 (1)
11/14/14	Bank of America Sec London	Buy USD	2,416 Sell EUR	1,807 40
11/14/14	Bank of New York Mellon London	Buy GBP	114 Sell USD	192 (3)
11/14/14	Barclays Capital London	Buy USD	1,024 Sell EUR	766 17
11/14/14	Barclays Capital London	Buy USD	442 Sell JPY	45,239 7
11/14/14	Citicorp Securities London Ltd	Buy USD	1,087 Sell AUD	1,180 (9)
11/14/14	Citicorp Securities London Ltd	Buy USD	243 Sell GBP	145 3
11/14/14	Citicorp Securities London Ltd	Buy USD	1,157 Sell JPY	117,910 23
11/14/14	Citicorp Securities London Ltd	Buy EUR	764 Sell USD	1,023 (19)
11/14/14	Credit Suisse First Boston London	Buy EUR	480 Sell USD	642 (11)
11/14/14	Deutsche Bank London	Buy USD	447 Sell AUD	486 (4)
11/14/14	Deutsche Bank London	Buy USD	182 Sell CAD	199 (1)
11/14/14	Deutsche Bank London	Buy USD	3,160 Sell EUR	2,361 56
11/14/14	Deutsche Bank London	Buy USD	1,132 Sell JPY	115,750 19
11/14/14	Deutsche Bank London	Buy USD	273 Sell MXN	3,607 (1)
11/14/14	Deutsche Bank London	Buy GBP	53 Sell USD	89 (1)
11/14/14	Deutsche Bank London	Buy USD	11 Sell ZAR	124 –
11/14/14	Goldman Sachs London	Buy USD	1,221 Sell EUR	913 21
11/14/14	HSBC Midland	Buy USD	2,637 Sell EUR	1,975 40
11/14/14	JP Morgan Chase Bank London	Buy USD	83 Sell CAD	91 –
11/14/14	JP Morgan Chase Bank London	Buy USD	291 Sell EUR	218 4
11/14/14	JP Morgan Chase Bank London	Buy SEK	3,691 Sell NOK	3,280 –
11/14/14	JP Morgan Chase Bank London	Buy USD	1,102 Sell PLN	3,476 22
11/14/14	JP Morgan Chase Bank London	Buy USD	547 Sell SEK	3,778 6
11/14/14	JP Morgan Chase Bank London	Buy USD	136 Sell TRY	301 (1)
11/14/14	JP Morgan Chase Bank London	Buy EUR	918 Sell USD	1,230 (23)
11/14/14	JP Morgan Chase Bank London	Buy AUD	993 Sell USD	916 7
11/14/14	JP Morgan Chase Bank London	Buy JPY	278,523 Sell USD	2,734 (56)
11/14/14	JP Morgan Chase Bank London	Buy NOK	3,283 Sell USD	524 4
11/14/14	JP Morgan Chase Bank London	Buy PLN	2,200 Sell USD	685 (1)
11/14/14	JP Morgan Chase Bank London	Buy GBP	154 Sell USD	259 (3)
11/14/14	JP Morgan Chase Bank London	Buy USD	445 Sell ZAR	4,833 (3)
11/14/14	Morgan Stanley London	Buy USD	1,210 Sell JPY	123,713 21
11/14/14	Royal Bank of Canada London	Buy EUR	600 Sell USD	802 (14)
11/14/14	UBS	Buy USD	2,849 Sell GBP	1,692 42
11/14/14	UBS	Buy USD	761 Sell JPY	77,791 13

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Global Core Plus Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	UBS	Buy	GBP	70	Sell	USD	116	–
11/14/14	UBS	Buy	EUR	50	Sell	USD	67	(1)
Unrealised Appreciation of Forward Foreign Currency Contracts								351
Unrealised Depreciation of Forward Foreign Currency Contracts								(327)
Net Appreciation of Forward Foreign Currency Contracts								\$ 24

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Legg Mason Western Asset Global Inflation-Linked Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Government Bonds and Notes — 56.62%				
Australia Government Bonds — 0.87%				
AUD 5	Australian Government Bond, Series 30CI β	2.500	9/20/2030	6 0.87
Brazil Government Bonds — 1.75%				
BRL 29	Brazil Notas do Tesouro Nacional, Series NTN F	10.000	1/1/2021	12 1.75
Canada Government Bonds — 1.89%				
CAD 3	Canadian Government Bond, Series CPI β	4.000	12/1/2031	6 0.87
6	Canadian Government Bond, Series CPI β	1.500	12/1/2044	7 1.02
			13	1.89
France Government Bonds — 12.66%				
EUR 20	France Government Bond OAT, Series OATe β	0.250	7/25/2018	29 4.22
18	France Government Bond OAT, Series OATe β	1.100	7/25/2022	28 4.07
2	France Government Bond OAT, Series OATe β	0.250	7/25/2024	2 0.29
9	France Government Bond OAT, Series OATe β	1.850	7/25/2027	16 2.33
6	France Government Bond OAT, Series OATe β	1.800	7/25/2040	12 1.75
			87	12.66
Germany Government Bonds — 6.11%				
EUR 9	Bundesrepublik Deutschland Bundesobligation Inflation Linked Bond, Series I/L β	0.750	4/15/2018	13 1.89
20	Deutsche Bundesrepublik Inflation Linked Bond, Series I/L β	0.100	4/15/2023	29 4.22
			42	6.11
Italy Government Bonds — 5.97%				
EUR 24	Italy Buoni Poliennali Del Tesoro, Series CPI β	2.600	9/15/2023	41 5.97
Japan Government Bonds — 0.87%				
JPY 600	Japanese Government CPI Linked Bond, Series 17 β	0.100	9/10/2023	6 0.87
Mexican Government Bonds — 0.44%				
MXN 37	Mexican Bonos, Series M	7.750	11/13/2042	3 0.44
Sweden Government Bonds — 1.46%				
SEK 65	Sweden Government Bond, Series 3108 β	0.250	6/1/2022	10 1.46
United Kingdom Government Bonds — 24.60%				
GBP 4	United Kingdom Gilt Inflation Linked, Series 3MO β	1.875	11/22/2022	10 1.46
10	United Kingdom Gilt Inflation Linked, Series 3MO β	0.125	3/22/2024	19 2.77
18	United Kingdom Gilt Inflation Linked, Series 3MO β	1.250	11/22/2027	49 7.13
5	United Kingdom Gilt Inflation Linked, Series 3MO β	1.250	11/22/2032	13 1.89
11	United Kingdom Gilt Inflation Linked, Series 3MO β	0.750	3/22/2034	23 3.35
12	United Kingdom Gilt Inflation Linked, Series 3MO β	0.125	3/22/2044	24 3.49
7	United Kingdom Gilt Inflation Linked, Series 3MO β	0.375	3/22/2062	16 2.33
7	United Kingdom Gilt Inflation Linked, Series 3MO β	0.125	3/22/2068	15 2.18
			169	24.60
Total Foreign Government Bonds and Notes (Cost \$345)			389	56.62

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Treasury Obligations — 40.18%				
USD 33	United States Treasury Inflation Indexed Bonds β	0.125	4/15/2016	36 5.24
22	United States Treasury Inflation Indexed Bonds β	0.125	4/15/2017	24 3.49
40	United States Treasury Inflation Indexed Bonds β	0.125	4/15/2018	42 6.11
17	United States Treasury Inflation Indexed Bonds β	0.125	1/15/2022	18 2.62
39	United States Treasury Inflation Indexed Bonds β	0.125	1/15/2023	40 5.82
18	United States Treasury Inflation Indexed Bonds β	0.375	7/15/2023	19 2.77
36	United States Treasury Inflation Indexed Bonds β	2.375	1/15/2025	55 8.01
6	United States Treasury Inflation Indexed Bonds β	3.875	4/15/2029	13 1.89
8	United States Treasury Inflation Indexed Bonds β	2.125	2/15/2040	12 1.75
17	United States Treasury Inflation Indexed Bonds β	0.625	2/15/2043	17 2.48
Total U.S. Treasury Obligations (Cost \$258)			276	40.18
Shares/Units (000's)				
Collective Investment Schemes — 6.26%				
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)		1	0.14
1	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)		1	0.15
41	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)		41	5.97
Total Collective Investment Schemes (Cost \$43)			43	6.26
Total Investments (Cost \$646)			708	103.06
Liabilities in Excess of Other Assets			(21)	(3.06)
Total Net Assets			\$687	100.00

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

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, 2014.

ABBREVIATIONS:

CPI	– Consumer Price Index
AUD	– Australian Dollar
BRL	– Brazilian Real
CAD	– Canadian Dollar
EUR	– Euro
GBP	– British Pound
JPY	– Japanese Yen
MXN	– Mexican Peso
SEK	– Swedish Krona
USD	– United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	90.35
Financial derivative instruments	0.95
Collective investment schemes	5.84
Other assets	2.86
Total Assets	100.00

Legg Mason Western Asset Global Inflation-Linked Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Barclays Capital London	Buy	USD	669	Sell	GBP	404	\$ (1)
09/30/14	Barclays Capital London	Buy	SGD	34	Sell	USD	27	–
09/30/14	Citicorp Securities London Ltd	Buy	USD	1,068	Sell	GBP	644	(1)
09/30/14	Citicorp Securities London Ltd	Buy	SGD	574	Sell	USD	460	–
09/30/14	Deutsche Bank London	Buy	GBP	517	Sell	USD	857	1
09/30/14	JP Morgan Chase Bank London	Buy	GBP	511	Sell	USD	847	1
09/30/14	JP Morgan Chase Bank London	Buy	SGD	2	Sell	USD	1	–
09/30/14	Morgan Stanley London	Buy	SGD	4	Sell	USD	4	–
09/30/14	Royal Bank of Canada London	Buy	USD	8	Sell	GBP	5	–
09/30/14	Royal Bank of Canada London	Buy	SGD	20	Sell	USD	16	–
09/30/14	Royal Bank of Scotland	Buy	GBP	9	Sell	USD	14	–
09/30/14	UBS	Buy	GBP	118	Sell	USD	196	–
11/14/14	Barclays Capital London	Buy	USD	41	Sell	EUR	30	1
11/14/14	Credit Suisse First Boston London	Buy	USD	19	Sell	GBP	11	–
11/14/14	Deutsche Bank London	Buy	USD	13	Sell	CAD	14	–
11/14/14	Deutsche Bank London	Buy	USD	110	Sell	EUR	82	2
11/14/14	Deutsche Bank London	Buy	USD	3	Sell	SEK	20	–
11/14/14	JP Morgan Chase Bank London	Buy	USD	28	Sell	EUR	21	–
11/14/14	JP Morgan Chase Bank London	Buy	EUR	9	Sell	USD	12	–
11/14/14	UBS	Buy	USD	6	Sell	AUD	7	–
11/14/14	UBS	Buy	USD	13	Sell	EUR	10	–
11/14/14	UBS	Buy	USD	152	Sell	GBP	91	2
11/14/14	UBS	Buy	USD	20	Sell	JPY	2,083	–
Unrealised Appreciation of Forward Foreign Currency Contracts								7
Unrealised Depreciation of Forward Foreign Currency Contracts								(2)
Net Appreciation of Forward Foreign Currency Contracts								\$ 5

Legg Mason Western Asset Global Credit Fund

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	
Collateralised Mortgage-Backed Obligations — 0.00%										
EUR	-	E-MAC NL BV, Series NLO4 I, Class A *	2.468	7/25/2036	-	-	-	-	-	
Total Collateralised Mortgage-Backed Obligations (Cost \$-)					-					
Foreign Corporate Bonds and Notes — 31.10%										
British Pound Sterling Bonds — 17.97%										
GBP	320	AA Bond Co Ltd	6.269	7/31/2025	632	0.64				
	350	ABP Finance Plc	6.250	12/14/2026	709	0.71				
	90	Annington Finance No 4 Plc, Series C 1	8.070	1/10/2023	194	0.19				
	310	BAE Systems Plc	4.125	6/8/2022	542	0.55				
	1,200	Bank Nederlandse Gemeenten NV	1.875	12/7/2018	1,998	2.01				
	200	BPCE SA	5.250	4/16/2029	348	0.35				
	150	BUPA Finance Plc	5.000	4/25/2023	258	0.26				
	200	Coventry Building Society	4.625	4/19/2018	363	0.37				
	220	CPUK Finance Ltd	7.239	2/28/2024	470	0.47				
	40	Dignity Finance Plc, Series B	8.151	12/31/2030	96	0.10				
	140	Direct Line Insurance Group Plc *	9.250	4/27/2042	298	0.30				
	150	Eastern Power Networks Plc	4.750	9/30/2021	275	0.28				
	240	Eversholt Funding Plc	6.697	2/22/2035	504	0.51				
	290	Gatwick Funding Ltd	4.625	3/27/2034	512	0.52				
	297	The Great Rolling Stock Co Plc	6.500	4/5/2031	607	0.61				
	94	HSBC Bank Capital Funding Sterling LP *	5.862	Perpetual	164	0.17				
	265	Intu SGS Finance Plc	3.875	3/17/2023	449	0.45				
	110	Manchester Airport Group Funding Plc	4.125	4/2/2024	191	0.19				
	170	Manchester Airport Group Funding Plc	4.750	3/31/2034	308	0.31				
	310	Mitchells & Butlers Finance Plc, Series B2	6.013	12/15/2028	607	0.61				
	250	National Grid Electricity Transmission Plc	4.000	6/8/2027	429	0.43				
	150	Porterbrook Rail Finance Ltd	4.625	4/4/2029	263	0.26				
	280	Prudential Plc *	5.700	12/19/2063	515	0.52				
	180	RL Finance Bonds No. 2 plc *	6.125	11/30/2043	318	0.32				
	150	RWE Finance BV	5.625	12/6/2023	288	0.29				
	240	Scottish Widows Plc	7.000	6/16/2043	478	0.48				
	176	Scottish Widows Plc *	5.125	Perpetual	294	0.30				
	140	Seyn Trent Utilities Finance Plc	3.625	1/16/2026	234	0.24				
	374	Southern Gas Networks Plc, Series A5	4.875	12/21/2020	688	0.69				
	100	Standard Chartered Plc	5.125	6/6/2034	168	0.17				
	400	Telefonica Emisiones SAU	5.597	3/12/2020	748	0.75				
	425	Telereal Secured Finance Plc	4.010	12/10/2031	712	0.72				
	395	Tesco Property Finance 3 Plc	5.744	4/13/2040	734	0.74				
	170	Thames Water Utilities Cayman Finance Ltd	4.625	6/4/2046	300	0.30				
	210	UNITE USAF II Plc	3.374	6/30/2023	345	0.35				
	247	UPP Bond 1 Issuer Plc	4.902	2/28/2040	449	0.45				
	287	Virgin Media Secured Finance Plc	5.500	1/15/2021	492	0.50				
	310	Western Power Distribution East Midlands Plc	5.250	1/17/2023	582	0.59				
	160	WM Morrison Supermarkets Plc	4.625	12/8/2023	274	0.27				
			17,836		17,97					
Euro Bonds — 13.13%										
EUR	200	ABN AMRO Bank NV	7.125	7/6/2022	346	0.35				
	500	Allianz Finance II BV *	5.750	7/8/2041	781	0.79				
	200	Allianz SE *	4.750	Perpetual	288	0.29				
	350	Anheuser-Busch InBev NV	2.875	9/25/2024	513	0.52				
	100	Assicurazioni Generali SpA	4.125	5/4/2026	139	0.14				
	230	Australia Pacific Airports Melbourne Pty Ltd	3.125	9/26/2023	340	0.34				
	122	Aviva Plc *	6.125	7/5/2043	190	0.19				
	200	AXA SA *	3.875	Perpetual	264	0.26				
	400	Barclays Bank Plc *	4.875	Perpetual	515	0.52				
	290	Bayer AG *	3.000	7/1/2075	389	0.39				
	200	BBVA Subordinated Capital SAU *	3.500	4/11/2024	274	0.28				
	240	BNP Paribas SA	2.375	5/20/2024	334	0.34				
	130	British American Tobacco Holdings The Netherlands BV	3.125	3/6/2029	189	0.19				
	100	Casino Guichard Perrachon SA	3.248	3/7/2024	144	0.15				
	100	Christian Dior SA	1.375	6/19/2019	132	0.13				
	210	Coca-Cola HBC Finance BV	2.375	6/18/2020	291	0.29				
					183	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA	3.500	10/17/2018	268	0.27
					270	CRH Finland Services OYJ	2.750	10/15/2020	383	0.39
					360	Delta Lloyd NV *	4.375	Perpetual	468	0.47
					200	Eandis CVBA	2.875	5/7/2029	287	0.29
					292	Elenia Finance Oyj	2.875	12/17/2020	409	0.41
					200	Elia System Operator SA/NV	3.250	4/4/2028	295	0.29
					440	Gazprom OAO Via Gaz Capital SA	3.600	2/26/2021	542	0.55
					200	Hannover Finance Luxembourg SA *	5.750	9/14/2040	309	0.31
					220	ICAP Group Holdings Plc	3.125	3/6/2019	296	0.30
					310	Imperial Tobacco Finance Plc	3.375	2/26/2026	446	0.45
					100	Koninklijke KPN NV	4.500	10/4/2021	155	0.16
					99	Lloyds TSB Bank Plc *	11.875	12/16/2021	160	0.16
					100	Madrilena Red de Gas Finance BV	3.779	9/11/2018	145	0.15
					195	Petrobras International Finance Co	5.875	3/7/2022	300	0.31
					120	Petroleos Mexicanos	3.125	11/27/2020	172	0.17
					150	Redexis Gas Finance BV	2.750	4/8/2021	209	0.21
					100	Rentokil Initial Plc	3.250	10/7/2021	146	0.15
					350	Skandinaviska Enskilda Banken AB *	2.500	5/28/2026	470	0.47
					350	Swedbank AB *	3.000	12/5/2022	483	0.49
					300	Swiss Reinsurance Co via ELM BV *	5.252	Perpetual	416	0.42
					340	Swisscom AG via Lunar Funding V	2.000	9/30/2020	471	0.47
					190	TenneT Holding BV	4.625	2/21/2023	308	0.31
					200	Transport et Infrastructures Gaz France SA	4.339	7/7/2021	312	0.32
					102	UBS AG *	4.750	2/12/2026	144	0.15
					200	Wolters Kluwer NV	2.875	3/21/2023	289	0.29
					13,012			13.13		
Total Foreign Corporate Bonds and Notes (Cost \$27,852)					30,848			31.10		
Foreign Government Bonds and Notes — 7.03%										
Brazil Government Bonds — 0.54%										
BRL	1,270	Brazil Notas do Tesouro Nacional, Series NTN F	10,000	1/1/2021	538	0.54				
Euro Government Bonds — 2.36%										
EUR	1,000	European Investment Bank	4.125	4/15/2024	1,690	1.70				
	500	Russian Foreign Bond – Eurobond	3.625	9/16/2020	653	0.66				
					2,343	2.36				
Mexican Government Bonds — 0.52%										
MXN	1,152	Mexican Bonos, Series M	6.500	6/9/2022	94	0.10				
	4,778	Mexican Bonos, Series M	7.750	11/13/2042	417	0.42				
					511	0.52				
United Kingdom Government Bonds — 3.61%										
GBP	2,175	United Kingdom Gilt	1.250	7/22/2018	3,576	3.61				
Total Foreign Government Bonds and Notes (Cost \$6,450)					6,968	7.03				
U.S. Corporate Bonds and Notes — 32.13%										
Aerospace/Defense — 0.87%										
	460	Exelis Inc	5.550	10/1/2021	504	0.51				
	350	United Technologies Corp	3.100	6/1/2022	357	0.36				
					861	0.87				
Agriculture — 0.89%										
	450	Altria Group Inc	4.750	5/5/2021	501	0.51				
	270	Philip Morris International Inc	4.375	11/15/2041	274	0.28				
	80	Philip Morris International Inc	4.500	3/20/2042	83	0.08				
	20	Reynolds American Inc	7.750	6/1/2018	24	0.02				
					882	0.89				
Auto Manufacturers — 0.48%										
	440	Daimler Finance North America LLC	3.875	9/15/2021	473	0.48				
Auto Parts & Equipment — 0.39%										
	380	Johnson Controls Inc	3.625	7/2/2024	386	0.39				
Beverages — 1.05%										
	680	Diageo Investment Corp	2.875	5/11/2022	680	0.69				

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, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Corporate Bonds and Notes — (continued)				
Transportation — 0.46%				
420	Burlington Northern Santa Fe LLC	4.900	4/1/2044	457 0.46
Total U.S. Corporate Bonds and Notes (Cost \$29,607)			31,861	32.13
U.S. Denominated Bonds and Notes — 17.86%				
Australia — 0.98%				
337	BHP Billiton Finance USA Ltd	3.250	11/21/2021	349 0.35
480	Rio Tinto Finance USA Ltd	9.000	5/1/2019	625 0.63
			974	0.98
British Virgin Islands — 1.05%				
740	Sinopec Group Overseas Development 2013 Ltd	4.375	10/17/2023	779 0.79
250	Sinopec Group Overseas Development 2014 Ltd	4.375	4/10/2024	263 0.26
			1,042	1.05
Canada — 0.93%				
450	Glencore Finance Canada Ltd	2.700	10/25/2017	462 0.47
250	Potash Corp of Saskatchewan Inc	6.500	5/15/2019	297 0.30
160	Yamana Gold Inc	4.950	7/15/2024	163 0.16
			922	0.93
Cayman Islands — 1.16%				
128	Petrobras International Finance Co	5.875	3/1/2018	140 0.14
436	Petrobras International Finance Co	5.750	1/20/2020	470 0.48
456	Vale Overseas Ltd	6.875	11/21/2036	537 0.54
			1,147	1.16
Colombia — 0.21%				
190	Ecopetrol SA	5.875	5/28/2045	205 0.21
Denmark — 0.60%				
570	Danske Bank A/S	3.875	4/14/2016	596 0.60
France — 2.08%				
670	Electricite de France SA *	5.250	Perpetual	692 0.70
850	GDF Suez	2.875	10/10/2022	850 0.86
480	Pernod-Ricard SA	4.450	1/15/2022	516 0.52
			2,058	2.08
Ireland — 0.35%				
370	Rosneft Oil Co via Rosneft International Finance Ltd, 144A	3.149	3/6/2017	351 0.35
Italy — 0.77%				
270	Intesa Sanpaolo SpA	3.875	1/16/2018	283 0.28
480	Intesa Sanpaolo SpA, 144A	5.017	6/26/2024	484 0.49
			767	0.77
Mexico — 1.69%				
420	America Movil SAB de CV	5.625	11/15/2017	471 0.47
410	Mexichem SAB de CV	4.875	9/19/2022	437 0.44
80	Petroleos Mexicanos	4.875	1/24/2022	87 0.09
276	Petroleos Mexicanos	6.625	6/15/2035	340 0.34
237	Petroleos Mexicanos	5.500	6/27/2044	257 0.26
72	Petroleos Mexicanos	6.375	1/23/2045	87 0.09
			1,679	1.69
Netherlands — 1.38%				
586	Cooperatieve Centrale Raiffeisen- Boerenleenbank BA	3.375	1/19/2017	618 0.62
280	Cooperatieve Centrale Raiffeisen- Boerenleenbank BA, 144A *	11.000	Perpetual	371 0.38
390	Heineken NV, 144A	2.750	4/1/2023	379 0.38
			1,368	1.38
Sweden — 0.68%				
650	Nordea Bank AB	4.250	9/21/2022	678 0.68

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Switzerland — 0.63%				
552	UBS AG/Stamford CT	4.875	8/4/2020	622 0.63
United Kingdom — 5.35%				
470	BAT International Finance Plc	3.250	6/7/2022	475 0.48
785	BP Capital Markets Plc	3.561	11/1/2021	824 0.83
740	Centrica Plc	4.000	10/16/2023	758 0.77
390	GlaxoSmithKline Capital Plc	2.850	5/8/2022	388 0.39
500	HBOs Plc, 144A	6.750	5/21/2018	573 0.58
230	HSBC Holdings Plc	5.100	4/5/2021	263 0.26
230	The Royal Bank of Scotland Plc	5.625	8/24/2020	263 0.27
500	The Royal Bank of Scotland Plc	6.125	1/11/2021	592 0.60
460	Standard Chartered Plc, 144A	3.950	1/11/2023	460 0.46
300	Standard Chartered Plc, 144A	5.700	3/26/2044	331 0.33
400	Vodafone Group Plc	2.500	9/26/2022	378 0.38
			5,305	5.35
Total U.S. Denominated Bonds and Notes (Cost \$16,845)			17,714	17.86
U.S. Denominated Debt Obligations — 1.35%				
Brazil — 0.30%				
290	Banco Nacional de Desenvolvimento Economico e Social	3.375	9/26/2016	298 0.30
Colombia — 0.59%				
500	Colombia Government International Bond	5.625	2/26/2044	580 0.59
Mexico — 0.46%				
391	Mexico Government International Bond	5.550	1/21/2045	459 0.46
Total U.S. Denominated Debt Obligations (Cost \$1,177)			1,337	1.35
U.S. Treasury Obligations — 6.45%				
990	United States Treasury Bond	3.375	5/15/2044	1,047 1.05
5,350	United States Treasury Note	1.625	6/30/2019	5,354 5.40
Total U.S. Treasury Obligations (Cost \$6,361)			6,401	6.45
Shares/Units (000's)				
Collective Investment Schemes — 1.70%				
137	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)			180 0.18
34	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)			57 0.06
1,447	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)			1,447 1.46
Total Collective Investment Schemes (Cost \$1,687)			1,684	1.70
Total Investments (Cost \$89,979)			96,813	97.62
Other Assets in Excess of Liabilities			2,360	2.38
Total Net Assets			\$99,173	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, 2014, these securities amounted to \$3,392,000 or 3.42% of net assets.			
*	Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.			
†	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, 2014.			
ABBREVIATIONS:				
Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.			
BRL	– Brazilian Real			
EUR	– Euro			
GBP	– British Pound			
MXN	– Mexican Peso			
USD	– United States Dollar			

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, 2014 – (continued)

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	95.32
Financial derivative instruments	0.73
Collective investment schemes	1.69
Other assets	2.26
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2014	(10)	\$(1,991)	\$(89)
Long Gilt December 2014	(50)	(9,425)	(88)
U.S. 10 year Note (CBT) December 2014	(14)	(1,761)	(5)
Ultra Long Gilt December 2014	(8)	(1,582)	(23)
Total Market Value of Future Contracts	(82)	\$(14,759)	\$(205)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(205)
Net Depreciation of Future Contracts			\$(205)

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	Markit iTraxx Europe, 1.000%, due 6/20/19	Buy	6/20/19	3,400	\$(34)
Merrill Lynch	Markit iTraxx Europe, 1.000%, due 6/20/19	Buy	6/20/19	9,195	(229)
					\$(263)
Unrealised Appreciation of Credit Default Swaps					–
Unrealised Depreciation of Credit Default Swaps					(263)
Net Depreciation of Credit Default Swaps					\$(263)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/30/14	Barclays Capital London	Buy EUR 719	Sell USD 954	\$(10)
09/30/14	Citicorp Securities London Ltd	Buy EUR 730	Sell USD 969	(9)
09/30/14	Royal Bank of Canada London	Buy EUR 14	Sell USD 19	–
11/14/14	Barclays Capital London	Buy USD 107	Sell EUR 80	2
11/14/14	Barclays Capital London	Buy USD 939	Sell GBP 558	13
11/14/14	BNP Paribas	Buy USD 201	Sell EUR 150	3
11/14/14	Citicorp Securities London Ltd	Buy USD 4,652	Sell EUR 3,473	87
11/14/14	Citicorp Securities London Ltd	Buy USD 5,033	Sell GBP 2,999	58
11/14/14	Credit Suisse First Boston London	Buy USD 6,374	Sell EUR 4,767	107
11/14/14	Credit Suisse First Boston London	Buy USD 7,454	Sell GBP 4,430	104
11/14/14	Credit Suisse First Boston London	Buy EUR 1,200	Sell USD 1,605	(27)
11/14/14	Deutsche Bank London	Buy USD 501	Sell EUR 374	9
11/14/14	Deutsche Bank London	Buy USD 936	Sell GBP 556	13
11/14/14	Goldman Sachs London	Buy USD 3,947	Sell EUR 2,951	67
11/14/14	JP Morgan Chase Bank London	Buy USD 8,511	Sell GBP 5,069	102
11/14/14	JP Morgan Chase Bank London	Buy USD 990	Sell JPY 100,817	20
11/14/14	JP Morgan Chase Bank London	Buy EUR 1,168	Sell USD 1,565	(29)

Legg Mason Western Asset Global Credit Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	Morgan Stanley London	Buy	USD	4,376	Sell	EUR	3,271	76
11/14/14	Royal Bank of Scotland	Buy	USD	939	Sell	EUR	702	16
11/14/14	Societe Generale London	Buy	USD	668	Sell	EUR	500	11
11/14/14	UBS	Buy	USD	995	Sell	EUR	743	18
11/14/14	UBS	Buy	USD	1,816	Sell	GBP	1,078	27
Unrealised Appreciation of Forward Foreign Currency Contracts								733
Unrealised Depreciation of Forward Foreign Currency Contracts								(75)
Net Appreciation of Forward Foreign Currency Contracts								\$ 658

Legg Mason Western Asset Euro High Yield Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) €	% of Net Asset Value	
Foreign Corporate Bonds and Notes — (continued)					
United Kingdom — 18.29%					
110	AA Bond Co Ltd	9.500	7/31/2019	154	0.18
760	Anglian Water Osprey Financing Plc	7.000	1/31/2018	1,035	1.21
100	Co-Operative Group Ltd	6.875	7/8/2020	135	0.16
220	Co-Operative Group Ltd	7.500	7/8/2026	298	0.35
670	DFS Furniture Holdings Plc *	6.558	8/15/2018	849	0.99
997	Enterprise Inns Plc	6.500	12/6/2018	1,345	1.57
507	Equiniti Newco 2 Plc, Series ReGs	7.125	12/15/2018	657	0.77
930	Gala Electric Casinos Plc	11.500	6/1/2019	1,282	1.50
350	GKN Holdings Plc	5.375	9/19/2022	491	0.58
260	Grainger Plc	5.000	12/16/2020	337	0.40
876	Heathrow Finance Plc	7.125	3/1/2017	1,195	1.40
670	Jaguar Land Rover Automotive Plc	5.000	2/15/2022	853	1.00
350	Kelda Finance No 3 Plc	5.750	2/17/2020	456	0.53
150	Odeon & UCI Finco Plc	9.000	8/1/2018	191	0.22
340	Pennon Group Plc *	6.750	Perpetual	455	0.53
400	Phones4u Finance Plc	9.500	4/1/2018	517	0.60
100	Premier Foods Finance Plc	6.500	3/15/2021	124	0.14
690	Priority Group No 3 Plc	8.875	2/15/2019	920	1.08
100	R&R Ice Cream Plc	5.500	5/15/2020	124	0.15
1,100	Thomas Cook Group Plc	7.750	6/22/2017	1,480	1.73
668	Virgin Media Finance Plc	8.875	10/15/2019	886	1.04
360	Virgin Media Finance Plc	7.000	4/15/2023	492	0.58
650	Virgin Media Secured Finance Plc	5.500	1/15/2021	848	0.99
380	Vougeot Bidco Plc	7.875	7/15/2020	502	0.59
			15,626	18.29	
United States — 0.55%					
610	Lantheus Medical Imaging Inc	9.750	5/15/2017	470	0.55
Total Foreign Corporate Bonds and Notes (Cost €20,364)			23,001	26.93	
Shares/Units (000's)					
Collective Investment Schemes — 5.00%					
1,349	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)			1,349	1.58
2,251	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)			2,844	3.33
104	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)			79	0.09
Total Collective Investment Schemes (Cost €4,244)			4,272	5.00	
Total Investments (Cost €78,834)			83,846	98.16	
Other Assets in Excess of Liabilities			1,576	1.84	
Total Net Assets			€85,422	100.00	

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

ABBREVIATIONS:

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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	92.96
Collective investment schemes	4.99
Other assets	2.05
Total Assets	100.00

[^] 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 Euro High Yield Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	Bank of New York Mellon London	Buy	EUR	1,764	Sell	GBP	1,400	€ (3)
11/14/14	Barclays Capital London	Buy	EUR	393	Sell	CHF	478	(3)
11/14/14	Barclays Capital London	Buy	EUR	2,214	Sell	GBP	1,760	(6)
11/14/14	BNP Paribas	Buy	EUR	606	Sell	GBP	481	(2)
11/14/14	Citicorp Securities London Ltd	Buy	EUR	2,453	Sell	GBP	1,957	(17)
11/14/14	Deutsche Bank London	Buy	EUR	1,196	Sell	GBP	951	(4)
11/14/14	Deutsche Bank London	Buy	EUR	232	Sell	USD	310	(4)
11/14/14	JP Morgan Chase Bank London	Buy	EUR	8,753	Sell	GBP	6,983	(60)
11/14/14	JP Morgan Chase Bank London	Buy	EUR	770	Sell	USD	1,031	(15)
11/14/14	Royal Bank of Canada London	Buy	EUR	855	Sell	GBP	680	(3)
11/14/14	Societe Generale London	Buy	EUR	408	Sell	GBP	324	(1)
11/14/14	UBS	Buy	EUR	5,685	Sell	GBP	4,518	(17)
11/14/14	UBS	Buy	EUR	501	Sell	USD	671	(9)
Unrealised Appreciation of Forward Foreign Currency Contracts								-
Unrealised Depreciation of Forward Foreign Currency Contracts								(144)
Net Depreciation of Forward Foreign Currency Contracts								€ (144)

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Macro Opportunities Bond Fund[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value		
Asset-Backed Securities — 0.55%					USD						
USD	700	Argent Securities Inc Asset-Backed Pass-Through Certificates Series 2004-W8 *	690	0.04	6,000	Wachovia Bank Commercial Mortgage Trust, Series 2007 C31, Class AJ *	5.660	4/15/2047	6,205	0.38	
	5,000	Encore Credit Receivables Trust 2005-3 *	4,414	0.27	6,380	Wachovia Bank Commercial Mortgage Trust, Series 2007 C33, Class AJ *	6.140	2/15/2051	6,699	0.41	
EUR	3,000	Magnus Dritte Immobilienbesitz und Verwaltungs 1 GmbH, 144A ∞	3,942	0.24	6,985	Wachovia Bank Commercial Mortgage Trust Series 2006-C27 *	5.825	7/15/2045	7,119	0.43	
Total Asset-Backed Securities (Cost \$9,071)			9,046	0.55	1,376	Wachovia Bank Commercial Mortgage Trust Series 2007-C30 *	5.413	12/15/2043	1,418	0.09	
Collateralised Mortgage-Backed Obligations — 9.91%					Total Collateralised Mortgage-Backed Obligations (Cost \$163,960)						
USD	5,071	Banc of America Commercial Mortgage Trust, Series 2007 3, Class AJ *	5,239	0.32	Foreign Corporate Bonds and Notes — 1.50%						
	5,235	Banc of America Commercial Mortgage Trust 2008-1 *	5,569	0.34	Chinese Renminbi Bonds — 1.26%						
	1,904	Bear Stearns Commercial Mortgage Securities Trust, Series 2006 PW14, Class AJ	1,941	0.12	CNY	15,000	America Movil SAB de CV	3.500	2/8/2015	2,441	0.15
	3,110	Bear Stearns Commercial Mortgage Securities Trust 2007-PWR17 *	3,159	0.19		15,000	Bank of China Ltd/Luxembourg	3.500	5/15/2017	2,437	0.15
	8,316	CD Mortgage Trust, Series 2006 CD3, Class AJ	8,070	0.49		34,000	BP Capital Markets Plc	3.650	2/28/2019	5,595	0.34
	5,020	Citigroup Commercial Mortgage Trust 2008-C7 *	4,983	0.30		59,000	Fonterra Cooperative Group Ltd	3.600	1/29/2019	9,597	0.58
	5,938	Credit Suisse Commercial Mortgage Trust Series 2006-C3 *	6,065	0.37		4,000	Volkswagen International Finance NV	3.750	11/30/2017	662	0.04
	16,006	Deutsche Mortgage Securities Inc Mortgage Loan Trust Series 2006-PR1, 144A *	3,667	0.22	Total Foreign Corporate Bonds and Notes (Cost \$24,728)						
	5,693	Deutsche Mortgage Securities Inc Mortgage Loan Trust Series 2006-PR1, 144A *	1,641	0.10	Foreign Government Bonds and Notes — 35.29%						
	11,190	Fannie Mae Connecticut Avenue Securities *	12,897	0.79	Brazil Government Bonds — 6.03%						
	11,180	Fannie Mae Connecticut Avenue Securities, Series 2014 C01, Class M2 *	12,224	0.75	BRL	183,647	Brazil Notas do Tesouro Nacional, Series NTNFB	10.000	1/1/2017	79,898	4.87
	4,880	Fannie Mae Connecticut Avenue Securities *	4,642	0.28		16,015	Brazil Notas do Tesouro Nacional, Series NTNFB	6.000	8/15/2050	18,997	1.16
	7,420	Fannie Mae Connecticut Avenue Securities, Series 2014 C02, Class 1M2 *	6,995	0.43	Total Foreign Government Bonds and Notes (Cost \$98,895)						
	11,620	Fannie Mae Connecticut Avenue Securities, Series 2014 C03, Class 1M2 *	11,288	0.69	Canadian Government Bonds — 1.21%						
	3,650	Freddie Mac Structured Agency Credit Risk Debt Notes *	4,650	0.28	CAD	21,460	Canada Housing Trust No 1, 144A	1.700	12/15/2017	19,865	1.21
	7,400	Freddie Mac Structured Agency Credit Risk Debt Notes *	7,902	0.48	China Government Bonds — 0.86%						
	1,520	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2014 DN1, Class M3 *	1,650	0.10	CNY	7,500	Agricultural Development Bank of China	3.200	6/22/2015	1,220	0.07
	3,010	GE Capital Commercial Mortgage Corp Series 2006-C1 Trust *	3,022	0.18		4,000	Agricultural Development Bank of China	3.080	1/16/2016	650	0.04
	5,510	JP Morgan Chase Commercial Mortgage Securities Trust 2006-CIBC16	5,558	0.34		50,000	Agricultural Development Bank of China	3.000	5/21/2016	8,121	0.50
	5,960	JP Morgan Chase Commercial Mortgage Securities Trust 2006-LDP7 *	5,999	0.37		25,000	Agricultural Development Bank of China	3.280	1/16/2017	4,065	0.25
	7,157	JP Morgan Chase Commercial Mortgage Securities Trust 2007-CIBC18 *	7,028	0.43	Total China Government Bonds (Cost \$14,056)						
	4,430	JP Morgan Chase Commercial Mortgage Securities Trust 2014-INN, 144A *	4,414	0.27	Euro Government Bonds — 6.86%						
	5,540	LB-UBS Commercial Mortgage Trust, Series 2007 C6, Class AJ *	5,730	0.35	EUR	50,020	Italy Buoni Poliennali Del Tesoro	5.000	9/1/2040	81,689	4.98
	3,500	Merrill Lynch Mortgage Trust, Series 2006 C2, Class AJ *	3,567	0.21		19,530	Italy Buoni Poliennali Del Tesoro, 144A	4.750	9/1/2044	30,940	1.88
	3,169	Morgan Stanley Capital I Trust 2007-HQ11 *	3,311	0.20	Total Euro Government Bonds (Cost \$112,629)						
					Mexican Government Bonds — 8.09%						
					MXN	1,387,256	Mexican Bonos, Series M	6.500	6/9/2022	112,432	6.85
						232,309	Mexican Bonos, Series M	7.750	11/13/2042	20,286	1.24
					Total Mexican Government Bonds (Cost \$132,718)						
					Poland Government Bonds — 4.46%						
					PLN	219,250	Poland Government Bond, Series 1023	4.000	10/25/2023	73,176	4.46
					Russian Government Bonds — 4.29%						
					RUB	2,897,390	Russian Federal Bond – OFZ, Series 6207	8.150	2/3/2027	70,372	4.29
					South African Government Bonds — 2.69%						
					ZAR	155,600	South Africa Government Bond, Series 2023	7.750	2/28/2023	14,578	0.89

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Western Asset Macro Opportunities Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Government Bonds and Notes — (continued)					2,900 Time Warner Cable Inc 4.500 9/15/2042 2,936 0.18				
South African Government Bonds — (continued)					10,140 0.62				
264,260	South Africa Government Bond, Series R186	10.500	12/21/2026	29,512 1.80	Pharmaceuticals — 0.27%				
					4,220 Pfizer Inc 4.400 5/15/2044 4,415 0.27				
					Retail — 0.12%				
South Korean Government Bonds — 0.80%					1,471 CVS Caremark Corp 5.750 5/15/2041 1,800 0.11				
KRW 5,000	Export-Import Bank of Korea	3.625	1/27/2019	816 0.05	150 CVS Caremark Corp 5.300 12/5/2043 175 0.01				
12,100,000 Korea Treasury Bond, Series 2403 3.500 3/10/2024 12,388 0.75									
					1,975 0.12				
					Telecommunications — 2.86%				
Total Foreign Government Bonds and Notes (Cost \$575,033)					21,747 Verizon Communications Inc 6.550 9/15/2043 28,010 1.71				
					18,107 Verizon Communications Inc, 144A 5.012 8/21/2054 18,892 1.15				
					46,902 2.86				
U.S. Corporate Bonds and Notes — 20.36%					Total U.S. Corporate Bonds and Notes (Cost \$326,741)				
Agriculture — 0.75%					334,018 20.36				
3,060	Altria Group Inc	10.200	2/6/2039	5,297 0.32	U.S. Denominated Bonds and Notes — 10.46%				
3,100	Lorillard Tobacco Co	7.000	8/4/2041	3,915 0.24	British Virgin Islands — 0.17%				
2,600	Reynolds American Inc	3.250	11/1/2022	2,545 0.15	2,690 Sinopec Group Overseas Development 2014 Ltd, 144A 4.375 4/10/2024 2,828 0.17				
520	Reynolds American Inc	6.150	9/15/2043	606 0.04	Colombia — 1.00%				
					9,050 Ecopetrol SA 5.875 9/18/2023 10,362 0.63				
					5,550 Ecopetrol SA 5.875 5/28/2045 5,986 0.37				
					16,348 1.00				
Auto Manufacturers — 0.30%					France — 1.12%				
4,220	General Motors Co	6.250	10/2/2043	4,948 0.30	8,620 Pernod Ricard SA, 144A 5.500 1/15/2042 9,926 0.61				
					8,800 Societe Generale SA, 144A * 6.000 Perpetual 8,404 0.51				
					18,330 1.12				
Electric — 0.58%					Italy — 0.64%				
7,800	FirstEnergy Corp, Series C	7.375	11/15/2031	9,473 0.58	4,930 Enel Finance International NV, 144A 6.000 10/7/2039 5,765 0.35				
					2,150 Intesa Sanpaolo SpA, 144A 5.017 6/26/2024 2,170 0.13				
					2,570 Telecom Italia SpA, 144A 5.303 5/30/2024 2,615 0.16				
					10,550 0.64				
Financials – Diversified — 0.76%					Mexico — 0.61%				
6,290	ILFC E-Capital Trust I, 144A *	5.020	12/21/2065	6,070 0.37	8,350 Petroleos Mexicanos, 144A 6.375 1/23/2045 10,103 0.61				
10,190	Toll Road Investors Partnership II LP, 144A	zero coupon	2/15/2024	5,946 0.36	Netherlands — 1.44%				
2,100	Toll Road Investors Partnership II LP, 144A	zero coupon	2/15/2038	435 0.03	6,550 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA/Netherlands 3.950 11/9/2022 6,737 0.41				
					1,860 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA/Netherlands 4.625 12/1/2023 1,978 0.12				
					5,150 Cooperatieve Centrale Raiffeisen-Boerenleenbank BA/Netherlands 5.750 12/1/2043 6,098 0.37				
					7,470 Petrobras Global Finance BV 7.250 3/17/2044 8,771 0.54				
					23,584 1.44				
Financials-Banks — 13.68%					Spain — 2.29%				
16,360	BAC Capital Trust XIV, Series G *	4.000	Perpetual	13,333 0.81	13,200 Banco Bilbao Vizcaya Argentaria SA * 9.000 Perpetual 14,652 0.89				
2,090	Bank of America Corp	4.200	8/26/2024	2,122 0.13	15,200 Banco Santander SA * 6.375 Perpetual 15,105 0.92				
3,610	Bank of America Corp	5.000	1/21/2044	3,922 0.24	3,200 Telefonica Emisiones SAU 4.570 4/27/2023 3,430 0.21				
40,230	Bank of America Corp, Series U *	5.200	Perpetual	38,772 2.36	3,330 Telefonica Emisiones SAU 7.045 6/20/2036 4,372 0.27				
4,720	CIT Group Inc, 144A	5.500	2/15/2019	5,092 0.31					
8,510	CIT Group Inc	5.000	8/15/2022	8,978 0.55	37,559 2.29				
5,170	CIT Group Inc	5.000	8/1/2023	5,397 0.33	Switzerland — 0.20%				
7,510	Citigroup Inc	5.300	5/6/2044	8,053 0.49	3,240 Credit Suisse/New York NY 2.300 5/28/2019 3,247 0.20				
20,565	Citigroup Inc, Series D *	5.350	Perpetual	19,637 1.20	United Kingdom — 2.99%				
8,210	Citigroup Inc, Series M *	6.300	Perpetual	8,354 0.51	6,130 HSBC Holdings Plc 5.250 3/14/2044 6,751 0.41				
3,520	Goldman Sachs Capital II *	4.000	Perpetual	2,781 0.17	3,280 Royal Bank of Scotland Group Plc 6.100 6/10/2023 3,581 0.22				
3,780	Goldman Sachs Capital III, Series APEX *	4.000	Perpetual	2,977 0.18	4,100 Royal Bank of Scotland Group Plc 6.000 12/19/2023 4,457 0.27				
6,180	The Goldman Sachs Group Inc	6.750	10/1/2037	7,623 0.46	20,830 Royal Bank of Scotland Group Plc 5.125 5/28/2024 21,245 1.29				
570	JPMCC 2014-INMZ M	6.383	6/15/2019	577 0.04					
8,780	JPMorgan Chase & Co	3.375	5/1/2023	8,647 0.53					
16,250	JPMorgan Chase & Co, Series Q *	5.150	Perpetual	15,823 0.96					
2,730	JPMorgan Chase & Co, Series U *	6.125	Perpetual	2,791 0.17					
3,750	M&T Bank Corp	6.875	Perpetual	3,829 0.23					
50,020	Wachovia Capital Trust III *	5.570	Perpetual	49,020 2.99					
7,700	Wells Fargo & Co, Series M	3.450	2/13/2023	7,753 0.47					
1,500	Wells Fargo & Co	4.125	8/15/2023	1,576 0.10					
3,110	Wells Fargo & Co	4.100	6/3/2026	3,181 0.19					
4,000	Wells Fargo & Co, Series S *	5.900	Perpetual	4,190 0.26					
					224,428 13.68				
Food — 0.42%									
3,640	The Kroger Co	5.150	8/1/2043	4,050 0.25					
1,900	Mondelez International Inc	4.000	2/1/2024	1,998 0.12					
667	Mondelez International Inc	6.500	2/9/2040	875 0.05					
					6,923 0.42				
Media — 0.62%									
2,760	Comcast Corp	6.500	11/15/2035	3,630 0.22					
2,790	Time Warner Cable Inc	6.550	5/1/2037	3,574 0.22					

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Legg Mason Western Asset Macro Opportunities Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (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, 2014, these securities amounted to \$156,793,000 or 9.54% of net assets.
- * Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.
- ∞ 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.
BRL	– Brazilian Real
CAD	– Canadian Dollar
CNY	– Chinese Renminbi
EUR	– Euro
KRW	– South Korean Won
MXN	– Mexican Peso
PLN	– Polish Zloty
RUB	– Russian Ruble
USD	– United States Dollar
ZAR	– South African Rand

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES, OPTIONS, SWAPTIONS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	85.48
Financial derivative instruments	2.28
Other assets	12.24
Total Assets	100.00

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
3 Month Euro Euribor March 2015	57	\$18,701	\$12
90 Day Euro\$ December 2014	(3,403)	(848,581)	(258)
90 Day Euro\$ December 2015	1,188	294,045	150
90 Day Euro\$ June 2016	6,648	1,636,987	1,941
90 Day Euro\$ June 2018	(31)	(7,526)	(9)
90 Day Euro\$ March 2016	1,818	448,864	344
90 Day Euro\$ September 2014	1,803	449,691	(14)
Euro FX December 2014	106	17,414	(206)
Euro FX September 2014	(439)	(72,078)	1,477
Euro-BTP September 2014	736	126,222	1,509
Euro-Bund December 2014	(2,700)	(530,802)	(3,902)
Euro-Bund September 2014	(122)	(24,292)	(73)
Euro-OAT September 2014	(120)	(22,948)	(642)
GBP Currency September 2014	(43)	(4,451)	156
Japanese Yen 10 Year Bond (OSE) September 2014	(256)	(359,795)	(2,115)
Japanese Yen September 2014	(791)	(94,979)	1,818
Long Gilt December 2014	234	44,107	184
U.S. 10 Year Note (CBT) December 2014	(5,820)	(732,047)	(2,878)
U.S. 5 Year Note (CBT) December 2014	(2,159)	(256,567)	(551)
U.S. 5 Year Note (CBT) September 2014	(70)	(8,380)	(7)
U.S. Long Bond (CBT) December 2014	187	26,198	37
U.S. Ultra Bond (CBT) December 2014	572	88,946	1,899
Total Market Value of Future Contracts	(2,605)	\$188,729	\$(1,128)
Unrealised Appreciation of Futures Contracts			9,527
Unrealised Depreciation of Futures Contracts			(10,655)
Net Depreciation of Future Contracts			\$(1,128)

[^] 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[^]

Portfolio of Investments as at August 31, 2014 – (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	Community Health Systems Inc, 5.000%, due 3/20/19	Buy	3/20/19	3,150	\$(375)
Credit Suisse First Boston	Markit CDX.NA.HY, 5.000%, due 6/20/19	Sell	6/20/19	52,050	4,180
Credit Suisse First Boston	Markit CDX.NA.IG, 1.000%, due 6/20/19	Sell	6/20/19	399,438	7,978
Goldman Sachs	Community Health Systems Inc, 5.000%, due 3/20/19	Buy	3/20/19	3,400	(404)
Goldman Sachs	Community Health Systems Inc, 5.000%, due 6/20/19	Buy	6/20/19	3,500	(410)
Merrill Lynch	Goldman Sachs Group Inc, 1.000%, due 6/20/19	Sell	6/20/19	13,890	170
Merrill Lynch	Morgan Stanley, 1.000%, due 6/20/19	Buy	6/20/19	13,890	(182)
Morgan Stanley	Community Health Systems Inc, 5.000%, due 6/20/19	Buy	6/20/19	5,300	(620)
					\$10,337
Unrealised Appreciation of Credit Default Swaps					12,328
Unrealised Depreciation of Credit Default Swaps					(1,991)
Net Appreciation of Credit Default Swaps					\$10,337

Schedule of Interest Rate Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Credit Suisse First Boston	Pay Fixed 0.678%, Receive Floating JPY 6M Libor	7/22/24	11,717,390	\$(809)
Credit Suisse First Boston	Pay Fixed 0.000%, Receive Floating USD 3M Libor	11/15/43	135,340	(12,513)
				\$(13,322)
Unrealised Appreciation of Interest Rate Swaps				–
Unrealised Depreciation of Interest Rate Swaps				(13,322)
Net Depreciation of Interest Rate Swaps				\$(13,322)

Schedule of Swaptions

Counterparty	Description	Effective Date	Notional Amount (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
JP Morgan	Swaption Receiver Strike 0.65%	12/18/2014	12,500	\$50
JP Morgan	Swaption Payer Strike 0.80%	12/19/2014	12,500	(12)
Merrill Lynch	Swaption Receiver Strike 0.60%	9/18/2014	99,470	(173)
Unrealised Appreciation of Swaptions				\$50
Unrealised Depreciation of Swaptions				\$(185)
Net Depreciation of Swaptions				\$(135)

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	\$103
				\$103
Unrealised Appreciation of Cross Currency Swaps				103
Unrealised Depreciation of Cross Currency Swaps				–
Net Appreciation of Cross Currency Swaps				\$103

Schedule of Inflation Swaps

Counterparty	Rate	Expiration Date	Notional Amount (000's)	Value (000's)
Deutsche Bank	Pay USCPI 3M Index, Receive Fixed 1.985%	8/19/16	(48,200)	\$125
				\$125
Unrealised Appreciation of Inflation Swaps				125
Unrealised Depreciation of Inflation Swaps				–
Net Appreciation of Inflation Swaps				\$125

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Legg Mason Western Asset Macro Opportunities Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)		Sell Currency (000's)		Unrealised Appreciation/ (Depreciation)/ Contracts (000's)
09/11/14	Barclays Capital	Buy	USD	2,961	Sell	MXN	38,755 \$ (1)
09/22/14	Barclays Capital	Buy	USD	3,537	Sell	INR	215,909 (9)
09/30/14	Barclays Capital London	Buy	EUR	153,457	Sell	USD	203,662 (1,995)
09/30/14	Barclays Capital London	Buy	GBP	1,869	Sell	USD	3,099 4
09/30/14	Barclays Capital London	Buy	CHF	5,031	Sell	USD	5,520 (38)
09/30/14	Barclays Capital London	Buy	GBP	60	Sell	USD	99 –
09/30/14	Barclays Capital London	Buy	SGD	743	Sell	USD	595 (1)
09/30/14	Citicorp Securities London Ltd	Buy	USD	97	Sell	CNH	600 –
09/30/14	Citicorp Securities London Ltd	Buy	USD	11	Sell	EUR	8 –
09/30/14	Citicorp Securities London Ltd	Buy	SGD	347	Sell	USD	278 –
09/30/14	Citicorp Securities London Ltd	Buy	GBP	4,382	Sell	USD	7,266 7
09/30/14	Citicorp Securities London Ltd	Buy	CHF	4,646	Sell	USD	5,099 (36)
09/30/14	Citicorp Securities London Ltd	Buy	EUR	329,936	Sell	USD	437,830 (4,237)
09/30/14	Citicorp Securities London Ltd	Buy	CNH	600	Sell	USD	97 –
09/30/14	Citicorp Securities London Ltd	Buy	SGD	10,887	Sell	USD	8,727 (10)
09/30/14	HSBC Midland	Buy	GBP	5,600	Sell	USD	9,286 10
09/30/14	HSBC Midland	Buy	CHF	207	Sell	USD	227 (2)
09/30/14	HSBC Midland	Buy	EUR	128,371	Sell	USD	170,411 (1,709)
09/30/14	Royal Bank of Canada London	Buy	GBP	3,328	Sell	USD	5,518 5
09/30/14	Royal Bank of Canada London	Buy	EUR	803	Sell	USD	1,066 (11)
09/30/14	UBS	Buy	CHF	2,627	Sell	USD	2,883 (21)
09/30/14	UBS	Buy	EUR	148,661	Sell	USD	197,365 (1,998)
09/30/14	UBS	Buy	SGD	853	Sell	USD	684 –
09/30/14	UBS	Buy	GBP	1,220	Sell	USD	2,021 2
10/15/14	Citicorp Securities London Ltd	Buy	USD	11,933	Sell	RUB	414,723 863
10/16/14	Bank of America Sec London	Buy	USD	29,111	Sell	BRL	66,740 (325)
10/16/14	Bank of America Sec London	Buy	USD	1,279	Sell	CAD	1,401 (8)
10/16/14	Bank of America Sec London	Buy	USD	17,381	Sell	CAD	18,613 280
10/16/14	Bank of America Sec London	Buy	USD	31,250	Sell	CNH	193,730 (151)
10/16/14	Bank of America Sec London	Buy	USD	418	Sell	INR	25,720 (3)
10/16/14	Bank of America Sec London	Buy	USD	3,959	Sell	JPY	401,870 96
10/16/14	Bank of America Sec London	Buy	USD	33,416	Sell	MXN	436,850 109
10/16/14	Bank of America Sec London	Buy	USD	28,791	Sell	PLN	88,168 1,341
10/16/14	Bank of America Sec London	Buy	USD	15,079	Sell	RUB	540,030 668
10/16/14	Bank of America Sec London	Buy	BRL	49,000	Sell	USD	21,389 222
10/16/14	Bank of America Sec London	Buy	MXN	53,957	Sell	USD	4,112 2
10/16/14	Bank of America Sec London	Buy	ZAR	11,999	Sell	USD	1,100 17
10/16/14	Bank of America Sec London	Buy	RUB	765,510	Sell	USD	21,578 (1,151)
10/16/14	Bank of America Sec London	Buy	CNH	57,980	Sell	USD	9,288 109
10/16/14	Bank of America Sec London	Buy	INR	69,780	Sell	USD	1,131 11
10/16/14	Bank of America Sec London	Buy	JPY	1,265,760	Sell	USD	12,364 (194)
10/16/14	Bank of America Sec London	Buy	INR	1,475,420	Sell	USD	24,258 (109)
10/16/14	Bank of America Sec London	Buy	PLN	85,000	Sell	USD	26,652 (189)
10/16/14	Bank of America Sec London	Buy	USD	1,623	Sell	ZAR	17,610 (16)
10/16/14	Barclays Capital	Buy	USD	19,064	Sell	BRL	43,560 (147)
10/16/14	Barclays Capital	Buy	USD	28,589	Sell	EUR	21,090 871
10/16/14	Barclays Capital	Buy	USD	95,335	Sell	JPY	9,674,460 2,319
10/16/14	Barclays Capital	Buy	USD	36,849	Sell	MXN	482,014 98
10/16/14	Barclays Capital	Buy	USD	19,543	Sell	PLN	59,742 943
10/16/14	Barclays Capital	Buy	USD	7,537	Sell	RUB	270,000 332
10/16/14	Barclays Capital	Buy	RUB	355,870	Sell	USD	10,224 (728)
10/16/14	Barclays Capital	Buy	INR	1,117,860	Sell	USD	18,349 (53)
10/16/14	Barclays Capital	Buy	CNH	164,534	Sell	USD	26,367 302
10/16/14	Barclays Capital	Buy	BRL	17,750	Sell	USD	7,677 151
10/16/14	Barclays Capital	Buy	USD	9,818	Sell	ZAR	106,606 (102)
10/16/14	Citibank London	Buy	USD	15,124	Sell	CNH	94,500 (193)
10/16/14	Citicorp Securities London Ltd	Buy	USD	9,978	Sell	BRL	22,773 (66)
10/16/14	Citicorp Securities London Ltd	Buy	USD	14,832	Sell	KRW	15,292,150 (199)
10/16/14	Citicorp Securities London Ltd	Buy	USD	20,184	Sell	MXN	263,981 58
10/16/14	Citicorp Securities London Ltd	Buy	USD	899	Sell	PLN	2,820 21
10/16/14	Citicorp Securities London Ltd	Buy	KRW	2,516,220	Sell	USD	2,437 36
10/16/14	Citicorp Securities London Ltd	Buy	INR	1,081,978	Sell	USD	17,762 (52)
10/16/14	Citicorp Securities London Ltd	Buy	RUB	117,440	Sell	USD	3,362 (228)
10/16/14	Citicorp Securities London Ltd	Buy	CNH	35,320	Sell	USD	5,673 52
10/16/14	Citicorp Securities London Ltd	Buy	USD	32,686	Sell	ZAR	357,020 (538)
10/16/14	Citicorp Securities London Ltd	Buy	USD	914	Sell	ZAR	9,820 1
10/16/14	Deutsche Bank London	Buy	MXN	428,229	Sell	USD	32,302 347
10/27/14	Citicorp Securities London Ltd	Buy	USD	2,558	Sell	BRL	5,841 (10)
11/14/14	Bank of America Sec London	Buy	USD	1,350	Sell	CAD	1,485 (13)
11/14/14	Bank of America Sec London	Buy	USD	61,661	Sell	EUR	46,130 1,018
11/14/14	Bank of America Sec London	Buy	USD	956	Sell	GBP	568 13
11/14/14	Bank of America Sec London	Buy	USD	22,571	Sell	PLN	71,361 391
11/14/14	Citicorp Securities London Ltd	Buy	USD	144,440	Sell	EUR	107,837 2,678
11/14/14	Citicorp Securities London Ltd	Buy	USD	8,424	Sell	JPY	858,521 168
11/14/14	Citicorp Securities London Ltd	Buy	USD	3,397	Sell	MXN	45,283 (50)

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Legg Mason Western Asset Macro Opportunities Bond Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/14/14	Citicorp Securities London Ltd	Buy	SGD	1,255	Sell	USD	1,004	1
11/14/14	Citicorp Securities London Ltd	Buy	EUR	435	Sell	USD	582	(10)
11/14/14	Citicorp Securities London Ltd	Buy	JPY	60,000	Sell	USD	586	(8)
Unrealised Appreciation of Forward Foreign Currency Contracts								13,546
Unrealised Depreciation of Forward Foreign Currency Contracts								(14,611)
Net Depreciation of Forward Foreign Currency Contracts								<u>\$ (1,065)</u>

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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, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Foreign Corporate Bonds and Notes — 3.29%				
Multi-International — 3.29%				
IDR 551,050,000	European Investment Bank, 144A	7.200 7/9/2019	45,958	3.29
Total Foreign Corporate Bonds and Notes (Cost \$45,579)			45,958	3.29
Foreign Government Bonds and Notes — 60.41%				
Australia Government Issues — 8.17%				
AUD 39,380	New South Wales Treasury Corp, Series 24	5.000 8/20/2024	40,802	2.93
48,990	Queensland Treasury Corp, Series 20	6.250 2/21/2020	52,557	3.77
18,810	Queensland Treasury Corp, Series 22	6.000 7/21/2022	20,467	1.47
			113,826	8.17
Brazil Government Issues — 4.44%				
BRL 147,680	Brazil Notas do Tesouro Nacional Serie F, Series NTFN	10.000 1/1/2023	61,940	4.44
Hungary Government Issues — 4.31%				
HUF 13,370,000	Hungary Government Bond, Series 25/B	5.500 6/24/2025	60,121	4.31
Italy Government Issues — 7.06%				
EUR 59,990	Italy Buoni Poliennali Del Tesoro	5.000 8/1/2039	98,434	7.06
Korea Government Issues — 4.18%				
KRW 39,790,000	Korea Treasury Bond, Series 1809	5.750 9/10/2018	43,792	3.14
14,245,600	Korea Treasury Bond, Series 2309	3.375 9/10/2023	14,444	1.04
			58,236	4.18
Malaysia Government Issues — 1.94%				
MYR 88,000	Malaysia Government Bond, Series 0313	3.480 3/15/2023	27,092	1.94
Mexican Government Issues — 11.54%				
MXN 655,420	Mexican Bonos, Series M	7.750 11/13/2042	57,234	4.11
504,250	Mexican Bonos, Series M 20	8.500 5/31/2029	46,917	3.36
604,140	Mexican Bonos, Series M 30	8.500 11/18/2038	56,730	4.07
			160,881	11.54
New Zealand Government Issues — 3.65%				
NZD 26,215	New Zealand Government Bond, Series 521	6.000 5/15/2021	24,444	1.76
28,595	New Zealand Government Bond, Series 423	5.500 4/15/2023	26,367	1.89
			50,811	3.65
Poland Government Issues — 6.33%				
PLN 87,620	Poland Government Bond, Series 1020	5.250 10/25/2020	31,249	2.24
170,740	Poland Government Bond, Series 1023	4.000 10/25/2023	56,985	4.09
			88,234	6.33
South Africa Government Issues — 3.22%				
ZAR 142,780	South Africa Government Bond, Series R208	6.750 3/31/2021	12,871	0.93
437,850	South Africa Government Bond, Series R214	6.500 2/28/2041	31,946	2.29
			44,817	3.22
United Kingdom Government Issues — 5.57%				
GBP 46,320	United Kingdom Gilt	2.750 1/22/2015	77,614	5.57
Total Foreign Government Bonds and Notes (Cost \$822,202)			842,006	60.41

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — 6.43%				
France — 2.10%				
29,120	Dexia Credit Local SA/New York NY, 144A *	0.634 1/11/2017	29,215	2.10
Germany — 4.33%				
37,800	Erste Abwicklungsanstalt *	0.980 3/13/2015	37,947	2.72
22,400	Erste Abwicklungsanstalt *	0.534 1/29/2016	22,481	1.61
			60,428	4.33
Total U.S. Denominated Bonds and Notes (Cost \$89,478)			89,643	6.43
U.S. Denominated Debt Obligations — 6.76%				
Norway — 6.76%				
32,856	Kommunalbanken AS, 144A *	0.614 3/27/2017	33,071	2.37
61,094	Kommunalbanken AS, 144A *	0.359 5/2/2017	61,164	4.39
			94,235	6.76
Total U.S. Denominated Debt Obligations (Cost \$94,260)			94,235	6.76
U.S. Treasury Obligations — 18.68%				
USD 56,605	United States Treasury Bond	2.875 5/15/2043	54,332	3.90
97,786	United States Treasury Note *	0.075 1/31/2016	97,796	7.02
108,190	United States Treasury Note *	0.100 7/31/2016	108,221	7.76
Total U.S. Treasury Obligations (Cost \$256,664)			260,349	18.68
Shares/Units (000's)				
Collective Investment Schemes — 2.99%				
41,664	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class		41,664	2.99
Total Collective Investment Schemes (Cost \$41,664)			41,664	2.99
Total Investments (Cost \$1,349,847)			1,373,855	98.56
Other Assets in Excess of Liabilities			20,009	1.44
Total Net Assets			\$1,393,864	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, 2014, these securities amounted to \$169,408,000 or 12.15% of net assets.

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

ABBREVIATIONS:

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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	94.54
Financial derivative instruments	0.60
Collective investment schemes	2.96
Other assets	1.90
Total Assets	100.00

Legg Mason Brandywine Global Fixed Income Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy	USD	980	Sell	EUR	741	\$ 5
09/02/14	BNY Mellon	Buy	USD	135	Sell	GBP	82	–
09/02/14	BNY Mellon	Buy	EUR	77	Sell	USD	101	(1)
09/02/14	BNY Mellon	Buy	GBP	2	Sell	USD	3	–
09/03/14	BNY Mellon	Buy	USD	111	Sell	EUR	84	–
09/03/14	BNY Mellon	Buy	USD	73	Sell	GBP	44	–
09/03/14	BNY Mellon	Buy	USD	–	Sell	GBP	–	–
09/03/14	BNY Mellon	Buy	GBP	–	Sell	USD	–	–
09/03/14	BNY Mellon	Buy	JPY	2,932	Sell	USD	28	–
09/03/14	BNY Mellon	Buy	EUR	64	Sell	USD	85	–
09/03/14	BNY Mellon	Buy	EUR	–	Sell	USD	–	–
09/10/14	BNY Mellon	Buy	GBP	2	Sell	AUD	3	–
09/10/14	BNY Mellon	Buy	JPY	3,408	Sell	AUD	36	(1)
09/10/14	BNY Mellon	Buy	EUR	–	Sell	AUD	–	–
09/10/14	BNY Mellon	Buy	GBP	457	Sell	AUD	831	(15)
09/10/14	BNY Mellon	Buy	CHF	46	Sell	AUD	55	(1)
09/10/14	BNY Mellon	Buy	EUR	4,019	Sell	AUD	5,803	(135)
09/10/14	BNY Mellon	Buy	CHF	63	Sell	CAD	76	(1)
09/10/14	BNY Mellon	Buy	JPY	4,623	Sell	CAD	49	(1)
09/10/14	BNY Mellon	Buy	EUR	5,449	Sell	CAD	7,993	(181)
09/10/14	BNY Mellon	Buy	GBP	618	Sell	CAD	1,140	(21)
09/10/14	BNY Mellon	Buy	GBP	2	Sell	CAD	4	–
09/10/14	BNY Mellon	Buy	EUR	1	Sell	CAD	1	–
09/10/14	BNY Mellon	Buy	GBP	–	Sell	CHF	1	–
09/10/14	BNY Mellon	Buy	EUR	840	Sell	CHF	1,022	(9)
09/10/14	BNY Mellon	Buy	JPY	713	Sell	CHF	6	–
09/10/14	BNY Mellon	Buy	GBP	94	Sell	CHF	144	–
09/10/14	BNY Mellon	Buy	EUR	–	Sell	CHF	–	–
09/10/14	BNY Mellon	Buy	EUR	–	Sell	DKK	–	–
09/10/14	BNY Mellon	Buy	EUR	1,928	Sell	DKK	14,403	(2)
09/10/14	BNY Mellon	Buy	JPY	1,638	Sell	DKK	89	–
09/10/14	BNY Mellon	Buy	GBP	219	Sell	DKK	2,066	1
09/10/14	BNY Mellon	Buy	CHF	22	Sell	DKK	136	–
09/10/14	BNY Mellon	Buy	ZAR	174	Sell	EUR	10	–
09/10/14	BNY Mellon	Buy	GBP	11,944	Sell	EUR	14,995	111
09/10/14	BNY Mellon	Buy	SEK	67	Sell	EUR	7	–
09/10/14	BNY Mellon	Buy	PLN	64	Sell	EUR	14	–
09/10/14	BNY Mellon	Buy	MYR	55	Sell	EUR	11	–
09/10/14	BNY Mellon	Buy	PLN	3	Sell	EUR	–	–
09/10/14	BNY Mellon	Buy	CHF	–	Sell	EUR	–	–
09/10/14	BNY Mellon	Buy	AUD	57	Sell	EUR	41	–
09/10/14	BNY Mellon	Buy	MXN	453	Sell	EUR	22	–
09/10/14	BNY Mellon	Buy	USD	1,178	Sell	EUR	885	12
09/10/14	BNY Mellon	Buy	CAD	77	Sell	EUR	55	–
09/10/14	BNY Mellon	Buy	CHF	1,194	Sell	EUR	981	11
09/10/14	BNY Mellon	Buy	NOK	–	Sell	EUR	–	–
09/10/14	BNY Mellon	Buy	SEK	56	Sell	EUR	5	–
09/10/14	BNY Mellon	Buy	JPY	1,897	Sell	EUR	14	–
09/10/14	BNY Mellon	Buy	DKK	143	Sell	EUR	16	–
09/10/14	BNY Mellon	Buy	NOK	56	Sell	EUR	6	–
09/10/14	BNY Mellon	Buy	SGD	–	Sell	EUR	–	–
09/10/14	BNY Mellon	Buy	SGD	12	Sell	EUR	7	–
09/10/14	BNY Mellon	Buy	JPY	193,353	Sell	EUR	1,412	7
09/10/14	BNY Mellon	Buy	USD	27	Sell	GBP	18	–
09/10/14	BNY Mellon	Buy	MYR	–	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	NOK	6	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	SGD	1	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	MXN	2	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	MXN	80	Sell	GBP	2	–
09/10/14	BNY Mellon	Buy	JPY	18,018	Sell	GBP	106	(1)
09/10/14	BNY Mellon	Buy	JPY	18,354	Sell	GBP	106	–
09/10/14	BNY Mellon	Buy	CHF	1	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	SGD	–	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	SEK	22	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	DKK	28	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	SEK	2	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	AUD	10	Sell	GBP	4	–
09/10/14	BNY Mellon	Buy	DKK	–	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	EUR	19,888	Sell	GBP	15,824	(144)
09/10/14	BNY Mellon	Buy	CHF	226	Sell	GBP	148	1
09/10/14	BNY Mellon	Buy	CAD	–	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	AUD	–	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	CAD	14	Sell	GBP	8	–
09/10/14	BNY Mellon	Buy	ZAR	11	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	USD	189	Sell	GBP	111	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, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/10/14	BNY Mellon	Buy	ZAR	18	Sell	GBP	1	-
09/10/14	BNY Mellon	Buy	PLN	-	Sell	GBP	-	-
09/10/14	BNY Mellon	Buy	MYR	10	Sell	GBP	1	-
09/10/14	BNY Mellon	Buy	NOK	4	Sell	GBP	-	-
09/10/14	BNY Mellon	Buy	EUR	-	Sell	GBP	-	-
09/10/14	BNY Mellon	Buy	PLN	12	Sell	GBP	1	-
09/10/14	BNY Mellon	Buy	NOK	-	Sell	JPY	7	-
09/10/14	BNY Mellon	Buy	MYR	1	Sell	JPY	43	-
09/10/14	BNY Mellon	Buy	USD	44	Sell	JPY	4,562	-
09/10/14	BNY Mellon	Buy	ZAR	1	Sell	JPY	11	-
09/10/14	BNY Mellon	Buy	PLN	2	Sell	JPY	69	-
09/10/14	BNY Mellon	Buy	NOK	1	Sell	JPY	29	-
09/10/14	BNY Mellon	Buy	ZAR	5	Sell	JPY	51	-
09/10/14	BNY Mellon	Buy	SEK	-	Sell	JPY	3	-
09/10/14	BNY Mellon	Buy	MYR	-	Sell	JPY	25	-
09/10/14	BNY Mellon	Buy	CHF	-	Sell	JPY	35	-
09/10/14	BNY Mellon	Buy	SEK	5	Sell	JPY	67	-
09/10/14	BNY Mellon	Buy	PLN	1	Sell	JPY	15	-
09/10/14	BNY Mellon	Buy	EUR	74,329	Sell	JPY	10,226,069	(628)
09/10/14	BNY Mellon	Buy	CAD	4	Sell	JPY	281	-
09/10/14	BNY Mellon	Buy	AUD	1	Sell	JPY	209	-
09/10/14	BNY Mellon	Buy	EUR	4,257	Sell	JPY	578,951	30
09/10/14	BNY Mellon	Buy	GBP	8,811	Sell	JPY	1,523,153	(16)
09/10/14	BNY Mellon	Buy	SGD	-	Sell	JPY	27	-
09/10/14	BNY Mellon	Buy	DKK	5	Sell	JPY	100	-
09/10/14	BNY Mellon	Buy	SGD	-	Sell	JPY	16	-
09/10/14	BNY Mellon	Buy	GBP	165	Sell	JPY	27,590	1
09/10/14	BNY Mellon	Buy	MXN	17	Sell	JPY	132	-
09/10/14	BNY Mellon	Buy	CHF	902	Sell	JPY	101,994	2
09/10/14	BNY Mellon	Buy	EUR	-	Sell	MXN	-	-
09/10/14	BNY Mellon	Buy	GBP	288	Sell	MXN	6,487	(13)
09/10/14	BNY Mellon	Buy	CHF	29	Sell	MXN	428	(1)
09/10/14	BNY Mellon	Buy	EUR	2,554	Sell	MXN	45,363	(108)
09/10/14	BNY Mellon	Buy	GBP	1	Sell	MXN	20	-
09/10/14	BNY Mellon	Buy	JPY	2,166	Sell	MXN	280	(1)
09/10/14	BNY Mellon	Buy	JPY	1,110	Sell	MYR	35	-
09/10/14	BNY Mellon	Buy	EUR	-	Sell	MYR	1	-
09/10/14	BNY Mellon	Buy	EUR	1,307	Sell	MYR	5,606	(56)
09/10/14	BNY Mellon	Buy	GBP	147	Sell	MYR	800	(7)
09/10/14	BNY Mellon	Buy	CHF	15	Sell	MYR	53	-
09/10/14	BNY Mellon	Buy	GBP	-	Sell	MYR	2	-
09/10/14	BNY Mellon	Buy	EUR	683	Sell	NOK	5,755	(29)
09/10/14	BNY Mellon	Buy	GBP	78	Sell	NOK	815	(3)
09/10/14	BNY Mellon	Buy	CHF	8	Sell	NOK	54	-
09/10/14	BNY Mellon	Buy	GBP	-	Sell	NOK	11	-
09/10/14	BNY Mellon	Buy	EUR	1	Sell	NOK	9	-
09/10/14	BNY Mellon	Buy	JPY	581	Sell	NOK	36	-
09/10/14	BNY Mellon	Buy	JPY	1,374	Sell	PLN	42	-
09/10/14	BNY Mellon	Buy	CHF	19	Sell	PLN	64	-
09/10/14	BNY Mellon	Buy	EUR	1,509	Sell	PLN	6,324	13
09/10/14	BNY Mellon	Buy	GBP	183	Sell	PLN	971	4
09/10/14	BNY Mellon	Buy	EUR	108	Sell	PLN	459	-
09/10/14	BNY Mellon	Buy	CHF	15	Sell	SEK	117	-
09/10/14	BNY Mellon	Buy	GBP	151	Sell	SEK	1,745	-
09/10/14	BNY Mellon	Buy	EUR	1,323	Sell	SEK	12,225	(11)
09/10/14	BNY Mellon	Buy	JPY	1,136	Sell	SEK	77	-
09/10/14	BNY Mellon	Buy	GBP	1	Sell	SEK	28	-
09/10/14	BNY Mellon	Buy	EUR	15	Sell	SEK	152	-
09/10/14	BNY Mellon	Buy	CHF	10	Sell	SGD	13	-
09/10/14	BNY Mellon	Buy	GBP	94	Sell	SGD	200	(1)
09/10/14	BNY Mellon	Buy	JPY	713	Sell	SGD	9	-
09/10/14	BNY Mellon	Buy	GBP	-	Sell	SGD	1	-
09/10/14	BNY Mellon	Buy	EUR	-	Sell	SGD	-	-
09/10/14	BNY Mellon	Buy	EUR	840	Sell	SGD	1,402	(20)
09/10/14	BNY Mellon	Buy	CHF	1,014	Sell	USD	1,118	(13)
09/10/14	BNY Mellon	Buy	GBP	9,989	Sell	USD	16,838	(255)
09/10/14	BNY Mellon	Buy	GBP	86	Sell	USD	143	-
09/10/14	BNY Mellon	Buy	JPY	74,838	Sell	USD	730	(10)
09/10/14	BNY Mellon	Buy	EUR	-	Sell	USD	-	-
09/10/14	BNY Mellon	Buy	EUR	88,266	Sell	USD	118,370	(2,383)
09/10/14	BNY Mellon	Buy	GBP	132	Sell	ZAR	2,419	(4)
09/10/14	BNY Mellon	Buy	JPY	1,004	Sell	ZAR	105	-
09/10/14	BNY Mellon	Buy	GBP	1	Sell	ZAR	23	-
09/10/14	BNY Mellon	Buy	CHF	14	Sell	ZAR	161	-
09/10/14	BNY Mellon	Buy	EUR	-	Sell	ZAR	-	-
09/10/14	BNY Mellon	Buy	EUR	1,182	Sell	ZAR	17,028	(38)

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, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/10/14	HSBC	Buy	CLP	6,880,000	Sell	USD	12,360	(644)
09/15/14	BNY Mellon	Buy	USD	168	Sell	EUR	127	1
09/15/14	BNY Mellon	Buy	AUD	10	Sell	USD	9	–
09/15/14	BNY Mellon	Buy	EUR	25,534	Sell	USD	34,219	(666)
09/15/14	BNY Mellon	Buy	GBP	1,503	Sell	USD	2,521	(26)
09/17/14	Barclays Capital	Buy	INR	568,000	Sell	USD	9,215	121
09/17/14	Barclays Capital	Buy	INR	3,387,000	Sell	USD	55,940	(269)
09/19/14	Barclays Capital	Buy	USD	5,590	Sell	NZD	6,620	62
09/19/14	Citigroup	Buy	USD	43,842	Sell	NZD	50,920	1,324
09/26/14	HSBC	Buy	CLP	13,910,000	Sell	USD	24,937	(1,288)
10/10/14	HSBC	Buy	USD	27,379	Sell	CLP	15,554,000	967
10/10/14	HSBC	Buy	CLP	40,375,000	Sell	USD	72,078	(3,517)
10/27/14	Citigroup	Buy	USD	77,916	Sell	PLN	240,890	2,970
10/27/14	HSBC	Buy	USD	11,600	Sell	PLN	36,630	204
11/07/14	Citigroup	Buy	USD	83,121	Sell	EUR	61,920	1,725
11/07/14	HSBC	Buy	USD	6,708	Sell	EUR	5,000	135
11/12/14	HSBC	Buy	USD	4,086	Sell	AUD	4,430	(31)
11/12/14	Morgan Stanley	Buy	USD	64,410	Sell	AUD	69,920	(558)
11/12/14	Morgan Stanley	Buy	AUD	29,000	Sell	USD	26,846	100
11/13/14	HSBC	Buy	MXN	577,620	Sell	USD	43,359	604
11/18/14	HSBC	Buy	CLP	14,159,000	Sell	USD	24,397	(434)
Unrealised Appreciation of Forward Foreign Currency Contracts								8,412
Unrealised Depreciation of Forward Foreign Currency Contracts								(11,543)
Net Depreciation of Forward Foreign Currency Contracts								\$ (3,131)

Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value										
Collateralised Mortgage-Backed Obligations — 5.21%					511,690	Mexican Bonos, Series M 30	8.500	11/18/2038	48,048	4.47									
USD	128	Alternative Loan Trust, Series 2005 26CB, Class A6	5.500	7/25/2035	120	0.01		147,780	13.76										
USD	2,810	Banc of America Commercial Mortgage Trust, Series 2007 3, Class B *	5.765	6/10/2049	2,778	0.26	New Zealand Government Issues — 2.90%												
EUR	10,244	Fondo de Titulizacion de Activos UCI 16, Class A2 *	0.392	6/16/2049	11,977	1.11	NZD	33,395	New Zealand Government Bond, Series 521	6.000	5/15/2021	31,139	2.90						
EUR	11,426	IM Pastor 4 Fondo de Titulizacion de Activos 4, Class A *	0.356	3/22/2044	13,437	1.25	Poland Government Issues — 3.86%												
USD	7,385	LB-UBS Commercial Mortgage Trust, Series 2005 C7, Class F *	5.350	11/15/2040	7,349	0.68	PLN	60,635	Poland Government Bond, Series 1020	5.250	10/25/2020	21,625	2.01						
USD	84	Mastr Resecuritization Trust, Series 2008 4, Class A1, 144A *	6.000	6/27/2036	74	0.01	59,595 Poland Government Bond, Series 1023			4.000	10/25/2023	19,890	1.85						
EUR	4,622	Rural Hipotecario I Fondo De Titulizacion Hipotec 9, Class A2 *	0.339	2/17/2050	5,836	0.54	41,515			3.86									
EUR	1,179	TDA 24 Fondo de Titulizacion de Activos 24, Class A1 *	0.346	6/22/2040	1,472	0.14	Portugal Government Issues — 2.91%												
EUR	7,852	TDA CAM 8 Fondo de Titulizacion de Activos 8, Class A *	0.313	2/26/2049	9,532	0.89	EUR	1,495	Portugal Obrigacoes do Tesouro OT, 144A	3.850	4/15/2021	2,132	0.20						
USD	3,330	Wachovia Bank Commercial Mortgage Trust, Series 2006 C26, Class AJ *	6.199	6/15/2045	3,376	0.32	19,335 Portugal Obrigacoes do Tesouro OT, 144A			4.950	10/25/2023	29,075	2.71						
USD	59	Washington Mutual Mortgage Pass-Through Certificates WMALT Trust, Series 2005 6, Class 2A1	5.500	8/25/2035	55	-	31,207			2.91									
Total Collateralised Mortgage-Backed Obligations (Cost \$56,510)					56,006	5.21	Total Foreign Government Bonds and Notes (Cost \$531,723)			547,853	50.99								
Foreign Government Bonds and Notes — 50.99%					U.S. Corporate Bonds and Notes — 10.39%					Financial — Banks — 7.85%									
Australian Government Issues — 2.80%					AUD					27,725		Queensland Treasury Corp, Series 24	5.750	7/22/2024	30,058	2.80			
Brazil Government Issues — 4.71%					BRL					9,730		Brazil Notas do Tesouro Nacional, Series NTFN	10.000	1/1/2021	4,118	0.38			
										110,950		Brazil Notas do Tesouro Nacional Serie F, Series NTFN	10.000	1/1/2023	46,535	4.33			
														50,653	4.71				
Hungary Government Issues — 3.35%					HUF					-		Hungary Government Bond, Series 16/C	5.500	2/12/2016	-	-			
										7,670,000		Hungary Government Bond, Series 23/A	6.000	11/24/2023	36,020	3.35			
														36,020	3.35				
Indonesia Government Issues — 3.36%					IDR					80,700,000		Indonesia Treasury Bond, Series FR70	8.375	3/15/2024	7,020	0.65			
										215,600,000		Indonesia Treasury Bond, Series FR71	9.000	3/15/2029	19,006	1.77			
										120,000,000		Indonesia Treasury Bond, Series FR67	8.750	2/15/2044	10,079	0.94			
														36,105	3.36				
Italy Government Issues — 3.72%					EUR					24,355		Italy Buoni Poliennali Del Tesoro	5.000	8/1/2039	39,963	3.72			
Korea Government Issues — 4.32%					KRW					31,230,000		Korea Treasury Bond, Series 1809	5.750	9/10/2018	34,371	3.20			
										11,902,100		Korea Treasury Bond, Series 2309	3.375	9/10/2023	12,068	1.12			
														46,439	4.32				
Malaysia Government Issues — 1.92%					MYR					21,950		Malaysia Government Bond, Series 0314	4.048	9/30/2021	7,058	0.66			
										44,170		Malaysia Government Bond, Series 0313	3.480	3/15/2023	13,598	1.26			
														20,656	1.92				
Mexico Government Issues — 13.76%					MXN					683,550		Mexican Bonos, Series M	7.750	11/13/2042	59,690	5.56			
										430,350		Mexican Bonos, Series M 20	8.500	5/31/2029	40,042	3.73			
														24,678	2.30				
														8,295	Bank of America Corp *	1.274	1/15/2019	8,487	0.79
														15,280	Citigroup Inc *	0.770	3/10/2017	15,311	1.43
														3,460	Fifth Third Bancorp *	0.651	12/20/2016	3,448	0.32
														9,640	The Goldman Sachs Group Inc *	1.334	11/15/2018	9,823	0.91
														12,500	JPMorgan Chase & Co *	0.947	3/31/2016	12,473	1.16
										NZD		2,540		Morgan Stanley	7.600	8/8/2017	2,253	0.21	
														28,735	Morgan Stanley *	1.514	4/25/2018	29,521	2.75
														2,970	Wachovia Corp *	0.576	10/28/2015	2,977	0.28
														84,293	7.85				
														Financials — Diversified — 1.49%					
														15,885	Ford Motor Credit Co LLC, Series 00 *	1.013	1/17/2017	15,990	1.49
														Healthcare-Services — 0.78%					
														8,034	HealthSouth Corp	7.250	10/1/2018	8,355	0.78
														Telecommunications — 0.27%					
														2,890	Verizon Communications Inc *	1.002	6/17/2019	2,928	0.27
														Total U.S. Corporate Bonds and Notes (Cost \$110,757)			111,566	10.39	
														U.S. Denominated Bonds and Notes — 10.58%					
														Australia — 1.73%					
														10,180	Commonwealth Bank of Australia, 144A *	0.731	9/20/2016	10,236	0.95
														8,320	Macquarie Group Ltd, 144A *	1.237	1/31/2017	8,380	0.78
														18,616			1.73		
														Chile — 0.69%					
														7,400	Banco Santander Chile, 144A *	1.134	4/11/2017	7,423	0.69
														Luxembourg — 0.31%					
														1,545	ArcelorMittal	9.500	2/15/2015	1,599	0.15
														1,650	ArcelorMittal	4.250	8/5/2015	1,685	0.16
														3,284			0.31		
														Netherlands — 2.30%					
														9,945	ABN AMRO Bank NV, 144A *	1.035	10/28/2016	10,036	0.94
														14,460	Petrobras Global Finance BV *	2.592	3/17/2017	14,642	1.36

[^] 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[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — (continued)				
New Zealand — 0.33%				
3,550 ANZ New Zealand Int'l Ltd/New Zealand, 144A *	0.755	4/27/2017	3,557	0.33
Singapore — 0.80%				
8,740 DBS Bank Ltd, 144A *	0.844	7/15/2021	8,565	0.80
South Korea — 1.64%				
17,530 Shinhan Bank, 144A *	0.883	4/8/2017	17,579	1.64
United Kingdom — 2.78%				
12,695 Barclays Bank Plc *	0.771	12/9/2016	12,715	1.18
9,370 HBOS Plc *	0.930	9/6/2017	9,300	0.87
7,840 Royal Bank of Scotland Group Plc *	1.174	3/31/2017	7,886	0.73
			29,901	2.78
Total U.S. Denominated Bonds and Notes (Cost \$112,909)			113,603	10.58
U.S. Treasury Obligations — 17.84%				
95,305 United States Treasury Note *	0.075	1/31/2016	95,315	8.87
96,315 United States Treasury Note *	0.100	7/31/2016	96,343	8.97
Total U.S. Treasury Obligations (Cost \$191,625)			191,658	17.84
Shares/Units (000's)				
Collective Investment Schemes — 1.21%				
13,041 Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class			13,041	1.21
Total Collective Investment Schemes (Cost \$13,041)			13,041	1.21
Total Investments (Cost \$1,016,565)			1,033,727	96.22
Other Assets in Excess of Liabilities			40,639	3.78
Total Net Assets			\$1,074,366	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, 2014, these securities amounted to \$97,057,000 or 9.05% of net assets.

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

ABBREVIATIONS:

AUD	– Australian Dollar
BRL	– Brazilian Real
EUR	– Euro
HUF	– Hungarian Forint
IDR	– Indonesian Rupiah
KRW	– South Korean Won
MXN	– Mexican Peso
MYR	– Malaysian Ringgit
NZD	– New Zealand Dollar
PLN	– Polish Zloty
USD	– United States Dollar
ZAR	– South African Rand

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS AND FUTURES WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	90.58
Financial derivative instruments	1.87
Collective investment schemes	1.16
Other assets	6.39
Total Assets	100.00

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2014	(881)	\$(175,421)	\$(7,864)
Euro-Oat Future September 2014	(512)	(97,911)	(5,191)
U.S. Ultra Bond (CBT) December 2014	(281)	(43,695)	(529)
Total Market Value of Future Contracts	(1,674)	\$(317,027)	\$(13,584)
Unrealised Appreciation of Futures Contracts			–
Unrealised Depreciation of Futures Contracts			(13,584)
Net Depreciation of Future Contracts			\$(13,584)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy USD 7	Sell EUR 5	\$ –
09/02/14	BNY Mellon	Buy USD 5	Sell GBP 3	–
09/02/14	BNY Mellon	Buy EUR 283	Sell USD 374	(2)
09/02/14	BNY Mellon	Buy GBP 56	Sell USD 94	–
09/03/14	BNY Mellon	Buy GBP 1	Sell USD 1	–
09/03/14	BNY Mellon	Buy EUR 4,790	Sell USD 6,315	(21)
09/09/14	Citigroup	Buy USD 245,071	Sell JPY 25,119,000	3,631
09/09/14	Morgan Stanley	Buy USD 28,868	Sell JPY 2,941,000	600
09/10/14	HSBC	Buy CLP 4,123,400	Sell USD 7,407	(386)
09/15/14	BNY Mellon	Buy USD 7,063	Sell EUR 5,352	30
09/15/14	BNY Mellon	Buy USD 73	Sell GBP 45	–
09/15/14	BNY Mellon	Buy USD 190	Sell GBP 113	–
09/15/14	BNY Mellon	Buy EUR 162,475	Sell USD 217,737	(4,235)
09/15/14	BNY Mellon	Buy SGD 49,600	Sell USD 39,670	40
09/15/14	BNY Mellon	Buy GBP 46,270	Sell USD 77,605	(798)
09/15/14	BNY Mellon	Buy GBP 10	Sell USD 17	–
09/15/14	BNY Mellon	Buy AUD 291,656	Sell USD 269,874	2,254
09/17/14	Barclays Capital	Buy INR 341,000	Sell USD 5,596	9
09/17/14	Barclays Capital	Buy INR 2,582,000	Sell USD 43,024	(585)
09/19/14	Citigroup	Buy USD 116,080	Sell NZD 134,820	3,505
09/19/14	Morgan Stanley	Buy USD 14,757	Sell NZD 17,060	512
09/26/14	HSBC	Buy CLP 15,383,000	Sell USD 27,569	(1,416)
10/10/14	HSBC	Buy CLP 6,378,000	Sell USD 11,425	(595)
10/24/14	Citigroup	Buy USD 143,761	Sell CHF 128,990	3,187
10/24/14	HSBC	Buy CLP 28,122,730	Sell USD 49,475	(1,775)
10/27/14	Citigroup	Buy USD 40,221	Sell PLN 124,350	1,533
11/05/14	Barclays Capital	Buy USD 43,336	Sell CZK 895,100	905
11/07/14	Citigroup	Buy USD 200,447	Sell EUR 149,320	4,160
11/07/14	HSBC	Buy USD 7,720	Sell EUR 5,770	136
11/12/14	Morgan Stanley	Buy AUD 73,290	Sell USD 67,519	581
11/17/14	JP Morgan	Buy INR 56,000	Sell USD 902	11
Unrealised Appreciation of Forward Foreign Currency Contracts				21,094
Unrealised Depreciation of Forward Foreign Currency Contracts				(9,813)
Net Appreciation of Forward Foreign Currency Contracts				\$ 11,281

[^] 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[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Collateralised Mortgage-Backed Obligations — 10.78%				
USD 420				
Banc of America Commercial Mortgage Trust 2007-3, Series 2007 3, Class B *				
	5.765	6/10/2049	415	1.93
EUR 310				
Bankinter 13 Fondo de Titulizacion de Activos 13, Class A2 *				
	0.352	7/17/2049	381	1.77
USD 125				
Commercial Mortgage Trust 2007-GG9, Series 2007 GG9, Class AJ *				
	5.505	3/10/2039	108	0.50
EUR 326				
Fondo de Titulizacion de Activos UCI 16, Class A2 *				
	0.392	6/16/2049	381	1.77
EUR 383				
IM Pastor 4 Fondo de Titulizacion de Activos 4, Class A *				
	0.356	3/22/2044	451	2.10
USD 105				
LB-UBS Commercial Mortgage Trust 2005-C7, Series 2005 C7, Class F *				
	5.350	11/15/2040	105	0.49
EUR 71				
TDA 24 Fondo de Titulizacion de Activos 24, Class A1 *				
	0.346	6/22/2040	88	0.41
EUR 106				
TDA 27 Fondo de Titulizacion de Activos 27, Class A2 *				
	0.359	12/28/2050	132	0.61
EUR 127				
TDA CAM 8 Fondo de Titulizacion de Activos 8, Class A *				
	0.313	2/26/2049	154	0.72
USD 100				
Wachovia Bank Commercial Mortgage Trust Series 2006-C26, Series 2006 C26, Class AJ *				
	6.199	6/15/2045	102	0.48
Total Collateralised Mortgage-Backed Obligations (Cost \$2,335)			2,317	10.78
Foreign Corporate Bonds and Notes — 24.81%				
Banks — 0.73%				
EUR 120				
Bank of Ireland *				
	4.250	6/11/2024	156	0.73
Building Materials — 1.00%				
EUR 160				
Grupo Isolux Corsan Finance BV				
	6.625	4/15/2021	215	1.00
Electric — 2.82%				
GBP 200				
ENW Finance Plc				
	5.875	6/21/2021	350	1.63
181				
Viridian Group FundCo II				
	11.125	4/1/2017	257	1.19
			607	2.82
Environmental Control — 1.60%				
GBP 200				
Kelda Finance No 3 Plc				
	5.750	2/17/2020	343	1.60
Financials – Diversified — 1.60%				
GBP 100				
Cabot Financial Luxembourg SA				
	10.375	10/1/2019	184	0.85
100				
Cabot Financial Luxembourg SA				
	6.500	4/1/2021	162	0.75
			346	1.60
Food — 2.08%				
GBP 200				
Boparan Finance Plc				
	5.250	7/15/2019	318	1.48
100				
Univeg Holding BV				
	7.875	11/15/2020	130	0.60
			448	2.08
Healthcare-Services — 0.75%				
GBP 100				
Care UK Health & Social Care Plc *				
	5.557	7/15/2019	162	0.75
Insurance — 1.69%				
GBP 230				
Towergate Finance Plc *				
	6.060	2/15/2018	363	1.69
Internet — 1.64%				
EUR 250				
Adria Bidco BV				
	7.875	11/15/2020	352	1.64
Packaging & Containers — 0.91%				
EUR 150				
Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc				
	4.250	1/15/2022	195	0.91
Retail — 3.43%				
BRL 850				
Arcos Dorados Holdings Inc, 144A				
	10.250	7/13/2016	358	1.67
310				
Edcon Proprietary Ltd				
	9.500	3/1/2018	379	1.76
			737	3.43
Telecommunications — 5.91%				
EUR 230				
Altice Finco SA				
	7.250	5/15/2022	320	1.49
300				
Eircom Finance Ltd				
	9.250	5/15/2020	439	2.04
305				
Virgin Media Secured Finance Plc				
	5.500	1/15/2025	511	2.38
			1,270	5.91

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Transportation — 0.65%				
EUR 100				
CMA CGM SA				
	8.750	12/15/2018	139	0.65
Total Foreign Corporate Bonds and Notes (Cost \$5,387)			5,333	24.81
Loan Notes — 1.95%				
Health Care — 1.95%				
USD 424				
Capsugel Holdings U.S. Inc				
	zero coupon	8/1/2018	420	1.95
Total Loan Notes (Cost \$423)			420	1.95
U.S. Corporate Bonds and Notes — 33.73%				
Aerospace/Defense — 1.97%				
425				
Triumph Group Inc, 144A				
	5.250	6/1/2022	424	1.97
Agriculture — 4.20%				
290				
Alliance One International Inc				
	9.875	7/15/2021	290	1.35
575				
Vector Group Ltd				
	7.750	2/15/2021	612	2.85
			902	4.20
Building Materials — 2.41%				
500				
Cemex Finance LLC				
	6.000	4/1/2024	519	2.41
Chemicals — 4.81%				
400				
Hexion US Finance Corp				
	6.625	4/15/2020	421	1.96
595				
Tronox Finance LLC				
	6.375	8/15/2020	613	2.85
			1,034	4.81
Commercial Services — 1.50%				
160				
H&E Equipment Services Inc				
	7.000	9/1/2022	175	0.81
140				
StoneMor Partners LP / Cornerstone Family Services of WV, 144A				
	7.875	6/1/2021	148	0.69
			323	1.50
Financials – Diversified — 6.30%				
190				
DFC Finance Corp, 144A				
	10.500	6/15/2020	193	0.90
260				
Icahn Enterprises LP / Icahn Enterprises Finance Corp				
	6.000	8/1/2020	278	1.29
320				
Jefferies Finance LLC / JFIN Co-Issuer Corp, 144A				
	7.375	4/1/2020	334	1.56
200				
Jefferies Finance LLC / JFIN Co-Issuer Corp, 144A				
	6.875	4/15/2022	200	0.93
330				
TMX Finance LLC / TitleMax Finance Corp, 144A				
	8.500	9/15/2018	349	1.62
			1,354	6.30
Lodging — 1.64%				
440				
Caesars Entertainment Operating Co Inc				
	9.000	2/15/2020	352	1.64
Media — 1.96%				
395				
Clear Channel Worldwide Holdings Inc				
	6.500	11/15/2022	421	1.96
Oil & Gas — 6.16%				
285				
Alta Mesa Holdings LP / Alta Mesa Finance Services Corp				
	9.625	10/15/2018	299	1.39
170				
Bonanza Creek Energy Inc				
	6.750	4/15/2021	178	0.83
105				
Halcon Resources Corp				
	8.875	5/15/2021	111	0.52
100				
Hornbeck Offshore Services Inc				
	5.000	3/1/2021	98	0.46
240				
Linn Energy LLC / Linn Energy Finance Corp				
	6.250	11/1/2019	248	1.15
355				
Penn Virginia Corp				
	8.500	5/1/2020	390	1.81
			1,324	6.16
Software — 0.97%				
200				
Rolta Americas LLC				
	8.875	7/24/2019	208	0.97
Telecommunications — 1.81%				
375				
T-Mobile USA Inc				
	6.500	1/15/2024	390	1.81
Total U.S. Corporate Bonds and Notes (Cost \$7,185)			7,251	33.73

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Legg Mason Brandywine Global High Yield Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Denominated Bonds and Notes — 24.83%				
Austria — 2.93%				
600	JBS Investments GmbH, 144A	7.250	4/3/2024	630 2.93
Barbados — 2.02%				
400	Columbus International Inc, 144A	7.375	3/30/2021	435 2.02
Belgium — 2.95%				
1,420	Anheuser-Busch InBev Worldwide Inc	9.750	11/17/2015	635 2.95
Bermuda — 5.12%				
625	Digicel Group Ltd	8.250	9/30/2020	675 3.14
400	Fly Leasing Ltd	6.750	12/15/2020	425 1.98
			1,100	5.12
Canada — 0.97%				
215	Niska Gas Storage Canada ULC / Niska Gas Storage Canada Finance Corp, 144A	6.500	4/1/2019	208 0.97
Croatia — 1.03%				
200	Agrokor dd, 144A	8.875	2/1/2020	222 1.03
Italy — 3.19%				
200	Intesa Sanpaolo SpA, 144A	5.017	6/26/2024	202 0.94
470	Telecom Italia Capital SA	6.375	11/15/2033	483 2.25
			685	3.19
Luxembourg — 1.48%				
300	Wind Acquisition Finance SA, 144A	7.375	4/23/2021	317 1.48
Panama — 1.51%				
300	Avianca Holdings SA / Avianca Leasing LLC / Grupo Taca Holdings Ltd, 144A	8.375	5/10/2020	325 1.51
Philippines — 1.74%				
400	San Miguel Corp	4.875	4/26/2023	374 1.74
Singapore — 0.96%				
200	MMI International Ltd	8.000	3/1/2017	206 0.96
United Kingdom — 0.93%				
200	Tullow Oil Plc, 144A	6.250	4/15/2022	200 0.93
Total U.S. Denominated Bonds and Notes (Cost \$5,212)			5,337	24.83
Shares/Units (000's)				
Collective Investment Schemes — 7.34%				
1,578	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class		1,578	7.34
Total Collective Investment Schemes (Cost \$1,578)			1,578	7.34
Total Investments (Cost \$22,120)			22,236	103.44
Liabilities in Excess of Other Assets			(739)	(3.44)
Total Net Assets			\$21,497	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, 2014, these securities amounted to \$4,545,000 or 21.15% of net assets.

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

ABBREVIATIONS:

BRL – Brazilian Real
 EUR – Euro
 GBP – British Pound
 USD – United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FUTURES, FORWARDS AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets

	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	89.91
Financial derivative instruments	0.99
Collective investment schemes	6.87
Other assets	2.23

Total Assets 100.00

Legg Mason Brandywine Global High Yield Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Russell 2000 Mini September 2014	9	\$1,050	\$19
U.S. 10 year Note (CBT) December 2014	(7)	(881)	–
Total Market Value of Future Contracts	2	\$169	\$19
Unrealised Appreciation of Futures Contracts			19
Unrealised Depreciation of Futures Contracts			–
Net Appreciation of Future Contracts			\$19

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	Markit iTraxx Europe, 5.000%, due 6/20/19	Sell	6/20/19	725	\$108
					\$108
					108
					–
Net Appreciation of Credit Default Swaps					\$108

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/10/14	BNY Mellon	Buy EUR 11	Sell CHF 13	\$ –
09/10/14	BNY Mellon	Buy GBP 9	Sell CHF 14	–
09/10/14	BNY Mellon	Buy GBP 565	Sell EUR 710	5
09/10/14	BNY Mellon	Buy EUR 137	Sell GBP 109	(1)
09/10/14	BNY Mellon	Buy GBP 2	Sell SEK 19	–
09/10/14	BNY Mellon	Buy EUR 2	Sell SEK 18	–
09/10/14	BNY Mellon	Buy GBP 2,535	Sell USD 4,274	(65)
09/10/14	BNY Mellon	Buy EUR 3,099	Sell USD 4,158	(86)
09/16/14	Barclays Capital	Buy USD 205	Sell GBP 120	7
09/16/14	Citigroup	Buy USD 180	Sell GBP 105	5
09/16/14	HSBC	Buy USD 1,878	Sell GBP 1,113	31
09/16/14	HSBC	Buy GBP 335	Sell USD 571	(15)
09/16/14	JP Morgan	Buy GBP 265	Sell USD 452	(12)
09/16/14	UBS	Buy USD 340	Sell GBP 205	(1)
09/16/14	UBS	Buy GBP 130	Sell USD 221	(5)
09/17/14	Barclays Capital	Buy INR 12,800	Sell USD 211	(1)
10/20/14	JP Morgan	Buy MXN 8,280	Sell USD 636	(5)
11/05/14	HSBC	Buy USD 250	Sell BRL 580	(4)
11/07/14	Barclays Capital	Buy USD 480	Sell EUR 360	8
11/07/14	Citigroup	Buy USD 1,873	Sell EUR 1,395	39
11/07/14	HSBC	Buy EUR 230	Sell USD 304	(2)
11/07/14	JP Morgan	Buy USD 960	Sell EUR 725	7
				102
				(197)
Net Depreciation of Forward Foreign Currency Contracts				\$ (95)

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Brandywine Global Opportunistic Fixed Income Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/12/14	Morgan Stanley	Buy	AUD	4,510	Sell	USD	4,175	16
11/18/14	HSBC	Buy	CLP	2,615,000	Sell	USD	4,506	(80)
Unrealised Appreciation of Forward Foreign Currency Contracts								1,469
Unrealised Depreciation of Forward Foreign Currency Contracts								(1,795)
Net Depreciation of Forward Foreign Currency Contracts								\$ (326)

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Brandywine Global Sovereign Credit Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/05/14	UBS	Buy	BRL	79,750	Sell	USD	35,001	\$ 584
09/09/14	Citigroup	Buy	USD	121,838	Sell	JPY	12,477,000	1,912
09/09/14	Morgan Stanley	Buy	USD	4,591	Sell	JPY	467,000	102
09/10/14	BNY Mellon	Buy	GBP	6,073	Sell	AUD	11,008	(196)
09/10/14	BNY Mellon	Buy	GBP	8,321	Sell	CAD	15,302	(259)
09/10/14	BNY Mellon	Buy	GBP	68	Sell	CHF	104	–
09/10/14	BNY Mellon	Buy	GBP	2,068	Sell	CHF	3,158	(7)
09/10/14	BNY Mellon	Buy	GBP	2,923	Sell	DKK	27,394	20
09/10/14	BNY Mellon	Buy	GBP	156,737	Sell	EUR	196,956	1,386
09/10/14	BNY Mellon	Buy	JPY	4,819	Sell	GBP	28	–
09/10/14	BNY Mellon	Buy	NZD	–	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	SGD	1	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	USD	47	Sell	GBP	28	–
09/10/14	BNY Mellon	Buy	NOK	3	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	SEK	6	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	CAD	4	Sell	GBP	2	–
09/10/14	BNY Mellon	Buy	DKK	7	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	HKD	1	Sell	GBP	–	–
09/10/14	BNY Mellon	Buy	EUR	49	Sell	GBP	39	(1)
09/10/14	BNY Mellon	Buy	AUD	3	Sell	GBP	2	–
09/10/14	BNY Mellon	Buy	CHF	1	Sell	GBP	1	–
09/10/14	BNY Mellon	Buy	GBP	7	Sell	HKD	93	–
09/10/14	BNY Mellon	Buy	GBP	217	Sell	HKD	2,841	(6)
09/10/14	BNY Mellon	Buy	GBP	69,315	Sell	JPY	11,984,211	(124)
09/10/14	BNY Mellon	Buy	GBP	43,122	Sell	JPY	7,412,078	339
09/10/14	BNY Mellon	Buy	GBP	32	Sell	NOK	333	–
09/10/14	BNY Mellon	Buy	GBP	980	Sell	NOK	10,291	(34)
09/10/14	BNY Mellon	Buy	GBP	656	Sell	NZD	1,303	–
09/10/14	BNY Mellon	Buy	GBP	356	Sell	NZD	712	(4)
09/10/14	BNY Mellon	Buy	GBP	776	Sell	SEK	8,975	5
09/10/14	BNY Mellon	Buy	GBP	1,248	Sell	SEK	14,481	–
09/10/14	BNY Mellon	Buy	GBP	46	Sell	SGD	96	–
09/10/14	BNY Mellon	Buy	GBP	1,415	Sell	SGD	2,973	(31)
09/10/14	BNY Mellon	Buy	GBP	108,831	Sell	USD	183,238	(2,572)
09/10/14	BNY Mellon	Buy	GBP	3,606	Sell	USD	5,966	19
09/16/14	HSBC	Buy	GBP	36,580	Sell	USD	61,334	(611)
09/17/14	Barclays Capital	Buy	INR	1,943,000	Sell	USD	31,677	259
09/17/14	Barclays Capital	Buy	INR	2,751,000	Sell	USD	45,840	(623)
09/19/14	Barclays Capital	Buy	USD	7,478	Sell	NZD	8,630	272
09/19/14	Citigroup	Buy	USD	109,812	Sell	NZD	127,540	3,316
09/19/14	HSBC	Buy	USD	65,559	Sell	NZD	77,800	595
09/26/14	HSBC	Buy	CLP	13,955,000	Sell	USD	25,036	(1,310)
10/10/14	HSBC	Buy	CLP	32,659,000	Sell	USD	57,412	(1,955)
10/24/14	Citigroup	Buy	USD	147,644	Sell	CHF	132,950	2,755
10/24/14	HSBC	Buy	USD	58,950	Sell	COP	114,083,000	(86)
10/24/14	HSBC	Buy	COP	114,083,000	Sell	USD	60,457	(1,421)
10/27/14	Citigroup	Buy	USD	55,436	Sell	PLN	171,390	2,113
10/27/14	HSBC	Buy	USD	31,138	Sell	PLN	97,940	667
10/28/14	Citigroup	Buy	MYR	84,010	Sell	USD	26,335	102
11/05/14	Barclays Capital	Buy	USD	38,327	Sell	CZK	793,800	697
11/07/14	Barclays Capital	Buy	USD	4,186	Sell	EUR	3,150	45
11/07/14	Citigroup	Buy	USD	164,094	Sell	EUR	122,240	3,405
11/07/14	HSBC	Buy	USD	95,882	Sell	EUR	71,660	1,683
11/12/14	Morgan Stanley	Buy	AUD	54,910	Sell	USD	50,648	374
Unrealised Appreciation of Forward Foreign Currency Contracts								20,650
Unrealised Depreciation of Forward Foreign Currency Contracts								(9,240)
Net Appreciation of Forward Foreign Currency Contracts								\$ 11,410

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The accompanying notes are an integral part of the Financial Statements

Legg Mason Brandywine Global Income Optimiser Fund[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value	Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Collateralised Mortgage-Backed Obligations — 10.00%					Internet — 1.02%				
USD	167	Aire Valley Mortgages Plc, Series 2006 1X, Class 1A *	0.451	9/20/2066	161	0.59			
USD	208	Aire Valley Mortgages Plc, Series 2007 1A, Class 2A1, 144A *	0.471	9/20/2066	204	0.74			
EUR	42	Aire Valley Mortgages Plc, Series 2007 1X, Class 2A2 *	0.476	9/20/2066	53	0.19			
USD	530	Banc of America Commercial Mortgage Trust, Series 2007 3, Class B *	5.765	6/10/2049	524	1.90			
USD	240	Bayview Commercial Asset Trust, Series 2006 1A, Class A2, 144A *	0.515	4/25/2036	211	0.77			
USD	100	Bear Stearns Commercial Mortgage Securities Trust, Series 2007 PW15, Class AJ *	5.403	2/11/2044	70	0.25			
EUR	74	Hipoccat 11 Fondo de Titulizacion de Activos, Series HIPO 11, Class A2 *	0.333	1/15/2050	87	0.32			
USD	15	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2007 LD12, Class AM *	6.217	2/15/2051	17	0.06			
USD	30	LB-UBS Commercial Mortgage Trust, Series 2005 C7, Class F *	5.350	11/15/2040	30	0.11			
EUR	120	Magellan Mortgages No 2 Plc, Series 2, Class B *	1.301	7/18/2036	149	0.54			
USD	130	Merrill Lynch Mortgage Investors Trust, Series 2005 A6, Class 2A2 *	0.435	8/25/2035	129	0.47			
EUR	100	RMAC Securities No 1 Plc, Series 2007 NS1X, Class M2C *	0.733	6/12/2044	119	0.43			
EUR	212	Rural Hipotecario I Fondo De Titulizacion Hipotec, Series 9, Class A2 *	0.339	2/17/2050	268	0.97			
EUR	377	TDA 24 Fondo de Titulizacion de Activos, Series 24, Class A1 *	0.346	6/22/2040	471	1.71			
EUR	100	TDA CAM 2 Fondo de Titulizacion de Activos, Series 2, Class B *	0.909	10/26/2032	119	0.43			
USD	140	Wachovia Bank Commercial Mortgage Trust, Series 2006 C26, Class AJ *	6.199	6/15/2045	142	0.52			
Total Collateralised Mortgage-Backed Obligations (Cost \$2,759)			2,754	10.00					
Foreign Corporate Bonds and Notes — 30.15%					Multi-National — 2.43%				
Banks — 0.97%					EUR 200 Adria Bidco BV 7.875 11/15/2020 281 1.02				
EUR 205 Bank of Ireland *					EUR 400 Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc 4.250 1/15/2022 519 1.88				
Beverages — 1.98%					Retail — 2.93%				
BRL 1,220 Anheuser-Busch InBev Worldwide Inc 9.750 11/17/2015 545 1.98					BRL 750 Arcos Dorados Holdings Inc, 144A 10.250 7/13/2016 316 1.15				
Building Materials — 1.03%					GBP - Debenhams Plc 5.250 7/15/2021 - -				
EUR 210 Grupo Isolux Corsan Finance BV 6.625 4/15/2021 283 1.03					EUR 400 Edcon Proprietary Ltd 9.500 3/1/2018 489 1.78				
Electric — 2.82%					805 2.93				
GBP - NGG Finance Plc, Series GBP * 5.625 6/18/2073 - -					Telecommunications — 5.48%				
GBP 200 NWN Finance Plc 5.875 6/21/2021 350 1.27					EUR 300 Altice Finco SA 7.250 5/15/2022 418 1.52				
EUR 300 Viridian Group FundCo II Ltd 11.125 4/1/2017 427 1.55					EUR 400 Eircom Finance Ltd 9.250 5/15/2020 586 2.13				
777 2.82					GBP 300 Virgin Media Secured Finance Plc 5.500 1/15/2025 503 1.83				
Environmental Control — 1.24%					1,507 5.48				
GBP 200 Kelda Finance No 3 Plc 5.750 2/17/2020 342 1.24					Transportation — 0.51%				
Financials-Diversified — 1.26%					EUR 100 CMA CGM SA 8.750 12/15/2018 139 0.51				
GBP 100 Cabot Financial Luxembourg SA 10.375 10/1/2019 184 0.67					Total Foreign Corporate Bonds and Notes (Cost \$8,390) 8,300 30.15				
GBP 100 Cabot Financial Luxembourg SA 6.500 4/1/2021 162 0.59					Foreign Government Bonds and Notes — 13.45%				
346 1.26					Australia Government Issues — 2.53%				
Food — 3.13%					AUD 715 Australia Government Bond, Series 135 4.250 7/21/2017 698 2.53				
GBP 380 Boparan Finance Plc 5.250 7/15/2019 604 2.19					Indonesia Government Issues — 1.53%				
EUR 200 Univeg Holding BV 7.875 11/15/2020 260 0.94					IDR 4,941,000 Indonesia Treasury Bond, Series FR69 7.875 4/15/2019 421 1.53				
864 3.13					Italy Government Issues — 1.63%				
Healthcare-Services — 1.18%					EUR 275 Italy Buoni Poliennali Del Tesoro 5.000 9/1/2040 449 1.63				
GBP 200 Care UK Health & Social Care Plc * 5.557 7/15/2019 324 1.18					Mexico Government Issues — 5.02%				
Insurance — 2.29%					MXN 9,782 Mexican Bonos, Series M 6.500 6/9/2022 793 2.88				
GBP 400 Towergate Finance Plc * 6.060 2/15/2018 631 2.29					6,268 Mexican Bonos, Series M 30 8.500 11/18/2038 588 2.14				
					1,381 5.02				
					Poland Government Issues — 1.00%				
					PLN 700 Poland Government Bond, Series 0429 5.750 4/25/2029 275 1.00				
					Portugal Government Issues — 1.74%				
					EUR 305 Portugal Obrigacoes do Tesouro OT, 144A 5.650 2/15/2024 479 1.74				
					Total Foreign Government Bonds and Notes (Cost \$3,638) 3,703 13.45				
					U.S. Corporate Bonds and Notes — 17.90%				
					Aerospace/Defense — 0.82%				
					225 Triumph Group Inc, 144A 5.250 6/1/2022 225 0.82				
					Agriculture — 1.77%				
					270 Alliance One International Inc 9.875 7/15/2021 270 0.98				
					205 Vector Group Ltd 7.750 2/15/2021 218 0.79				
					488 1.77				
					Banks — 1.62%				
					440 Bank of America Corp 4.200 8/26/2024 447 1.62				
					Building Materials — 2.34%				
					620 Cemex Finance LLC, 144A 6.000 4/1/2024 645 2.34				
					Chemicals — 2.38%				
					305 Hexion US Finance Corp 6.625 4/15/2020 321 1.16				
					325 Tronox Finance LLC 6.375 8/15/2020 335 1.22				
					656 2.38				

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Legg Mason Brandywine Global Income Optimiser Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
U.S. Corporate Bonds and Notes — (continued)				
Financials—Diversified — 4.05%				
245	DFC Finance Corp, 144A	10.500	6/15/2020	248 0.90
400	Jefferies Finance LLC / JFIN Co-Issuer Corp, 144A	7.375	4/1/2020	418 1.52
200	Jefferies Finance LLC / JFIN Co-Issuer Corp, 144A	6.875	4/15/2022	200 0.73
235	TMX Finance LLC / TitleMax Finance Corp, 144A	8.500	9/15/2018	249 0.90
			1,115	4.05
Lodging — 0.67%				
230	Caesars Entertainment Operating Co Inc	9.000	2/15/2020	184 0.67
Miscellaneous Manufacturing — 0.69%				
EUR 150	Gates Global LLC / Gates Global Co	5.750	7/15/2022	191 0.69
Oil & Gas — 0.78%				
110	Halcon Resources Corp	8.875	5/15/2021	116 0.42
95	Linn Energy LLC / Linn Energy Finance Corp	6.250	11/1/2019	98 0.36
			214	0.78
Software — 1.51%				
400	Rohta Americas LLC	8.875	7/24/2019	415 1.51
Telecommunications — 1.27%				
335	T-Mobile USA Inc	6.500	1/15/2024	348 1.27
Total U.S. Corporate Bonds and Notes (Cost \$4,928)			4,928	17.90
U.S. Denominated Bonds and Notes — 20.02%				
Austria — 2.29%				
600	JBS Investments GmbH, 144A	7.250	4/3/2024	630 2.29
Barbados — 0.99%				
250	Columbus International Inc, 144A	7.375	3/30/2021	272 0.99
Bermuda — 3.11%				
400	Digicel Group Ltd	8.250	9/30/2020	432 1.57
400	Fly Leasing Ltd	6.750	12/15/2020	425 1.54
			857	3.11
Canada — 0.53%				
150	Niska Gas Storage Canada ULC / Niska Gas Storage Canada Finance Corp, 144A	6.500	4/1/2019	145 0.53
France — 0.23%				
60	Societe Generale SA	8.750	Perpetual	62 0.23
India — 1.70%				
450	State Bank of India/London	4.875	4/17/2024	469 1.70
Italy — 4.91%				
400	Intesa Sanpaolo SpA, 144A	5.017	6/26/2024	404 1.47
270	Telecom Italia Capital SA	6.375	11/15/2033	278 1.01
660	Telecom Italia SpA, 144A	5.303	5/30/2024	671 2.43
			1,353	4.91
Luxembourg — 0.84%				
220	Wind Acquisition Finance SA, 144A	7.375	4/23/2021	232 0.84
Malaysia — 0.75%				
200	MMI International Ltd, 144A	8.000	3/1/2017	206 0.75
Mexico — 1.12%				
300	BBVA Bancomer SA/Texas, 144A	4.375	4/10/2024	309 1.12
Panama — 0.79%				
200	Avianca Holdings SA / Avianca Leasing LLC / Grupo Taca Holdings Ltd, 144A	8.375	5/10/2020	217 0.79
Philippines — 2.03%				
600	San Miguel Corp	4.875	4/26/2023	560 2.03

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
United Kingdom — 0.73%				
200	Tullow Oil Plc, 144A	6.250	4/15/2022	200 0.73
Total U.S. Denominated Bonds and Notes (Cost \$5,396)			5,512	20.02
U.S. Denominated Debt Obligations — 3.87%				
Indonesia — 0.77%				
150	Indonesia Government International Bond, 144A	8.500	10/12/2035	210 0.77
South Korea — 3.10%				
760	Republic of Korea	4.125	6/10/2044	854 3.10
Total U.S. Denominated Debt Obligations (Cost \$992)			1,064	3.87
Shares/Units (000's)				
Collective Investment Schemes — 2.48%				
682	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class			682 2.48
Total Collective Investment Schemes (Cost \$682)			682	2.48
Total Investments (Cost \$26,785)			26,943	97.87
Other Assets in Excess of Liabilities			586	2.13
Total Net Assets			\$27,529	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, 2014, these securities amounted to \$6,691,000 or 24.32% of net assets.

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

ABBREVIATIONS:

Perpetual	– A bond with no maturity date. Perpetual bonds are not redeemable but pay a steady stream of interest.
AUD	– Australian Dollar
BRL	– Brazilian Real
EUR	– Euro
GBP	– British Pound
IDR	– Indonesian Rupiah
INR	– Indian Rupee
MXN	– Mexican Peso
PLN	– Polish Zloty
USD	– United States Dollar

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS, FUTURES AND SWAPS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	91.34
Financial derivative instruments	0.81
Collective investment schemes	2.37
Other assets	5.48
Total Assets	100.00

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Legg Mason Brandywine Global Income Optimiser Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Futures Contracts

	Nominal Value	Notional Value (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
Euro-Bund September 2014	(4)	\$(797)	\$(30)
Euro-Oat Future September 2014	(5)	(956)	(37)
Long Gilt December 2014	(13)	(2,450)	–
U.S. 10 year Note (CBT) December 2014	(18)	(2,264)	1
Total Market Value of Future Contracts	(40)	\$(6,467)	\$(66)
Unrealised Appreciation of Futures Contracts			1
Unrealised Depreciation of Futures Contracts			(67)
Net Depreciation of Future Contracts			\$(66)

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	Clariant AG, 1.000%, due 9/20/19	Buy	9/20/19	290	\$(2)
Citigroup	HeidelbergCement Finance Luxembourg SA, 5.000%, due 9/20/19	Buy	9/20/19	190	(43)
Citigroup	ING Bank NV, 1.000%, due 9/20/19	Buy	9/20/19	220	(7)
Citigroup	Markit CDX.NA.HY, 5.000%, due 6/20/19	Buy	6/20/19	1,139	(91)
Citigroup	Markit CDX.NA.IG, 1.000%, due 6/20/19	Buy	6/20/19	850	(17)
Citigroup	Markit iTraxx Europe Financials, 1.000%, due 6/20/19	Buy	6/20/19	200	(5)
Citigroup	Markit iTraxx Europe, 5.000%, due 6/20/19	Buy	6/20/19	610	(91)
Citigroup	Markit iTraxx Europe, 1.000%, due 6/20/19	Buy	6/20/19	250	(6)
Citigroup	Yum! Brands Inc, 1.000%, due 9/20/19	Buy	9/20/19	290	(7)
					\$(269)
Unrealised Appreciation of Credit Default Swaps					–
Unrealised Depreciation of Credit Default Swaps					(269)
Net Depreciation of Credit Default Swaps					\$(269)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy USD	41 Sell GBP	25 \$ –
09/03/14	BNY Mellon	Buy USD	64 Sell GBP	39 –
09/05/14	UBS	Buy BRL	60 Sell USD	26 –
09/09/14	Citigroup	Buy USD	634 Sell JPY	65,000 10
09/09/14	Morgan Stanley	Buy USD	77 Sell JPY	7,800 2
09/09/14	UBS	Buy USD	117 Sell JPY	11,800 3
09/15/14	BNY Mellon	Buy USD	26 Sell EUR	19 –
09/15/14	BNY Mellon	Buy USD	187 Sell GBP	114 –
09/15/14	BNY Mellon	Buy EUR	5,447 Sell USD	7,296 (139)
09/15/14	BNY Mellon	Buy GBP	6,378 Sell USD	10,689 (103)
09/16/14	Barclays Capital	Buy USD	282 Sell GBP	165 8
09/16/14	Citigroup	Buy USD	168 Sell GBP	99 4
09/16/14	HSBC	Buy GBP	200 Sell USD	337 (5)
09/16/14	JP Morgan	Buy USD	2,916 Sell GBP	1,738 32
09/16/14	JP Morgan	Buy GBP	100 Sell USD	168 (2)
09/16/14	Morgan Stanley	Buy USD	654 Sell GBP	390 7
09/16/14	UBS	Buy GBP	5 Sell USD	8 –
09/19/14	Citigroup	Buy USD	383 Sell NZD	445 12
09/19/14	HSBC	Buy USD	116 Sell NZD	137 1
09/19/14	UBS	Buy USD	26 Sell NZD	30 1
10/23/14	HSBC	Buy IDR	2,475,000 Sell USD	210 (1)
10/24/14	Citigroup	Buy USD	190 Sell CHF	170 4
10/24/14	HSBC	Buy USD	399,300 Sell CLP	697 (19)
10/27/14	Citigroup	Buy USD	180 Sell PLN	560 6
11/05/14	HSBC	Buy USD	188 Sell BRL	435 (3)

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Legg Mason Brandywine Global Income Optimiser Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Expiration Date	Counterparty		Buy Currency (000's)			Sell Currency (000's)		Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/07/14	Barclays Capital	Buy	USD	140	Sell	EUR	105	2
11/07/14	Citigroup	Buy	USD	6,071	Sell	EUR	4,530	117
11/07/14	HSBC	Buy	EUR	345	Sell	USD	456	(3)
11/07/14	JP Morgan	Buy	USD	1,720	Sell	EUR	1,290	24
11/07/14	JP Morgan	Buy	USD	363	Sell	MXN	4,820	(4)
12/16/14	Morgan Stanley	Buy	GBP	230	Sell	CAD	419	(3)
Unrealised Appreciation of Forward Foreign Currency Contracts								233
Unrealised Depreciation of Forward Foreign Currency Contracts								(282)
Net Depreciation of Forward Foreign Currency Contracts								<u>\$ (49)</u>

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Legg Mason Brandywine Global Credit Opportunities Fund[^]

Portfolio of Investments as at August 31, 2014

Face Value (000's)	Coupon Rate %	Maturity Date	Value (000's) \$	% of Net Asset Value
Asset-Backed Securities — 2.08%				
USD 109	SLM Private Credit Student Loan Trust, Series 2005-B, Class C *	0.931 6/15/2039	104	2.08
Total Asset-Backed Securities (Cost \$104)			104	2.08
Collateralised Mortgage-Backed Obligations — 95.06%				
EUR 100	Atlantes Mortgage PLC, Series 1, Class B *	1.502 1/17/2036	126	2.51
196	Fondo de Titulizacion de Activos UCI, Series 9, Class B *	0.866 6/19/2035	234	4.67
188	Grifonas Finance PLC, Series 1, Class A *	0.551 8/28/2039	216	4.31
192	IM Pastor 4 Fondo de Titulizacion de Activos, Series 4, Class A *	0.356 3/22/2044	226	4.51
100	Newgate Funding, Series 2006 3X, Class CB *	0.659 12/1/2050	108	2.16
80	RMAC Securities No 1 PLC, Series 2006 NS1X, Class B1C *	1.143 6/12/2044	95	1.90
1,100	Rural Hipotecario I Fondo De Titulizacion Hipotec, Series 9, Class B *	0.519 2/17/2050	1,137	22.71
708	TDA 24 Fondo de Titulizacion de Activos, Series 24, Class A1 *	0.346 6/22/2040	883	17.64
800	TDA CAM 4 Fondo de Titulizacion de Activos, Series 4, Class B *	0.451 6/26/2039	905	18.08
173	TDA Ibercaja Fondo de Titulizacion de Activos, Series 3, Class B *	0.439 12/28/2043	202	4.04
588	TDA Ibercaja Fondo de Titulizacion de Activos, Series 4, Class D *	0.663 8/26/2044	627	12.53
Total Collateralised Mortgage-Backed Obligations (Cost \$4,938)			4,759	95.06
Shares/Units (000's)				
Collective Investment Schemes — 2.70%				
135	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class		135	2.70
Total Collective Investment Schemes (Cost \$135)			135	2.70
Total Investments (Cost \$5,177)			4,998	99.84
Other Assets in Excess of Liabilities			8	0.16
Total Net Assets			\$5,006	100.00

* Variable rate security. The interest rate shown reflects the rate in effect at August 31, 2014.

ABBREVIATIONS:

EUR – Euro
USD – United States Dollar

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Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	95.00
Financial derivative instruments	2.17
Collective investment schemes	2.64
Other assets	0.19
Total Assets	100.00

Legg Mason Brandywine Global Credit Opportunities Fund[^]

Portfolio of Investments as at August 31, 2014 – (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	Markit CMBX.NA.BB.6, 5.000%, due 5/11/63	Sell	5/11/63	295	\$3
					\$3
Unrealised Appreciation of Credit Default Swaps					3
Unrealised Depreciation of Credit Default Swaps					-
Net Appreciation of Credit Default Swaps					\$3

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
11/07/14	Barclays Capital	Buy USD 60	Sell EUR 45	\$ 1
11/07/14	Citigroup	Buy USD 5,081	Sell EUR 3,785	105
11/07/14	JP Morgan	Buy USD 205	Sell EUR 155	2
Unrealised Appreciation of Forward Foreign Currency Contracts				108
Unrealised Depreciation of Forward Foreign Currency Contracts				-
Net Appreciation of Forward Foreign Currency Contracts				\$ 108

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Legg Mason Western Asset Brazil Equity Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 56.32%		
Apparel — 3.47%		
3 Guararapes Confeccoes SA	133	3.47
Auto Parts & Equipment — 3.29%		
16 Iochpe-Maxion SA	126	3.29
Banks — 0.18%		
1 Banco ABC Brasil SA	7	0.18
Commercial Services — 12.51%		
14 CCR SA	129	3.37
16 Contax Participacoes SA	116	3.03
7 Estacio Participacoes SA	98	2.56
8 Valid Solucoes E Servicos de Seguranca Em Meios de Pagamento E Identificacao SA	136	3.55
	479	12.51
Electric — 4.34%		
20 Alupar Investimento SA	166	4.34
– EDP – Energias do Brasil SA	–	–
	166	4.34
Food — 11.30%		
5 BRF SA	142	3.71
21 Minerva SA	125	3.26
8 Sao Martinho SA	166	4.33
	433	11.30
Forest Products & Paper — 3.63%		
27 Klabin SA	139	3.63
Home Builders — 2.09%		
26 Even Construtora e Incorporadora SA	80	2.09
Insurance — 3.24%		
8 BB Seguridade Participacoes SA	123	3.21
– Porto Seguro SA	1	0.03
	124	3.24
Real Estate — 10.13%		
27 Direcional Engenharia SA	135	3.52
8 Ez Tec Empreendimentos E Participacoes SA	88	2.30
13 Iguatemi Empresa de Shopping Centers SA	165	4.31
	388	10.13
Transportation — 2.14%		
9 Tegma Gestao Logistica	82	2.14
Total Common Stock (Cost \$1,991)	2,157	56.32
Preferred Stock — 41.20%		
Banks — 19.19%		
35 Banco ABC Brasil SA	236	6.16
10 Banco Bradesco SA	188	4.91
17 Itau Unibanco Holding SA	311	8.12
	735	19.19
Chemicals — 0.03%		
– Braskem SA, Class A	1	0.03
Electric — 3.11%		
8 Cia de Transmissao de Energia Eletrica Paulista	119	3.11
Forest Products & Paper — 6.68%		
64 Suzano Papel e Celulose SA	256	6.68
Iron/Steel — 2.98%		
20 Gerdau SA	114	2.98
Media — 2.97%		
15 Saraiva SA Livreiros Editores	114	2.97

Shares (000's)	Value (000's) \$	% of Net Asset Value
Mining — 6.24%		
21 Vale SA	239	6.24
Total Preferred Stock (Cost \$1,575)	1,578	41.20
Total Investments (Cost \$3,566)	3,735	97.52
Other Assets in Excess of Liabilities	95	2.48
Total Net Assets	\$3,830	100.00

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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	93.89
Other assets	6.11
Total Assets	100.00

Legg Mason ClearBridge Value Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 99.16%		
Basic Materials — 2.66%		
73 LyondellBasell Industries NV, Class A	8,295	2.66
Communications — 8.74%		
22 Amazon.com Inc	7,472	2.40
326 Cisco Systems Inc	8,146	2.61
65 Expedia Inc	5,583	1.79
157 Yahoo! Inc	6,044	1.94
	27,245	8.74
Computers — 1.94%		
133 Teradata Corp	6,057	1.94
Consumer, Cyclical — 8.55%		
66 Lowe's Cos Inc	3,481	1.12
79 PACCAR Inc	4,943	1.59
28 Ralph Lauren Corp	4,707	1.51
104 Target Corp	6,263	2.01
152 United Continental Holdings Inc	7,247	2.32
	26,641	8.55
Consumer, Non-cyclical — 17.95%		
79 Amgen Inc	10,974	3.52
55 Celgene Corp	5,206	1.67
78 Colgate-Palmolive Co	5,074	1.63
79 Dr Pepper Snapple Group Inc	4,958	1.59
77 Express Scripts Holding Co	5,705	1.83
126 Medtronic Inc	8,075	2.59
134 Merck & Co Inc	8,058	2.59
91 UnitedHealth Group Inc	7,890	2.53
	55,940	17.95
Electric — 1.22%		
251 AES Corp/VA	3,804	1.22
Energy — 13.12%		
90 Apache Corp	9,182	2.95
65 Chevron Corp	8,365	2.68
202 CONSOL Energy Inc	8,150	2.61
98 Halliburton Co	6,603	2.12
64 Phillips 66	5,608	1.80
73 Southwestern Energy Co	2,997	0.96
	40,905	13.12
Financial — 21.31%		
252 American Homes 4 Rent	4,502	1.45
141 American International Group Inc	7,906	2.54
76 Capital One Financial Corp	6,270	2.01
246 Citigroup Inc	12,687	4.07
219 E*Trade Financial Corp	4,872	1.56
441 Genworth Financial Inc, Class A	6,264	2.01
131 Hartford Financial Services Group Inc	4,871	1.56
188 JPMorgan Chase & Co	11,193	3.59
153 Wells Fargo & Co	7,868	2.52
	66,433	21.31
Industrial — 5.50%		
61 Norfolk Southern Corp	6,500	2.09
45 Parker Hannifin Corp	5,181	1.66
51 United Technologies Corp	5,453	1.75
	17,134	5.50
Technology — 15.64%		
143 Apple Inc	14,650	4.70
153 Broadcom Corp, Class A	6,042	1.94
324 EMC Corp	9,558	3.06
275 Microsoft Corp	12,493	4.01
87 NXP Semiconductor NV	5,995	1.93
	48,738	15.64

Shares (000's)	Value (000's) \$	% of Net Asset Value
Utilities — 2.53%		
332 Calpine Corp	7,885	2.53
Total Common Stock (Cost \$239,134)		
	309,077	99.16
Total Investments (Cost \$239,134)		
	309,077	99.16
Other Assets in Excess of Liabilities		
	2,630	0.84
Total Net Assets		
	\$311,707	100.00

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.71
Other assets	1.29
Total Assets	100.00

The accompanying notes are an integral part of the Financial Statements

Legg Mason ClearBridge Value Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy	USD	1	Sell	EUR	1	\$ –
09/02/14	BNY Mellon	Buy	USD	2	Sell	SGD	3	–
09/03/14	BNY Mellon	Buy	SGD	80	Sell	USD	64	–
09/12/14	BNY Mellon	Buy	USD	106	Sell	SGD	133	–
09/12/14	BNY Mellon	Buy	SGD	6,660	Sell	USD	5,326	6
Unrealised Appreciation of Forward Foreign Currency Contracts								6
Unrealised Depreciation of Forward Foreign Currency Contracts								–
Net Appreciation of Forward Foreign Currency Contracts								\$ 6

Legg Mason ClearBridge Growth Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 99.07%		
Airlines — 3.87%		
2 Spirit Airlines Inc	167	2.34
2 United Continental Holdings Inc	109	1.53
	276	3.87
Basic Materials — 2.16%		
1 Monsanto Co	154	2.16
Beverages — 3.47%		
3 Brown-Forman Corp, Class B	247	3.47
Communications — 5.91%		
– Amazon.com Inc	146	2.05
2 Scripps Networks Interactive Inc, Series A	123	1.73
2 Twitter Inc	75	1.05
2 Yahoo! Inc	77	1.08
	421	5.91
Consumer, Cyclical — 14.22%		
1 Delphi Automotive Plc	95	1.33
2 Las Vegas Sands Corp	146	2.05
3 Lowe's Cos Inc	156	2.19
2 NIKE Inc, Class B	127	1.78
1 Ralph Lauren Corp	183	2.57
3 Starbucks Corp	202	2.84
1 TRW Automotive Holdings Corp	104	1.46
	1,013	14.22
Consumer, Non-cyclical — 18.68%		
2 Amgen Inc	209	2.93
– BioMarin Pharmaceutical Inc	35	0.49
3 Bristol-Myers Squibb Co	137	1.92
1 Celgene Corp	95	1.33
1 Diageo Plc, ADR	102	1.43
3 Dollar General Corp	163	2.29
2 The Estee Lauder Cos Inc	169	2.37
3 Nektar Therapeutics	37	0.52
2 Occidental Petroleum Corp	187	2.63
4 Roche Holding AG, ADR	146	2.05
1 Vertex Pharmaceuticals Inc	51	0.72
	1,331	18.68
Energy — 4.53%		
3 Cabot Oil & Gas Corp	86	1.20
1 EOG Resources Inc	101	1.42
1 Schlumberger Ltd	136	1.91
	323	4.53
Financial — 5.97%		
6 American Homes 4 Rent	102	1.43
2 Discover Financial Services	112	1.57
5 E*Trade Financial Corp	111	1.56
2 The Nasdaq OMX Group Inc	100	1.41
	425	5.97
Industrial — 5.74%		
1 Emerson Electric Co	75	1.05
1 Martin Marietta Materials Inc	131	1.84
1 United Parcel Service Inc, Class B	95	1.33
1 United Technologies Corp	108	1.52
	409	5.74
Internet — 4.38%		
– Google Inc	155	2.18
– Google Inc, Class A	157	2.20
	312	4.38
Technology — 28.08%		
1 Accenture Plc	97	1.36
3 Adobe Systems Inc	196	2.75
5 Apple Inc	477	6.69

Shares (000's)	Value (000's) \$	% of Net Asset Value
1 Athenahealth Inc	108	1.52
1 CommVault Systems Inc	61	0.86
3 Cvent Inc	71	1.00
7 EMC Corp	201	2.82
4 Qlik Technologies Inc	102	1.43
4 Rackspace Hosting Inc	142	1.99
3 Red Hat Inc	200	2.81
3 ServiceNow Inc	156	2.19
2 Teradata Corp	110	1.54
3 Veeva Systems Inc	80	1.12
	2,001	28.08
Utilities — 2.06%		
6 Calpine Corp	147	2.06
Total Common Stock (Cost \$5,583)		
	7,059	99.07
Total Investments (Cost \$5,583)		
	7,059	99.07
Other Assets in Excess of Liabilities		
	66	0.93
Total Net Assets		
	\$7,125	100.00

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

ABBREVIATIONS:

ADR – American Depositary Receipt

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.81
Other assets	2.19
Total Assets	100.00

The accompanying notes are an integral part of the Financial Statements

Legg Mason ClearBridge Global Equity Fund[^]

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 85.91%					
Australia — 1.54%					
25 Incitec Pivot Ltd	73	1.54	2 Koito Manufacturing Co Ltd	47	0.99
Austria — 1.43%			2 LIXIL Group Corp	47	0.99
1 Erste Group Bank AG	23	0.48	2 Sumitomo Mitsui Financial Group Inc	71	1.50
3 Wienerberger AG	45	0.95	19 Ube Industries Ltd	32	0.67
			268 5.65		
Belgium — 1.58%			Netherlands — 3.38%		
1 Belgacom SA	41	0.86	1 Akzo Nobel NV	44	0.93
2 Exmar NV	34	0.72	13 Koninklijke KPN NV	45	0.95
			2 Unilever NV (Dutch Cert)	71	1.50
75 1.58			160 3.38		
Brazil — 3.06%			Norway — 1.98%		
11 Duratex SA	49	1.03	4 Marine Harvest ASA	49	1.03
7 Grendene SA	50	1.06	5 Orkla ASA	45	0.95
3 Grupo BTG Pactual	46	0.97	94 1.98		
145 3.06			Russia — 0.82%		
Canada — 0.91%			6 Gazprom OAO, ADR	39	0.82
13 Bombardier Inc	43	0.91	South Korea — 1.88%		
Denmark — 0.95%			1 KT Corp	45	0.95
- AP Moeller - Maersk A/S	45	0.95	- POSCO	44	0.93
Finland — 0.49%			89 1.88		
1 Kesko OYJ	23	0.49	Spain — 2.43%		
France — 10.19%			1 Amadeus IT Holding SA, Class A	21	0.44
3 AXA SA	67	1.41	5 Banco Santander SA	53	1.12
1 BNP Paribas SA	46	0.97	3 Indra Sistemas SA	41	0.87
1 Danone SA	65	1.37	115 2.43		
2 GDF Suez	55	1.16	Sweden — 0.46%		
1 Safran SA	47	0.99	1 Mekonomen AB	22	0.46
2 Saft Groupe SA	55	1.16	Switzerland — 2.26%		
1 Sanofi	62	1.31	- Adecco SA	33	0.70
1 Tarkett SA	31	0.66	1 Nestle SA	74	1.56
1 Total SA	55	1.16	107 2.26		
483 10.19			Turkey — 0.93%		
Germany — 6.01%			11 Turkiye Garanti Bankasi AS	44	0.93
- Allianz SE	45	0.95	United Kingdom — 10.93%		
- Bayer AG	46	0.97	2 Anglo American Plc	56	1.18
1 Daimler AG	44	0.93	12 Barclays Plc	45	0.95
1 HeidelbergCement AG	44	0.93	9 BP Plc	71	1.50
2 SAF-Holland SA	30	0.63	13 G4S Plc	58	1.22
2 ThyssenKrupp AG	45	0.95	5 Greggs Plc	43	0.91
1 Wincor Nixdorf AG	31	0.65	7 Laird Plc	33	0.70
285 6.01			36 Lloyds Banking Group Plc	45	0.95
Greece — 0.86%			1 Rio Tinto Ltd	59	1.24
3 OPAP SA	41	0.86	26 Shanks Group Plc	46	0.97
Hong Kong — 4.20%			3 Standard Chartered Plc	62	1.31
31 Anta Sports Products Ltd	59	1.25	518 10.93		
71 Pacific Online Ltd	39	0.82	United States — 20.51%		
46 Travelsky Technology Ltd	45	0.95	4 Alcoa Inc	67	1.41
52 Yingde Gases Group Co Ltd	56	1.18	- Amgen Inc	47	0.99
199 4.20			- Apache Corp	42	0.88
Ireland — 1.46%			2 Apollo Group Inc	49	1.04
- Accenture Plc, Class A	27	0.57	1 Banco Latinoamericano de Comercio Exterior SA	42	0.89
1 Endo International Plc	42	0.89	1 Capital One Financial Corp	46	0.97
69 1.46			2 Carnival Corp	58	1.22
Israel — 1.01%			2 Cisco Systems Inc	52	1.10
1 Teva Pharmaceutical Industries Ltd, ADR	48	1.01	1 Citigroup Inc	46	0.97
Italy — 0.99%			1 CVS Caremark Corp	41	0.87
32 Banca Monte dei Paschi di Siena SpA	47	0.99	1 Exelon Corp	47	0.99
Japan — 5.65%			1 Fabrinet	22	0.47
9 Hitachi Ltd	71	1.50	1 Halliburton Co	52	1.10
			1 Hospira Inc	58	1.22
			1 JPMorgan Chase & Co	45	0.95
			- Merck & Co Inc	19	0.40

[^] 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 Fund[^]

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
United States — (continued)		
1 MetLife Inc	38	0.80
1 Molson Coors Brewing Co	65	1.37
3 Peabody Energy Corp	43	0.91
1 Spirit Aerosystems Holdings Inc, Class A	46	0.97
1 Veeco Instruments Inc	47	0.99
	972	20.51
Total Common Stock (Cost \$3,808)	4,072	85.91
Total Investments (Cost \$3,808)	4,072	85.91
Other Assets in Excess of Liabilities	668	14.09
Total Net Assets	\$4,740	100.00

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

ABBREVIATIONS:

ADR – American Depositary Receipt

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	80.97
Other assets	19.03
Total Assets	100.00

[^] 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, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 96.21%			Food Products — 1.34%		
Aerospace & Defense — 0.98%			27 General Mills Inc	1,434	0.40
37 Raytheon Co	3,524	0.98	26 Kraft Foods Group Inc	1,543	0.43
Air Freight & Logistics — 1.46%			51 Mondelez International Inc	1,837	0.51
54 United Parcel Service Inc, Class B	5,258	1.46		4,814	1.34
Auto Parts & Equipment — 0.88%			Healthcare – Services — 3.13%		
65 Johnson Controls Inc	3,158	0.88	17 AmerisourceBergen Corp	1,322	0.37
Beverages — 1.63%			21 Cardinal Health Inc	1,511	0.42
77 The Coca-Cola Co	3,225	0.90	37 Covidien Plc	3,254	0.91
28 PepsiCo Inc	2,625	0.73	21 Express Scripts Holding Co	1,583	0.44
	5,850	1.63	41 UnitedHealth Group Inc	3,567	0.99
Biotechnology — 1.50%				11,237	3.13
27 Amgen Inc	3,761	1.04	Hotels, Restaurants & Leisure — 0.49%		
17 Celgene Corp	1,645	0.46	24 Yum! Brands Inc	1,773	0.49
	5,406	1.50	Household Products — 2.11%		
Cable & Satellite — 3.12%			27 Kimberly-Clark Corp	2,887	0.81
205 Comcast Corp, Class A	11,204	3.12	56 The Procter & Gamble Co	4,684	1.30
Chemicals — 4.41%				7,571	2.11
35 Ecolab Inc	3,998	1.11	Industrial Conglomerates — 7.33%		
19 El du Pont de Nemours & Co	1,242	0.35	27 3M Co	3,830	1.07
12 Monsanto Co	1,412	0.39	28 Eaton Corp Plc	1,984	0.55
45 PPG Industries Inc	9,200	2.56	264 General Electric Co	6,871	1.91
	15,852	4.41	53 Honeywell International Inc	5,087	1.41
Commercial Services — 0.27%			22 Thermo Fisher Scientific Inc	2,648	0.74
38 Synchrony Financial	978	0.27	57 Tyco International Ltd	2,563	0.71
Communications Equipment — 1.03%			31 United Technologies Corp	3,384	0.94
111 Cisco Systems Inc	2,770	0.77		26,367	7.33
41 Juniper Networks Inc	955	0.26	Insurance — 6.31%		
	3,725	1.03	– Berkshire Hathaway Inc, Class A	8,029	2.24
Computers & Peripherals — 4.84%			91 MetLife Inc	4,999	1.39
115 Apple Inc	11,786	3.28	102 The Travelers Cos Inc	9,638	2.68
99 EMC Corp	2,919	0.81		22,666	6.31
14 International Business Machines Corp	2,689	0.75	Internet Software & Services — 3.86%		
	17,394	4.84	2 Amazon.com Inc	545	0.15
Electric Utilities — 0.30%			51 eBay Inc	2,844	0.79
23 Northeast Utilities	1,077	0.30	24 Facebook Inc, Class A	1,813	0.50
Energy Services — 0.76%			8 Google Inc	4,298	1.20
25 Schlumberger Ltd	2,752	0.76	8 Google Inc, Class A	4,387	1.22
Environmental Control — 0.31%				13,887	3.86
24 Waste Management Inc	1,110	0.31	Leisure Time — 0.43%		
Financials – Banks — 6.08%			24 Harley-Davidson Inc	1,551	0.43
33 BB&T Corp	1,228	0.34	Lodging — 0.57%		
80 Citigroup Inc	4,113	1.15	24 Starwood Hotels & Resorts Worldwide Inc	2,043	0.57
114 JPMorgan Chase & Co	6,770	1.88	Media — 4.06%		
38 SunTrust Banks Inc	1,465	0.41	76 Twenty-First Century Fox Inc	2,680	0.75
56 US Bancorp	2,368	0.66	132 The Walt Disney Co	11,906	3.31
115 Wells Fargo & Co	5,897	1.64		14,586	4.06
	21,841	6.08	Oil, Gas & Consumable Fuels — 9.58%		
Financials – Diversified — 2.05%			38 Anadarko Petroleum Corp	4,251	1.18
12 American Express Co	1,067	0.30	45 Cameron International Corp	3,366	0.94
63 Blackstone Group LP #	2,100	0.58	50 Chevron Corp	6,440	1.79
20 Visa Inc, Class A	4,212	1.17	24 ConocoPhillips	1,938	0.54
	7,379	2.05	100 Exxon Mobil Corp	9,972	2.77
Food & Staples Retailing — 3.44%			24 Hess Corp	2,404	0.67
78 CVS Caremark Corp	6,213	1.73	28 Occidental Petroleum Corp	2,906	0.81
82 Wal-Mart Stores Inc	6,164	1.71	134 Weatherford International Plc	3,165	0.88
	12,377	3.44		34,442	9.58
			Payment & Data Processors — 1.18%		
			51 Automatic Data Processing Inc	4,259	1.18

The accompanying notes are an integral part of the Financial Statements

Legg Mason ClearBridge US Appreciation Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
Pharmaceuticals — 8.68%		
27 AbbVie Inc	1,500	0.42
11 AstraZeneca Plc, ADR	815	0.22
12 BioMarin Pharmaceutical Inc	819	0.23
49 Bristol-Myers Squibb Co	2,498	0.69
31 GlaxoSmithKline Plc, ADR	1,539	0.43
82 Johnson & Johnson	8,524	2.37
118 Merck & Co Inc	7,106	1.98
193 Pfizer Inc	5,664	1.58
75 Roche Holding AG, ADR	2,724	0.76
	31,189	8.68
Real Estate Management & Development — 0.51%		
89 Forest City Enterprises Inc, Class A	1,842	0.51
Semiconductors & Equipment — 1.03%		
31 Qualcomm Inc	2,341	0.65
29 Texas Instruments Inc	1,381	0.38
	3,722	1.03
Software — 5.45%		
31 Adobe Systems Inc	2,198	0.61
24 Citrix Systems Inc	1,688	0.47
213 Microsoft Corp	9,697	2.70
76 Oracle Corp	3,154	0.88
24 Red Hat Inc	1,464	0.41
14 VMware Inc	1,388	0.38
	19,589	5.45
Speciality REIT — 1.03%		
38 American Tower Corp	3,708	1.03
Speciality Retail — 3.41%		
89 Home Depot Inc	8,351	2.32
65 TJX Cos Inc	3,897	1.09
	12,248	3.41
Telecommunications — 2.40%		
155 AT&T Inc	5,419	1.51
64 Verizon Communications Inc	3,212	0.89
	8,631	2.40
Transportation — 0.25%		
13 CH Robinson Worldwide Inc	881	0.25
Total Common Stock (Cost \$249,104)	345,891	96.21
Total Investments (Cost \$249,104)	345,891	96.21
Other Assets in Excess of Liabilities	13,607	3.79
Total Net Assets	\$359,498	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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	95.87
Other assets	4.13
Total Assets	100.00

The accompanying notes are an integral part of the Financial Statements

Legg Mason ClearBridge US Appreciation Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy	USD	–	Sell	EUR	–	\$ –
09/02/14	BNY Mellon	Buy	EUR	4	Sell	USD	6	–
09/03/14	BNY Mellon	Buy	USD	1	Sell	EUR	1	–
Unrealised Appreciation of Forward Foreign Currency Contracts								–
Unrealised Depreciation of Forward Foreign Currency Contracts								–
Net Depreciation of Forward Foreign Currency Contracts								\$ –

Legg Mason ClearBridge US Fundamental Value Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 99.47%			Industrial Conglomerates — 1.71%		
Aerospace & Defense — 5.60%			61 General Electric Co		
18 The Boeing Co	2,230	2.41	1,578	1.71	
17 Honeywell International Inc	1,607	1.74	Insurance — 5.46%		
14 Raytheon Co	1,335	1.45	58 Allied World Assurance Co Holdings Ltd	2,132	2.31
			33 Axis Capital Holdings Ltd	1,582	1.71
	5,172	5.60	14 The Chubb Corp	1,331	1.44
Airlines — 0.39%				5,045	5.46
8 Alaska Air Group Inc	360	0.39	Internet Software & Services — 2.05%		
Apparel & Luxury Goods — 0.58%			16 eBay Inc	873	0.95
15 Coach Inc	539	0.58	26 Yahoo! Inc	1,016	1.10
Auto Parts & Equipment — 1.00%				1,889	2.05
30 Allison Transmission Holdings Inc	927	1.00	Leisure Equipment & Products — 0.35%		
Capital Markets — 8.56%			9 Mattel Inc	319	0.35
5 BlackRock Inc	1,663	1.80	Machinery — 2.22%		
22 Franklin Resources Inc	1,221	1.32	16 Joy Global Inc	1,011	1.09
12 The Goldman Sachs Group Inc	2,067	2.24	11 Stanley Black & Decker Inc	1,041	1.13
10 Greenhill & Co Inc	477	0.52		2,052	2.22
34 State Street Corp	2,480	2.68	Media — 3.30%		
	7,908	8.56	34 The Walt Disney Co	3,050	3.30
Chemicals — 1.04%			Metals & Mining — 2.20%		
14 El du Pont de Nemours & Co	958	1.04	10 BHP Billiton Ltd, ADR	703	0.76
Commercial Banks — 11.78%			25 Nucor Corp	1,333	1.44
52 Citigroup Inc	2,701	2.92		2,036	2.20
20 First Republic Bank/San Francisco CA	956	1.03	Oil, Gas & Consumable Fuels — 12.08%		
48 JPMorgan Chase & Co	2,840	3.07	128 Berkley Renewables Inc ∞†	9	0.01
84 KeyCorp	1,145	1.24	23 Chevron Corp	2,957	3.20
131 Regions Financial Corp	1,327	1.44	25 Devon Energy Corp	1,875	2.03
45 US Bancorp	1,920	2.08	19 Exxon Mobil Corp	1,897	2.05
	10,889	11.78	13 Hess Corp	1,358	1.47
Commercial Services — 1.09%			15 Marathon Oil Corp	628	0.68
39 Synchrony Financial	1,006	1.09	13 Newfield Exploration Co	589	0.64
Communications Equipment — 2.97%			13 Occidental Petroleum Corp	1,314	1.42
57 Cisco Systems Inc	1,425	1.54	6 Royal Dutch Shell Plc, ADR	533	0.58
6 Plantronics Inc	292	0.32		11,160	12.08
82 Telefonaktiebolaget LM Ericsson, ADR	1,024	1.11	Pharmaceuticals — 11.25%		
	2,741	2.97	19 GlaxoSmithKline Plc, ADR	917	0.99
Computers & Peripherals — 2.18%			23 Johnson & Johnson	2,394	2.59
20 Apple Inc	2,008	2.18	54 Merck & Co Inc	3,269	3.54
Diversified Consumer Services — 0.22%			34 Novartis AG, ADR	3,014	3.26
5 Sotheby's	209	0.22	15 Teva Pharmaceutical Industries Ltd, ADR	800	0.87
Diversified Telecommunication Services — 1.15%				10,394	11.25
30 AT&T Inc	1,061	1.15	Real Estate Investment Trusts — 2.51%		
Energy Equipment & Services — 1.80%			34 Pebblebrook Hotel Trust	1,321	1.43
17 Halliburton Co	1,172	1.27	29 Weyerhaeuser Co	999	1.08
69 McDermott International Inc	494	0.53		2,320	2.51
	1,666	1.80	Real Estate Management & Development — 1.01%		
Engineering & Construction — 0.92%			7 Jones Lang LaSalle Inc	931	1.01
7 EMCOR Group Inc	283	0.30	Semiconductors & Equipment — 6.50%		
3 Fluor Corp	257	0.28	38 Applied Materials Inc	885	0.96
6 Jacobs Engineering Group Inc	315	0.34	15 KLA-Tencor Corp	1,161	1.26
	855	0.92	2 Samsung Electronics Co Ltd, GDR	1,066	1.15
Food Products — 2.08%			56 Teradyne Inc	1,150	1.24
21 Unilever Plc, ADR	930	1.01	22 Texas Instruments Inc	1,058	1.14
23 Unilever Plc	994	1.07	20 Veeco Instruments Inc	691	0.75
	1,924	2.08		6,011	6.50
Hotels, Restaurants & Leisure — 1.19%			Software — 0.90%		
29 Carnival Corp	1,100	1.19	34 Symantec Corp	834	0.90
Speciality Retail — 4.10%			Speciality Retail — 4.10%		
			30 Home Depot Inc	2,760	2.98
			8 Pier 1 Imports Inc	127	0.14

The accompanying notes are an integral part of the Financial Statements

Legg Mason ClearBridge US Fundamental Value Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
Speciality Retail — (continued)		
15 Target Corp	904	0.98
	3,791	4.10
Wireless Telecommunication Services — 1.28%		
35 Vodafone Group Plc, ADR	1,186	1.28
Total Common Stock (Cost \$63,810)	91,919	99.47
Total Investments (Cost \$63,810)	91,919	99.47
Other Assets in Excess of Liabilities	489	0.53
Total Net Assets	\$92,408	100.00

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

† Illiquid.

ABBREVIATIONS:

ADR – American Depositary Receipt

GDR – Global Depositary Receipt

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.87
Other assets	1.13
Total Assets	100.00

Legg Mason ClearBridge US Large Cap Growth Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 95.61%		
Air Freight & Logistics — 1.68%		
20 United Parcel Service Inc, Class B	1,921	1.68
Apparel — 0.93%		
14 NIKE Inc, Class B	1,062	0.93
Beverages — 4.01%		
23 Anheuser-Busch InBev NV, ADR	2,568	2.25
48 The Coca-Cola Co	2,007	1.76
	4,575	4.01
Biotechnology — 8.64%		
10 Amgen Inc	1,357	1.19
11 Biogen Idec Inc	3,911	3.42
38 Celgene Corp	3,639	3.19
3 Regeneron Pharmaceuticals Inc	964	0.84
	9,871	8.64
Cable & Satellite — 2.70%		
57 Comcast Corp, Special Class A	3,087	2.70
Chemicals — 1.99%		
20 Monsanto Co	2,274	1.99
Commercial Services — 1.23%		
13 Towers Watson & Co	1,411	1.23
Communications Equipment — 2.47%		
57 Juniper Networks Inc	1,318	1.15
20 Qualcomm Inc	1,504	1.32
	2,822	2.47
Computers & Peripherals — 2.62%		
29 Apple Inc	2,993	2.62
Distribution/Wholesale — 1.68%		
8 WW Grainger Inc	1,918	1.68
Drug Retail — 2.94%		
42 CVS Caremark Corp	3,352	2.94
Energy Equipment & Services — 5.36%		
38 Cameron International Corp	2,811	2.46
30 Schlumberger Ltd	3,319	2.90
	6,130	5.36
Financials – Diversified — 6.34%		
8 BlackRock Inc	2,728	2.39
60 The Charles Schwab Corp	1,714	1.50
17 CME Group Inc	1,281	1.12
35 The Nasdaq OMX Group	1,520	1.33
	7,243	6.34
Healthcare – Services — 2.39%		
32 UnitedHealth Group Inc	2,731	2.39
Industrial Conglomerates — 4.70%		
25 Eaton Corp Plc	1,743	1.53
60 General Electric Co	1,559	1.36
17 Thermo Fisher Scientific Inc	2,066	1.81
	5,368	4.70
Information Technology — 2.84%		
15 Visa Inc, Class A	3,239	2.84
Internet Software & Services — 14.88%		
45 Akamai Technologies Inc	2,716	2.38
12 Amazon.com Inc	4,007	3.51
50 eBay Inc	2,786	2.44
28 Facebook Inc, Class A	2,095	1.83
4 Google Inc	2,131	1.87
4 Google Inc, Class A	2,171	1.90

Shares (000's)	Value (000's) \$	% of Net Asset Value
5 LinkedIn Corp, Class A	1,083	0.95
	16,989	14.88
Media — 3.29%		
26 Twenty-First Century Fox Inc	907	0.79
32 The Walt Disney Co	2,849	2.50
	3,756	3.29
Metal Fabricate & Hardware — 1.32%		
6 Precision Castparts Corp	1,502	1.32
Pharmaceuticals — 5.74%		
40 Bristol-Myers Squibb Co	2,011	1.76
26 Johnson & Johnson	2,670	2.34
53 Zoetis Inc	1,871	1.64
	6,552	5.74
Restaurants — 1.58%		
25 Yum! Brands Inc	1,808	1.58
Semiconductors & Equipment — 2.68%		
33 Texas Instruments Inc	1,602	1.40
35 Xilinx Inc	1,464	1.28
	3,066	2.68
Software — 7.24%		
17 Check Point Software Technologies Ltd	1,212	1.06
34 Citrix Systems Inc	2,377	2.08
55 Microsoft Corp	2,502	2.19
36 Red Hat Inc	2,182	1.91
	8,273	7.24
Specialty Retail — 4.68%		
34 Home Depot Inc	3,136	2.75
37 Target Corp	2,207	1.93
	5,343	4.68
Technology — 1.68%		
65 EMC Corp	1,919	1.68
Total Common Stock (Cost \$76,622)	109,205	95.61
Total Investments (Cost \$76,622)	109,205	95.61
Other Assets in Excess of Liabilities	5,018	4.39
Total Net Assets	\$114,223	100.00

ABBREVIATIONS:

ADR – American Depositary Receipt

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	95.39
Other assets	4.61
Total Assets	100.00

Legg Mason ClearBridge US Aggressive Growth Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 88.27%			Media — 6.92%		
Biotechnology — 16.07%			1,139 AMC Networks Inc, Class A		
1,105 Amgen Inc	153,971	4.81	2,420 Cablevision Systems Corp, Class A	44,797	1.40
714 Biogen Idec Inc	244,868	7.65	26 CBS Corp, Class B	1,566	0.05
1,509 Immunogen Inc	17,840	0.56	365 DirectTV	31,544	0.98
1,046 Vertex Pharmaceuticals Inc	97,838	3.05	235 Discovery Communications Inc, Class A	10,272	0.32
			275 Discovery Communications Inc, Class C	11,814	0.37
	514,517	16.07	63 Liberty Global Plc, Series C	2,630	0.08
Cable & Satellite — 4.48%			21 Liberty Global Plc	901	0.03
12 Comcast Corp, Class A	677	0.02	580 Liberty Media Corp	28,134	0.88
2,613 Comcast Corp, Special Class A	142,689	4.46	290 Liberty Media Corp – Liberty Capital, Series A	14,288	0.45
	143,366	4.48	73 Starz – Liberty Capital	2,299	0.07
Commercial Services — 2.10%			22 Viacom Inc, Class B	1,753	0.05
1,825 The ADT Corp	67,286	2.10	32 World Wrestling Entertainment Inc, Class A	465	0.01
– Ascent Capital Group Inc, Class A	20	–			
	67,306	2.10		221,716	6.92
Computers & Peripherals — 7.13%			Metals & Mining — 1.77%		
1,359 SanDisk Corp	133,118	4.16	1,038 Freeport-McMoRan Copper & Gold Inc	37,753	1.18
1,519 Seagate Technology Plc	95,043	2.97	349 Nucor Corp	18,978	0.59
	228,161	7.13		56,731	1.77
Electronics — 0.66%			Oil, Gas & Consumable Fuels — 6.43%		
121 Dolby Laboratories Inc, Class A	5,634	0.18	1,491 Anadarko Petroleum Corp	168,052	5.25
244 TE Connectivity Ltd	15,323	0.48	847 Newfield Exploration Co	37,956	1.18
	20,957	0.66		206,008	6.43
Energy Services — 6.71%			Pharmaceuticals — 9.64%		
361 Core Laboratories NV	57,017	1.78	688 Actavis plc	156,132	4.87
459 National Oilwell Varco Inc	39,707	1.24	21 Agios Pharmaceuticals Inc	966	0.03
115 NOW Inc	3,793	0.12	43 Alkermes Plc	1,941	0.06
4,828 Weatherford International Plc	114,373	3.57	1,917 Isis Pharmaceuticals Inc	78,142	2.44
	214,890	6.71	8 Mallinckrodt Plc	683	0.02
Engineering & Construction — 0.81%			14 Teva Pharmaceutical Industries Ltd, ADR	748	0.02
10 Engility Holdings Inc	359	0.01	600 Valeant Pharmaceuticals International Inc	70,434	2.20
345 Fluor Corp	25,472	0.80		309,046	9.64
	25,831	0.81	Semiconductors & Equipment — 6.60%		
Entertainment — 1.12%			3,144 Broadcom Corp, Class A	123,817	3.87
537 Madison Square Garden Co, Class A	35,921	1.12	1,857 Cree Inc	84,610	2.64
Financials – Diversified — 0.19%			83 Intel Corp	2,890	0.09
54 Astoria Financial Corp	700	0.02		211,317	6.60
36 Cohen & Steers Inc	1,568	0.05	Software — 7.65%		
243 New York Community Bancorp Inc	3,874	0.12	1,882 Autodesk Inc	100,943	3.15
	6,142	0.19	1,340 Citrix Systems Inc	94,182	2.94
Healthcare Providers & Services — 5.79%			2,924 Nuance Communications Inc	49,735	1.56
224 Covidien Plc	19,432	0.61		244,860	7.65
1,914 UnitedHealth Group Inc	165,876	5.18	Telecommunications — 0.07%		
	185,308	5.79	25 ARRIS Group Inc	760	0.02
Healthcare-Products — 0.02%			52 Intelsat Luxembourg SA, 144A	1,693	0.05
15 Wright Medical Group Inc	447	0.02		2,453	0.07
Industrial Conglomerates — 0.53%			Total Common Stock (Cost \$2,182,137)		
45 Pentair Plc	3,044	0.10		2,826,397	88.27
308 Tyco International Ltd	13,749	0.43	Right — 0.00%		
	16,793	0.53	Healthcare-Products — 0.00%		
Internet Software & Services — 2.64%			58 Wright Medical Group Inc		
1,045 Facebook Inc, Class A	78,181	2.44		92	–
168 Liberty Interactive Corp, Class A	4,965	0.16	Total Right (Cost \$239)		
17 Liberty TripAdvisor Holdings Inc	601	0.02		92	–
17 Liberty Ventures, Series A	640	0.02	Total Investments (Cost \$2,182,376)		
	84,387	2.64		2,826,489	88.27
Machinery — 0.94%			Other Assets in Excess of Liabilities		
358 Pall Corp	30,240	0.94		375,488	11.73
			Total Net Assets		
				\$3,201,977	100.00

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, 2014 – (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. At August 31, 2014, these securities amounted to \$1,693,000 or 0.05% of net assets.

ABBREVIATIONS:

ADR – American Depositary Receipt

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Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	86.48
Financial derivative instruments	0.01
Other assets	13.51
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy USD 136	Sell AUD 146	\$ –
09/02/14	BNY Mellon	Buy USD 586	Sell EUR 443	3
09/02/14	BNY Mellon	Buy USD 1,235	Sell GBP 744	(1)
09/02/14	BNY Mellon	Buy USD –	Sell SEK 1	–
09/02/14	BNY Mellon	Buy USD 69	Sell SGD 86	–
09/02/14	BNY Mellon	Buy SGD 111	Sell USD 89	–
09/02/14	BNY Mellon	Buy EUR 91	Sell USD 120	(1)
09/02/14	BNY Mellon	Buy GBP 1	Sell USD 2	–
09/02/14	BNY Mellon	Buy AUD 211	Sell USD 196	–
09/03/14	BNY Mellon	Buy USD 132	Sell AUD 142	–
09/03/14	BNY Mellon	Buy USD 170	Sell EUR 129	–
09/03/14	BNY Mellon	Buy USD 270	Sell GBP 163	–
09/03/14	BNY Mellon	Buy USD 4	Sell SEK 27	–
09/03/14	BNY Mellon	Buy USD 41	Sell SGD 51	–
09/03/14	BNY Mellon	Buy EUR 2	Sell USD 3	–
09/03/14	BNY Mellon	Buy AUD 94	Sell USD 89	–
09/03/14	BNY Mellon	Buy SGD 240	Sell USD 192	–
09/03/14	BNY Mellon	Buy GBP –	Sell USD –	–
09/03/14	BNY Mellon	Buy SEK 47	Sell USD 7	–
09/04/14	BNY Mellon	Buy USD 67	Sell AUD 72	–
09/04/14	BNY Mellon	Buy AUD 264	Sell USD 247	–
09/12/14	BNY Mellon	Buy USD 2,455	Sell AUD 2,642	(8)
09/12/14	BNY Mellon	Buy USD 494	Sell EUR 372	5
09/12/14	BNY Mellon	Buy USD 7	Sell SEK 47	–
09/12/14	BNY Mellon	Buy USD 4,576	Sell SGD 5,730	(9)
09/12/14	BNY Mellon	Buy AUD 24,522	Sell USD 22,705	175
09/12/14	BNY Mellon	Buy EUR 82,887	Sell USD 111,038	(2,120)
09/12/14	BNY Mellon	Buy SEK 947	Sell USD 136	(2)
09/12/14	BNY Mellon	Buy SGD 24,577	Sell USD 19,658	19
09/12/14	BNY Mellon	Buy SGD 451	Sell USD 362	(1)
09/12/14	BNY Mellon	Buy GBP 12	Sell USD 22	–
Unrealised Appreciation of Forward Foreign Currency Contracts				202
Unrealised Depreciation of Forward Foreign Currency Contracts				(2,142)
Net Depreciation of Forward Foreign Currency Contracts				\$ (1,940)

Legg Mason ClearBridge Tactical Dividend Income Fund[^]

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 78.84%					
Commercial Services — 1.21%			9 The Williams Cos Inc		
2 Macquarie Infrastructure Co LLC	134	0.72		537	2.87
2 Paychex Inc	92	0.49			
	226	1.21		2,677	14.33
Computers & Peripherals — 2.13%			Real Estate Investment Trusts — 10.98%		
1 Apple Inc	107	0.57	5 American Capital Agency Corp	123	0.66
5 Seagate Technology Plc	292	1.56	12 Annaly Capital Management Inc	146	0.78
	399	2.13	3 Apartment Investment & Management Co	115	0.62
Electric Utilities — 3.16%			1 AvalonBay Communities Inc	116	0.62
5 Brookfield Infrastructure Partners LP #	224	1.20	4 DCT Industrial Trust Inc	30	0.16
4 Great Plains Energy Inc	91	0.49	3 EPR Properties	186	1.00
1 NRG Yield Inc	50	0.27	9 Excel Trust Inc	111	0.59
7 PPL Corp	225	1.20	1 Highwoods Properties Inc	27	0.14
	590	3.16	5 Hospitality Properties Trust	147	0.79
Electrical Components & Equipment — 0.33%			9 Inland Real Estate Corp	90	0.48
1 Emerson Electric Co	61	0.33	2 Liberty Property Trust	60	0.32
Entertainment — 2.86%			3 Ramco-Gershenson Properties Trust	54	0.29
25 Regal Entertainment Group	534	2.86	8 Retail Properties of America Inc	122	0.65
Financials – Diversified — 2.84%			5 Senior Housing Properties Trust	127	0.68
43 Och-Ziff Capital Management Group LLC #	532	2.84	1 Simon Property Group Inc	153	0.82
Forest Products & Paper — 0.33%			8 Spirit Realty Capital Inc	89	0.48
1 International Paper Co	62	0.33	15 Starwood Property Trust Inc	356	1.90
Household Products — 1.42%				2,052	10.98
2 Kimberly-Clark Corp	175	0.94	Semiconductors & Equipment — 1.41%		
1 The Procter & Gamble Co	90	0.48	5 Intel Corp	184	0.99
	265	1.42	2 Microchip Technology Inc	79	0.42
Investment Companies — 6.78%				263	1.41
19 Ares Capital Corp	326	1.75	Software — 0.96%		
25 FS Investment Corp	268	1.43	4 Microsoft Corp	180	0.96
15 Golub Capital BDC Inc	269	1.44	Telecommunications — 4.28%		
13 TCP Capital Corp	224	1.20	7 AT&T Inc	257	1.37
12 TriplePoint Venture Growth BDC Corp	180	0.96	2 Cisco Systems Inc	57	0.30
	1,267	6.78	6 Verizon Communications Inc	317	1.70
Metals & Mining — 0.95%			5 Vodafone Group Plc, ADR	170	0.91
5 Freeport-McMoRan Copper & Gold Inc	177	0.95		801	4.28
Oil, Gas & Consumable Fuels — 10.26%			Transportation — 6.72%		
13 KNOT Offshore Partners LP #	356	1.91	15 Dynagas Lng Partners LP #	355	1.90
20 North Atlantic Drilling Ltd	221	1.18	8 Golar LNG Partners LP #	316	1.69
14 Seadrill Ltd	513	2.74	12 Hoegh Lng Partners LP #	315	1.68
2 Targa Resources Corp	266	1.42	4 Teekay Corp	271	1.45
10 Transocean Partners LLC	290	1.55		1,257	6.72
10 VTTI Energy Partners LP #	273	1.46	Trucking & Leasing — 2.84%		
	1,919	10.26	12 TAL International Group Inc	531	2.84
Pharmaceuticals — 3.17%			Utilities — 1.88%		
3 Bristol-Myers Squibb Co	134	0.72	7 CenterPoint Energy Inc	179	0.96
2 GlaxoSmithKline Plc, ADR	75	0.40	12 National Grid Plc	172	0.92
1 Johnson & Johnson	99	0.53		351	1.88
3 Merck & Co Inc	195	1.04	Total Common Stock (Cost \$13,777)		
3 Pfizer Inc	91	0.48		14,738	78.84
	594	3.17	Preferred Stock — 15.43%		
Pipelines — 14.33%			Electric Utilities — 5.22%		
5 Enbridge Inc	264	1.41	6 Dominion Resources Inc/VA, Series A	327	1.75
8 EnLink Midstream LLC	311	1.66	5 Exelon Corp	268	1.44
8 Kinder Morgan Inc/DE	314	1.68	7 NextEra Energy Inc 2016	380	2.03
5 ONEOK Inc	317	1.70		975	5.22
12 Plains GP Holdings LP #	356	1.91	Hand/Machine Tools — 1.16%		
7 Spectra Energy Corp	271	1.45	2 Stanley Black & Decker Inc	218	1.16
6 TransCanada Corp	307	1.65	Industrial Conglomerates — 3.57%		
			11 United Technologies Corp	667	3.57
			Insurance — 3.18%		
			19 MetLife Inc	594	3.18
			Real Estate Investment Trusts — 2.30%		
			1 American Tower Corp, Series A	164	0.88

[^] Not authorised for sale to the public in Hong Kong.
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, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Preferred Stock — (continued)		
Real Estate Investment Trusts — (continued)		
5 Weyerhaeuser Co, Series A	266	1.42
	430	2.30
Total Preferred Stock (Cost \$2,878)	2,884	15.43
Total Investments (Cost \$16,655)	17,622	94.27
Other Assets in Excess of Liabilities	1,072	5.73
Total Net Assets	\$18,694	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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT IN ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	85.99
Other assets	14.01
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/12/14	BNY Mellon	Buy	USD	1	Sell	EUR	1	\$ –
09/12/14	BNY Mellon	Buy	SGD	15	Sell	USD	12	–
09/12/14	BNY Mellon	Buy	AUD	10	Sell	USD	9	–
09/12/14	BNY Mellon	Buy	CNH	158	Sell	USD	26	–
09/12/14	BNY Mellon	Buy	EUR	3,528	Sell	USD	4,724	(89)
Unrealised Appreciation of Forward Foreign Currency Contracts								–
Unrealised Depreciation of Forward Foreign Currency Contracts								(89)
Net Depreciation of Forward Foreign Currency Contracts								\$ (89)

[^] 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, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value
Collective Investment Schemes — 2.30%		
6,298 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	6,298	2.30
Total Collective Investment Schemes (Cost \$6,298)	6,298	2.30
Common Stock — 92.35%		
Advertising — 0.24%		
278 Millennial Media Inc	662	0.24
Basic Materials — 0.87%		
116 OCI Partners LP #	2,389	0.87
Biotechnology — 2.85%		
73 Gilead Sciences Inc	7,821	2.85
Communications — 3.03%		
112 eBay Inc	6,227	2.27
63 Zulily Inc	2,070	0.76
	8,297	3.03
Computers and Peripherals — 0.41%		
6 International Business Machines Corp	1,115	0.41
Consumer Discretionary — 20.97%		
13 Amazon.com Inc	4,492	1.64
63 Apollo Group Inc	1,750	0.64
121 Best Buy Co Inc	3,846	1.40
410 Boyd Gaming Corp	4,371	1.59
153 Ford Motor Co	2,655	0.97
115 General Motors Co	4,016	1.47
594 Groupon Inc	4,039	1.47
218 KB Home	3,869	1.41
118 Lennar Corp, Class A	4,623	1.68
16 Netflix Inc	7,654	2.79
210 Pandora Media Inc	5,687	2.07
346 PulteGroup Inc	6,654	2.43
195 Taylor Morrison Home Corp	3,873	1.41
	57,529	20.97
Consumer, Cyclical — 8.24%		
240 American Airlines Group Inc	9,323	3.40
641 Fiat SpA	6,269	2.28
167 GameStop Corp, Class A	7,035	2.56
	22,627	8.24
Consumer, Non-cyclical — 2.27%		
308 Intrexon Corp	6,242	2.27
Diversified Financial Services — 3.83%		
127 Nationstar Mortgage Holdings Inc	4,438	1.62
218 NorthStar Asset Management Group Inc/New York	4,031	1.47
62 Springleaf Holdings Inc	2,050	0.74
	10,519	3.83
Energy — 1.89%		
191 Chesapeake Energy Corp	5,193	1.89
Financial — 21.42%		
221 Assured Guaranty Ltd	5,340	1.95
436 Bank of America Corp	7,015	2.56
115 Citigroup Inc	5,961	2.17
185 E*Trade Financial Corp	4,118	1.50
590 Genworth Financial Inc, Class A	8,371	3.05
149 Hartford Financial Services Group Inc	5,535	2.02
936 MGIC Investment Corp	7,891	2.87
393 Newcastle Investment Corp	5,329	1.94
218 NorthStar Realty Finance Corp	4,035	1.47
167 PennyMac Financial Services Inc	2,572	0.94
179 Radian Group Inc	2,599	0.95
	58,766	21.42
Food — 1.05%		
301 Supervalu Inc	2,875	1.05

Shares (000's)	Value (000's) \$	% of Net Asset Value	
Health Care — 1.63%			
47 CIGNA Corp	4,465	1.63	
Industrial — 6.87%			
260 Delta Air Lines Inc	10,303	3.76	
179 United Continental Holdings Inc	8,536	3.11	
	18,839	6.87	
Information Technology — 12.28%			
58 Apple Inc	5,976	2.18	
80 Microsoft Corp	3,639	1.33	
71 NXP Semiconductor NV	4,851	1.77	
109 Qualcomm Inc	8,295	3.02	
107 Seagate Technology Plc	6,721	2.45	
51 Teradyne Inc	1,056	0.38	
91 Universal Display Corp	3,161	1.15	
	33,699	12.28	
Internet — 2.75%			
192 Coupons.com Inc	2,938	1.07	
5,661 Monitise Plc	4,605	1.68	
	7,543	2.75	
Telecommunication Services — 1.24%			
76 Level 3 Communications Inc	3,403	1.24	
Telecommunications — 0.51%			
56 Cisco Systems Inc	1,407	0.51	
Total Common Stock (Cost \$214,195)	253,391	92.35	
Warrant — 1.85%			
Financial — 1.85%			
264 JPMorgan Chase & Co – Series CW18	5,074	1.85	
Total Warrant (Cost \$4,192)	5,074	1.85	
Contracts			
Shares (000's)	Exercise Date	Value (000's) \$	% of Net Asset Value
Options — 4.89%			
Purchased Options — 4.89%			
4 January 2015 Call 71.43 on AAPL U.S.	1/17/2015	13,410	4.89
Total Options (Cost \$3,921)		13,410	4.89
Total Investments (Cost \$228,606)		278,173	101.39
Liabilities in Excess of Other Assets		(3,788)	(1.39)
Total Net Assets		\$274,385	100.00
Equity Swaps — (0.01%)			
Financial — (0.01%)			
120 Ellington Financial LLC	Credit Suisse	(12)	(0.01)
Unrealised depreciation on Equity Swaps		(12)	(0.01)
# Master Limited Partnership.			

Legg Mason Opportunity Fund

Portfolio of Investments as at August 31, 2014 – (continued)

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR OPTIONS, EQUITY SWAPS AND FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS DEALT ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	92.38
Financial derivative instruments	4.79
Collective investment schemes	2.25
Other assets	0.58
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy	USD	13	Sell	GBP	8	\$ –
09/02/14	BNY Mellon	Buy	USD	–	Sell	SEK	3	–
09/02/14	BNY Mellon	Buy	GBP	–	Sell	USD	–	–
09/03/14	BNY Mellon	Buy	USD	14	Sell	GBP	8	–
09/03/14	BNY Mellon	Buy	GBP	–	Sell	USD	–	–
09/12/14	BNY Mellon	Buy	USD	11	Sell	SEK	73	–
09/12/14	BNY Mellon	Buy	EUR	6	Sell	USD	8	–
09/12/14	BNY Mellon	Buy	SEK	923	Sell	USD	134	(2)
Unrealised Appreciation of Forward Foreign Currency Contracts								–
Unrealised Depreciation of Forward Foreign Currency Contracts								(2)
Net Depreciation of Forward Foreign Currency Contracts								\$ (2)

Legg Mason Royce US Small Cap Opportunity Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Collective Investment Schemes — 6.29%			233 Washington Federal Inc		
87,519 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	87,519	6.29	70,443 5.07		
Total Collective Investment Schemes (Cost \$87,519)	87,519	6.29	Building Materials — 2.83%		
Common Stock — 93.88%			545 Builders FirstSource Inc		
Advertising — 0.23%			177 Gibraltar Industries Inc		
682 ValueVision Media Inc	3,199	0.23	234 Griffon Corp		
Aerospace & Defense — 1.50%			500 Louisiana-Pacific Corp		
68 Curtiss-Wright Corp	4,885	0.35	634 NCI Building Systems Inc		
935 Kratos Defense & Security Solutions Inc	7,040	0.51	158 Ply Gem Holdings Inc		
397 LMI Aerospace Inc	6,039	0.43	452 Quanex Building Products Corp		
76 Spirit Aerosystems Holdings Inc, Class A	2,915	0.21	39,310 2.83		
	20,879	1.50	Building Systems & Components — 0.96%		
Agriculture — 0.33%			247 Apogee Enterprises Inc		
161 Tejon Ranch Co	4,527	0.33	409 PGT Inc		
Airlines — 1.11%			13,289 0.96		
335 Hawaiian Holdings Inc	5,226	0.38	Chemicals — 2.69%		
560 JetBlue Airways Corp	6,842	0.49	113 Axiall Corp		
325 Republic Airways Holdings Inc	3,299	0.24	288 Chemtura Corp		
	15,367	1.11	395 Kraton Performance Polymers		
Apparel, Shoes & Accessories — 0.88%			134 Landec Corp		
180 Joe's Jeans Inc	189	0.01	319 OM Group Inc		
858 Quiksilver Inc	2,495	0.18	189 Schulman (A.) Inc		
49 Skechers U.S.A. Inc, Class A	2,860	0.21	37,408 2.69		
236 Unifi Inc	6,730	0.48	Commercial Services — 2.48%		
	12,274	0.88	217 ABM Industries Inc		
Auto Parts & Equipment — 3.27%			405 Albany Molecular Research Inc		
620 Accuride Corp	2,827	0.20	277 CTPartners Executive Search Inc		
721 Commercial Vehicle Group Inc	5,778	0.41	43 DeVry Inc		
135 Cooper Tire & Rubber Co	4,162	0.30	191 Kelly Services Inc, Class A		
400 Dana Holding Corp	9,292	0.67	910 Monster Worldwide Inc		
236 Fuel Systems Solutions Inc	2,391	0.17	195 Rent-A-Center Inc/TX		
653 Meritor Inc	8,900	0.64	34,468 2.48		
425 Spartan Motors Inc	2,219	0.16	Computers — 1.71%		
218 Tower International Inc	7,310	0.53	260 Cray Inc		
26 Visteon Corp	2,631	0.19	420 Datalink Corp		
	45,510	3.27	413 Silicon Graphics International Corp		
Banking — 5.07%			325 Spansion Inc, Class A		
148 Bancorpsouth Inc	3,122	0.22	7,248 1.71		
135 BankUnited Inc	4,259	0.31	Cosmetics & Personal Care — 0.30%		
40 Berkshire Hills Bancorp Inc	985	0.07	244 Elizabeth Arden Inc		
323 Boston Private Financial Holdings Inc	3,925	0.28	4,172 0.30		
78 Brookline Bancorp Inc	709	0.05	Distribution — 1.51%		
160 Capital Bank Financial Corp	3,915	0.28	355 Ingram Micro Inc, Class A		
143 Centerstate Banks Inc	1,489	0.11	184 Owens & Minor Inc		
100 Columbia Banking System Inc	2,601	0.19	238 Wesco Aircraft Holdings Inc		
136 Fidelity Southern Corp	1,881	0.14	20,924 1.51		
40 First Bancorp/Troy NC	711	0.05	Drugs & Biotech — 0.52%		
35 First Internet Bancorp	580	0.04	235 Cambrex Corp		
178 First NBC Bank Holding Co	5,716	0.41	391 RTI Biologics Inc		
95 Guaranty Bancorp	1,323	0.10	7,230 0.52		
65 Independent Bank Group Inc	3,290	0.24	Electrical Components & Equipment — 2.45%		
52 South State Corp	3,045	0.22	444 Advanced Energy Industries Inc		
46 Southern National Bancorp of Virginia Inc	491	0.04	320 Ameresco Inc, Class A		
205 State Bank Financial Corp	3,436	0.25	139 Encore Wire Corp		
290 Tristate Capital Holdings Inc	2,764	0.20	396 General Cable Corp		
265 Trustmark Corp	6,290	0.45	195 Insteel Industries Inc		
320 Umpqua Holdings Corp	5,593	0.40	145 Pike Electric Corp		
120 United Bankshares Inc	3,954	0.28	56 SunPower Corp, Class A		
155 Valley National Bancorp	1,550	0.11	34,100 2.45		
264 Walker & Dunlop Inc	3,744	0.27	Electronics — 5.71%		
			241 Ballantyne Strong Inc		
			365 Benchmark Electronics Inc		

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, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)			Insurance — 2.42%		
Electronics — (continued)			208 Ambac Financial Group Inc		
159 CTS Corp	2,819	0.20	293 Assured Guaranty Ltd	7,064	0.51
333 Daktronics Inc	4,382	0.32	282 Hilltop Holdings Inc	5,962	0.43
90 Frequency Electronics Inc	1,054	0.08	65 Kingstone Cos Inc	474	0.03
280 GSI Group Inc	3,594	0.26	548 MBIA Inc	5,710	0.41
438 II-VI Inc	6,114	0.44	400 MGIC Investment Corp	3,372	0.24
1,136 Kemet Corp	5,724	0.41	417 Radian Group Inc	6,071	0.44
261 Knowles Corp	8,576	0.62			
473 Newport Corp	8,916	0.64		33,687	2.42
509 Sanmina Corp	11,940	0.86	Internet Software & Services — 0.89%		
240 SemiLEDs Corp	192	0.01	208 Bankrate Inc	2,925	0.21
514 TTM Technologies Inc	3,931	0.28	255 Boingo Wireless Inc	1,775	0.13
605 Vishay Intertechnology Inc	9,680	0.70	283 Limelight Networks Inc	671	0.05
77 Vishay Precision Group Inc	1,178	0.08	245 Perficient Inc	4,223	0.30
197 Zagg Inc	1,160	0.08	566 QuinStreet Inc	2,709	0.20
	79,359	5.71		12,303	0.89
Energy-Alternate Sources — 0.14%			Investment Companies — 0.05%		
210 Solazyme Inc	1,974	0.14	200 Harris & Harris Group Inc	664	0.05
Engineering & Construction — 1.31%			Iron & Steel — 0.65%		
383 Aegion Corp, Class A	9,445	0.68	833 AK Steel Holding Corp	9,091	0.65
398 Layne Christensen Co	4,523	0.32	Leisure & Entertainment — 0.21%		
600 McDermott International Inc	4,316	0.31	345 Black Diamond Inc	2,926	0.21
	18,284	1.31	Machinery — 1.67%		
Environmental Control — 0.23%			211 Albany International Corp, Class A	7,927	0.57
557 TRC Cos Inc	3,209	0.23	215 Astec Industries Inc	8,931	0.64
Financials – Diversified — 0.59%			369 Hardinge Inc	4,170	0.30
218 Air Lease Corp, Class A	8,262	0.59	317 Intevac Inc	2,260	0.16
Food — 0.45%				23,288	1.67
150 Inventure Foods Inc	1,817	0.13	Media — 0.61%		
467 Supervalu Inc	4,460	0.32	770 Entravision Communications Corp	3,527	0.25
	6,277	0.45	1,110 The McClatchy Co, Class A	5,006	0.36
Healthcare-Products — 2.41%				8,533	0.61
618 Accuray Inc	5,027	0.36	Metal Fabrication & Distribution — 6.72%		
140 Alere Inc	4,963	0.36	574 AM Castle & Co	5,626	0.40
156 Exactech Inc	3,722	0.27	154 Carpenter Technology Corp	8,429	0.61
79 Greatbatch Inc	3,600	0.26	630 Commercial Metals Co	10,886	0.78
443 Invacare Corp	6,790	0.49	259 Dynamic Materials Corp	5,166	0.37
324 Merit Medical Systems Inc	4,051	0.29	395 Furmanite Corp	3,592	0.26
637 Orasure Technologies Inc	5,305	0.38	142 Haynes International Inc	7,031	0.51
	33,458	2.41	351 Mueller Industries Inc	10,258	0.74
Healthcare-Services — 0.74%			1,058 Mueller Water Products Inc, Class A	9,761	0.70
240 Kindred Healthcare Inc	4,956	0.35	258 NN Inc	7,514	0.54
385 Select Medical Holdings Corp	5,398	0.39	245 Northwest Pipe Co	9,055	0.65
	10,354	0.74	382 RTI International Metals Inc	11,082	0.80
Home Builders — 3.27%			104 Timkensteel Corp	4,969	0.36
555 Hovnanian Enterprises Inc, Class A	2,331	0.17		93,369	6.72
273 Installed Building Products Inc	3,650	0.26	Mining — 2.41%		
225 MI Homes Inc	5,121	0.37	485 Century Aluminum Co	12,115	0.87
288 MDC Holdings Inc	8,340	0.60	355 Coeur Mining Inc	2,812	0.20
173 Meritage Homes Corp	7,140	0.51	600 Hecla Mining Co	1,962	0.14
187 The New Home Co Inc	2,653	0.19	139 Kaiser Aluminum Corp	11,196	0.81
670 Standard Pacific Corp	5,608	0.40	470 Molycorp Inc	841	0.06
343 TRI Pointe Homes Inc	5,069	0.37	1,133 Noranda Aluminum Holding Corp	4,611	0.33
218 William Lyon Homes, Class A	5,565	0.40		33,537	2.41
	45,477	3.27	Miscellaneous Manufacturing — 1.09%		
Home Furnishing & Appliances — 0.22%			110 Barnes Group Inc	3,766	0.27
121 Ethan Allen Interiors Inc	3,042	0.22	611 Federal Signal Corp	8,995	0.65
Hotels, Restaurants & Leisure — 0.88%			84 Lydall Inc	2,328	0.17
567 Belmond Ltd, Class A	7,246	0.52		15,089	1.09
100 Ryman Hospitality Properties	4,975	0.36	Office Furnishings — 0.86%		
	12,221	0.88	443 Interface Inc, Class A	7,536	0.54

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, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)					
Office Furnishings — (continued)					
286 Steelcase Inc	4,484	0.32	551 Fairchild Semiconductor International Inc, Class A	9,671	0.70
	12,020	0.86	603 FormFactor Inc	4,248	0.30
Oil & Gas — 4.84%			462 Inphi Corp	6,954	0.50
330 Approach Resources Inc	5,897	0.42	312 Integrated Silicon Solution Inc	4,627	0.33
125 Basic Energy Services Inc	3,026	0.22	165 International Rectifier Corp	6,501	0.47
151 C&J Energy Services Inc	4,318	0.31	558 Intersil Corp, Class A	8,388	0.60
720 Cal Dive International Inc	571	0.04	153 IXYS Corp	1,834	0.13
280 Goodrich Petroleum Corp	6,188	0.45	200 Kopin Corp	794	0.06
1,000 Hercules Offshore Inc	3,370	0.24	348 Kulicke & Soffa Industries Inc	5,105	0.37
512 Key Energy Services Inc	3,226	0.23	201 Magnachip Semiconductor Corp	2,478	0.18
161 Matador Resources Co	4,406	0.32	1,005 Mattson Technology Inc	2,472	0.18
102 Natural Gas Services Group Inc	3,030	0.22	256 Maxlinear Inc	2,368	0.17
490 Newpark Resources Inc	6,042	0.43	422 Microsemi Corp	11,242	0.81
430 Parker Drilling Co	2,700	0.19	360 Nanometrics Inc	6,019	0.43
140 Patterson-UTI Energy Inc	4,836	0.35	207 Omnivision Technologies Inc	5,598	0.40
1,067 Pengrowth Energy Corp	6,818	0.49	815 Pericom Semiconductor Corp	7,973	0.57
360 Pioneer Energy Services Corp	5,537	0.40	501 QLogic Corp	4,530	0.33
502 Swift Energy Co	5,698	0.41	160 Rovi Corp	3,701	0.27
290 Walter Energy Inc	1,621	0.12	509 Rubicon Technology Inc	3,178	0.23
	67,284	4.84	510 Rudolph Technologies Inc	4,932	0.35
Real Estate Management & Development — 1.95%			315 Sunedison Inc	6,939	0.50
35 BRT Realty Trust	251	0.02	181 SunEdison Semiconductor Ltd	3,047	0.22
335 Campus Crest Communities Inc	2,757	0.20	221 Ultra Clean Holdings	2,132	0.15
228 Kennedy-Wilson Holdings Inc	5,955	0.43	282 Vitesse Semiconductor Corp	942	0.07
160 LaSalle Hotel Properties	5,848	0.42	730 Xcerra Corp	7,628	0.55
306 Mack-Cali Realty Corp	6,458	0.46		152,461	10.97
43 Maui Land & Pineapple Co Inc	295	0.02	Software — 2.74%		
318 Rouse Properties Inc	5,556	0.40	443 Actuate Corp	1,965	0.14
	27,120	1.95	440 Allscripts Healthcare Solutions Inc	6,501	0.47
Retail — 4.09%			298 Audience Inc	2,555	0.18
405 Aeropostale Inc	1,697	0.12	951 CIBER Inc	3,632	0.26
172 Cash America International Inc	7,678	0.55	410 Digital River Inc	6,261	0.45
345 Central Garden and Pet Co	3,036	0.22	672 Echelon Corp	1,539	0.11
65 Central Garden and Pet Co, Class A	586	0.04	303 Mentor Graphics Corp	6,608	0.48
112 Chico's FAS Inc	1,773	0.13	406 Mercury Computer Systems Inc	4,535	0.33
146 Destination Maternity Corp	2,821	0.20	606 Radisys Corp	1,868	0.13
65 DSW Inc	2,011	0.15	589 Smith Micro Software Inc	589	0.04
433 Ecorp Inc, Class A	4,597	0.33	88 Unisys Corp	2,060	0.15
220 Gaia Inc, Class A	1,632	0.12		38,113	2.74
220 Hudson's Bay Co	3,323	0.24	Telecommunications — 3.60%		
760 J.C. Penney Co Inc	8,208	0.59	720 Aviat Networks Inc	1,131	0.08
173 Krispy Kreme Doughnuts Inc	2,943	0.21	180 Ciena Corp	3,724	0.27
246 MarineMax Inc	4,246	0.31	156 Comtech Telecommunications Corp	5,934	0.43
550 New York & Co Inc	1,870	0.13	1,029 EarthLink Holdings Corp	4,250	0.30
495 Pacific Sunwear of California Inc	1,030	0.07	1,455 Extreme Networks Inc	7,755	0.56
286 PCM Inc	2,985	0.22	481 Harmonic Inc	3,159	0.23
75 RadioShack Corp	120	0.01	791 Iridium Communications Inc	7,437	0.53
570 Ruby Tuesday Inc	3,517	0.25	606 NeoPhotonics Corp	1,625	0.12
159 Stage Stores Inc	2,769	0.20	553 Oclaro Inc	967	0.07
	56,842	4.09	308 Oplink Communications Inc	5,956	0.43
Retail Stores — 0.63%			555 RF Micro Devices Inc	6,921	0.50
658 Bebe Stores inc	2,170	0.16	627 Westell Technologies Inc, Class A	1,203	0.08
655 dELIA*s Inc	308	0.02		50,062	3.60
569 West Marine Inc	6,242	0.45	Textiles — 0.24%		
	8,720	0.63	351 The Dixie Group Inc	3,392	0.24
Semiconductors & Equipment — 10.97%			Transportation & Logistics — 3.45%		
491 Alpha & Omega Semiconductor Ltd	4,528	0.33	163 ArcBest Corp	5,852	0.42
53 Amtech Systems Inc	559	0.04	169 Atlas Air Worldwide Holdings	5,656	0.41
1,050 Anadigics Inc	658	0.05	520 Baltic Trading Ltd	3,052	0.22
687 Axcelis Technologies Inc	1,389	0.10	473 Diana Shipping Inc	5,027	0.36
762 Brooks Automation Inc	8,636	0.62	519 Navios Maritime Holdings Inc	4,907	0.35
217 Cohu Inc	2,669	0.19	485 Scorpio Tankers Inc	4,637	0.33
385 Emcore Corp	1,686	0.12	505 StealthGas Inc	4,944	0.36
460 Emulex Corp	2,521	0.18	343 Swift Transportation Co	7,254	0.52
653 Exar Corp	6,514	0.47			

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, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
Transportation & Logistics — (continued)		
214 XPO Logistics Inc	6,627	0.48
	47,956	3.45
Total Common Stock (Cost \$1,176,970)	1,305,285	93.88
Real Estate Investment Trusts — 0.27%		
Real Estate Management & Development — 0.27%		
453 RAIT Financial Trust	3,661	0.27
Total Real Estate Investment Trusts (Cost \$3,002)	3,661	0.27
Total Investments (Cost \$1,267,491)	1,396,465	100.44
Liabilities in Excess of Other Assets	(6,080)	(0.44)
Total Net Assets	\$1,390,385	100.00

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	93.27
Financial derivative instruments	0.01
Collective investment schemes	6.24
Other assets	0.48
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy	USD	–
09/02/14	BNY Mellon	Buy	USD	194
09/02/14	BNY Mellon	Buy	USD	22
09/02/14	BNY Mellon	Buy	AUD	98
09/02/14	BNY Mellon	Buy	EUR	12
09/02/14	BNY Mellon	Buy	GBP	–
09/02/14	BNY Mellon	Buy	SGD	129
09/03/14	BNY Mellon	Buy	USD	75
09/03/14	BNY Mellon	Buy	USD	–
09/03/14	BNY Mellon	Buy	USD	321
09/03/14	BNY Mellon	Buy	USD	–
09/03/14	BNY Mellon	Buy	AUD	34
09/03/14	BNY Mellon	Buy	EUR	24
09/03/14	BNY Mellon	Buy	GBP	1
09/03/14	BNY Mellon	Buy	SGD	78
09/04/14	BNY Mellon	Buy	USD	73
09/12/14	BNY Mellon	Buy	USD	998
09/12/14	BNY Mellon	Buy	USD	7
09/12/14	BNY Mellon	Buy	USD	6
09/12/14	BNY Mellon	Buy	USD	40
09/12/14	BNY Mellon	Buy	USD	611
09/12/14	BNY Mellon	Buy	EUR	4,891
09/12/14	BNY Mellon	Buy	GBP	66
09/12/14	BNY Mellon	Buy	SEK	582
09/12/14	BNY Mellon	Buy	AUD	22,472
09/12/14	BNY Mellon	Buy	CHF	650
09/12/14	BNY Mellon	Buy	SGD	25,751
				–
				117
				27
				92
				15
				–
				104
				80
				–
				194
				–
				31
				31
				2
				62
				78
				1,076
				6
				5
				279
				762
				6,553
				111
				85
				20,808
				718
				20
Unrealised Appreciation of Forward Foreign Currency Contracts				182
Unrealised Depreciation of Forward Foreign Currency Contracts				(142)
Net Appreciation of Forward Foreign Currency Contracts				\$ 40

Legg Mason Royce US Smaller Companies Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Collective Investment Schemes — 7.03%					
32,147 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	32,147	7.03	16 Virtus Investment Partners Inc	3,630	0.79
Total Collective Investment Schemes (Cost \$32,147)	32,147	7.03		26,899	5.88
Common Stock — 93.21%					
Aerospace & Defense — 0.84%			Food & Tobacco Processors — 2.95%		
36 Cubic Corp	1,592	0.35	59 Cal-Maine Foods Inc	4,678	1.02
54 HEICO Corp, Class A	2,256	0.49	106 Industrias Bachoco SAB de CV, ADR	6,036	1.32
	3,848	0.84	30 Sanderson Farms Inc	2,774	0.61
Apparel, Shoes & Accessories — 0.28%				13,488	2.95
17 Columbia Sportswear Co	1,262	0.28	Forest Products & Paper — 0.92%		
			98 Schweitzer-Mauduit International Inc	4,198	0.92
Biotechnology — 5.41%			Healthcare-Products — 1.80%		
65 Bio-Rad Laboratories Inc, Class A	7,765	1.70	86 Techne Corp	8,208	1.80
312 The Medicines Company	8,001	1.75	Home Builders — 1.57%		
248 Myriad Genetics Inc	8,961	1.96	6 NVR Inc	7,157	1.57
	24,727	5.41	Industrial Components — 0.93%		
Building Systems & Components — 0.45%			487 GrafTech International Ltd	4,254	0.93
46 Drew Industries Inc	2,051	0.45	Industrial Distribution — 1.18%		
			60 MSC Industrial Direct Co Inc, Class A	5,395	1.18
Chemicals — 5.08%			Insurance — 2.63%		
167 Aceto Corp	3,214	0.70	134 Genworth MI Canada Inc	4,741	1.04
179 Innospec Inc	7,557	1.65	185 Validus Holdings Ltd	7,252	1.59
107 Minerals Technologies Inc	6,678	1.46		11,993	2.63
119 OM Group Inc	3,171	0.70	Machinery — 2.53%		
27 Westlake Chemical Corp	2,613	0.57	198 Columbus McKinnon Corp	4,962	1.08
	23,233	5.08	85 Kennametal Inc	3,792	0.83
Commercial Services — 4.87%			34 Wabtec Corp	2,829	0.62
209 ICF International Inc	7,054	1.54		11,583	2.53
62 Robert Half International Inc	3,119	0.68	Media — 1.16%		
397 Sykes Enterprises Inc	8,323	1.82	158 EW Scripps Co	2,995	0.66
35 Towers Watson & Co	3,793	0.83	39 John Wiley & Sons Inc	2,308	0.50
	22,289	4.87		5,303	1.16
Computers — 1.77%			Metal Fabrication & Distribution — 7.77%		
86 j2 Global Inc	4,618	1.01	161 CIRCOR International Inc	11,486	2.51
353 Silicon Graphics International Corp	3,460	0.76	121 Reliance Steel & Aluminum Co	8,456	1.85
	8,078	1.77	121 Timken Co	5,462	1.20
Electrical Components & Equipment — 1.20%			53 Timkensteel Corp Npv	2,539	0.56
85 EnerSys Inc	5,485	1.20	54 Valmont Industries Inc	7,560	1.65
				35,503	7.77
Electronics — 4.33%			Mining — 0.56%		
46 Coherent Inc	2,948	0.65	342 Major Drilling Group International Inc	2,569	0.56
43 Dolby Laboratories Inc, Class A	2,025	0.44	Miscellaneous Manufacturing — 3.11%		
178 Gentex Corp	5,250	1.15	56 Carlisle Cos Inc	4,672	1.02
72 IPG Photonics Corp	4,911	1.08	328 John Bean Technologies Corp	9,534	2.09
193 Rofin-Sinar Technologies Inc	4,630	1.01		14,206	3.11
	19,764	4.33	Oil & Gas Services — 4.05%		
Energy Services — 7.07%			293 Pason Systems Inc	9,344	2.05
77 Helmerich & Payne Inc	8,067	1.77	326 TGS Nopec Geophysical Co ASA	9,147	2.00
98 Oil States International Inc	6,296	1.38		18,491	4.05
43 SEACOR Holdings Inc	3,481	0.76	Pharmaceuticals — 0.81%		
32 Superior Energy Services Inc	1,154	0.25	94 Lannett Co Inc	3,702	0.81
202 Unit Corp	13,319	2.91	Real Estate — 0.83%		
	32,317	7.07	171 PICO Holdings Inc	3,784	0.83
Engineering & Construction — 1.69%			Retail — 7.63%		
144 Jacobs Engineering Group Inc	7,744	1.69	402 Ascena Retail Group Inc	6,991	1.53
Financials — 1.40%			148 The Buckle Inc	7,274	1.59
169 SEI Investments Co	6,403	1.40	122 Genesco Inc	9,674	2.12
			125 Movado Group Inc	4,627	1.01
Financials – Diversified — 5.88%					
683 Ashmore Group Plc	3,991	0.87			
363 Federated Investors Inc, Class B	11,136	2.44			
149 Lazard Ltd, Class A #	8,142	1.78			

The accompanying notes are an integral part of the Financial Statements

Legg Mason Royce US Smaller Companies Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
Retail — (continued)		
142 Nu Skin Enterprises Inc, Class A	6,328	1.38
	34,894	7.63
Semiconductors & Equipment — 9.73%		
63 Cabot Microelectronics Corp	2,716	0.60
13 FEI Co	1,092	0.24
272 Integrated Silicon Solution Inc	4,027	0.88
87 Lam Research Corp	6,263	1.37
375 MKS Instruments Inc	12,718	2.78
265 Nanometrics Inc	4,438	0.97
280 Teradyne Inc	5,767	1.26
109 Tessera Technologies Inc	3,211	0.70
120 Veeco Instruments Inc	4,252	0.93
	44,484	9.73
Sports & Recreation — 1.01%		
86 Thor Industries Inc	4,619	1.01
Telecommunications — 1.77%		
350 Adtran Inc	8,087	1.77
Total Common Stock (Cost \$363,174)	426,018	93.21
Total Investments (Cost \$395,321)	458,165	100.24
Liabilities in Excess of Other Assets	(1,112)	(0.24)
Total Net Assets	\$457,053	100.00

Master Limited Partnership.

ABBREVIATIONS:

ADR – American Depositary Receipt

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVE INSTRUMENTS AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	90.57
Financial derivative instruments	0.01
Collective investment schemes	6.83
Other assets	2.59
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)	Sell Currency (000's)	Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy USD 6,618	Sell EUR 5,016	\$ 28
09/02/14	BNY Mellon	Buy USD –	Sell GBP –	–
09/02/14	BNY Mellon	Buy EUR 5,093	Sell USD 6,733	(41)
09/02/14	BNY Mellon	Buy GBP 14	Sell USD 24	–
09/03/14	BNY Mellon	Buy USD 44	Sell EUR 34	–
09/03/14	BNY Mellon	Buy USD 53	Sell GBP 32	–
09/03/14	BNY Mellon	Buy GBP –	Sell USD –	–
09/03/14	BNY Mellon	Buy EUR –	Sell USD –	–
09/04/14	BNY Mellon	Buy USD 2	Sell GBP 1	–
09/04/14	BNY Mellon	Buy GBP –	Sell USD –	–
09/12/14	BNY Mellon	Buy SEK 50	Sell USD 7	–
09/12/14	BNY Mellon	Buy EUR 5,407	Sell USD 7,143	(38)
Unrealised Appreciation of Forward Foreign Currency Contracts				28
Unrealised Depreciation of Forward Foreign Currency Contracts				(79)
Net Depreciation of Forward Foreign Currency Contracts				\$ (51)

The accompanying notes are an integral part of the Financial Statements

Legg Mason Royce Smaller Companies Fund II [^]

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Collective Investment Schemes — 4.10%					
1,394 Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	1,394	4.10	1 Virtus Investment Partners	288	0.85
Total Collective Investment Schemes (Cost \$1,394)	1,394	4.10		2,054	6.05
Common Stock — 95.28%			Food & Tobacco Processors — 3.12%		
Aerospace & Defense — 0.86%			5 Cal-Maine Foods Inc	382	1.13
3 Cubic Corp	122	0.36	8 Industrias Bachoco SAB de CV, ADR	461	1.36
4 HEICO Corp, Class A	170	0.50	2 Sanderson Farms Inc	215	0.63
	292	0.86		1,058	3.12
Apparel, Shoes & Accessories — 0.28%			Forest Products and Paper — 0.92%		
1 Columbia Sportswear Co	95	0.28	7 Schweitzer-Mauduit International Inc	312	0.92
Biotechnology — 5.50%			Healthcare-Products — 1.80%		
5 Bio-Rad Laboratories Inc, Class A	597	1.75	6 Techne Corp	613	1.80
23 The Medicines Company	594	1.75	Home Builders — 1.64%		
19 Myriad Genetics Inc	680	2.00	– NVR Inc	558	1.64
	1,871	5.50	Industrial Components — 1.68%		
Building Systems & Components — 0.46%			3 Coherent Inc	222	0.65
4 Drew Industries Inc	157	0.46	15 RoFin-Sinar Technologies Inc	350	1.03
Chemicals — 5.20%				572	1.68
13 Aceto Corp	239	0.70	Insurance — 2.74%		
14 Innospec Inc	582	1.71	10 Genworth MI Canada Inc	349	1.02
8 Minerals Technologies Inc	515	1.52	15 Validus Holdings Ltd	584	1.72
9 OM Group Inc	238	0.70		933	2.74
2 Westlake Chemical Corp	194	0.57	Machinery — 2.56%		
	1,768	5.20	15 Columbus McKinnon Corp	378	1.11
Commercial Services — 4.96%			6 Kennametal Inc	276	0.81
16 ICF International Inc	536	1.58	3 Wabtec Corp	216	0.64
5 Robert Half International Inc	236	0.69		870	2.56
30 Sykes Enterprises Inc	626	1.84	Media — 1.19%		
3 Towers Watson & Co	287	0.85	12 EW Scripps Co	228	0.67
	1,685	4.96	3 John Wiley & Sons Inc	175	0.52
Computers — 1.78%				403	1.19
7 j2 Global Inc	352	1.04	Metal Fabrication & Distribution — 9.03%		
26 Silicon Graphics International Corp	252	0.74	12 CIRCOR International Inc	861	2.54
	604	1.78	37 GrafTech International Ltd	324	0.95
Electrical Components & Equipment — 1.26%			9 Reliance Steel & Aluminum Co	644	1.90
7 EnerSys Inc	428	1.26	9 Timken Co	423	1.25
Electronics — 2.88%			5 Timkensteel Corp Npv	222	0.65
4 Dolby Laboratories Inc, Class A	193	0.57	4 Valmont Industries Inc	592	1.74
13 Gentex Corp	395	1.16		3,066	9.03
6 IPG Photonics Corp	392	1.15	Mining — 0.60%		
	980	2.88	27 Major Drilling Group International Inc	204	0.60
Energy Services — 9.06%			Miscellaneous Manufacturing — 3.13%		
6 Helmerich & Payne Inc	603	1.78	4 Carlisle Cos Inc	355	1.04
7 Oil States International Inc	469	1.38	24 John Bean Technologies Corp	709	2.09
21 Pason Systems Inc	689	2.03		1,064	3.13
3 SEACOR Holdings Inc	268	0.79	Oil & Gas Services — 2.01%		
2 Superior Energy Services Inc	86	0.25	24 TGS Nopec Geophysical Co ASA	683	2.01
15 Unit Corp	962	2.83	Pharmaceuticals — 0.82%		
	3,077	9.06	7 Lannett Co Inc	278	0.82
Engineering & Construction — 1.70%			Real Estate — 0.83%		
11 Jacobs Engineering Group Inc	576	1.70	13 PICO Holdings Inc	284	0.83
Financials — 1.43%			Retail — 8.89%		
13 SEI Investments Co	485	1.43	30 Ascena Retail Group Inc	521	1.53
Financials – Diversified — 6.05%			11 The Buckle Inc	532	1.57
50 Ashmore Group Plc	294	0.87	9 Genesco Inc	731	2.15
27 Federated Investors Inc, Class B	834	2.45	9 Movado Group Inc	344	1.01
12 Lazard Ltd, Class A #	638	1.88	5 MSC Industrial Direct Co Inc, Class A	415	1.22
			11 Nu Skin Enterprises Inc, Class A	479	1.41
				3,022	8.89

[^] Not authorised for sale to the public in Hong Kong.
The accompanying notes are an integral part of the Financial Statements

Legg Mason Royce Smaller Companies Fund II [^]

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
Semiconductors & Equipment — 10.15%		
5 Cabot Microelectronics Corp	204	0.60
1 FEI Co	84	0.25
22 Integrated Silicon Solution Inc	317	0.93
6 Lam Research Corp	461	1.36
30 MKS Instruments Inc	1,001	2.95
21 Nanometrics Inc	350	1.03
22 Teradyne Inc	460	1.35
8 Tessera Technologies Inc	248	0.73
9 Veeco Instruments Inc	324	0.95
	3,449	10.15
Sports & Recreation — 0.98%		
6 Thor Industries Inc	334	0.98
Telecommunications — 1.77%		
26 Adtran Inc	602	1.77
Total Common Stock (Cost \$28,442)	32,377	95.28
Total Investments (Cost \$29,836)	33,771	99.38
Other Assets in Excess of Liabilities	211	0.62
Total Net Assets	\$33,982	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

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET AND COLLECTIVE INVESTMENT SCHEMES.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	94.36
Collective investment schemes	4.06
Other assets	1.58
Total Assets	100.00

Legg Mason Batterymarch Managed Volatility European Equity Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) €	% of Net Asset Value	Shares (000's)	Value (000's) €	% of Net Asset Value
Common Stock — 97.37%					
Belgium — 3.65%			24 Telenor ASA		
10 Anheuser-Busch InBev NV	825	1.46		417	0.74
19 Belgacom SA	521	0.92		1,099	1.94
14 Delhaize Group SA	720	1.27	Portugal — 1.57%		
	2,066	3.65	240 EDP – Energias de Portugal SA	885	1.57
Bermuda — 1.11%			Spain — 2.97%		
97 Catlin Group Ltd	629	1.11	16 Amadeus IT Holding SA, Class A	454	0.80
Denmark — 3.67%			95 Banco Santander SA	722	1.28
11 Coloplast A/S, Class B	691	1.22	22 Gas Natural SDG SA	503	0.89
22 Novo Nordisk A/S	774	1.37		1,679	2.97
93 TDC A/S	609	1.08	Sweden — 2.50%		
	2,074	3.67	46 Nordea Bank AB	458	0.81
Finland — 1.87%			14 Svenska Handelsbanken AB, Class A	482	0.85
31 Elisa OYJ	649	1.15	86 TeliaSonera AB	475	0.84
14 Orion OYJ, Class B	406	0.72		1,415	2.50
	1,055	1.87	Switzerland — 12.97%		
France — 12.44%			1 Givaudan SA	758	1.34
6 Casino Guichard Perrachon SA	536	0.95	– Lindt & Spruengli AG	798	1.41
19 CNP Assurances SA	284	0.50	14 Nestle SA	839	1.49
4 Danone SA	209	0.37	13 Novartis AG	891	1.58
42 GDF Suez SA	779	1.38	13 PSP Swiss Property AG	863	1.53
14 Neopost SA	696	1.23	4 Roche Holding AG	866	1.53
59 Orange SA	680	1.20	12 Swiss Prime Site AG	741	1.31
10 Sanofi-Aventis SA	872	1.54	2 Swiscom AG	685	1.21
20 SCOR SE	462	0.82	1 Syngenta AG	324	0.57
31 SES SA	870	1.54	2 Zurich Insurance Group AG	565	1.00
3 Societe BIC SA	293	0.52		7,330	12.97
13 Thales SA	550	0.97	United Kingdom — 34.21%		
16 Total SA	802	1.42	15 Admiral Group Plc	261	0.46
	7,033	12.44	114 Amlin Plc	648	1.15
Germany — 10.54%			14 AstraZeneca Plc	814	1.44
11 Axel Springer AG	490	0.87	55 BAE Systems Plc	310	0.55
49 Deutsche Telekom AG	557	0.98	34 Berkeley Group Holdings Plc	1,021	1.81
26 Freenet AG	525	0.93	136 BP Plc	827	1.46
9 Fresenius Medical Care AG & Co KGaA	472	0.84	15 British American Tobacco Plc	683	1.21
11 Hannover Rueckversicherung AG	668	1.18	66 British Sky Broadcasting Group Plc	727	1.29
6 Merck KGaA	372	0.66	205 Centrica Plc	827	1.46
4 Muenchener Rueckversicherungs AG	540	0.95	100 Cobham Plc	376	0.67
5 Siemens AG	458	0.81	19 Diageo Plc	435	0.77
23 Suedzucker AG	301	0.53	42 GlaxoSmithKline Plc	774	1.37
32 Talarx AG	840	1.49	83 Hiscox Ltd	681	1.20
127 Telefonica Deutschland Holding AG	735	1.30	104 HSBC Holdings Plc	858	1.52
	5,958	10.54	59 IG Group Holdings Plc	456	0.81
Guernsey — 0.92%			21 Imperial Tobacco Group Plc	687	1.21
134 Friends Life Group Ltd	520	0.92	193 J Sainsbury Plc	709	1.25
Ireland — 0.88%			76 National Grid Plc	860	1.52
11 DCC Plc	497	0.88	7 Next Plc	596	1.05
Italy — 0.67%			10 Reckitt Benckiser Group Plc	664	1.18
94 Enel SpA	377	0.67	26 Royal Dutch Shell Plc, Class A	813	1.44
Luxembourg — 1.15%			26 Severn Trent Plc	627	1.11
9 RTL Group SA	648	1.15	43 SSE Plc	819	1.45
Netherlands — 4.31%			36 Standard Chartered Plc	546	0.96
5 Heineken NV	284	0.50	62 Tate & Lyle Plc	528	0.93
58 Koninklijke Ahold NV	760	1.35	212 Tesco Plc	615	1.09
25 Royal Dutch Shell Plc, Class B	819	1.45	15 Unilever Plc	504	0.89
18 Unilever NV	573	1.01	199 Vodafone Group Plc	521	0.92
	2,436	4.31	278 WM Morrison Supermarkets Plc	625	1.11
Norway — 1.94%			33 WPP Plc	527	0.93
25 Gjensidige Forsikring ASA	396	0.70		19,339	34.21
13 Statoil ASA	286	0.50	Total Common Stock (Cost €44,357)		
				55,040	97.37

Legg Mason Batterymarch Managed Volatility European Equity Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) €	% of Net Asset Value
Preferred Stock — 0.57%		
Germany — 0.57%		
4 Henkel AG & Co KGaA	319	0.57
Total Preferred Stock (Cost €243)	319	0.57
Total Investments (Cost €44,600)	55,359	97.94
Other Assets in Excess of Liabilities	1,167	2.06
Total Net Assets	€56,526	100.00

– Amounts designated as "-" are either €0, less than €1,000 or less than 1,000 shares.

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET EXCEPT FOR FORWARDS WHICH ARE FINANCIAL DERIVATIVES DEALT IN ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	97.11
Other assets	2.89
Total Assets	100.00

Schedule of Forward Contracts

Expiration Date	Counterparty	Buy Currency (000's)			Sell Currency (000's)			Unrealised Appreciation/ (Depreciation) of Contracts (000's)
09/02/14	BNY Mellon	Buy	USD	–	Sell	EUR	–	€ –
09/02/14	BNY Mellon	Buy	EUR	5	Sell	USD	6	–
09/03/14	BNY Mellon	Buy	USD	140	Sell	EUR	106	–
09/03/14	BNY Mellon	Buy	EUR	157	Sell	USD	207	–
09/04/14	BNY Mellon	Buy	EUR	15	Sell	USD	20	–
Unrealised Appreciation of Forward Foreign Currency Contracts								–
Unrealised Depreciation of Forward Foreign Currency Contracts								–
Net Depreciation of Forward Foreign Currency Contracts								€ –

Legg Mason Batterymarch Asia Ex Japan Equity Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 97.25%					
China — 23.41%			208 Yuexiu Transport Infrastructure Ltd		
231 Agricultural Bank of China Ltd, Class H	107	0.20		127	0.23
440 Angang Steel Co Ltd, Class H	297	0.54		6,795	12.45
58 Anhui Conch Cement Co Ltd, Class H	210	0.39	India — 8.95%		
184 Anhui Expressway Co Ltd	110	0.20	67 Apollo Tyres Ltd	181	0.33
64 Anta Sports Products Ltd	123	0.22	12 Bank of Baroda	178	0.33
1,780 Bank of China Ltd, Class H	827	1.51	17 Bharat Forge Ltd	221	0.41
169 Bank of Chongqing Co Ltd	114	0.21	71 Bharti Infratel Ltd	308	0.56
187 China CNR Corp Ltd, 144A	158	0.29	21 Britannia Industries Ltd	430	0.79
1,560 China Construction Bank Corp, Class H	1,159	2.12	66 Cairn India Ltd	355	0.65
65 China Merchants Bank Co Ltd, Class H	123	0.23	18 Ceat Ltd	174	0.32
48 China Mobile Ltd	597	1.09	47 Exide Industries Ltd	127	0.23
176 China Oilfield Services Ltd	521	0.96	11 HCL Technologies Ltd	293	0.54
106 China Overseas Land & Investment Ltd	300	0.55	6 Hero MotoCorp Ltd	240	0.44
148 China Resources Land Ltd	339	0.62	56 Hindustan Zinc Ltd	154	0.28
680 Chongqing Rural Commercial Bank	338	0.62	5 ICICI Bank Ltd Sponsored, ADR	257	0.47
416 Dalian Port PDA Co Ltd	128	0.24	74 Indiabulls Real Estate Ltd	84	0.15
64 Dongfang Electric Corp Ltd, Class H	106	0.19	26 Indraprastha Gas Ltd	161	0.29
227 Evergrande Real Estate Group Ltd	95	0.17	7 Jammu & Kashmir Bank Ltd	168	0.31
875 GOME Electrical Appliances Holding Ltd	156	0.29	20 Lupin Ltd	425	0.78
265 Guangzhou R&F Properties Co Ltd, Class H	319	0.59	42 Rural Electrification Corp Ltd	185	0.34
260 Huadian Power International Corp Ltd	181	0.33	15 Tata Communications Ltd	91	0.17
184 Huaneng Power International Inc	221	0.41	4 Tata Consultancy Services Ltd	178	0.33
300 Huaxin Cement Co Ltd	308	0.56	28 Tata Motors Ltd, Class A	173	0.32
1,348 Industrial & Commercial Bank of China Ltd, Class H	894	1.64	12 Torrent Pharmaceuticals Ltd	169	0.31
1,232 Lonking Holdings Ltd	216	0.40	19 Wipro Ltd	178	0.32
564 Maanshan Iron & Steel	124	0.23	7 WNS Holdings Ltd, ADR	153	0.28
59 MGM China Holdings Ltd	196	0.36		4,883	8.95
5 Perfect World Co Ltd, ADR	112	0.20	Indonesia — 4.28%		
486 PetroChina Co Ltd, Class H	690	1.26	2,005 Adaro Energy Tbk PT	225	0.41
10 Phoenix New Media Ltd, ADR	108	0.20	82 Astra Agro Lestari Tbk PT	178	0.32
92 Sands China Ltd	602	1.10	333 Astra International Tbk PT	216	0.40
404 Shenzhen Expressway Co Ltd	256	0.47	436 Bank Rakyat Indonesia Persero Tbk PT	412	0.76
8 SouFun Holdings Ltd, ADR	97	0.18	84 Matahari Department Store Tbk PT	117	0.21
235 Sunac China Holdings Ltd	182	0.33	402 Matahari Putra Prima Tbk PT	106	0.19
83 TCL Communication Technology Holdings Ltd	103	0.19	507 Perusahaan Perkebunan London Sumatra Indonesia Tbk PT	81	0.15
93 Tencent Holdings Ltd	1,518	2.78	135 Semen Indonesia Persero Tbk PT	188	0.34
34 Tingyi Cayman Islands Holding Corp	95	0.17	1,904 Telekomunikasi Indonesia Persero Tbk PT	434	0.80
170 Want Want China Holdings Ltd	211	0.39	144 United Tractors Tbk PT	272	0.50
292 Xingda International Holdings Ltd	109	0.20	298 Vale Indonesia Tbk PT	107	0.20
384 Xinyi Solar Holdings Ltd	114	0.21		2,336	4.28
924 Yuzhou Properties Co Ltd	207	0.38	Malaysia — 5.37%		
106 Zhejiang Expressway Co Ltd	106	0.19	129 Alliance Financial Group Bhd	199	0.36
	12,777	23.41	268 Bonia Corp Bhd	106	0.19
Hong Kong — 12.45%			14 British American Tobacco Malaysia Bhd	324	0.59
106 AIA Group Ltd	580	1.06	80 Coastal Contracts Bhd	129	0.23
174 BOC Hong Kong Holdings Ltd	583	1.07	167 DiGi.Com Bhd	303	0.56
45 Cheung Kong Holdings Ltd	820	1.50	127 Faber Group Bhd	137	0.25
46 Cheung Kong Infrastructure Holdings Ltd	332	0.61	112 Globetronics Technology Bhd	174	0.32
622 China Resources Cement Holdings Ltd	428	0.78	21 Hong Leong Financial Group Bhd	111	0.21
26 Galaxy Entertainment Group Ltd	196	0.36	76 Kossan Rubber Industries	96	0.18
270 Guangdong Investment Ltd	326	0.60	73 Malayan Banking Bhd	233	0.43
18 Hang Lung Group Ltd	101	0.19	320 Nam Cheong Ltd	119	0.22
276 HK Electric Investments and HK Electric Investments Ltd, 144A	183	0.33	183 Tambun Indah Land Bhd	143	0.26
93 HKT Trust and HKT Ltd	110	0.20	145 Telekom Malaysia Bhd	292	0.53
419 Huabao International Holdings Ltd	305	0.56	114 Tenaga Nasional Bhd	447	0.82
50 Hutchison Whampoa Ltd	650	1.19	214 Unisem M Bhd	120	0.22
224 Li & Fung Ltd	278	0.51		2,933	5.37
99 Lifestyle International Holdings Ltd	184	0.34	Pakistan — 0.74%		
66 Luk Fook Holdings International Ltd	207	0.38	656 HUB Power Co Ltd	404	0.74
62 Man Wah Holdings Ltd	99	0.18	Philippines — 1.09%		
29 Orient Overseas International Ltd	172	0.32	4 Philippine Long Distance Telephone Co	351	0.64
46 Power Assets Holdings Ltd	415	0.76	66 Universal Robina Corp	246	0.45
60 Sino Land Co Ltd	106	0.19		597	1.09
99 SJM Holdings Ltd	249	0.45	Singapore — 1.44%		
14 Swire Pacific Ltd	182	0.34	92 ComfortDelGro Corp Ltd	185	0.34
31 Wheelock & Co Ltd	162	0.30			

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch Asia Ex Japan Equity Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)					
Singapore — (continued)					
35 Oversea-Chinese Banking Corp Ltd	280	0.52	264 Taiwan Semiconductor Manufacturing Co Ltd	1,093	2.00
102 Singapore Telecommunications Ltd	318	0.58	24 Taiwan Semiconductor Manufacturing Co Ltd, ADR	505	0.92
	783	1.44	263 Taiwan Styrene Monomer	131	0.24
South Korea — 19.04%			164 Teco Electric and Machinery Co Ltd	206	0.38
– Amorepacific Group	218	0.40	83 Wah Lee Industrial Corp	159	0.29
45 Byucksan Corp	236	0.43	765 Winbond Electronics Corp	260	0.48
5 Coway Co Ltd	400	0.73	108 YC INOX Co Ltd	108	0.20
3 Dongbu Insurance Co Ltd	186	0.34		8,988	16.47
1 Dongwon F&B Co Ltd	188	0.34	Thailand — 4.01%		
3 Hanil E-Hwa Co Ltd	71	0.13	59 Airports of Thailand PCL, NVDR	434	0.79
3 Hyundai Corp	108	0.20	187 Delta Electronics Thailand PCL, NVDR	381	0.70
2 Hyundai Hysco Co Ltd	127	0.23	266 GFPT PCL, NVDR	151	0.28
2 Hyundai Mobis Co Ltd	517	0.95	442 Jasmine International PCL, NVDR	89	0.16
1 Hyundai Motor Co	231	0.42	71 Kasikornbank PCL, NVDR	502	0.92
16 Iljin Display Co Ltd	126	0.23	49 PTT Global Chemical PCL, NVDR	94	0.17
3 Kangwon Land Inc	116	0.21	2,205 Quality Houses PCL, NVDR	306	0.56
1 KCC Corp	344	0.63	154 Samart Corp PCL, NVDR	123	0.23
11 Kia Motors Corp	654	1.20	8 Siam City Cement PCL, NVDR	110	0.20
12 Korea Electric Power Corp	492	0.90		2,190	4.01
7 Korea Investment Holdings Co Ltd	350	0.64	Total Common Stock (Cost \$46,554)	53,075	97.25
2 Korea Petrochemical Ind Co Ltd	108	0.20	Real Estate Investment Trusts — 2.05%		
2 LG Corp	123	0.22	Singapore — 2.05%		
4 LG Fashion Corp	113	0.21	103 CapitaMall Trust	165	0.30
4 LG Insurance Co Ltd	117	0.22	117 Fortune Trust	109	0.20
2 LS Corp	121	0.22	125 Frasers Centrepoint Trust	200	0.37
2 Mando Corp ∞	277	0.51	94 Frasers Commercial Trust	105	0.19
19 Meritz Fire & Marine Insurance Co Ltd	262	0.48	181 Mapletree Commercial Trust	211	0.39
2 Mirae Asset Securities Co Ltd	113	0.21	197 Mapletree Industrial Trust	227	0.42
4 Muhak Co Ltd	123	0.23	107 Mapletree Logistics Trust	101	0.18
– NAVER Corp	120	0.22	Total Real Estate Investment Trusts (Cost \$1,065)	1,118	2.05
1 Ottogi Corp	366	0.67	Right — 0.01%		
5 Samjin Pharmaceutical Co Ltd	107	0.20	Singapore — 0.01%		
4 Samsung Card Co Ltd	202	0.37	4 Oversea-Chinese Banking Corp Ltd ∞	8	0.01
2 Samsung Electronics Co Ltd	2,760	5.06	Total Right (Cost \$–)	8	0.01
1 Samsung Fire & Marine Insurance Co Ltd	279	0.51	Total Investments (Cost \$47,619)	54,201	99.31
2 Samsung Life Insurance Co Ltd	197	0.36	Other Assets in Excess of Liabilities		
6 Seah Besteel Corp	229	0.42		374	0.69
1 Seoyeon Co Ltd	28	0.05	Total Net Assets	\$54,575	100.00
28 SK Networks Co Ltd	274	0.50	– Amounts designated as "-" are either \$0, less than \$1,000 or less than 1,000 shares.		
3 SKC Co Ltd	106	0.20	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 August 31, 2014, these securities amounted to \$341,000 or 0.62% of net assets.		
	10,389	19.04	∞ Security is valued in good faith at fair value by or at the discretion of the Investment Manager.		
Taiwan — 16.47%			ABBREVIATIONS:		
10 Asustek Computer Inc	105	0.19	ADR – American Depositary Receipt		
86 Chin-Poon Industrial Co Ltd	152	0.28	NVDR – Non Voting Depositary Receipt		
221 Compeq Manufacturing Co Ltd	135	0.25	ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.		
180 Coretronic Corp	299	0.55			
409 CTBC Financial Holding Co Ltd	298	0.54	Analysis of Total Assets		
175 First Financial Holding Co Ltd	108	0.20	Transferable securities admitted to an official exchange listing or traded on a regulated market		
114 Formosa Petrochemical Corp	288	0.53	Other assets		
12 Giant Manufacturing Co Ltd	100	0.19	Total Assets		
155 Gigabyte Technology Co Ltd	207	0.38	100.00		
40 Grape King Industrial Co	177	0.32			
227 Hon Hai Precision Industry Co Ltd	776	1.42			
251 Ichia Technologies Inc	380	0.70			
358 Inventec Corp	281	0.52			
298 King Yuan Electronics Co Ltd	273	0.50			
78 Kinsus Interconnect Technology Corp	330	0.60			
1 Largan Precision Co Ltd	83	0.15			
48 MediaTek Inc	802	1.47			
125 Namchow Chemical Industrial Co Ltd	270	0.50			
47 Nan Ya Plastics Corp	111	0.20			
111 Pegatron Corp	235	0.43			
41 President Chain Store Corp	311	0.57			
35 Quanta Computer Inc	99	0.18			
102 Sigurd Microelectronics Corp	114	0.21			
135 Siliconware Precision Industries Co	197	0.36			
16 Simplo Technology Co Ltd	90	0.16			
192 Taiwan Cement Corp	305	0.56			

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch International Large Cap Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 97.89%					
Australia — 6.34%					
3 Australia & New Zealand Banking Group Ltd	95	0.70	17 SJM Holdings Ltd	43	0.32
10 Bendigo and Adelaide Bank Ltd	117	0.86	10 VTech Holdings Ltd	124	0.91
58 CFS Retail Property Trust Group	116	0.86		856	6.30
2 Coca-Cola Amatil Ltd	14	0.10	Israel — 1.18%		
1 Commonwealth Bank of Australia	110	0.81	65 Bezeq The Israeli Telecom Co	123	0.91
44 Mirvac Group	75	0.55	1 Teva Pharmaceutical Industries Ltd, ADR	37	0.27
67 Spark Infrastructure Group	123	0.90		160	1.18
26 Telstra Corp Ltd	137	1.01	Italy — 1.85%		
2 Westpac Banking Corp	75	0.55	21 Snam SpA	122	0.90
	862	6.34	25 Terna Rete Elettrica Nazionale SpA	129	0.95
				251	1.85
Belgium — 4.12%					
1 Anheuser-Busch InBev NV	144	1.06	Japan — 19.68%		
4 Belgacom SA	136	1.00	17 Aozora Bank Ltd	58	0.43
3 Colruyt SA	134	0.99	4 Bandai Namco Holdings Inc	112	0.83
2 Delhaize Group SA	146	1.07	1 Central Japan Railway Co	112	0.83
	560	4.12	7 The Chugoku Electric Power Co Inc	87	0.64
Bermuda — 0.69%					
11 Catlin Group Ltd	94	0.69	1 Daito Trust Construction Co Ltd	148	1.09
Canada — 2.32%					
2 Bank of Montreal	115	0.85	5 Daiwa House Industry Co Ltd	94	0.69
1 BCE Inc	52	0.38	3 Eisai Co Ltd	117	0.86
2 Bell Aliant Inc	59	0.43	3 FamilyMart Co Ltd	113	0.83
2 Toronto-Dominion Bank	90	0.66	30 Hokuhoku Financial Group Inc	60	0.44
	316	2.32	8 ITOCHU Corp	102	0.75
China — 1.74%					
218 Bank of China Ltd, Class H	101	0.74	2 Japan Airlines Co Ltd	135	0.99
112 Huaneng Power International Inc	135	1.00	3 Japan Tobacco Inc	116	0.85
	236	1.74	3 Kao Corp	129	0.95
Denmark — 1.39%					
13 TDC A/S	110	0.81	1 KDDI Corp	81	0.60
1 Tryg A/S	79	0.58	2 Lawson Inc	122	0.90
	189	1.39	11 Marubeni Corp	79	0.58
Finland — 0.79%					
4 Elisa OYJ	107	0.79	9 Mitsubishi Tanabe Pharma Corp	132	0.97
France — 6.29%					
1 Cie Generale des Etablissements Michelin	133	0.98	1 Nippon Telegraph & Telephone Corp	81	0.60
3 CNP Assurances SA	57	0.42	1 Nitori Holdings Co Ltd	48	0.35
5 GDF Suez SA	120	0.88	2 NTT Data Corp	61	0.45
2 Neopost SA	107	0.79	6 NTT DoCoMo Inc	105	0.77
8 Orange SA	116	0.85	4 Otsuka Holdings Co Ltd	131	0.97
1 Sanofi-Aventis SA	130	0.96	4 Shionogi & Co Ltd	87	0.64
2 SCOR SE	69	0.51	6 Shiseido Co Ltd	104	0.76
2 Total SA	123	0.90	3 Sony Financial Holdings Inc	45	0.33
	855	6.29	17 Taisei Corp	101	0.74
Germany — 5.58%					
2 Axel Springer AG	142	1.04	3 Takeda Pharmaceutical Co Ltd	114	0.84
6 Deutsche Telekom AG	87	0.64		2,674	19.68
1 Hannover Rueckversicherung AG	104	0.76	Netherlands — 3.03%		
1 Siemens AG	88	0.65	8 Koninklijke Ahold NV	134	0.99
6 Suedzucker AG	103	0.76	3 Royal Dutch Shell Plc, Class A	139	1.02
4 Talanx AG	121	0.89	3 Unilever NV (Dutch Cert)	139	1.02
15 Telefonica Deutschland Holding AG	114	0.84		412	3.03
	759	5.58	New Zealand — 0.99%		
Hong Kong — 6.30%					
19 Cheung Kong Infrastructure Holdings Ltd	137	1.01	55 Telecom Corp of New Zealand Ltd	134	0.99
14 CLP Holdings Ltd	118	0.87	Norway — 2.01%		
30 First Pacific Co Ltd	35	0.26	6 Gjensidige Forsikring ASA	129	0.95
120 HKT Trust and HKT Ltd	142	1.05	3 Statoil ASA	94	0.69
23 The Link REIT	134	0.98	2 Telenor ASA	50	0.37
14 Power Assets Holdings Ltd	123	0.90		273	2.01
			Portugal — 1.29%		
			26 EDP – Energias de Portugal SA	125	0.92
			24 Portugal Telecom SGPS SA	51	0.37
				176	1.29
			Singapore — 3.05%		
			16 CapitaMall Trust	26	0.19
			63 ComfortDelGro Corp Ltd	126	0.93
			154 Hutchison Port Holdings Trust	111	0.81
			1 Jardine Matheson Holdings Ltd	48	0.35
			13 Oversea-Chinese Banking Corp Ltd	104	0.77
				415	3.05

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch International Large Cap Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)		
Spain — 1.46%		
8 Banco Santander SA	76	0.56
13 Iberdrola SA	94	0.69
2 Telefonica SA	28	0.21
	198	1.46
Sweden — 2.01%		
6 Nordea Bank AB	73	0.54
7 Tele2 AB	82	0.60
16 TeliaSonera AB	118	0.87
	273	2.01
Switzerland — 6.80%		
– Banque Cantonale Vaudoise	45	0.33
– Givaudan SA	116	0.85
2 Nestle SA	148	1.09
2 Novartis AG	141	1.04
– Roche Holding AG	134	0.98
1 Swiss Prime Site AG	88	0.65
– Swiss Re AG	31	0.23
– Swisscom AG	131	0.97
– Zurich Insurance Group AG	90	0.66
	924	6.80
United Kingdom — 18.98%		
5 Admiral Group Plc	115	0.85
15 Amlin Plc	109	0.80
2 AstraZeneca Plc	147	1.08
11 Aviva Plc	99	0.73
16 BAE Systems Plc	120	0.88
3 Berkeley Group Holdings Plc	131	0.96
2 British American Tobacco Plc	138	1.02
19 Centrica Plc	102	0.75
12 Cobham Plc	57	0.42
3 Diageo Plc	93	0.68
5 GlaxoSmithKline Plc	121	0.89
11 HSBC Holdings Plc	124	0.92
8 IG Group Holdings Plc	83	0.61
3 Imperial Tobacco Group Plc	120	0.88
19 J Sainsbury Plc	93	0.69
9 National Grid Plc	139	1.03
3 Royal Dutch Shell Plc, Class B	128	0.94
4 Severn Trent Plc	139	1.02
5 SSE Plc	128	0.94
9 Standard Life Plc	55	0.40
6 Tate & Lyle Plc	71	0.52
2 Unilever Plc	106	0.78
18 Vodafone Group Plc	64	0.47
33 WM Morrison Supermarkets Plc	98	0.72
	2,580	18.98
Total Common Stock (Cost \$11,451)	13,304	97.89
Preferred Stock — 0.54%		
Brazil — 0.54%		
3 Telefonica Brasil SA	73	0.54
Total Preferred Stock (Cost \$91)	73	0.54
Right — 0.02%		
Singapore — 0.02%		
2 Oversea-Chinese Banking Corp Ltd ∞	3	0.02
Total Right (Cost \$-)	3	0.02
Total Investments (Cost \$11,542)	13,380	98.45
Other Assets in Excess of Liabilities	210	1.55
Total Net Assets	\$13,590	100.00

– 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

REIT – Real Estate Investment Trust

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.13
Other assets	1.87
Total Assets	100.00

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch Emerging Markets Equity Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 94.07%					
Brazil — 3.54%					
4 AMBEV SA	27	0.30	23 CNOOC Ltd	46	0.50
1 BB Seguridade Participacoes SA	9	0.10	22 Datang International Power Generation Co Ltd	12	0.13
1 BRF SA	13	0.14	10 Dongfeng Motor Group Co Ltd, Class H	18	0.20
2 CCR SA	22	0.24	4 ENN Energy Holdings Ltd	28	0.30
1 Cia de Saneamento Basico do Estado de Sao Paulo	9	0.10	12 Fosun International Ltd	15	0.16
3 Cielo SA	55	0.59	25 Geely Automobile Holdings Ltd	10	0.11
1 CPFL Energia SA	9	0.09	53 GOME Electrical Appliances Holding Ltd	9	0.09
2 Embraer SA	17	0.19	4 Great Wall Motor Co Ltd, Class H	17	0.18
1 Estacio Participacoes SA	9	0.10	10 Guangzhou Automobile Group Co Ltd	10	0.11
1 Kroton Educacional SA	24	0.26	3 Hengan International Group Co Ltd	27	0.29
1 Localiza Rent a Car SA	9	0.10	16 Huaneng Power International Inc	20	0.22
– Lojas Renner SA	14	0.15	43 Industrial & Commercial Bank of China Ltd, Class H	28	0.30
3 Petroleo Brasileiro SA	28	0.30	8 Jiangsu Expressway Co Ltd	9	0.10
4 Tim Participacoes SA	21	0.23	10 Jiangxi Copper Co Ltd, Class H	18	0.20
1 Totvs SA	11	0.12	8 Lenovo Group Ltd	12	0.13
1 Tractebel Energia SA	10	0.11	26 PetroChina Co Ltd, Class H	37	0.40
– Ultrapar Participacoes SA	10	0.11	1 Ping An Insurance Group Co of China Ltd, Class H	8	0.08
1 Vale SA	17	0.18	3 Shenzhou International Group Holdings Ltd	10	0.11
1 WEG SA	12	0.13	32 Sinopec Shanghai Petrochemical Co Ltd	10	0.11
	326	3.54	9 Sun Art Retail Group Ltd	10	0.11
Chile — 2.36%			7 Tencent Holdings Ltd	106	1.15
76 Banco de Chile	9	0.10	6 Tingyi Cayman Islands Holding Corp	17	0.19
– Banco de Credito e Inversiones	8	0.09	2 Tsingtao Brewery Co Ltd	15	0.16
251 Banco Santander Chile	15	0.16	21 Want Want China Holdings Ltd	26	0.28
1 CAP SA	7	0.07	2 Weichai Power Co Ltd	8	0.09
7 Cencosud SA	21	0.23	3 Zhuzhou CSR Times Electric Co Ltd, Class H	10	0.11
1 Cia Cervecerias Unidas SA	8	0.08	44 Zijin Mining Group Co Ltd	11	0.12
35 Colbun SA	9	0.10		1,023	11.10
708 Corpbanca SA	9	0.10	Colombia — 1.39%		
8 Empresa Nacional de Electricidad SA	12	0.13	2 Cementos Argos SA	13	0.14
8 Empresas CMPC SA	21	0.23	24 Ecopetrol SA	41	0.44
44 Enersis SA	15	0.16	1 Grupo Argos SA	17	0.19
3 Latam Airlines Group SA	40	0.43	1 Grupo de Inversiones Suramericana SA	15	0.16
5 SACI Falabella	35	0.38	5 Interconexion Electrica SA ESP	26	0.28
4 Vina Concha y Toro SA	9	0.10	11 Isagen SA ESP	16	0.18
	218	2.36		128	1.39
China — 11.10%			Czech Republic — 1.97%		
2 AAC Technologies Holdings Inc	10	0.11	3 CEZ AS	88	0.95
30 Aluminum Corp of China Ltd	13	0.14	– Komerčni Banka AS	94	1.02
9 Anhui Conch Cement Co Ltd, Class H	31	0.34		182	1.97
5 Anta Sports Products Ltd	10	0.11	Egypt — 1.29%		
49 Bank of China Ltd, Class H	23	0.25	14 Commercial International Bank Egypt SAE	92	1.00
14 BBMG Corp	10	0.11	18 Talaat Moustafa Group	27	0.29
3 Byd Co Ltd	18	0.19		119	1.29
16 China BlueChemical Ltd	8	0.08	Greece — 0.93%		
17 China Communications Construction Co Ltd, Class H	12	0.13	– FF Group	18	0.19
42 China Construction Bank Corp, Class H	31	0.34	1 JUMBO SA	21	0.23
4 China Life Insurance Co Ltd, Class H	12	0.13	3 OPAP SA	47	0.51
14 China Longyuan Power Group Corp	15	0.16		86	0.93
5 China Mengniu Dairy Co Ltd	23	0.25	Hong Kong — 2.71%		
5 China Merchants Bank Co Ltd, Class H	10	0.11	2 Beijing Enterprises Holdings Ltd	13	0.14
7 China Mobile Ltd	87	0.95	20 Beijing Enterprises Water Group Ltd	14	0.15
20 China National Building Material Co Ltd, Class H	18	0.19	17 Belle International Holdings Ltd	21	0.23
4 China Oilfield Services Ltd	12	0.13	10 Brilliance China Automotive Holdings Ltd	19	0.20
4 China Overseas Land & Investment Ltd	11	0.12	8 China Everbright International Ltd	11	0.12
2 China Pacific Insurance Group Co Ltd, Class H	9	0.10	8 China Gas Holdings Ltd	14	0.15
34 China Petroleum & Chemical Corp, Class H	35	0.38	4 China Merchants Holdings International Co Ltd	13	0.14
10 China Railway Construction Corp Ltd, Class H	10	0.11	14 China Resources Cement Holdings Ltd	9	0.09
18 China Railway Group Ltd	9	0.10	4 China Resources Enterprise Ltd	11	0.12
8 China Resources Power Holdings Co Ltd	24	0.26	4 China Resources Gas Group Ltd	12	0.13
5 China Shenhua Energy Co Ltd, Class H	13	0.14			
20 China Telecom Corp Ltd	13	0.14			
4 Chongqing Changan Automobile Co Ltd	9	0.10			

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch Emerging Markets Equity Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value	Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — (continued)					
Taiwan — (continued)					
8 Cheng Shin Rubber Industry Co Ltd	19	0.21	7 Emlak Konut Gayrimenkul Yatirim Ortakligi AS	9	0.10
25 China Airlines Ltd	8	0.08	6 Enka Insaat ve Sanayi AS	14	0.15
27 China Development Financial Holding Corp	9	0.10	2 Ford Otomotiv Sanayi AS	29	0.31
21 China Steel Corp	19	0.21	3 Haci Omer Sabanci Holding AS	13	0.14
13 Chungghwa Telecom Co Ltd	40	0.43	7 KOC Holding AS	37	0.40
16 CTBC Financial Holding Co Ltd	12	0.13	2 TAV Havalimanlari Holding AS	17	0.19
5 CTCL Corp	9	0.10	4 Tofas Turk Otomobil Fabrikasi AS	25	0.27
15 E.Sun Financial Holding Co Ltd	10	0.11	4 Tupras Turkiye Petrol Rafinerileri AS	99	1.07
1 Eclat Textile Co Ltd	9	0.10	7 Turk Hava Yollari	22	0.24
18 Eva Airways Corp	9	0.10	7 Turk Telekomunikasyon AS	20	0.22
17 Evergreen Marine Corp Taiwan Ltd	11	0.12	12 Turkcell Iletisim Hizmetleri AS	71	0.77
9 Far Eastern Department Stores Ltd	9	0.10	7 Turkiye Garanti Bankasi AS	27	0.29
20 Far Eastern New Century Corp	22	0.24	2 Turkiye Halk Bankasi AS	14	0.15
6 Far Eastone Telecommunications Co Ltd	13	0.14	5 Turkiye Is Bankasi, Class C	12	0.13
6 Formosa Chemicals & Fibre Corp	15	0.16	7 Turkiye Sise ve Cam Fabrikalari AS	9	0.10
7 Formosa Plastics Corp	18	0.19	4 Turkiye Vakiflar Bankasi Tao	9	0.10
9 Fubon Financial Holding Co Ltd	15	0.16	1 Ulker Biskuvi Sanayi AS	10	0.11
1 Giant Manufacturing Co Ltd	8	0.08	4 Yapi ve Kredi Bankasi AS	9	0.10
1 Hiwin Technologies Corp	10	0.11		598	6.49
4 Hon Hai Precision Industry Co Ltd	15	0.16	United States — 0.39%		
1 Hotai Motor Co Ltd	14	0.15	1 Southern Copper Corp	36	0.39
1 MediaTek Inc	17	0.18	Total Common Stock (Cost \$8,422)		
13 Mega Financial Holding Co Ltd	11	0.12		8,673	94.07
1 Merida Industry Co Ltd	8	0.09	Exchange Traded Funds — 1.54%		
8 Nan Ya Plastics Corp	19	0.21	United States — 1.54%		
10 Pou Chen Corp	11	0.12	3 iShares MSCI Emerging Markets ETF	142	1.54
4 President Chain Store Corp	31	0.34	Total Exchange Traded Funds (Cost \$137)		
3 Ruentex Industries Ltd	7	0.07		142	1.54
3 Standard Foods Corp	9	0.10	Preferred Stock — 3.13%		
19 Taishin Financial Holding Co Ltd	9	0.10	Brazil — 2.25%		
8 Taiwan Cement Corp	13	0.14	1 Banco Bradesco SA	18	0.19
10 Taiwan Glass Industry Corp	9	0.10	- Cia Brasileira de Distribuicao Grupo Pao de Acucar	10	0.11
6 Taiwan Mobile Co Ltd	19	0.21	2 Cia Energetica de Minas Gerais	16	0.17
8 Taiwan Semiconductor Manufacturing Co Ltd	33	0.36	1 Cia Energetica de Sao Paulo, Class B	10	0.11
16 Teco Electric and Machinery Co Ltd	20	0.22	2 Gerdau SA	9	0.10
5 U-Ming Marine Transport Corp	8	0.08	1 Itau Unibanco Holding SA	22	0.24
29 Uni-President Enterprises Corp	52	0.56	3 Itausa – Investimentos Itau SA	13	0.14
29 Walsin Lihwa Corp	10	0.11	2 Lojas Americanas SA	11	0.12
22 Yang Ming Marine Transport Corp	10	0.11	12 Oi SA	8	0.09
16 Yuanta Financial Holding Co Ltd	9	0.10	4 Petroleo Brasileiro SA	41	0.44
5 Yulon Motor Co Ltd	8	0.09	1 Telefonica Brasil SA	28	0.30
	629	6.82	2 Vale SA	22	0.24
				208	2.25
Thailand — 3.51%					
7 Advanced Info Service PCL	45	0.49	Chile — 0.28%		
2 Bangkok Bank PCL	10	0.11	2 Embotelladora Andina SA	8	0.09
2 Bangkok Bank PCL, Foreign Share Class	10	0.11	1 Sociedad Quimica y Minera de Chile SA	18	0.19
14 BEC World PCL, NVDR	20	0.22		26	0.28
18 Charoen Pokphand Foods PCL	17	0.18	Colombia — 0.39%		
28 CP ALL PCL	42	0.46	1 Bancolombia SA	18	0.19
51 Home Product Center PCL	17	0.18	1 Grupo Argos SA	9	0.10
1 Kasikornbank PCL	10	0.11	- Grupo de Inversiones Suramericana SA	9	0.10
3 Kasikornbank PCL, NVDR	18	0.20		36	0.39
24 Minor International PCL	26	0.28	South Korea — 0.21%		
3 PTT Exploration & Production PCL	16	0.17	- Hyundai Motor Co	8	0.09
8 PTT Global Chemical PCL, NVDR	16	0.17	- Samsung Electronics Co Ltd	11	0.12
2 PTT PCL	20	0.22		19	0.21
1 Siam Cement PCL	8	0.09	Total Preferred Stock (Cost \$261)		
1 Siam Cement PCL, Foreign Share Class	17	0.18		289	3.13
3 Siam Commercial Bank PCL	17	0.18			
40 True Corp PCL	15	0.16			
	324	3.51			
Turkey — 6.49%					
5 Akbank TAS	20	0.22			
2 Anadolu Efes Biracilik Ve Malt Sanayii AS	25	0.27			
8 Arcelik AS	45	0.49			
2 BIM Birlesik Magazalar AS	45	0.49			
1 Coca-Cola Icecek AS	17	0.18			

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch Emerging Markets Equity Fund

Portfolio of Investments as at August 31, 2014 – (continued)

Shares (000's)	Value (000's) \$	% of Net Asset Value
Right — 0.02%		
Thailand — 0.02%		
16 True Corp PCL ∞	2	0.02
Total Right (Cost \$-)	2	0.02
Total Investments (Cost \$8,820)	9,106	98.76
Other Assets in Excess of Liabilities	114	1.24
Total Net Assets	\$9,220	100.00

– 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
 ETF – Exchange Traded Fund
 GDR – Global Depositary Receipt
 NVDR – Non Voting Depositary Receipt

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	98.35
Other assets	1.65
Total Assets	100.00

Legg Mason Batterymarch Global Equity Fund

Portfolio of Investments as at August 31, 2014

Shares (000's)	Value (000's) \$	% of Net Asset Value
Common Stock — 99.20%		
Australia — 0.55%		
181 Perseus Mining Ltd	74	0.55
Austria — 1.20%		
4 OMV AG	162	1.20
Bermuda — 1.72%		
1 Everest Re Group Ltd	231	1.72
Canada — 4.36%		
13 Alamos Gold Inc	119	0.88
32 Argonaut Gold Inc	129	0.96
1 Constellation Software Inc	248	1.84
99 Lydian International Ltd	91	0.68
	587	4.36
Cayman Islands — 1.36%		
11 Fabrinet	183	1.36
China — 2.06%		
705 Lonking Holdings Ltd	124	0.92
72 Shanghai Mechanical and Electrical Industry Co Ltd	153	1.14
	277	2.06
Denmark — 6.61%		
5 Novo Nordisk A/S, Class B	247	1.84
4 Pandora A/S	269	2.00
6 SimCorp A/S	164	1.22
2 Tryg A/S	209	1.55
	889	6.61
Egypt — 0.95%		
64 Telecom Egypt Co	128	0.95
Germany — 1.33%		
7 Freenet AG	179	1.33
Hong Kong — 2.19%		
405 Huabao International Holdings Ltd	294	2.19
Japan — 12.15%		
27 Asahi Kasei Corp	216	1.61
2 Daito Trust Construction Co Ltd	260	1.93
3 Japan Airlines Co Ltd	157	1.16
7 Kose Corp	284	2.11
14 Kuroda Electric Co Ltd	215	1.60
8 Mazda Motor Corp	184	1.37
22 Takuma Co Ltd	141	1.05
43 Tosoh Corp	178	1.32
	1,635	12.15
Netherlands — 1.50%		
7 Wolters Kluwer NV	202	1.50
Norway — 0.91%		
5 Fred Olsen Energy ASA	122	0.91
Russia — 2.27%		
17 Gazprom OAO, ADR	119	0.88
7 MegaFon OAO, GDR	187	1.39
	306	2.27
South Korea — 1.29%		
- Samsung Electronics Co Ltd	174	1.29
Sweden — 1.55%		
6 Swedish Match AB	208	1.55
Switzerland — 1.94%		
1 Actelion Ltd	131	0.97
2 Swiss Re AG	130	0.97
	261	1.94

Shares (000's)	Value (000's) \$	% of Net Asset Value
United Kingdom — 11.33%		
7 Bellway Plc	186	1.38
12 Betfair Group Plc	221	1.64
32 BT Group Plc	207	1.54
8 Burberry Group Plc	193	1.43
39 Dixons Carphone Plc	224	1.67
17 Hiscox Ltd	184	1.37
23 Pace Plc	128	0.95
95 Taylor Wimpey Plc	181	1.35
	1,524	11.33
United States — 43.93%		
7 Activision Blizzard Inc	153	1.13
14 AES Corp/VA	212	1.57
4 The Allstate Corp	231	1.72
4 Altria Group Inc	178	1.32
3 Amdocs Ltd	146	1.09
1 The Boeing Co	188	1.40
6 Cisco Systems Inc	162	1.20
2 Dillard's Inc, Class A	175	1.30
3 Dr Pepper Snapple Group Inc	176	1.31
3 Edison International	163	1.21
2 Hanesbrands Inc	256	1.90
1 Jazz Pharmaceuticals Plc	189	1.40
2 Kimberly-Clark Corp	210	1.56
2 The Kroger Co	110	0.82
1 Lockheed Martin Corp	156	1.16
4 Lorillard Inc	211	1.57
1 McKesson Corp	234	1.74
3 Medtronic Inc	220	1.63
9 Mentor Graphics Corp	203	1.51
5 NetApp Inc	200	1.49
3 Packaging Corp of America	225	1.67
3 PetSmart Inc	193	1.44
3 Phillips 66	235	1.75
2 SanDisk Corp	220	1.63
3 Time Warner Inc	242	1.80
4 Tyson Foods Inc	141	1.05
8 United Fire Group Inc	221	1.64
2 Viacom Inc, Class B	195	1.45
2 Western Digital Corp	239	1.78
5 Wisconsin Energy Corp	227	1.69
	5,911	43.93
Total Common Stock (Cost \$11,348)		
	13,347	99.20
Preferred Stock — 1.00%		
Germany — 1.00%		
1 Volkswagen AG	135	1.00
Total Preferred Stock (Cost \$155)		
	135	1.00
Right — 0.00%		
Canada — 0.00%		
1 Constellation Software Inc	-	-
Total Right (Cost \$-)		
	-	-
Total Investments (Cost \$11,503)		
	13,482	100.20
Liabilities in Excess of Other Assets		
	(27)	(0.20)
Total Net Assets		
	\$13,455	100.00

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

ABBREVIATIONS:

ADR - American Depositary Receipt
GDR - Global Depositary Receipt

Legg Mason Batterymarch Global Equity Fund

Portfolio of Investments as at August 31, 2014 – *(continued)*

ALL SECURITIES ARE TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR TRADED ON A REGULATED MARKET.

Analysis of Total Assets	% of Total Assets
Transferable securities admitted to an official exchange listing or traded on a regulated market	99.45
Other assets	0.55
Total Assets	100.00

Balance Sheet

	Legg Mason Western Asset US Money Market Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset US Core Bond Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset US High Yield Fund as at August 31, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ -	\$ 324	\$ 1,409	€ 1,998	\$ 1,443	\$ 24,878	\$ 6,158
Cash collateral (Note 7)	-	75	638	366	234	6,206	1,361
Amounts due from broker	-	4	-	-	1	591	198
Financial assets at fair value through profit or loss (Note 1):							
Investments	1,095,678	22,223	188,891	54,297	27,737	1,467,830	755,137
Options at fair value	-	2	23	-	21	1,734	-
Unrealised appreciation on swap contracts	-	1	60	-	-	-	778
Unrealised appreciation on swaptions	-	-	-	-	-	-	-
Unrealised appreciation on forward foreign currency contracts	-	23	144	322	595	6,837	1
Unrealised appreciation on futures contracts	-	21	223	-	2	947	-
Receivable for investments sold	-	470	1,248	-	-	742	1,098
Receivable for redeemable participating shares sold	347	47	2,293	30	29	8,709	613
Interest receivable	366	118	1,249	547	331	19,440	12,503
Dividend receivable	-	-	-	4	10	77	1
Receivable from investment manager	21	-	-	-	-	-	-
Other assets	44	1	6	2	1	59	26
Total Current Assets	1,096,456	23,309	196,184	57,566	30,404	1,538,050	777,874
CURRENT LIABILITIES:							
Cash overdraft	-	165	11	-	-	-	-
Amounts due to broker	-	-	17	-	-	-	-
Payable for investments purchased	1,010	2,400	11,934	-	110	401	5,691
Financial liabilities at fair value through profit or loss (Note 1):							
Options at fair value	-	7	67	-	-	-	-
Unrealised depreciation on swap contracts	-	-	-	75	124	4,829	1,176
Unrealised depreciation on swaptions	-	-	-	-	-	-	-
Unrealised depreciation on forward foreign currency contracts	-	1	6	312	390	3,162	292
Unrealised depreciation on futures contracts	-	28	309	233	81	1,706	168
Distributions payable to holders of redeemable participating shares	28	8	12	2	15	210	297
Investment management fees payable (Note 3)	-	18	89	19	32	725	545
Administrator and custodian fees payable (Note 3)	81	1	13	4	2	105	54
Shareholder service fees payable (Note 3)	-	2	5	2	2	65	49
Payable for redeemable participating shares sold	381	149	55	1	274	4,517	7,729
Payable to shareholders	-	-	-	-	-	-	-
Interest payable	-	-	-	-	-	-	-
Accrued expenses and other liabilities	515	36	91	36	35	504	202
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	2,015	2,815	12,609	684	1,065	16,224	16,203
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 1,094,441	\$ 20,494	\$ 183,575	€ 56,882	\$ 29,339	\$ 1,521,826	\$ 761,671

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 Royce European Smaller Companies Fund and Legg Mason Batterymarch Managed Volatility European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2014 using the USD/EUR rate of 0.7611.

The Japanese Yen figures for the Legg Mason Congruix Japan Equity Fund have been converted into US Dollars in the total figure for the Legg Mason Global Funds Plc for the period ended August 31, 2014 using the USD/JPY rate of 104.0450.

The British Pound figures for Legg Mason Western Asset UK£ Core Plus Bond Fund[^], Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2014 using the USD/GBP rate of 0.6024.

^α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

^μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund[^] commenced trading.

^ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason Permal Global Absolute Fund[^] ceased trading.

[#] Please see page 6 for details of fund name changes.

Legg Mason Western Asset Emerging Markets Bond Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund^ as at August 31, 2014 (in 000's)	Legg Mason Western Asset Global High Yield Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Inflation Management Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset Brazil Bond Fund as at August 31, 2014 (in 000's)
\$ 1,485	\$ 3,193	\$ 1,049	\$ 15	\$ -	\$ 75	\$ 1,549	\$ 235	\$ 11
51	-	1,568	34	6	3	5,282	961	-
-	-	245	-	-	2	1	25	-
194,450	116,804	650,605	36,507	14,798	12,468	613,438	65,007	6,263
-	-	-	-	-	4	-	-	-
-	-	-	-	-	-	398	-	-
-	-	-	-	-	-	-	-	-
57	-	1,601	-	-	13	1,343	874	-
-	-	-	-	-	-	214	-	-
-	-	22,850	8	1	-	-	-	-
4,104	1	6,238	300	-	-	1,253	-	-
3,036	1,816	11,419	106	7	18	8,303	770	83
7	-	19	-	-	-	1	-	-
-	-	-	-	-	-	-	-	-
8	5	35	1	1	1	29	3	1
203,198	121,819	695,629	36,971	14,813	12,584	631,811	67,875	6,358
4	-	11,914	3	35	-	384	730	-
-	-	-	-	-	-	-	-	-
2,569	-	251	412	-	-	-	-	-
-	-	-	-	-	2	141	-	-
-	-	1,158	-	-	-	4,762	199	-
-	-	-	-	-	-	-	-	-
368	-	451	-	-	8	500	521	-
-	-	207	1	-	2	-	594	-
74	-	210	-	-	-	70	-	-
194	22	642	35	14	11	410	34	-
14	8	51	3	1	-	44	5	-
12	1	59	1	-	-	36	3	-
271	3,500	19,425	7	12	87	723	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
82	41	281	31	25	27	281	44	22
3,588	3,572	34,649	493	87	137	7,351	2,130	22
\$ 199,610	\$ 118,247	\$ 660,980	\$ 36,478	\$ 14,726	\$ 12,447	\$ 624,460	\$ 65,745	\$ 6,336

Balance Sheet – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund as at August 31, 2014 (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Western Asset Global Credit Fund as at August 31, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ 8,481	£ 4	\$ 956	\$ 8	£ 5	£ 6	\$ 343
Cash collateral (Note 7)	2,883	–	679	–	–	–	641
Amounts due from broker	53	–	–	–	–	–	8
Financial assets at fair value through profit or loss (Note 1):							
Investments	97,313	–	22,990	708	–	–	96,813
Options at fair value	30	–	20	–	–	–	–
Unrealised appreciation on swap contracts	2,732	–	–	–	–	–	–
Unrealised appreciation on swaptions	110	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	469	–	351	7	–	–	733
Unrealised appreciation on future contracts	253	–	45	–	–	–	–
Receivable for investments sold	–	–	217	–	–	–	–
Receivable for redeemable participating shares sold	61	–	20	3	–	–	–
Interest receivable	1,069	–	213	–	–	–	1,254
Dividend receivable	2	–	1	–	–	–	1
Receivable from investment manager	–	–	–	8	–	–	–
Other assets	5	–	77	2	–	1	4
Total Current Assets	113,461	4	25,569	736	5	7	99,797
CURRENT LIABILITIES:							
Cash overdraft	1,850	–	116	7	–	–	22
Amounts due to broker	–	–	4	–	–	–	–
Payable for investments purchased	–	–	4,012	–	–	–	–
Financial liabilities at fair value through profit or loss (Note 1):							
Options at fair value	29	–	70	–	–	–	–
Unrealised depreciation on swap contracts	3,387	–	–	–	–	–	263
Unrealised depreciation on swaptions	92	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	282	–	327	2	–	–	75
Unrealised depreciation on futures contracts	234	–	66	–	–	–	205
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	2
Investment management fees payable (Note 3)	89	–	6	–	–	–	5
Administrator and custodian fees payable (Note 3)	8	–	2	–	–	–	7
Shareholder service fees payable (Note 3)	1	–	–	–	–	–	1
Payable for redeemable participating shares sold	143	–	28	–	–	–	–
Payable to shareholders	–	–	–	2	–	–	–
Interest payable	–	–	–	2	–	–	–
Accrued expenses and other liabilities	48	4	43	38	5	7	44
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	6,163	4	4,674	49	5	7	624
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 107,298	£ –	\$ 20,895	\$ 687	£ –	£ –	\$ 99,173

[^] 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 Euro High Yield Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Brandywine Global Credit Opportunities Fund [^] as at August 31, 2014 (in 000's)
€ 71	\$ 97,015	\$ 8,149	\$ 3,245	\$ -	\$ 442	\$ 2,458	\$ 158	\$ 5
-	91,449	-	19,860	152	-	-	386	1
-	-	-	921	-	-	-	1	-
83,846	1,520,152	1,373,855	1,033,727	22,236	227,918	1,835,005	26,943	4,998
-	4,933	-	-	-	-	-	-	-
-	12,556	-	-	108	-	-	-	3
-	50	-	-	-	-	-	-	-
-	13,546	8,412	21,094	102	1,469	20,650	233	108
-	9,527	-	-	19	-	-	1	-
-	-	-	21,281	1	-	-	512	-
21	12,533	6,762	16,058	-	755	-	126	-
1,659	16,488	11,637	10,325	356	2,393	29,187	387	4
3	48	315	276	1	61	474	3	-
-	-	-	-	-	-	-	-	-
3	-	57	28	1	9	3	1	-
85,603	1,778,297	1,409,187	1,126,815	22,976	233,047	1,887,777	28,751	5,119
-	12,318	39	478	620	-	220	57	104
-	3,251	-	-	-	-	-	-	-
-	70,694	-	21,042	639	-	-	501	-
-	7,534	-	-	-	-	-	-	-
-	15,313	-	-	-	-	-	269	-
-	185	-	-	-	-	-	-	-
144	14,611	11,543	9,813	197	1,795	9,240	282	-
-	10,655	-	13,584	-	-	-	67	-
-	-	-	-	-	-	-	2	-
-	1,383	1,065	468	10	87	141	16	1
6	114	97	72	1	16	114	2	-
-	57	94	13	-	9	-	-	-
-	1,144	2,088	6,848	-	3	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
31	108	397	131	12	68	28	26	8
181	137,367	15,323	52,449	1,479	1,978	9,743	1,222	113
€ 85,422	\$ 1,640,930	\$ 1,393,864	\$ 1,074,366	\$ 21,497	\$ 231,069	\$ 1,878,034	\$ 27,529	\$ 5,006

Balance Sheet – (continued)

	Legg Mason Western Asset Brazil Equity Fund as at August 31, 2014 (in 000's)	Legg Mason ClearBridge Value Fund# as at August 31, 2014 (in 000's)	Legg Mason ClearBridge Growth Fund# as at August 31, 2014 (in 000's)	Legg Mason ClearBridge Global Equity Fund^ as at August 31, 2014 (in 000's)	Legg Mason ClearBridge US Appreciation Fund as at August 31, 2014 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund as at August 31, 2014 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund as at August 31, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ 124	\$ 2,926	\$ 152	\$ 650	\$ 13,499	\$ 360	\$ 5,136
Cash collateral (Note 7)	–	–	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):							
Investments	3,735	309,077	7,059	4,072	345,891	91,919	109,205
Options at fair value	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	–	6	–	–	–	–	–
Unrealised appreciation on future contracts	–	–	–	–	–	–	–
Receivable for investments sold	107	–	–	–	–	495	–
Receivable for redeemable participating shares sold	–	726	1	296	934	17	45
Interest receivable	–	–	–	–	1	–	–
Dividend receivable	11	368	3	10	458	175	89
Receivable from investment manager	–	–	–	–	–	–	–
Other assets	1	11	2	1	16	4	3
Total Current Assets	3,978	313,114	7,217	5,029	360,799	92,970	114,478
CURRENT LIABILITIES:							
Cash overdraft	–	144	42	267	2	175	–
Amounts due to broker	–	–	–	–	–	–	–
Payable for investments purchased	134	–	–	–	–	127	–
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	–	–	–	–	–	–	–
Unrealised depreciation on futures contracts	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	–	278	8	4	404	111	144
Administrator and custodian fees payable (Note 3)	–	22	–	1	25	6	8
Shareholder service fees payable (Note 3)	–	50	2	–	86	6	26
Payable for redeemable participating shares sold	–	816	13	–	660	92	33
Payable to shareholders	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–
Accrued expenses and other liabilities	14	97	27	17	124	45	44
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	148	1,407	92	289	1,301	562	255
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 3,830	\$ 311,707	\$ 7,125	\$ 4,740	\$ 359,498	\$ 92,408	\$ 114,223

^ 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 Aggressive Growth Fund as at August 31, 2014 (in 000's)	Legg Mason ClearBridge US Equity Income Fund [^] as at August 31, 2014 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Opportunity Fund# as at August 31, 2014 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund as at August 31, 2014 (in 000's)	Legg Mason Royce US Smaller Companies Fund# as at August 31, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund II [^] as at August 31, 2014 (in 000's)	Legg Mason Royce European Smaller Companies Fund as at August 31, 2014 (in 000's)	Legg Mason Royce Global Smaller Companies Fund ^α as at August 31, 2014 (in 000's)
\$ 427,025	\$ 112	\$ 2,038	\$ -	\$ -	\$ 1,526	\$ 2	€ 8	\$ 26
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2,826,489	-	17,622	264,763	1,396,465	458,165	33,771	-	-
-	-	-	13,410	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
202	-	-	-	182	28	-	-	-
-	-	-	-	-	-	-	-	-
-	4,126	39	491	2,592	3,251	478	-	-
13,481	-	748	882	3,748	7,145	44	-	-
8	-	-	-	-	-	-	-	-
1,083	8	22	237	422	243	18	-	-
-	4	-	-	-	-	-	-	-
61	-	25	8	42	18	-	-	-
3,268,349	4,250	20,494	279,791	1,403,451	470,376	34,313	8	26
2,539	45	690	561	1,518	237	11	-	-
-	-	-	-	-	-	-	-	-
48,504	-	740	4,122	4,758	4,273	208	-	-
-	-	-	-	-	-	-	-	-
-	-	-	12	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2,142	-	89	2	142	79	-	-	-
-	-	-	-	-	-	-	-	-
2,586	-	11	213	1,475	502	44	-	-
216	-	1	19	96	32	2	-	-
433	-	-	33	297	94	10	-	-
9,442	4,180	251	378	4,451	7,922	36	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
510	25	18	66	329	184	20	8	26
66,372	4,250	1,800	5,406	13,066	13,323	331	8	26
\$ 3,201,977	\$ -	\$ 18,694	\$ 274,385	\$ 1,390,385	\$ 457,053	\$ 33,982	€ -	\$ -

Balance Sheet – (continued)

	Legg Mason PCM US Equity Fund as at August 31, 2014 (in 000's)	Legg Mason Permal Global Absolute Fund [^] as at August 31, 2014 (in 000's)	Legg Mason Battery March Managed Volatility European Equity Fund# as at August 31, 2014 (in 000's)	Legg Mason Battery March Asia Ex Japan Equity Fund# as at August 31, 2014 (in 000's)	Legg Mason Battery March International Large Cap Fund as at August 31, 2014 (in 000's)	Legg Mason Battery March Emerging Markets Equity Fund as at August 31, 2014 (in 000's)	Legg Mason Battery March Global Equity Fund as at August 31, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ –	\$ 7,943	€ 921	\$ 752	\$ 164	\$ 132	\$ 32
Cash collateral (Note 7)	–	189	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):							
Investments	–	–	55,359	54,201	13,380	9,106	13,482
Options at fair value	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	–	–	–	–	–	–	–
Unrealised appreciation on future contracts	–	–	–	–	–	–	–
Receivable for investments sold	–	1,674	–	1	–	–	–
Receivable for redeemable participating shares sold	–	–	245	86	–	–	–
Interest receivable	–	–	–	–	–	–	–
Dividend receivable	–	3	481	113	90	20	42
Receivable from investment manager	–	–	–	–	–	–	–
Other assets	4	–	2	2	1	1	1
Total Current Assets	4	9,809	57,008	55,155	13,635	9,259	13,557
CURRENT LIABILITIES:							
Cash overdraft	4	–	–	114	4	–	36
Amounts due to broker	–	–	–	–	–	–	–
Payable for investments purchased	–	–	–	–	–	–	–
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	–	–	–	–	–	–	–
Unrealised depreciation on futures contracts	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	–	4	68	78	19	12	17
Administrator and custodian fees payable (Note 3)	–	1	4	4	1	1	1
Shareholder service fees payable (Note 3)	–	3	5	12	1	1	1
Payable for redeemable participating shares sold	–	9,766	371	332	–	–	26
Payable to shareholders	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–
Accrued expenses and other liabilities	–	35	34	40	20	25	21
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	4	9,809	482	580	45	39	102
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ –	\$ –	€ 56,526	\$ 54,575	\$ 13,590	\$ 9,220	\$ 13,455

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

The accompanying notes are an integral part of the Financial Statements

Legg Mason Congruix Japan Equity Fund as at August 31, 2014 (in 000's)	Legg Mason LMHK China Fund as at August 31, 2014 (in 000's)	Legg Mason Global Funds plc as at August 31, 2014 (in 000's)
¥ 90,256	\$ -	\$ 630,514
-	-	133,140
-	-	2,050
-	-	17,571,385
-	-	20,177
-	-	16,636
-	-	160
-	-	79,503
-	-	11,252
-	-	61,682
-	-	88,794
-	-	135,786
-	-	5,353
-	1	34
-	-	620
90,256	1	18,757,086
-	-	35,466
-	-	3,272
-	-	184,532
-	-	7,850
-	-	31,591
-	-	277
-	-	56,919
-	-	28,213
-	-	931
-	-	12,066
-	-	1,269
-	-	1,474
-	-	86,271
88,419	-	849
-	-	2
1,837	1	5,044
90,256	1	456,026
¥ -	\$ -	\$ 18,301,060

Balance Sheet – (continued)

	Legg Mason Western Asset US Money Market Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset US Core Bond Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset US High Yield Fund as at February 28, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ 1	\$ 3	\$ 1,241	€ 177	\$ 2,542	\$ 27,798	\$ 3,364
Cash collateral (Note 7)	–	59	301	189	339	5,883	1,561
Amounts due from broker	–	–	–	–	–	275	280
Financial assets at fair value through profit or loss (Note 1):							
Investments	1,153,910	22,441	156,652	51,957	29,706	1,481,953	664,342
Options at fair value	–	–	2	–	–	211	–
Unrealised appreciation on swap contracts	–	1	7	–	–	–	849
Unrealised appreciation on swaptions	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	–	–	8	264	309	5,915	229
Unrealised appreciation on future contracts	–	18	177	–	16	1,828	–
Receivable for investments sold	–	20	1,213	–	–	5,954	533
Receivable for redeemable participating shares sold	5,292	–	14	–	–	198	2,471
Interest receivable	224	123	1,095	431	299	18,778	10,166
Dividend receivable	–	1	–	14	16	203	1
Receivable from investment manager	5	–	–	–	–	–	–
Other assets	106	4	18	7	5	162	64
Total Current Assets	1,159,538	22,670	160,728	53,039	33,232	1,549,158	683,860
CURRENT LIABILITIES:							
Cash overdraft	–	72	–	36	17	2,587	–
Amounts due to broker	–	24	93	–	–	–	–
Payable for investments purchased	9,999	2,006	5,770	100	893	48,386	11,399
Financial liabilities at fair value through profit or loss (Note 1):							
Options at fair value	–	3	23	–	–	–	–
Unrealised depreciation on swap contracts	–	1	6	18	202	7,626	1,700
Unrealised depreciation on swaptions	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	–	10	104	188	494	6,014	2
Unrealised depreciation on futures contracts	–	16	77	74	14	324	205
Distributions payable to holders of redeemable participating shares	28	7	10	2	13	210	263
Investment management fees payable (Note 3)	–	15	61	17	32	780	430
Administrator and custodian fees payable (Note 3)	86	2	11	4	2	100	46
Shareholder service fees payable (Note 3)	–	1	1	1	2	75	39
Payable for redeemable participating shares sold	437	–	13	–	–	2,096	2,040
Payable to shareholders	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–
Accrued expenses and other liabilities	444	39	84	37	41	338	167
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	10,994	2,196	6,253	477	1,710	68,536	16,291
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 1,148,544	\$ 20,474	\$ 154,475	€ 52,562	\$ 31,522	\$ 1,480,622	\$ 667,569

Amounts designated as "-" are either \$0/E0/¥0/€0 or less than \$1,000/E1,000/¥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 Royce European Smaller Companies Fund and Legg Mason Batterymarch European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the year ended February 28, 2014 using the USD/EUR rate of 0.7245.

The Japanese Yen figures for the Legg Mason Congruix Japan Equity Fund have been converted into US Dollars in the total figure for the Legg Mason Global Funds Plc for the year ended February 28, 2014 using the USD/JPY rate of 101.7700.

The British Pound figures for Legg Mason Western Asset UK£ Core Plus Bond Fund[^], Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the year ended February 28, 2014 using the USD/GBP rate of 0.5972.

^μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund[^].

^α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund[^], Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason ClearBridge Tactical Dividend Income Fund[^] commenced trading.

^γ Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

^φ Effective September 3, 2013 Legg Mason LMHK China Fund ceased trading.

^{*} Effective December 2, 2013 Legg Mason Western Asset Macro Opportunities Bond Fund[^] commenced trading.

^ρ Effective February 12, 2014 Legg Mason Royce European Smaller Companies Fund ceased trading.

^ε Effective February 14, 2014 Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] ceased trading.

^β Effective February 24, 2014 Legg Mason Western Asset UK£ Core Plus Bond Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] ceased trading.

Legg Mason Western Asset Emerging Markets Bond Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund^ as at February 28, 2014 (in 000's)	Legg Mason Western Asset Global High Yield Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Inflation Management Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset Brazil Bond Fund as at February 28, 2014 (in 000's)
\$ 1,511	\$ 1,480	\$ 2,470	\$ 4	\$ -	\$ 3	\$ 1,747	\$ 405	\$ 4
-	-	1,860	34	1	21	5,678	796	-
-	-	243	12	-	8	-	-	-
164,955	102,621	803,904	25,067	16,248	12,115	620,828	72,683	5,459
-	-	-	-	-	5	-	-	-
-	-	-	-	-	-	338	-	-
-	-	-	-	-	-	-	-	-
325	-	167	-	-	-	1,327	577	-
-	-	-	-	-	-	-	9	-
1,567	198	784	17	1	-	12,903	-	-
11	-	9,853	71	-	-	226	5	-
2,863	1,617	13,353	98	8	21	6,532	734	74
7	-	2	-	-	-	1	-	-
-	-	-	-	-	-	-	-	-
24	13	99	4	3	3	81	9	2
171,263	105,929	832,735	25,307	16,261	12,176	649,661	75,218	5,539
814	-	-	3	-	62	3,797	-	-
-	-	-	-	-	-	-	4	-
103	303	5,041	201	-	-	5,881	1,436	-
-	-	-	-	-	1	-	-	-
-	-	2,268	-	-	-	4,697	201	-
-	-	-	-	-	-	-	-	-
193	-	1,430	-	-	9	2,176	770	-
-	-	178	9	-	7	-	308	-
72	-	183	-	-	-	63	-	-
156	20	620	24	15	9	399	34	-
12	8	58	2	1	1	47	5	-
10	-	51	-	-	-	39	3	-
409	-	11,033	34	15	-	757	328	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
86	35	230	38	32	34	244	36	19
1,855	366	21,092	311	63	123	18,100	3,125	19
\$ 169,408	\$ 105,563	\$ 811,643	\$ 24,996	\$ 16,198	\$ 12,053	\$ 631,561	\$ 72,093	\$ 5,520

Balance Sheet – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] β as at February 28, 2014 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund as at February 28, 2014 (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] ε as at February 28, 2014 (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] β as at February 28, 2014 (in 000's)	Legg Mason Western Asset Global Credit Fund as at February 28, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ 2,431	£ –	\$ 2,938	\$ 176	£ 6	£ 12	\$ 192
Cash collateral (Note 7)	2,278	–	1,215	110	–	–	757
Amounts due from broker	37	–	171	20	–	–	–
Financial assets at fair value through profit or loss (Note 1):							
Investments	111,332	–	148,321	28,086	–	–	100,773
Options at fair value	50	–	63	–	–	–	–
Unrealised appreciation on swap contracts	2,540	–	–	–	–	–	–
Unrealised appreciation on swaptions	3,301	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	684	–	296	270	–	–	51
Unrealised appreciation on future contracts	24	–	175	–	–	–	21
Receivable for investments sold	292	–	8,878	283	–	–	378
Receivable for redeemable participating shares sold	145	–	51	2	–	–	20
Interest receivable	1,221	71	1,239	66	–	–	1,310
Dividend receivable	–	–	15	–	–	–	–
Receivable from investment manager	–	–	–	–	1	1	–
Other assets	13	–	12	6	–	–	12
Total Current Assets	124,348	71	163,374	29,019	7	13	103,514
CURRENT LIABILITIES:							
Cash overdraft	–	62	4,662	200	–	–	–
Amounts due to broker	–	–	–	–	–	–	6
Payable for investments purchased	3,208	–	31,050	153	–	–	1,421
Financial liabilities at fair value through profit or loss (Note 1):							
Options at fair value	13	–	111	–	–	–	–
Unrealised depreciation on swap contracts	2,953	–	–	–	–	–	941
Unrealised depreciation on swaptions	482	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	357	–	941	468	–	–	777
Unrealised depreciation on futures contracts	106	–	261	24	–	–	160
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	2
Investment management fees payable (Note 3)	99	–	25	3	–	–	4
Administrator and custodian fees payable (Note 3)	10	3	9	2	–	4	7
Shareholder service fees payable (Note 3)	1	–	–	–	–	–	1
Payable for redeemable participating shares sold	106	–	46	–	–	–	104
Payable to shareholders	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–
Accrued expenses and other liabilities	54	6	47	48	7	9	36
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	7,389	71	37,152	898	7	13	3,459
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 116,959	£ –	\$ 126,222	\$ 28,121	£ –	£ –	\$ 100,055

[^] 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 Euro High Yield Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] * as at February 28, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund as at February 28, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] as at February 28, 2014 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] α as at February 28, 2014 (in 000's)	Legg Mason Western Asset Brazil Equity Fund as at February 28, 2014 (in 000's)
€ 157	\$ 84,944	\$ 1,167	\$ 858	\$ -	\$ 268	\$ 1,304	\$ 82	\$ 61
-	13,503	-	7,577	267	-	-	86	-
-	861	-	-	-	-	-	-	-
82,060	308,594	1,254,148	797,826	19,696	202,130	978,194	12,636	3,049
-	671	-	-	-	-	-	-	-
-	2,052	-	-	179	-	-	-	-
-	-	-	-	-	-	-	-	-
16	1,576	10,526	7,211	216	2,221	13,163	82	-
-	1,132	-	-	-	-	-	1	-
-	96	17,968	9,555	634	4,994	51,461	473	70
-	-	2,206	86	-	565	-	350	-
1,757	2,899	12,436	7,065	376	1,995	15,695	203	-
2	-	451	109	-	41	340	1	14
-	-	-	-	-	-	-	-	-
9	-	165	61	5	26	11	2	2
84,001	416,328	1,299,067	830,348	21,373	212,240	1,060,168	13,916	3,196
-	19,667	7,411	15,141	254	-	-	163	-
-	-	-	59	-	-	-	-	-
996	7,629	18,358	18,348	450	5,120	52,182	829	73
-	1,332	-	-	-	-	-	-	-
-	945	-	-	-	-	-	96	-
-	-	-	-	-	-	-	-	-
189	781	6,701	11,607	107	1,247	13,057	116	-
-	1,841	-	3,846	-	-	-	13	-
-	-	-	-	-	-	-	2	-
-	158	945	429	12	58	114	1	-
6	24	93	55	1	15	69	1	-
-	-	85	14	-	3	-	-	-
-	-	4,944	4,127	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
30	31	345	56	23	73	34	30	12
1,221	32,408	38,882	53,682	847	6,516	65,456	1,251	85
€ 82,780	\$ 383,920	\$ 1,260,185	\$ 776,666	\$ 20,526	\$ 205,724	\$ 994,712	\$ 12,665	\$ 3,111

Balance Sheet – (continued)

	Legg Mason Capital Management Value Fund as at February 28, 2014 (in 000's)	Legg Mason Capital Management Growth Fund as at February 28, 2014 (in 000's)	Legg Mason Capital Management Opportunity Fund as at February 28, 2014 (in 000's)	Legg Mason ClearBridge Global Equity Fund [^] as at February 28, 2014 (in 000's)	Legg Mason ClearBridge US Appreciation Fund as at February 28, 2014 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund as at February 28, 2014 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund as at February 28, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ 1,780	\$ 182	\$ –	\$ 285	\$ 7,201	\$ 581	\$ 5,307
Cash collateral (Note 7)	–	–	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):							
Investments	285,595	6,893	255,306	3,273	364,423	100,315	100,244
Options at fair value	–	–	3,571	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	–	–	9	–	–	–	–
Unrealised appreciation on future contracts	–	–	–	–	–	–	–
Receivable for investments sold	715	–	–	–	549	–	238
Receivable for redeemable participating shares sold	989	–	9,063	–	453	–	1,356
Interest receivable	3	1	1	–	–	1	2
Dividend receivable	457	5	160	4	558	599	69
Receivable from investment manager	–	–	–	–	–	–	–
Other assets	27	8	19	2	46	11	8
Total Current Assets	289,566	7,089	268,129	3,564	373,230	101,507	107,224
CURRENT LIABILITIES:							
Cash overdraft	391	167	559	–	–	–	677
Amounts due to broker	–	–	–	–	–	–	–
Payable for investments purchased	559	–	–	–	–	–	253
Financial liabilities at fair value through profit or loss (Note 1):							
Options at fair value	–	–	–	–	–	–	–
Unrealised depreciation on swap contracts	–	–	158	–	–	–	–
Unrealised depreciation on swaptions	–	–	–	–	–	–	–
Unrealised depreciation on forward foreign currency contracts	3	–	15	–	–	–	–
Unrealised depreciation on futures contracts	–	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	238	7	189	2	372	113	125
Administrator and custodian fees payable (Note 3)	21	1	18	–	27	7	7
Shareholder service fees payable (Note 3)	44	1	29	–	71	6	20
Payable for redeemable participating shares sold	1,896	–	1,140	10	199	230	180
Payable to shareholders	–	–	–	–	–	–	–
Interest payable	–	–	–	–	–	–	–
Accrued expenses and other liabilities	76	36	45	21	105	46	45
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	3,228	212	2,153	33	774	402	1,307
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 286,338	\$ 6,877	\$ 265,976	\$ 3,531	\$ 372,456	\$ 101,105	\$ 105,917

[^] 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 Aggressive Growth Fund as at February 28, 2014 (in 000's)	Legg Mason ClearBridge US Equity Income Fund ^α as at February 28, 2014 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund ^α as at February 28, 2014 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund as at February 28, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund as at February 28, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund II ^α as at February 28, 2014 (in 000's)	Legg Mason Royce European Smaller Companies Fund as at February 28, 2014 (in 000's)	Legg Mason Royce Global Smaller Companies Fund as at February 28, 2014 (in 000's)	Legg Mason PCM US Equity Fund ^γ as at February 28, 2014 (in 000's)
\$ 265,728	\$ 199	\$ 54	\$ 15,067	\$ 3,929	\$ 11	€ 1	\$ -	\$ 14
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,770,983	3,542	3,523	1,303,941	480,769	34,374	-	3,572	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
503	1	-	226	13	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	6	405	988	41	-	-	-
25,893	-	13	19,360	1,377	18	-	-	-
8	-	-	3	2	1	-	-	-
583	13	20	286	243	14	1	3	-
-	-	-	-	-	-	6	3	-
114	2	1	89	50	1	-	-	-
2,063,812	3,757	3,617	1,339,377	487,371	34,460	8	3,578	14
16,481	35	-	4,014	-	-	-	-	-
-	-	-	-	-	-	-	-	-
11,858	-	19	6,135	1,159	57	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
142	-	-	99	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,594	-	-	1,323	487	41	-	-	-
135	-	-	90	34	2	-	-	-
283	-	-	264	89	9	-	-	-
33,160	-	-	12,430	1,794	-	-	39	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
243	17	18	193	152	28	8	39	14
63,896	52	37	24,548	3,715	137	8	78	14
\$ 1,999,916	\$ 3,705	\$ 3,580	\$ 1,314,829	\$ 483,656	\$ 34,323	€ -	\$ 3,500	\$ -

Balance Sheet – (continued)

	Legg Mason Permal Global Absolute Fund as at February 28, 2014 (in 000's)	Legg Mason Batterymarch European Equity Fund as at February 28, 2014 (in 000's)	Legg Mason Batterymarch Asia Pacific Equity Fund as at February 28, 2014 (in 000's)	Legg Mason Batterymarch International Large Cap Fund as at February 28, 2014 (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund as at February 28, 2014 (in 000's)	Legg Mason Batterymarch Global Equity Fund as at February 28, 2014 (in 000's)	Legg Mason Congruix Japan Equity Fund as at February 28, 2014 (in 000's)
CURRENT ASSETS:							
Cash (Note 7)	\$ 1,308	€ 545	\$ 1,420	\$ 10	\$ 159	\$ 278	¥ 88,053
Cash collateral (Note 7)	250	–	–	–	–	–	–
Amounts due from broker	–	–	–	–	–	–	–
Financial assets at fair value through profit or loss (Note 1):							
Investments	18,549	61,290	49,858	13,272	8,715	13,493	–
Options at fair value	–	–	–	–	–	–	–
Unrealised appreciation on swap contracts	–	–	–	–	–	–	–
Unrealised appreciation on swaptions	–	–	–	–	–	–	–
Unrealised appreciation on forward foreign currency contracts	45	–	–	–	–	–	–
Unrealised appreciation on future contracts	–	–	–	–	–	–	–
Receivable for investments sold	–	322	–	41	103	130	–
Receivable for redeemable participating shares sold	48	–	–	–	–	–	–
Interest receivable	–	–	–	–	–	–	–
Dividend receivable	28	457	129	79	21	31	–
Receivable from investment manager	–	–	–	–	–	–	–
Other assets	12	8	7	3	6	4	–
Total Current Assets	20,240	62,622	51,414	13,405	9,004	13,936	88,053
CURRENT LIABILITIES:							
Cash overdraft	–	–	761	–	–	52	–
Amounts due to broker	–	–	–	–	–	–	–
Payable for investments purchased	–	–	–	–	70	139	–
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	61	1	–	–	–	–	–
Unrealised depreciation on futures contracts	32	–	–	–	–	–	–
Distributions payable to holders of redeemable participating shares	–	–	–	–	–	–	–
Investment management fees payable (Note 3)	23	58	68	17	9	16	–
Administrator and custodian fees payable (Note 3)	1	4	4	1	–	1	–
Shareholder service fees payable (Note 3)	6	3	10	–	–	1	–
Payable for redeemable participating shares sold	17	209	175	–	–	12	–
Payable to shareholders	–	–	–	–	–	–	86,216
Interest payable	22	–	–	–	–	–	–
Accrued expenses and other liabilities	28	34	44	23	27	18	1,837
Liabilities (excluding Net Assets attributable to Holders of Redeemable Participating Shares)	190	309	1,062	41	106	239	88,053
Total Net Assets attributable to Holders of Redeemable Participating Shares at fair value	\$ 20,050	€ 62,313	\$ 50,352	\$ 13,364	\$ 8,898	\$ 13,697	¥ –

Legg Mason LMHK
China Fund φ
as at
February 28, 2014
(in 000's)

Legg Mason
Global Funds plc
as at
February 28, 2014
(in 000's)

\$	9	\$	442,624
	-		42,837
	-		1,907
	-		14,226,803
	-		4,575
	-		5,966
	-		3,301
	-		46,336
	-		3,400
	-		121,933
	-		80,136
	-		103,651
	-		5,158
	1		21
	-		1,355
	10		15,090,003

	-		78,140
	-		186
	-		252,001

	-		1,483
	-		21,819
	-		482

	-		48,203
	-		7,523

	-		856
	-		9,171
	-		1,047
	-		1,164
	-		78,059
	-		845
	-		22
	10		4,089

10 **505,090**

\$ - \$ 14,584,913

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset US Money Market Fund (in 000's)	Legg Mason Western Asset US Core Bond Fund (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund (in 000's)	Legg Mason Western Asset US High Yield Fund (in 000's)
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	\$ 42,448	\$ 4,134	\$ 24,102	–	\$ 1,867	\$ 41,930	\$ 130,047
Class A US\$ Distributing (A)	–	–	–	–	–	–	–
Class A US\$ Distributing (D)	1,047,856	6,814	5,827	€ 3,000	9,650	64,788	123,537
Class A US\$ Distributing (M)	49	–	–	–	320	18,062	15,534
Class A US\$ Distributing (M) Plus	–	–	–	–	–	–	9,388
Class A AUD Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A Euro Accumulating	–	–	–	–	–	–	–
Class A Euro Accumulating (Hedged)	–	–	–	–	455	40,604	–
Class A Euro Distributing (A)	–	–	–	–	–	–	–
Class A Euro Distributing (D)	–	–	–	2,613	–	–	–
Class A Euro Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged)	–	–	–	–	107	43,604	572
Class A Euro Distributing (M) (Hedged) Plus (e)-	–	–	–	–	–	895	–
Class A GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (M)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (Hedged)	–	–	–	–	–	114,254	–
Class A SGD Accumulating (Hedged)	–	–	–	–	–	–	–
Class A SGD Distributing (M) (Hedged) Plus-	–	–	–	–	–	1,979	584
Class A SGD Distributing (M) Plus-	–	–	–	–	–	–	–
Class B US\$ Accumulating	329	12	177	–	119	484	2,405
Class B US\$ Distributing (A)	–	–	–	–	–	–	–
Class B US\$ Distributing (D)	74	303	445	–	800	5,876	10,357
Class B US\$ Distributing (M)	–	–	–	–	–	–	–
Class C US\$ Accumulating	635	209	741	–	385	26,987	18,527
Class C US\$ Distributing (A)	–	–	–	–	–	–	–
Class C US\$ Distributing (D)	336	2,992	3,847	984	3,164	130,607	36,055
Class C US\$ Distributing (M)	–	–	–	–	–	–	–
Class E US\$ Accumulating	–	–	565	–	–	7,004	24,280
Class E US\$ Distributing (D)	–	–	–	–	–	4,849	21,724
Class E Euro Accumulating (Hedged)	–	–	–	–	–	5,602	–
Class E Euro Distributing (M) (Hedged)	–	–	–	–	–	193	–
Class F US\$ Accumulating	–	3,273	14,474	–	–	6,444	121
Class F US\$ Distributing (D)	–	–	–	–	–	5,138	755
Class F Euro Accumulating	–	–	–	–	–	2	–
Class F Euro Distributing (Q)	–	–	–	1	–	–	–
Class X US\$ Accumulating	–	–	–	–	–	–	–
Class X US\$ Distributing (D)	–	–	–	–	–	618	–
Class X Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class X GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating	–	–	120,402	–	–	1,433	172,109
Premier Class US\$ Distributing (D)	–	–	–	–	–	758	–
Premier Class US\$ Distributing (M)	–	–	3,494	–	–	23,241	–
Premier Class US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	20,413
Premier Class Euro Accumulating	–	–	–	46,751	–	–	–
Premier Class Euro Accumulating (Hedged)	–	–	–	–	–	71,471	27,315
Premier Class Euro Distributing (A)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (Hedged)	–	–	–	–	–	272	–
Premier Class GBP Accumulating (Hedged)	–	–	–	–	–	332,249	–
Premier Class GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (Hedged)	–	–	–	–	–	44,215	–
Premier Class GBP Distributing (M) (Hedged) Plus (e)-	–	–	–	–	–	32,818	–
Premier Class GBP Distributing (Q) (Hedged)	–	–	–	–	–	15,649	–
Premier Class JPY Accumulating (Hedged)	–	–	–	–	–	791	–
LM Class US\$ Accumulating	–	–	–	–	–	–	28,507
LM Class US\$ Distributing (M)	–	–	–	–	–	–	101,939
LM Class AUD Distributing (M) (Hedged)	–	–	–	–	–	71,264	–
LM Class GBP Accumulating (Hedged)	–	–	175	–	–	407,745	192
Class A (G) US\$ Accumulating	740	–	1,882	–	1,966	–	3,613
Class A (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class A (G) US\$ Distributing (D)	1,218	–	3,723	–	8,475	–	5,188
Class B (G) US\$ Accumulating	35	–	–	–	29	–	28
Class B (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class B (G) US\$ Distributing (D)	–	–	43	–	43	–	57
Class L (G) US\$ Accumulating	–	–	758	–	867	–	491
Class L (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class L (G) US\$ Distributing (D)	721	–	2,920	–	1,092	–	5,131
Class GA US\$ Accumulating	–	2,402	–	–	–	–	–
Class GA Euro Accumulating	–	–	–	2,205	–	–	–
Class GA Euro Distributing (A)	–	–	–	683	–	–	–
Class GE US\$ Accumulating	–	355	–	–	–	–	–
Class GE Euro Accumulating	–	–	–	645	–	–	–
Class GF US\$ Accumulating	–	–	–	–	–	–	2,802

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.

α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund[^] commenced trading.

ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason Permal Global Absolute Fund[^] ceased trading.

~ Effective June 30, 2014 Class A SGD Distributing (Q) Plus within Legg Mason Western Asset Asian Opportunities Fund was renamed Class A SGD Distributing (M) Plus. Class A SGD Distributing (Q) (Hedged) Plus within Legg Mason Western Asset Asian Opportunities Fund, Legg Mason Western Asset Emerging Markets Bond Fund, Legg Mason Western Asset Global High Yield Fund and Legg Mason Western Asset US High Yield Fund was renamed Class A SGD Distributing (M) (Hedged) Plus. Class A Euro Distributing (M) (Hedged) Plus, Class A SGD Distributing (Q) (Hedged), Premier Class GBP Distributing (M) (Hedged) Plus and Premier Class SGD Distributing (Q) (Hedged) within Legg Mason Western Asset Global Multi Strategy Fund were renamed Class A Euro Distributing (M) (Hedged) Plus (e), Class A SGD Distributing (M) (Hedged) Plus, Premier Class GBP Distributing (M) (Hedged) Plus (e) and Premier Class SGD Distributing (M) (Hedged) Plus, respectively.

Please see page 6 for details of fund name changes.

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset Global Credit Absolute Return Fund [^] (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] (in 000's)	Legg Mason Western Asset Global Credit Fund (in 000's)
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	\$ 134	-	-	\$ 2	-	-	\$ 606
Class A US\$ Distributing (A)	-	-	-	-	-	-	-
Class A US\$ Distributing (D)	-	-	\$ 1	1	-	-	2,636
Class A US\$ Distributing (M)	4,988	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class A US\$ Distributing (S)	-	-	-	-	-	-	-
Class A AUD Distributing (M) (Hedged) Plus	-	-	-	-	-	-	-
Class A CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Class A Euro Accumulating (Hedged)	206	-	-	-	-	-	1,926
Class A Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Class A Euro Distributing (D)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e)-	-	-	-	-	-	-	-
Class A Euro Distributing (S)	-	-	-	-	-	-	-
Class A Euro Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged)	745	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class A GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A (PF) US\$ Accumulating	635	-	-	-	-	-	-
Class A (PF) US\$ Distributing (M)	8	-	-	-	-	-	-
Class A SGD Accumulating (Hedged)	-	-	-	513	-	-	-
Class B US\$ Accumulating	1	-	-	-	-	-	-
Class B US\$ Distributing (D)	-	-	-	-	-	-	-
Class B US\$ Distributing (M)	1	-	-	-	-	-	-
Class B US\$ Distributing (S)	-	-	-	-	-	-	-
Class C US\$ Accumulating	1	-	-	-	-	-	-
Class C US\$ Distributing (M)	1	-	-	-	-	-	-
Class C US\$ Distributing (S)	-	-	-	-	-	-	-
Class E US\$ Accumulating	1	-	-	-	-	-	-
Class E US\$ Distributing (A)	-	-	-	-	-	-	-
Class E US\$ Distributing (M)	1	-	-	-	-	-	-
Class E US\$ Distributing (S)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class F US\$ Accumulating	1	-	-	-	-	-	-
Class F US\$ Distributing (M)	1	-	-	-	-	-	-
Class F US\$ Distributing (S)	-	-	-	-	-	-	-
Class R US\$ Distributing (S)	-	-	-	-	-	-	-
Class R GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class S US\$ Accumulating	-	-	-	-	-	-	-
Class S Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X US\$ Accumulating	-	-	-	-	-	-	-
Class X US\$ Distributing (D)	-	-	-	-	-	-	-
Class X US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class X US\$ Distributing (S)	-	-	-	-	-	-	-
Class X CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Class X Euro Accumulating	-	-	-	-	-	-	-
Class X Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged)	3,615	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class X SGD Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating	-	-	6,110	-	-	-	845
Premier Class US\$ Distributing (A)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M)	11	-	-	-	-	-	-
Premier Class US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (S)	-	-	-	-	-	-	-
Premier Class CHF Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class Euro Accumulating	-	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged)	12,123	-	12,289	-	-	-	-
Premier Class Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Premier Class Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged)	52,157	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) Plus (e)-	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class JPY Accumulating (Hedged)	-	-	2,495	-	-	-	-
Premier Class JPY Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class SGD Accumulating (Hedged)	-	-	-	-	-	-	-
Premier (PF) Class US\$ Accumulating	7,623	-	-	-	-	-	-
Premier (PF) Class US\$ Distributing (M)	19	-	-	-	-	-	-
Premier (PF) Class GBP Accumulating (Hedged)	3,185	-	-	-	-	-	-
Premier (PF) Class GBP Distributing (M) (Hedged)	21,841	-	-	-	-	-	-
LM Class US\$ Accumulating	-	-	-	-	-	-	93,160
LM Class AUD Accumulating (Hedged)	-	-	-	-	-	-	-
LM Class Euro Accumulating	-	-	-	-	-	-	-
LM Class Euro Accumulating (Hedged)	-	-	-	-	-	-	-
LM Class Euro Distributing (Q)	-	-	-	-	-	-	-
LM Class GBP Accumulating (Hedged)	-	-	-	171	-	-	-
LM Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
LM Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-

[^] 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 Euro High Yield Fund ^A (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund ^A (in 000's)	Legg Mason Brandywine Global Fixed Income Fund (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund ^A (in 000's)	Legg Mason Brandywine Global High Yield Fund ^A (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund ^A (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund ^A (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund ^A (in 000's)	Legg Mason Brandywine Global Credit Opportunities Fund ^{A,U} (in 000's)
-	\$ 252,273	\$ 230,101	\$ 77,847	\$ 2,268	\$ 37,993	-	\$ 24	\$ 1,000
-	-	-	12,043	-	-	-	-	-
-	-	5,670	-	-	14,774	-	130	-
-	1	-	-	-	-	-	953	-
-	25,369	155,771	-	-	-	-	-	-
-	-	9	-	-	-	-	-	-
-	11,061	-	-	-	-	-	-	-
-	64,013	7,353	252	-	74	-	-	-
-	-	130,657	-	-	-	-	-	-
e	61	103	-	-	-	-	-	-
-	-	1	-	-	-	-	4,749	-
-	-	30,287	-	-	-	-	-	-
-	5,173	-	-	-	-	-	-	-
-	-	-	-	-	-	-	3,072	-
-	-	42,109	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	11,567	-	-	-	-	-	-	-
-	-	963	-	-	-	-	-	-
-	-	-	493	-	-	-	-	-
-	-	2,717	-	-	-	-	-	-
-	1,396	7,438	3,896	-	1,553	-	-	-
-	-	-	-	-	-	-	-	-
-	853	26,464	-	-	-	-	-	-
-	2,806	16,579	1,633	-	1,127	-	-	-
-	-	-	1,441	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	155	-	-	-	-	-	-	-
-	132	-	-	-	-	-	-	-
-	-	38,720	-	-	-	-	-	-
-	12,935	22,883	177	-	2,452	-	-	-
-	-	-	-	-	599	-	-	-
-	-	1,685	-	-	-	-	-	-
-	-	1,249	-	-	-	-	-	-
-	-	3,928	-	-	-	-	-	-
-	87,325	-	-	-	-	-	-	1,002
-	372,769	-	-	-	-	-	-	-
-	28,425	1,966	-	-	-	-	-	-
-	-	-	-	-	-	-	1,385	-
-	-	-	-	-	-	-	2,071	-
-	-	4,951	-	-	-	-	-	-
-	2,654	-	-	-	-	-	-	-
-	946	-	-	-	-	-	-	-
-	57,237	23,813	-	-	1,358	-	-	-
-	-	-	-	-	-	-	2,299	-
-	14,385	-	3,367	-	-	-	-	-
-	-	-	3,325	-	-	-	-	-
-	-	-	-	-	-	-	7,451	-
-	-	2,531	-	-	-	-	-	-
-	-	17	-	-	-	-	-	-
-	191	-	-	-	-	-	-	-
-	173,825	134,748	149,713	8,624	15,542	\$ 1	-	1,001
-	-	-	9,517	-	-	-	-	-
-	-	-	-	-	3,857	-	-	-
-	-	-	-	-	-	-	275	-
-	182	123,241	-	-	-	-	-	-
-	-	3,997	-	-	-	-	-	-
-	1,149	138,896	-	-	-	-	-	-
-	506,373	2,583	92,348	-	-	-	-	-
-	-	216,054	-	5,214	195	-	-	-
-	-	-	72,563	-	-	-	-	-
-	-	-	-	-	-	-	171	-
-	-	-	-	-	4,393	226,364	-	-
-	-	-	-	5,391	-	-	-	-
-	-	-	71,395	-	-	-	-	-
-	-	-	-	-	14,146	-	-	-
-	7,735	-	-	-	-	-	-	-
-	-	-	-	-	-	243,840	-	-
-	-	13,717	-	-	-	-	-	-
-	-	2,449	-	-	-	-	-	-
-	-	-	-	-	12,976	-	-	-
-	-	-	40,485	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	214	210,114	-	-	-	4,949	2,003
-	-	-	278,261	-	-	-	-	-
76,419	-	-	45,496	-	-	-	-	-
8,942	-	-	-	-	-	-	-	-
-	-	-	-	-	-	1,292,650	-	-
-	-	-	-	-	-	115,179	-	-
-	-	-	-	-	120,030	-	-	-

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset Brazil Equity Fund (in 000's)	Legg Mason ClearBridge Value Fund# (in 000's)	Legg Mason ClearBridge Growth Fund# (in 000's)	Legg Mason ClearBridge Global Equity Fund^ (in 000's)	Legg Mason ClearBridge US Appreciation Fund (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund (in 000's)
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	–	\$ 73,012	\$ 1,592	\$ 1,353	\$ 76,989	\$ 14,699	\$ 30,137
Class A US\$ Distributing (A)	\$ 63	72,477	3,587	2,294	99,917	2,729	16,331
Class A US\$ Distributing (M) Plus	–	–	–	–	–	–	–
Class A US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	–
Class A AUD Accumulating (Hedged)	–	–	–	–	–	–	–
Class A AUD Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A Euro Accumulating	–	3,539	111	–	18,074	99	2,745
Class A Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class A Euro Distributing (A)	–	–	–	–	–	–	–
Class A Euro Distributing (A) (Hedged)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged) Plus (e)-	–	–	–	–	–	–	–
Class A GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (A)	–	13	–	–	–	–	–
Class A HKD Distributing (M) Plus	–	–	–	–	–	–	–
Class A SEK Accumulating (Hedged)	–	–	–	–	–	–	–
Class A SGD Accumulating	–	6,529	–	–	–	–	–
Class A SGD Accumulating (Hedged)	–	5,304	–	–	–	–	–
Class A SGD Distributing (M) (Hedged) Plus-	–	–	–	–	–	–	–
Class B US\$ Accumulating	–	–	7	27	2,866	310	991
Class B US\$ Distributing (A)	–	536	224	–	1,797	488	942
Class C US\$ Accumulating	–	1,117	90	872	23,526	2,307	6,489
Class C US\$ Distributing (A)	–	4,794	1,514	194	30,050	2,513	33,821
Class E US\$ Accumulating	–	–	–	–	26,711	–	–
Class E US\$ Distributing (A)	–	–	–	–	2,262	–	–
Class E Euro Accumulating	–	–	–	–	–	–	–
Class E Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class F US\$ Accumulating	–	2	–	–	1,437	–	–
Class F US\$ Distributing (A)	–	2	–	–	1,681	–	–
Class R US\$ Accumulating	–	–	–	–	–	–	–
Class R Euro Accumulating	–	–	–	–	–	–	–
Class X US\$ Accumulating	–	–	–	–	–	–	–
Class X US\$ Distributing (A)	–	1,350	–	–	5,493	–	–
Class X Euro Accumulating	–	–	–	–	1,251	–	–
Class X Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class X GBP Accumulating	–	–	–	–	–	–	–
Class X GBP Distributing (A)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating	–	142,426	–	–	31,860	–	–
Premier Class US\$ Distributing (A)	–	221	–	–	3,289	–	–
Premier Class US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	–
Premier Class CHF Accumulating (Hedged)	–	–	–	–	–	–	–
Premier Class Euro Accumulating	–	362	–	–	11,757	–	–
Premier Class Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Premier Class Euro Distributing (A)	–	–	–	–	–	–	–
Premier Class GBP Accumulating	–	–	–	–	–	–	–
Premier Class GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Premier Class GBP Distributing (A)	–	–	–	–	–	–	–
LM Class US\$ Accumulating	3,767	–	–	–	–	–	–
LM Class Euro Accumulating	–	–	–	–	–	–	–
Class A (G) US\$ Accumulating	–	–	–	–	7,910	38,703	10,144
Class B (G) US\$ Accumulating	–	–	–	–	164	552	178
Class L (G) US\$ Accumulating	–	–	–	–	5,888	15,194	9,467
Class GA US\$ Accumulating	–	–	–	–	4,703	14,053	2,732
Class GA Euro Accumulating	–	–	–	–	607	121	152
Class GA Euro Distributing (A)	–	–	–	–	660	73	10
Class GE US\$ Accumulating	–	–	–	–	484	223	–
Class GE US\$ Distributing (A)	–	–	–	–	–	–	34
Class GE Euro Accumulating	–	–	–	–	117	344	50
Class GP US\$ Accumulating	–	–	–	–	5	–	–
Galleon Class	–	23	–	–	–	–	–

August 31, 2014	Legg Mason PCM US Equity Fund (in 000's)	Legg Mason Permal Global Absolute Fund^c (in 000's)	Legg Mason Managed Volatility European Equity Fund# (in 000's)	Legg Mason Batterymarch Asia Ex Japan Equity Fund# (in 000's)	Legg Mason Batterymarch International Large Cap Fund (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund (in 000's)	Legg Mason Batterymarch Global Equity Fund (in 000's)
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	–	–	€ 5,799	\$ 9,313	\$ 3,681	\$ 5,203	\$ 3,163
Class A US\$ Distributing (A)	–	–	2,045	20,837	556	521	1
Class A Euro Accumulating	–	–	6,022	396	–	48	–
Class A Euro Distributing (A)	–	–	125	–	–	–	–
Class A GBP Distributing (A)	–	–	–	–	–	40	–
Class B US\$ Accumulating	–	–	1,400	155	52	93	–
Class B US\$ Distributing (A)	–	–	403	851	486	77	–
Class C US\$ Accumulating	–	–	1,878	205	1,807	1,327	–
Class C US\$ Distributing (A)	–	–	2,961	8,509	1,001	337	–
Class E US\$ Accumulating	–	–	–	31	–	435	–
Class E US\$ Distributing (A)	–	–	–	1	–	–	–
Class F US\$ Accumulating	–	–	–	1	–	38	–
Class F US\$ Distributing (A)	–	–	–	1	–	1	–
Premier Class Euro Accumulating	–	–	740	–	–	1,100	–
Class A (G) US\$ Accumulating	–	–	2,893	–	3,650	–	–
Class B (G) US\$ Accumulating	–	–	60	–	298	–	–
Class L (G) US\$ Accumulating	–	–	488	–	2,059	–	–
Class GA US\$ Accumulating	–	–	1,509	12,632	–	–	4,650
Class GA Euro Accumulating	–	–	29,930	441	–	–	4,216
Class GA Euro Distributing (A)	–	–	108	53	–	–	478
Class GE US\$ Accumulating	–	–	165	531	–	–	269
Class GE Euro Accumulating	–	–	–	618	–	–	678

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset US Money Market Fund (in 000's)	Legg Mason Western Asset US Core Bond Fund (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund (in 000's)	Legg Mason Western Asset US High Yield Fund (in 000's)
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	402	33	173	–	15	294	853
Class A US\$ Distributing (A)	–	–	–	–	–	–	–
Class A US\$ Distributing (D)	1,047,616	67	52	30	103	522	1,387
Class A US\$ Distributing (M)	49	–	–	–	3	171	144
Class A US\$ Distributing (M) Plus	–	–	–	–	–	–	92
Class A AUD Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A Euro Accumulating	–	–	–	–	–	–	–
Class A Euro Accumulating (Hedged)	–	–	–	–	3	222	–
Class A Euro Distributing (A)	–	–	–	–	–	–	–
Class A Euro Distributing (D)	–	–	–	26	–	–	–
Class A Euro Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged)	–	–	–	–	1	328	4
Class A Euro Distributing (M) (Hedged) Plus (e)-	–	–	–	–	–	7	–
Class A GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (M)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (Hedged)	–	–	–	–	–	624	–
Class A SGD Accumulating (Hedged)	–	–	–	–	–	–	–
Class A SGD Distributing (M) (Hedged) Plus-	–	–	–	–	–	2,138	730
Class A SGD Distributing (M) Plus-	–	–	–	–	–	–	–
Class B US\$ Accumulating	3	–	1	–	1	4	16
Class B US\$ Distributing (D)	74	3	4	–	9	47	116
Class B US\$ Distributing (M)	–	–	–	–	–	–	–
Class C US\$ Accumulating	6	2	6	–	3	201	123
Class C US\$ Distributing (A)	–	–	–	–	–	–	–
Class C US\$ Distributing (D)	335	30	34	10	34	1,052	405
Class C US\$ Distributing (M)	–	–	–	–	–	–	–
Class E US\$ Accumulating	–	–	5	–	–	59	169
Class E US\$ Distributing (D)	–	–	–	–	–	47	195
Class E Euro Accumulating (Hedged)	–	–	–	–	–	39	–
Class E Euro Distributing (M) (Hedged)	–	–	–	–	–	1	–
Class F US\$ Accumulating	–	30	139	–	–	51	1
Class F US\$ Distributing (D)	–	–	–	–	–	50	7
Class X US\$ Accumulating	–	–	–	–	–	–	–
Class X US\$ Distributing (D)	–	–	–	–	–	6	–
Class X Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class X GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating	–	–	982	–	–	10	1,265
Premier Class US\$ Distributing (D)	–	–	–	–	–	7	–
Premier Class US\$ Distributing (M)	–	–	33	–	–	181	–
Premier Class US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	198
Premier Class Euro Accumulating	–	–	–	373	–	–	–
Premier Class Euro Accumulating (Hedged)	–	–	–	–	–	420	199
Premier Class Euro Distributing (A)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (Hedged)	–	–	–	–	–	2	–
Premier Class GBP Accumulating (Hedged)	–	–	–	–	–	1,669	–
Premier Class GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (Hedged)	–	–	–	–	–	249	–
Premier Class GBP Distributing (M) (Hedged) Plus (e)-	–	–	–	–	–	204	–
Premier Class GBP Distributing (Q) (Hedged)	–	–	–	–	–	92	–
Premier Class JPY Accumulating (Hedged)	–	–	–	–	–	8	–
LM Class US\$ Accumulating	–	–	–	–	–	–	203
LM Class US\$ Distributing (M)	–	–	–	–	–	–	1,036
LM Class AUD Distributing (M) (Hedged)	–	–	–	–	–	668	–
LM Class GBP Accumulating (Hedged)	–	–	1	–	–	2,022	1
Class A (G) US\$ Accumulating	7	–	13	–	15	–	23
Class A (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class A (G) US\$ Distributing (D)	1,218	–	33	–	89	–	59
Class B (G) US\$ Accumulating	–	–	–	–	–	–	–
Class B (G) US\$ Distributing (D)	–	–	–	–	–	–	1
Class L (G) US\$ Accumulating	–	–	6	–	7	–	3
Class L (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class L (G) US\$ Distributing (D)	720	–	26	–	11	–	58
Class GA US\$ Accumulating	–	20	–	–	–	–	–
Class GA Euro Accumulating	–	–	–	18	–	–	–
Class GA Euro Distributing (A)	–	–	–	6	–	–	–
Class GE US\$ Accumulating	–	3	–	–	–	–	–
Class GE Euro Accumulating	–	–	–	6	–	–	–
Class GF US\$ Accumulating	–	–	–	–	–	–	21

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.

α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund[^] commenced trading.

ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason Permal Global Absolute Fund[^] ceased trading.

~ Effective June 30, 2014 Class A SGD Distributing (Q) Plus within Legg Mason Western Asset Asian Opportunities Fund was renamed Class A SGD Distributing (M) Plus. Class A SGD Distributing (Q) (Hedged) Plus within Legg Mason Western Asset Opportunities Fund, Legg Mason Western Asset Emerging Markets Bond Fund, Legg Mason Western Asset Global High Yield Fund and Legg Mason Western Asset US High Yield Fund was renamed Class A SGD Distributing (M) (Hedged) Plus. Class A Euro Distributing (M) (Hedged) Plus, Class A SGD Distributing (Q) (Hedged), Premier Class GBP Distributing (M) (Hedged) Plus and Premier Class SGD Distributing (Q) (Hedged) within Legg Mason Western Asset Global Multi Strategy Fund were renamed Class A Euro Distributing (M) (Hedged) Plus (e), Class A SGD Distributing (M) (Hedged) Plus, Premier Class GBP Distributing (M) (Hedged) Plus (e) and Premier Class SGD Distributing (M) (Hedged) Plus, respectively.

Please see page 6 for details of fund name changes.

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset Global Credit Absolute Return Fund ^A (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund ^A (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund ^A (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund ^A (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund ^A (in 000's)	Legg Mason Western Asset Global Credit Fund (in 000's)
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	1	-	-	-	-	-	5
Class A US\$ Distributing (A)	-	-	-	-	-	-	-
Class A US\$ Distributing (D)	-	-	-	-	-	-	24
Class A US\$ Distributing (M)	48	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class A US\$ Distributing (S)	-	-	-	-	-	-	-
Class A CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Class A Euro Accumulating (Hedged)	2	-	-	-	-	-	13
Class A Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Class A Euro Distributing (D)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e)-	-	-	-	-	-	-	-
Class A Euro Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged)	4	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class A GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A (PF) US\$ Accumulating	6	-	-	-	-	-	-
Class A SGD Accumulating (Hedged)	-	-	-	601	-	-	-
Class B US\$ Accumulating	-	-	-	-	-	-	-
Class B US\$ Distributing (D)	-	-	-	-	-	-	-
Class B US\$ Distributing (S)	-	-	-	-	-	-	-
Class C US\$ Accumulating	-	-	-	-	-	-	-
Class C US\$ Distributing (S)	-	-	-	-	-	-	-
Class E US\$ Accumulating	-	-	-	-	-	-	-
Class E US\$ Distributing (A)	-	-	-	-	-	-	-
Class E US\$ Distributing (S)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class F US\$ Accumulating	-	-	-	-	-	-	-
Class F US\$ Distributing (M)	-	-	-	-	-	-	-
Class F US\$ Distributing (S)	-	-	-	-	-	-	-
Class R US\$ Distributing (S)	-	-	-	-	-	-	-
Class R GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class S US\$ Accumulating	-	-	-	-	-	-	-
Class S Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X US\$ Accumulating	-	-	-	-	-	-	-
Class X US\$ Distributing (D)	-	-	-	-	-	-	-
Class X US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class X US\$ Distributing (S)	-	-	-	-	-	-	-
Class X CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Class X Euro Accumulating	-	-	-	-	-	-	-
Class X Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged)	22	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Class X SGD Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating	-	-	48	-	-	-	7
Premier Class US\$ Distributing (A)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (S)	-	-	-	-	-	-	-
Premier Class CHF Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class Euro Accumulating	-	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged)	84	-	92	-	-	-	-
Premier Class Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Premier Class Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged)	304	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) Plus (e)-	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class JPY Accumulating (Hedged)	-	-	25	-	-	-	-
Premier Class JPY Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class SGD Accumulating (Hedged)	-	-	-	-	-	-	-
Premier (PF) Class US\$ Accumulating	68	-	-	-	-	-	-
Premier (PF) Class GBP Accumulating (Hedged)	17	-	-	-	-	-	-
Premier (PF) Class GBP Distributing (M) (Hedged)	122	-	-	-	-	-	-
LM Class US\$ Accumulating	-	-	-	-	-	-	740
LM Class AUD Accumulating (Hedged)	-	-	-	-	-	-	-
LM Class Euro Accumulating	-	-	-	-	-	-	-
LM Class Euro Accumulating (Hedged)	-	-	-	-	-	-	-
LM Class Euro Distributing (Q)	-	-	-	-	-	-	-
LM Class GBP Accumulating (Hedged)	-	-	-	1	-	-	-
LM Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
LM Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-

^A 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 Euro High Yield Fund ^A (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund ^A (in 000's)	Legg Mason Brandywine Global Fixed Income Fund (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund ^A (in 000's)	Legg Mason Brandywine Global High Yield Fund ^A (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund ^A (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund ^A (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund ^A (in 000's)	Legg Mason Brandywine Global Credit Opportunities Fund ^{A,B} (in 000's)
-	2,321	1,510	692	21	321	-	-	10
-	-	-	116	-	-	-	-	-
-	-	-	-	-	-	-	1	-
-	-	51	-	-	122	-	-	-
-	-	-	-	-	-	-	9	-
-	247	1,132	-	-	-	-	-	-
-	95	-	-	-	-	-	-	-
-	457	55	2	-	1	-	-	-
-	-	664	-	-	-	-	-	-
-	-	1	-	-	-	-	-	-
1	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	35	-
-	-	197	-	-	-	-	-	-
-	29	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	18	-
-	-	208	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	13,663	-	-	-	-	-	-	-
-	-	7	-	-	-	-	-	-
-	-	-	5	-	-	-	-	-
-	-	20	-	-	-	-	-	-
-	14	54	38	-	14	-	-	-
-	8	193	-	-	-	-	-	-
-	28	155	16	-	10	-	-	-
-	-	-	14	-	-	-	-	-
-	2	-	-	-	-	-	-	-
-	1	-	-	-	-	-	-	-
-	-	264	-	-	-	-	-	-
-	129	218	2	-	24	-	-	-
-	-	-	-	-	6	-	-	-
-	-	17	-	-	-	-	-	-
-	-	12	-	-	-	-	-	-
-	-	23	-	-	-	-	-	-
-	797	-	-	-	-	-	-	10
-	2,589	-	-	-	-	-	-	-
-	269	19	-	-	-	-	-	-
-	-	-	-	-	-	-	13	-
-	-	-	-	-	-	-	20	-
-	-	48	-	-	-	-	-	-
-	23	-	-	-	-	-	-	-
-	7	-	-	-	-	-	-	-
-	408	170	-	-	10	-	-	-
-	-	-	-	-	-	-	17	-
-	81	-	20	-	-	-	-	-
-	-	-	19	-	-	-	-	-
-	-	-	-	-	-	-	44	-
-	-	15	-	-	-	-	-	-
-	225	-	-	-	-	-	-	-
-	1,591	1,122	1,455	75	131	-	-	10
-	-	-	94	-	-	-	-	-
-	-	-	-	-	36	-	-	-
-	-	-	-	-	-	-	3	-
-	2	1,170	-	-	-	-	-	-
-	-	34	-	-	-	-	-	-
-	8	839	-	-	-	-	-	-
-	3,705	19	624	-	-	-	-	-
-	-	1,356	-	35	1	-	-	-
-	-	-	565	-	-	-	-	-
-	-	-	-	-	-	-	1	-
-	-	-	-	-	26	1,121	-	-
-	-	-	-	28	-	-	-	-
-	-	-	431	-	-	-	-	-
-	-	-	-	-	74	-	-	-
-	46	-	-	-	-	-	-	-
-	-	-	-	-	-	1,328	-	-
-	-	74	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	25	-	-	-	-	-	-
-	-	-	-	-	126	-	-	-
-	-	-	47,924	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	2	2,075	-	-	-	45	20
-	-	-	2,411	-	-	-	-	-
550	-	-	-	-	-	-	-	-
85	-	-	311	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	6,856	-	-
-	-	-	-	-	-	629	-	-
-	-	-	-	-	1,045	-	-	-

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset Brazil Equity Fund (in 000's)	Legg Mason ClearBridge Value Fund# (in 000's)	Legg Mason ClearBridge Growth Fund# (in 000's)	Legg Mason ClearBridge Global Equity Fund^ (in 000's)	Legg Mason ClearBridge US Appreciation Fund (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund (in 000's)
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	-	790	16	13	512	117	181
Class A US\$ Distributing (A)	1	413	30	19	665	22	98
Class A US\$ Distributing (M) Plus	-	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class A AUD Accumulating (Hedged)	-	-	-	-	-	-	-
Class A CNH Distributing (M) (Hedged) Plus	-	-	-	-	-	-	-
Class A Euro Accumulating	-	30	1	-	82	1	10
Class A Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e)-	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class A GBP Distributing (A)	-	-	-	-	-	-	-
Class A HKD Distributing (M) Plus	-	-	-	-	-	-	-
Class A SEK Accumulating (Hedged)	-	-	-	-	-	-	-
Class A SGD Accumulating	-	11,374	-	-	-	-	-
Class A SGD Accumulating (Hedged)	-	4,324	-	-	-	-	-
Class A SGD Distributing (M) (Hedged) Plus-	-	-	-	-	-	-	-
Class B US\$ Accumulating	-	-	-	-	20	2	6
Class B US\$ Distributing (A)	-	3	2	-	12	4	6
Class C US\$ Accumulating	-	12	1	8	166	18	41
Class C US\$ Distributing (A)	-	29	13	2	207	21	210
Class E US\$ Accumulating	-	-	-	-	159	-	-
Class E US\$ Distributing (A)	-	-	-	-	13	-	-
Class E Euro Accumulating	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class F US\$ Accumulating	-	-	-	-	11	-	-
Class F US\$ Distributing (A)	-	-	-	-	9	-	-
Class R US\$ Accumulating	-	-	-	-	-	-	-
Class R Euro Accumulating	-	-	-	-	-	-	-
Class X US\$ Accumulating	-	-	-	-	-	-	-
Class X US\$ Distributing (A)	-	11	-	-	47	-	-
Class X Euro Accumulating	-	-	-	-	8	-	-
Class X Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X GBP Accumulating	-	-	-	-	-	-	-
Class X GBP Distributing (A)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating	-	928	-	-	177	-	-
Premier Class US\$ Distributing (A)	-	2	-	-	15	-	-
Premier Class US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Premier Class CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class Euro Accumulating	-	3	-	-	52	-	-
Premier Class Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A)	-	-	-	-	-	-	-
Premier Class GBP Accumulating	-	-	-	-	-	-	-
Premier Class GBP Distributing (A)	-	-	-	-	-	-	-
LM Class US\$ Accumulating	50	-	-	-	-	-	-
LM Class Euro Accumulating	-	-	-	-	-	-	-
Class A (G) US\$ Accumulating	-	-	-	-	52	302	60
Class B (G) US\$ Accumulating	-	-	-	-	1	4	1
Class L (G) US\$ Accumulating	-	-	-	-	40	123	58
Class GA US\$ Accumulating	-	-	-	-	30	79	13
Class GA Euro Accumulating	-	-	-	-	3	1	1
Class GA Euro Distributing (A)	-	-	-	-	3	-	-
Class GE US\$ Accumulating	-	-	-	-	3	1	-
Class GE Euro Accumulating	-	-	-	-	1	2	-

August 31, 2014	Legg Mason PCM US Equity Fund (in 000's)	Legg Mason Permal Global Absolute Fund# ^e (in 000's)	Legg Mason Batterymarch Managed Volatility European Equity Fund# (in 000's)	Legg Mason Batterymarch Asia Ex Japan Equity Fund# (in 000's)	Legg Mason Batterymarch International Large Cap Fund (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund (in 000's)	Legg Mason Batterymarch Global Equity Fund (in 000's)
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	-	-	85	76	41	66	23
Class A US\$ Distributing (A)	-	-	14	89	7	6	-
Class A Euro Accumulating	-	-	40	3	-	-	-
Class A Euro Distributing (A)	-	-	1	-	-	-	-
Class B US\$ Accumulating	-	-	21	2	1	1	-
Class B US\$ Distributing (A)	-	-	3	4	6	1	-
Class C US\$ Accumulating	-	-	28	2	21	16	-
Class C US\$ Distributing (A)	-	-	21	38	12	4	-
Class E US\$ Accumulating	-	-	-	-	-	4	-
Premier Class Euro Accumulating	-	-	7	-	-	8	-
Class A (G) US\$ Accumulating	-	-	42	-	40	-	-
Class B (G) US\$ Accumulating	-	-	1	-	3	-	-
Class L (G) US\$ Accumulating	-	-	7	-	23	-	-
Class GA US\$ Accumulating	-	-	13	102	-	-	34
Class GA Euro Accumulating	-	-	199	3	-	-	21
Class GA Euro Distributing (A)	-	-	1	-	-	-	2
Class GE US\$ Accumulating	-	-	1	4	-	-	2
Class GE Euro Accumulating	-	-	-	4	-	-	4

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

August 31, 2014	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	Legg Mason Western Asset Diversified Strategic Income Fund	Legg Mason Western Asset Global Multi Strategy Fund	Legg Mason Western Asset US High Yield Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	105.66	123.66	139.68	–	128.20	142.70	152.49
Class A US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class A US\$ Distributing (D) (USD)	1.00	101.30	112.76	131.56	93.35	124.19	89.09
Class A US\$ Distributing (M) (USD)	1.00	–	–	–	98.55	105.33	107.54
Class A US\$ Distributing (M) Plus (USD)	–	–	–	–	–	–	102.23
Class A AUD Distributing (M) (Hedged) Plus (AUD)	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus (CNH)	–	–	–	–	–	–	–
Class A Euro Accumulating (EUR)	–	–	–	–	–	–	–
Class A Euro Accumulating (Hedged) (EUR)	–	–	–	–	127.37	139.13	–
Class A Euro Distributing (A) (EUR)	–	–	–	–	–	–	–
Class A Euro Distributing (D) (EUR)	–	–	–	101.40	–	–	–
Class A Euro Distributing (D) (Hedged) (EUR)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged) (EUR)	–	–	–	–	126.50	101.23	102.71
Class A Euro Distributing (M) (Hedged) Plus (e) (EUR)~	–	–	–	–	–	96.02	–
Class A GBP Accumulating (Hedged) (GBP)	–	–	–	–	–	–	–
Class A GBP Distributing (D) (Hedged) (GBP)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (GBP)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (Hedged) (GBP)	–	–	–	–	–	110.26	–
Class A SGD Accumulating (Hedged) (SGD)	–	–	–	–	–	–	–
Class A SGD Distributing (M) (Hedged) Plus (SGD)~	–	–	–	–	–	1.16	1.00
Class A SGD Distributing (M) Plus (SGD)~	–	–	–	–	–	–	–
Class B US\$ Accumulating (USD)	102.53	120.78	134.01	–	125.23	136.03	153.72
Class B US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class B US\$ Distributing (D) (USD)	1.00	101.31	112.58	–	93.34	124.20	89.12
Class B US\$ Distributing (M) (USD)	–	–	–	–	–	–	–
Class C US\$ Accumulating (USD)	102.01	119.01	131.70	–	123.47	134.00	151.09
Class C US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class C US\$ Distributing (D) (USD)	1.00	101.34	113.55	130.85	93.33	124.20	89.13
Class C US\$ Distributing (M) (USD)	–	–	–	–	–	–	–
Class E US\$ Accumulating (USD)	–	–	108.68	–	–	118.63	143.85
Class E US\$ Distributing (D) (USD)	–	–	–	–	–	103.44	111.38
Class E Euro Accumulating (Hedged) (EUR)	–	–	–	–	–	108.49	–
Class E Euro Distributing (M) (Hedged) (EUR)	–	–	–	–	–	103.21	–
Class F US\$ Accumulating (USD)	–	108.03	104.22	–	–	126.38	133.44
Class F US\$ Distributing (D) (USD)	–	–	–	–	–	103.43	106.22
Class F Euro Accumulating (EUR)	–	–	–	–	–	133.24	–
Class F Euro Distributing (Q) (EUR)	–	–	–	115.52	–	–	–
Class X US\$ Accumulating (USD)	–	–	–	–	–	–	–
Class X US\$ Distributing (D) (USD)	–	–	–	–	–	103.61	–
Class X Euro Accumulating (Hedged) (EUR)	–	–	–	–	–	–	–
Class X GBP Distributing (D) (Hedged) (GBP)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating (USD)	–	–	122.64	–	–	150.00	136.03
Premier Class US\$ Distributing (D) (USD)	–	–	–	–	–	104.46	–
Premier Class US\$ Distributing (M) (USD)	–	–	106.90	–	–	128.72	–
Premier Class US\$ Distributing (M) Plus (e) (USD)	–	–	–	–	–	–	103.19
Premier Class Euro Accumulating (EUR)	–	–	–	125.42	–	–	–
Premier Class Euro Accumulating (Hedged) (EUR)	–	–	–	–	–	129.51	104.22
Premier Class Euro Distributing (A) (EUR)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (EUR)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (Hedged) (EUR)	–	–	–	–	–	97.82	–
Premier Class GBP Accumulating (Hedged) (GBP)	–	–	–	–	–	119.91	–
Premier Class GBP Distributing (D) (Hedged) (GBP)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (GBP)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (Hedged) (GBP)	–	–	–	–	–	106.82	–
Premier Class GBP Distributing (M) (Hedged) Plus (e) (GBP)~	–	–	–	–	–	97.10	–
Premier Class GBP Distributing (Q) (Hedged) (GBP)	–	–	–	–	–	102.67	–
Premier Class JPY Accumulating (Hedged) (JPY)	–	–	–	–	–	10,216.75	–
LM Class US\$ Accumulating (USD)	–	–	–	–	–	–	140.24
LM Class US\$ Distributing (M) (USD)	–	–	–	–	–	–	98.36
LM Class AUD Distributing (M) (Hedged) (AUD)	–	–	–	–	–	114.30	–
LM Class GBP Accumulating (Hedged) (GBP)	–	–	124.87	–	–	121.48	141.12
Class A (G) US\$ Accumulating (USD)	105.88	–	140.28	–	127.77	–	154.42
Class A (G) US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class A (G) US\$ Distributing (D) (USD)	1.00	–	113.64	–	95.02	–	88.41
Class B (G) US\$ Accumulating (USD)	105.89	–	–	–	123.22	–	148.83
Class B (G) US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class B (G) US\$ Distributing (D) (USD)	1.00	–	113.63	–	95.14	–	88.40
Class L (G) US\$ Accumulating (USD)	–	–	135.20	–	123.24	–	148.80
Class L (G) US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class L (G) US\$ Distributing (D) (USD)	1.00	–	113.63	–	95.06	–	88.41
Class GA US\$ Accumulating (USD)	–	119.80	–	–	–	–	–
Class GA Euro Accumulating (EUR)	–	–	–	119.40	–	–	–
Class GA Euro Distributing (A) (EUR)	–	–	–	111.95	–	–	–
Class GE US\$ Accumulating (USD)	–	116.94	–	–	–	–	–
Class GE Euro Accumulating (EUR)	–	–	–	116.56	–	–	–
Class GF US\$ Accumulating (USD)	–	–	–	–	–	–	135.30

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.

α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund^ commenced trading.

ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund^ and Legg Mason Permal Global Absolute Fund^ ceased trading.

~ Effective June 30, 2014 Class A SGD Distributing (Q) Plus within Legg Mason Western Asset Asian Opportunities Fund was renamed Class A SGD Distributing (M) Plus. Class A SGD Distributing (Q) (Hedged) Plus within Legg Mason Western Asset Asian Opportunities Fund, Legg Mason Western Asset Emerging Markets Bond Fund, Legg Mason Western Asset Global High Yield Fund and Legg Mason Western Asset US High Yield Fund was renamed Class A SGD Distributing (M) (Hedged) Plus. Class A Euro Distributing (M) (Hedged) Plus, Class A SGD Distributing (Q) (Hedged), Premier Class GBP Distributing (M) (Hedged) Plus and Premier Class SGD Distributing (Q) (Hedged) within Legg Mason Western Asset Global Multi Strategy Fund were renamed Class A Euro Distributing (M) (Hedged) Plus (e), Class A SGD Distributing (M) (Hedged) Plus, Premier Class GBP Distributing (M) (Hedged) Plus (e) and Premier Class SGD Distributing (M) (Hedged) Plus, respectively.

Please see page 6 for details of fund name changes.

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset Global Credit Absolute Return Fund [^]	Legg Mason Western Asset UK£ Core Plus Bond Fund [^]	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 [^]	Legg Mason Western Asset Global Credit Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	106.59	-	-	107.23	-	-	116.28
Class A US\$ Distributing (A) (USD)	-	-	-	-	-	-	-
Class A US\$ Distributing (D) (USD)	-	-	113.87	109.77	-	-	109.13
Class A US\$ Distributing (M) (USD)	104.32	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class A US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class A AUD Distributing (M) (Hedged) Plus (AUD)	-	-	-	-	-	-	-
Class A CHF Accumulating (Hedged) (CHF)	-	-	-	-	-	-	-
Class A Euro Accumulating (Hedged) (EUR)	101.32	-	-	-	-	-	115.63
Class A Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (D) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e) (EUR)-	-	-	-	-	-	-	-
Class A Euro Distributing (S) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (S) (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) (GBP)	109.21	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) Plus (e) (GBP)	-	-	-	-	-	-	-
Class A GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Class A (PF) US\$ Accumulating (USD)	109.33	-	-	-	-	-	-
Class A (PF) US\$ Distributing (M) (USD)	109.11	-	-	-	-	-	-
Class A SGD Accumulating (Hedged) (SGD)	-	-	-	1.07	-	-	-
Class B US\$ Accumulating (USD)	107.23	-	-	-	-	-	-
Class B US\$ Distributing (D) (USD)	-	-	-	-	-	-	-
Class B US\$ Distributing (M) (USD)	105.74	-	-	-	-	-	-
Class B US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class C US\$ Accumulating (USD)	105.30	-	-	-	-	-	-
Class C US\$ Distributing (M) (USD)	105.50	-	-	-	-	-	-
Class C US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class E US\$ Accumulating (USD)	105.50	-	-	-	-	-	-
Class E US\$ Distributing (A) (USD)	-	-	-	-	-	-	-
Class E US\$ Distributing (M) (USD)	105.89	-	-	-	-	-	-
Class E US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Class F US\$ Accumulating (USD)	108.96	-	-	-	-	-	-
Class F US\$ Distributing (M) (USD)	105.78	-	-	-	-	-	-
Class F US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class R US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class R GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Class S US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class S Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class X US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (D) (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class X CHF Accumulating (Hedged) (CHF)	-	-	-	-	-	-	-
Class X Euro Accumulating (EUR)	-	-	-	-	-	-	-
Class X Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class X Euro Distributing (M) (Hedged) Plus (e) (EUR)	-	-	-	-	-	-	-
Class X GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) (GBP)	100.39	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) Plus (e) (GBP)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged) (GBP)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Class X SGD Accumulating (Hedged) (SGD)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating (USD)	-	-	127.74	-	-	-	114.16
Premier Class US\$ Distributing (A) (USD)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M) (USD)	100.26	-	-	-	-	-	-
Premier Class US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Premier Class CHF Accumulating (Hedged) (AH) (CHF)	-	-	-	-	-	-	-
Premier Class Euro Accumulating (EUR)	-	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged) (EUR)	109.31	-	102.06	-	-	-	-
Premier Class Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (Hedged) (EUR)	-	-	-	-	-	-	-
Premier Class Euro Distributing (M) (Hedged) Plus (e) (EUR)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (GBP)	103.51	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) Plus (e) (GBP)-	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Premier Class JPY Accumulating (Hedged) (JPY)	-	-	10,307.20	-	-	-	-
Premier Class JPY Accumulating (Hedged) (AH) (JPY)	-	-	-	-	-	-	-
Premier Class NZD Accumulating (Hedged) (AH) (NZD)	-	-	-	-	-	-	-
Premier Class SGD Accumulating (Hedged) (SGD)	-	-	-	-	-	-	-
Premier (PF) Class US\$ Accumulating (USD)	112.42	-	-	-	-	-	-
Premier (PF) Class US\$ Distributing (M) (USD)	105.93	-	-	-	-	-	-
Premier (PF) Class GBP Accumulating (Hedged) (GBP)	113.55	-	-	-	-	-	-
Premier (PF) Class GBP Distributing (M) (Hedged) (GBP)	108.15	-	-	-	-	-	-
LM Class US\$ Accumulating (USD)	-	-	-	-	-	-	125.97
LM Class AUD Accumulating (Hedged) (AUD)	-	-	-	-	-	-	-
LM Class Euro Accumulating (EUR)	-	-	-	-	-	-	-
LM Class Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
LM Class Euro Distributing (Q) (EUR)	-	-	-	-	-	-	-
LM Class GBP Accumulating (Hedged) (GBP)	-	-	-	120.55	-	-	-
LM Class GBP Accumulating (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
LM Class GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
LM Class NZD Accumulating (Hedged) (AH) (NZD)	-	-	-	-	-	-	-

[^] 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 Euro High Yield Fund ^A	Legg Mason Western Asset Macro Opportunities Bond Fund ^A	Legg Mason Brandywine Global Fixed Income Fund	Legg Mason Brandywine Global Fixed Income Absolute Return Fund ^A	Legg Mason Brandywine Global High Yield Fund ^A	Legg Mason Brandywine Global Opportunistic Fixed Income Fund ^A	Legg Mason Brandywine Global Sovereign Credit Fund ^A	Legg Mason Brandywine Global Income Optimiser Fund ^A	Legg Mason Brandywine Global Credit Opportunities Fund ^{A,B}
-	108.71	152.40	112.55	109.39	118.34	-	110.12	99.99
-	-	-	103.45	-	-	-	-	-
-	-	111.89	-	-	121.56	-	105.76	-
-	101.41	-	-	-	-	-	102.52	-
-	102.50	137.63	-	-	-	-	-	-
-	-	99.81	-	-	-	-	-	-
-	106.38	-	-	-	-	-	-	-
-	106.56	101.83	103.88	-	106.25	-	-	-
-	-	149.65	-	-	-	-	-	-
-	-	102.41	-	-	-	-	-	-
104.10	-	-	-	-	-	-	-	-
-	-	104.38	-	-	-	-	102.58	-
-	-	117.29	-	-	-	-	-	-
-	106.68	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	122.08	-	-	-	-	102.49	-
-	-	-	-	-	-	-	-	-
-	1.06	-	-	-	-	-	-	-
-	-	141.02	-	-	-	-	-	-
-	-	-	103.87	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	137.58	-	-	-	-	-	-
-	101.45	138.76	101.77	-	112.51	-	-	-
-	-	-	-	-	-	-	-	-
-	100.76	136.94	-	-	-	-	-	-
-	100.83	106.74	101.70	-	111.02	-	-	-
-	-	-	105.03	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	100.42	-	-	-	-	-	-	-
-	100.06	-	-	-	-	-	-	-
-	-	111.47	-	-	-	-	-	-
-	100.48	105.07	100.62	-	100.17	-	-	-
-	-	-	-	-	104.21	-	-	-
-	-	101.57	-	-	-	-	-	-
-	-	101.46	-	-	-	-	-	-
-	-	100.71	-	-	-	-	-	-
-	109.54	-	-	-	-	-	-	100.17
-	109.57	-	-	-	-	-	-	-
-	105.72	104.55	-	-	-	-	-	-
-	-	-	-	-	-	-	105.02	-
-	-	-	-	-	-	-	102.29	-
-	-	102.08	-	-	-	-	-	-
-	105.66	-	-	-	-	-	-	-
-	102.57	-	-	-	-	-	-	-
-	106.83	106.82	-	-	106.57	-	-	-
-	-	-	-	-	-	-	102.91	-
-	106.96	-	101.40	-	-	-	-	-
-	-	-	102.73	-	-	-	-	-
-	-	-	-	-	-	-	103.03	-
-	-	101.92	-	-	-	-	-	-
-	-	102.61	-	-	-	-	-	-
-	1.06	-	-	-	-	-	-	-
-	109.22	120.09	102.88	115.53	118.83	121.04	-	100.10
-	-	-	101.50	-	-	-	-	-
-	-	-	-	-	105.97	-	-	-
-	-	-	-	-	-	-	103.39	-
-	102.31	105.33	-	-	-	-	-	-
-	-	107.80	-	-	-	-	-	-
-	104.26	125.94	-	-	-	-	-	-
-	104.01	102.77	112.68	-	-	-	-	-
-	-	121.29	-	114.68	103.40	-	-	-
-	-	-	97.82	-	-	-	-	-
-	-	-	-	-	-	-	103.18	-
-	-	-	-	-	101.77	121.66	-	-
-	-	-	99.73	115.62	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	114.68	-	-	-
-	100.52	-	-	-	-	-	-	-
-	-	-	-	-	-	110.59	-	-
-	-	111.19	-	-	-	-	-	-
-	-	10,379.78	-	-	-	-	-	-
-	-	-	-	-	123.07	-	-	-
-	-	-	1.06	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	125.64	101.26	-	-	-	109.97	100.15
-	-	-	123.58	-	-	-	-	-
138.85	-	-	-	-	-	-	-	-
-	-	-	111.48	-	-	-	-	-
105.43	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	113.57	-	-
-	-	-	-	-	-	110.30	-	-
-	-	-	-	-	137.28	-	-	-

Balance Sheet – (continued)

August 31, 2014	Legg Mason Western Asset Brazil Equity Fund	Legg Mason ClearBridge Value Fund#	Legg Mason ClearBridge Growth Fund#	Legg Mason ClearBridge Global Equity Fund [^]	Legg Mason ClearBridge US Appreciation Fund	Legg Mason ClearBridge US Fundamental Value Fund	Legg Mason ClearBridge US Large Cap Growth Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	-	92.41	96.70	106.90	150.41	125.57	166.89
Class A US\$ Distributing (A) (USD)	68.67	175.59	119.88	120.44	150.29	124.48	166.94
Class A US\$ Distributing (M) Plus (USD)	-	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class A AUD Accumulating (Hedged) (AUD)	-	-	-	-	-	-	-
Class A AUD Distributing (M) (Hedged) Plus (AUD)	-	-	-	-	-	-	-
Class A CNH Distributing (M) (Hedged) Plus (CNH)	-	-	-	-	-	-	-
Class A Euro Accumulating (EUR)	-	89.15	108.86	-	167.66	146.63	204.57
Class A Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e) (EUR)-	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Class A GBP Distributing (A) (GBP)	-	100.33	-	-	-	-	-
Class A HKD Distributing (M) Plus (HKD)	-	-	-	-	-	-	-
Class A SEK Accumulating (Hedged) (SEK)	-	-	-	-	-	-	-
Class A SGD Accumulating (SGD)	-	0.72	-	-	-	-	-
Class A SGD Accumulating (Hedged) (SGD)	-	1.53	-	-	-	-	-
Class A SGD Distributing (M) (Hedged) Plus (SGD)-	-	-	-	-	-	-	-
Class B US\$ Accumulating (USD)	-	-	91.90	105.52	141.52	129.22	158.48
Class B US\$ Distributing (A) (USD)	-	166.65	113.65	-	144.96	121.04	160.89
Class C US\$ Accumulating (USD)	-	97.14	82.14	106.88	141.58	129.24	158.53
Class C US\$ Distributing (A) (USD)	-	165.34	112.74	117.92	144.96	121.06	160.92
Class E US\$ Accumulating (USD)	-	-	-	-	167.73	-	-
Class E US\$ Distributing (A) (USD)	-	-	-	-	167.82	-	-
Class E Euro Accumulating (EUR)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class F US\$ Accumulating (USD)	-	174.47	-	-	134.47	-	-
Class F US\$ Distributing (A) (USD)	-	184.42	-	-	181.93	-	-
Class R US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class R Euro Accumulating (EUR)	-	-	-	-	-	-	-
Class X US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (A) (USD)	-	122.08	-	-	117.60	-	-
Class X Euro Accumulating (EUR)	-	-	-	-	121.91	-	-
Class X Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class X GBP Accumulating (GBP)	-	-	-	-	-	-	-
Class X GBP Distributing (A) (GBP)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating (USD)	-	153.51	-	-	179.60	-	-
Premier Class US\$ Distributing (A) (USD)	-	108.88	-	-	219.38	-	-
Premier Class US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Premier Class CHF Accumulating (Hedged) (CHF)	-	-	-	-	-	-	-
Premier Class Euro Accumulating (EUR)	-	107.97	-	-	171.28	-	-
Premier Class Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (EUR)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (GBP)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (A) (GBP)	-	-	-	-	-	-	-
LM Class US\$ Accumulating (USD)	75.35	-	-	-	-	-	-
LM Class Euro Accumulating (EUR)	-	-	-	-	-	-	-
Class A (G) US\$ Accumulating (USD)	-	-	-	-	153.49	128.36	169.89
Class B (G) US\$ Accumulating (USD)	-	-	-	-	147.93	123.70	163.74
Class L (G) US\$ Accumulating (USD)	-	-	-	-	147.96	123.72	163.75
Class GA US\$ Accumulating (USD)	-	-	-	-	156.16	177.31	203.93
Class GA Euro Accumulating (EUR)	-	-	-	-	170.74	169.59	197.98
Class GA Euro Distributing (A) (EUR)	-	-	-	-	170.38	170.53	198.76
Class GE US\$ Accumulating (USD)	-	-	-	-	152.43	172.07	-
Class GE US\$ Distributing (A) (USD)	-	-	-	-	-	-	197.91
Class GE Euro Accumulating (EUR)	-	-	-	-	166.38	166.68	192.28
Class GP US\$ Accumulating (USD)	-	-	-	-	163.48	-	-
Galleon Class (USD)	-	116.25	-	-	-	-	-

August 31, 2014	Legg Mason PCM US Equity Fund	Legg Mason Permal Global Absolute Fund ^{^c}	Legg Mason Batterymarch Managed Volatility European Equity Fund#	Legg Mason Batterymarch Asia Ex Japan Equity Fund#	Legg Mason Batterymarch International Large Cap Fund	Legg Mason Batterymarch Emerging Markets Equity Fund	Legg Mason Batterymarch Global Equity Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	-	-	89.74	123.06	90.28	78.63	135.79
Class A US\$ Distributing (A) (USD)	-	-	191.30	234.78	81.12	86.12	134.25
Class A Euro Accumulating (EUR)	-	-	148.82	95.04	-	104.50	-
Class A Euro Distributing (A) (EUR)	-	-	148.31	-	-	-	-
Class A GBP Distributing (A) (GBP)	-	-	-	-	-	89.78	-
Class B US\$ Accumulating (USD)	-	-	85.98	87.97	85.04	85.05	-
Class B US\$ Distributing (A) (USD)	-	-	190.59	227.89	80.70	84.72	-
Class C US\$ Accumulating (USD)	-	-	87.76	87.95	85.05	85.08	-
Class C US\$ Distributing (A) (USD)	-	-	189.34	226.66	80.69	84.69	-
Class E US\$ Accumulating (USD)	-	-	-	123.21	-	97.55	-
Class E US\$ Distributing (A) (USD)	-	-	-	124.10	-	-	-
Class F US\$ Accumulating (USD)	-	-	-	105.57	-	103.91	-
Class F US\$ Distributing (A) (USD)	-	-	-	102.37	-	106.39	-
Premier Class Euro Accumulating (EUR)	-	-	101.71	-	-	110.55	-
Class A (G) US\$ Accumulating (USD)	-	-	90.90	-	91.05	-	-
Class B (G) US\$ Accumulating (USD)	-	-	87.48	-	87.75	-	-
Class L (G) US\$ Accumulating (USD)	-	-	87.89	-	87.75	-	-
Class GA US\$ Accumulating (USD)	-	-	155.34	123.40	-	-	137.68
Class GA Euro Accumulating (EUR)	-	-	150.50	119.44	-	-	150.20
Class GA Euro Distributing (A) (EUR)	-	-	141.11	118.15	-	-	149.16
Class GE US\$ Accumulating (USD)	-	-	150.82	119.75	-	-	134.40
Class GE Euro Accumulating (EUR)	-	-	-	115.85	-	-	146.57

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

	Legg Mason Western Asset US Money Market Fund (in 000's)	Legg Mason Western Asset US Core Bond Fund (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund (in 000's)	Legg Mason Western Asset US High Yield Fund (in 000's)
February 28, 2014							
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	\$ 37,931	\$ 2,122	\$ 3,310	–	\$ 1,914	\$ 46,472	\$ 96,833
Class A US\$ Distributing (A)	–	–	–	–	–	–	–
Class A US\$ Distributing (D)	1,105,769	5,825	5,017	€ 1,404	10,295	75,862	111,993
Class A US\$ Distributing (M)	21	–	–	–	65	24,109	7,931
Class A US\$ Distributing (M) Plus	–	–	–	–	–	–	13,710
Class A AUD Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A Euro Accumulating	–	–	–	–	–	–	–
Class A Euro Accumulating (Hedged)	–	–	–	–	623	57,030	–
Class A Euro Distributing (A)	–	–	–	–	–	–	–
Class A Euro Distributing (D)	–	–	–	2,653	–	–	–
Class A Euro Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged)	–	–	–	–	117	54,665	408
Class A Euro Distributing (M) (Hedged) Plus	–	–	–	–	–	572	–
Class A GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (M)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (Hedged)	–	–	–	–	–	140,339	–
Class A SGD Accumulating (Hedged)	–	–	–	–	–	–	–
Class A SGD Distributing (Q) (Hedged)	–	–	–	–	–	1,694	–
Class A SGD Distributing (Q) (Hedged) Plus	–	–	–	–	–	–	166
Class A SGD Distributing (Q) (Plus)	–	–	–	–	–	–	–
Class B US\$ Accumulating	519	12	171	–	88	498	1,959
Class B US\$ Distributing (A)	–	–	–	–	–	–	–
Class B US\$ Distributing (D)	74	849	433	–	985	6,292	9,164
Class B US\$ Distributing (M)	–	–	–	–	–	–	–
Class C US\$ Accumulating	627	314	819	–	327	27,834	14,963
Class C US\$ Distributing (A)	–	–	–	–	–	–	–
Class C US\$ Distributing (D)	513	2,903	3,820	650	3,545	142,738	29,460
Class C US\$ Distributing (M)	–	–	–	–	–	–	–
Class E US\$ Accumulating	–	–	741	–	–	9,901	19,424
Class E US\$ Distributing (D)	–	–	–	–	–	6,396	27,339
Class E Euro Accumulating (Hedged)	–	–	–	–	–	7,908	–
Class E Euro Distributing (M) (Hedged)	–	–	–	–	–	168	–
Class F US\$ Accumulating	–	4,450	9,691	–	–	7,164	1,717
Class F US\$ Distributing (D)	–	–	–	–	–	9,600	505
Class F Euro Accumulating	–	–	–	–	–	2	–
Class F Euro Distributing (Q)	–	–	–	2	–	–	–
Class X US\$ Accumulating	–	–	–	–	–	–	–
Class X US\$ Distributing (D)	–	–	–	–	–	604	–
Class X GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating	–	–	115,615	–	–	1,370	80,072
Premier Class US\$ Distributing (D)	–	–	–	–	–	431	–
Premier Class US\$ Distributing (M)	–	–	4,567	–	–	3,306	16,999
Premier Class US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	62,613
Premier Class Euro Accumulating	–	–	–	43,894	–	–	–
Premier Class Euro Accumulating (Hedged)	–	–	–	–	–	43,846	33,552
Premier Class Euro Distributing (A)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (Hedged)	–	–	–	–	–	162	–
Premier Class GBP Accumulating (Hedged)	–	–	–	–	–	276,077	–
Premier Class GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (Hedged)	–	–	–	–	–	47,688	–
Premier Class GBP Distributing (M) (Hedged) Plus	–	–	–	–	–	36,672	–
Premier Class GBP Distributing (Q) (Hedged)	–	–	–	–	–	15,160	–
LM Class US\$ Accumulating	–	–	–	–	–	9,951	31,160
LM Class US\$ Distributing (M)	–	–	–	–	–	–	87,533
LM Class AUD Distributing (M) (Hedged)	–	–	–	–	–	67,790	–
LM Class Euro Accumulating (Hedged)	–	–	–	–	–	1,643	–
LM Class GBP Accumulating (Hedged)	–	–	689	–	–	352,634	929
LM Class JPY Accumulating (Hedged)	–	–	–	–	–	4,044	–
Class A (G) US\$ Accumulating	956	–	1,828	–	1,942	–	3,549
Class A (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class A (G) US\$ Distributing (D)	1,267	–	3,688	–	9,192	–	5,872
Class B (G) US\$ Accumulating	94	–	–	–	60	–	30
Class B (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class B (G) US\$ Distributing (D)	45	–	117	–	186	–	90
Class L (G) US\$ Accumulating	–	–	967	–	866	–	481
Class L (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class L (G) US\$ Distributing (D)	728	–	3,002	–	1,317	–	6,360
Class GA US\$ Accumulating	–	3,642	–	–	–	–	–
Class GA Euro Accumulating	–	–	–	2,481	–	–	–
Class GA Euro Distributing (A)	–	–	–	693	–	–	–
Class GE US\$ Accumulating	–	357	–	–	–	–	–
Class GE Euro Accumulating	–	–	–	785	–	–	–
Class GF US\$ Accumulating	–	–	–	–	–	–	2,757

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.

^μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund^Δ.

^α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund^Δ, Legg Mason ClearBridge US Equity Income Fund^Δ and Legg Mason ClearBridge Tactical Dividend Income Fund^Δ commenced trading.

[~] Effective June 10, 2013 Premier Class Euro Accumulating (Hedged) and Premier Class GBP Accumulating (Hedged) within Legg Mason Brandywine Global High Yield Fund^Δ and Premier Class GBP Accumulating (Hedged) and Premier Class GBP Distributing (S) (Hedged) within Legg Mason Brandywine Global Sovereign Credit Fund^Δ were renamed Premier Class Euro Accumulating (Hedged) (AH) and Premier Class GBP Accumulating (Hedged) (AH) on Legg Mason Brandywine Global High Yield Fund^Δ, and Premier Class GBP Accumulating (Hedged) (AH) and Premier Class GBP Distributing (Hedged) (S) (AH) on Legg Mason Brandywine Global Sovereign Credit Fund^Δ respectively.

^γ Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

^φ Effective September 3, 2013 Legg Mason LMHK China Fund ceased trading.

^{*} Effective December 2, 2013 Legg Mason Western Asset Macro Opportunities Bond Fund^Δ commenced trading.

^ρ Effective February 12, 2014 Legg Mason Royce European Smaller Companies Fund ceased trading.

^ε Effective February 14, 2014 Legg Mason Western Asset UK£ Inflation-Linked Plus Fund^Δ ceased trading.

^β Effective February 24, 2014 Legg Mason Western Asset UK£ Core Plus Bond Fund^Δ and Legg Mason Western Asset UK£ Long Duration Fund^Δ ceased trading.

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] β (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] ε (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] β (in 000's)	Legg Mason Western Asset Global Credit Fund (in 000's)
February 28, 2014							
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	\$ 1	-	-	\$ 2	-	-	\$ 533
Class A US\$ Distributing (A)	-	-	-	-	-	-	-
Class A US\$ Distributing (D)	-	-	\$ 1	1	-	-	2,787
Class A US\$ Distributing (M)	4,822	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class A US\$ Distributing (S)	-	-	-	-	-	-	-
Class A CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Class A Euro Accumulating (Hedged)	140	-	-	-	-	-	772
Class A Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Class A Euro Distributing (D)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class A Euro Distributing (S)	-	-	-	-	-	-	-
Class A Euro Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged)	1,635	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class A GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A (PF) US\$ Accumulating	639	-	-	-	-	-	-
Class A (PF) US\$ Distributing (M)	8	-	-	-	-	-	-
Class A SGD Accumulating (Hedged)	-	-	-	497	-	-	-
Class B US\$ Accumulating	1	-	-	-	-	-	-
Class B US\$ Distributing (D)	-	-	-	-	-	-	-
Class B US\$ Distributing (M)	1	-	-	-	-	-	-
Class B US\$ Distributing (S)	-	-	-	-	-	-	-
Class C US\$ Accumulating	42	-	-	-	-	-	-
Class C US\$ Distributing (M)	1	-	-	-	-	-	-
Class C US\$ Distributing (S)	-	-	-	-	-	-	-
Class E US\$ Accumulating	1	-	-	-	-	-	-
Class E US\$ Distributing (A)	-	-	-	-	-	-	-
Class E US\$ Distributing (M)	1	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class F US\$ Accumulating	1	-	-	-	-	-	-
Class F US\$ Distributing (M)	1	-	-	-	-	-	-
Class F US\$ Distributing (S)	-	-	-	-	-	-	-
Class R US\$ Distributing (S)	-	-	-	-	-	-	-
Class R GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class S US\$ Accumulating	-	-	-	-	-	-	-
Class S Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X US\$ Accumulating	-	-	-	-	-	-	-
Class X US\$ Distributing (D)	-	-	-	-	-	-	-
Class X US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class X US\$ Distributing (S)	-	-	-	-	-	-	-
Class X Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X Euro Distributing (S) (Hedged)	-	-	-	-	-	-	-
Class X GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged)	3,191	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating	-	-	81,220	26,874	-	-	899
Premier Class US\$ Distributing (M)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (S)	-	-	-	-	-	-	-
Premier Class Euro Accumulating	-	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged)	11,717	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Premier Class Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged)	48,775	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class SGD Accumulating (Hedged)	-	-	-	-	-	-	-
Premier (PF) Class US\$ Accumulating	24,642	-	-	-	-	-	-
Premier (PF) Class US\$ Distributing (M)	19	-	-	-	-	-	-
Premier (PF) Class GBP Accumulating (Hedged)	176	-	-	-	-	-	-
Premier (PF) Class GBP Distributing (M) (Hedged)	21,145	-	-	-	-	-	-
LM Class US\$ Accumulating	-	-	27,851	-	-	-	95,064
LM Class US\$ Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class AUD Accumulating (Hedged)	-	-	-	-	-	-	-
LM Class Euro Accumulating	-	-	-	-	-	-	-
LM Class Euro Accumulating (Hedged)	-	-	4,504	-	-	-	-
LM Class Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class Euro Distributing (Q)	-	-	-	-	-	-	-
LM Class GBP Accumulating (Hedged)	-	-	-	747	-	-	-
LM Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
LM Class JPY Accumulating (Hedged)	-	-	12,646	-	-	-	-
LM Class JPY Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-

[^] 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 Euro High Yield Fund [^] (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] * (in 000's)	Legg Mason Brandywine Global Fixed Income Fund (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] α (in 000's)	Legg Mason Western Asset Brazil Equity Fund (in 000's)
-	\$ 101	\$ 153,289	\$ 69,462	\$ 2,669	\$ 22,835	-	\$ 1	-
-	-	-	10,751	-	-	-	-	\$ 51
-	-	4,070	-	-	12,940	-	1	-
-	-	171,354	-	-	-	-	479	-
-	115	-	-	-	-	-	-	-
-	112	7,322	183	-	2	-	-	-
-	-	152,321	-	-	-	-	-	-
-	-	104	-	-	-	-	-	-
€ 75	-	-	-	-	-	-	-	-
-	-	1	-	-	-	-	816	-
-	118	34,831	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	41,411	-	-	-	-	50	-
-	-	-	-	-	-	-	-	-
-	-	1,361	-	-	-	-	-	-
-	-	-	474	-	-	-	-	-
-	-	2,638	-	-	-	-	-	-
-	-	8,418	3,226	-	896	-	-	-
-	-	32,086	-	-	-	-	-	-
-	-	21,342	24,014	-	1,430	-	-	-
-	-	-	1,330	-	-	-	-	-
-	-	48,344	-	-	-	-	-	-
-	-	17,421	-	-	-	-	-	-
-	-	-	-	-	568	-	-	-
-	-	4,217	-	-	-	-	-	-
-	-	242	-	-	-	-	-	-
-	-	111	-	-	-	-	-	-
-	82,998	-	-	-	-	-	-	-
-	277,517	-	-	-	-	-	-	-
-	-	593	-	-	-	-	-	-
-	-	-	-	-	-	-	1,041	-
-	-	3,142	-	-	-	-	927	-
-	112	13,120	-	-	243	-	-	-
-	-	99	-	-	-	-	1,187	-
-	118	-	-	-	-	-	-	-
-	-	-	4,949	-	-	-	-	-
-	-	3,824	-	-	-	-	3,066	-
-	22,729	140,137	147,366	7,387	16,409	1	-	-
-	-	-	-	-	609	-	-	-
-	-	49,840	-	-	-	-	262	-
-	-	121,414	-	-	-	-	-	-
-	-	2,460	92,951	-	-	-	-	-
-	-	169,825	-	5,256	-	-	-	-
-	-	-	67,440	-	-	-	-	-
-	-	-	-	-	-	201,223	120	-
-	-	-	-	5,214	-	-	-	-
-	-	-	63,701	-	-	-	-	-
-	-	-	-	-	12,037	-	-	-
-	-	-	-	-	-	203,129	-	-
-	-	11,107	-	-	-	-	-	-
-	-	-	37,875	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	27,213	-	-	-	-	4,715	3,060
-	-	-	194,545	-	15,810	-	-	-
73,736	-	-	58,399	-	-	-	-	-
-	-	4,358	-	-	-	-	-	-
8,969	-	-	-	-	-	-	-	-
-	-	-	-	-	-	486,197	-	-
-	-	-	-	-	-	104,162	-	-
-	-	12,170	-	-	-	-	-	-
-	-	-	-	-	109,693	-	-	-

Balance Sheet – (continued)

	Legg Mason Capital Management Value Fund (in 000's)	Legg Mason Capital Management Growth Fund (in 000's)	Legg Mason Capital Management Opportunity Fund (in 000's)	Legg Mason ClearBridge Global Equity Fund [^] μ (in 000's)	Legg Mason ClearBridge US Appreciation Fund (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund (in 000's)
February 28, 2014							
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	\$ 55,728	\$ 1,614	\$ 73,057	\$ 366	\$ 80,219	\$ 16,499	\$ 23,654
Class A US\$ Distributing (A)	75,059	3,287	19,183	2,128	82,420	3,371	13,667
Class A US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class A AUD Accumulating (Hedged)	-	-	-	-	-	-	-
Class A Euro Accumulating	3,315	106	-	-	17,788	127	3,024
Class A Euro Accumulating (Hedged)	-	-	2	-	-	-	-
Class A Euro Distributing (A)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class A GBP Distributing (A)	-	-	-	-	-	-	-
Class A SEK Accumulating (Hedged)	-	-	616	-	-	-	-
Class A SGD Accumulating	12,073	-	-	-	-	-	-
Class A SGD Accumulating (Hedged)	4,494	-	-	-	-	-	-
Class B US\$ Accumulating	-	7	-	27	2,731	319	990
Class B US\$ Distributing (A)	601	288	-	-	1,545	430	892
Class C US\$ Accumulating	863	89	-	926	20,524	1,709	5,211
Class C US\$ Distributing (A)	4,602	1,486	-	84	27,924	2,365	35,915
Class E US\$ Accumulating	-	-	-	-	30,786	-	-
Class E US\$ Distributing (A)	-	-	-	-	2,101	-	-
Class E Euro Accumulating	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class F US\$ Accumulating	2	-	-	-	2,901	-	-
Class F US\$ Distributing (A)	2	-	-	-	1,395	-	-
Class R US\$ Accumulating	-	-	-	-	-	-	-
Class R Euro Accumulating	-	-	-	-	-	-	-
Class X US\$ Accumulating	-	-	-	-	-	-	-
Class X US\$ Distributing (A)	1	-	-	-	3,667	-	-
Class X US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class X Euro Accumulating	-	-	-	-	2	-	-
Class X Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X GBP Accumulating	-	-	16,689	-	-	-	-
Class X GBP Distributing (A)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating	119,922	-	110,144	-	37,741	-	-
Premier Class US\$ Distributing (A)	-	-	-	-	3,113	-	-
Premier Class US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Premier Class Euro Accumulating	-	-	-	-	11,002	-	-
Premier Class Euro Distributing (A)	-	-	-	-	-	-	-
Premier Class GBP Accumulating	-	-	-	-	-	-	-
Premier Class GBP Distributing (A)	-	-	46,285	-	-	-	-
LM Class US\$ Accumulating	5,407	-	-	-	14,605	-	-
LM Class Euro Accumulating	793	-	-	-	2,144	-	-
LM Class JPY Accumulating	3,455	-	-	-	9,290	-	-
Class A (G) US\$ Accumulating	-	-	-	-	7,714	40,065	9,543
Class B (G) US\$ Accumulating	-	-	-	-	170	972	510
Class L (G) US\$ Accumulating	-	-	-	-	5,967	15,106	9,431
Class GA US\$ Accumulating	-	-	-	-	4,661	19,383	2,803
Class GA Euro Accumulating	-	-	-	-	654	113	144
Class GA Euro Distributing (A)	-	-	-	-	620	69	9
Class GE US\$ Accumulating	-	-	-	-	474	210	-
Class GE US\$ Distributing (A)	-	-	-	-	-	-	48
Class GE Euro Accumulating	-	-	-	-	287	367	76
Class GP US\$ Accumulating	-	-	-	-	11	-	-
Galleon Class	21	-	-	-	-	-	-

	Legg Mason Permal Global Absolute Fund (in 000's)	Legg Mason Batterymarch European Equity Fund (in 000's)	Legg Mason Batterymarch Asia Pacific Equity Fund (in 000's)	Legg Mason Batterymarch International Large Cap Fund (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund (in 000's)	Legg Mason Batterymarch Global Equity Fund (in 000's)	Legg Mason Congruix Japan Equity Fund (in 000's)
February 28, 2014							
Total Net Asset Value: (in 000's)							
Class A US\$ Accumulating	\$ 3,783	€ 1,100	\$ 5,365	\$ 3,313	\$ 4,804	\$ 3,003	-
Class A US\$ Distributing (A)	8,453	1,742	20,778	346	471	1	-
Class A Euro Accumulating	-	4,372	514	-	43	-	-
Class A Euro Accumulating (Hedged)	1,005	-	-	-	-	-	-
Class A Euro Distributing (A)	-	35	-	-	-	-	-
Class A Euro Distributing (A) (Hedged)	39	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	38	-	-	-	-	-	-
Class A GBP Distributing (A)	-	-	-	-	36	-	-
Class A SGD Accumulating (Hedged)	486	-	-	-	-	-	-
Class B US\$ Accumulating	1	874	153	50	116	-	-
Class B US\$ Distributing (A)	-	423	825	446	69	-	-
Class C US\$ Accumulating	4,150	1,797	231	1,568	1,241	-	-
Class C US\$ Distributing (A)	1,738	2,488	8,540	873	308	-	-
Class E US\$ Accumulating	182	-	28	-	400	-	-
Class E US\$ Distributing (A)	20	-	1	-	-	-	-
Class F US\$ Accumulating	97	-	1	-	425	-	-
Class F US\$ Distributing (A)	58	-	1	-	1	-	-
Premier Class Euro Accumulating	-	-	-	-	984	-	-
LM Class US\$ Accumulating	-	7,088	-	-	-	-	-
LM Class Euro Accumulating	-	1,053	-	-	-	-	-
LM Class JPY Accumulating	-	4,502	-	-	-	-	-
Class A (G) US\$ Accumulating	-	2,841	-	4,158	-	-	-
Class B (G) US\$ Accumulating	-	99	-	396	-	-	-
Class L (G) US\$ Accumulating	-	464	-	2,214	-	-	-
Class GA US\$ Accumulating	-	1,442	12,077	-	-	4,932	-
Class GA Euro Accumulating	-	31,731	591	-	-	4,227	-
Class GA Euro Distributing (A)	-	105	48	-	-	474	-
Class GE US\$ Accumulating	-	157	615	-	-	256	-
Class GE Euro Accumulating	-	-	572	-	-	804	-
Class GP US\$ Accumulating	-	-	12	-	-	-	-

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

	Legg Mason Western Asset US Money Market Fund (in 000's)	Legg Mason Western Asset US Core Bond Fund (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund (in 000's)	Legg Mason Western Asset US High Yield Fund (in 000's)
February 28, 2014							
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	359	18	25	–	15	339	649
Class A US\$ Distributing (A)	–	–	–	–	–	–	–
Class A US\$ Distributing (D)	1,105,535	59	46	15	112	624	1,255
Class A US\$ Distributing (M)	21	–	–	–	1	234	74
Class A US\$ Distributing (M) Plus	–	–	–	–	–	–	133
Class A AUD Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus	–	–	–	–	–	–	–
Class A Euro Accumulating	–	–	–	–	4	309	–
Class A Euro Distributing (A)	–	–	–	–	–	–	–
Class A Euro Distributing (D)	–	–	–	28	–	–	–
Class A Euro Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged)	–	–	–	–	1	400	3
Class A Euro Distributing (M) (Hedged) Plus	–	–	–	–	–	4	–
Class A GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (M)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (Hedged)	–	–	–	–	–	778	–
Class A SGD Accumulating (Hedged)	–	–	–	–	–	–	–
Class A SGD Distributing (Q) (Hedged)	–	–	–	–	–	1,885	–
Class A SGD Distributing (Q) (Hedged) Plus	–	–	–	–	–	–	206
Class A SGD Distributing (Q) (Plus)	–	–	–	–	–	–	–
Class B US\$ Accumulating	5	–	1	–	1	4	13
Class B US\$ Distributing (D)	74	9	4	–	11	52	103
Class B US\$ Distributing (M)	–	–	–	–	–	–	–
Class C US\$ Accumulating	6	3	6	–	3	216	101
Class C US\$ Distributing (A)	–	–	–	–	–	–	–
Class C US\$ Distributing (D)	512	29	35	7	38	1,175	330
Class C US\$ Distributing (M)	–	–	–	–	–	–	–
Class E US\$ Accumulating	–	–	7	–	–	87	138
Class E US\$ Distributing (D)	–	–	–	–	–	63	245
Class E Euro Accumulating (Hedged)	–	–	–	–	–	55	–
Class E Euro Distributing (M) (Hedged)	–	–	–	–	–	1	–
Class F US\$ Accumulating	–	43	97	–	–	59	13
Class F US\$ Distributing (D)	–	–	–	–	–	95	5
Class X US\$ Accumulating	–	–	–	–	–	–	–
Class X US\$ Distributing (D)	–	–	–	–	–	6	–
Class X GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating	–	–	984	–	–	10	605
Premier Class US\$ Distributing (D)	–	–	–	–	–	4	–
Premier Class US\$ Distributing (M)	–	–	44	–	–	26	171
Premier Class US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	604
Premier Class Euro Accumulating	–	–	–	373	–	–	–
Premier Class Euro Accumulating (Hedged)	–	–	–	–	–	256	240
Premier Class Euro Distributing (A)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (Hedged)	–	–	–	–	–	1	–
Premier Class GBP Accumulating (Hedged)	–	–	–	–	–	1,438	–
Premier Class GBP Distributing (D) (Hedged)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (Hedged)	–	–	–	–	–	273	–
Premier Class GBP Distributing (M) (Hedged) Plus	–	–	–	–	–	230	–
Premier Class GBP Distributing (Q) (Hedged)	–	–	–	–	–	90	–
LM Class US\$ Accumulating	–	–	–	–	–	88	229
LM Class US\$ Distributing (M)	–	–	–	–	–	–	889
LM Class AUD Distributing (M) (Hedged)	–	–	–	–	–	688	–
LM Class Euro Accumulating (Hedged)	–	–	–	–	–	10	–
LM Class GBP Accumulating (Hedged)	–	–	3	–	–	1,818	4
LM Class JPY Accumulating (Hedged)	–	–	–	–	–	37	–
Class A (G) US\$ Accumulating	9	–	14	–	16	–	24
Class A (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class A (G) US\$ Distributing (D)	1,267	–	33	–	98	–	66
Class B (G) US\$ Accumulating	1	–	–	–	1	–	–
Class B (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class B (G) US\$ Distributing (D)	45	–	1	–	2	–	1
Class L (G) US\$ Accumulating	–	–	7	–	7	–	3
Class L (G) US\$ Distributing (A)	–	–	–	–	–	–	–
Class L (G) US\$ Distributing (D)	728	–	27	–	14	–	72
Class GA US\$ Accumulating	–	32	–	–	–	–	–
Class GA Euro Accumulating	–	–	–	22	–	–	–
Class GA Euro Distributing (A)	–	–	–	6	–	–	–
Class GE US\$ Accumulating	–	3	–	–	–	–	–
Class GE Euro Accumulating	–	–	–	7	–	–	–
Class GF US\$ Accumulating	–	–	–	–	–	–	21

Amounts designated as "-" are either \$0/E0/¥0/€0 or less than \$1,000/E1,000/¥1,000/€1,000.

NAV per share information represents Redeemable Participating Shares.

μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund[^].

α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund[^], Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason ClearBridge Tactical Dividend Income Fund[^] commenced trading.

~ Effective June 10, 2013 Premier Class Euro Accumulating (Hedged) and Premier Class GBP Accumulating (Hedged) within Legg Mason Brandywine Global High Yield Fund[^] and Premier Class GBP Accumulating (Hedged) and Premier Class GBP Distributing (S) (Hedged) within Legg Mason Brandywine Global Sovereign Credit Fund[^] were renamed Premier Class Euro Accumulating (Hedged) (AH) and Premier Class GBP Accumulating (Hedged) (AH) on Legg Mason Brandywine Global High Yield Fund[^], and Premier Class GBP Accumulating (Hedged) (AH) and Premier Class GBP Distributing (Hedged) (S) (AH) on Legg Mason Brandywine Global Sovereign Credit Fund[^] respectively.

γ Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

φ Effective September 3, 2013 Legg Mason LMHK China Fund ceased trading.

* Effective December 2, 2013 Legg Mason Western Asset Macro Opportunities Bond Fund[^] commenced trading.

ρ Effective February 12, 2014 Legg Mason Royce European Smaller Companies Fund ceased trading.

ε Effective February 14, 2014 Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] ceased trading.

β Effective February 24, 2014 Legg Mason Western Asset UK£ Core Plus Bond Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] ceased trading.

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] β (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] ε (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] β (in 000's)	Legg Mason Western Asset Global Credit Fund (in 000's)
February 28, 2014							
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	-	-	-	-	-	-	5
Class A US\$ Distributing (A)	-	-	-	-	-	-	-
Class A US\$ Distributing (D)	-	-	-	-	-	-	26
Class A US\$ Distributing (M)	46	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class A US\$ Distributing (S)	-	-	-	-	-	-	-
Class A CHF Accumulating (Hedged)	-	-	-	-	-	-	-
Class A Euro Accumulating (Hedged)	1	-	-	-	-	-	5
Class A Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Class A Euro Distributing (D)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class A Euro Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged)	9	-	-	-	-	-	-
Class A GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class A (PF) US\$ Accumulating	6	-	-	-	-	-	-
Class A SGD Accumulating (Hedged)	-	-	-	623	-	-	-
Class B US\$ Accumulating	-	-	-	-	-	-	-
Class B US\$ Distributing (D)	-	-	-	-	-	-	-
Class B US\$ Distributing (S)	-	-	-	-	-	-	-
Class C US\$ Accumulating	-	-	-	-	-	-	-
Class C US\$ Distributing (S)	-	-	-	-	-	-	-
Class E US\$ Accumulating	-	-	-	-	-	-	-
Class E US\$ Distributing (A)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Class F US\$ Accumulating	-	-	-	-	-	-	-
Class F US\$ Distributing (M)	-	-	-	-	-	-	-
Class F US\$ Distributing (S)	-	-	-	-	-	-	-
Class R US\$ Distributing (S)	-	-	-	-	-	-	-
Class R GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Class S US\$ Accumulating	-	-	-	-	-	-	-
Class S Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X US\$ Accumulating	-	-	-	-	-	-	-
Class X US\$ Distributing (D)	-	-	-	-	-	-	-
Class X US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Class X US\$ Distributing (S)	-	-	-	-	-	-	-
Class X Euro Accumulating (Hedged)	-	-	-	-	-	-	-
Class X Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X Euro Distributing (S) (Hedged)	-	-	-	-	-	-	-
Class X GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged)	19	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating	-	-	675	244	-	-	8
Premier Class US\$ Distributing (M)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M) Plus (e)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (S)	-	-	-	-	-	-	-
Premier Class Euro Accumulating	-	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged)	79	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (Hedged)	-	-	-	-	-	-	-
Premier Class Euro Distributing (M) (Hedged) Plus (e)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged)	283	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
Premier Class SGD Accumulating (Hedged)	-	-	-	-	-	-	-
Premier (PF) Class US\$ Accumulating	223	-	-	-	-	-	-
Premier (PF) Class GBP Accumulating (Hedged)	1	-	-	-	-	-	-
Premier (PF) Class GBP Distributing (M) (Hedged)	117	-	-	-	-	-	-
LM Class US\$ Accumulating	-	-	235	-	-	-	785
LM Class US\$ Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class AUD Accumulating (Hedged)	-	-	-	-	-	-	-
LM Class Euro Accumulating	-	-	-	-	-	-	-
LM Class Euro Accumulating (Hedged)	-	-	27	-	-	-	-
LM Class Euro Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class Euro Distributing (Q)	-	-	-	-	-	-	-
LM Class GBP Accumulating (Hedged)	-	-	-	4	-	-	-
LM Class GBP Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class GBP Distributing (S) (Hedged) (AH)	-	-	-	-	-	-	-
LM Class JPY Accumulating (Hedged)	-	-	110	-	-	-	-
LM Class JPY Accumulating (Hedged) (AH)	-	-	-	-	-	-	-
LM Class NZD Accumulating (Hedged) (AH)	-	-	-	-	-	-	-

[^] 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 Euro High Yield Fund [^] (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] * (in 000's)	Legg Mason Brandywine Global Fixed Income Fund (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] α (in 000's)	Legg Mason Western Asset Brazil Equity Fund (in 000's)
-	1	1,061	648	25	207	-	-	-
-	-	-	108	-	-	-	-	1
-	-	38	-	-	112	-	-	-
-	-	1,303	-	-	-	-	5	-
-	1	-	-	-	-	-	-	-
-	1	55	1	-	-	-	-	-
-	-	796	-	-	-	-	-	-
-	-	1	-	-	-	-	-	-
1	-	-	-	-	-	-	-	-
-	-	230	-	-	-	-	6	-
-	1	-	-	-	-	-	-	-
-	-	217	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	10	-	-	-	-	-	-
-	-	-	5	-	-	-	-	-
-	-	20	-	-	-	-	-	-
-	-	64	33	-	8	-	-	-
-	-	245	-	-	-	-	-	-
-	-	210	247	-	14	-	-	-
-	-	-	13	-	-	-	-	-
-	-	338	-	-	-	-	-	-
-	-	175	-	-	-	-	-	-
-	-	-	-	-	6	-	-	-
-	-	43	-	-	-	-	-	-
-	-	3	-	-	-	-	-	-
-	-	1	-	-	-	-	-	-
-	803	-	-	-	-	-	-	-
-	1,946	-	-	-	-	-	-	-
-	-	6	-	-	-	-	-	-
-	-	-	-	-	-	-	10	-
-	-	-	-	-	-	-	9	-
-	1	32	-	-	-	-	-	-
-	-	94	-	-	2	-	-	-
-	-	-	-	-	-	-	9	-
-	-	1	-	-	-	-	-	-
-	1	-	30	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	23	-	-	-	-	18	-
-	220	1,235	1,509	66	148	-	-	-
-	-	-	-	-	6	-	-	-
-	-	495	-	-	-	-	3	-
-	-	776	-	-	-	-	-	-
-	-	18	629	-	-	-	-	-
-	-	1,098	-	35	-	-	-	-
-	-	-	516	-	-	-	-	-
-	-	-	-	-	-	1,121	1	-
-	-	-	-	28	-	-	-	-
-	-	-	397	-	-	-	-	-
-	-	-	-	-	68	-	-	-
-	-	64	-	-	-	1,214	-	-
-	-	-	-	-	132	-	-	-
-	-	-	47,888	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	230	-	-	-	-	45	50
-	-	-	-	-	158	-	-	-
550	-	-	1,888	-	-	-	-	-
-	-	-	402	-	-	-	-	-
85	-	26	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	2,906	-	-
-	-	-	-	-	-	629	-	-
-	-	103	-	-	-	-	-	-
-	-	-	-	-	1,065	-	-	-

Balance Sheet – (continued)

	Legg Mason Capital Management Value Fund (in 000's)	Legg Mason Capital Management Growth Fund (in 000's)	Legg Mason Capital Management Opportunity Fund (in 000's)	Legg Mason ClearBridge Global Equity Fund ^μ (in 000's)	Legg Mason ClearBridge US Appreciation Fund (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund (in 000's)
February 28, 2014							
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	656	17	415	3	567	140	150
Class A US\$ Distributing (A)	465	28	57	17	583	29	87
Class A US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	–
Class A AUD Accumulating (Hedged)	–	–	–	–	–	–	–
Class A Euro Accumulating	31	1	–	–	86	1	12
Class A Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Accumulating (Hedged)	–	–	–	–	–	–	–
Class A GBP Distributing (A)	–	–	–	–	–	–	–
Class A SEK Accumulating (Hedged)	–	–	30	–	–	–	–
Class A SGD Accumulating	22,837	–	–	–	–	–	–
Class A SGD Accumulating (Hedged)	4,042	–	–	–	–	–	–
Class B US\$ Accumulating	–	–	–	–	20	3	7
Class B US\$ Distributing (A)	4	3	–	–	11	4	6
Class C US\$ Accumulating	10	1	–	9	154	14	35
Class C US\$ Distributing (A)	30	14	–	1	204	21	236
Class E US\$ Accumulating	–	–	–	–	194	–	–
Class E US\$ Distributing (A)	–	–	–	–	13	–	–
Class E Euro Accumulating	–	–	–	–	–	–	–
Class E Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class F US\$ Accumulating	–	–	–	–	23	–	–
Class F US\$ Distributing (A)	–	–	–	–	8	–	–
Class R US\$ Accumulating	–	–	–	–	–	–	–
Class R Euro Accumulating	–	–	–	–	–	–	–
Class X US\$ Accumulating	–	–	–	–	–	–	–
Class X US\$ Distributing (A)	–	–	–	–	33	–	–
Class X US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	–
Class X Euro Accumulating	–	–	–	–	–	–	–
Class X Euro Accumulating (Hedged)	–	–	–	–	–	–	–
Class X GBP Accumulating	–	–	70	–	–	–	–
Premier Class US\$ Accumulating	854	–	630	–	225	–	–
Premier Class US\$ Distributing (A)	–	–	–	–	15	–	–
Premier Class US\$ Distributing (M) Plus (e)	–	–	–	–	–	–	–
Premier Class Euro Accumulating	–	–	–	–	52	–	–
Premier Class Euro Distributing (A)	–	–	–	–	–	–	–
Premier Class GBP Accumulating	–	–	–	–	–	–	–
Premier Class GBP Distributing (A)	–	–	140	–	–	–	–
LM Class US\$ Accumulating	31	–	–	–	88	–	–
LM Class Euro Accumulating	3	–	–	–	9	–	–
LM Class JPY Accumulating	17	–	–	–	46	–	–
Class A (G) US\$ Accumulating	–	–	–	–	54	334	60
Class B (G) US\$ Accumulating	–	–	–	–	1	8	3
Class L (G) US\$ Accumulating	–	–	–	–	43	130	61
Class GA US\$ Accumulating	–	–	–	–	32	117	15
Class GA Euro Accumulating	–	–	–	–	3	1	1
Class GA Euro Distributing (A)	–	–	–	–	3	–	–
Class GE US\$ Accumulating	–	–	–	–	3	1	–
Class GE Euro Accumulating	–	–	–	–	1	2	–

	Legg Mason Permal Global Absolute Fund (in 000's)	Legg Mason Batterymarch European Equity Fund (in 000's)	Legg Mason Batterymarch Asia Pacific Equity Fund (in 000's)	Legg Mason Batterymarch International Large Cap Fund (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund (in 000's)	Legg Mason Batterymarch Global Equity Fund (in 000's)	Legg Mason Congruix Japan Equity Fund (in 000's)
February 28, 2014							
Number of Redeemable Participating Shares in Issue: (in 000's)							
Class A US\$ Accumulating	35	17	48	39	68	23	–
Class A US\$ Distributing (A)	79	12	98	4	6	–	–
Class A Euro Accumulating	–	31	5	–	–	–	–
Class A Euro Accumulating (Hedged)	7	–	–	–	–	–	–
Class A SGD Accumulating (Hedged)	599	–	–	–	–	–	–
Class B US\$ Accumulating	–	14	2	1	2	–	–
Class B US\$ Distributing (A)	–	3	4	6	1	–	–
Class C US\$ Accumulating	40	28	3	19	16	–	–
Class C US\$ Distributing (A)	17	18	42	11	4	–	–
Class E US\$ Accumulating	2	–	–	–	5	–	–
Class F US\$ Accumulating	1	–	–	–	5	–	–
Class F US\$ Distributing (A)	1	–	–	–	–	–	–
Premier Class Euro Accumulating	–	–	–	–	8	–	–
LM Class US\$ Accumulating	–	69	–	–	–	–	–
LM Class Euro Accumulating	–	7	–	–	–	–	–
LM Class JPY Accumulating	–	36	–	–	–	–	–
Class A (G) US\$ Accumulating	–	43	–	48	–	–	–
Class B (G) US\$ Accumulating	–	2	–	5	–	–	–
Class L (G) US\$ Accumulating	–	7	–	27	–	–	–
Class GA US\$ Accumulating	–	13	109	–	–	38	–
Class GA Euro Accumulating	–	222	4	–	–	23	–
Class GA Euro Distributing (A)	–	1	–	–	–	3	–
Class GE US\$ Accumulating	–	1	6	–	–	2	–
Class GE Euro Accumulating	–	–	4	–	–	4	–

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

February 28, 2014	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	Legg Mason Western Asset Diversified Strategic Income Fund	Legg Mason Western Asset Global Multi Strategy Fund	Legg Mason Western Asset US High Yield Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	105.66	118.96	134.53	–	124.86	137.13	149.11
Class A US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class A US\$ Distributing (D) (USD)	1.00	98.71	109.91	131.07	92.31	121.50	89.20
Class A US\$ Distributing (M) (USD)	1.00	–	–	–	97.44	103.03	107.65
Class A US\$ Distributing (M) Plus (USD)	–	–	–	–	–	–	103.08
Class A AUD Distributing (M) (Hedged) Plus (AUD)	–	–	–	–	–	–	–
Class A CNH Distributing (M) (Hedged) Plus (CNH)	–	–	–	–	–	–	–
Class A Euro Accumulating (EUR)	–	–	–	–	–	–	–
Class A Euro Accumulating (Hedged) (EUR)	–	–	–	–	124.12	133.68	–
Class A Euro Distributing (A) (EUR)	–	–	–	–	–	–	–
Class A Euro Distributing (D) (EUR)	–	–	–	96.16	–	–	–
Class A Euro Distributing (D) (Hedged) (EUR)	–	–	–	–	–	–	–
Class A Euro Distributing (M) (Hedged) (EUR)	–	–	–	–	125.06	99.01	102.78
Class A Euro Distributing (M) (Hedged) Plus (EUR)	–	–	–	–	–	94.56	–
Class A GBP Accumulating (Hedged) (GBP)	–	–	–	–	–	–	–
Class A GBP Distributing (D) (Hedged) (GBP)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (GBP)	–	–	–	–	–	–	–
Class A GBP Distributing (M) (Hedged) (GBP)	–	–	–	–	–	–	–
Class A SGD Accumulating (Hedged) (SGD)	–	–	–	–	–	107.75	–
Class A SGD Distributing (Q) (Hedged) (SGD)	–	–	–	–	–	–	–
Class A SGD Distributing (Q) (Hedged) Plus (SGD)	–	–	–	–	–	1.14	–
Class A SGD Distributing (Q) Plus (SGD)	–	–	–	–	–	–	1.02
Class B US\$ Accumulating (USD)	102.52	116.33	129.22	–	122.12	130.88	150.50
Class B US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class B US\$ Distributing (D) (USD)	1.00	98.72	109.73	–	92.30	121.52	89.23
Class B US\$ Distributing (M) (USD)	–	–	–	–	–	–	–
Class C US\$ Accumulating (USD)	102.00	114.77	127.15	–	120.56	129.09	148.11
Class C US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class C US\$ Distributing (D) (USD)	1.00	98.74	110.68	130.39	92.29	121.51	89.25
Class C US\$ Distributing (M) (USD)	–	–	–	–	–	–	–
Class E US\$ Accumulating (USD)	–	–	104.98	–	–	114.35	141.08
Class E US\$ Distributing (D) (USD)	–	–	–	–	–	101.20	111.52
Class E Euro Accumulating (Hedged) (EUR)	–	–	–	–	–	104.58	–
Class E Euro Distributing (M) (Hedged) (EUR)	–	–	–	–	–	100.93	–
Class F US\$ Accumulating (USD)	–	103.73	100.00	–	–	121.08	130.06
Class F US\$ Distributing (D) (USD)	–	–	–	–	–	101.19	106.36
Class F Euro Accumulating (EUR)	–	–	–	–	–	121.43	–
Class F Euro Distributing (Q) (EUR)	–	–	–	109.61	–	–	–
Class X US\$ Accumulating (USD)	–	–	–	–	–	–	–
Class X US\$ Distributing (D) (USD)	–	–	–	–	–	101.37	–
Class X GBP Distributing (D) (Hedged) (GBP)	–	–	–	–	–	–	–
Premier Class US\$ Accumulating (USD)	–	–	117.53	–	–	143.53	132.45
Premier Class US\$ Distributing (D) (USD)	–	–	–	–	–	102.20	–
Premier Class US\$ Distributing (M) (USD)	–	–	104.18	–	–	125.90	99.67
Premier Class US\$ Distributing (M) Plus (e) (USD)	–	–	–	–	–	–	103.60
Premier Class Euro Accumulating (EUR)	–	–	–	117.76	–	–	–
Premier Class Euro Accumulating (Hedged) (EUR)	–	–	–	–	–	123.91	101.46
Premier Class Euro Distributing (A) (EUR)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (EUR)	–	–	–	–	–	–	–
Premier Class Euro Distributing (M) (Hedged) (EUR)	–	–	–	–	–	95.67	–
Premier Class GBP Accumulating (Hedged) (GBP)	–	–	–	–	–	114.63	–
Premier Class GBP Distributing (D) (Hedged) (GBP)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (GBP)	–	–	–	–	–	–	–
Premier Class GBP Distributing (M) (Hedged) (GBP)	–	–	–	–	–	104.35	–
Premier Class GBP Distributing (M) (Hedged) Plus (GBP)	–	–	–	–	–	–	–
Premier Class GBP Distributing (Q) (Hedged) (GBP)	–	–	–	–	–	95.11	–
LM Class US\$ Accumulating (USD)	–	–	–	–	–	100.32	–
LM Class US\$ Distributing (M) (USD)	–	–	–	–	–	113.50	136.24
LM Class AUD Distributing (M) (Hedged) (AUD)	–	–	–	–	–	–	98.46
LM Class Euro Accumulating (Hedged) (EUR)	–	–	–	–	–	110.47	–
LM Class GBP Accumulating (Hedged) (GBP)	–	–	119.22	–	–	113.60	–
LM Class JPY Accumulating (Hedged) (JPY)	–	–	–	–	–	115.86	136.90
Class A (G) US\$ Accumulating (USD)	105.87	–	135.01	–	124.51	–	150.88
Class A (G) US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class A (G) US\$ Distributing (D) (USD)	1.00	–	110.77	–	93.96	–	88.52
Class B (G) US\$ Accumulating (USD)	105.88	–	–	–	120.37	–	145.77
Class B (G) US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class B (G) US\$ Distributing (D) (USD)	1.00	–	110.76	–	94.07	–	88.52
Class L (G) US\$ Accumulating (USD)	–	–	130.44	–	120.39	–	145.76
Class L (G) US\$ Distributing (A) (USD)	–	–	–	–	–	–	–
Class L (G) US\$ Distributing (D) (USD)	1.00	–	110.76	–	94.00	–	88.52
Class GA US\$ Accumulating (USD)	–	115.18	–	–	–	–	–
Class GA Euro Accumulating (EUR)	–	–	–	112.42	–	–	–
Class GA Euro Distributing (A) (EUR)	–	–	–	106.88	–	–	–
Class GE US\$ Accumulating (USD)	–	112.78	–	–	–	–	–
Class GE Euro Accumulating (EUR)	–	–	–	110.08	–	–	–
Class GF US\$ Accumulating (USD)	–	–	–	–	–	–	132.06

Amounts designated as "-" are either \$0/E0/¥0/€0 or less than \$1,000/E1,000/¥1,000/€1,000.

NAV per share information represents Redeemable Participating Shares.

μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund^μ.

α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund^α, Legg Mason ClearBridge US Equity Income Fund^α and Legg Mason ClearBridge Tactical Dividend Income Fund^α commenced trading.

~ Effective June 10, 2013 Premier Class Euro Accumulating (Hedged) and Premier Class GBP Accumulating (Hedged) within Legg Mason Brandywine Global High Yield Fund[~] and Premier Class GBP Accumulating (Hedged) and Premier Class GBP Distributing (S) (Hedged) within Legg Mason Brandywine Global Sovereign Credit Fund[~] were renamed Premier Class Euro Accumulating (Hedged) (AH) and Premier Class GBP Accumulating (Hedged) (AH) on Legg Mason Brandywine Global High Yield Fund[~], and Premier Class GBP Accumulating (Hedged) (AH) and Premier Class GBP Distributing (Hedged) (S) (AH) on Legg Mason Brandywine Global Sovereign Credit Fund[~] respectively.

γ Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

φ Effective September 3, 2013 Legg Mason LMHK China Fund ceased trading.

* Effective December 2, 2013 Legg Mason Western Asset Macro Opportunities Bond Fund^{*} commenced trading.

ρ Effective February 12, 2014 Legg Mason Royce European Smaller Companies Fund ceased trading.

ε Effective February 14, 2014 Legg Mason Western Asset UK£ Inflation-Linked Plus Fund^ε ceased trading.

β Effective February 24, 2014 Legg Mason Western Asset UK£ Core Plus Bond Fund^β and Legg Mason Western Asset UK£ Long Duration Fund^β ceased trading.

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

The accompanying notes are an integral part of the Financial Statements

Balance Sheet – (continued)

February 28, 2014	Legg Mason Western Asset Global Credit Absolute Return Fund [^]	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] β	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 [^] ε	Legg Mason Western Asset UK£ Long Duration Fund [^] β	Legg Mason Western Asset Global Credit Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	105.19	-	-	101.75	-	-	112.49
Class A US\$ Distributing (A) (USD)	-	-	-	-	-	-	-
Class A US\$ Distributing (D) (USD)	-	-	108.79	104.05	-	-	106.80
Class A US\$ Distributing (M) (USD)	104.05	-	-	-	-	-	-
Class A US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class A US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class A CHF Accumulating (Hedged) (CHF)	-	-	-	-	-	-	-
Class A Euro Accumulating (Hedged) (EUR)	101.18	-	-	-	-	-	111.87
Class A Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (A) (Hedged) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (D) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (S) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (S) (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) (GBP)	107.51	-	-	-	-	-	-
Class A GBP Distributing (M) (Hedged) Plus (e) (GBP)	-	-	-	-	-	-	-
Class A GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Class A (PF) US\$ Accumulating (USD)	107.68	-	-	-	-	-	-
Class A (PF) US\$ Distributing (M) (USD)	107.46	-	-	-	-	-	-
Class A SGD Accumulating (Hedged) (SGD)	-	-	-	1.01	-	-	-
Class B US\$ Accumulating (USD)	105.69	-	-	-	-	-	-
Class B US\$ Distributing (D) (USD)	-	-	-	-	-	-	-
Class B US\$ Distributing (M) (USD)	105.48	-	-	-	-	-	-
Class B US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class C US\$ Accumulating (USD)	104.02	-	-	-	-	-	-
Class C US\$ Distributing (M) (USD)	104.18	-	-	-	-	-	-
Class C US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class E US\$ Accumulating (USD)	104.18	-	-	-	-	-	-
Class E US\$ Distributing (A) (USD)	-	-	-	-	-	-	-
Class E US\$ Distributing (M) (USD)	105.56	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Class F US\$ Accumulating (USD)	107.19	-	-	-	-	-	-
Class F US\$ Distributing (M) (USD)	105.52	-	-	-	-	-	-
Class F US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class R US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class R GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Class S US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class S Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class X US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (D) (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Class X Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class X Euro Distributing (M) (Hedged) Plus (e) (EUR)	-	-	-	-	-	-	-
Class X Euro Distributing (S) (Hedged) (EUR)	-	-	-	-	-	-	-
Class X GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) (GBP)	100.01	-	-	-	-	-	-
Class X GBP Distributing (M) (Hedged) Plus (e) (GBP)	-	-	-	-	-	-	-
Class X GBP Distributing (S) (Hedged) (GBP)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating (USD)	-	-	120.34	110.35	-	-	109.97
Premier Class US\$ Distributing (M) (USD)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Premier Class US\$ Distributing (S) (USD)	-	-	-	-	-	-	-
Premier Class Euro Accumulating (EUR)	-	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged) (EUR)	107.44	-	-	-	-	-	-
Premier Class Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
Premier Class Euro Distributing (A) (Hedged) (EUR)	-	-	-	-	-	-	-
Premier Class Euro Distributing (M) (Hedged) Plus (e) (EUR)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (GBP)	103.10	-	-	-	-	-	-
Premier Class GBP Distributing (M) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
Premier Class NZD Accumulating (Hedged) (AH) (NZD)	-	-	-	-	-	-	-
Premier Class SGD Accumulating (Hedged) (SGD)	-	-	-	-	-	-	-
Premier (PF) Class US\$ Accumulating (USD)	110.29	-	-	-	-	-	-
Premier (PF) Class US\$ Distributing (M) (USD)	105.64	-	-	-	-	-	-
Premier (PF) Class GBP Accumulating (Hedged) (GBP)	111.31	-	-	-	-	-	-
Premier (PF) Class GBP Distributing (M) (Hedged) (GBP)	107.75	-	-	-	-	-	-
LM Class US\$ Accumulating (USD)	-	-	118.76	-	-	-	121.14
LM Class US\$ Accumulating (Hedged) (AH) (USD)	-	-	-	-	-	-	-
LM Class AUD Accumulating (Hedged) (AUD)	-	-	-	-	-	-	-
LM Class Euro Accumulating (EUR)	-	-	-	-	-	-	-
LM Class Euro Accumulating (Hedged) (EUR)	-	-	118.76	-	-	-	-
LM Class Euro Accumulating (Hedged) (AH) (EUR)	-	-	-	-	-	-	-
LM Class Euro Distributing (Q) (EUR)	-	-	-	-	-	-	-
LM Class GBP Accumulating (Hedged) (GBP)	-	-	-	112.42	-	-	-
LM Class GBP Accumulating (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
LM Class GBP Distributing (S) (Hedged) (AH) (GBP)	-	-	-	-	-	-	-
LM Class JPY Accumulating (Hedged) (JPY)	-	-	11,750.12	-	-	-	-
LM Class JPY Accumulating (Hedged) (AH) (JPY)	-	-	-	-	-	-	-
LM Class NZD Accumulating (Hedged) (AH) (NZD)	-	-	-	-	-	-	-

[^] 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 Euro High Yield Fund [^]	Legg Mason Western Asset Macro Opportunities Bond Fund [^] *	Legg Mason Brandywine Global Fixed Income Fund	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 [^] α	Legg Mason Western Asset Brazil Equity Fund
-	103.09	144.44	107.19	106.25	110.58	-	105.49	-
-	-	-	99.43	-	-	-	-	56.77
-	-	107.03	-	-	115.20	-	103.21	-
-	-	131.50	-	-	-	-	100.81	-
-	101.00	-	-	-	-	-	-	-
-	101.02	96.54	98.93	-	99.32	-	-	-
-	-	138.70	-	-	-	-	-	-
103.74	-	98.26	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	94.96	-	-	-	-	100.90	-
-	-	109.59	-	-	-	-	-	-
-	101.03	-	-	-	-	-	-	-
-	-	-	-	-	-	-	100.70	-
-	-	114.01	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	133.83	-	-	-	-	-	-
-	-	-	99.97	-	-	-	-	-
-	-	131.47	-	-	-	-	-	-
-	-	131.85	97.16	-	105.40	-	-	-
-	-	-	-	-	-	-	-	-
-	-	130.86	-	-	-	-	-	-
-	-	101.48	97.10	-	104.06	-	-	-
-	-	-	101.02	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	103.62	-	-	-	-	-	-
-	-	99.39	-	-	-	-	-	-
-	-	-	-	-	98.76	-	-	-
-	-	97.05	-	-	-	-	-	-
-	-	96.95	-	-	-	-	-	-
-	-	94.09	-	-	-	-	-	-
-	103.32	-	-	-	-	-	-	-
-	103.31	-	-	-	-	-	-	-
-	-	98.84	-	-	-	-	-	-
-	-	-	-	-	-	-	102.48	-
-	-	97.53	-	-	-	-	100.28	-
-	101.04	101.05	-	-	99.37	-	-	-
-	-	94.49	-	-	-	-	100.93	-
-	101.05	-	-	-	-	-	-	-
-	-	-	98.74	-	-	-	-	-
-	-	97.29	-	-	-	-	100.92	-
-	103.23	113.46	97.69	111.88	110.69	108.19	-	-
-	-	-	-	-	100.42	-	-	-
-	-	100.64	-	-	-	-	101.28	-
-	-	113.30	-	-	-	-	-	-
-	-	97.11	106.98	-	-	-	-	-
-	-	112.07	-	110.04	-	-	-	-
-	-	-	94.62	-	-	-	-	-
-	-	-	-	-	-	-	101.12	-
-	-	-	-	110.86	-	107.22	-	-
-	-	-	95.85	-	-	-	-	-
-	-	-	-	-	106.22	-	-	-
-	-	-	-	-	-	99.88	-	-
-	-	103.83	-	-	-	-	-	-
-	-	-	1.00	-	110.52	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	118.40	-	-	-	-	104.77	61.20
-	-	-	115.48	-	99.96	-	-	-
133.97	-	-	105.37	-	-	-	-	-
-	-	120.85	-	-	-	-	-	-
105.22	-	-	-	-	-	-	-	-
-	-	-	-	-	-	99.93	-	-
-	-	-	-	-	-	98.89	-	-
-	-	11,980.85	-	-	-	-	-	-
-	-	-	-	-	122.90	-	-	-

Balance Sheet – (continued)

February 28, 2014	Legg Mason Capital Management Value Fund	Legg Mason Capital Management Growth Fund	Legg Mason Capital Management Opportunity Fund	Legg Mason ClearBridge Global Equity Fund ^μ	Legg Mason ClearBridge US Appreciation Fund	Legg Mason ClearBridge US Fundamental Value Fund	Legg Mason ClearBridge US Large Cap Growth Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	84.98	93.39	176.18	108.18	141.44	117.52	157.68
Class A US\$ Distributing (A) (USD)	161.46	116.06	336.50	122.30	141.33	116.94	157.73
Class A US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class A AUD Accumulating (Hedged) (AUD)	-	-	-	-	-	-	-
Class A Euro Accumulating (EUR)	78.14	100.08	-	-	150.09	130.66	184.03
Class A Euro Accumulating (Hedged) (EUR)	-	-	101.63	-	-	-	-
Class A Euro Distributing (A) (EUR)	-	-	-	-	-	-	-
Class A Euro Distributing (M) (Hedged) Plus (e) (EUR)	-	-	-	-	-	-	-
Class A GBP Accumulating (Hedged) (GBP)	-	-	-	-	-	-	-
Class A GBP Distributing (A) (GBP)	-	-	-	-	-	-	-
Class A SEK Accumulating (Hedged) (SEK)	-	-	130.70	-	-	-	-
Class A SGD Accumulating (SGD)	0.67	-	-	-	-	-	-
Class A SGD Accumulating (Hedged) (SGD)	1.41	-	-	-	-	-	-
Class B US\$ Accumulating (USD)	-	88.97	-	107.05	133.42	121.23	150.12
Class B US\$ Distributing (A) (USD)	153.62	110.31	-	-	136.66	113.56	152.40
Class C US\$ Accumulating (USD)	89.55	79.52	-	108.43	133.47	121.26	150.16
Class C US\$ Distributing (A) (USD)	152.42	109.42	-	119.65	136.66	113.58	152.43
Class E US\$ Accumulating (USD)	-	-	-	-	158.33	-	-
Class E US\$ Distributing (A) (USD)	-	-	-	-	158.41	-	-
Class E Euro Accumulating (EUR)	-	-	-	-	-	-	-
Class E Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class F US\$ Accumulating (USD)	159.84	-	-	-	126.07	-	-
Class F US\$ Distributing (A) (USD)	169.21	-	-	-	171.03	-	-
Class R US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class R Euro Accumulating (EUR)	-	-	-	-	-	-	-
Class X US\$ Accumulating (USD)	-	-	-	-	-	-	-
Class X US\$ Distributing (A) (USD)	112.00	-	-	-	110.47	-	-
Class X US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Class X Euro Accumulating (EUR)	-	-	-	-	108.74	-	-
Class X Euro Accumulating (Hedged) (EUR)	-	-	-	-	-	-	-
Class X GBP Accumulating (GBP)	-	-	142.26	-	-	-	-
Class X GBP Distributing (A) (GBP)	-	-	-	-	-	-	-
Premier Class US\$ Accumulating (USD)	140.43	-	174.88	-	168.07	-	-
Premier Class US\$ Distributing (A) (USD)	-	-	-	-	206.57	-	-
Premier Class US\$ Distributing (M) Plus (e) (USD)	-	-	-	-	-	-	-
Premier Class Euro Accumulating (EUR)	-	-	-	-	152.58	-	-
Premier Class Euro Distributing (A) (EUR)	-	-	-	-	-	-	-
Premier Class GBP Accumulating (GBP)	-	-	-	-	-	-	-
Premier Class GBP Distributing (A) (GBP)	-	-	197.88	-	-	-	-
LM Class US\$ Accumulating (USD)	173.38	-	-	-	165.83	-	-
LM Class Euro Accumulating (EUR)	167.58	-	-	-	167.11	-	-
LM Class JPY Accumulating (JPY)	20,488.32	-	-	-	20,508.07	-	-
Class A (G) US\$ Accumulating (USD)	-	-	-	-	144.09	119.93	160.25
Class B (G) US\$ Accumulating (USD)	-	-	-	-	139.22	115.87	154.83
Class L (G) US\$ Accumulating (USD)	-	-	-	-	139.25	115.88	154.85
Class GA US\$ Accumulating (USD)	-	-	-	-	146.72	165.81	192.53
Class GA Euro Accumulating (EUR)	-	-	-	-	152.70	150.97	177.93
Class GA Euro Distributing (A) (EUR)	-	-	-	-	152.38	152.58	178.62
Class GE US\$ Accumulating (USD)	-	-	-	-	143.76	161.52	-
Class GE US\$ Distributing (A) (USD)	-	-	-	-	-	-	187.54
Class GE Euro Accumulating (EUR)	-	-	-	-	149.32	148.93	173.39
Class GP US\$ Accumulating (USD)	-	-	-	-	152.52	-	-
Galleon Class (USD)	106.72	-	-	-	-	-	-

February 28, 2014	Legg Mason Permal Global Absolute Fund	Legg Mason Batterymarch European Equity Fund	Legg Mason Batterymarch Asia Pacific Equity Fund	Legg Mason Batterymarch International Large Cap Fund	Legg Mason Batterymarch Emerging Markets Equity Fund	Legg Mason Batterymarch Global Equity Fund	Legg Mason Congruix Japan Equity Fund
Net Asset Value Per Share:							
Class A US\$ Accumulating (USD)	106.87	89.53	110.94	85.71	70.67	128.91	-
Class A US\$ Distributing (A) (USD)	106.79	194.98	212.37	79.00	77.86	127.35	-
Class A Euro Accumulating (EUR)	-	141.34	81.56	-	89.41	-	-
Class A Euro Accumulating (Hedged) (EUR)	102.01	-	-	-	-	-	-
Class A Euro Distributing (A) (EUR)	-	143.93	-	-	-	-	-
Class A Euro Distributing (A) (Hedged) (EUR)	106.07	-	-	-	-	-	-
Class A GBP Accumulating (Hedged) (GBP)	107.71	-	-	-	-	-	-
Class A GBP Distributing (A) (GBP)	-	-	-	-	80.47	-	-
Class A SGD Accumulating (Hedged) (SGD)	1.03	-	-	-	-	-	-
Class B US\$ Accumulating (USD)	104.69	85.94	79.50	80.93	76.81	-	-
Class B US\$ Distributing (A) (USD)	-	193.84	206.02	78.41	76.51	-	-
Class C US\$ Accumulating (USD)	104.58	87.80	79.48	80.94	76.84	-	-
Class C US\$ Distributing (A) (USD)	104.37	192.60	204.91	78.40	76.48	-	-
Class E US\$ Accumulating (USD)	103.43	-	111.53	-	88.21	-	-
Class E US\$ Distributing (A) (USD)	103.59	-	112.15	-	-	-	-
Class F US\$ Accumulating (USD)	107.83	-	94.92	-	93.32	-	-
Class F US\$ Distributing (A) (USD)	109.35	-	92.91	-	96.19	-	-
Premier Class Euro Accumulating (EUR)	-	-	-	-	94.19	-	-
LM Class US\$ Accumulating (USD)	-	141.05	-	-	-	-	-
LM Class Euro Accumulating (EUR)	-	143.08	-	-	-	-	-
LM Class JPY Accumulating (JPY)	-	17,560.76	-	-	-	-	-
Class A (G) US\$ Accumulating (USD)	-	90.54	-	86.37	-	-	-
Class B (G) US\$ Accumulating (USD)	-	87.41	-	83.45	-	-	-
Class L (G) US\$ Accumulating (USD)	-	87.75	-	83.45	-	-	-
Class GA US\$ Accumulating (USD)	-	154.77	111.15	-	-	130.49	-
Class GA Euro Accumulating (EUR)	-	142.73	102.39	-	-	135.52	-
Class GA Euro Distributing (A) (EUR)	-	137.11	101.86	-	-	134.57	-
Class GE US\$ Accumulating (USD)	-	150.82	108.27	-	-	127.86	-
Class GE Euro Accumulating (EUR)	-	-	99.71	-	-	132.72	-
Class GP US\$ Accumulating (USD)	-	-	115.63	-	-	-	-

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

The accompanying notes are an integral part of the Financial Statements

Profit and Loss Account

	Legg Mason Western Asset US Money Market Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Core Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US High Yield Fund for the six months ended August 31, 2014 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest (Note 1)	\$ 1,040	\$ 398	\$ 3,160	€ 669	\$ 630	\$ 36,196	\$ 23,477
Interest (Note 1)	-	1	10	-	-	11	109
Equalisation (Note 1)	-	-	-	-	-	(6)	(2)
Other income	-	-	82	-	99	2,178	-
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	7	208	1,358	576	81	(12,918)	66
Net unrealised gain/(loss) on financial instruments held for trading	-	333	3,009	2,321	227	34,856	(2,475)
Total Investment Income/(Loss)	1,047	940	7,619	3,566	1,037	60,317	21,175
EXPENSES:							
Investment management fees (Note 3)	3,404	98	446	113	190	4,433	3,091
Administrator and custodian fees (Note 3)	479	9	71	23	13	621	316
Shareholder service fees (Note 3)	-	9	20	5	13	409	280
Legal fees	6	-	1	-	-	8	5
Audit fees	29	19	23	15	22	39	36
Printing fees	51	1	8	2	2	65	33
Interest expense	-	-	-	19	49	1,870	576
Directors' fees and expenses (Note 3)	5	-	-	-	-	6	3
Transaction costs	-	1	14	1	1	29	8
Other expenses	222	6	36	11	8	352	136
Total Expenses	4,196	143	619	189	298	7,832	4,484
Expense waivers and reimbursements/recoupment (Note 3)	(3,321)	(2)	(2)	(12)	(2)	(25)	-
Total Net Expenses	875	141	617	177	296	7,807	4,484
Net Profit/(Loss) before finance costs	172	799	7,002	3,389	741	52,510	16,691
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(162)	(112)	(246)	(37)	(349)	(11,384)	(10,032)
Profit/(Loss) for the financial period	10	687	6,756	3,352	392	41,126	6,659
Withholding taxes on dividends and other taxation	-	(1)	(5)	2	(3)	(151)	(16)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 10	\$ 686	\$ 6,751	€ 3,354	\$ 389	\$ 40,975	\$ 6,643

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 Royce Global Smaller Companies Fund, Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason Permal Global Absolute Fund[^] which have discontinued operations. There were no other gains or losses other than those dealt with in the Profit and Loss Account.

The Euro figures for Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund[^] and Legg Mason Batterymarch Managed Volatility European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2014, using the USD/EUR rate of 0.7345.

^α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

^μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund[^] commenced trading.

^ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason Permal Global Absolute Fund[^] ceased trading.

Please see page 6 for details of fund name changes.

Legg Mason Western Asset Emerging Markets Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund ^A for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global High Yield Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Inflation Management Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Brazil Bond Fund for the six months ended August 31, 2014 (in 000's)
\$ 5,138	\$ 2,972	\$ 26,142	\$ 203	\$ 45	\$ 219	\$ 15,180	\$ 1,082	\$ 313
1	-	3	-	-	-	994	-	-
(2)	(1)	(24)	-	-	-	-	-	-
226	-	318	-	-	-	-	-	-
(2,763)	(547)	9,337	(2)	(44)	(255)	1,379	(651)	(142)
9,280	3,605	(5,623)	6	105	459	28,055	(180)	640
11,880	6,029	30,153	207	106	423	45,608	251	811
1,042	125	3,973	178	92	75	2,400	199	-
78	46	344	14	7	5	268	29	3
68	1	356	16	7	8	220	14	-
1	1	6	-	-	-	4	1	1
31	18	34	23	20	22	32	12	14
9	4	38	1	1	-	28	4	1
-	-	751	-	-	-	1,247	65	-
1	-	3	-	-	-	2	-	-
-	-	9	-	-	3	5	1	-
43	22	192	7	4	4	161	17	4
1,273	217	5,706	239	131	117	4,367	342	23
(7)	-	(4)	(13)	(12)	(24)	(30)	-	-
1,266	217	5,702	226	119	93	4,337	342	23
10,614	5,812	24,451	(19)	(13)	330	41,271	(91)	788
(1,706)	(1,716)	(13,682)	(2)	-	-	(4,731)	(503)	-
8,908	4,096	10,769	(21)	(13)	330	36,540	(594)	788
(3)	1	(17)	-	-	-	(666)	-	-
\$ 8,905	\$ 4,097	\$ 10,752	\$ (21)	\$ (13)	\$ 330	\$ 35,874	\$ (594)	\$ 788

Profit and Loss Account – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Credit Fund for the six months ended August 31, 2014 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest (Note 1)	\$ 2,470	£ –	\$ 892	\$ 88	£ –	£ –	\$ 1,903
Interest (Note 1)	880	–	–	–	–	–	–
Equalisation (Note 1)	–	–	–	–	–	–	–
Other income	–	–	17	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	(1,420)	–	3,554	236	–	–	612
Net unrealised gain/(loss) on financial instruments held for trading	494	–	(1,668)	161	–	–	1,445
Total Investment Income/(Loss)	2,424	–	2,795	485	–	–	3,960
EXPENSES:							
Investment management fees (Note 3)	500	–	60	14	–	–	24
Administrator and custodian fees (Note 3)	44	–	23	4	–	–	42
Shareholder service fees (Note 3)	7	–	–	–	–	–	3
Legal fees	1	–	–	–	–	–	1
Audit fees	23	–	20	23	–	–	13
Printing fees	5	–	3	–	–	–	4
Interest expense	1,156	–	1	–	–	–	96
Directors' fees and expenses (Note 3)	–	–	–	–	–	–	–
Transaction costs	99	–	20	1	–	–	2
Other expenses	22	–	17	5	–	–	21
Total Expenses	1,857	–	144	47	–	–	206
Expense waivers and reimbursements/recoupment (Note 3)	–	–	(4)	(19)	–	–	–
Total Net Expenses	1,857	–	140	28	–	–	206
Net Profit/(Loss) before finance costs	567	–	2,655	457	–	–	3,754
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(1,184)	–	–	–	–	–	(32)
Profit/(Loss) for the financial period	(617)	–	2,655	457	–	–	3,722
Withholding taxes on dividends and other taxation	(24)	–	4	–	–	–	(3)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ (641)	£ –	\$ 2,659	\$ 457	£ –	£ –	\$ 3,719

[^] 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 Euro High Yield Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Credit Opportunities Fund [^] for the six months ended August 31, 2014 (in 000's)
€	2,796	\$ 28,539	\$ 20,778	\$ 17,042	\$ 633	\$ 4,718	\$ 33,484	\$ 530	\$ 10
	-	2,318	5	-	9	-	-	-	4
	-	145	516	-	-	-	358	-	-
	-	-	-	-	-	-	-	-	-
	101	(27,621)	5,325	5,869	569	7,423	26,717	177	79
	178	9,854	38,524	29,246	(657)	8,034	85,088	(177)	(77)
	3,075	13,235	65,148	52,157	554	20,175	145,647	530	16
	-	5,301	5,665	2,642	84	428	761	59	6
	36	494	530	376	9	91	493	8	-
	-	130	519	78	2	37	-	10	-
	1	10	8	7	-	2	10	-	-
	13	19	50	27	25	33	22	20	8
	3	-	55	39	1	10	-	1	-
	-	823	-	-	-	3	-	40	-
	-	3	4	3	-	-	3	-	-
	-	1,348	-	12	-	-	-	-	-
	16	88	292	148	5	48	22	5	-
	69	8,216	7,123	3,332	126	652	1,311	143	14
	-	-	(3)	-	(19)	(5)	-	(14)	(4)
	69	8,216	7,120	3,332	107	647	1,311	129	10
	3,006	5,019	58,028	48,825	447	19,528	144,336	401	6
	(302)	(86)	(2,973)	(2,314)	-	(464)	(6,882)	(360)	-
	2,704	4,933	55,055	46,511	447	19,064	137,454	41	6
	-	(792)	(296)	(566)	1	(118)	(1,850)	(6)	-
€	2,704	\$ 4,141	\$ 54,759	\$ 45,945	\$ 448	\$ 18,946	\$ 135,604	\$ 35	\$ 6

Profit and Loss Account – (continued)

	Legg Mason Western Asset Brazil Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Value Fund# for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Growth Fund# for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Global Equity Fund^ for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Appreciation Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund for the six months ended August 31, 2014 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest (Note 1)	\$ 80	\$ 2,375	\$ 37	\$ 76	\$ 3,544	\$ 1,042	\$ 723
Interest (Note 1)	–	4	–	–	6	–	–
Equalisation (Note 1)	–	–	–	–	–	–	–
Other income	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	(145)	16,932	285	91	18,481	6,913	2,490
Net unrealised gain/(loss) on financial instruments held for trading	808	9,594	(19)	(155)	3,903	(593)	4,040
Total Investment Income/(Loss)	743	28,905	303	12	25,934	7,362	7,253
EXPENSES:							
Investment management fees (Note 3)	–	1,549	46	28	2,277	665	794
Administrator and custodian fees (Note 3)	2	127	3	2	153	40	45
Shareholder service fees (Note 3)	–	282	12	7	478	42	147
Legal fees	–	2	–	–	3	1	1
Audit fees	11	17	14	15	22	17	17
Printing fees	–	14	–	–	17	4	5
Interest expense	–	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	1	–	–	1	–	–
Transaction costs	4	78	1	6	32	20	13
Other expenses	2	57	1	2	83	17	15
Total Expenses	19	2,127	77	60	3,066	806	1,037
Expense waivers and reimbursements/recoupment (Note 3)	–	–	(5)	(14)	(5)	(3)	(8)
Total Net Expenses	19	2,127	72	46	3,061	803	1,029
Net Profit/(Loss) before finance costs	724	26,778	231	(34)	22,873	6,559	6,224
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(1)	–	–	(7)	(30)	(11)	–
Profit/(Loss) for the financial period	723	26,778	231	(41)	22,843	6,548	6,224
Withholding taxes on dividends and other taxation	(6)	(676)	(11)	(10)	(997)	(232)	(198)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 717	\$ 26,102	\$ 220	\$ (51)	\$ 21,846	\$ 6,316	\$ 6,026

^ 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 Aggressive Growth Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Equity Income Fund ^α for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund ^α for the six months ended August 31, 2014 (in 000's)	Legg Mason Opportunity Fund ^α for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce US Smaller Companies Fund ^α for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund II ^α for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce European Smaller Companies Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce Global Smaller Companies Fund ^α for the six months ended August 31, 2014 (in 000's)
\$ 10,710	\$ 50	\$ 213	\$ 1,938	\$ 5,110	\$ 2,732	\$ 210	€ -	\$ 3
-	-	-	-	-	2	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
15,757	584	(67)	20,606	76,751	42,281	2,373	-	398
232,675	(300)	626	(14,759)	(91,094)	(30,492)	(1,633)	-	(454)
259,142	334	772	7,785	(9,233)	14,523	950	-	(53)
12,944	10	41	1,200	8,947	2,961	265	-	-
1,090	2	4	110	602	198	15	-	-
2,275	2	7	193	1,809	553	62	-	-
22	-	-	2	12	3	-	-	-
29	14	15	16	27	22	14	-	1
114	-	-	12	66	21	-	-	-
-	-	-	13	-	-	-	-	-
7	-	-	1	4	2	-	-	-
475	2	12	307	1,330	245	18	-	7
428	14	19	47	265	103	2	-	-
17,384	44	98	1,901	13,062	4,108	376	-	8
(3)	(12)	(23)	-	(2)	(1)	-	-	-
17,381	32	75	1,901	13,060	4,107	376	-	8
241,761	302	697	5,884	(22,293)	10,416	574	-	(61)
-	(17)	(28)	(69)	-	-	-	-	-
241,761	285	669	5,815	(22,293)	10,416	574	-	(61)
(2,678)	(14)	(53)	(785)	(1,427)	(731)	(55)	-	-
\$ 239,083	\$ 271	\$ 616	\$ 5,030	\$ (23,720)	\$ 9,685	\$ 519	€ -	\$ (61)

Profit and Loss Account – (continued)

	Legg Mason PCM US Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Permal Global Absolute Fund [^] € for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Managed Volatility European Equity Fund# for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Asia Ex Japan Equity Fund# for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March International Large Cap Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Emerging Markets Equity Fund for the six months ended August 31, 2014 (in 000's)
INVESTMENT INCOME:						
Gross dividend income and bond interest (Note 1)	\$ –	\$ 178	€ 2,057	\$ 1,188	\$ 421	\$ 171
Interest (Note 1)	–	–	1	12	–	–
Equalisation (Note 1)	–	–	–	–	–	–
Other income	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:						
Net realised gain/(loss) on financial instruments held for trading	–	324	2,940	4,474	212	991
Net unrealised gain/(loss) on financial instruments held for trading	–	(514)	(883)	284	248	(70)
Total Investment Income/(Loss)	–	(12)	4,115	5,958	881	1,092
EXPENSES:						
Investment management fees (Note 3)	–	120	389	416	109	68
Administrator and custodian fees (Note 3)	–	7	25	22	6	4
Shareholder service fees (Note 3)	–	30	30	64	12	13
Legal fees	–	–	–	–	–	–
Audit fees	–	11	13	19	14	17
Printing fees	–	1	3	2	1	–
Interest expense	–	–	5	2	–	–
Directors' fees and expenses (Note 3)	–	–	–	–	–	–
Transaction costs	–	7	23	126	5	37
Other expenses	–	2	13	10	1	8
Total Expenses	–	178	501	661	148	147
Expense waivers and reimbursements/recoupment (Note 3)	–	(11)	(1)	(2)	(7)	(14)
Total Net Expenses	–	167	500	659	141	133
Net Profit/(Loss) before finance costs	–	(179)	3,615	5,299	740	959
FINANCE COSTS:						
Distributions to holders of redeemable participating shares (Note 4)	–	–	(88)	(64)	(35)	(3)
Profit/(Loss) for the financial period	–	(179)	3,527	5,235	705	956
Withholding taxes on dividends and other taxation	–	(74)	(309)	(107)	(56)	(20)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ –	\$ (253)	€ 3,218	\$ 5,128	\$ 649	\$ 936

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

The accompanying notes are an integral part of the Financial Statements

Legg Mason Batterymarch Global Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Congruix Japan Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason LMHK China Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Global Funds plc for the six months ended August 31, 2014 (in 000's)
\$ 245	¥ -	\$ -	\$ 265,846
-	-	-	4,370
-	-	-	984
-	-	-	-
402	-	-	231,302
247	-	-	357,186
894	-	-	859,688
101	-	-	68,515
6	-	-	6,969
5	-	-	8,248
-	-	-	120
12	-	-	1,037
-	-	-	632
-	-	-	6,725
-	-	-	49
4	-	-	4,315
5	-	-	3,022
133	-	-	99,632
-	-	-	(3,638)
133	-	-	95,994
761	-	-	763,694
-	-	-	(56,846)
761	-	-	706,848
(41)	-	-	(13,100)
\$ 720	¥ -	\$ -	\$ 693,748

Profit and Loss Account – (continued)

	Legg Mason Western Asset US Money Market Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset US Core Bond Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset US High Yield Fund for the year ended February 28, 2014 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest	\$ 2,198	\$ 796	\$ 6,344	€ 1,858	\$ 1,331	\$ 77,502	\$ 43,356
Interest	1	1	37	28	–	–	197
Equalisation	–	–	–	–	–	(1)	(2)
Other income	–	–	147	–	413	7,204	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	26	(216)	193	2,514	(30)	65,188	14,524
Net unrealised (loss)/gain on financial instruments held for trading	–	(377)	(4,076)	(1,929)	(999)	(71,111)	(3,047)
Total Investment Income/(Loss)	2,225	204	2,645	2,471	715	78,782	55,028
EXPENSES:							
Investment management fees (Note 3)	6,739	251	858	301	454	12,721	4,514
Administrator and custodian fees (Note 3)	985	23	159	68	32	1,455	575
Shareholder service fees (Note 3)	–	27	31	8	33	1,283	413
Legal fees	22	1	4	2	1	34	12
Audit fees	49	46	55	31	48	93	63
Printing fees	107	3	17	7	3	156	62
Interest expense	–	1	43	24	142	4,915	991
Directors' fees and expenses (Note 3)	9	–	2	1	–	14	5
Transaction costs	–	4	28	2	3	104	9
Other expenses	500	11	82	35	17	734	255
Total Expenses	8,411	367	1,279	479	733	21,509	6,899
Expense waivers and reimbursements/recoupment (Note 3)	(6,544)	(10)	(11)	(30)	(4)	(31)	(4)
Total Net Expenses	1,867	357	1,268	449	729	21,478	6,895
Net Profit/(Loss) before finance costs	358	(153)	1,377	2,022	(14)	57,304	48,133
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(328)	(189)	(513)	(63)	(821)	(29,046)	(21,010)
Profit/(Loss) for the financial year	30	(342)	864	1,959	(835)	28,258	27,123
Withholding taxes on dividends and other taxation	–	–	(6)	4	9	(275)	(76)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 30	\$ (342)	\$ 858	€ 1,963	\$ (826)	\$ 27,983	\$ 27,047

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 UK£ Core Plus Bond Fund[^], Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^], Legg Mason Western Asset UK£ Long Duration Fund[^], Legg Mason Royce European Smaller Companies Fund, Legg Mason PCM US Equity Fund and Legg Mason LMHK China Fund which have discontinued operations. There were no other gains or losses other than those dealt with in the Profit and Loss Account.

The Euro figures for Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund[^], Legg Mason Royce European Smaller Companies Fund and Legg Mason Batterymarch European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the year ended February 28, 2014, using the USD/EUR rate of 0.7500.

The British Pound figures for Legg Mason Western Asset UK£ Core Plus Bond Fund[^], Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the year ended February 28, 2014, using the USD/GBP rate of 0.6333.

^μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund[^].

^α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund[^], Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason ClearBridge Tactical Dividend Income Fund[^] commenced trading.

^γ Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

^φ Effective September 3, 2013 Legg Mason LMHK China Fund ceased trading.

^{*} Effective December 2, 2013 Legg Mason Western Asset Macro Opportunities Bond Fund[^] commenced trading.

^ρ Effective February 12, 2014 Legg Mason Royce European Smaller Companies Fund ceased trading.

^ε Effective February 14, 2014 Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] ceased trading.

^β Effective February 24, 2014 Legg Mason Western Asset UK£ Core Plus Bond Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] ceased trading.

Legg Mason Western Asset Emerging Markets Bond Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund ^A for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Global High Yield Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Inflation Management Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Brazil Bond Fund for the year ended February 28, 2014 (in 000's)
\$ 12,211	\$ 5,961	\$ 63,561	\$ 446	\$ 106	\$ 239	\$ 38,182	\$ 2,787	\$ 595
-	-	-	-	-	-	956	-	-
-	-	(8)	-	-	(15)	456	-	-
550	-	589	-	-	-	-	-	-
(627)	44	10,015	(74)	(78)	(197)	(18,118)	6,357	(244)
(19,641)	(5,226)	(19,805)	(149)	154	(1,500)	(75,959)	(4,590)	(1,350)
(7,507)	779	54,352	223	182	(1,473)	(54,483)	4,554	(999)
2,770	243	9,382	307	198	247	7,243	477	-
199	100	836	24	15	16	773	76	5
202	2	862	21	14	25	703	32	-
5	2	18	1	-	-	18	2	-
47	49	69	45	40	44	71	29	30
21	11	90	3	2	2	83	8	1
-	-	1,477	-	-	-	2,317	158	-
2	1	8	-	-	-	8	1	-
-	-	4	1	-	6	2	3	-
97	10	357	11	8	8	378	46	4
3,343	418	13,103	413	277	348	11,596	832	40
(12)	-	(4)	(23)	(22)	(46)	(58)	-	-
3,331	418	13,099	390	255	302	11,538	832	40
(10,838)	361	41,253	(167)	(73)	(1,775)	(66,021)	3,722	(1,039)
(3,494)	(3,592)	(28,041)	(36)	-	(1)	(5,848)	(1,416)	(4)
(14,332)	(3,231)	13,212	(203)	(73)	(1,776)	(71,869)	2,306	(1,043)
(7)	(4)	(66)	-	-	-	(3,390)	-	-
\$ (14,339)	\$ (3,235)	\$ 13,146	\$ (203)	\$ (73)	\$ (1,776)	\$ (75,259)	\$ 2,306	\$ (1,043)

Profit and Loss Account – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] β for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] ε for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] β for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Global Credit Fund for the year ended February 28, 2014 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest	\$ 5,897	£ 2,058	\$ 3,343	\$ 444	£ 402	£ 2,769	\$ 4,033
Interest	1,708	–	–	–	–	19	–
Equalisation	–	–	–	–	–	–	–
Other income	–	–	89	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	5,512	3,426	214	2,248	1,460	4,424	563
Net unrealised (loss)/gain on financial instruments held for trading	1,088	(4,558)	(902)	(4,089)	(2,267)	(5,063)	(2,399)
Total Investment Income/(Loss)	14,205	926	2,744	(1,397)	(405)	2,149	2,197
EXPENSES:							
Investment management fees (Note 3)	1,259	–	239	104	–	–	149
Administrator and custodian fees (Note 3)	128	54	94	31	19	70	96
Shareholder service fees (Note 3)	13	–	–	1	–	–	21
Legal fees	3	1	2	1	1	2	2
Audit fees	47	8	49	50	11	15	30
Printing fees	13	5	8	4	2	6	10
Interest expense	2,045	108	–	–	–	54	271
Directors' fees and expenses (Note 3)	1	1	1	1	–	1	1
Transaction costs	120	1	58	2	1	1	5
Other expenses	54	13	35	23	6	16	43
Total Expenses	3,683	191	486	217	40	165	628
Expense waivers and reimbursements/recoupment (Note 3)	–	–	(6)	(40)	(7)	(1)	–
Total Net Expenses	3,683	191	480	177	33	164	628
Net Profit/(Loss) before finance costs	10,522	735	2,264	(1,574)	(438)	1,985	1,569
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(2,294)	–	(95)	–	–	–	(225)
Profit/(Loss) for the financial year	8,228	735	2,169	(1,574)	(438)	1,985	1,344
Withholding taxes on dividends and other taxation	(11)	–	(1)	–	–	–	(1)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 8,217	£ 735	\$ 2,168	\$ (1,574)	£ (438)	£ 1,985	\$ 1,343

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

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	Legg Mason Western Asset Euro High Yield Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] * for the year ended February 28, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason Western Asset Brazil Equity Fund for the year ended February 28, 2014 (in 000's)
€	5,752	\$ 1,684	\$ 49,049	\$ 19,566	\$ 1,170	\$ 9,225	\$ 38,939	\$ 294	\$ 125
	13	300	-	-	33	-	-	2	-
	-	-	(457)	392	-	-	(4)	-	-
	-	-	-	-	-	-	-	-	-
	(1,298)	4,691	22,129	(9,359)	262	1,787	4,090	(19)	(1,056)
	3,309	5,595	(57,847)	(24,723)	881	(7,104)	(36,735)	211	(156)
	7,776	12,270	12,874	(14,124)	2,346	3,908	6,290	488	(1,087)
	-	298	15,756	3,994	145	1,315	1,734	12	-
	71	44	1,481	522	16	215	653	4	3
	-	-	1,522	174	2	106	-	2	-
	2	1	33	11	-	5	13	-	-
	28	29	91	26	36	63	30	42	23
	6	3	160	55	-	22	-	1	-
	-	25	-	-	-	-	-	27	-
	1	-	14	5	-	2	6	-	-
	-	270	-	35	-	-	-	1	7
	29	10	649	53	1	84	14	1	2
	137	680	19,706	4,875	200	1,812	2,450	90	35
	-	(14)	(19)	-	(19)	(8)	-	(12)	-
	137	666	19,687	4,875	181	1,804	2,450	78	35
	7,639	11,604	(6,813)	(18,999)	2,165	2,104	3,840	410	(1,122)
	(1,376)	-	(7,669)	(522)	-	(1,536)	(9,582)	(72)	-
	6,263	11,604	(14,482)	(19,521)	2,165	568	(5,742)	338	(1,122)
	-	(33)	(194)	(361)	(3)	(89)	(840)	-	(10)
€	6,263	\$ 11,571	\$ (14,676)	\$ (19,882)	\$ 2,162	\$ 479	\$ (6,582)	\$ 338	\$ (1,132)

Profit and Loss Account – (continued)

	Legg Mason Capital Management Value Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Capital Management Growth Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Capital Management Opportunity Fund for the year ended February 28, 2014 (in 000's)	Legg Mason ClearBridge Global Equity Fund [^] for the year ended February 28, 2014 (in 000's)	Legg Mason ClearBridge US Appreciation Fund for the year ended February 28, 2014 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund for the year ended February 28, 2014 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund for the year ended February 28, 2014 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest	\$ 4,609	\$ 736	\$ 2,136	\$ 54	\$ 7,936	\$ 2,660	\$ 1,055
Interest	–	–	–	–	–	–	–
Equalisation	–	–	38	1	3	–	–
Other income	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	32,653	24,552	12,726	376	40,434	8,667	4,073
Net unrealised (loss)/gain on financial instruments held for trading	34,585	(7,880)	52,772	235	32,369	8,361	16,149
Total Investment Income/(Loss)	71,847	17,408	67,672	666	80,742	19,688	21,277
EXPENSES:							
Investment management fees (Note 3)	2,665	437	1,374	34	4,457	1,381	1,209
Administrator and custodian fees (Note 3)	239	57	143	2	360	88	70
Shareholder service fees (Note 3)	493	27	185	8	849	81	199
Legal fees	5	1	3	–	7	2	1
Audit fees	38	30	28	29	44	34	35
Printing fees	25	6	16	–	39	9	7
Interest expense	–	–	39	–	–	–	–
Directors' fees and expenses (Note 3)	2	–	1	–	3	1	1
Transaction costs	227	32	323	10	99	30	27
Other expenses	95	28	48	10	158	48	28
Total Expenses	3,789	618	2,160	93	6,016	1,674	1,577
Expense waivers and reimbursements/recoupment (Note 3)	(1)	(2)	(1)	(37)	(11)	(8)	(17)
Total Net Expenses	3,788	616	2,159	56	6,005	1,666	1,560
Net Profit/(Loss) before finance costs	68,059	16,792	65,513	610	74,737	18,022	19,717
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	–	–	(4)	(9)	(22)	(3)	–
Profit/(Loss) for the financial year	68,059	16,792	65,509	601	74,715	18,019	19,717
Withholding taxes on dividends and other taxation	(1,239)	(183)	(363)	(10)	(2,236)	(588)	(297)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 66,820	\$ 16,609	\$ 65,146	\$ 591	\$ 72,479	\$ 17,431	\$ 19,420

[^] 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 Aggressive Growth Fund for the year ended February 28, 2014 (in 000's)	Legg Mason ClearBridge US Equity Income Fund ^α for the year ended February 28, 2014 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund ^α for the year ended February 28, 2014 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund II ^α for the year ended February 28, 2014 (in 000's)	Legg Mason Royce European Smaller Companies Fund P for the year ended February 28, 2014 (in 000's)	Legg Mason Royce Global Smaller Companies Fund for the year ended February 28, 2014 (in 000's)	Legg Mason PCM US Equity Fund ^γ for the year ended February 28, 2014 (in 000's)
\$ 10,535	\$ 64	\$ 142	\$ 5,850	\$ 5,157	\$ 625	€ 65	\$ 116	\$ 156
-	-	-	-	-	-	-	-	-
41	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
4,482	10	(8)	58,153	38,927	11,311	575	408	2,508
350,430	298	251	187,646	69,382	(1,186)	(298)	(207)	(629)
365,488	372	385	251,649	113,466	10,750	342	317	2,035
11,741	8	9	11,042	6,391	950	1	19	136
972	2	2	745	438	56	2	4	6
2,066	2	2	2,268	1,249	221	1	2	27
20	-	-	14	10	2	-	-	-
40	30	31	47	41	29	10	37	18
107	-	-	80	47	-	-	1	1
-	-	-	-	-	-	-	-	-
9	-	-	7	4	1	-	-	-
704	2	4	2,589	827	239	12	25	31
353	-	-	283	233	3	22	33	11
16,012	44	48	17,075	9,240	1,501	48	121	230
(19)	(9)	(8)	(19)	(19)	-	(30)	(35)	-
15,993	35	40	17,056	9,221	1,501	18	86	230
349,495	337	345	234,593	104,245	9,249	324	231	1,805
(3)	(9)	(13)	-	(55)	-	(1)	-	-
349,492	328	332	234,593	104,190	9,249	323	231	1,805
(2,710)	(16)	(32)	(1,637)	(1,257)	(154)	(16)	(24)	(32)
\$ 346,782	\$ 312	\$ 300	\$ 232,956	\$ 102,933	\$ 9,095	€ 307	\$ 207	\$ 1,773

Profit and Loss Account – (continued)

	Legg Mason Permal Global Absolute Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Batterymarch European Equity Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Batterymarch Asia Pacific Equity Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Batterymarch International Large Cap Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund for the year ended February 28, 2014 (in 000's)	Legg Mason Batterymarch Global Equity Fund for the year ended February 28, 2014 (in 000's)
INVESTMENT INCOME:						
Gross dividend income and bond interest	\$ 515	€ 2,708	\$ 1,627	\$ 563	\$ 309	\$ 424
Interest	–	–	–	–	–	–
Equalisation	–	5	(40)	2	(2)	–
Other income	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:						
Net realised gain/(loss) on financial instruments held for trading	1,397	1,456	3,946	185	(1,018)	2,796
Net unrealised (loss)/gain on financial instruments held for trading	(311)	7,378	(5,212)	1,227	(365)	121
Total Investment Income/(Loss)	1,601	11,547	321	1,977	(1,076)	3,341
EXPENSES:						
Investment management fees (Note 3)	370	697	980	196	153	281
Administrator and custodian fees (Note 3)	26	49	52	11	9	17
Shareholder service fees (Note 3)	91	35	157	18	30	29
Legal fees	1	1	1	–	–	1
Audit fees	29	26	42	31	39	30
Printing fees	3	6	6	1	1	2
Interest expense	8	–	4	–	–	–
Directors' fees and expenses (Note 3)	–	1	–	–	–	–
Transaction costs	19	13	484	5	78	67
Other expenses	38	23	38	5	18	8
Total Expenses	585	851	1,764	267	328	435
Expense waivers and reimbursements/recoupment (Note 3)	–	(1)	(7)	(9)	(31)	(2)
Total Net Expenses	585	850	1,757	258	297	433
Net Profit/(Loss) before finance costs	1,016	10,697	(1,436)	1,719	(1,373)	2,908
FINANCE COSTS:						
Distributions to holders of redeemable participating shares (Note 4)	–	(55)	(88)	(12)	(6)	(2)
Profit/(Loss) for the financial year	1,016	10,642	(1,524)	1,707	(1,379)	2,906
Withholding taxes on dividends and other taxation	(128)	(269)	(174)	(25)	(37)	(74)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 888	€ 10,373	\$ (1,698)	\$ 1,682	\$ (1,416)	\$ 2,832

Legg Mason Congruix Japan Equity Fund for the year ended February 28, 2014 (in 000's)	Legg Mason LMHK China Fund ϕ for the year ended February 28, 2014 (in 000's)	Legg Mason Global Funds plc for the year ended February 28, 2014 (in 000's)
¥	\$	\$
-	160	456,914
-	-	3,320
-	-	410
-	-	-
-	47	370,644
-	(767)	392,365
-	(560)	1,223,653
-	15	116,589
-	3	12,341
-	4	13,556
-	-	272
-	9	2,165
-	-	1,242
-	-	12,751
-	-	117
-	28	6,553
-	9	5,134
-	68	170,720
-	(2)	(7,218)
-	66	163,502
-	(626)	1,060,151
-	(16)	(109,577)
-	(642)	950,574
-	(13)	(16,962)
¥	\$	\$
-	(655)	933,612

Profit and Loss Account – (continued)

	Legg Mason Western Asset US Money Market Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Core Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US High Yield Fund for the six months ended August 31, 2013 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest	\$ 1,147	\$ 418	\$ 3,468	€ 1,242	\$ 694	\$ 40,563	\$ 23,297
Equalisation	–	–	–	–	–	(14)	(1)
Other income	–	–	72	–	262	4,655	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	15	(279)	(246)	2,069	143	20,675	9,890
Net unrealised (loss)/gain on financial instruments held for trading	–	(921)	(8,248)	(3,133)	(1,776)	(139,996)	(23,339)
Total Investment Income/(Loss)	1,162	(782)	(4,954)	178	(677)	(74,117)	9,847
EXPENSES:							
Investment management fees (Note 3)	3,309	150	482	192	253	7,329	2,193
Administrator and custodian fees (Note 3)	501	13	91	46	18	816	310
Shareholder service fees (Note 3)	–	17	20	4	19	751	201
Legal fees	13	1	3	1	1	22	7
Audit fees	24	22	26	16	22	39	29
Printing fees	53	2	10	5	2	90	30
Interest expense	–	1	25	18	72	2,460	525
Directors' fees and expenses (Note 3)	6	–	1	1	–	9	2
Transaction costs	–	–	–	–	–	–	–
Other expenses	282	6	49	23	9	429	133
Total Expenses	4,188	212	707	306	396	11,945	3,430
Expense waivers and reimbursements/recoupment (Note 3)	(3,205)	(7)	(5)	(17)	(2)	(17)	–
Total Net Expenses	983	205	702	289	394	11,928	3,430
Net Profit/(Loss) before finance costs	179	(987)	(5,656)	(111)	(1,071)	(86,045)	6,417
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(163)	(92)	(247)	(39)	(456)	(15,496)	(10,965)
Profit/(Loss) for the financial period	16	(1,079)	(5,903)	(150)	(1,527)	(101,541)	(4,548)
Withholding taxes on dividends and other taxation	–	–	–	14	13	65	(7)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 16	\$ (1,079)	\$ (5,903)	€ (136)	\$ (1,514)	\$ (101,476)	\$ (4,555)

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 PCM US Equity Fund, which ceased trading August 30, 2013. There were no other gains or losses other than those dealt with in the Profit and Loss Account.

The Euro figures for Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Western Asset Euro High Yield Fund[^], Legg Mason Royce European Smaller Companies Fund and Legg Mason Batterymarch European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2013, using the USD/EUR rate of 0.7649.

The British Pound figures for Legg Mason Western Asset UK Core Plus Bond Fund[^], Legg Mason Western Asset UK Inflation-Linked Plus Fund[^] and Legg Mason Western Asset UK Long Duration Fund[^] have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc for the period ended August 31, 2013, using the USD/GBP rate of 0.6546.

^α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund[^], Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason ClearBridge Tactical Dividend Income Fund[^] commenced trading.

^μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund[^].

[±] Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

Legg Mason Western Asset Emerging Markets Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund ^A for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global High Yield Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Inflation Management Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Brazil Bond Fund for the six months ended August 31, 2013 (in 000's)
\$ 6,738	\$ 2,992	\$ 33,380	\$ 243	\$ 57	\$ 280	\$ 21,738	\$ 1,624	\$ 303
(1)	-	(24)	-	-	(4)	451	-	-
282	-	282	-	-	-	-	-	-
957	334	3,180	34	(60)	67	(7,569)	3,873	(89)
(30,079)	(10,043)	(45,558)	(323)	43	(2,011)	(95,489)	(5,855)	(1,521)
(22,103)	(6,717)	(8,740)	(46)	40	(1,668)	(80,869)	(358)	(1,307)
1,657	126	5,074	170	103	161	4,299	277	-
114	53	446	14	8	11	447	45	3
128	1	479	12	7	16	427	18	-
3	1	10	-	-	-	12	1	-
25	20	29	22	19	21	31	12	14
13	5	43	2	1	1	49	5	1
-	-	708	-	-	-	1,130	85	-
1	-	3	-	-	-	4	1	-
-	-	-	-	-	-	-	-	-
57	3	180	7	4	4	221	28	2
1,998	209	6,972	227	142	214	6,620	472	20
(8)	-	-	(12)	(10)	(22)	(29)	-	-
1,990	209	6,972	215	132	192	6,591	472	20
(24,093)	(6,926)	(15,712)	(261)	(92)	(1,860)	(87,460)	(830)	(1,327)
(1,805)	(1,772)	(14,359)	(18)	-	(1)	(3,350)	(822)	(2)
(25,898)	(8,698)	(30,071)	(279)	(92)	(1,861)	(90,810)	(1,652)	(1,329)
(1)	-	(16)	-	-	-	(2,031)	-	-
\$ (25,899)	\$ (8,698)	\$ (30,087)	\$ (279)	\$ (92)	\$ (1,861)	\$ (92,841)	\$ (1,652)	\$ (1,329)

Profit and Loss Account – (continued)

	Legg Mason Western Asset Global Credit Absolute Return Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset UK£ Inflation- Linked Plus Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Credit Fund for the six months ended August 31, 2013 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest	\$ 4,111	£ 1,060	\$ 1,363	\$ 364	£ 284	£ 1,483	\$ 2,129
Equalisation	–	–	–	–	–	–	–
Other income	–	–	36	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	1,169	191	57	3,031	1,346	2,406	1,655
Net unrealised (loss)/gain on financial instruments held for trading	(3,202)	(1,824)	(4,697)	(5,494)	(2,103)	(3,902)	(6,111)
Total Investment Income/(Loss)	2,078	(573)	(3,241)	(2,099)	(473)	(13)	(2,327)
EXPENSES:							
Investment management fees (Note 3)	678	–	83	60	–	–	121
Administrator and custodian fees (Note 3)	72	29	40	18	13	38	53
Shareholder service fees (Note 3)	5	–	–	–	–	–	17
Legal fees	1	1	1	1	–	1	1
Audit fees	21	5	21	23	10	9	14
Printing fees	6	3	3	3	1	4	6
Interest expense	981	55	–	–	–	29	129
Directors' fees and expenses (Note 3)	–	–	–	–	–	–	–
Transaction costs	–	–	–	–	–	–	–
Other expenses	25	4	13	14	4	9	24
Total Expenses	1,789	97	161	119	28	90	365
Expense waivers and reimbursements/recoupment (Note 3)	–	–	(1)	(20)	(2)	–	–
Total Net Expenses	1,789	97	160	99	26	90	365
Net Profit/(Loss) before finance costs	289	(670)	(3,401)	(2,198)	(499)	(103)	(2,692)
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	(1,319)	–	(95)	–	–	–	(182)
Profit/(Loss) for the financial period	(1,030)	(670)	(3,496)	(2,198)	(499)	(103)	(2,874)
Withholding taxes on dividends and other taxation	(2)	10	7	–	–	–	–
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ (1,032)	£ (660)	\$ (3,489)	\$ (2,198)	£ (499)	£ (103)	\$ (2,874)

[^] 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 Euro High Yield Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] α for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Brazil Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Capital Management Value Fund for the six months ended August 31, 2013 (in 000's)
€	2,886	\$ 27,284	\$ 7,529	\$ 539	\$ 4,433	\$ 15,572	\$ 76	\$ 76	\$ 2,140
	-	(67)	-	-	1	111	-	-	-
	-	-	-	-	-	-	-	-	-
	(1,071)	45,465	6,108	(65)	(1,683)	7,326	25	(411)	11,740
	214	(136,745)	(51,340)	(145)	(18,520)	(75,409)	(124)	(786)	17,050
	2,029	(64,063)	(37,703)	329	(15,769)	(52,400)	(23)	(1,121)	30,930
	-	9,133	1,524	64	761	1,053	1	-	1,260
	36	860	218	8	113	282	1	2	111
	-	893	72	-	62	-	-	-	232
	1	19	3	-	2	5	-	-	2
	14	36	14	18	23	14	14	11	17
	3	76	10	-	10	-	-	-	9
	-	-	-	-	-	-	10	-	-
	-	6	1	-	1	1	-	-	1
	-	-	-	-	-	-	-	3	110
	15	320	7	-	38	3	-	-	43
	69	11,343	1,849	90	1,010	1,358	26	16	1,785
	-	-	-	(9)	-	-	(1)	-	-
	69	11,343	1,849	81	1,010	1,358	25	16	1,785
	1,960	(75,406)	(39,552)	248	(16,779)	(53,758)	(48)	(1,137)	29,145
	(1,063)	(3,909)	(85)	-	(784)	(4,953)	(7)	-	-
	897	(79,315)	(39,637)	248	(17,563)	(58,711)	(55)	(1,137)	29,145
	-	(20)	(164)	-	(46)	(325)	-	(6)	(586)
€	897	\$ (79,335)	\$ (39,801)	\$ 248	\$ (17,609)	\$ (59,036)	\$ (55)	\$ (1,143)	\$ 28,559

Profit and Loss Account – (continued)

	Legg Mason Capital Management Growth Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Capital Management Opportunity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge Global Equity Fund ^u for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Appreciation Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Aggressive Growth Fund for the six months ended August 31, 2013 (in 000's)
INVESTMENT INCOME:							
Gross dividend income and bond interest	\$ 453	\$ 892	\$ 33	\$ 3,699	\$ 1,130	\$ 441	\$ 4,528
Equalisation	–	18	–	–	–	–	35
Other income	–	–	–	–	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:							
Net realised gain/(loss) on financial instruments held for trading	4,980	1,827	376	4,950	5,141	1,951	229
Net unrealised (loss)/gain on financial instruments held for trading	1,561	18,018	(230)	17,186	495	2,944	74,070
Total Investment Income/(Loss)	6,994	20,755	179	25,835	6,766	5,336	78,862
EXPENSES:							
Investment management fees (Note 3)	247	483	13	2,084	694	508	4,104
Administrator and custodian fees (Note 3)	32	52	1	173	45	29	337
Shareholder service fees (Note 3)	15	62	3	394	40	76	678
Legal fees	1	1	–	4	1	1	5
Audit fees	14	13	14	21	17	17	19
Printing fees	3	3	–	15	5	3	20
Interest expense	–	18	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	–	–	1	1	–	1
Transaction costs	17	130	7	42	24	13	417
Other expenses	14	12	7	70	27	11	86
Total Expenses	343	774	45	2,804	854	658	5,667
Expense waivers and reimbursements/recoupment (Note 3)	–	–	(20)	(1)	(5)	(8)	–
Total Net Expenses	343	774	25	2,803	849	650	5,667
Net Profit/(Loss) before finance costs	6,651	19,981	154	23,032	5,917	4,686	73,195
FINANCE COSTS:							
Distributions to holders of redeemable participating shares (Note 4)	–	(3)	(9)	(22)	(3)	–	(3)
Profit/(Loss) for the financial period	6,651	19,978	145	23,010	5,914	4,686	73,192
Withholding taxes on dividends and other taxation	(115)	(139)	(5)	(1,047)	(254)	(118)	(1,183)
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 6,536	\$ 19,839	\$ 140	\$ 21,963	\$ 5,660	\$ 4,568	\$ 72,009

^u 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 Equity Income Fund ^α for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund ^α for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce Smaller Companies Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce Smaller Companies Fund II ^α for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce European Smaller Companies Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce Global Smaller Companies Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason PCM US Equity Fund [±] for the six months ended August 31, 2013 (in 000's)	Legg Mason Permal Global Absolute Fund for the six months ended August 31, 2013 (in 000's)
\$ 18	\$ 35	\$ 2,391	\$ 2,514	\$ 428	€ 53	\$ 87	\$ 156	\$ 251
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
5	(2)	18,260	3,588	7,920	135	341	2,509	588
(7)	(22)	41,077	25,147	(3,908)	(122)	(571)	(629)	(590)
16	11	61,728	31,249	4,440	66	(143)	2,036	249
1	1	4,145	3,337	681	-	14	136	210
1	1	280	230	41	1	2	7	15
-	-	834	675	159	-	1	27	52
-	-	5	6	1	-	-	-	-
10	10	20	20	13	10	13	18	14
-	-	18	25	-	-	-	1	2
-	-	-	-	-	-	-	-	6
-	-	1	3	1	-	-	-	-
2	2	1,337	573	222	6	33	31	11
-	1	83	131	2	6	9	11	22
14	15	6,723	5,000	1,120	23	72	231	332
(2)	(2)	-	(14)	-	(14)	(17)	-	-
12	13	6,723	4,986	1,120	9	55	231	332
4	(2)	55,005	26,263	3,320	57	(198)	1,805	(83)
(1)	(4)	-	(55)	-	-	-	-	-
3	(6)	55,005	26,208	3,320	57	(198)	1,805	(83)
(5)	(7)	(657)	(629)	(104)	(9)	(11)	(32)	(69)
\$ (2)	\$ (13)	\$ 54,348	\$ 25,579	\$ 3,216	€ 48	\$ (209)	\$ 1,773	\$ (152)

Profit and Loss Account – (continued)

	Legg Mason Batterymarch European Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch Asia Pacific Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch International Large Cap Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch Global Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Congruix Japan Equity Fund for the six months ended August 31, 2013 (in 000's)
INVESTMENT INCOME:						
Gross dividend income and bond interest	€ 1,991	\$ 1,225	\$ 365	\$ 237	\$ 310	¥ –
Equalisation	4	(7)	1	–	–	–
Other income	–	–	6	–	–	–
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss:						
Net realised gain/(loss) on financial instruments held for trading	839	1,976	47	(278)	1,527	–
Net unrealised (loss)/gain on financial instruments held for trading	1,392	(7,750)	175	(1,370)	(910)	–
Total Investment Income/(Loss)	4,226	(4,556)	594	(1,411)	927	–
EXPENSES:						
Investment management fees (Note 3)	350	527	96	83	147	–
Administrator and custodian fees (Note 3)	28	29	5	5	9	–
Shareholder service fees (Note 3)	16	85	8	16	15	–
Legal fees	–	1	–	–	–	–
Audit fees	13	20	15	18	13	–
Printing fees	3	3	1	1	1	–
Interest expense	–	–	–	–	–	–
Directors' fees and expenses (Note 3)	–	1	–	–	–	–
Transaction costs	9	314	2	47	40	–
Other expenses	12	22	2	9	5	–
Total Expenses	431	1,002	129	179	230	–
Expense waivers and reimbursements/recoupment (Note 3)	–	(4)	(3)	(14)	–	–
Total Net Expenses	431	998	126	165	230	–
Net Profit/(Loss) before finance costs	3,795	(5,554)	468	(1,576)	697	–
FINANCE COSTS:						
Distributions to holders of redeemable participating shares (Note 4)	(55)	(88)	(12)	(6)	(2)	–
Profit/(Loss) for the financial period	3,740	(5,642)	456	(1,582)	695	–
Withholding taxes on dividends and other taxation	(244)	(125)	(12)	(26)	(49)	–
Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	€ 3,496	\$ (5,767)	\$ 444	\$ (1,608)	\$ 646	¥ –

Legg Mason LMHK China Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Global Funds Plc for the six months ended August 31, 2013 (in 000's)
\$ 160	\$ 234,299
(14)	490
-	6
48	168,689
(767)	(494,678)
(573)	(91,194)
15	58,556
3	6,232
4	6,547
-	141
9	995
-	557
-	6,302
-	47
28	3,425
11	2,535
70	85,337
(2)	(3,483)
68	81,854
(641)	(173,048)
(16)	(57,030)
(657)	(230,078)
(13)	(8,016)
\$ (670)	\$ (238,094)

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

	Legg Mason Western Asset US Money Market Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Core Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US High Yield Fund for the six months ended August 31, 2014 (in 000's)
Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 10	\$ 686	\$ 6,751	€ 3,354	\$ 389	\$ 40,975	\$ 6,643
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	652,159	4,896	46,190	1,861	1,242	213,090	493,104
Net proceeds from reinvested distributions	161	35	86	12	189	853	4,109
Cost of shares reacquired	(706,433)	(5,597)	(23,927)	(907)	(4,003)	(213,714)	(409,754)
(Decrease)/Increase in Net Assets from Redeemable Participating Share transactions	(54,113)	(666)	22,349	966	(2,572)	229	87,459
(Decrease)/Increase in Net Assets attributable to Holders of Redeemable Participating Shares	(54,103)	20	29,100	4,320	(2,183)	41,204	94,102
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of period	1,148,544	20,474	154,475	52,562	31,522	1,480,622	667,569
Currency translation	-	-	-	-	-	-	-
End of period	\$ 1,094,441	\$ 20,494	\$ 183,575	€ 56,882	\$ 29,339	\$ 1,521,826	\$ 761,671
Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares							
	Legg Mason Western Asset Global Credit Absolute Return Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset UK [£] Core Plus Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset UK [£] Inflation-Linked Plus Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset UK [£] Long Duration Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Credit Fund for the six months ended August 31, 2014 (in 000's)
Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ (641)	£ -	\$ 2,659	\$ 457	£ -	£ -	\$ 3,719
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	22,372	-	29,367	106	-	-	1,461
Net proceeds from reinvested distributions	-	-	-	-	-	-	8
Cost of shares reacquired	(31,392)	-	(137,353)	(27,997)	-	-	(6,070)
(Decrease)/Increase in Net Assets from Redeemable Participating Share transactions	(9,020)	-	(107,986)	(27,891)	-	-	(4,601)
(Decrease)/Increase in Net Assets attributable to Holders of Redeemable Participating Shares	(9,661)	-	(105,327)	(27,434)	-	-	(882)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of period	116,959	-	126,222	28,121	-	-	100,055
Currency translation	-	-	-	-	-	-	-
End of period	\$ 107,298	£ -	\$ 20,895	\$ 687	£ -	£ -	\$ 99,173
Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares							
	Legg Mason Western Asset Brazil Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Value Fund# for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Growth Fund# for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Global Equity Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Appreciation Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund for the six months ended August 31, 2014 (in 000's)
Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ 717	\$ 26,102	\$ 220	\$ (51)	\$ 21,846	\$ 6,316	\$ 6,026
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	-	82,996	1,012	1,388	43,858	3,864	18,164
Net proceeds from reinvested distributions	2	-	-	6	-	6	-
Cost of shares reacquired	-	(83,729)	(984)	(134)	(78,662)	(18,883)	(15,884)
(Decrease)/Increase in Net Assets from Redeemable Participating Share transactions	2	(733)	28	1,260	(34,804)	(15,013)	2,280
(Decrease)/Increase in Net Assets attributable to Holders of Redeemable Participating Shares	719	25,369	248	1,209	(12,958)	(8,697)	8,306
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of period	3,111	286,338	6,877	3,531	372,456	101,105	105,917
Currency translation	-	-	-	-	-	-	-
End of period	\$ 3,830	\$ 311,707	\$ 7,125	\$ 4,740	\$ 359,498	\$ 92,408	\$ 114,223

[^] 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 Emerging Markets Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global High Yield Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Inflation Management Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Brazil Bond Fund for the six months ended August 31, 2014 (in 000's)
\$ 8,905	\$ 4,097	\$ 10,752	\$ (21)	\$ (13)	\$ 330	\$ 35,874	\$ (594)	\$ 788
86,683	11,061	634,836	14,575	1,748	1,579	102,885	3,052	28
483	1,721	927	2	-	-	328	15	-
(65,869)	(4,195)	(797,178)	(3,074)	(3,207)	(1,515)	(146,188)	(8,821)	-
21,297	8,587	(161,415)	11,503	(1,459)	64	(42,975)	(5,754)	28
30,202	12,684	(150,663)	11,482	(1,472)	394	(7,101)	(6,348)	816
169,408	105,563	811,643	24,996	16,198	12,053	631,561	72,093	5,520
-	-	-	-	-	-	-	-	-
\$ 199,610	\$ 118,247	\$ 660,980	\$ 36,478	\$ 14,726	\$ 12,447	\$ 624,460	\$ 65,745	\$ 6,336
Legg Mason Western Asset Euro High Yield Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Western Asset Macro Opportunities Bond Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Absolute Return Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global High Yield Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Brandywine Global Credit Opportunities Fund [^] for the six months ended August 31, 2014 (in 000's)
€ 2,704	\$ 4,141	\$ 54,759	\$ 45,945	\$ 448	\$ 18,946	\$ 135,604	\$ 35	\$ 6
155	1,422,321	430,471	386,792	1,785	38,727	747,718	15,682	5,000
298	-	581	233	-	230	-	15	-
(515)	(169,452)	(352,132)	(135,270)	(1,262)	(32,558)	-	(868)	-
(62)	1,252,869	78,920	251,755	523	6,399	747,718	14,829	5,000
2,642	1,257,010	133,679	297,700	971	25,345	883,322	14,864	5,006
82,780	383,920	1,260,185	776,666	20,526	205,724	994,712	12,665	-
-	-	-	-	-	-	-	-	-
€ 85,422	\$ 1,640,930	\$ 1,393,864	\$ 1,074,366	\$ 21,497	\$ 231,069	\$ 1,878,034	\$ 27,529	\$ 5,006
Legg Mason ClearBridge US Aggressive Growth Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge US Equity Income Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Opportunity Fund [#] for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce US Smaller Companies Fund [#] for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce Smaller Companies Fund II [^] for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce European Smaller Companies Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Royce Global Smaller Companies Fund ^α for the six months ended August 31, 2014 (in 000's)
\$ 239,083	\$ 271	\$ 616	\$ 5,030	\$ (23,720)	\$ 9,685	\$ 519	€ -	\$ (61)
1,742,864	496	15,080	144,959	631,931	110,937	5,391	-	-
27	6	13	-	-	-	-	-	-
(779,913)	(4,478)	(595)	(141,580)	(532,655)	(147,225)	(6,251)	-	(3,439)
962,978	(3,976)	14,498	3,379	99,276	(36,288)	(860)	-	(3,439)
1,202,061	(3,705)	15,114	8,409	75,556	(26,603)	(341)	-	(3,500)
1,999,916	3,705	3,580	265,976	1,314,829	483,656	34,323	-	3,500
-	-	-	-	-	-	-	-	-
\$ 3,201,977	\$ -	\$ 18,694	\$ 274,385	\$ 1,390,385	\$ 457,053	\$ 33,982	€ -	\$ -

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

	Legg Mason PCM US Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Permal Global Absolute Fund ^α for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Managed Volatility European Equity Fund ^β for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Asia Ex Japan Equity Fund ^β for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March International Large Cap Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Emerging Markets Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Battery March Global Equity Fund for the six months ended August 31, 2014 (in 000's)
Net Increase/(Decrease) in Net Assets attributable to Holders of Redeemable Participating Shares	\$ –	\$ (253)	€ 3,218	\$ 5,128	\$ 649	\$ 936	\$ 720
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	–	1,857	13,491	9,988	1,790	187	–
Net proceeds from reinvested distributions	–	–	–	31	24	2	–
Cost of shares reacquired	–	(21,654)	(22,496)	(10,924)	(2,237)	(803)	(962)
(Decrease)/Increase in Net Assets from Redeemable Participating Share transactions	–	(19,797)	(9,005)	(905)	(423)	(614)	(962)
(Decrease)/Increase in Net Assets attributable to Holders of Redeemable Participating Shares	–	(20,050)	(5,787)	4,223	226	322	(242)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of period	–	20,050	62,313	50,352	13,364	8,898	13,697
Currency translation	–	–	–	–	–	–	–
End of period	\$ –	\$ –	€ 56,526	\$ 54,575	\$ 13,590	\$ 9,220	\$ 13,455

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^α and Legg Mason Battery March Managed Volatility European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc as at August 31, 2014, using the Profit and Loss Account USD/EUR FX rate as at August 31, 2014 of 0.7245.

The beginning of period Net Assets Attributable to Holders of Redeemable Participating Shares for the Legg Mason Western Asset Euro Core Plus Bond Fund, Legg Mason Euro High Yield Fund^α and Legg Mason Battery March Managed Volatility European Equity Fund have been converted into US Dollars in the total figure using the Balance Sheet USD/EUR FX rate as at February 28, 2014 of 0.7245.

α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund^α commenced trading.

ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund^α and Legg Mason Permal Global Absolute Fund^α ceased trading.

Please see page 6 for details of fund name changes.

Legg Mason Congruix Japan Equity Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason LMHK China Fund for the six months ended August 31, 2014 (in 000's)	Legg Mason Global Funds plc for the six months ended August 31, 2014 (in 000's)
¥ -	\$ -	\$ 693,748
-	-	8,190,543
-	-	10,515
-	-	(5,165,497)
-	-	3,035,561
-	-	3,729,309
-	-	14,584,913
-	-	(13,162)
¥ -	\$ -	\$ 18,301,060

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

	Legg Mason Western Asset US Money Market Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Core Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Core Plus Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Euro Core Plus Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Diversified Strategic Income Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Multi Strategy Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US High Yield Fund for the six months ended August 31, 2013 (in 000's)
Net Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	\$ 16	\$ (1,079)	\$ (5,903)	€ (136)	\$ (1,514)	\$ (101,476)	\$ (4,555)
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	970,000	7,094	25,776	64	2,241	241,519	349,337
Net proceeds from reinvested distributions	154	29	94	14	231	1,424	6,857
Cost of shares reacquired	(966,706)	(17,006)	(79,621)	(66,187)	(9,892)	(540,130)	(371,458)
Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions	3,448	(9,883)	(53,751)	(66,109)	(7,420)	(297,187)	(15,264)
Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	3,464	(10,962)	(59,654)	(66,245)	(8,934)	(398,663)	(19,819)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of the period	1,160,790	35,753	223,148	118,083	44,043	1,950,476	648,898
Currency translation	–	–	–	–	–	–	–
End of the period	\$ 1,164,254	\$ 24,791	\$ 163,494	€ 51,838	\$ 35,109	\$ 1,551,813	\$ 629,079
	Legg Mason Western Asset Global Credit Absolute Return Fund ^A for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset UK£ Core Plus Bond Fund ^A for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Core Plus Bond Fund ^A for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Inflation- Linked Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset UK£ Inflation-Linked Plus Fund ^A for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset UK£ Long Duration Fund ^A for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Credit Fund for the six months ended August 31, 2013 (in 000's)
Net Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	\$ (1,032)	£ (660)	\$ (3,489)	\$ (2,198)	£ (499)	£ (103)	\$ (2,874)
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	62,276	49	80,417	355	–	–	6,614
Net proceeds from reinvested distributions	–	–	–	–	–	–	155
Cost of shares reacquired	(71,374)	(450)	(20,844)	(38,320)	(15,574)	(16,352)	(29,204)
Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions	(9,098)	(401)	59,573	(37,965)	(15,574)	(16,352)	(22,435)
Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	(10,130)	(1,061)	56,084	(40,163)	(16,073)	(16,455)	(25,309)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of the period	132,663	62,518	64,562	75,271	31,026	92,709	123,626
Currency translation	–	–	–	–	–	–	–
End of the period	\$ 122,533	£ 61,457	\$ 120,646	\$ 35,108	£ 14,953	£ 76,254	\$ 98,317
	Legg Mason Capital Management Growth Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Capital Management Opportunity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge Global Equity Fund ^A µ for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Appreciation Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Fundamental Value Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Large Cap Growth Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge US Aggressive Growth Fund for the six months ended August 31, 2013 (in 000's)
Net Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	\$ 6,536	\$ 19,839	\$ 140	\$ 21,963	\$ 5,660	\$ 4,568	\$ 72,009
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	329	96,505	2,344	112,011	4,332	28,816	714,014
Net proceeds from reinvested distributions	–	–	9	–	2	–	–
Cost of shares reacquired	(6,104)	(40,813)	(2,145)	(49,912)	(11,089)	(11,545)	(171,627)
Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions	(5,775)	55,692	208	62,099	(6,755)	17,271	542,387
Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	761	75,531	348	84,062	(1,095)	21,839	614,396
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of the period	69,509	67,245	1,530	321,091	96,030	53,624	426,723
Currency translation	–	–	–	–	–	–	–
End of the period	\$ 70,270	\$ 142,776	\$ 1,878	\$ 405,153	\$ 94,935	\$ 75,463	\$ 1,041,119

^A 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 Emerging Markets Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global High Yield Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Short-Term Government Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset US Adjustable Rate Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Inflation Management Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Asian Opportunities Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Global Blue Chip Bond Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Brazil Bond Fund for the six months ended August 31, 2013 (in 000's)
\$ (25,899)	\$ (8,698)	\$ (30,087)	\$ (279)	\$ (92)	\$ (1,861)	\$ (92,841)	\$ (1,652)	\$ (1,329)
73,658	1,490	757,671	4,931	3,342	2,780	233,219	6,511	150
418	1,772	702	11	-	1	554	21	-
(124,885)	(4,593)	(752,674)	(16,649)	(4,972)	(6,667)	(379,803)	(31,790)	(58)
(50,809)	(1,331)	5,699	(11,707)	(1,630)	(3,886)	(146,030)	(25,258)	92
(76,708)	(10,029)	(24,388)	(11,986)	(1,722)	(5,747)	(238,871)	(26,910)	(1,237)
279,044	117,974	924,678	36,879	16,727	25,082	1,073,273	110,396	6,552
-	-	-	-	-	-	-	-	-
\$ 202,336	\$ 107,945	\$ 900,290	\$ 24,893	\$ 15,005	\$ 19,335	\$ 834,402	\$ 83,486	\$ 5,315
Legg Mason Western Asset Euro High Yield Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Fixed Income Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global High Yield Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Opportunistic Fixed Income Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Sovereign Credit Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Brandywine Global Income Optimiser Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Western Asset Brazil Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Capital Management Value Fund for the six months ended August 31, 2013 (in 000's)
€ 897	\$ (79,335)	\$ (39,801)	\$ 248	\$ (17,609)	\$ (59,036)	\$ (55)	\$ (1,143)	\$ 28,559
41,292	945,885	643,018	3,400	68,071	563,605	5,905	65	73,616
1,063	1,104	-	-	244	-	4	-	-
(40,797)	(840,082)	(254,275)	(347)	(19,824)	(264,851)	-	-	(51,175)
1,558	106,907	388,743	3,053	48,491	298,754	5,909	65	22,441
2,455	27,572	348,942	3,301	30,882	239,718	5,854	(1,078)	51,000
78,240	1,649,617	230,098	15,880	216,072	457,798	-	4,178	202,429
-	-	-	-	-	-	-	-	-
€ 80,695	\$ 1,677,189	\$ 579,040	\$ 19,181	\$ 246,954	\$ 697,516	\$ 5,854	\$ 3,100	\$ 253,429
Legg Mason ClearBridge US Equity Income Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason ClearBridge Tactical Dividend Income Fund[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce US Small Cap Opportunity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce Smaller Companies Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce Smaller Companies Fund II[^] for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce European Smaller Companies Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Royce Global Smaller Companies Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason PCM US Equity Funds for the six months ended August 31, 2013 (in 000's)	Legg Mason Permal Global Absolute Fund for the six months ended August 31, 2013 (in 000's)
\$ (2)	\$ (13)	\$ 54,348	\$ 25,579	\$ 3,216	€ 48	\$ (209)	\$ 1,773	\$ (152)
2,678	2,515	583,177	107,486	10,433	-	2,000	235	5,209
1	4	-	-	-	-	-	-	-
-	-	(249,717)	(238,307)	(108,622)	-	(10,224)	(18,217)	(12,373)
2,679	2,519	333,460	(130,821)	(98,189)	-	(8,224)	(17,982)	(7,164)
2,677	2,506	387,808	(105,242)	(94,973)	48	(8,433)	(16,209)	(7,316)
-	-	401,993	550,741	130,082	2,491	11,567	16,209	36,906
-	-	-	-	-	-	-	-	-
\$ 2,677	\$ 2,506	\$ 789,801	\$ 445,499	\$ 35,109	€ 2,539	\$ 3,134	\$ -	\$ 29,590

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

	Legg Mason Batterymarch European Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch Asia Pacific Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch International Large Cap Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch Emerging Markets Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Batterymarch Global Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason Congruix Japan Equity Fund for the six months ended August 31, 2013 (in 000's)	Legg Mason LMHK China Fund for the six months ended August 31, 2013 (in 000's)
Net Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	€ 3,496	\$ (5,767)	\$ 444	\$ (1,608)	\$ 646	¥ –	\$ (670)
REDEEMABLE PARTICIPATING SHARE TRANSACTIONS							
Net proceeds from sales of shares	4,334	6,245	1,677	795	2,934	–	23
Net proceeds from reinvested distributions	–	48	9	4	–	–	16
Cost of shares reacquired	(9,264)	(14,378)	(1,706)	(1,440)	(1,680)	–	(1,783)
Increase/(Decrease) in Net Assets from Redeemable Participating Share transactions	(4,930)	(8,085)	(20)	(641)	1,254	–	(1,744)
Increase/(Decrease) in Net Assets Attributable to Holders of Redeemable Participating Shares	(1,434)	(13,852)	424	(2,249)	1,900	–	(2,414)
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES							
Beginning of the period	60,447	70,487	11,385	11,822	18,451	–	8,329
Currency translation	–	–	–	–	–	–	–
End of the period	€ 59,013	\$ 56,635	\$ 11,809	\$ 9,573	\$ 20,351	¥ –	\$ 5,915

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 period 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 Royce European Smaller Companies Fund and Legg Mason Batterymarch European Equity Fund have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc as at August 31, 2013, using the Profit and Loss Account USD/EUR FX rate as at August 31, 2013 of 0.7649.

All British Pound figures, except for the beginning of the period Net Assets attributable to Holders of Redeemable Participating Shares, for Legg Mason Western Asset UK£ Core Plus Bond Fund[^], Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] have been converted into US Dollars in the total figure for Legg Mason Global Funds Plc as at August 31, 2013, using the Profit and Loss Account USD/GBP FX rate as at August 31, 2013 of 0.6546.

The beginning of period 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[^], Legg Mason Royce European Smaller Companies Fund and Legg Mason Batterymarch European Equity Fund have been converted into US Dollars in the total figure using the Balance Sheet USD/EUR FX rate as at February 28, 2013 of 0.7660.

The beginning of period Net Assets Attributable to Holders of Redeemable Participating Shares for or Legg Mason Western Asset UK£ Core Plus Bond Fund[^], Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^] and Legg Mason Western Asset UK£ Long Duration Fund[^] have been converted into U.S. Dollars in the total figure using the Balance Sheet USD/GBP FX rate as at February 28, 2013 of 0.6592.

α Effective June 3, 2013 Legg Mason Brandywine Global Income Optimiser Fund[^], Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason ClearBridge Tactical Dividend Income Fund[^] commenced trading.

μ Effective May 17, 2013 Legg Mason GC Global Equity Fund was renamed Legg Mason ClearBridge Global Equity Fund[^].

± Effective August 30, 2013 Legg Mason PCM US Equity Fund ceased trading.

**Legg Mason
Global Funds Plc
for the six
months ended
August 31, 2013
(in 000's)**

\$ (238,094)

6,842,287
15,276
(5,977,025)

880,538

642,444

12,501,587
8,581

\$ 13,152,612

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

	For the period ended			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset US Money Market Fund					
Class A US\$ Accumulating					
Sold	1,008	494			
Redeemed	(965)	(288)			
Net Increase/(Decrease)	43	206			
Class A US\$ Distributing (D)					
Sold	544,353	915,785			
Redeemed	(602,272)	(935,029)			
Net Increase/(Decrease)	(57,919)	(19,244)			
Class A US\$ Distributing (M)					
Sold	49	21			
Redeemed	(21)	(21)			
Net Increase/(Decrease)	28	–			
Class B US\$ Accumulating					
Sold	–	4			
Redeemed	(2)	–			
Net Increase/(Decrease)	(2)	4			
Class B US\$ Distributing (D)					
Redeemed	–	(76)			
Net Increase/(Decrease)	–	(76)			
Class C US\$ Accumulating					
Sold	7	8			
Redeemed	(7)	(1)			
Net Increase/(Decrease)	–	7			
Class C US\$ Distributing (D)					
Sold	737	1,019			
Redeemed	(914)	(584)			
Net Increase/(Decrease)	(177)	435			
Class A (G) US\$ Accumulating					
Sold	1	–			
Redeemed	(3)	(1)			
Net Increase/(Decrease)	(2)	(1)			
Class A (G) US\$ Distributing (D)					
Sold	45	12			
Redeemed	(94)	(215)			
Net Increase/(Decrease)	(49)	(203)			
Class B (G) US\$ Accumulating					
Redeemed	(1)	(2)			
Net Increase/(Decrease)	(1)	(2)			
Class B (G) US\$ Distributing (D)					
Redeemed	(45)	(12)			
Net Increase/(Decrease)	(45)	(12)			
Class L (G) US\$ Distributing (D)					
Sold	–	–			
Redeemed	(8)	(7)			
Net Increase/(Decrease)	(8)	(7)			
Legg Mason Western Asset US Core Bond Fund					
Class A US\$ Accumulating					
Sold	24	6			
Redeemed	(9)	(104)			
Net Increase/(Decrease)	15	(98)			
Class A US\$ Distributing (D)					
Sold	17	6			
Redeemed	(9)	(15)			
Net Increase/(Decrease)	8	(9)			
Class B US\$ Distributing (D)					
Redeemed	(6)	–			
Net Increase/(Decrease)	(6)	–			
Class C US\$ Accumulating					
Sold	–	9			
Redeemed	(1)	(8)			
Net Increase/(Decrease)	(1)	1			
Class C US\$ Distributing (D)					
Sold	5	4			
Redeemed	(4)	(10)			
Net Increase/(Decrease)	1	(6)			
Class F US\$ Accumulating					
Sold	–	43			
Redeemed	(13)	–			
Net Increase/(Decrease)	(13)	43			
Class GA US\$ Accumulating					
Redeemed	(12)	(9)			
Net Increase/(Decrease)	(12)	(9)			
Class GE US\$ Accumulating					
Redeemed	–	(3)			
Net Increase/(Decrease)	–	(3)			
Legg Mason Western Asset US Core Plus Bond Fund					
Class A US\$ Accumulating					
Sold	156	19			
Redeemed	(8)	(136)			
Net Increase/(Decrease)	148	(117)			
Class A US\$ Distributing (D)					
Sold	56	–			
Redeemed	(50)	(9)			
Net Increase/(Decrease)	6	(9)			
Class C US\$ Accumulating					
Sold	1	2			
Redeemed	(1)	(3)			
Net Increase/(Decrease)	–	(1)			
Class C US\$ Distributing (D)					
Sold	7	1			
Redeemed	(8)	(15)			
Net Increase/(Decrease)	(1)	(14)			
Class E US\$ Accumulating					
Sold	2	2			
Redeemed	(4)	(3)			
Net Increase/(Decrease)	(2)	(1)			
Class F US\$ Accumulating					
Sold	55	122			
Redeemed	(13)	(8)			
Net Increase/(Decrease)	42	114			
Premier Class US\$ Accumulating					
Sold	103	89			
Redeemed	(105)	(210)			
Net Increase/(Decrease)	(2)	(121)			
Premier Class US\$ Distributing (M)					
Sold	2	2			
Redeemed	(13)	(1)			
Net Increase/(Decrease)	(11)	1			
Premier Class GBP Accumulating (Hedged)					
Redeemed	–	(3)			
Net Increase/(Decrease)	–	(3)			
LM Class US\$ Accumulating					
Redeemed	–	(308)			
Net Increase/(Decrease)	–	(308)			
LM Class GBP Accumulating (Hedged)					
Sold	–	1			
Redeemed	(2)	(4)			
Net Increase/(Decrease)	(2)	(3)			
Class A (G) US\$ Accumulating					
Sold	–	1			
Redeemed	(1)	–			
Net Increase/(Decrease)	(1)	1			
Class A (G) US\$ Distributing (D)					
Sold	1	1			
Redeemed	(1)	(2)			
Net Increase/(Decrease)	–	(1)			
Class B (G) US\$ Accumulating					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class B (G) US\$ Distributing (D)					
Sold	–	–			
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Class L (G) US\$ Accumulating					
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Class L (G) US\$ Distributing (D)					
Sold	1	–			
Redeemed	(2)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Legg Mason Western Asset Euro Core Plus Bond Fund					
Class A US\$ Distributing (D)					
Sold	18	–			
Redeemed	(3)	(5)			
Net Increase/(Decrease)	15	(5)			
Class A Euro Distributing (D)					
Sold	–	–			
Redeemed	(2)	(3)			
Net Increase/(Decrease)	(2)	(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			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Euro Core Plus Bond Fund — (continued)					
Class B US\$ Distributing (D)					
Sold	–	–			
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class C US\$ Distributing (D)					
Sold	3	–			
Redeemed	–	(2)			
Net Increase/(Decrease)	3	(2)			
Class F Euro Distributing (Q)					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Premier Class Euro Accumulating					
Sold	–	–			
Redeemed	–	(568)			
Net Increase/(Decrease)	–	(568)			
Class GA Euro Accumulating					
Sold	–	–			
Redeemed	(4)	(3)			
Net Increase/(Decrease)	(4)	(3)			
Class GE Euro Accumulating					
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Legg Mason Western Asset Diversified Strategic Income Fund					
Class A US\$ Accumulating					
Sold	2	9			
Redeemed	(2)	(4)			
Net Increase/(Decrease)	–	5			
Class A US\$ Distributing (D)					
Sold	23	9			
Redeemed	(32)	(42)			
Net Increase/(Decrease)	(9)	(33)			
Class A US\$ Distributing (M)					
Sold	3	1			
Redeemed	(1)	–			
Net Increase/(Decrease)	2	1			
Class A Euro Accumulating (Hedged)					
Sold	–	1			
Redeemed	(1)	(7)			
Net Increase/(Decrease)	(1)	(6)			
Class B US\$ Distributing (D)					
Sold	1	1			
Redeemed	(3)	(8)			
Net Increase/(Decrease)	(2)	(7)			
Class C US\$ Accumulating					
Sold	2	–			
Redeemed	(2)	(3)			
Net Increase/(Decrease)	–	(3)			
Class C US\$ Distributing (D)					
Sold	8	1			
Redeemed	(12)	(18)			
Net Increase/(Decrease)	(4)	(17)			
Class A (G) US\$ Accumulating					
Sold	–	2			
Redeemed	(1)	(3)			
Net Increase/(Decrease)	(1)	(1)			
Class A (G) US\$ Distributing (D)					
Sold	3	2			
Redeemed	(12)	(7)			
Net Increase/(Decrease)	(9)	(5)			
Class B (G) US\$ Accumulating					
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Class B (G) US\$ Distributing (D)					
Sold	–	–			
Redeemed	(2)	(2)			
Net Increase/(Decrease)	(2)	(2)			
Class L (G) US\$ Distributing (D)					
Sold	–	1			
Redeemed	(3)	(4)			
Net Increase/(Decrease)	(3)	(3)			
Legg Mason Western Asset Global Multi Strategy Fund					
Class A US\$ Accumulating					
Sold	31	200			
Redeemed	(76)	(492)			
Net Increase/(Decrease)	(45)	(292)			
Class A US\$ Distributing (D)					
Sold	41	86			
Redeemed	(143)	(214)			
Net Increase/(Decrease)	(102)	(128)			
Class A US\$ Distributing (M)					
Sold	29	50			
Redeemed	(92)	(164)			
Net Increase/(Decrease)	(63)	(114)			
Class A Euro Accumulating (Hedged)					
Sold	26	145			
Redeemed	(113)	(362)			
Net Increase/(Decrease)	(87)	(217)			
Class A Euro Distributing (M) (Hedged) Plus (e)					
Sold	4	5			
Redeemed	(1)	(1)			
Net Increase/(Decrease)	3	4			
Class A Euro Distributing (M) (Hedged)					
Sold	20	99			
Redeemed	(92)	(107)			
Net Increase/(Decrease)	(72)	(8)			
Class A GBP Distributing (M) (Hedged)					
Sold	8	121			
Redeemed	(162)	(294)			
Net Increase/(Decrease)	(154)	(173)			
Class A SGD Distributing (M) (Hedged) Plus					
Sold	1,610	967			
Redeemed	(1,357)	(950)			
Net Increase/(Decrease)	253	17			
Class B US\$ Accumulating					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class B US\$ Distributing (D)					
Sold	1	2			
Redeemed	(6)	(13)			
Net Increase/(Decrease)	(5)	(11)			
Class C US\$ Accumulating					
Sold	16	44			
Redeemed	(31)	(122)			
Net Increase/(Decrease)	(15)	(78)			
Class C US\$ Distributing (D)					
Sold	24	46			
Redeemed	(147)	(128)			
Net Increase/(Decrease)	(123)	(82)			
Class E US\$ Accumulating					
Sold	7	39			
Redeemed	(35)	(116)			
Net Increase/(Decrease)	(28)	(77)			
Class E US\$ Distributing (D)					
Sold	6	17			
Redeemed	(22)	(47)			
Net Increase/(Decrease)	(16)	(30)			
Class E Euro Accumulating (Hedged)					
Sold	1	49			
Redeemed	(17)	(49)			
Net Increase/(Decrease)	(16)	–			
Class E Euro Distributing (M) (Hedged)					
Sold	–	1			
Net Increase/(Decrease)	–	1			
Class F US\$ Accumulating					
Sold	15	37			
Redeemed	(23)	(65)			
Net Increase/(Decrease)	(8)	(28)			
Class F US\$ Distributing (D)					
Sold	3	111			
Redeemed	(48)	(105)			
Net Increase/(Decrease)	(45)	6			
Class X US\$ Distributing (D)					
Sold	8	–			
Redeemed	(8)	–			
Net Increase/(Decrease)	–	–			

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

	For the period ended			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Global Multi Strategy Fund — (continued)					
Premier Class US\$ Accumulating					
Sold	2	12			
Redeemed	(2)	(96)			
Net Increase/(Decrease)	–	(84)			
Premier Class US\$ Distributing (D)					
Sold	3	1			
Redeemed	–	–			
Net Increase/(Decrease)	3	1			
Premier Class US\$ Distributing (M)					
Sold	157	4			
Redeemed	(2)	(52)			
Net Increase/(Decrease)	155	(48)			
Premier Class Euro Accumulating (Hedged)					
Sold	515	197			
Redeemed	(351)	(290)			
Net Increase/(Decrease)	164	(93)			
Premier Class Euro Distributing (M) (Hedged)					
Sold	1	3			
Redeemed	–	(26)			
Net Increase/(Decrease)	1	(23)			
Premier Class GBP Accumulating (Hedged)					
Sold	461	8			
Redeemed	(230)	(228)			
Net Increase/(Decrease)	231	(220)			
Premier Class GBP Distributing (M) (Hedged)					
Sold	6	29			
Redeemed	(30)	(214)			
Net Increase/(Decrease)	(24)	(185)			
Premier Class GBP Distributing (M) (Hedged) Plus (e)					
Sold	3	127			
Redeemed	(29)	(13)			
Net Increase/(Decrease)	(26)	114			
Premier Class GBP Distributing (Q) (Hedged)					
Sold	2	2			
Redeemed	–	(21)			
Net Increase/(Decrease)	2	(19)			
Premier Class JPY Accumulating (Hedged)					
Sold	10	–			
Redeemed	(2)	–			
Net Increase/(Decrease)	8	–			
Premier Class SEK Accumulating (Hedged)					
Redeemed	–	(1,111)			
Net Increase/(Decrease)	–	(1,111)			
LM Class US\$ Accumulating					
Sold	1	10			
Redeemed	(89)	(3)			
Net Increase/(Decrease)	(88)	7			
LM Class AUD Distributing (M) (Hedged)					
Sold	19	212			
Redeemed	(39)	(43)			
Net Increase/(Decrease)	(20)	169			
LM Class Euro Accumulating (Hedged)					
Sold	–	1			
Redeemed	(10)	(1)			
Net Increase/(Decrease)	(10)	–			
LM Class GBP Accumulating (Hedged)					
Sold	208	85			
Redeemed	(4)	(297)			
Net Increase/(Decrease)	204	(212)			
LM Class JPY Accumulating (Hedged)					
Sold	–	5			
Redeemed	(37)	(4)			
Net Increase/(Decrease)	(37)	1			
Legg Mason Western Asset US High Yield Fund					
Class A US\$ Accumulating					
Sold	1,002	741			
Redeemed	(798)	(778)			
Net Increase/(Decrease)	204	(37)			
Class A US\$ Distributing (D)					
Sold	341	300			
Redeemed	(209)	(210)			
Net Increase/(Decrease)	132	90			
Class A US\$ Distributing (M)					
Sold	111	131			
Redeemed	(41)	(210)			
Net Increase/(Decrease)	70	(79)			
Class A US\$ Distributing (M) Plus					
Sold	153	224			
Redeemed	(194)	(199)			
Net Increase/(Decrease)	(41)	25			
Class A Euro Distributing (M) (Hedged)					
Sold	3	2			
Redeemed	(2)	–			
Net Increase/(Decrease)	1	2			
Class A SGD Distributing (Q) (Hedged) Plus					
Sold	–	38			
Redeemed	–	(6)			
Net Increase/(Decrease)	–	32			
Class A SGD Distributing (M) (Hedged) Plus					
Sold	692	–			
Redeemed	(168)	–			
Net Increase/(Decrease)	524	–			
Class B US\$ Accumulating					
Sold	4	–			
Redeemed	(1)	(1)			
Net Increase/(Decrease)	3	(1)			
Class B US\$ Distributing (D)					
Sold	24	10			
Redeemed	(11)	(21)			
Net Increase/(Decrease)	13	(11)			
Class C US\$ Accumulating					
Sold	46	8			
Redeemed	(24)	(8)			
Net Increase/(Decrease)	22	–			
Class C US\$ Distributing (D)					
Sold	106	34			
Redeemed	(31)	(31)			
Net Increase/(Decrease)	75	3			
Class E US\$ Accumulating					
Sold	60	43			
Redeemed	(29)	(22)			
Net Increase/(Decrease)	31	21			
Class E US\$ Distributing (D)					
Sold	69	153			
Redeemed	(119)	(10)			
Net Increase/(Decrease)	(50)	143			
Class F US\$ Accumulating					
Sold	1	–			
Redeemed	(13)	(1)			
Net Increase/(Decrease)	(12)	(1)			
Class F US\$ Distributing (D)					
Sold	2	–			
Redeemed	–	–			
Net Increase/(Decrease)	2	–			
Premier Class US\$ Accumulating					
Sold	947	396			
Redeemed	(287)	(556)			
Net Increase/(Decrease)	660	(160)			
Premier Class US\$ Distributing (M)					
Sold	55	639			
Redeemed	(226)	(592)			
Net Increase/(Decrease)	(171)	47			
Premier Class US\$ Distributing (M) Plus (e)					
Sold	852	439			
Redeemed	(1,258)	–			
Net Increase/(Decrease)	(406)	439			
Premier Class Euro Accumulating (Hedged)					
Redeemed	(41)	–			
Net Increase/(Decrease)	(41)	–			

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, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset US High Yield Fund — (continued)		
LM Class US\$ Accumulating		
Sold	167	–
Redeemed	(193)	(13)
Net Increase/(Decrease)	(26)	(13)
LM Class US\$ Distributing (M)		
Sold	158	64
Redeemed	(11)	(605)
Net Increase/(Decrease)	147	(541)
LM Class GBP Accumulating (Hedged)		
Sold	–	–
Redeemed	(3)	(4)
Net Increase/(Decrease)	(3)	(4)
Class A (G) US\$ Accumulating		
Sold	–	–
Redeemed	(1)	(2)
Net Increase/(Decrease)	(1)	(2)
Class A (G) US\$ Distributing (D)		
Sold	2	3
Redeemed	(9)	(10)
Net Increase/(Decrease)	(7)	(7)
Class B (G) US\$ Accumulating		
Sold	–	–
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class B (G) US\$ Distributing (D)		
Sold	–	–
Redeemed	–	(3)
Net Increase/(Decrease)	–	(3)
Class L (G) US\$ Distributing (D)		
Sold	4	1
Redeemed	(18)	(12)
Net Increase/(Decrease)	(14)	(11)
Class GF US\$ Accumulating		
Redeemed	–	(10)
Net Increase/(Decrease)	–	(10)
Legg Mason Western Asset Emerging Markets Bond Fund		
Class A US\$ Accumulating		
Sold	279	140
Redeemed	(197)	(494)
Net Increase/(Decrease)	82	(354)
Class A US\$ Distributing (D)		
Sold	9	62
Redeemed	(30)	(109)
Net Increase/(Decrease)	(21)	(47)
Class A US\$ Distributing (M)		
Sold	159	122
Redeemed	(124)	(165)
Net Increase/(Decrease)	35	(43)
Class A US\$ Distributing (M) Plus		
Sold	188	17
Redeemed	(74)	(12)
Net Increase/(Decrease)	114	5
Class A Euro Accumulating (Hedged)		
Sold	2	2
Redeemed	(1)	(19)
Net Increase/(Decrease)	1	(17)
Class A Euro Distributing (D) (Hedged)		
Sold	–	4
Redeemed	–	–
Net Increase/(Decrease)	–	4
Class A GBP Distributing (D) (Hedged)		
Sold	–	1
Redeemed	–	(15)
Net Increase/(Decrease)	–	(14)
Class A SGD Distributing (M) (Hedged) Plus		
Sold	431	–
Redeemed	(341)	–
Net Increase/(Decrease)	90	–
Class A SGD Distributing (Q) (Hedged) Plus		
Sold	–	389
Redeemed	–	(838)
Net Increase/(Decrease)	–	(449)

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Class B US\$ Accumulating		
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	–
Class B US\$ Distributing (D)		
Sold	–	–
Redeemed	–	(4)
Net Increase/(Decrease)	–	(4)
Class C US\$ Accumulating		
Sold	–	1
Redeemed	–	(8)
Net Increase/(Decrease)	–	(7)
Class C US\$ Distributing (D)		
Sold	2	9
Redeemed	(11)	(21)
Net Increase/(Decrease)	(9)	(12)
Class E US\$ Distributing (D)		
Sold	3	6
Redeemed	(5)	(3)
Net Increase/(Decrease)	(2)	3
Class E Euro Distributing (M) (Hedged)		
Sold	1	1
Redeemed	–	–
Net Increase/(Decrease)	1	1
Class F US\$ Accumulating		
Redeemed	–	(7)
Net Increase/(Decrease)	–	(7)
Premier Class US\$ Accumulating		
Sold	3	117
Redeemed	(21)	(10)
Net Increase/(Decrease)	(18)	107
Premier Class Euro Accumulating (Hedged)		
Sold	8	9
Redeemed	(1)	(1)
Net Increase/(Decrease)	7	8
Premier Class GBP Distributing (D) (Hedged)		
Sold	33	8
Redeemed	(12)	(7)
Net Increase/(Decrease)	21	1
LM Class US\$ Accumulating		
Sold	–	3
Net Increase/(Decrease)	–	3
Class A (G) US\$ Accumulating		
Sold	–	1
Redeemed	(12)	(9)
Net Increase/(Decrease)	(12)	(8)
Class A (G) US\$ Distributing (D)		
Sold	2	2
Redeemed	(6)	(4)
Net Increase/(Decrease)	(4)	(2)
Class B (G) US\$ Accumulating		
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	(1)
Class B (G) US\$ Distributing (D)		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class L (G) US\$ Accumulating		
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	–
Class L (G) US\$ Distributing (D)		
Sold	4	1
Redeemed	(13)	(3)
Net Increase/(Decrease)	(9)	(2)
Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]		
Class A US\$ Accumulating		
Sold	2	15
Redeemed	–	(2)
Net Increase/(Decrease)	2	13
Premier Class US\$ Accumulating		
Sold	–	–
Redeemed	–	(35)
Net Increase/(Decrease)	–	(35)

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

	For the period ended			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]					
— (continued)					
LM Class US\$ Distributing (M)					
Sold	118	17			
Redeemed	(39)	(5)			
Net Increase/(Decrease)	79	12			
Legg Mason Western Asset Global High Yield Fund					
Class A US\$ Accumulating					
Sold	766	940			
Redeemed	(859)	(948)			
Net Increase/(Decrease)	(93)	(8)			
Class A US\$ Distributing (D)					
Sold	89	143			
Redeemed	(97)	(156)			
Net Increase/(Decrease)	(8)	(13)			
Class A US\$ Distributing (M)					
Sold	2,264	1,813			
Redeemed	(2,122)	(2,252)			
Net Increase/(Decrease)	142	(439)			
Class A US\$ Distributing (M) Plus					
Sold	381	62			
Redeemed	(256)	(17)			
Net Increase/(Decrease)	125	45			
Class A AUD Distributing (M) (Hedged) Plus					
Sold	877	790			
Redeemed	(852)	(519)			
Net Increase/(Decrease)	25	271			
Class A CNH Distributing (M) (Hedged) Plus					
Sold	–	–			
Redeemed	(6)	–			
Net Increase/(Decrease)	(6)	–			
Class A Euro Distributing (D) (Hedged)					
Sold	1	1			
Redeemed	(2)	–			
Net Increase/(Decrease)	(1)	1			
Class A SGD Distributing (M) (Hedged) Plus					
Sold	5,845	2,680			
Redeemed	(1,703)	(2,674)			
Net Increase/(Decrease)	4,142	6			
Class B US\$ Accumulating					
Sold	1	1			
Redeemed	(3)	–			
Net Increase/(Decrease)	(2)	1			
Class B US\$ Distributing (D)					
Sold	4	–			
Redeemed	(1)	(2)			
Net Increase/(Decrease)	3	(2)			
Class C US\$ Accumulating					
Sold	11	13			
Redeemed	(10)	(17)			
Net Increase/(Decrease)	1	(4)			
Class C US\$ Distributing (D)					
Sold	56	32			
Redeemed	(23)	(26)			
Net Increase/(Decrease)	33	6			
Class A CNH Distributing (M) (Hedged) Plus					
Sold	–	6			
Net Increase/(Decrease)	–	6			
Class E US\$ Accumulating					
Sold	16	27			
Redeemed	(27)	(7)			
Net Increase/(Decrease)	(11)	20			
Class E US\$ Distributing (D)					
Sold	8	13			
Redeemed	(11)	(2)			
Net Increase/(Decrease)	(3)	11			
Class E Euro Distributing (M) (Hedged)					
Sold	6	1			
Redeemed	(1)	–			
Net Increase/(Decrease)	5	1			
Class F US\$ Accumulating					
Sold	3	2			
Redeemed	(2)	(251)			
Net Increase/(Decrease)	1	(249)			
Class F US\$ Distributing (D)					
Sold	13	19			
Redeemed	(3)	(5)			
Net Increase/(Decrease)	10	14			
Class X US\$ Accumulating					
Sold	–	4			
Redeemed	(1)	–			
Net Increase/(Decrease)	(1)	4			
Class X US\$ Distributing (D)					
Sold	–	4			
Redeemed	–	(2)			
Net Increase/(Decrease)	–	2			
Class X GBP Distributing (D) (Hedged)					
Sold	–	3			
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	2			
Premier Class US\$ Accumulating					
Sold	14	916			
Redeemed	(772)	(801)			
Net Increase/(Decrease)	(758)	115			
Premier Class US\$ Distributing (M)					
Sold	–	608			
Redeemed	–	(1,304)			
Net Increase/(Decrease)	–	(696)			
Premier Class US\$ Distributing (M) Plus (e)					
Sold	834	982			
Redeemed	(1,707)	–			
Net Increase/(Decrease)	(873)	982			
Premier Class Euro Accumulating (Hedged)					
Sold	19	45			
Redeemed	(24)	(59)			
Net Increase/(Decrease)	(5)	(14)			
Premier Class GBP Distributing (D) (Hedged)					
Sold	4	4			
Redeemed	(6)	(3)			
Net Increase/(Decrease)	(2)	1			
LM Class US\$ Accumulating					
Sold	394	–			
Net Increase/(Decrease)	394	–			
Class A (G) US\$ Accumulating					
Sold	–	4			
Redeemed	(3)	(9)			
Net Increase/(Decrease)	(3)	(5)			
Class A (G) US\$ Distributing (D)					
Sold	2	4			
Redeemed	(22)	(38)			
Net Increase/(Decrease)	(20)	(34)			
Class B (G) US\$ Accumulating					
Redeemed	–	(5)			
Net Increase/(Decrease)	–	(5)			
Class B (G) US\$ Distributing (D)					
Sold	–	–			
Redeemed	(1)	(3)			
Net Increase/(Decrease)	(1)	(3)			
Class L (G) US\$ Distributing (D)					
Sold	5	1			
Redeemed	(15)	(2)			
Net Increase/(Decrease)	(10)	(1)			
Legg Mason Western Asset US Short-Term Government Fund					
Class A US\$ Accumulating					
Sold	123	4			
Redeemed	(13)	(83)			
Net Increase/(Decrease)	110	(79)			
Class A US\$ Distributing (D)					
Sold	4	31			
Redeemed	(1)	(19)			
Net Increase/(Decrease)	3	12			

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

	For the period ended			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset US Short-Term Government Fund — (continued)					
Class B US\$ Accumulating					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class C US\$ Accumulating					
Sold	2	11			
Redeemed	(4)	(8)			
Net Increase/(Decrease)	(2)	3			
Class C US\$ Distributing (D)					
Sold	–	2			
Redeemed	(1)	(23)			
Net Increase/(Decrease)	(1)	(21)			
Class A (G) US\$ Accumulating					
Sold	–	1			
Redeemed	(2)	(4)			
Net Increase/(Decrease)	(2)	(3)			
Class A (G) US\$ Distributing (D)					
Sold	–	1			
Redeemed	(7)	(14)			
Net Increase/(Decrease)	(7)	(13)			
Class L (G) US\$ Distributing (D)					
Redeemed	(1)	(3)			
Net Increase/(Decrease)	(1)	(3)			
Legg Mason Western Asset US Adjustable Rate Fund					
Class A US\$ Accumulating					
Sold	15	21			
Redeemed	(22)	(32)			
Net Increase/(Decrease)	(7)	(11)			
Class C US\$ Distributing (D)					
Sold	3	13			
Redeemed	(1)	(11)			
Net Increase/(Decrease)	2	2			
Class A (G) US\$ Accumulating					
Sold	1	–			
Redeemed	(1)	(1)			
Net Increase/(Decrease)	–	(1)			
Class A (G) US\$ Distributing (D)					
Sold	–	1			
Redeemed	(2)	(4)			
Net Increase/(Decrease)	(2)	(3)			
Class B (G) US\$ Accumulating					
Redeemed	(1)	–			
Net Increase/(Decrease)	(1)	–			
Class B (G) US\$ Distributing (D)					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class L (G) US\$ Distributing (D)					
Redeemed	(6)	(4)			
Net Increase/(Decrease)	(6)	(4)			
Legg Mason Western Asset Inflation Management Fund					
Class A US\$ Accumulating					
Sold	2	5			
Redeemed	(8)	(6)			
Net Increase/(Decrease)	(6)	(1)			
Class A US\$ Distributing (A)					
Sold	11	5			
Redeemed	(2)	(12)			
Net Increase/(Decrease)	9	(7)			
Class B US\$ Accumulating					
Redeemed	–	(5)			
Net Increase/(Decrease)	–	(5)			
Class C US\$ Accumulating					
Sold	–	4			
Redeemed	–	(2)			
Net Increase/(Decrease)	–	2			
Class C US\$ Distributing (A)					
Sold	–	8			
Redeemed	(2)	(25)			
Net Increase/(Decrease)	(2)	(17)			
Class A (G) US\$ Accumulating					
Sold	–	1			
Redeemed	–	(4)			
Net Increase/(Decrease)	–	(3)			
Class A (G) US\$ Distributing (A)					
Sold	–	1			
Redeemed	–	(1)			
Net Increase/(Decrease)	–	–			
Class B (G) US\$ Distributing (A)					
Redeemed	(1)	–			
Net Increase/(Decrease)	(1)	–			
Class L (G) US\$ Accumulating					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Legg Mason Western Asset Asian Opportunities Fund					
Class A US\$ Accumulating					
Sold	216	344			
Redeemed	(412)	(688)			
Net Increase/(Decrease)	(196)	(344)			
Class A US\$ Distributing (D)					
Sold	33	93			
Redeemed	(118)	(184)			
Net Increase/(Decrease)	(85)	(91)			
Class A US\$ Distributing (M)					
Sold	28	104			
Redeemed	(41)	(212)			
Net Increase/(Decrease)	(13)	(108)			
Class A US\$ Distributing (M) Plus					
Sold	18	1			
Redeemed	(5)	–			
Net Increase/(Decrease)	13	1			
Class A AUD Distributing (M) (Hedged) Plus					
Sold	10	27			
Redeemed	(11)	(13)			
Net Increase/(Decrease)	(1)	14			
Class A CNH Distributing (M) (Hedged) Plus					
Sold	6	–			
Net Increase/(Decrease)	6	–			
Class A Euro Accumulating					
Sold	32	13			
Redeemed	(8)	(94)			
Net Increase/(Decrease)	24	(81)			
Class A Euro Accumulating (Hedged)					
Sold	4	81			
Redeemed	(16)	(62)			
Net Increase/(Decrease)	(12)	19			
Class A Euro Distributing (A)					
Sold	3	1			
Redeemed	–	(1)			
Net Increase/(Decrease)	3	–			
Class A GBP Distributing (D) (Hedged)					
Sold	–	8			
Redeemed	(5)	(13)			
Net Increase/(Decrease)	(5)	(5)			
Class A GBP Distributing (M)					
Sold	–	7			
Redeemed	–	(5)			
Net Increase/(Decrease)	–	2			
Class A SGD Accumulating (Hedged)					
Sold	2,048	4,550			
Redeemed	(1,969)	(9,346)			
Net Increase/(Decrease)	79	(4,796)			
Class A SGD Distributing (M) (Hedged) Plus					
Sold	601	–			
Redeemed	(2,967)	–			
Net Increase/(Decrease)	(2,366)	–			
Class A SGD Distributing (M) Plus					
Sold	403	–			
Redeemed	(1,811)	–			
Net Increase/(Decrease)	(1,408)	–			
Class A SGD Distributing (Q) (Hedged) Plus					
Sold	–	2,735			
Redeemed	–	(7,162)			
Net Increase/(Decrease)	–	(4,427)			

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

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Asian Opportunities Fund — (continued)		
Class A SGD Distributing (Q) (Plus)		
Sold	–	975
Redeemed	–	(599)
Net Increase/(Decrease)	–	376
Class B US\$ Accumulating		
Redeemed	(2)	(1)
Net Increase/(Decrease)	(2)	(1)
Class B US\$ Distributing (D)		
Sold	–	1
Redeemed	(4)	(6)
Net Increase/(Decrease)	(4)	(5)
Class C US\$ Accumulating		
Sold	3	14
Redeemed	(43)	(125)
Net Increase/(Decrease)	(40)	(111)
Class C US\$ Distributing (D)		
Sold	2	17
Redeemed	(79)	(84)
Net Increase/(Decrease)	(77)	(67)
Class A CNH Distributing (M) (Hedged) Plus		
Sold	–	6
Net Increase/(Decrease)	–	6
Class E US\$ Accumulating		
Sold	1	8
Redeemed	(14)	(53)
Net Increase/(Decrease)	(13)	(45)
Class E US\$ Distributing (D)		
Sold	–	10
Redeemed	(5)	(20)
Net Increase/(Decrease)	(5)	(10)
Class F US\$ Accumulating		
Sold	223	39
Redeemed	(29)	(130)
Net Increase/(Decrease)	194	(91)
Class F US\$ Distributing (D)		
Sold	–	1
Redeemed	–	(1)
Net Increase/(Decrease)	–	–
Class X Euro Accumulating (Hedged)		
Sold	11	–
Redeemed	–	–
Net Increase/(Decrease)	11	–
Premier Class US\$ Accumulating		
Sold	169	126
Redeemed	(3)	(137)
Net Increase/(Decrease)	166	(11)
Premier Class US\$ Distributing (M)		
Sold	–	2
Net Increase/(Decrease)	–	2
Premier Class Euro Accumulating (Hedged)		
Sold	–	25
Redeemed	(1)	(73)
Net Increase/(Decrease)	(1)	(48)
Premier Class Euro Accumulating		
Sold	5	308
Redeemed	(1)	(692)
Net Increase/(Decrease)	4	(384)
Premier Class Euro Distributing (A)		
Sold	209	421
Redeemed	(209)	–
Net Increase/(Decrease)	–	421
Premier Class Euro Distributing (M)		
Sold	–	5
Redeemed	(2)	–
Net Increase/(Decrease)	(2)	5
Premier Class GBP Distributing (M)		
Redeemed	(2)	(8)
Net Increase/(Decrease)	(2)	(8)
LM Class US\$ Accumulating		
Sold	8	–
Redeemed	(259)	(15)
Net Increase/(Decrease)	(251)	(15)

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Global Blue Chip Bond Fund		
Class A US\$ Accumulating		
Sold	2	5
Redeemed	(5)	(40)
Net Increase/(Decrease)	(3)	(35)
Class A US\$ Distributing (M)		
Sold	2	8
Redeemed	(5)	(15)
Net Increase/(Decrease)	(3)	(7)
Class A Euro Accumulating (Hedged)		
Sold	1	–
Redeemed	–	–
Net Increase/(Decrease)	1	–
Class B US\$ Distributing (M)		
Redeemed	–	(2)
Net Increase/(Decrease)	–	(2)
Class C US\$ Accumulating		
Sold	5	2
Redeemed	(1)	(7)
Net Increase/(Decrease)	4	(5)
Class C US\$ Distributing (M)		
Sold	–	22
Redeemed	(1)	(14)
Net Increase/(Decrease)	(1)	8
Class E US\$ Accumulating		
Redeemed	(1)	(5)
Net Increase/(Decrease)	(1)	(5)
Class E US\$ Distributing (D)		
Sold	1	–
Redeemed	(2)	(1)
Net Increase/(Decrease)	(1)	(1)
Class F US\$ Distributing (D)		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Premier Class US\$ Accumulating		
Sold	2	2
Redeemed	–	(2)
Net Increase/(Decrease)	2	–
Premier Class US\$ Distributing (M)		
Sold	16	3
Redeemed	(4)	(13)
Net Increase/(Decrease)	12	(10)
Premier Class Euro Accumulating (Hedged)		
Redeemed	(18)	(35)
Net Increase/(Decrease)	(18)	(35)
Premier Class Euro Distributing (M) (Hedged)		
Sold	–	9
Redeemed	(1)	(41)
Net Increase/(Decrease)	(1)	(32)
Premier Class GBP Accumulating (Hedged)		
Sold	–	–
Redeemed	(2)	–
Net Increase/(Decrease)	(2)	–
Premier Class GBP Distributing (M) (Hedged)		
Sold	1	4
Redeemed	(19)	(58)
Net Increase/(Decrease)	(18)	(54)
Legg Mason Western Asset Brazil Bond Fund		
Class A US\$ Distributing (M)		
Sold	–	2
Redeemed	–	(1)
Net Increase/(Decrease)	–	1
Legg Mason Western Asset Global Credit Absolute Return Fund[^]		
Class A US\$ Accumulating		
Sold	1	–
Net Increase/(Decrease)	1	–
Class A US\$ Distributing (M)		
Sold	9	58
Redeemed	(7)	(9)
Net Increase/(Decrease)	2	49

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

	For the period ended			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Global Credit Absolute Return Fund[^] — (continued)					
Class A Euro Accumulating (Hedged)					
Sold	3	–			
Redeemed	(2)	–			
Net Increase/(Decrease)	1	–			
Class A GBP Distributing (M) (Hedged)					
Sold	1	6			
Redeemed	(6)	(2)			
Net Increase/(Decrease)	(5)	4			
Class A (PF) US\$ Accumulating					
Sold	–	4			
Redeemed	–	(1)			
Net Increase/(Decrease)	–	3			
Class X GBP Distributing (M) (Hedged)					
Sold	6	13			
Redeemed	(3)	–			
Net Increase/(Decrease)	3	13			
Premier Class Euro Accumulating (Hedged)					
Sold	18	69			
Redeemed	(13)	(6)			
Net Increase/(Decrease)	5	63			
Premier Class GBP Distributing (M) (Hedged)					
Sold	39	34			
Redeemed	(18)	(11)			
Net Increase/(Decrease)	21	23			
Premier (PF) Class US\$ Accumulating					
Sold	23	320			
Redeemed	(178)	(165)			
Net Increase/(Decrease)	(155)	155			
Premier (PF) Class GBP Accumulating (Hedged)					
Sold	34	–			
Redeemed	(18)	(71)			
Net Increase/(Decrease)	16	(71)			
Premier (PF) Class GBP Distributing (M) (Hedged)					
Sold	12	21			
Redeemed	(7)	(234)			
Net Increase/(Decrease)	5	(213)			
Legg Mason Western Asset UK£ Core Plus Bond Fund[^]					
LM Class GBP Accumulating					
Redeemed	–	(4)			
Net Increase/(Decrease)	–	(4)			
Legg Mason Western Asset Global Core Plus Bond Fund[^]					
Premier Class US\$ Accumulating					
Sold	8	644			
Redeemed	(635)	(2)			
Net Increase/(Decrease)	(627)	642			
Premier Class Euro Accumulating (Hedged)					
Sold	92	–			
Net Increase/(Decrease)	92	–			
Premier Class Euro Distributing (Q) (Hedged)					
Redeemed	–	(98)			
Net Increase/(Decrease)	–	(98)			
Premier Class JPY Accumulating (Hedged)					
Sold	34	–			
Redeemed	(9)	–			
Net Increase/(Decrease)	25	–			
LM Class US\$ Accumulating					
Sold	1	26			
Redeemed	(236)	(25)			
Net Increase/(Decrease)	(235)	1			
LM Class Euro Accumulating (Hedged)					
Sold	74	2			
Redeemed	(101)	(5)			
Net Increase/(Decrease)	(27)	(3)			
LM Class JPY Accumulating (Hedged)					
Sold	–	16			
Redeemed	(110)	(25)			
Net Increase/(Decrease)	(110)	(9)			
Legg Mason Western Asset Global Inflation-Linked Fund					
Class A US\$ Accumulating					
Sold	–	–			
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class A SGD Accumulating (Hedged)					
Sold	115	352			
Redeemed	(137)	(74)			
Net Increase/(Decrease)	(22)	278			
Premier Class US\$ Accumulating					
Redeemed	(244)	(29)			
Net Increase/(Decrease)	(244)	(29)			
Premier Class SGD Accumulating (Hedged)					
Redeemed	–	(36,790)			
Net Increase/(Decrease)	–	(36,790)			
LM Class GBP Accumulating (Hedged)					
Sold	–	1			
Redeemed	(3)	(4)			
Net Increase/(Decrease)	(3)	(3)			
Legg Mason Western Asset UK£ Inflation-Linked Plus Fund[^]					
LM Class GBP Accumulating					
Redeemed	–	(122)			
Net Increase/(Decrease)	–	(122)			
Legg Mason Western Asset UK£ Long Duration Fund[^]					
LM Class GBP Accumulating					
Redeemed	–	(128)			
Net Increase/(Decrease)	–	(128)			
Legg Mason Western Asset Global Credit Fund					
Class A US\$ Accumulating					
Sold	–	2			
Redeemed	–	(7)			
Net Increase/(Decrease)	–	(5)			
Class A US\$ Distributing (D)					
Sold	–	56			
Redeemed	(2)	(236)			
Net Increase/(Decrease)	(2)	(180)			
Class A Euro Accumulating (Hedged)					
Sold	9	2			
Redeemed	(1)	(19)			
Net Increase/(Decrease)	8	(17)			
Class A GBP Accumulating (Hedged)					
Redeemed	–	(3)			
Net Increase/(Decrease)	–	(3)			
Premier Class US\$ Accumulating					
Sold	–	1			
Redeemed	(1)	(5)			
Net Increase/(Decrease)	(1)	(4)			
LM Class US\$ Accumulating					
Redeemed	(45)	–			
Net Increase/(Decrease)	(45)	–			
Legg Mason Western Asset Euro High Yield Fund[^]					
Class A Euro Distributing (D)					
Sold	–	1			
Redeemed	–	–			
Net Increase/(Decrease)	–	1			
LM Class Euro Accumulating					
Sold	–	323			
Redeemed	–	(5)			
Net Increase/(Decrease)	–	318			
LM Class Euro Distributing (Q)					
Sold	4	21			
Redeemed	(4)	(391)			
Net Increase/(Decrease)	–	(370)			
Legg Mason Western Asset Macro Opportunities Bond Fund					
Class A US\$ Accumulating					
Sold	2,350	–			
Redeemed	(30)	–			
Net Increase/(Decrease)	2,320	–			

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

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Western Asset Macro Opportunities Bond Fund — (continued)		
Class A US\$ Distributing (S)		
Sold	249	–
Redeemed	(2)	–
Net Increase/(Decrease)	247	–
Class A CHF Accumulating (Hedged)		
Sold	95	–
Redeemed	(1)	–
Net Increase/(Decrease)	94	–
Class A CNH Distributing (M) (Hedged) Plus (e)		
Sold	6	–
Redeemed	(6)	–
Net Increase/(Decrease)	–	–
Class A Euro Accumulating (Hedged)		
Sold	473	–
Redeemed	(17)	–
Net Increase/(Decrease)	456	–
Class A GBP Accumulating (Hedged)		
Sold	28	–
Net Increase/(Decrease)	28	–
Class A SGD Accumulating (Hedged)		
Sold	13,947	–
Redeemed	(284)	–
Net Increase/(Decrease)	13,663	–
Class C US\$ Accumulating		
Sold	14	–
Net Increase/(Decrease)	14	–
Class C US\$ Distributing (S)		
Sold	8	–
Net Increase/(Decrease)	8	–
Class E US\$ Accumulating		
Sold	29	–
Redeemed	(1)	–
Net Increase/(Decrease)	28	–
Class E US\$ Distributing (S)		
Sold	2	–
Redeemed	–	–
Net Increase/(Decrease)	2	–
Class E Euro Accumulating (Hedged) (AH)		
Sold	1	–
Net Increase/(Decrease)	1	–
Class F US\$ Accumulating		
Sold	129	–
Net Increase/(Decrease)	129	–
Class S US\$ Accumulating		
Sold	8	–
Redeemed	(14)	–
Net Increase/(Decrease)	(6)	–
Class S Euro Accumulating (Hedged)		
Sold	655	–
Redeemed	(12)	–
Net Increase/(Decrease)	643	–
Class X US\$ Accumulating		
Sold	273	–
Redeemed	(4)	–
Net Increase/(Decrease)	269	–
Class X CHF Accumulating (Hedged)		
Sold	23	–
Net Increase/(Decrease)	23	–
Class X Euro Accumulating		
Sold	7	–
Net Increase/(Decrease)	7	–
Class X Euro Accumulating (Hedged)		
Sold	410	–
Redeemed	(3)	–
Net Increase/(Decrease)	407	–
Class X GBP Accumulating (Hedged)		
Sold	82	–
Redeemed	(2)	–
Net Increase/(Decrease)	80	–
Class X SGD Accumulating (Hedged)		
Sold	239	–
Redeemed	(14)	–
Net Increase/(Decrease)	225	–

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Premier Class US\$ Accumulating		
Sold	2,820	–
Redeemed	(1,449)	–
Net Increase/(Decrease)	1,371	–
Premier Class US\$ Distributing (S)		
Sold	2	–
Net Increase/(Decrease)	2	–
Premier Class Euro Accumulating		
Sold	8	–
Net Increase/(Decrease)	8	–
Premier Class Euro Accumulating (Hedged)		
Sold	3,734	–
Redeemed	(29)	–
Net Increase/(Decrease)	3,705	–
Premier Class GBP Distributing (M) (Hedged) Plus (e)		
Sold	46	–
Redeemed	–	–
Net Increase/(Decrease)	46	–
Legg Mason Brandywine Global Fixed Income Fund		
Class A US\$ Accumulating		
Sold	695	341
Redeemed	(246)	(576)
Net Increase/(Decrease)	449	(235)
Class A US\$ Distributing (M)		
Sold	47	27
Redeemed	(34)	(25)
Net Increase/(Decrease)	13	2
Class A US\$ Distributing (S)		
Sold	89	327
Redeemed	(260)	(533)
Net Increase/(Decrease)	(171)	(206)
Class A Euro Accumulating (Hedged)		
Sold	8	24
Redeemed	(8)	(1)
Net Increase/(Decrease)	–	23
Class A Euro Accumulating (Hedged) (AH)		
Sold	118	1,320
Redeemed	(250)	(1,078)
Net Increase/(Decrease)	(132)	242
Class A Euro Distributing (A) (Hedged)		
Sold	–	1
Net Increase/(Decrease)	–	1
Class A Euro Distributing (S) (Hedged) (AH)		
Sold	22	197
Redeemed	(55)	(173)
Net Increase/(Decrease)	(33)	24
Class A GBP Distributing (S) (Hedged) (AH)		
Sold	23	127
Redeemed	(32)	(194)
Net Increase/(Decrease)	(9)	(67)
Class B US\$ Accumulating		
Sold	–	1
Redeemed	(3)	–
Net Increase/(Decrease)	(3)	1
Class B US\$ Distributing (S)		
Sold	1	6
Redeemed	(1)	(9)
Net Increase/(Decrease)	–	(3)
Class C US\$ Accumulating		
Sold	7	46
Redeemed	(17)	(7)
Net Increase/(Decrease)	(10)	39
Class C US\$ Distributing (S)		
Sold	21	55
Redeemed	(73)	(65)
Net Increase/(Decrease)	(52)	(10)
Class E US\$ Accumulating		
Sold	22	39
Redeemed	(77)	(426)
Net Increase/(Decrease)	(55)	(387)

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, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Brandywine Global Fixed Income Fund — (continued)		
Class E Euro Accumulating (Hedged) (AH)		
Sold	3	342
Redeemed	(77)	(58)
Net Increase/(Decrease)	(74)	284
Class F US\$ Accumulating		
Sold	68	149
Redeemed	(25)	(18)
Net Increase/(Decrease)	43	131
Class F US\$ Distributing (S)		
Sold	1	55
Redeemed	(27)	(5)
Net Increase/(Decrease)	(26)	50
Class R US\$ Distributing (S)		
Sold	9	–
Net Increase/(Decrease)	9	–
Class R GBP Distributing (S) (Hedged) (AH)		
Sold	23	1
Redeemed	(1)	–
Net Increase/(Decrease)	22	1
Class X US\$ Accumulating		
Sold	13	7
Net Increase/(Decrease)	13	7
Class X US\$ Distributing (S)		
Sold	40	4
Redeemed	(24)	–
Net Increase/(Decrease)	16	4
Class X Euro Accumulating (Hedged) (AH)		
Sold	–	23
Redeemed	–	(23)
Net Increase/(Decrease)	–	–
Class X Euro Accumulating (Hedged)		
Sold	80	20
Redeemed	(4)	–
Net Increase/(Decrease)	76	20
Class X Euro Distributing (S) (Hedged)		
Sold	–	1
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	1
Class X GBP Distributing (S) (Hedged)		
Sold	–	3
Redeemed	(8)	–
Net Increase/(Decrease)	(8)	3
Premier Class US\$ Accumulating		
Sold	199	1,149
Redeemed	(312)	(1,334)
Net Increase/(Decrease)	(113)	(185)
Premier Class US\$ Distributing (S)		
Sold	679	215
Redeemed	(4)	–
Net Increase/(Decrease)	675	215
Premier Class CHF Accumulating (Hedged) (AH)		
Sold	35	–
Redeemed	(1)	–
Net Increase/(Decrease)	34	–
Premier Class Euro Accumulating		
Sold	446	453
Redeemed	(383)	(271)
Net Increase/(Decrease)	63	182
Premier Class Euro Accumulating (Hedged)		
Sold	2	222
Redeemed	(1)	(2)
Net Increase/(Decrease)	1	220
Premier Class Euro Accumulating (Hedged) (AH)		
Sold	651	1,277
Redeemed	(393)	(1,063)
Net Increase/(Decrease)	258	214
Premier Class GBP Distributing (S) (Hedged) (AH)		
Sold	14	15
Redeemed	(4)	(1)
Net Increase/(Decrease)	10	14

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Premier Class JPY Accumulating (Hedged) (AH)		
Sold	33	–
Redeemed	(8)	–
Net Increase/(Decrease)	25	–
LM Class US\$ Accumulating		
Sold	1	25
Redeemed	(229)	(20)
Net Increase/(Decrease)	(228)	5
LM Class Euro Accumulating (Hedged) (AH)		
Sold	–	1
Redeemed	(26)	(4)
Net Increase/(Decrease)	(26)	(3)
LM Class JPY Accumulating (Hedged) (AH)		
Sold	1	11
Redeemed	(104)	(21)
Net Increase/(Decrease)	(103)	(10)
Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^]		
Class A US\$ Accumulating		
Sold	113	574
Redeemed	(69)	(114)
Net Increase/(Decrease)	44	460
Class A US\$ Distributing (A)		
Sold	9	–
Redeemed	(1)	–
Net Increase/(Decrease)	8	–
Class A Euro Accumulating (Hedged)		
Sold	2	820
Redeemed	(1)	(159)
Net Increase/(Decrease)	1	661
Class A (PF) Euro Accumulating (Hedged)		
Sold	–	810
Redeemed	–	(810)
Net Increase/(Decrease)	–	–
Class B US\$ Distributing (D)		
Sold	–	2
Redeemed	–	–
Net Increase/(Decrease)	–	2
Class C US\$ Accumulating		
Sold	7	21
Redeemed	(2)	–
Net Increase/(Decrease)	5	21
Class E US\$ Accumulating		
Sold	7	259
Redeemed	(238)	(10)
Net Increase/(Decrease)	(231)	249
Class E US\$ Distributing (A)		
Sold	3	–
Redeemed	(2)	–
Net Increase/(Decrease)	1	–
Class F US\$ Accumulating		
Sold	2	–
Net Increase/(Decrease)	2	–
Class X GBP Accumulating (Hedged)		
Sold	20	–
Net Increase/(Decrease)	20	–
Class X GBP Distributing (M) (Hedged)		
Sold	3	49
Redeemed	(14)	–
Net Increase/(Decrease)	(11)	49
Premier Class US\$ Accumulating		
Sold	468	894
Redeemed	(522)	(61)
Net Increase/(Decrease)	(54)	833
Premier Class US\$ Distributing (A)		
Sold	94	–
Net Increase/(Decrease)	94	–
Premier Class Euro Accumulating (Hedged)		
Sold	234	1,244
Redeemed	(239)	(775)
Net Increase/(Decrease)	(5)	469

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

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^]		
— (continued)		
Premier Class Euro Distributing (A) (Hedged)		
Sold	67	283
Redeemed	(18)	–
Net Increase/(Decrease)	49	283
Premier Class GBP Distributing (M) (Hedged)		
Sold	38	63
Redeemed	(4)	(8)
Net Increase/(Decrease)	34	55
Premier Class SGD Accumulating (Hedged)		
Sold	36	–
Net Increase/(Decrease)	36	–
LM Class US\$ Accumulating		
Sold	2,075	–
Net Increase/(Decrease)	2,075	–
LM Class AUD Accumulating (Hedged)		
Sold	523	–
Net Increase/(Decrease)	523	–
LM Class Euro Accumulating (Hedged)		
Sold	–	90
Redeemed	(91)	–
Net Increase/(Decrease)	(91)	90
Legg Mason Brandywine Global High Yield Fund[^]		
Class A US\$ Accumulating		
Sold	7	34
Redeemed	(11)	(3)
Net Increase/(Decrease)	(4)	31
Premier Class US\$ Accumulating		
Sold	9	–
Net Increase/(Decrease)	9	–
Legg Mason Brandywine Global Opportunistic Fixed Income Fund[^]		
Class A US\$ Accumulating		
Sold	131	27
Redeemed	(17)	(4)
Net Increase/(Decrease)	114	23
Class A US\$ Distributing (M)		
Sold	12	9
Redeemed	(2)	(46)
Net Increase/(Decrease)	10	(37)
Class A Euro Accumulating (Hedged) (AH)		
Sold	–	52
Redeemed	–	(5)
Net Increase/(Decrease)	–	47
Class A Euro Accumulating (Hedged)		
Sold	1	1
Redeemed	–	–
Net Increase/(Decrease)	1	1
Class C US\$ Accumulating		
Sold	6	9
Redeemed	–	(14)
Net Increase/(Decrease)	6	(5)
Class E US\$ Accumulating		
Sold	1	1
Redeemed	(5)	(7)
Net Increase/(Decrease)	(4)	(6)
Class F US\$ Accumulating		
Sold	24	–
Redeemed	–	(1)
Net Increase/(Decrease)	24	(1)
Class F US\$ Distributing (M)		
Sold	–	6
Net Increase/(Decrease)	–	6
Class X Euro Accumulating (Hedged)		
Sold	8	1
Redeemed	–	–
Net Increase/(Decrease)	8	1
Premier Class US\$ Accumulating		
Sold	32	39
Redeemed	(49)	(35)
Net Increase/(Decrease)	(17)	4

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Premier Class US\$ Distributing (M)		
Sold	55	28
Redeemed	(25)	(4)
Net Increase/(Decrease)	30	24
Premier Class Euro Accumulating (Hedged) (AH)		
Sold	3	–
Redeemed	(2)	–
Net Increase/(Decrease)	1	–
Premier Class GBP Accumulating (Hedged)		
Sold	53	–
Redeemed	(27)	–
Net Increase/(Decrease)	26	–
Premier Class GBP Distributing (M) (Hedged) (AH)		
Sold	8	102
Redeemed	(2)	(39)
Net Increase/(Decrease)	6	63
Premier Class NZD Accumulating (Hedged) (AH)		
Sold	–	13
Redeemed	(6)	–
Net Increase/(Decrease)	(6)	13
LM Class US\$ Accumulating (Hedged) (AH)		
Sold	–	119
Redeemed	(158)	–
Net Increase/(Decrease)	(158)	119
LM Class NZD Accumulating (Hedged) (AH)		
Sold	53	172
Redeemed	(73)	(1)
Net Increase/(Decrease)	(20)	171
Legg Mason Brandywine Global Sovereign Credit Fund[^]		
Premier Class GBP Accumulating (Hedged)		
Sold	–	1,152
Redeemed	–	(1,508)
Net Increase/(Decrease)	–	(356)
Premier Class GBP Distributing (S) (Hedged)		
Sold	114	160
Redeemed	–	(60)
Net Increase/(Decrease)	114	100
LM Class GBP Accumulating (Hedged) (AH)		
Sold	3,950	2,050
Net Increase/(Decrease)	3,950	2,050
Legg Mason Brandywine Global Income Optimiser Fund[^]		
Class A US\$ Distributing (D)		
Sold	1	–
Redeemed	–	–
Net Increase/(Decrease)	1	–
Class A US\$ Distributing (M) Plus (e)		
Sold	8	3
Redeemed	(4)	–
Net Increase/(Decrease)	4	3
Class A Euro Distributing (M) (Hedged) Plus (e)		
Sold	32	–
Redeemed	(3)	–
Net Increase/(Decrease)	29	–
Class A GBP Distributing (M) (Hedged) Plus (e)		
Sold	23	–
Redeemed	(5)	–
Net Increase/(Decrease)	18	–
Class X US\$ Distributing (D)		
Sold	3	9
Net Increase/(Decrease)	3	9
Class X US\$ Distributing (M) Plus (e)		
Sold	11	–
Redeemed	–	–
Net Increase/(Decrease)	11	–

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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, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Brandywine Global Income Optimiser Fund[^] — (continued)		
Class X Euro Distributing (M) (Hedged) Plus (e)		
Sold	8	–
Redeemed	–	–
Net Increase/(Decrease)	8	–
Class X GBP Distributing (M) (Hedged) Plus (e)		
Sold	27	–
Redeemed	(1)	–
Net Increase/(Decrease)	26	–
Premier Class US\$ Distributing (M) Plus (e)		
Sold	–	3
Net Increase/(Decrease)	–	3
LM Class US\$ Accumulating		
Sold	–	45
Net Increase/(Decrease)	–	45
Legg Mason Brandywine Global Credit Opportunities Fund		
Class A US\$ Accumulating		
Sold	10	–
Net Increase/(Decrease)	10	–
Class S US\$ Accumulating		
Sold	10	–
Net Increase/(Decrease)	10	–
Premier Class US\$ Accumulating		
Sold	10	–
Net Increase/(Decrease)	10	–
LM Class US\$ Accumulating		
Sold	20	–
Net Increase/(Decrease)	20	–
Legg Mason Western Asset Brazil Equity Fund		
Class A US\$ Distributing (A)		
Sold	–	1
Net Increase/(Decrease)	–	1
Legg Mason ClearBridge Value Fund		
Class A US\$ Accumulating		
Sold	636	308
Redeemed	(502)	(265)
Net Increase/(Decrease)	134	43
Class A US\$ Distributing (A)		
Sold	25	65
Redeemed	(77)	(113)
Net Increase/(Decrease)	(52)	(48)
Class A Euro Accumulating		
Sold	64	12
Redeemed	(65)	(38)
Net Increase/(Decrease)	(1)	(26)
Class A SGD Accumulating		
Sold	2,729	9,958
Redeemed	(14,192)	(8,612)
Net Increase/(Decrease)	(11,463)	1,346
Class A SGD Accumulating (Hedged)		
Sold	1,480	6,388
Redeemed	(1,198)	(1,593)
Net Increase/(Decrease)	282	4,795
Class B US\$ Distributing (A)		
Sold	–	–
Redeemed	(1)	(2)
Net Increase/(Decrease)	(1)	(2)
Class C US\$ Accumulating		
Sold	6	3
Redeemed	(4)	–
Net Increase/(Decrease)	2	3
Class C US\$ Distributing (A)		
Sold	2	1
Redeemed	(3)	(8)
Net Increase/(Decrease)	(1)	(7)
Class X US\$ Distributing (A)		
Sold	11	–
Redeemed	–	–
Net Increase/(Decrease)	11	–

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Premier Class US\$ Accumulating		
Sold	89	253
Redeemed	(15)	(28)
Net Increase/(Decrease)	74	225
Premier Class US\$ Distributing (A)		
Sold	3	–
Redeemed	(1)	–
Net Increase/(Decrease)	2	–
Premier Class Euro Accumulating		
Sold	3	–
Net Increase/(Decrease)	3	–
LM Class US\$ Accumulating		
Sold	–	6
Redeemed	(31)	(9)
Net Increase/(Decrease)	(31)	(3)
LM Class Euro Accumulating		
Sold	–	1
Redeemed	(3)	(2)
Net Increase/(Decrease)	(3)	(1)
LM Class JPY Accumulating		
Sold	–	4
Redeemed	(17)	(9)
Net Increase/(Decrease)	(17)	(5)
Legg Mason ClearBridge Growth Fund		
Class A US\$ Accumulating		
Sold	1	2
Redeemed	(2)	(1)
Net Increase/(Decrease)	(1)	1
Class A US\$ Distributing (A)		
Sold	8	1
Redeemed	(6)	(40)
Net Increase/(Decrease)	2	(39)
Class A Euro Accumulating		
Sold	–	–
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class B US\$ Distributing (A)		
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	(1)
Class C US\$ Accumulating		
Sold	1	–
Redeemed	(1)	–
Net Increase/(Decrease)	–	–
Class C US\$ Distributing (A)		
Sold	1	1
Redeemed	(2)	–
Net Increase/(Decrease)	(1)	1
Premier Class US\$ Accumulating		
Redeemed	–	(19)
Net Increase/(Decrease)	–	(19)
Legg Mason ClearBridge Global Equity Fund[^]		
Class A US\$ Accumulating		
Sold	11	23
Redeemed	(1)	(22)
Net Increase/(Decrease)	10	1
Class A US\$ Distributing (A)		
Sold	2	1
Redeemed	–	(1)
Net Increase/(Decrease)	2	–
Class C US\$ Accumulating		
Sold	–	1
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	1
Class C US\$ Distributing (A)		
Sold	1	–
Net Increase/(Decrease)	1	–
Legg Mason ClearBridge US Appreciation Fund		
Class A US\$ Accumulating		
Sold	83	141
Redeemed	(138)	(138)
Net Increase/(Decrease)	(55)	3

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

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason ClearBridge US Appreciation Fund — (continued)		
Class A US\$ Distributing (A)		
Sold	156	179
Redeemed	(74)	(57)
Net Increase/(Decrease)	82	122
Class A Euro Accumulating		
Sold	3	22
Redeemed	(7)	(15)
Net Increase/(Decrease)	(4)	7
Class B US\$ Accumulating		
Sold	1	7
Redeemed	(1)	–
Net Increase/(Decrease)	–	7
Class B US\$ Distributing (A)		
Sold	1	–
Redeemed	–	–
Net Increase/(Decrease)	1	–
Class C US\$ Accumulating		
Sold	17	28
Redeemed	(5)	(3)
Net Increase/(Decrease)	12	25
Class C US\$ Distributing (A)		
Sold	21	30
Redeemed	(18)	(4)
Net Increase/(Decrease)	3	26
Class E US\$ Accumulating		
Sold	39	93
Redeemed	(74)	(17)
Net Increase/(Decrease)	(35)	76
Class E US\$ Distributing (A)		
Sold	2	6
Redeemed	(2)	(2)
Net Increase/(Decrease)	–	4
Class F US\$ Accumulating		
Sold	–	11
Redeemed	(12)	–
Net Increase/(Decrease)	(12)	11
Class F US\$ Distributing (A)		
Sold	2	2
Redeemed	(1)	(3)
Net Increase/(Decrease)	1	(1)
Class X US\$ Distributing (A)		
Sold	17	–
Redeemed	(3)	–
Net Increase/(Decrease)	14	–
Class X Euro Accumulating		
Sold	9	–
Redeemed	(1)	–
Net Increase/(Decrease)	8	–
Premier Class US\$ Accumulating		
Sold	12	166
Redeemed	(60)	(73)
Net Increase/(Decrease)	(48)	93
Premier Class US\$ Distributing (A)		
Sold	1	–
Redeemed	(1)	(1)
Net Increase/(Decrease)	–	(1)
Premier Class Euro Accumulating		
Sold	–	52
Redeemed	–	(3)
Net Increase/(Decrease)	–	49
LM Class US\$ Accumulating		
Sold	1	36
Redeemed	(89)	(16)
Net Increase/(Decrease)	(88)	20
LM Class Euro Accumulating		
Sold	–	3
Redeemed	(9)	(3)
Net Increase/(Decrease)	(9)	–
LM Class JPY Accumulating		
Sold	–	24
Redeemed	(46)	(17)
Net Increase/(Decrease)	(46)	7
Class A (G) US\$ Accumulating		
Sold	–	1
Redeemed	(2)	(4)
Net Increase/(Decrease)	(2)	(3)

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Class B (G) US\$ Accumulating		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class L (G) US\$ Accumulating		
Sold	–	–
Redeemed	(3)	–
Net Increase/(Decrease)	(3)	–
Class GA US\$ Accumulating		
Redeemed	(2)	(2)
Net Increase/(Decrease)	(2)	(2)
Class GA Euro Accumulating		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Legg Mason ClearBridge US Fundamental Value Fund		
Class A US\$ Accumulating		
Sold	14	24
Redeemed	(37)	(31)
Net Increase/(Decrease)	(23)	(7)
Class A US\$ Distributing (A)		
Sold	2	6
Redeemed	(9)	(2)
Net Increase/(Decrease)	(7)	4
Class B US\$ Accumulating		
Sold	–	1
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	–
Class B US\$ Distributing (A)		
Sold	1	1
Redeemed	(1)	(1)
Net Increase/(Decrease)	–	–
Class C US\$ Accumulating		
Sold	7	3
Redeemed	(3)	(2)
Net Increase/(Decrease)	4	1
Class C US\$ Distributing (A)		
Sold	2	3
Redeemed	(2)	–
Net Increase/(Decrease)	–	3
Class A (G) US\$ Accumulating		
Sold	5	4
Redeemed	(37)	(36)
Net Increase/(Decrease)	(32)	(32)
Class B (G) US\$ Accumulating		
Redeemed	(4)	(6)
Net Increase/(Decrease)	(4)	(6)
Class L (G) US\$ Accumulating		
Sold	1	–
Redeemed	(8)	(9)
Net Increase/(Decrease)	(7)	(9)
Class GA US\$ Accumulating		
Sold	5	–
Redeemed	(43)	(13)
Net Increase/(Decrease)	(38)	(13)
Class GE Euro Accumulating		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Legg Mason ClearBridge US Large Cap Growth Fund		
Class A US\$ Accumulating		
Sold	60	96
Redeemed	(29)	(62)
Net Increase/(Decrease)	31	34
Class A US\$ Distributing (A)		
Sold	25	58
Redeemed	(14)	(6)
Net Increase/(Decrease)	11	52
Class A Euro Accumulating		
Sold	5	12
Redeemed	(7)	(2)
Net Increase/(Decrease)	(2)	10
Class B US\$ Accumulating		
Sold	–	7
Redeemed	(1)	(5)
Net Increase/(Decrease)	(1)	2

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

	For the period ended			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason ClearBridge US Large Cap Growth Fund — (continued)					
Class C US\$ Accumulating					
Sold	16	6			
Redeemed	(10)	–			
Net Increase/(Decrease)	6	6			
Class C US\$ Distributing (A)					
Sold	6	30			
Redeemed	(32)	–			
Net Increase/(Decrease)	(26)	30			
Class A (G) US\$ Accumulating					
Sold	2	1			
Redeemed	(2)	(6)			
Net Increase/(Decrease)	–	(5)			
Class B (G) US\$ Accumulating					
Redeemed	(2)	(1)			
Net Increase/(Decrease)	(2)	(1)			
Class L (G) US\$ Accumulating					
Redeemed	(3)	(1)			
Net Increase/(Decrease)	(3)	(1)			
Class GA US\$ Accumulating					
Redeemed	(2)	(2)			
Net Increase/(Decrease)	(2)	(2)			
Legg Mason ClearBridge US Aggressive Growth Fund					
Class A US\$ Accumulating					
Sold	3,599	2,528			
Redeemed	(2,543)	(813)			
Net Increase/(Decrease)	1,056	1,715			
Class A US\$ Distributing (A)					
Sold	744	483			
Redeemed	(503)	(26)			
Net Increase/(Decrease)	241	457			
Class A AUD Accumulating (Hedged)					
Sold	200	127			
Redeemed	(256)	(4)			
Net Increase/(Decrease)	(56)	123			
Class A Euro Accumulating					
Sold	145	183			
Redeemed	(140)	(59)			
Net Increase/(Decrease)	5	124			
Class A Euro Accumulating (Hedged)					
Sold	61	105			
Redeemed	(126)	(3)			
Net Increase/(Decrease)	(65)	102			
Class A SEK Accumulating (Hedged)					
Sold	17	–			
Redeemed	(21)	–			
Net Increase/(Decrease)	(4)	–			
Class A SGD Accumulating (Hedged)					
Sold	14,091	2,696			
Redeemed	(8,641)	(129)			
Net Increase/(Decrease)	5,450	2,567			
Class B US\$ Accumulating					
Sold	11	19			
Redeemed	(3)	(3)			
Net Increase/(Decrease)	8	16			
Class B US\$ Distributing (A)					
Sold	12	5			
Redeemed	(1)	(3)			
Net Increase/(Decrease)	11	2			
Class C US\$ Accumulating					
Sold	63	50			
Redeemed	(33)	(26)			
Net Increase/(Decrease)	30	24			
Class C US\$ Distributing (A)					
Sold	53	63			
Redeemed	(15)	(7)			
Net Increase/(Decrease)	38	56			
Class E US\$ Accumulating					
Sold	132	85			
Redeemed	(97)	(4)			
Net Increase/(Decrease)	35	81			
Class E US\$ Distributing (A)					
Sold	6	4			
Redeemed	(2)	–			
Net Increase/(Decrease)	4	4			
Class E Euro Accumulating (Hedged)					
Sold	8	–			
Redeemed	(4)	–			
Net Increase/(Decrease)	4	–			
Class F US\$ Accumulating					
Sold	271	41			
Redeemed	(19)	(2)			
Net Increase/(Decrease)	252	39			
Class F US\$ Distributing (A)					
Sold	14	–			
Net Increase/(Decrease)	14	–			
Class X US\$ Accumulating					
Sold	293	59			
Redeemed	(181)	–			
Net Increase/(Decrease)	112	59			
Class X US\$ Distributing (A)					
Sold	33	17			
Redeemed	(5)	(1)			
Net Increase/(Decrease)	28	16			
Class X Euro Accumulating					
Sold	193	–			
Redeemed	(5)	–			
Net Increase/(Decrease)	188	–			
Class X Euro Accumulating (Hedged)					
Sold	55	–			
Net Increase/(Decrease)	55	–			
Class X GBP Accumulating					
Sold	50	97			
Redeemed	(31)	(25)			
Net Increase/(Decrease)	19	72			
Premier Class US\$ Accumulating					
Sold	3,231	775			
Redeemed	(955)	(190)			
Net Increase/(Decrease)	2,276	585			
Premier Class Euro Accumulating					
Sold	127	–			
Redeemed	(8)	–			
Net Increase/(Decrease)	119	–			
Premier Class Euro Accumulating (Hedged)					
Sold	502	7			
Redeemed	–	(3)			
Net Increase/(Decrease)	502	4			
Premier Class Euro Distributing (A)					
Sold	9	317			
Redeemed	(14)	(12)			
Net Increase/(Decrease)	(5)	305			
Premier Class GBP Distributing (A)					
Sold	388	80			
Redeemed	(12)	(1)			
Net Increase/(Decrease)	376	79			
Class A (G) US\$ Accumulating					
Sold	7	9			
Redeemed	(29)	(33)			
Net Increase/(Decrease)	(22)	(24)			
Class B (G) US\$ Accumulating					
Redeemed	(3)	(6)			
Net Increase/(Decrease)	(3)	(6)			
Class L (G) US\$ Accumulating					
Sold	2	–			
Redeemed	(7)	(5)			
Net Increase/(Decrease)	(5)	(5)			
Class GE US\$ Accumulating					
Redeemed	–	(1)			
Net Increase/(Decrease)	–	(1)			
Class GE Euro Accumulating					
Redeemed	(1)	–			
Net Increase/(Decrease)	(1)	–			
Legg Mason ClearBridge US Equity Income Fund[^]					
Class A US\$ Distributing (M) Plus (e)					
Sold	1	3			
Redeemed	(9)	–			
Net Increase/(Decrease)	(8)	3			

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

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason ClearBridge US Equity Income Fund^A — (continued)		
Class A Euro Accumulating (Hedged)		
Sold	–	–
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	–
Class X US\$ Distributing (M) Plus (e)		
Sold	3	–
Redeemed	(4)	–
Net Increase/(Decrease)	(1)	–
Premier Class US\$ Distributing (M) Plus (e)		
Sold	–	4
Redeemed	(4)	–
Net Increase/(Decrease)	(4)	4
LM Class US\$ Accumulating		
Redeemed	(20)	20
Net Increase/(Decrease)	(20)	20
Legg Mason ClearBridge Tactical Dividend Income Fund^A		
Class A US\$ Accumulating		
Sold	34	–
Redeemed	(7)	–
Net Increase/(Decrease)	27	–
Class A US\$ Distributing (M) Plus		
Sold	68	–
Redeemed	–	–
Net Increase/(Decrease)	68	–
Class A US\$ Distributing (M) Plus (e)		
Sold	–	3
Net Increase/(Decrease)	–	3
Class A CNH Distributing (M) (Hedged) Plus		
Sold	2	–
Net Increase/(Decrease)	2	–
Class A Euro Distributing (M) (Hedged) Plus (e)		
Sold	3	–
Net Increase/(Decrease)	3	–
Class A HKD Distributing (M) Plus		
Sold	1	–
Net Increase/(Decrease)	1	–
Class A SGD Distributing (M) (Hedged) Plus		
Sold	15	–
Net Increase/(Decrease)	15	–
Class C US\$ Accumulating		
Sold	2	–
Redeemed	(1)	–
Net Increase/(Decrease)	1	–
Premier Class US\$ Distributing (M) Plus (e)		
Sold	–	3
Net Increase/(Decrease)	–	3
Premier Class Euro Accumulating (Hedged)		
Sold	30	–
Net Increase/(Decrease)	30	–
LM Class US\$ Accumulating		
Sold	–	20
Net Increase/(Decrease)	–	20
Legg Mason Opportunity Fund		
Class A US\$ Accumulating		
Sold	400	303
Redeemed	(320)	(171)
Net Increase/(Decrease)	80	132
Class A US\$ Distributing (A)		
Sold	23	30
Redeemed	(32)	(6)
Net Increase/(Decrease)	(9)	24
Class A SEK Accumulating (Hedged)		
Sold	5	–
Redeemed	(29)	–
Net Increase/(Decrease)	(24)	–

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Class X GBP Accumulating		
Sold	44	39
Redeemed	(75)	–
Net Increase/(Decrease)	(31)	39
Premier Class US\$ Accumulating		
Sold	324	119
Redeemed	(474)	(106)
Net Increase/(Decrease)	(150)	13
Premier Class GBP Distributing (A)		
Sold	76	104
Redeemed	(10)	(10)
Net Increase/(Decrease)	66	94
Legg Mason Royce US Small Cap Opportunity Fund		
Class A US\$ Accumulating		
Sold	1,919	2,498
Redeemed	(2,177)	(962)
Net Increase/(Decrease)	(258)	1,536
Class A US\$ Distributing (A)		
Sold	86	127
Redeemed	(62)	(86)
Net Increase/(Decrease)	24	41
Class A AUD Accumulating (Hedged)		
Sold	158	4
Redeemed	(94)	–
Net Increase/(Decrease)	64	4
Class A Euro Accumulating		
Sold	35	93
Redeemed	(83)	(48)
Net Increase/(Decrease)	(48)	45
Class A Euro Accumulating (Hedged)		
Sold	23	58
Redeemed	(68)	(7)
Net Increase/(Decrease)	(45)	51
Class A GBP Distributing (A)		
Sold	7	2
Redeemed	(1)	(4)
Net Increase/(Decrease)	6	(2)
Class A SEK Accumulating (Hedged)		
Sold	6	–
Redeemed	(7)	–
Net Increase/(Decrease)	(1)	–
Class A SGD Accumulating		
Sold	8,737	18,205
Redeemed	(6,850)	(7,398)
Net Increase/(Decrease)	1,887	10,807
Class A SGD Accumulating (Hedged)		
Sold	10,140	16,998
Redeemed	(9,637)	(5,921)
Net Increase/(Decrease)	503	11,077
Class B US\$ Accumulating		
Sold	3	2
Redeemed	(2)	–
Net Increase/(Decrease)	1	2
Class B US\$ Distributing (A)		
Sold	–	–
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class C US\$ Accumulating		
Sold	6	9
Redeemed	(11)	(1)
Net Increase/(Decrease)	(5)	8
Class C US\$ Distributing (A)		
Sold	5	7
Redeemed	(4)	(3)
Net Increase/(Decrease)	1	4
Class E US\$ Accumulating		
Sold	44	58
Redeemed	(39)	(4)
Net Increase/(Decrease)	5	54
Class E US\$ Distributing (A)		
Sold	1	5
Redeemed	(1)	–
Net Increase/(Decrease)	–	5

^A Not authorised for sale to the public in Hong Kong.
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			For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)		August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Royce US Small Cap Opportunity Fund — (continued)					
Class E Euro Accumulating					
Sold	1	27			
Redeemed	(4)	(42)			
Net Increase/(Decrease)	(3)	(15)			
Class F US\$ Accumulating					
Sold	13	90			
Redeemed	(11)	(82)			
Net Increase/(Decrease)	2	8			
Class F US\$ Distributing (A)					
Sold	2	–			
Redeemed	–	–			
Net Increase/(Decrease)	2	–			
Class X US\$ Accumulating					
Sold	73	114			
Redeemed	(79)	(12)			
Net Increase/(Decrease)	(6)	102			
Class X GBP Accumulating					
Sold	246	35			
Redeemed	(77)	(1)			
Net Increase/(Decrease)	169	34			
Class X GBP Distributing (A)					
Sold	4	–			
Net Increase/(Decrease)	4	–			
Premier Class US\$ Accumulating					
Sold	842	873			
Redeemed	(457)	(322)			
Net Increase/(Decrease)	385	551			
Premier Class CHF Accumulating (Hedged)					
Sold	7	–			
Redeemed	(1)	–			
Net Increase/(Decrease)	6	–			
Premier Class Euro Accumulating					
Sold	9	2			
Redeemed	(10)	(1)			
Net Increase/(Decrease)	(1)	1			
Premier Class GBP Accumulating					
Sold	196	16			
Redeemed	(58)	(63)			
Net Increase/(Decrease)	138	(47)			
Legg Mason Royce US Smaller Companies Fund					
Class A US\$ Accumulating					
Sold	225	242			
Redeemed	(286)	(1,128)			
Net Increase/(Decrease)	(61)	(886)			
Class A US\$ Distributing (A)					
Sold	32	54			
Redeemed	(85)	(147)			
Net Increase/(Decrease)	(53)	(93)			
Class A Euro Accumulating					
Sold	110	90			
Redeemed	(54)	(45)			
Net Increase/(Decrease)	56	45			
Class A Euro Accumulating (Hedged)					
Sold	41	8			
Redeemed	(3)	–			
Net Increase/(Decrease)	38	8			
Class A GBP Distributing (A)					
Sold	–	1			
Redeemed	(1)	(2)			
Net Increase/(Decrease)	(1)	(1)			
Class A SEK Accumulating (Hedged)					
Sold	1	–			
Redeemed	(1)	–			
Net Increase/(Decrease)	–	–			
Class B US\$ Accumulating					
Sold	1	–			
Redeemed	(1)	(2)			
Net Increase/(Decrease)	–	(2)			
Class B US\$ Distributing (A)					
Sold	–	–			
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Class C US\$ Accumulating					
Sold	4	14			
Redeemed	(4)	(10)			
Net Increase/(Decrease)	–	4			
Class C US\$ Distributing (A)					
Sold	5	4			
Redeemed	(6)	(7)			
Net Increase/(Decrease)	(1)	(3)			
Class E US\$ Accumulating					
Sold	6	7			
Redeemed	(4)	(7)			
Net Increase/(Decrease)	2	–			
Class E US\$ Distributing (A)					
Sold	1	–			
Redeemed	–	–			
Net Increase/(Decrease)	1	–			
Class E Euro Accumulating					
Sold	–	–			
Redeemed	(1)	–			
Net Increase/(Decrease)	(1)	–			
Class F US\$ Accumulating					
Sold	–	31			
Redeemed	(2)	(3)			
Net Increase/(Decrease)	(2)	28			
Class F US\$ Distributing (A)					
Sold	–	1			
Redeemed	–	–			
Net Increase/(Decrease)	–	1			
Class X US\$ Accumulating					
Sold	44	96			
Redeemed	(30)	(271)			
Net Increase/(Decrease)	14	(175)			
Class X US\$ Distributing (A)					
Sold	6	–			
Redeemed	–	–			
Net Increase/(Decrease)	6	–			
Premier Class US\$ Accumulating					
Sold	55	123			
Redeemed	(307)	(153)			
Net Increase/(Decrease)	(252)	(30)			
Premier Class US\$ Distributing (A)					
Sold	68	40			
Redeemed	(13)	(9)			
Net Increase/(Decrease)	55	31			
Premier Class GBP Distributing (A)					
Sold	58	25			
Redeemed	(15)	(15)			
Net Increase/(Decrease)	43	10			
LM Class US\$ Accumulating					
Sold	–	8			
Redeemed	(24)	(6)			
Net Increase/(Decrease)	(24)	2			
LM Class Euro Accumulating					
Sold	–	–			
Redeemed	(3)	(1)			
Net Increase/(Decrease)	(3)	(1)			
LM Class JPY Accumulating					
Sold	–	4			
Redeemed	(12)	(4)			
Net Increase/(Decrease)	(12)	–			
Class A (G) US\$ Accumulating					
Sold	1	1			
Redeemed	(2)	(1)			
Net Increase/(Decrease)	(1)	–			
Class B (G) US\$ Accumulating					
Redeemed	(1)	(1)			
Net Increase/(Decrease)	(1)	(1)			
Class L (G) US\$ Accumulating					
Redeemed	(2)	–			
Net Increase/(Decrease)	(2)	–			
Legg Mason Royce Smaller Companies Fund II[^]					
Class A US\$ Accumulating					
Sold	44	103			
Redeemed	(51)	(1,072)			
Net Increase/(Decrease)	(7)	(969)			

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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, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Royce Global Smaller Companies Fund		
Class A US\$ Accumulating		
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	(1)
Class A US\$ Distributing (A)		
Redeemed	(2)	–
Net Increase/(Decrease)	(2)	–
Class E US\$ Accumulating		
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	–
Premier Class US\$ Accumulating		
Sold	–	22
Redeemed	–	(114)
Net Increase/(Decrease)	–	(92)
LM Class US\$ Accumulating		
Redeemed	(20)	–
Net Increase/(Decrease)	(20)	–
Legg Mason PCM US Equity Fund		
Class A US\$ Accumulating		
Sold	–	2
Redeemed	–	(86)
Net Increase/(Decrease)	–	(84)
Class B US\$ Accumulating		
Redeemed	–	(6)
Net Increase/(Decrease)	–	(6)
Class C US\$ Accumulating		
Sold	–	1
Redeemed	–	(62)
Net Increase/(Decrease)	–	(61)
Legg Mason Permal Global Absolute Fund[^]		
Class A US\$ Accumulating		
Sold	2	17
Redeemed	(37)	(16)
Net Increase/(Decrease)	(35)	1
Class A US\$ Distributing (A)		
Sold	16	24
Redeemed	(95)	(44)
Net Increase/(Decrease)	(79)	(20)
Class A Euro Accumulating (Hedged)		
Redeemed	(7)	(16)
Net Increase/(Decrease)	(7)	(16)
Class A Euro Distributing (A) (Hedged)		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class A GBP Accumulating (Hedged)		
Sold	–	124
Redeemed	–	(262)
Net Increase/(Decrease)	–	(138)
Class A SGD Accumulating (Hedged)		
Sold	69	–
Redeemed	(668)	–
Net Increase/(Decrease)	(599)	–
Class C US\$ Accumulating		
Sold	12	3
Redeemed	(52)	(11)
Net Increase/(Decrease)	(40)	(8)
Class C US\$ Distributing (A)		
Sold	–	3
Redeemed	(17)	(6)
Net Increase/(Decrease)	(17)	(3)
Class E US\$ Accumulating		
Sold	–	1
Redeemed	(2)	(1)
Net Increase/(Decrease)	(2)	–
Class F US\$ Accumulating		
Sold	–	–
Redeemed	(1)	(2)
Net Increase/(Decrease)	(1)	(2)
Class F US\$ Distributing (A)		
Sold	–	2
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	2

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
LM Class US\$ Accumulating		
Redeemed	–	(11)
Net Increase/(Decrease)	–	(11)
LM Class JPY Accumulating (Hedged)		
Redeemed	–	(5)
Net Increase/(Decrease)	–	(5)
Legg Mason Batterymarch Managed Volatility European Equity Fund		
Class A US\$ Accumulating		
Sold	97	2
Redeemed	(29)	(1)
Net Increase/(Decrease)	68	1
Class A US\$ Distributing (A)		
Sold	5	–
Redeemed	(3)	–
Net Increase/(Decrease)	2	–
Class A Euro Accumulating		
Sold	24	11
Redeemed	(15)	–
Net Increase/(Decrease)	9	11
Class A Euro Distributing (A)		
Sold	1	–
Redeemed	–	–
Net Increase/(Decrease)	1	–
Class B US\$ Accumulating		
Sold	7	–
Redeemed	–	–
Net Increase/(Decrease)	7	–
Class B US\$ Distributing (A)		
Sold	1	–
Redeemed	(1)	–
Net Increase/(Decrease)	–	–
Class C US\$ Accumulating		
Sold	7	4
Redeemed	(7)	(1)
Net Increase/(Decrease)	–	3
Class C US\$ Distributing (A)		
Sold	6	5
Redeemed	(3)	(6)
Net Increase/(Decrease)	3	(1)
Premier Class Euro Accumulating		
Sold	9	–
Redeemed	(2)	–
Net Increase/(Decrease)	7	–
LM Class US\$ Accumulating		
Sold	–	11
Redeemed	(69)	(22)
Net Increase/(Decrease)	(69)	(11)
LM Class Euro Accumulating		
Sold	–	1
Redeemed	(7)	(4)
Net Increase/(Decrease)	(7)	(3)
LM Class JPY Accumulating		
Sold	–	6
Redeemed	(36)	(19)
Net Increase/(Decrease)	(36)	(13)
Class A (G) US\$ Accumulating		
Sold	1	–
Redeemed	(2)	(5)
Net Increase/(Decrease)	(1)	(5)
Class B (G) US\$ Accumulating		
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	–
Class GA Euro Accumulating		
Sold	2	1
Redeemed	(25)	(25)
Net Increase/(Decrease)	(23)	(24)
Legg Mason Batterymarch Asia Ex Japan Equity Fund		
Class A US\$ Accumulating		
Sold	69	43
Redeemed	(41)	(56)
Net Increase/(Decrease)	28	(13)
Class A US\$ Distributing (A)		
Sold	13	6
Redeemed	(22)	(22)
Net Increase/(Decrease)	(9)	(16)

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

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Legg Mason Batterymarch Asia Ex Japan Equity Fund — (continued)		
Class A Euro Accumulating		
Sold	–	1
Redeemed	(2)	(4)
Net Increase/(Decrease)	(2)	(3)
Class B US\$ Accumulating		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Class B US\$ Distributing (A)		
Sold	1	–
Redeemed	(1)	(5)
Net Increase/(Decrease)	–	(5)
Class C US\$ Accumulating		
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	(1)
Class C US\$ Distributing (A)		
Sold	4	–
Redeemed	(8)	(4)
Net Increase/(Decrease)	(4)	(4)
Class GA US\$ Accumulating		
Sold	–	–
Redeemed	(7)	(10)
Net Increase/(Decrease)	(7)	(10)
Class GA Euro Accumulating		
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	(1)
Class GE US\$ Accumulating		
Redeemed	(2)	–
Net Increase/(Decrease)	(2)	–
Legg Mason Batterymarch International Large Cap Fund		
Class A US\$ Accumulating		
Sold	13	12
Redeemed	(11)	(4)
Net Increase/(Decrease)	2	8
Class A US\$ Distributing (A)		
Sold	4	2
Redeemed	(1)	(1)
Net Increase/(Decrease)	3	1
Class C US\$ Accumulating		
Sold	2	2
Redeemed	–	–
Net Increase/(Decrease)	2	2
Class C US\$ Distributing (A)		
Sold	1	2
Redeemed	–	–
Net Increase/(Decrease)	1	2
Class A (G) US\$ Accumulating		
Sold	2	3
Redeemed	(10)	(8)
Net Increase/(Decrease)	(8)	(5)
Class B (G) US\$ Accumulating		
Redeemed	(2)	(5)
Net Increase/(Decrease)	(2)	(5)
Class L (G) US\$ Accumulating		
Redeemed	(4)	(2)
Net Increase/(Decrease)	(4)	(2)
Legg Mason Batterymarch Emerging Markets Equity Fund		
Class A US\$ Accumulating		
Sold	–	2
Redeemed	(2)	(5)
Net Increase/(Decrease)	(2)	(3)
Class A US\$ Distributing (A)		
Sold	1	1
Redeemed	(1)	(2)
Net Increase/(Decrease)	–	(1)
Class B US\$ Accumulating		
Redeemed	(1)	(1)
Net Increase/(Decrease)	(1)	(1)
Class B US\$ Distributing (A)		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)

	For the period ended	
	August 31, 2014: Shares (in 000's)	August 31, 2013: Shares (in 000's)
Class C US\$ Accumulating		
Sold	1	–
Redeemed	(1)	(1)
Net Increase/(Decrease)	–	(1)
Class E US\$ Accumulating		
Sold	1	–
Redeemed	(2)	(2)
Net Increase/(Decrease)	(1)	(2)
Class E US\$ Distributing (A)		
Sold	–	–
Net Increase/(Decrease)	–	–
Class F US\$ Accumulating		
Sold	–	6
Redeemed	(5)	(4)
Net Increase/(Decrease)	(5)	2
Legg Mason Batterymarch Global Equity Fund		
Class A Euro Accumulating		
Sold	–	19
Redeemed	–	(6)
Net Increase/(Decrease)	–	13
Class GA US\$ Accumulating		
Redeemed	(4)	(2)
Net Increase/(Decrease)	(4)	(2)
Class GA Euro Accumulating		
Redeemed	(2)	(3)
Net Increase/(Decrease)	(2)	(3)
Class GA Euro Distributing (A)		
Redeemed	(1)	–
Net Increase/(Decrease)	(1)	–
Class GE Euro Accumulating		
Redeemed	–	(1)
Net Increase/(Decrease)	–	(1)
Legg Mason LMHK China Fund		
Class A US\$ Distributing (A)		
Redeemed	–	(16)
Net Increase/(Decrease)	–	(16)
Premier Class US\$ Accumulating		
Redeemed	–	(2)
Net Increase/(Decrease)	–	(2)

Amounts designated as "-" are either 0 or less than 1,000.

Only classes with transactions during the period are shown.

α Effective March 31, 2014 Legg Mason Royce Global Smaller Companies Fund ceased trading.

μ Effective June 30, 2014 Legg Mason Brandywine Global Credit Opportunities Fund^α commenced trading.

ε Effective August 29, 2014 Legg Mason ClearBridge US Equity Income Fund^α and Legg Mason Permal Global Absolute Fund^α ceased trading.

~ Effective June 30, 2014 Class A SGD Distributing (Q) Plus within Legg Mason Western Asset Asian Opportunities Fund was renamed Class A SGD Distributing (M) Plus. Class A SGD Distributing (Q) (Hedged) Plus within Legg Mason Western Asset Asian Opportunities Fund, Legg Mason Western Emerging Markets Bond Fund, Legg Mason Western Asset Global High Yield Fund and Legg Mason Western Asset US High Yield Fund was renamed Class A SGD Distributing (M) (Hedged) Plus. Class A Euro Distributing (M) (Hedged) Plus, Class A SGD Distributing (Q) (Hedged), Premier Class GBP Distributing (M) (Hedged) Plus and Premier Class SGD Distributing (Q) (Hedged) within Legg Mason Western Asset Global Multi Strategy Fund were renamed Class A Euro Distributing (M) (Hedged) Plus (e), Class A SGD Distributing (M) (Hedged) Plus, Premier Class GBP Distributing (M) (Hedged) Plus (e) and Premier Class SGD Distributing (M) (Hedged) Plus, respectively.

^α 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 adopted by Legg Mason Global Funds Plc (the "Company") for the six month period ended August 31, 2014 are consistent with those adopted by the Company for the annual financial statements for the year ended February 28, 2014.

Basis of Preparation

The financial statements have been prepared in accordance with the Financial Reporting Council Statement on Half-Yearly Financial Reports (July 2007) and Irish statute comprising the Companies Acts, 1963 to 2005, Part 2 and 3 of the Investment Funds, Companies and Miscellaneous Provisions Act 2006, the Companies (Amendment) Act 2009, the Companies (Miscellaneous Provisions) Act 2009 and the Companies (Amendment) Act 2012, the Companies (Miscellaneous Provisions) Act 2013 (the "Companies Acts" or the "Companies Acts 1963 to 2013") and all regulations to be construed as one with those Acts, including the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended (the "UCITS Regulations").

The format and certain wording of the financial statements have been adapted from those contained in the Companies (Amendment) Act 1986 and Financial Reporting Standard 3: Reporting Financial Performance ("FRS 3") so that, in the opinion of the directors of the Company (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 Financial Reporting Standard 1: Cash Flow Statements ("FRS 1") not to prepare a cash flow statement.

All references to net assets throughout this document refer to net assets attributable to holders of Redeemable Participating Shares unless otherwise stated. All of the Company's assets and liabilities are held for the purposes of being traded or are expected to be realised within one year.

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 Notice 8.5. 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, 2014:

Fund	August 31, 2014 (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	\$1
Legg Mason Western Asset Global Multi Strategy Fund	\$1
Legg Mason Western Asset US High Yield Fund	\$5
Legg Mason Western Asset Emerging Markets Bond Fund	\$-

Amounts designated as "-" are either \$0/€0/¥0/£0 or less than \$1,000/€1,000/¥1,000/£1,000.

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, 2014.

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, 2014 (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
Legg Mason Western Asset US Money Market Fund		Legg Mason Western Asset US Core Plus Bond Fund	
Each Class A Share Class	0.800%	Each Class A Share Class	1.150%
Each Class B Share Class	1.050%	Each Class B Share Class	1.400%
Each Class C Share Class	1.300%	Each Class C Share Class	1.650%
Each Class E Share Class	1.400%	Each Class E Share Class	1.750%
Each Class X Share Class	0.600%	Each Class F Share Class	0.550%
Each LM Share Class	None	Each Class R Share Class	0.750%
Class A (G) US\$ Accumulating	0.800%	Each Class X Share Class	0.575%
Class A (G) US\$ Distributing (D)	0.800%	Each Premier Share Class	0.300%
Class B (G) US\$ Accumulating	0.800%	Each LM Share Class	None
Class B (G) US\$ Distributing (D)	0.800%	Class A (G) US\$ Accumulating	1.150%
Class L (G) US\$ Distributing (D)	0.800%	Class A (G) US\$ Distributing (D)	1.150%
		Class B (G) US\$ Accumulating	1.650%
Legg Mason Western Asset US Core Bond Fund		Class B (G) US\$ Distributing (D)	1.650%
Each Class A Share Class	0.950%	Class L (G) US\$ Accumulating	1.650%
Each Class B Share Class	1.200%	Class L (G) US\$ Distributing (D)	1.650%
Each Class C Share Class	1.450%		
Each Class E Share Class	1.550%	Legg Mason Western Asset Euro Core Plus Bond Fund	
Each Class F Share Class	0.550%	Each Class A Share Class	1.000%
Each Class R Share Class	0.550%	Each Class B Share Class	1.250%
Each Class X Share Class	0.475%	Each Class C Share Class	1.500%
Each Premier Share Class	0.300%	Each Class E Share Class	1.600%
Each LM Share Class	None	Each Class F Share Class	0.550%
Class GA US\$ Accumulating	0.820%	Each Class R Share Class	0.600%
Class GE US\$ Accumulating	1.420%	Each Class X Share Class	0.500%
		Each Premier Share Class	0.300%
		Each LM Share Class	None
		Class GA Euro Accumulating	0.820%
		Class GA Euro Distributing (A)	0.820%
		Class GE Euro Accumulating	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
Legg Mason Western Asset Diversified Strategic Income Fund		Legg Mason Western Asset US Short-Term Government Fund	
Each Class A Share Class	1.100%	Each Class A Share Class	1.050%
Each Class B Share Class	1.350%	Each Class B Share Class	1.300%
Each Class C Share Class	1.600%	Each Class C Share Class	1.550%
Each Class E Share Class	1.700%	Each Class E Share Class	1.650%
Each Class F Share Class	0.850%	Each Class F Share Class	0.800%
Each Class R Share Class	0.700%	Each Class R Share Class	0.650%
Each Class X Share Class	0.600%	Each Class X Share Class	0.550%
Each Premier Share Class	0.600%	Each Premier Share Class	0.550%
Each LM Share Class	None	Each LM Share Class	None
Class A (G) US\$ Accumulating	1.200%	Class A (G) US\$ Accumulating	1.050%
Class A (G) US\$ Distributing (D)	1.200%	Class A (G) US\$ Distributing (D)	1.050%
Class B (G) US\$ Accumulating	1.700%	Class B (G) US\$ Distributing (D)	1.550%
Class B (G) US\$ Distributing (D)	1.700%	Class L (G) US\$ Accumulating	1.550%
Class L (G) US\$ Accumulating	1.700%	Class L (G) US\$ Distributing (D)	1.550%
Class L (G) US\$ Distributing (D)	1.700%		
Legg Mason Western Asset Global Multi Strategy Fund		Legg Mason Western Asset US Adjustable Rate Fund	
Each Class A Share Class	1.100%	Each Class A Share Class	1.100%
Each Class B Share Class	1.350%	Each Class B Share Class	1.350%
Each Class C Share Class	1.600%	Each Class C Share Class	1.600%
Each Class E Share Class	1.700%	Each Class E Share Class	1.700%
Each Class F Share Class	0.650%	Each Class F Share Class	0.850%
Each Class R Share Class	0.700%	Each Class R Share Class	0.700%
Each Class X Share Class	0.550%	Each Class X Share Class	0.600%
Each Premier Share Class	0.400%	Each Premier Share Class	0.600%
Each LM Share Class	None	Each LM Share Class	None
		Class A (G) US\$ Accumulating	1.100%
		Class A (G) US\$ Distributing (D)	1.100%
		Class B (G) US\$ Accumulating	1.600%
		Class B (G) US\$ Distributing (D)	1.600%
		Class L (G) US\$ Accumulating	1.600%
		Class L (G) US\$ Distributing (D)	1.600%
Legg Mason Western Asset US High Yield Fund		Legg Mason Western Asset Inflation Management Fund	
Each Class A Share Class	1.150%	Each Class A Share Class	1.100%
Each Class B Share Class	1.400%	Each Class B Share Class	1.350%
Each Class C Share Class	1.650%	Each Class C Share Class	1.600%
Each Class E Share Class	1.750%	Each Class E Share Class	1.700%
Each Class F Share Class	0.700%	Each Class F Share Class	0.850%
Each Class R Share Class	0.750%	Each Class R Share Class	0.700%
Each Class X Share Class	0.575%	Each Class X Share Class	0.600%
Each Premier Share Class	0.450%	Each Premier Share Class	0.600%
Each LM Share Class	None	Each LM Share Class	None
Class A (G) US\$ Accumulating	1.150%	Class A (G) US\$ Accumulating	1.100%
Class A (G) US\$ Distributing (D)	1.150%	Class A (G) US\$ Distributing (A)	1.100%
Class B (G) US\$ Accumulating	1.650%	Class B (G) US\$ Distributing (A)	1.600%
Class B (G) US\$ Distributing (D)	1.650%	Class L (G) US\$ Accumulating	1.600%
Class L (G) US\$ Accumulating	1.650%	Class L (G) US\$ Distributing (A)	1.600%
Class L (G) US\$ Distributing (D)	1.650%		
Class GF US\$ Accumulating	0.950%		
Legg Mason Western Asset Emerging Markets Bond Fund		Legg Mason Western Asset Asian Opportunities Fund	
Each Class A Share Class	1.500%	Each Class A Share Class	1.100%
Each Class B Share Class	1.750%	Each Class B Share Class	1.350%
Each Class C Share Class	2.000%	Each Class C Share Class	1.600%
Each Class E Share Class	2.100%	Each Class E Share Class	1.700%
Each Class F Share Class	0.800%	Each Class F Share Class	0.850%
Each Class R Share Class	1.100%	Each Class R Share Class	0.700%
Each Class X Share Class	0.750%	Each Class X Share Class	0.600%
Each Premier Share Class	0.550%	Each Premier Share Class	0.600%
Each LM Share Class	None	Each LM Share Class	None
Class A (G) US\$ Accumulating	1.250%		
Class A (G) US\$ Distributing (D)	1.250%		
Class B (G) US\$ Accumulating	1.750%		
Class B (G) US\$ Distributing (D)	1.750%		
Class L (G) US\$ Accumulating	1.750%		
Class L (G) US\$ Distributing (D)	1.750%		
Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]		Legg Mason Western Asset Global Blue Chip Bond Fund	
Each Class A Share Class	1.500%	Each Class A Share Class	0.850%
Each Class B Share Class	1.750%	Each Class B Share Class	1.100%
Each Class C Share Class	2.000%	Each Class C Share Class	1.350%
Each Class E Share Class	2.100%	Each Class E Share Class	1.450%
Each Class F Share Class	0.800%	Each Class F Share Class	0.600%
Each Class R Share Class	1.100%	Each Class R Share Class	0.450%
Each Class X Share Class	0.750%	Each Class X Share Class	0.425%
Each Premier Share Class	0.550%	Each Premier Share Class	0.350%
Each LM Share Class	None	Each LM Share Class	None
Legg Mason Western Asset Global High Yield Fund		Legg Mason Western Asset Brazil Bond Fund	
Each Class A Share Class	1.250%	Each Class A Share Class	1.050%
Each Class B Share Class	1.500%	Each Class B Share Class	1.300%
Each Class C Share Class	1.750%	Each Class C Share Class	1.550%
Each Class E Share Class	1.850%	Each Class E Share Class	1.650%
Each Class F Share Class	0.700%	Each Class F Share Class	0.800%
Each Class R Share Class	0.850%	Each Class R Share Class	0.650%
Each Class X Share Class	0.625%	Each Class X Share Class	0.550%
Each Premier Share Class	0.450%	Each Premier Share Class	0.550%
Each LM Share Class	None	Each LM Share Class	None
Class A (G) US\$ Accumulating	1.250%		
Class A (G) US\$ Distributing (D)	1.250%		
Class B (G) US\$ Accumulating	1.750%		
Class B (G) US\$ Distributing (D)	1.750%		
Class L (G) US\$ Accumulating	1.750%		
Class L (G) US\$ Distributing (D)	1.750%		

[^] 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
Legg Mason Western Asset Global Credit Absolute Return Fund[^]		Legg Mason Western Asset Macro Opportunities Bond Fund[^]	
Each Class A Share Class	1.500%	Each Class A Share Class	1.500%
Each Class A (PF) Share Class	1.250%	Each Class B Share Class	1.750%
Each Class B Share Class	1.750%	Each Class C Share Class	2.000%
Each Class C Share Class	2.000%	Each Class E Share Class	2.100%
Each Class E Share Class	2.100%	Each Class F Share Class	1.250%
Each Class F Share Class	1.250%	Each Class R Share Class	1.100%
Each Class F (PF) Share Class	1.000%	Each Class X Share Class	1.000%
Each Class R Share Class	1.100%	Each Class Premier Share Class	1.000%
Each Class X Share Class	1.000%	Each S Share Class	0.600%
Each Premier Share Class	1.000%	Each LM Share Class	None
Each Premier (PF) Share Class	0.750%		
Each LM Share Class	None		
Legg Mason Western Asset UK Core Plus Bond Fund[^]		Legg Mason Brandywine Global Fixed Income Fund	
Each Class A Share Class	1.000%	Each Class A Share Class	1.100%
Each Class B Share Class	1.250%	Each Class B Share Class	1.350%
Each Class C Share Class	1.500%	Each Class C Share Class	1.600%
Each Class E Share Class	1.600%	Each Class E Share Class	1.700%
Each Class F Share Class	0.550%	Each Class F Share Class	0.850%
Each Class R Share Class	0.600%	Each Class R Share Class	0.700%
Each Class X Share Class	0.500%	Each Class X Share Class	0.600%
Each Premier Share Class	0.300%	Each Premier Share Class	0.600%
Each LM Share Class	None	Each LM Share Class	None
Legg Mason Western Asset Global Core Plus Bond Fund[^]		Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^]	
Each Class A Share Class	1.100%	Each Class A Share Class	1.350%
Each Class B Share Class	1.350%	Each Class B Share Class	1.600%
Each Class C Share Class	1.600%	Each Class C Share Class	1.850%
Each Class E Share Class	1.700%	Each Class E Share Class	1.950%
Each Class F Share Class	0.650%	Each Class F Share Class	1.100%
Each Class R Share Class	0.700%	Each Class R Share Class	0.950%
Each Class X Share Class	0.550%	Each Class X Share Class	0.900%
Each Premier Share Class	0.400%	Each Premier Share Class	0.900%
Each LM Share Class	None	Each LM Share Class	None
Legg Mason Western Asset Global Inflation-Linked Fund		Legg Mason Brandywine Global High Yield Fund[^]	
Each Class A Share Class	1.000%	Each Class A Share Class	1.250%
Each Class B Share Class	1.250%	Each Class F Share Class	0.900%
Each Class C Share Class	1.500%	Each Premier Share Class	0.750%
Each Class E Share Class	1.600%	Each LM Share Class	None
Each Class F Share Class	0.550%		
Each Class R Share Class	0.600%		
Each Class X Share Class	0.500%		
Each Premier Share Class	0.300%		
Each LM Share Class	None		
Legg Mason Western Asset UK Inflation-Linked Plus Fund[^]		Legg Mason Brandywine Global Opportunistic Fixed Income Fund[^]	
Each Class A Share Class	1.000%	Each Class A Share Class	1.150%
Each Class B Share Class	1.250%	Each Class B Share Class	1.400%
Each Class C Share Class	1.500%	Each Class C Share Class	1.650%
Each Class E Share Class	1.600%	Each Class E Share Class	1.750%
Each Class F Share Class	0.550%	Each Class F Share Class	0.900%
Each Class R Share Class	0.600%	Each Class R Share Class	0.750%
Each Class X Share Class	0.500%	Each Class X Share Class	0.650%
Each Premier Share Class	0.250%	Each Premier Share Class	0.650%
Each LM Share Class	None	Each LM Share Class	None
Legg Mason Western Asset Global Credit Fund		Legg Mason Brandywine Global Sovereign Credit Fund[^]	
Each Class A Share Class	1.050%	Each Premier Share Class	0.350%
Each Class B Share Class	1.300%	Each LM Share Class	None
Each Class C Share Class	1.550%		
Each Class E Share Class	1.650%		
Each Class F Share Class	0.600%		
Each Class R Share Class	0.600%		
Each Class X Share Class	0.650%		
Each Premier Share Class	0.350%		
Each LM Share Class	None		
Legg Mason Western Asset UK Long Duration Fund[^]		Legg Mason Brandywine Global Income Optimiser Fund[^]	
Each Class A Share Class	1.050%	Each Class A Share Class	1.250%
Each Class B Share Class	1.300%	Each Class B Share Class	1.500%
Each Class C Share Class	1.550%	Each Class C Share Class	1.750%
Each Class E Share Class	1.650%	Each Class E Share Class	1.850%
Each Class F Share Class	0.600%	Each Class F Share Class	0.875%
Each Class R Share Class	0.650%	Each Class R Share Class	0.850%
Each Class X Share Class	0.525%	Each Class X Share Class	0.650%
Each Premier Share Class	0.350%	Each Premier Share Class	0.650%
Each LM Share Class	None	Each LM Share Class	None
Legg Mason Western Asset Global Credit Fund		Legg Mason Brandywine Global Credit Opportunities Fund	
Each Class A Share Class	1.050%	Each Class A Share Class	1.650%
Each Class B Share Class	1.300%	Each Class B Share Class	1.900%
Each Class C Share Class	1.550%	Each Class C Share Class	2.150%
Each Class E Share Class	1.650%	Each Class E Share Class	2.250%
Each Class F Share Class	0.600%	Each Class F Share Class	1.300%
Each Class R Share Class	0.650%	Each Class R Share Class	1.250%
Each Class X Share Class	0.525%	Each Class X Share Class	1.150%
Each Premier Share Class	0.350%	Each Premier Share Class	1.150%
Each LM Share Class	None	Each S Share Class	0.750%
		Each LM Share Class	None
Legg Mason Western Asset Euro High Yield Fund[^]		Legg Mason Western Asset Brazil Equity Fund	
Each Class A Share Class	1.150%	Each Class A Share Class	1.250%
Each Class B Share Class	1.400%	Each Class B Share Class	1.750%
Each Class C Share Class	1.650%	Each Class C Share Class	1.750%
Each Class E Share Class	1.750%	Each Class E Share Class	2.000%
Each Class F Share Class	0.700%	Each Class F Share Class	1.000%
Each Class R Share Class	0.750%	Each Class R Share Class	0.750%
Each Class X Share Class	0.575%	Each Class X Share Class	0.625%
Each Premier Share Class	0.450%	Each Premier Share Class	0.625%
Each LM Share Class	None	Each LM Share Class	None

[^] 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
Legg Mason ClearBridge Value Fund		Legg Mason ClearBridge US Aggressive Growth Fund	
Each Class A Share Class	1.350%	Each Class A Share Class	1.300%
Each Class B Share Class	1.850%	Each Class B Share Class	1.800%
Each Class C Share Class	1.850%	Each Class C Share Class	1.800%
Each Class E Share Class	2.100%	Each Class E Share Class	2.050%
Each Class F Share Class	1.100%	Each Class F Share Class	1.050%
Each Class R Share Class	0.850%	Each Class R Share Class	0.800%
Each Class X Share Class	0.675%	Each Class X Share Class	0.650%
Each Premier Share Class	0.675%	Each Premier Share Class	0.650%
Each LM Share Class	None	Each LM Share Class	None
Galleon Share Class	0.850%	Class A (G) US\$ Accumulating	1.300%
Legg Mason ClearBridge Growth Fund		Class B (G) US\$ Accumulating	1.800%
Each Class A Share Class	1.200%	Class L (G) US\$ Accumulating	1.800%
Each Class B Share Class	1.700%	Class GA Euro Accumulating	1.420%
Each Class C Share Class	1.700%	Class GA Euro Distributing (A)	1.420%
Each Class E Share Class	1.950%	Class GE US\$ Accumulating	2.170%
Each Class F Share Class	0.950%	Class GE Euro Accumulating	2.170%
Each Class R Share Class	0.700%	Legg Mason ClearBridge US Equity Income Fund[^]	
Each Class X Share Class	0.600%	Each Class A Share Class	1.300%
Each Premier Share Class	0.600%	Each Class B Share Class	1.800%
Each LM Share Class	None	Each Class C Share Class	1.800%
Legg Mason ClearBridge Global Equity Fund[^]		Each Class E Share Class	2.050%
Each Class A Share Class	1.350%	Each Class F Share Class	1.050%
Each Class B Share Class	1.850%	Each Class R Share Class	0.800%
Each Class C Share Class	1.850%	Each Class X Share Class	0.650%
Each Class E Share Class	2.100%	Each Premier Share Class	0.650%
Each Class F Share Class	1.100%	Each LM Share Class	None
Each Class R Share Class	0.850%	Legg Mason ClearBridge Tactical Dividend Income Fund[^]	
Each Class X Share Class	0.675%	Each Class A Share Class	1.500%
Each Premier Share Class	0.675%	Each Class B Share Class	2.000%
Each LM Share Class	None	Each Class C Share Class	2.000%
Legg Mason ClearBridge US Appreciation Fund		Each Class E Share Class	2.250%
Each Class A Share Class	1.250%	Each Class F Share Class	1.250%
Each Class B Share Class	1.750%	Each Class R Share Class	1.000%
Each Class C Share Class	1.750%	Each Class X Share Class	0.750%
Each Class E Share Class	2.000%	Each Premier Share Class	0.750%
Each Class F Share Class	1.000%	Each LM Share Class	None
Each Class R Share Class	0.750%	Legg Mason Opportunity Fund	
Each Class X Share Class	0.625%	Each Class A Share Class	1.350%
Each Premier Share Class	0.625%	Each Class B Share Class	1.850%
Each LM Share Class	None	Each Class C Share Class	1.850%
Each GP US\$ Accumulating	None	Each Class E Share Class	2.100%
Class A (G) US\$ Accumulating	1.250%	Each Class F Share Class	1.100%
Class B (G) US\$ Accumulating	1.750%	Each Class R Share Class	0.850%
Class L (G) US\$ Accumulating	1.750%	Each Class X Share Class	0.675%
Class GA US\$ Accumulating	1.420%	Each Premier Share Class	0.675%
Class GA Euro Accumulating	1.420%	Each LM Share Class	None
Class GA Euro Distributing (A)	1.420%	Legg Mason Royce US Small Cap Opportunity Fund	
Class GE US\$ Accumulating	2.170%	Each Class A Share Class	1.500%
Class GE Euro Accumulating	2.170%	Each Class B Share Class	2.000%
Legg Mason ClearBridge US Fundamental Value Fund		Each Class C Share Class	2.000%
Each Class A Share Class	1.250%	Each Class E Share Class	2.250%
Each Class B Share Class	1.750%	Each Class F Share Class	1.250%
Each Class C Share Class	1.750%	Each Class R Share Class	1.000%
Each Class E Share Class	2.000%	Each Class X Share Class	0.750%
Each Class F Share Class	1.000%	Each Premier Share Class	0.750%
Each Class R Share Class	0.750%	Each LM Share Class	None
Each Class X Share Class	0.625%	Legg Mason Royce US Smaller Companies Fund	
Each Premier Share Class	0.625%	Each Class A Share Class	1.500%
Each LM Share Class	None	Each Class B Share Class	2.000%
Class A (G) US\$ Accumulating	1.250%	Each Class C Share Class	2.000%
Class B (G) US\$ Accumulating	1.750%	Each Class E Share Class	2.250%
Class L (G) US\$ Accumulating	1.750%	Each Class F Share Class	1.250%
Class GP US\$ Accumulating	0.750%	Each Class R Share Class	1.000%
Class GA Euro Accumulating	1.420%	Each Class X Share Class	0.750%
Class GA Euro Distributing (A)	1.420%	Each Premier Share Class	0.750%
Class GE US\$ Accumulating	2.170%	Each LM Share Class	None
Class GE Euro Accumulating	2.170%	Class A (G) US\$ Accumulating	1.250%
Legg Mason ClearBridge US Large Cap Growth Fund		Class B (G) US\$ Accumulating	1.750%
Each Class A Share Class	1.250%	Class L (G) US\$ Accumulating	1.750%
Each Class B Share Class	1.750%	Class GA US\$ Accumulating	1.420%
Each Class C Share Class	1.750%	Class GA Euro Accumulating	1.420%
Each Class E Share Class	2.000%	Class GA Euro Distributing (A)	1.420%
Each Class F Share Class	1.000%	Class GE US\$ Accumulating	2.170%
Each Class R Share Class	0.750%	Class GE Euro Accumulating	2.170%
Each Class X Share Class	0.625%	Legg Mason Royce Smaller Companies Fund II[^]	
Each Premier Share Class	0.625%	Class A US\$ Accumulating	1.500%
Each LM Share Class	None	Legg Mason Royce European Smaller Companies Fund	
Class A (G) US\$ Accumulating	1.250%	Each Class A Share Class	1.500%
Class B (G) US\$ Accumulating	1.750%	Each Class B Share Class	2.000%
Class L (G) US\$ Accumulating	1.750%	Each Class C Share Class	2.000%
Class GA US\$ Accumulating	1.420%	Each Class E Share Class	2.250%
Class GA Euro Accumulating	1.420%	Each Class F Share Class	1.250%
Class GA Euro Distributing (A)	1.420%	Each Class R Share Class	1.000%
Class GE US\$ Accumulating	2.170%	Each Class X Share Class	0.750%
Class GE Euro Accumulating	2.170%	Each Premier Share Class	1.000%
		Each LM Share Class	None

[^] 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
Legg Mason Royce Global Smaller Companies Fund	
Each Class A Share Class	1.500%
Each Class B Share Class	2.000%
Each Class C Share Class	2.000%
Each Class E Share Class	2.250%
Each Class F Share Class	1.250%
Each Class R Share Class	1.000%
Each Class X Share Class	0.750%
Each Premier Share Class	1.000%
Each LM Share Class	None
Legg Mason Permal Global Absolute Fund	
Each Class A Share Class	1.250%
Each Class B Share Class	1.750%
Each Class C Share Class	1.750%
Each Class E Share Class	2.000%
Each Class F Share Class	1.000%
Each Class R Share Class	0.750%
Each Class X Share Class	0.625%
Each Premier Share Class	0.625%
Each LM Share Class	None
Legg Mason Batterymarch Managed Volatility European Equity Fund	
Each Class A Share Class	1.350%
Each Class B Share Class	1.850%
Each Class C Share Class	1.850%
Each Class E Share Class	2.100%
Each Class F Share Class	1.100%
Each Class R Share Class	0.850%
Each Class X Share Class	0.675%
Each Premier Share Class	0.675%
Each LM Share Class	None
Class A (G) US\$ Accumulating	1.350%
Class B (G) US\$ Accumulating	1.850%
Class L (G) US\$ Accumulating	1.850%
Class GA Euro Accumulating	1.420%
Class GA Euro Distributing (A)	1.420%
Class GA US\$ Accumulating	1.420%
Class GE US\$ Accumulating	2.170%
Class GP US\$ Accumulating	0.850%
Legg Mason Batterymarch Asia Ex Japan Equity Fund	
Each Class A Share Class	1.500%
Each Class B Share Class	2.000%
Each Class C Share Class	2.000%
Each Class E Share Class	2.250%
Each Class F Share Class	1.250%
Each Class R Share Class	1.000%
Each Class X Share Class	0.750%
Each Premier Share Class	0.750%
Each LM Share Class	None
Class GA US\$ Accumulating	1.620%
Class GA Euro Accumulating	1.620%
Class GA Euro Distributing (A)	1.620%
Class GE US\$ Accumulating	2.370%
Class GE Euro Accumulating	2.370%
Class GP US\$ Accumulating	0.500%
Legg Mason Batterymarch International Large Cap Fund	
Each Class A Share Class	1.400%
Each Class B Share Class	1.900%
Each Class C Share Class	1.900%
Each Class E Share Class	2.150%
Each Class F Share Class	1.150%
Each Class R Share Class	0.900%
Each Class X Share Class	0.700%
Each Premier Share Class	0.700%
Each LM Share Class	None
Class A (G) US\$ Accumulating	1.400%
Class B (G) US\$ Accumulating	1.900%
Class L (G) US\$ Accumulating	1.900%
Legg Mason Batterymarch Emerging Markets Equity Fund	
Each Class A Share Class	1.450%
Each Class B Share Class	1.950%
Each Class C Share Class	1.950%
Each Class E Share Class	2.200%
Each Class F Share Class	1.200%
Each Class R Share Class	0.950%
Each Class X Share Class	0.800%
Each Premier Share Class	0.800%
Each LM Share Class	None

Fund Name	Maximum Investment Management Fee
Legg Mason Batterymarch Global Equity Fund	
Each Class A Share Class	1.400%
Each Class B Share Class	1.900%
Each Class C Share Class	1.900%
Each Class E Share Class	2.150%
Each Class F Share Class	1.150%
Each Class R Share Class	0.900%
Each Class X Share Class	0.700%
Each Premier Share Class	0.700%
Each LM Share Class	None
Class GA US\$ Accumulating	1.420%
Class GA Euro Accumulating	1.420%
Class GA Euro Distributing (A)	1.420%
Class GE US\$ Accumulating	2.170%
Class GE Euro Accumulating	2.170%
Legg Mason LMHK China Fund	
Each Class A Share Class	1.250%
Each Class B Share Class	1.750%
Each Class C Share Class	1.750%
Each Class E Share Class	2.000%
Each Class F Share Class	1.000%
Each LM Share 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, 2014. The Prospectus, as it may be amended or supplemented from time to time, indicates which share classes are offered by each Fund.

Notes to Financial Statements – (continued)

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

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, 2014, the Investment Management fees waived and reimbursed were as follows:

Fund Name	Investment Management Fee Waived	Investment Management Fee Reimbursed
	August 31, 2014 (000's)	August 31, 2014 (000's)
Legg Mason Western Asset US Money Market Fund	\$2,831	\$490
Legg Mason Western Asset Euro Core Plus Bond Fund	€12	€–
Legg Mason Western Asset Global Multi Strategy Fund	\$11	\$12
Legg Mason Western Asset US Adjustable Rate Fund	\$5	\$–
Legg Mason Western Asset Inflation Management Fund	\$16	\$–
Legg Mason Western Asset Asian Opportunities Fund	\$30	\$–
Legg Mason Western Asset Global Core Plus Bond Fund [^]	\$4	\$–
Legg Mason Western Asset Global Inflation-Linked Fund	\$7	\$12
Legg Mason Brandywine Global High Yield Fund [^]	\$17	\$–
Legg Mason Brandywine Global Income Optimiser Fund [^]	\$4	\$–
Legg Mason Brandywine Global Credit Opportunities Fund [^]	\$4	\$–
Legg Mason ClearBridge Growth Fund	\$2	\$–
Legg Mason ClearBridge Global Equity Fund [^]	\$8	\$–
Legg Mason ClearBridge US Equity Income Fund [^]	\$5	\$5
Legg Mason ClearBridge Tactical Dividend Income Fund [^]	\$15	\$2
Legg Mason Permal Global Absolute Fund [^]	\$1	\$9
Legg Mason Batterymarch Emerging Markets Equity Fund	\$5	\$–

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.

For the Funds for which Legg Mason Investments (Europe) Limited serves as Investment Manager, it has entered into separate distribution agreements with Legg Mason Investor Services, LLC, Legg Mason Asset Management Hong Kong Limited, Legg Mason Asset Management Singapore Pte. Limited and Legg Mason Investments (Taiwan) Limited under which Legg Mason Investments (Europe) Limited has delegated to these Distributors certain responsibilities associated with marketing and distributing each of the Funds for which it serves as Investment Manager. ClearBridge, LLC has appointed Legg Mason Investments (Europe) Limited, Legg Mason Asset Management Hong Kong Limited and Legg Mason Asset Management Singapore Pte. Limited as Distributors of Legg Mason ClearBridge Value Fund. The distribution agreement with Legg Mason Investments (Taiwan) Limited is a tri-party agreement to which ClearBridge, LLC is also party. In accordance with Taiwanese law, this agreement is entitled a Master Agent Agreement, pursuant to which Legg Mason Investments (Taiwan) Limited acts as the Master Agent of the Funds in Taiwan. The delegated functions in the distribution and master agent agreements do not include the Investment Managers' provision of investment management services to the Funds, but are limited to marketing and distribution services provided to the Funds and the Company. Under the aforementioned agreements, each Investment Manager shall pay to each Distributor a portion of its investment management fee as set out in such distribution agreements.

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.

John Alldis was a director of the Company until his resignation on July 11, 2014. Robert Shearman (appointed on July 11, 2014) and Joseph LaRocque are directors of the Company. John Alldis, Robert Shearman and Joseph LaRocque are directors and executives of entities affiliated with the Investment Manager and Sub-Investment Manager(s) due to their common parent (Legg Mason, Inc.)

As at August 31, 2014, 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.

Below is a table that shows the percentage ownership of such collective investment schemes held by the Company at August 31, 2014:

Fund	Underlying Collective Investment Scheme	%	August 31, 2014	
				Fair Value (in 000's)
Legg Mason Western Asset US Core Bond Fund	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.04%		\$167
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.07%		\$1,673
Legg Mason Western Asset US Core Plus Bond Fund	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.00%		\$23
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.01%		\$29
Legg Mason Western Asset Euro Core Plus Bond Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.00%		€ 7
	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.01%		€ 29
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	1.07%		€ 3,687
Legg Mason Western Asset Diversified Strategic Income Fund	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)	2.08%		\$3,020
Legg Mason Western Asset Global Multi Strategy Fund	Legg Mason China Funds – Western Asset China Bond, Class M	24.89%		\$11,480
	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)	14.40%		\$20,906
Legg Mason Western Asset US High Yield Fund	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)	9.60%		\$13,938
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.06%		\$1,365
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.00%		–
	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.00%		–
	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)	14.65%		\$21,274
Legg Mason Western Asset Inflation Management Fund	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.00%		\$1
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.00%		\$107
Legg Mason Western Asset Asian Opportunities Fund	Legg Mason China Funds – Western Asset China Bond, Class M	24.87%		\$11,470
	Legg Mason Western Asset Asian Bond Trust	15.09%		\$6,066
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.10%		\$2,269
Legg Mason Western Asset Global Blue Chip Bond Fund	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.01%		\$45
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.04%		\$949
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.00%		–
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)			

[^] 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	Underlying Collective Investment Scheme	%	August 31, 2014
			Fair Value (in 000's)
Legg Mason Western Asset Global Credit Absolute Return Fund [^]	Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)	1.42%	\$2,058
	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.04%	\$210
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.06%	\$295
Legg Mason Western Asset Global Core Plus Bond Fund [^]	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.00%	\$18
	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.02%	\$126
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.05%	\$1,078
Legg Mason Western Asset Global Inflation-Linked Fund	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.00%	\$1
	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.00%	\$1
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.00%	\$41
Legg Mason Western Asset Global Credit Fund	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.01%	\$57
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.04%	\$180
	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.06%	\$1,447
Legg Mason Western Asset Euro High Yield Fund [^]	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.00%	€ 79
	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	0.39%	€ 1,349
	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	0.64%	€ 2,844
Legg Mason Opportunity Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.28%	\$6,298
Legg Mason Royce US Small Cap Opportunity Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	3.90%	\$87,519
Legg Mason Royce US Smaller Companies Fund	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	1.43%	\$32,147
Legg Mason Royce Smaller Companies Fund II [^]	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	0.06%	\$1,394

Amounts designated as “_” are either less than \$1,000, £1,000 or €1,000.

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[^]. 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, as increased by the Hurdle, which is an annualised 800 basis points for Legg Mason Western Asset Global Credit Absolute Return Fund[^].

The High Water Mark with respect to each PF Share Class of Legg Mason Western Asset Global Credit Absolute Return Fund[^] 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.

For the period ended August 31, 2014, no performance fee was paid to the Investment Manager.

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

Notes to Financial Statements – (continued)

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

Shareholder Services Fee

Under the Shareholder Servicing Agreements between Legg Mason Investor Services, LLC, Legg Mason Investments (Europe) Limited, Legg Mason Asset Management Hong Kong Limited, Legg Mason International Equities (Singapore) Pte. Limited and Legg Mason Investments (Taiwan) Limited (the "Shareholder Servicing Agents") and the Company, each Shareholder Servicing Agent shall be entitled to receive a shareholder services fee from certain of the share classes for their services as Shareholder Servicing Agent. 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 Diversified Strategic Income Fund, Legg Mason Western Asset Global Multi Strategy Fund, Legg Mason Western Asset US High Yield Fund, Legg Mason Western Asset Emerging Markets 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 Inflation Management Fund, 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[^], Legg Mason Western Asset Global Core Plus Bond Fund[^], Legg Mason Western Asset Global Inflation-Linked Fund, 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 Brandywine Global Fixed Income Fund, 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 Income Optimiser Fund[^] and Legg Mason Brandywine Global Credit Opportunities Fund[^]; and
- (ii) 0.35 per cent, per annum, of the net asset value of Legg Mason Western Asset Brazil Equity Fund, Legg Mason ClearBridge Value Fund, Legg Mason ClearBridge Growth Fund, Legg Mason Opportunity Fund, Legg Mason ClearBridge Global Equity Fund[^], Legg Mason ClearBridge US Appreciation Fund, Legg Mason ClearBridge US Fundamental Value Fund, Legg Mason ClearBridge US Large Cap Growth Fund, Legg Mason ClearBridge US Aggressive Growth Fund, Legg Mason ClearBridge US Equity Income Fund[^] (ceased trading on August 29, 2014), Legg Mason ClearBridge Tactical Dividend Income Fund[^], Legg Mason Royce US Small Cap Opportunity Fund, Legg Mason Royce Smaller Companies Fund, Legg Mason Royce Smaller Companies Fund II[^], Legg Mason Royce Global Smaller Companies Fund (ceased trading on March 31, 2014), Legg Mason Permal Global Absolute Fund (ceased trading on August 29, 2014), Legg Mason Batterymarch Managed Volatility European Equity Fund, Legg Mason Batterymarch Asia Ex Japan Equity Fund, Legg Mason Batterymarch International Large Cap Fund, Legg Mason Batterymarch Emerging Markets Equity Fund and Legg Mason Batterymarch Global Equity Fund.

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.

During the period ended August 31, 2014 the shareholder services fees waived were as follows:

Fund Name	Shareholder Services Fee Waived August 31, 2014 (000's)
Legg Mason Western Asset US Core Bond Fund	\$2
Legg Mason Western Asset US Core Plus Bond Fund	\$2
Legg Mason Western Asset Diversified Strategic Income Fund	\$2
Legg Mason Western Asset Global Multi Strategy Fund	\$2
Legg Mason Western Asset Emerging Markets Bond Fund	\$7
Legg Mason Western Asset Global High Yield Fund	\$4
Legg Mason Western Asset US Short-Term Government Fund	\$13
Legg Mason Western Asset US Adjustable Rate Fund	\$7
Legg Mason Western Asset Inflation Management Fund	\$8
Legg Mason Brandywine Global Fixed Income Fund	\$3
Legg Mason Brandywine Global High Yield Fund [^]	\$2
Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^]	\$5
Legg Mason Brandywine Global Income Optimiser Fund [^]	\$10
Legg Mason ClearBridge Growth Fund	\$3
Legg Mason ClearBridge Global Equity Fund [^]	\$6
Legg Mason ClearBridge US Appreciation Fund	\$5
Legg Mason ClearBridge US Fundamental Value Fund	\$3
Legg Mason ClearBridge US Large Cap Growth Fund	\$8
Legg Mason ClearBridge US Aggressive Growth Fund	\$3
Legg Mason ClearBridge US Equity Income Fund [^]	\$2
Legg Mason ClearBridge Tactical Dividend Income Fund [^]	\$6
Legg Mason Royce US Small Cap Opportunity Fund	\$2
Legg Mason Royce US Smaller Companies Fund	\$1
Legg Mason Permal Global Absolute Fund [^]	\$1
Legg Mason Batterymarch Managed Volatility European Equity Fund	€1
Legg Mason Batterymarch Asia Ex Japan Equity Fund	\$2
Legg Mason Batterymarch International Large Cap Fund	\$7
Legg Mason Batterymarch Emerging Markets Equity Fund	\$9

Administrator and Custodian Fees

BNY Mellon Trust Company (Ireland) Limited acts as Custodian and BNY Mellon Investment Servicing (International) Limited acts as Administrator to all Funds in the Company. For administration, accounting, shareholder, trustee and custodial 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, 2014 were \$49,000.

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

Notes to Financial Statements – (continued)

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

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, 2014
Legg Mason Western Asset US Money Market Fund	77.86%
Legg Mason Western Asset US Core Bond Fund	25.31%
Legg Mason Western Asset US Core Plus Bond Fund	60.84%
Legg Mason Western Asset Euro Core Plus Bond Fund	77.13%
Legg Mason Western Asset Emerging Markets Corporate Bond Fund [^]	20.65%
Legg Mason Western Asset Emerging Markets Corporate Bond Fund [^]	23.48%
Legg Mason Western Asset Emerging Markets Corporate Bond Fund [^]	20.97%
Legg Mason Western Asset Global High Yield Fund	48.04%
Legg Mason Western Asset Asian Opportunities Fund	26.63%
Legg Mason Western Asset Global Blue Chip Bond Fund	30.08%
Legg Mason Western Asset Brazil Bond Fund	98.64%
Legg Mason Western Asset Global Credit Absolute Return Fund [^]	43.93%
Legg Mason Western Asset Global Core Plus Bond [^]	60.88%
Legg Mason Western Asset Global Inflation-Linked Fund	96.31%
Legg Mason Western Asset Global Credit Fund	93.73%
Legg Mason Western Asset Euro High Yield Fund [^]	24.91%
Legg Mason Western Asset Euro High Yield Fund [^]	24.89%
Legg Mason Western Asset Euro High Yield Fund [^]	24.71%
Legg Mason Western Asset Macro Opportunities Bond Fund [^]	57.09%
Legg Mason Brandywine Global Fixed Income Absolute Return Fund [^]	84.34%
Legg Mason Brandywine Global High Yield Fund [^]	35.45%
Legg Mason Brandywine Global High Yield Fund [^]	45.99%
Legg Mason Brandywine Global Opportunistic Fixed Income Fund [^]	53.65%
Legg Mason Brandywine Global Sovereign Credit Fund [^]	36.27%
Legg Mason Brandywine Global Income Optimiser Fund [^]	23.03%
Legg Mason Brandywine Global Income Optimiser Fund [^]	26.45%
Legg Mason Brandywine Global Credit Opportunities Fund [^]	100.00%
Legg Mason Western Asset Brazil Equity Fund	98.21%
Legg Mason ClearBridge Global Equity Fund [^]	30.99%
Legg Mason ClearBridge Tactical Dividend Income Fund [^]	22.21%
Legg Mason ClearBridge Tactical Dividend Income Fund [^]	29.71%
Legg Mason Royce US Small Cap Opportunity Fund	37.33%
Legg Mason Royce Smaller Companies Fund II [^]	100.00%
Legg Mason Batterymarch Emerging Markets Equity Fund	46.82%
Legg Mason Batterymarch Global Equity Fund	26.51%

Conditions have been imposed by the Central Bank of Ireland under Regulation UCITS 14.5 for Directors to confirm compliance with regulatory requirements in relation to transactions between the Company and the Investment Manager, the Custodian 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.

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 6), 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 6), 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 6), 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:

Fund Name – Share Class	Fees and Expenses charged to capital for the period ended August 31, 2014 (000's)
Legg Mason Western Asset Asian Opportunities Fund – Class A US\$ Distributing (M) Plus	\$–
Legg Mason Western Asset Asian Opportunities Fund – Class A AUD Distributing (M) (Hedged) Plus	\$4
Legg Mason Western Asset Asian Opportunities Fund – Class A SGD Distributing (M) (Plus)	\$7
Legg Mason Western Asset Asian Opportunities Fund – Class A SGD Distributing (M) (Hedged) Plus	\$24
Legg Mason Western Asset Asian Opportunities Fund – Class A CNH Distributing (M) (Hedged) Plus	\$–
Legg Mason Western Asset Emerging Markets Bond Fund – Class A US\$ Distributing (M) Plus	\$26
Legg Mason Western Asset Emerging Markets Bond Fund – Class A SGD Distributing (M) (Hedged) Plus	\$2
Legg Mason Western Asset US High Yield Fund – Class A US\$ Distributing (M) Plus	\$64
Legg Mason Western Asset US High Yield Fund – Class A SGD Distributing (M) (Hedged) Plus	\$3
Legg Mason Western Asset US High Yield Fund – Premier Class US\$ Distributing (M) Plus (e)	\$194
Legg Mason Western Asset Global Multi Strategy Fund – Premier Class GBP Distributing (M) (Hedged) Plus (e)	\$89
Legg Mason Western Asset Global Multi Strategy Fund – Class A Euro Distributing (M) (Hedged) Plus (e)	\$6
Legg Mason Western Asset Global High Yield Fund – Class A AUD Distributing (M) (Hedged) Plus	\$293
Legg Mason Western Asset Global High Yield Fund – Class A SGD Distributing (M) (Hedged) Plus	\$42
Legg Mason Western Asset Global High Yield Fund – Class A US\$ Distributing (M) Plus	\$94
Legg Mason Western Asset Global High Yield Fund – Class A CNH Distributing (M) (Hedged) Plus	\$–
Legg Mason Western Asset Global High Yield Fund – Premier Class US\$ Distributing (M) Plus (e)	\$288
Legg Mason ClearBridge Tactical Dividend Income Fund^ – Class A US\$ Distributing (M) Plus (e)	\$3
Legg Mason ClearBridge Tactical Dividend Income Fund^ – Premier Class US\$ Distributing (M) Plus (e)	\$1
Legg Mason ClearBridge Tactical Dividend Income Fund^ – A Euro Distributing (M) (Hedged) Plus (e)	\$2
Legg Mason ClearBridge US Equity Income Fund^ – Class A US\$ Distributing (M) Plus (e)	\$8
Legg Mason ClearBridge US Equity Income Fund^ – Premier Class US\$ Distributing (M) Plus (e)	\$2
Legg Mason ClearBridge US Equity Income Fund^ – Class X US\$ Distributing (M) Plus (e)	\$2
Legg Mason ClearBridge US Equity Income Fund^ – Class A Euro Distributing (M) (Hedged) Plus (e)	\$–
Legg Mason ClearBridge US Equity Income Fund^ – Class A GBP Distributing (M) (Hedged) Plus (e)	\$–
Legg Mason Brandywine Global Income Optimiser Fund^ – Class A US\$ Distributing (M) Plus (e)	\$7
Legg Mason Brandywine Global Income Optimiser Fund^ – Premier Class US\$ Distributing (M) Plus (e)	\$1
Legg Mason Brandywine Global Income Optimiser Fund^ – Class X US\$ Distributing (M) Plus (e)	\$7
Legg Mason Brandywine Global Income Optimiser Fund^ – Class A Euro Distributing (M) (Hedged) Plus (e)	\$19
Legg Mason Brandywine Global Income Optimiser Fund^ – Class X Euro Distributing (M) (Hedged) Plus (e)	\$9
Legg Mason Brandywine Global Income Optimiser Fund^ – Premier Class Euro Distributing (M) (Hedged) Plus (e)	\$1
Legg Mason Brandywine Global Income Optimiser Fund^ – Class A GBP Distributing (M) (Hedged) Plus (e)	\$7
Legg Mason Brandywine Global Income Optimiser Fund^ – Class X GBP Distributing (M) (Hedged) Plus (e)	\$24
Legg Mason Western Asset Macro Opportunities Bond Fund^ – Premier Class GBP Distributing (M) (Hedged) Plus (e)	\$20
Legg Mason Western Asset Macro Opportunities Bond Fund^ – Class A US\$ 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 seven of the subscriber shares have been repurchased by the Company. Shareholders of these seven 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”) except for the Grandfathered Share Classes of the Legg Mason ClearBridge Global Equity Fund^, which are available only at the discretion of the relevant Distributor. Following the initial subscription for shares of the Grandfathered Share Classes by unitholders of the Affiliated Funds (or, in the case of the Legg Mason ClearBridge Global Equity Fund^, by investors permitted in the Fund at the discretion of the relevant Distributor), 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 the equivalent Grandfathered Share Class of another Fund.

Legg Mason Western Asset Global Credit Absolute Return Fund^ offers 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.

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

Notes to Financial Statements – (continued)

6. Taxation

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 Fund 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 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 Balance Sheet.

8. Commitments and Contingent Liabilities

There were no significant commitments or contingent liabilities at the balance sheet date.

9. Soft Commission Arrangements

During the period ended August 31, 2014, QS BatteryMarch Financial Management, Inc. ("BatteryMarch"), ClearBridge, LLC ("ClearBridge"), ClearBridge Investments, LLC ("ClearBridge Investments"), LMM, LLC ("LMM") and Royce & Associates, LLC ("Royce") entered into soft commission arrangements with brokers in respect of which certain goods and services used to support the investment decision process were received. BatteryMarch, ClearBridge, ClearBridge Investments, LMM, Royce 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 BatteryMarch, ClearBridge, ClearBridge Investments, LMM and Royce acts 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 BatteryMarch, ClearBridge, ClearBridge Investments, LMM and Royce in carrying out their investment decision-making responsibilities in respect of the relevant Funds.

Western Asset Management Company, Western Asset Management Company Pte, Limited and Western Asset Management Company Limited ("Western Asset"), Brandywine Global Investments Management, LLC ("Brandywine"), Legg Mason Asset Management Hong Kong Limited, Legg Mason International Equities Limited, Private Capital Management, L.P. and Permal Investment Management Services Company did not participate in any soft commission arrangements during the period for the Funds to which Western Asset, Brandywine, Legg Mason Asset Management Hong Kong Limited, Legg Mason International Equities Limited, Private Capital Management, L.P. and Permal Investment Management Services Company 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, Sterling and Japanese Yen amounts for the respective Funds with U.S. Dollar, Euro, Sterling and Japanese Yen based currencies, respectively:

	Exchange rates as at August 31, 2014
USD Based Funds	
Country	
Argentine Peso	8.4013
Australian Dollar	1.0707
Brazilian Real	2.2385
British Pound	0.6024
Canadian Dollar	1.0873
Chilean Peso	586.7600
Chinese Renminbi	6.1432
Colombian Peso	1,920.7300
Czech Koruna	21.1085
Danish Krone	5.6689
Egyptian Pound	7.1501
Euro	0.7611
Hong Kong Dollar	7.7501
Hungarian Forint	239.6401
Indian Rupee	60.6800
Indonesian Rupiah	11,697.5000
Israeli Shekel	3.5745
Japanese Yen	104.0450
Malaysian Ringgit	3.1520
Mexican Peso	13.0768
New Zealand Dollar	1.1955
Norwegian Krone	6.1980
Pakistani Rupee	101.8500
Peruvian New Sol	2.8445
Philippine Peso	43.6000
Polish Zloty	3.2030
Russian Ruble	37.0098
Singapore Dollar	1.2491
South African Rand	10.6663
South Korean Won	1,013.9500
Swedish Krona	6.9893
Swiss Franc	0.9181
Taiwanese Dollar	29.8905
Thai Baht	31.9400
Turkish Lira	2.1615
	Exchange rates as at August 31, 2014
EUR Based Funds	
Country	
Australian Dollar	1.4069
British Pound	0.7915
Danish Krone	7.4487
Japanese Yen	136.7100
Norwegian Krone	8.1438
South African Rand	14.0149
Swedish Krona	9.1835
Swiss Franc	1.2063
Turkish Lira	2.8401
United States Dollar	1.3140
	Exchange rates as at August 31, 2014
JPY Based Funds	
Country	
United States Dollar	0.0096

Notes to Financial Statements – (continued)

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, 2014 was as follows:

As at August 31, 2014

Fund	Broker	Market Value of Collateral (in 000's)
Legg Mason Western Asset US High Yield Fund	Deutsche Bank	\$781
Legg Mason Western Asset Global Credit Absolute Return Fund [^]	Citibank N.A.	\$300
Legg Mason Western Asset Global Credit Absolute Return Fund [^]	Morgan Stanley	\$100

A list of approved counterparties is maintained. Additions to this list are reviewed quarterly and a thorough re-valuation 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 of Ireland UCITS Notices.

Until the expiry of the repurchase agreements, reverse repurchase agreements and the stock lending transactions, collateral obtained under such contracts or transactions:

- must be marked to market daily;
- must equal or exceed, in value, at all times the value of the amount invested or securities loaned;
- must be transferred to the trustee, or its agent; and
- 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 re-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 Legg Mason North American Valuation Committee meets at least monthly and whenever the circumstances so require, to review and deliberate on valuation concerns including credit. 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 Custodian. Bankruptcy or insolvency by the Custodian may cause the Funds' rights with respect to the cash held by the Custodian to be delayed or limited. The credit rating of the Custodian is highly rated by prominent rating agencies. If the credit quality or financial position of the Custodian deteriorates significantly, the Sub-Investment Managers will 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 Custodian and amounts held by brokers as collateral are described 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.

As at August 31, 2014, 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 Balance Sheet (excluding equities).

There were no securities which have been placed as collateral with brokers as at August 31, 2014.

12. Disclosure for Cross Investments by Sub-Funds within the Company

Legg Mason Western Asset US Core Plus Bond Fund

Legg Mason Western Asset US Core Plus Bond Fund held 30,846 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	\$350	\$350
Redemption of shares	–	–
Net realised gain/(loss) on financial assets at fair value through profit or loss	–	–
Distributions received	82	82
Cost	3,120	3,120
Fair value	3,318	3,318
Net unrealised gain on financial assets at fair value through profit or loss	\$198	\$198

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

Notes to Financial Statements – (continued)

12. Disclosure for Cross Investments by Sub-Funds within the Company – (continued)

Legg Mason Western Asset Diversified Strategic Income Fund

Legg Mason Western Asset Diversified Strategic Income Fund held 20,676 shares in Legg Mason Western Asset Euro High Yield Fund[^] 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)	Total (in 000's)
Issue of shares	\$–	\$98	\$98
Redemption of shares	(1,041)	–	(1,041)
Net realised gain on financial assets at fair value through profit or loss	63	–	63
Distributions received	–	99	99
Cost	–	2,752	2,752
Fair value	–	2,864	2,864
Net unrealised gain on financial assets at fair value through profit or loss	\$–	\$112	\$112

Legg Mason Western Asset Global Multi Strategy Fund

Legg Mason Western Asset Global Multi Strategy Fund held 643,935, 158,366 and 246,776 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	\$9,330	\$–	\$5,923	\$15,253
Redemption of shares	–	–	–	–
Net realised gain/(loss) on financial assets at fair value through profit or loss	–	–	–	–
Distributions received	1,640	–	538	2,178
Cost	61,052	25,676	26,450	113,178
Fair value	63,340	28,892	26,545	118,777
Net unrealised gain on financial assets at fair value through profit or loss	\$2,288	\$3,216	\$95	\$5,599

Legg Mason Western Asset Emerging Markets Bond Fund

Legg Mason Western Asset Emerging Markets Bond Fund held 81,535 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	\$226	\$226
Redemption of shares	(700)	(700)
Net realised gain on financial assets at fair value through profit or loss	24	24
Distributions received	226	226
Cost	8,230	8,230
Fair value	8,770	8,770
Net unrealised gain on financial assets at fair value through profit or loss	\$540	\$540

Legg Mason Western Asset Global High Yield Fund

Legg Mason Western Asset Global High Yield Fund held 158,224 and 83,765 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	\$–	\$319	\$319
Redemption of shares	–	(3,500)	(3,500)
Net realised gain on financial assets at fair value through profit or loss	–	249	249
Distributions received	–	319	319
Cost	25,833	8,459	34,292
Fair value	28,866	9,010	37,876
Net unrealised gain on financial assets at fair value through profit or loss	\$3,033	\$551	\$3,584

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

Notes to Financial Statements – (continued)

12. Disclosure for Cross Investments by Sub-Funds within the Company – (continued)

Legg Mason Western Asset Global Core Plus Bond Fund[^]

Legg Mason Western Asset Global Core Plus Bond Fund[^] held 1,202 shares in Legg Mason Western Asset Euro High Yield Fund[^] 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)	Total (in 000's)
Issue of shares	\$17	\$17
Redemption of shares	(647)	(647)
Net realised gain on financial assets at fair value through profit or loss	53	53
Distributions received	17	17
Cost	162	162
Fair value	167	167
Net unrealised gain on financial assets at fair value through profit or loss	\$5	\$5

13. Significant Events

On March 4, 2014, Legg Mason, Inc. announced the acquisition of QS Investors. The acquisition took effect on May 31, 2014. Batterymarch Financial Management, Inc. was renamed QS Batterymarch Financial Management, Inc. ("QS Batterymarch").

On March 31, 2014, Legg Mason Royce Global Smaller Companies Fund ceased trading.

On August 29, 2014, Legg Mason ClearBridge US Equity Income Fund[^] and Legg Mason Permal Global Absolute Fund[^] ceased trading.

14. 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.

15. Amendments to Prospectus

On May 9, 2014, an updated Specialist Prospectus was issued and noted by the Central Bank. The most significant amendments included:

- A new Fund, the Legg Mason Brandywine Global Credit Opportunities Fund, was added.
- Where the investment policies provided for "Total Asset Value", the policies for all Funds were revised to refer to "Net Asset Value".

On June 30, 2014, an updated Main Prospectus was issued and noted by the Central Bank. The most significant amendments included:

- Names of certain Funds were changed as detailed on page 6.
- The prospectus was revised to reflect the change in the name of Legg Mason Capital Management, LLC's to ClearBridge, LLC, which took effect on February 14, 2014.
- The investment policies for certain Funds were revised. Also, where the investment policies provided for "Total Asset Value", the investment policies for all Funds were revised to refer to "Net Asset Value".
- Western Asset Management Company Pte. Ltd was appointed as a Sub-Investment Manager of the Legg Mason Western Asset Global High Yield Fund in addition to the two existing Sub-Investment Managers of this Fund.
- Names of share classes for certain Funds were changed to reflect that dividend payments by these share classes will occur on a monthly basis instead of a quarterly basis.
- Disclosure was revised to reflect that anti-dilution levies will no longer be charged, and instead dilution adjustments may be made to net asset values.

16. Subsequent Events

On September 15, 2014, Legg Mason ClearBridge Global Equity Income Fund launched.

On September 29, 2014, a supplement to the June 30, 2014 Prospectus was issued and noted by the Central Bank. The most significant amendments included disclosure to reflect that:

- the Equity Funds may now offer Distributing Plus and Distributing Plus (e) Share Classes
- effective November 1, 2014, First Independent Fund Services Ltd. will act as Swiss representative agent for the Company and NPB Neue Privat Bank Ltd. will act as Swiss paying agent for the Company.

As part of the integration of Batterymarch and QS Investors, QS Batterymarch intends to utilise QS Investors' proprietary security risk assessment process to select securities for each Fund's portfolio that focuses on managing volatility of returns. This approach favours diversification within securities that have less risk in aggregate to the overall risk of the relevant markets (Asia or Global) and favours dividend paying companies that demonstrate dividend and cash flow growth. The objective of these changes is to improve each Fund's risk adjusted returns. The changes to the investment approach will be followed by Legg Mason Batterymarch Asia Ex Japan Equity Fund and Legg Mason Batterymarch Global Equity Fund, and is expected to take effect on or around October 21, 2014.

There were no other material events subsequent to the Balance Sheet date which require disclosure in the financial statements.

17. Prior Period Comparatives

The prior year comparatives for the Balance Sheet are as at February 28, 2014. The prior year comparatives for the Profit and Loss Account are for the year ended February 28, 2014 and the period ended August 31, 2013. The prior period comparative for the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares is for the period ended August 31, 2013.

18. Approval of the Report

On October 21, 2014, 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.

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 year ended August 31, 2014**	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the year ended August 31, 2014**
Legg Mason Western Asset US Money Market Fund		
Class A US\$ Accumulating	0.17%	
Class A US\$ Distributing (D)	0.15%	
Class A US\$ Distributing (M)	0.14%	
Class B US\$ Accumulating	0.17%	
Class B US\$ Distributing (D)	0.17%	
Class C US\$ Accumulating	0.17%	
Class C US\$ Distributing (D)	0.15%	
Class A (G) US\$ Accumulating	0.17%	
Class A (G) US\$ Distributing (D)	0.17%	
Class B (G) US\$ Accumulating	0.17%	
Class L (G) US\$ Distributing (D)	0.17%	
Legg Mason Western Asset US Core Bond Fund		
Class A US\$ Accumulating	1.25%	
Class A US\$ Distributing (D)	1.43%	
Class B US\$ Accumulating	1.50%	
Class B US\$ Distributing (D)	1.69%	
Class C US\$ Accumulating	1.75%	
Class C US\$ Distributing (D)	1.93%	
Class F US\$ Accumulating	0.89%	
Class GA US\$ Accumulating	1.16%	
Class GE US\$ Accumulating	1.75%	
Legg Mason Western Asset US Core Plus Bond Fund		
Class A US\$ Accumulating	1.45%	
Class A US\$ Distributing (D)	1.45%	
Class B US\$ Accumulating	1.70%	
Class B US\$ Distributing (D)	1.70%	
Class C US\$ Accumulating	1.95%	
Class C US\$ Distributing (D)	1.95%	
Class E US\$ Accumulating	2.07%	
Class F US\$ Accumulating	0.72%	
Premier Class US\$ Accumulating	0.47%	
Premier Class US\$ Distributing (M)	0.47%	
LM Class GBP Accumulating (Hedged)	0.17%	
Class A (G) US\$ Accumulating	1.32%	
Class A (G) US\$ Distributing (D)	1.32%	
Class B (G) US\$ Distributing (D)	1.82%	
Class L (G) US\$ Accumulating	1.82%	
Class L (G) US\$ Distributing (D)	1.82%	
Legg Mason Western Asset Euro Core Plus Bond Fund		
Class A US\$ Distributing (D)	1.34%	
Class A Euro Distributing (D)	1.34%	
Class C US\$ Distributing (D)	1.84%	
Class F Euro Distributing (Q)	0.56%	
Premier Class Euro Accumulating	0.44%	
Class GA Euro Accumulating	1.01%	
Class GA Euro Distributing (A)	1.01%	
Class GE Euro Accumulating	1.61%	
Legg Mason Western Asset Diversified Strategic Income Fund		
Class A US\$ Accumulating	1.40%	
Class A US\$ Distributing (D)	1.55%	
Class A US\$ Distributing (M)	1.40%	
Class A Euro Accumulating (Hedged)	1.55%	
Class A Euro Distributing (M) (Hedged)	1.40%	
Class B US\$ Accumulating	1.65%	
Class B US\$ Distributing (D)	1.80%	
Class C US\$ Accumulating	1.90%	
Class C US\$ Distributing (D)	2.05%	
Class A (G) US\$ Accumulating	1.50%	
Class A (G) US\$ Distributing (D)	1.50%	
Class B (G) US\$ Accumulating	1.99%	
Class B (G) US\$ Distributing (D)	2.00%	
Class L (G) US\$ Accumulating	2.00%	
Class L (G) US\$ Distributing (D)	2.00%	
Legg Mason Western Asset Global Multi Strategy Fund		
Class A US\$ Accumulating	1.39%	
Class A US\$ Distributing (D)	1.40%	
Class A US\$ Distributing (M)	1.40%	
Class A Euro Accumulating (Hedged)	1.40%	
Class A Euro Distributing (M) (Hedged)	1.40%	
Class A Euro Distributing (M) (Hedged) Plus (e)	1.40%	
Class A GBP Distributing (M) (Hedged)	1.40%	
Class A SGD Distributing (M) (Hedged) Plus	1.40%	
Class B US\$ Accumulating	1.64%	
Class B US\$ Distributing (D)	1.65%	
Class C US\$ Accumulating	1.89%	
Class C US\$ Distributing (D)	1.90%	
Class E US\$ Accumulating	2.00%	
Class E US\$ Distributing (D)	2.00%	
Class E Euro Accumulating (Hedged)	2.00%	
Class E Euro Distributing (M) (Hedged)	2.00%	
Class F US\$ Accumulating	0.80%	
Class F US\$ Distributing (D)	0.80%	
Class F Euro Accumulating	0.65%	
Class X US\$ Distributing (D)	0.85%	
Premier Class US\$ Accumulating	0.55%	
Premier Class US\$ Distributing (D)	0.55%	
Premier Class US\$ Distributing (M)	0.56%	
Premier Class Euro Accumulating (Hedged)	0.54%	
Premier Class Euro Distributing (M) (Hedged)	0.55%	
Premier Class GBP Accumulating (Hedged)	0.54%	
Premier Class GBP Distributing (M) (Hedged)	0.55%	
Premier Class GBP Distributing (M) (Hedged) Plus (e)	0.55%	
Premier Class GBP Distributing (Q) (Hedged)	0.54%	
Premier Class JPY Accumulating (Hedged)	0.55%	
LM Class AUD Distributing (M) (Hedged)	0.14%	
LM Class GBP Accumulating (Hedged)	0.14%	
Legg Mason Western Asset US High Yield Fund		
Class A US\$ Accumulating	1.44%	
Class A US\$ Distributing (D)	1.44%	
Class A US\$ Distributing (M)	1.44%	
Class A US\$ Distributing (M) Plus	1.44%	
Class A Euro Distributing (M) (Hedged)	1.44%	
Class A SGD Distributing (M) (Hedged) Plus	1.44%	
Class B US\$ Accumulating	1.69%	
Class B US\$ Distributing (D)	1.69%	
Class C US\$ Accumulating	1.94%	
Class C US\$ Distributing (D)	1.94%	
Class E US\$ Accumulating	2.04%	
Class E US\$ Distributing (D)	2.04%	
Class F US\$ Accumulating	0.84%	
Class F US\$ Distributing (D)	0.84%	
Premier Class US\$ Accumulating	0.59%	
Premier Class US\$ Distributing (M) Plus (e)	0.59%	
Premier Class Euro Accumulating (Hedged)	0.59%	
LM Class US\$ Accumulating	0.14%	
LM Class US\$ Distributing (M)	0.14%	
LM Class GBP Accumulating (Hedged)	0.13%	
Class A (G) US\$ Accumulating	1.29%	
Class A (G) US\$ Distributing (D)	1.29%	
Class B (G) US\$ Accumulating	1.79%	
Class B (G) US\$ Distributing (D)	1.79%	
Class L (G) US\$ Accumulating	1.79%	
Class L (G) US\$ Distributing (D)	1.79%	
Class GF US\$ Accumulating	1.09%	

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 year ended August 31, 2014**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the year ended August 31, 2014**
Legg Mason Western Asset Emerging Markets Bond Fund		Legg Mason Western Asset Inflation Management Fund	
Class A US\$ Accumulating	1.80%	Class A US\$ Accumulating	1.40%
Class A US\$ Distributing (D)	1.83%	Class A US\$ Distributing (A)	1.40%
Class A US\$ Distributing (M)	1.80%	Class B US\$ Accumulating	1.65%
Class A US\$ Distributing (M) Plus	1.83%	Class B US\$ Distributing (A)	1.65%
Class A Euro Accumulating (Hedged)	1.83%	Class C US\$ Accumulating	2.28%
Class A Euro Distributing (D) (Hedged)	1.83%	Class C US\$ Distributing (A)	1.90%
Class A GBP Distributing (D) (Hedged)	1.83%	Class A (G) US\$ Accumulating	1.00%
Class A SGD Distributing (M) (Hedged) Plus	1.83%	Class A (G) US\$ Distributing (A)	1.00%
Class B US\$ Accumulating	2.05%	Class B (G) US\$ Distributing (A)	1.50%
Class B US\$ Distributing (D)	2.08%	Class L (G) US\$ Accumulating	1.50%
Class C US\$ Accumulating	2.30%	Class L (G) US\$ Distributing (A)	1.50%
Class C US\$ Distributing (D)	2.33%		
Class E US\$ Distributing (D)	2.43%	Legg Mason Western Asset Asian Opportunities Fund	
Class E Euro Distributing (M) (Hedged)	2.43%	Class A US\$ Accumulating	1.40%
Class F US\$ Accumulating	0.98%	Class A US\$ Distributing (D)	1.40%
Class X GBP Distributing (D) (Hedged)	1.08%	Class A US\$ Distributing (M)	1.40%
Premier Class US\$ Accumulating	0.73%	Class A US\$ Distributing (M) Plus	1.40%
Premier Class Euro Accumulating (Hedged)	0.73%	Class A AUD Distributing (M) (Hedged) Plus	1.40%
Premier Class GBP Distributing (D) (Hedged)	0.73%	Class A CNH Distributing (M) (Hedged) Plus	1.40%
Class A (G) US\$ Accumulating	1.43%	Class A Euro Accumulating	1.40%
Class A (G) US\$ Distributing (D)	1.43%	Class A Euro Accumulating (Hedged)	1.40%
Class B (G) US\$ Accumulating	1.93%	Class A Euro Distributing (A)	1.40%
Class B (G) US\$ Distributing (D)	1.92%	Class A GBP Distributing (D) (Hedged)	1.40%
Class L (G) US\$ Accumulating	1.93%	Class A GBP Distributing (M)	1.40%
Class L (G) US\$ Distributing (D)	1.93%	Class A SGD Accumulating (Hedged)	1.40%
		Class A SGD Distributing (M) (Hedged) Plus	1.40%
Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]		Class A SGD Distributing (M) Plus	1.40%
Class A US\$ Accumulating	1.82%	Class B US\$ Accumulating	1.65%
Class A US\$ Distributing (M)	1.56%	Class B US\$ Distributing (D)	1.65%
Premier Class US\$ Accumulating	0.72%	Class C US\$ Accumulating	1.90%
LM Class US\$ Distributing (M)	0.17%	Class C US\$ Distributing (D)	1.90%
		Class E US\$ Accumulating	2.00%
Legg Mason Western Asset Global High Yield Fund		Class E US\$ Distributing (D)	2.00%
Class A US\$ Accumulating	1.55%	Class F US\$ Accumulating	1.00%
Class A US\$ Distributing (D)	1.55%	Class F US\$ Distributing (D)	0.99%
Class A US\$ Distributing (M)	1.55%	Class X Euro Accumulating (Hedged)	0.90%
Class A US\$ Distributing (M) Plus	1.55%	Premier Class US\$ Accumulating	0.75%
Class A AUD Distributing (M) (Hedged) Plus	1.55%	Premier Class US\$ Distributing (M)	0.75%
Class A Euro Distributing (D) (Hedged)	1.55%	Premier Class Euro Accumulating	0.75%
Class A SGD Distributing (M) (Hedged) Plus	1.55%	Premier Class Euro Accumulating (Hedged)	0.75%
Class B US\$ Accumulating	1.80%	Premier Class Euro Distributing (A)	0.75%
Class B US\$ Distributing (D)	1.80%	Premier Class Euro Distributing (M)	0.75%
Class C US\$ Accumulating	2.05%	Premier Class GBP Distributing (M)	0.75%
Class C US\$ Distributing (D)	2.05%	LM Class US\$ Accumulating	0.15%
Class E US\$ Accumulating	2.15%		
Class E US\$ Distributing (D)	2.15%	Legg Mason Western Asset Global Blue Chip Bond Fund	
Class E Euro Distributing (M) (Hedged)	2.15%	Class A US\$ Accumulating	1.18%
Class F US\$ Accumulating	0.85%	Class A US\$ Distributing (M)	1.18%
Class F US\$ Distributing (D)	0.85%	Class A Euro Accumulating (Hedged)	1.18%
Class X US\$ Accumulating	0.93%	Class A GBP Accumulating (Hedged)	1.18%
Class X US\$ Distributing (D)	0.93%	Class B US\$ Distributing (M)	1.43%
Class X GBP Distributing (D) (Hedged)	0.93%	Class C US\$ Accumulating	1.68%
Premier Class US\$ Accumulating	0.60%	Class C US\$ Distributing (M)	1.68%
Premier Class US\$ Distributing (M) Plus (e)	0.61%	Class E US\$ Accumulating	1.63%
Premier Class Euro Accumulating (Hedged)	0.60%	Class E US\$ Distributing (D)	1.78%
Premier Class GBP Distributing (D) (Hedged)	0.60%	Class F US\$ Accumulating	0.69%
LM Class US\$ Accumulating	0.16%	Premier Class US\$ Accumulating	0.53%
Class A (G) US\$ Accumulating	1.40%	Premier Class US\$ Distributing (M)	0.53%
Class A (G) US\$ Distributing (D)	1.40%	Premier Class Euro Accumulating (Hedged)	0.53%
Class B (G) US\$ Accumulating	1.90%	Premier Class Euro Distributing (M) (Hedged)	0.53%
Class B (G) US\$ Distributing (D)	1.90%	Premier Class GBP Accumulating (Hedged)	0.53%
Class L (G) US\$ Accumulating	1.90%	Premier Class GBP Distributing (M) (Hedged)	0.53%
Class L (G) US\$ Distributing (D)	1.90%		
		Legg Mason Western Asset Brazil Bond Fund	
Legg Mason Western Asset US Short-Term Government Fund		Class A US\$ Distributing (M)	1.90%
Class A US\$ Accumulating	1.35%	Premier Class US\$ Accumulating	1.32%
Class A US\$ Distributing (D)	1.35%	LM Class US\$ Accumulating	0.77%
Class B US\$ Accumulating	1.60%		
Class B US\$ Distributing (D)	1.60%		
Class C US\$ Accumulating	1.85%		
Class C US\$ Distributing (D)	1.85%		
Class A (G) US\$ Accumulating	1.33%		
Class A (G) US\$ Distributing (D)	1.33%		
Class B (G) US\$ Distributing (D)	1.83%		
Class L (G) US\$ Accumulating	1.83%		
Class L (G) US\$ Distributing (D)	1.83%		
Legg Mason Western Asset US Adjustable Rate Fund			
Class A US\$ Accumulating	1.40%		
Class B US\$ Distributing (D)	1.65%		
Class C US\$ Distributing (D)	1.90%		
Class A (G) US\$ Accumulating	1.52%		
Class A (G) US\$ Distributing (D)	1.52%		
Class L (G) US\$ Accumulating	2.02%		
Class L (G) US\$ Distributing (D)	2.02%		

[^] 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 year ended August 31, 2014**	Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the year ended August 31, 2014**
Legg Mason Western Asset Global Credit Absolute Return Fund[^]		
Class A US\$ Accumulating	1.84%	
Class A US\$ Distributing (M)	1.83%	
Class A Euro Accumulating (Hedged)	1.80%	
Class A GBP Distributing (M) (Hedged)	1.84%	
Class A (PF) US\$ Accumulating	1.58%	
Class A (PF) US\$ Distributing (M)	1.59%	
Class B US\$ Accumulating	1.72%	
Class B US\$ Distributing (M)	1.72%	
Class C US\$ Accumulating	2.33%	
Class C US\$ Distributing (M)	2.09%	
Class E US\$ Accumulating	2.09%	
Class E US\$ Distributing (M)	2.06%	
Class F US\$ Accumulating	1.35%	
Class F US\$ Distributing (M)	1.35%	
Class X GBP Distributing (M) (Hedged)	1.33%	
Premier Class US\$ Distributing (M)	1.18%	
Premier Class Euro Accumulating (Hedged)	1.18%	
Premier Class GBP Distributing (M) (Hedged)	1.18%	
Premier (PF) Class US\$ Accumulating	0.94%	
Premier (PF) Class US\$ Distributing (M)	0.93%	
Premier (PF) Class GBP Accumulating (Hedged)	0.93%	
Premier (PF) Class GBP Distributing (M) (Hedged)	0.93%	
Legg Mason Western Asset Global Core Plus Bond Fund[^]		
Class A US\$ Distributing (D)	1.55%	
Premier Class US\$ Accumulating	0.57%	
Premier Class Euro Accumulating (Hedged)	0.79%	
Premier Class JPY Accumulating (Hedged)	0.76%	
Legg Mason Western Asset Global Inflation-Linked Fund		
Class A US\$ Accumulating	1.30%	
Class A US\$ Distributing (D)	1.30%	
Class A SGD Accumulating (Hedged)	3.06%	
LM Class GBP Accumulating (Hedged)	0.19%	
Legg Mason Western Asset Global Credit Fund		
Class A US\$ Accumulating	1.37%	
Class A US\$ Distributing (D)	1.37%	
Class A Euro Accumulating (Hedged)	1.36%	
Premier Class US\$ Accumulating	0.52%	
LM Class US\$ Accumulating	0.17%	
Legg Mason Western Asset Euro High Yield Fund[^]		
Class A Euro Distributing (D)	1.46%	
LM Class Euro Accumulating	0.16%	
LM Class Euro Distributing (Q)	0.16%	
Legg Mason Western Asset Macro Opportunities Bond Fund[^]		
Class A US\$ Accumulating	1.75%	
Class A US\$ Distributing (M) Plus (e)	1.45%	
Class A US\$ Distributing (S)	1.75%	
Class A CHF Accumulating (Hedged)	1.75%	
Class A Euro Accumulating (Hedged)	1.75%	
Class A GBP Accumulating (Hedged)	1.75%	
Class A SGD Accumulating (Hedged)	1.75%	
Class C US\$ Accumulating	2.26%	
Class C US\$ Distributing (S)	2.26%	
Class E US\$ Accumulating	2.35%	
Class E US\$ Distributing (S)	2.36%	
Class E Euro Accumulating (Hedged)	2.35%	
Class F US\$ Accumulating	1.36%	
Class S US\$ Accumulating	0.71%	
Class S Euro Accumulating (Hedged)	0.71%	
Class X US\$ Accumulating	1.26%	
Class X CHF Accumulating (Hedged)	1.25%	
Class X Euro Accumulating	1.26%	
Class X Euro Accumulating (Hedged)	1.25%	
Class X GBP Accumulating (Hedged)	1.25%	
Class X SGD Accumulating (Hedged)	1.25%	
Premier Class US\$ Accumulating	1.10%	
Premier Class US\$ Distributing (S)	1.10%	
Premier Class Euro Accumulating	1.11%	
Premier Class Euro Accumulating (Hedged)	1.10%	
Premier Class GBP Distributing (M) (Hedged) Plus (e)	1.10%	
Legg Mason Brandywine Global Fixed Income Fund		
Class A US\$ Accumulating	1.40%	
Class A US\$ Distributing (M)	1.40%	
Class A US\$ Distributing (S)	1.40%	
Class A AUD Distributing (M) (Hedged) Plus	1.42%	
Class A Euro Accumulating (Hedged)	1.40%	
Class A Euro Accumulating (Hedged) (AH)	1.40%	
Class A Euro Distributing (A) (Hedged)	1.40%	
Class A Euro Distributing (S)	1.34%	
Class A Euro Distributing (S) (Hedged) (AH)	1.40%	
Class A GBP Distributing (S) (Hedged) (AH)	1.40%	
Class B US\$ Accumulating	1.65%	
Class B US\$ Distributing (S)	1.65%	
Class C US\$ Accumulating	1.90%	
Class C US\$ Distributing (S)	1.90%	
Class E US\$ Accumulating	2.00%	
Class E Euro Accumulating (Hedged) (AH)	2.00%	
Class F US\$ Accumulating	1.00%	
Class F US\$ Distributing (S)	1.00%	
Class R US\$ Distributing (S)	1.00%	
Class R GBP Distributing (S) (Hedged) (AH)	1.00%	
Class X US\$ Accumulating	0.90%	
Class X US\$ Distributing (S)	0.90%	
Class X Euro Accumulating (Hedged)	0.90%	
Class X GBP Distributing (S) (Hedged)	0.90%	
Class X GBP Distributing (S) (Hedged) (AH)	0.90%	
Premier Class US\$ Accumulating	0.75%	
Premier Class US\$ Distributing (S)	0.75%	
Premier Class CHF Accumulating (Hedged) (AH)	0.75%	
Premier Class Euro Accumulating	0.75%	
Premier Class Euro Accumulating (Hedged)	0.75%	
Premier Class Euro Accumulating (Hedged) (AH)	0.75%	
Premier Class GBP Distributing (S) (Hedged) (AH)	0.75%	
Premier Class JPY Accumulating (Hedged) (AH)	0.75%	
LM Class US\$ Accumulating	0.15%	
Legg Mason Brandywine Global Fixed Income Absolute Return Fund[^]		
Class A US\$ Accumulating	1.64%	
Class A US\$ Distributing (A)	1.64%	
Class A Euro Accumulating (Hedged)	1.64%	
Class B US\$ Distributing (D)	1.89%	
Class C US\$ Accumulating	2.13%	
Class E US\$ Accumulating	2.24%	
Class E US\$ Distributing (A)	2.23%	
Class F US\$ Accumulating	1.24%	
Class X GBP Accumulating (Hedged)	1.19%	
Class X GBP Distributing (M) (Hedged)	1.18%	
Premier Class US\$ Accumulating	1.04%	
Premier Class US\$ Distributing (A)	1.04%	
Premier Class Euro Accumulating (Hedged)	1.04%	
Premier Class Euro Distributing (A) (Hedged)	1.04%	
Premier Class GBP Distributing (M) (Hedged)	1.04%	
Premier Class SGD Accumulating (Hedged)	1.04%	
LM Class US\$ Accumulating	0.14%	
LM Class AUD Accumulating (Hedged)	0.14%	
LM Class Euro Accumulating (Hedged)	0.14%	
Legg Mason Brandywine Global High Yield Fund[^]		
Class A US\$ Accumulating	1.55%	
Premier Class US\$ Accumulating	0.95%	
Premier Class Euro Accumulating (Hedged)	0.95%	
Premier Class GBP Accumulating (Hedged)	0.95%	
Legg Mason Brandywine Global Opportunistic Fixed Income Fund[^]		
Class A US\$ Accumulating	1.45%	
Class A US\$ Distributing (M)	1.45%	
Class A Euro Accumulating (Hedged)	1.47%	
Class C US\$ Accumulating	1.97%	
Class E US\$ Accumulating	2.07%	
Class F US\$ Accumulating	1.07%	
Class F US\$ Distributing (M)	1.07%	
Class X Euro Accumulating (Hedged)	0.97%	
Premier Class US\$ Accumulating	0.82%	
Premier Class US\$ Distributing (M)	0.82%	
Premier Class Euro Accumulating (Hedged) (AH)	0.82%	
Premier Class GBP Accumulating (Hedged)	0.82%	
Premier Class GBP Distributing (M) (Hedged) (AH)	0.82%	
Premier Class NZD Accumulating (Hedged) (AH)	0.82%	
LM Class NZD Accumulating (Hedged) (AH)	0.17%	
Legg Mason Brandywine Global Sovereign Credit Fund[^]		
Premier Class US\$ Accumulating	0.50%	
Premier Class GBP Accumulating (Hedged)	0.44%	
Premier Class GBP Distributing (S) (Hedged)	0.44%	
LM Class GBP Accumulating (Hedged) (AH)	0.09%	
LM Class GBP Distributing (S) (Hedged) (AH)	0.09%	

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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 year ended August 31, 2014**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the year ended August 31, 2014**
Legg Mason Brandywine Global Income Optimiser Fund[^]		Legg Mason ClearBridge US Fundamental Value Fund	
Class A US\$ Accumulating	1.54%	Class A US\$ Accumulating	1.74%
Class A US\$ Distributing (D)	1.55%	Class A US\$ Distributing (A)	1.74%
Class A US\$ Distributing (M) Plus (e)	1.55%	Class A Euro Accumulating	1.76%
Class A Euro Distributing (M) (Hedged) Plus (e)	1.55%	Class B US\$ Accumulating	2.24%
Class A GBP Distributing (M) (Hedged) Plus (e)	1.55%	Class B US\$ Distributing (A)	2.24%
Class X US\$ Distributing (D)	0.95%	Class C US\$ Accumulating	2.24%
Class X US\$ Distributing (M) Plus (e)	0.95%	Class C US\$ Distributing (A)	2.24%
Class X Euro Distributing (M) (Hedged) Plus (e)	0.95%	Class A (G) US\$ Accumulating	1.42%
Class X GBP Distributing (M) (Hedged) Plus (e)	0.95%	Class B (G) US\$ Accumulating	1.91%
Premier Class US\$ Distributing (M) Plus (e)	0.80%	Class L (G) US\$ Accumulating	1.92%
Premier Class Euro Distributing (M) (Hedged) Plus (e)	0.80%	Class GA US\$ Accumulating	1.58%
LM Class US\$ Accumulating	0.37%	Class GA Euro Accumulating	1.59%
Legg Mason Brandywine Global Credit Opportunities Fund[^]		Class GA Euro Distributing (A)	1.59%
Class A US\$ Accumulating	1.95%	Class GE US\$ Accumulating	2.34%
Class S US\$ Accumulating	0.90%	Class GE Euro Accumulating	2.34%
Premier Class US\$ Accumulating	1.30%	Legg Mason ClearBridge US Large Cap Growth Fund	
LM Class US\$ Accumulating	1.05%	Class A US\$ Accumulating	1.74%
Legg Mason Western Asset Brazil Equity Fund		Class A US\$ Distributing (A)	1.74%
Class A US\$ Distributing (A)	2.00%	Class A Euro Accumulating	1.76%
LM Class US\$ Accumulating	0.85%	Class B US\$ Accumulating	2.24%
Legg Mason ClearBridge Value Fund		Class B US\$ Distributing (A)	2.24%
Class A US\$ Accumulating	1.85%	Class C US\$ Accumulating	2.24%
Class A US\$ Distributing (A)	1.85%	Class C US\$ Distributing (A)	2.24%
Class A Euro Accumulating	1.84%	Class A (G) US\$ Accumulating	1.41%
Class A GBP Distributing (A)	1.83%	Class B (G) US\$ Accumulating	1.90%
Class A SGD Accumulating	1.84%	Class L (G) US\$ Accumulating	1.91%
Class A SGD Accumulating (Hedged)	1.85%	Class GA US\$ Accumulating	1.58%
Class B US\$ Distributing (A)	2.35%	Class GA Euro Accumulating	1.58%
Class C US\$ Accumulating	2.34%	Class GA Euro Distributing (A)	1.57%
Class C US\$ Distributing (A)	2.35%	Class GE US\$ Distributing (A)	2.32%
Class F US\$ Accumulating	1.11%	Class GE Euro Accumulating	2.32%
Class F US\$ Distributing (A)	1.04%	Legg Mason ClearBridge US Aggressive Growth Fund	
Class X US\$ Distributing (A)	1.17%	Class A US\$ Accumulating	1.78%
Premier Class US\$ Accumulating	0.82%	Class A US\$ Distributing (A)	1.78%
Premier Class US\$ Distributing (A)	0.82%	Class A AUD Accumulating (Hedged)	1.78%
Premier Class Euro Accumulating	0.82%	Class A Euro Accumulating	1.78%
Galleon Class	1.00%	Class A Euro Accumulating (Hedged)	1.78%
Legg Mason ClearBridge Growth Fund		Class A Euro Distributing (A) (Hedged)	1.77%
Class A US\$ Accumulating	1.56%	Class A SEK Accumulating (Hedged)	1.78%
Class A US\$ Distributing (A)	2.07%	Class A SGD Accumulating (Hedged)	1.78%
Class A Euro Accumulating	1.55%	Class B US\$ Accumulating	2.28%
Class B US\$ Accumulating	2.06%	Class B US\$ Distributing (A)	2.27%
Class B US\$ Distributing (A)	2.57%	Class C US\$ Accumulating	2.28%
Class C US\$ Accumulating	2.06%	Class C US\$ Distributing (A)	2.28%
Class C US\$ Distributing (A)	2.56%	Class E US\$ Accumulating	2.53%
Legg Mason ClearBridge Global Equity Fund[^]		Class E US\$ Distributing (A)	2.53%
Class A US\$ Accumulating	1.78%	Class E Euro Accumulating (Hedged)	2.53%
Class A US\$ Distributing (A)	1.81%	Class F US\$ Accumulating	1.18%
Class B US\$ Accumulating	2.27%	Class F US\$ Distributing (A)	1.18%
Class C US\$ Accumulating	2.27%	Class X US\$ Accumulating	1.13%
Class C US\$ Distributing (A)	2.35%	Class X US\$ Distributing (A)	1.13%
Legg Mason ClearBridge US Appreciation Fund		Class X Euro Accumulating	1.13%
Class A US\$ Accumulating	1.75%	Class X Euro Accumulating (Hedged)	1.13%
Class A US\$ Distributing (A)	1.75%	Class X GBP Accumulating	1.13%
Class A Euro Accumulating	1.75%	Premier Class US\$ Accumulating	0.78%
Class B US\$ Accumulating	2.25%	Premier Class Euro Accumulating	0.78%
Class B US\$ Distributing (A)	2.25%	Premier Class Euro Accumulating (Hedged)	0.78%
Class C US\$ Accumulating	2.25%	Premier Class Euro Distributing (A)	0.78%
Class C US\$ Distributing (A)	2.25%	Premier Class GBP Accumulating (Hedged)	0.78%
Class E US\$ Accumulating	2.50%	Premier Class GBP Distributing (A)	0.78%
Class E US\$ Distributing (A)	2.50%	Class A (G) US\$ Accumulating	1.43%
Class F US\$ Accumulating	1.15%	Class B (G) US\$ Accumulating	1.93%
Class F US\$ Distributing (A)	1.15%	Class L (G) US\$ Accumulating	1.93%
Class X US\$ Distributing (A)	1.13%	Class GA Euro Accumulating	1.55%
Class X Euro Accumulating	1.13%	Class GA Euro Distributing (A)	1.55%
Premier Class US\$ Accumulating	0.78%	Class GE US\$ Accumulating	2.30%
Premier Class US\$ Distributing (A)	0.78%	Class GE Euro Accumulating	2.30%
Premier Class Euro Accumulating	0.78%	Legg Mason ClearBridge US Equity Income Fund[^]	
Class A (G) US\$ Accumulating	1.40%	Class A US\$ Accumulating	1.80%
Class B (G) US\$ Accumulating	1.90%	Class A US\$ Distributing (M) Plus (e)	1.80%
Class L (G) US\$ Accumulating	1.90%	Class A Euro Accumulating (Hedged)	1.80%
Class GA US\$ Accumulating	1.57%	Class A Euro Distributing (M) (Hedged) Plus (e)	1.80%
Class GA Euro Accumulating	1.57%	Class A GBP Distributing (M) (Hedged) Plus (e)	1.80%
Class GA Euro Distributing (A)	1.57%	Class X US\$ Distributing (M) Plus (e)	1.15%
Class GE US\$ Accumulating	2.32%	Premier Class US\$ Distributing (M) Plus (e)	0.80%
Class GE Euro Accumulating	2.32%	LM Class US\$ Accumulating	1.44%
Class GP US\$ Accumulating	0.16%		

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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 year ended August 31, 2014**		Ratio of Total Operating Expenses in CU(1) to average Fund daily net assets in CU(1) For the year ended August 31, 2014**
Legg Mason ClearBridge Tactical Dividend Income Fund[^]			
Class A US\$ Accumulating	2.00%	Class A US\$ Accumulating	1.73%
Class A US\$ Distributing (M) Plus	2.00%	Class A US\$ Distributing (A)	1.72%
Class A US\$ Distributing (M) Plus (e)	2.00%	Class A Euro Accumulating (Hedged)	1.72%
Class A AUD Distributing (M) (Hedged) Plus	2.00%	Class A Euro Distributing (A) (Hedged)	1.72%
Class A CNH Distributing (M) (Hedged) Plus	2.00%	Class A GBP Accumulating (Hedged)	1.72%
Class A Euro Distributing (A) (Hedged)	2.00%	Class A SGD Accumulating (Hedged)	1.85%
Class A Euro Distributing (M) (Hedged) Plus (e)	2.00%	Class B US\$ Accumulating	2.50%
Class A HKD Distributing (M) Plus	2.00%	Class C US\$ Accumulating	2.22%
Class A SGD Distributing (M) (Hedged) Plus	2.00%	Class C US\$ Distributing (A)	2.23%
Class C US\$ Accumulating	2.50%	Class E US\$ Accumulating	2.48%
Premier Class US\$ Distributing (M) Plus (e)	0.90%	Class E US\$ Distributing (A)	2.51%
Premier Class Euro Accumulating (Hedged)	0.90%	Class F US\$ Accumulating	1.13%
LM Class US\$ Accumulating	0.91%	Class F US\$ Distributing (A)	1.14%
Legg Mason Opportunity Fund			
Class A US\$ Accumulating	1.84%	Legg Mason BatteryMarch Managed Volatility European Equity Fund	
Class A US\$ Distributing (A)	1.84%	Class A US\$ Accumulating	1.85%
Class A Euro Accumulating (Hedged)	1.82%	Class A US\$ Distributing (A)	1.88%
Class A SEK Accumulating (Hedged)	1.85%	Class A Euro Accumulating	1.88%
Class X GBP Accumulating	1.17%	Class A Euro Distributing (A)	1.88%
Premier Class US\$ Accumulating	0.82%	Class B US\$ Accumulating	2.35%
Premier Class GBP Distributing (A)	0.82%	Class B US\$ Distributing (A)	2.38%
Legg Mason Royce US Small Cap Opportunity Fund			
Class A US\$ Accumulating	1.99%	Class C US\$ Accumulating	2.35%
Class A US\$ Distributing (A)	1.99%	Class C US\$ Distributing (A)	2.38%
Class A AUD Accumulating (Hedged)	1.99%	Premier Class Euro Accumulating	0.86%
Class A Euro Accumulating	1.99%	Class A (G) US\$ Accumulating	1.53%
Class A Euro Accumulating (Hedged)	1.99%	Class B (G) US\$ Accumulating	2.03%
Class A GBP Accumulating (Hedged)	1.99%	Class L (G) US\$ Accumulating	2.03%
Class A GBP Distributing (A)	1.99%	Class GA US\$ Accumulating	1.60%
Class A SEK Accumulating (Hedged)	1.99%	Class GA Euro Accumulating	1.60%
Class A SGD Accumulating	1.99%	Class GA Euro Distributing (A)	1.60%
Class A SGD Accumulating (Hedged)	1.99%	Class GE US\$ Accumulating	2.35%
Class B US\$ Accumulating	2.49%	Legg Mason BatteryMarch Asia Ex Japan Equity Fund	
Class B US\$ Distributing (A)	2.49%	Class A US\$ Accumulating	1.99%
Class C US\$ Accumulating	2.49%	Class A US\$ Distributing (A)	2.06%
Class C US\$ Distributing (A)	2.49%	Class A Euro Accumulating	1.99%
Class E US\$ Accumulating	2.74%	Class B US\$ Accumulating	2.49%
Class E US\$ Distributing (A)	2.74%	Class B US\$ Distributing (A)	2.56%
Class E Euro Accumulating	2.74%	Class C US\$ Accumulating	2.49%
Class E Euro Accumulating (Hedged)	2.74%	Class C US\$ Distributing (A)	2.56%
Class F US\$ Accumulating	1.39%	Class E US\$ Accumulating	2.81%
Class F US\$ Distributing (A)	1.39%	Class E US\$ Distributing (A)	2.50%
Class R US\$ Accumulating	1.49%	Class F US\$ Accumulating	1.47%
Class R Euro Accumulating	1.49%	Class F US\$ Distributing (A)	1.47%
Class X US\$ Accumulating	1.24%	Class GA US\$ Accumulating	1.83%
Class X Euro Accumulating (Hedged)	1.24%	Class GA Euro Accumulating	1.83%
Class X GBP Accumulating	1.24%	Class GA Euro Distributing (A)	1.83%
Class X GBP Distributing (A)	1.24%	Class GE US\$ Accumulating	2.58%
Premier Class US\$ Accumulating	0.89%	Class GE Euro Accumulating	2.58%
Premier Class CHF Accumulating (Hedged)	0.89%	Legg Mason BatteryMarch International Large Cap Fund	
Premier Class Euro Accumulating	0.89%	Class A US\$ Accumulating	1.88%
Premier Class GBP Accumulating	0.89%	Class A US\$ Distributing (A)	1.88%
Legg Mason Royce US Smaller Companies Fund			
Class A US\$ Accumulating	2.00%	Class B US\$ Accumulating	2.38%
Class A US\$ Distributing (A)	2.00%	Class B US\$ Distributing (A)	2.38%
Class A Euro Accumulating	2.00%	Class C US\$ Accumulating	2.38%
Class A Euro Accumulating (Hedged)	2.00%	Class C US\$ Distributing (A)	2.38%
Class A Euro Distributing (A)	1.98%	Class A (G) US\$ Accumulating	1.73%
Class A GBP Distributing (A)	2.00%	Class B (G) US\$ Accumulating	2.22%
Class A SEK Accumulating (Hedged)	2.00%	Class L (G) US\$ Accumulating	2.23%
Class B US\$ Accumulating	2.50%	Legg Mason BatteryMarch Emerging Markets Equity Fund	
Class B US\$ Distributing (A)	2.50%	Class A US\$ Accumulating	2.00%
Class C US\$ Accumulating	2.50%	Class A US\$ Distributing (A)	2.00%
Class C US\$ Distributing (A)	2.50%	Class A Euro Accumulating	2.00%
Class E US\$ Accumulating	2.75%	Class A GBP Distributing (A)	2.00%
Class E US\$ Distributing (A)	2.75%	Class B US\$ Accumulating	2.97%
Class E Euro Accumulating	2.75%	Class B US\$ Distributing (A)	2.95%
Class F US\$ Accumulating	1.40%	Class C US\$ Accumulating	2.96%
Class F US\$ Distributing (A)	1.40%	Class C US\$ Distributing (A)	2.95%
Class R US\$ Accumulating	1.49%	Class E US\$ Accumulating	3.20%
Class X US\$ Accumulating	1.25%	Class F US\$ Accumulating	1.97%
Class X US\$ Distributing (A)	1.25%	Class F US\$ Distributing (A)	1.99%
Premier Class US\$ Accumulating	0.90%	Premier Class Euro Accumulating	1.17%
Premier Class US\$ Distributing (A)	0.90%	Legg Mason BatteryMarch Global Equity Fund	
Premier Class GBP Distributing (A)	0.90%	Class A US\$ Accumulating	2.09%
LM Class Euro Accumulating	0.15%	Class A US\$ Distributing (A)	2.00%
Class A (G) US\$ Accumulating	1.40%	Class GA US\$ Accumulating	1.76%
Class B (G) US\$ Accumulating	1.90%	Class GA Euro Accumulating	1.76%
Class L (G) US\$ Accumulating	1.90%	Class GA Euro Distributing (A)	1.76%
Legg Mason Royce Smaller Companies Fund II[^]			
Class A US\$ Accumulating	1.98%	Class GE US\$ Accumulating	2.51%
		Class GE Euro Accumulating	2.51%

[^] 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, 2014**
Legg Mason Western Asset Diversified Strategic Income Fund	
Class A US\$ Accumulating	1.44%
Class A US\$ Distributing (D)	1.59%
Class A US\$ Distributing (M)	1.44%
Class A Euro Accumulating (Hedged)	1.59%
Class A Euro Distributing (M) (Hedged)	1.44%
Class B US\$ Accumulating	1.69%
Class B US\$ Distributing (D)	1.84%
Class C US\$ Accumulating	1.94%
Class C US\$ Distributing (D)	2.08%
Class A (G) US\$ Accumulating	1.54%
Class A (G) US\$ Distributing (D)	1.54%
Class B (G) US\$ Accumulating	2.03%
Class B (G) US\$ Distributing (D)	2.02%
Class L (G) US\$ Accumulating	2.04%
Class L (G) US\$ Distributing (D)	2.04%

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)

(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 year end.

** Annualised for periods less than one year

Financial Information – Portfolio Turnover Rate (PTR)

	Ratio of (1) less Total (2) to average Fund daily net assets in CU (3) For the period ended August 31, 2014
Legg Mason Western Asset US Money Market Fund	10814.51%
Legg Mason Western Asset US Core Bond Fund	577.05%
Legg Mason Western Asset US Core Plus Bond Fund	284.57%
Legg Mason Western Asset Euro Core Plus Bond Fund	140.95%
Legg Mason Western Asset Diversified Strategic Income Fund	141.92%
Legg Mason Western Asset Global Multi Strategy Fund	121.95%
Legg Mason Western Asset US High Yield Fund	0.95%
Legg Mason Western Asset Emerging Markets Bond Fund	(5.29)%
Legg Mason Western Asset Emerging Markets Corporate Bond Fund^	59.18%
Legg Mason Western Asset Global High Yield Fund	10.06%
Legg Mason Western Asset US Short-Term Government Fund	86.40%
Legg Mason Western Asset US Adjustable Rate Fund	180.43%
Legg Mason Western Asset Inflation Management Fund	10.26%
Legg Mason Western Asset Asian Opportunities Fund	83.18%
Legg Mason Western Asset Global Blue Chip Bond Fund	(10.77)%
Legg Mason Western Asset Brazil Bond Fund	51.15%
Legg Mason Western Asset Global Credit Absolute Return Fund^	109.55%
Legg Mason Western Asset Global Core Plus Bond Fund^	926.37%
Legg Mason Western Asset Global Inflation-Linked Fund	113.37%
Legg Mason Western Asset Global Credit Fund	74.18%
Legg Mason Western Asset Euro High Yield Fund^	80.40%
Legg Mason Western Asset Macro Opportunities Bond Fund^	167.43%
Legg Mason Brandywine Global Fixed Income Fund	323.61%
Legg Mason Brandywine Global Fixed Income Absolute Return Fund^	317.22%
Legg Mason Brandywine Global High Yield Fund^	385.32%
Legg Mason Brandywine Global Opportunistic Fixed Income Fund^	207.32%
Legg Mason Brandywine Global Sovereign Credit Fund^	168.84%
Legg Mason Brandywine Global Income Optimiser Fund^	599.20%
Legg Mason Brandywine Global Credit Opportunities Fund^	75.05%
Legg Mason Western Asset Brazil Equity Fund	199.55%
Legg Mason ClearBridge Value Fund	48.27%
Legg Mason ClearBridge Growth Fund	37.34%
Legg Mason ClearBridge Global Equity Fund^	41.97%
Legg Mason ClearBridge US Appreciation Fund	(3.35)%
Legg Mason ClearBridge US Fundamental Value Fund	10.00%
Legg Mason ClearBridge US Large Cap Growth Fund	10.97%
Legg Mason ClearBridge US Aggressive Growth Fund	(28.60)%
Legg Mason ClearBridge US Equity Income Fund^	118.95%
Legg Mason ClearBridge Tactical Dividend Income Fund^	19.67%
Legg Mason Opportunity Fund	(30.63)%
Legg Mason Royce US Small Cap Opportunity Fund	25.14%
Legg Mason Royce US Smaller Companies Fund	44.42%
Legg Mason Royce Smaller Companies Fund II^	42.04%
Legg Mason Permal Global Absolute Fund^	362.27%
Legg Mason Batterymarch Managed Volatility European Equity Fund	(23.83)%
Legg Mason Batterymarch Asia Ex Japan Equity Fund	154.48%
Legg Mason Batterymarch International Large Cap Fund	(10.59)%
Legg Mason Batterymarch Emerging Markets Equity Fund	324.08%
Legg Mason Batterymarch Global Equity Fund	103.95%

The method of calculation of the Portfolio Turnover Rates (PTR) is described on the website of the Swiss Funds and Asset Management Association (SFAMA) (www.sfama.ch)

- (1) Total 1 = Purchase of securities + sale of securities
 (2) Total 2= Subscription of shares + redemption of shares
 (3) CU= Currency units in the Fund's accounting currency.

Statement of Major Portfolio Changes

In accordance with the UCITS Regulations, a statement of largest changes in the composition of the Portfolio of Investments during the reporting year is provided to ensure that shareholders can identify changes in the investments held by each Fund. These are defined as the aggregate purchases and sales of an investment (including maturities but excluding repurchase agreements, overnight discount notes and time deposits, which are employed chiefly as a means of seeking to ensure efficient portfolio management) exceeding 1.00 per cent of the total value of purchases and sales for the year. At a minimum the largest twenty purchases and sales are listed. If a Fund entered into less than twenty purchases or sales during the reporting year, then all transactions are presented.

Legg Mason Western Asset US Money Market Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Barclays Bank Plc, 0.090% due 4/29/2014	38,175	Barclays Bank Plc, 0.090% due 6/6/2014	40,000
Barclays Bank Plc, 0.090% due 3/5/2014	35,000	Barclays Bank Plc, 0.090% due 4/29/2014	38,175
Barclays Bank Plc, 0.090% due 3/20/2014	35,000	Barclays Bank Plc, 0.090% due 3/5/2014	35,000
Barclays Bank Plc, 0.090% due 3/27/2014	35,000	Barclays Bank Plc, 0.100% due 3/18/2014	35,000
Barclays Bank Plc, 0.090% due 3/28/2014	35,000	Barclays Bank Plc, 0.100% due 3/19/2014	35,000
Barclays Bank Plc, 0.090% due 4/9/2014	35,000	Barclays Bank Plc, 0.090% due 3/20/2014	35,000
Barclays Bank Plc, 0.090% due 4/10/2014	35,000	Barclays Bank Plc, 0.100% due 3/21/2014	35,000
Barclays Bank Plc, 0.090% due 4/11/2014	35,000	Barclays Bank Plc, 0.100% due 3/24/2014	35,000
Barclays Bank Plc, 0.090% due 4/17/2014	35,000	Barclays Bank Plc, 0.100% due 3/25/2014	35,000
Barclays Bank Plc, 0.090% due 4/22/2014	35,000	Barclays Bank Plc, 0.100% due 3/26/2014	35,000
Barclays Bank Plc, 0.090% due 4/23/2014	35,000	Barclays Bank Plc, 0.090% due 3/27/2014	35,000
Barclays Bank Plc, 0.090% due 4/24/2014	35,000	Barclays Bank Plc, 0.090% due 3/28/2014	35,000
Barclays Bank Plc, 0.090% due 4/30/2014	35,000	Barclays Bank Plc, 0.090% due 3/31/2014	35,000
Barclays Bank Plc, 0.090% due 5/6/2014	35,000	Barclays Bank Plc, 0.090% due 4/9/2014	35,000
Barclays Bank Plc, 0.090% due 5/7/2014	35,000	Barclays Bank Plc, 0.090% due 4/10/2014	35,000
Barclays Bank Plc, 0.090% due 5/8/2014	35,000	Barclays Bank Plc, 0.090% due 4/11/2014	35,000
Barclays Bank Plc, 0.090% due 5/9/2014	35,000	Barclays Bank Plc, 0.100% due 4/16/2014	35,000
Barclays Bank Plc, 0.090% due 5/13/2014	35,000	Barclays Bank Plc, 0.090% due 4/17/2014	35,000
Barclays Bank Plc, 0.090% due 5/14/2014	35,000	Barclays Bank Plc, 0.090% due 4/21/2014	35,000
Barclays Bank Plc, 0.090% due 5/15/2014	35,000	Barclays Bank Plc, 0.090% due 4/22/2014	35,000

Legg Mason Western Asset US Core Bond Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	4,175	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	4,298
Fannie Mae Pool, 4.000% due 4/15/2044	1,457	Fannie Mae Pool, 4.000% due 4/15/2044	1,455
Fannie Mae Pool, 3.500% due 4/15/2044	1,007	Fannie Mae Pool, 3.500% due 4/15/2044	1,007
Fannie Mae Pool, TBA May, 4.000% due 5/25/2044	830	Fannie Mae Pool, TBA March, 4.000% due 3/15/2043	941
Ginnie Mae II pool, TBA April, 3.500% due 4/20/2044	818	Fannie Mae Pool, TBA May, 4.000% due 5/25/2044	832
Fannie Mae Pool, TBA June, 3.000% due 6/25/2029	726	Ginnie Mae II pool, TBA April, 3.500% due 4/20/2044	822
Fannie Mae Pool, TBA July, 3.000% due 7/25/2029	723	Fannie Mae Pool, TBA June, 3.000% due 6/25/2029	725
Fannie Mae Pool, TBA August, 3.000% due 8/25/2029	723	Fannie Mae Pool, TBA July, 3.000% due 7/25/2029	725
Fannie Mae Pool, TBA September, 3.000% due 9/15/2029	723	Fannie Mae Pool, TBA August, 3.000% due 8/25/2029	724
Italy Buoni Poliennali Del Tesoro, 3.750% due 5/1/2021	716	Ginnie Mae II pool, TBA July, 3.500% due 7/20/2044	623
Ginnie Mae II pool, TBA August, 3.500% due 8/20/2044	622	United States Treasury Note/Bond, 2.250% due 7/31/2021	623
Ginnie Mae II pool, TBA December, 3.500% due 12/15/2044	621	Ginnie Mae II pool, TBA August, 3.500% due 8/20/2044	622
Ginnie Mae II pool, TBA July, 3.500% due 7/20/2044	619	Ginnie Mae II pool, TBA June, 3.500% due 6/20/2044	621
Ginnie Mae II pool, TBA June, 3.500% due 6/20/2044	617	Ginnie Mae II pool, TBA May, 3.500% due 5/20/2044	619
Ginnie Mae II pool, TBA May, 3.500% due 5/20/2044	616	Italy Buoni Poliennali Del Tesoro, 3.750% due 5/1/2021	576
United States Treasury Note/Bond, 2.250% due 7/31/2021	615	Italy Buoni Poliennali Del Tesoro, 3.500% due 12/1/2018	568
Fannie Mae Pool, TBA June, 2.500% due 6/25/2029	504	Fannie Mae Pool, TBA June, 2.500% due 6/25/2029	506
Fannie Mae Pool, TBA May, 2.500% due 5/25/2029	503	Fannie Mae Pool, TBA May, 2.500% due 5/25/2029	506
United States Treasury Note, 2.125% due 6/30/2021	459	United States Treasury Note/Bond, 1.625% due 3/31/2019	414
United States Treasury Note/Bond, 1.625% due 3/31/2019	408	Ginnie Mae II pool, TBA March, 3.500% due 3/15/2044	409
Fannie Mae Pool, 3.500% due 8/1/2043	402	Fannie Mae Pool, 3.500% due 8/1/2043	404
United States Treasury Note, 3.375% due 5/15/2044	333	ML-CFC Commercial Mortgage Trust 2007-9, Class A4, Pool 9, 5.700% due 9/12/2049	357
Fannie Mae Pool, TBA July, 4.500% due 7/25/2044	323	Fannie Mae Pool, TBA June, 4.500% due 6/25/2044	323
Fannie Mae Pool, TBA June, 4.500% due 6/25/2044	322	Fannie Mae Pool, TBA May, 4.500% due 5/25/2044	323
Fannie Mae Pool, TBA May, 4.500% due 5/25/2044	320	Fannie Mae Pool, TBA July, 4.500% due 7/25/2044	323
Ginnie Mae II pool, TBA August, 4.000% due 8/20/2044	319	Ginnie Mae II pool, TBA July, 4.000% due 7/20/2044	320
Ginnie Mae II pool, TBA December, 4.000% due 12/15/2044	319	Ginnie Mae II pool, TBA August, 4.000% due 8/20/2044	319
Ginnie Mae II pool, TBA July, 4.000% due 7/20/2044	318	Ginnie Mae II pool, TBA June, 4.000% due 6/20/2044	319
Ginnie Mae II pool, TBA June, 4.000% due 6/20/2044	317	Ginnie Mae II pool, TBA May, 4.000% due 5/20/2044	318
Ginnie Mae II pool, TBA May, 4.000% due 5/20/2044	316	Ginnie Mae II pool, TBA April, 4.000% due 4/20/2044	317
Ginnie Mae II pool, TBA April, 4.000% due 4/20/2044	316	Ginnie Mae II pool, TBA April, 4.000% due 4/15/2044	317
Fannie Mae Pool, 4.000% due 4/1/2044	313	Fannie Mae Pool, 4.000% due 4/01/2044	311
		Fannie Mae Pool, TBA September, 3.000% due 9/15/2029	311

Legg Mason Western Asset US Core Plus Bond Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
United States Treasury Bond, 2.500% due 5/15/2024	11,576	United States Treasury Bond, 2.500% due 5/15/2024	7,302
Fannie Mae Pool, TBA September, 4.000% due 9/15/2044	7,687	Fannie Mae Pool, TBA August, 4.000% due 8/25/2044	5,800
Fannie Mae Pool, TBA August, 4.000% due 8/25/2044	5,813	Fannie Mae Pool, TBA May, 4.000% due 5/25/2044	5,642
Fannie Mae Pool, TBA May, 4.000% due 5/25/2044	5,632	Fannie Mae Pool, TBA July, 4.000% due 7/25/2044	5,301
Italy Buoni Poliennali Del Tesoro, 3.750% due 5/1/2021	5,549	United States Treasury Note, 2.750% due 2/15/2024	4,569
Fannie Mae Pool, TBA July, 4.000% due 7/25/2044	5,270	Fannie Mae Pool, TBA June, 4.500% due 6/25/2044	4,413
United States Treasury Note, 2.000% due 5/31/2021	4,966	Italy Buoni Poliennali Del Tesoro, 3.750% due 5/1/2021	4,270
United States Treasury Note, 2.750% due 2/15/2024	4,428	Italy Buoni Poliennali Del Tesoro, 3.500% due 12/1/2018	4,082
Fannie Mae Pool, TBA June, 4.500% due 6/25/2044	4,407	Fannie Mae Pool, TBA June, 4.000% due 6/25/2044	3,594
Fannie Mae Pool, TBA June, 4.000% due 6/25/2044	3,564	Fannie Mae Pool, TBA May, 4.500% due 5/25/2044	2,692
United States Treasury Note, 2.125% due 6/30/2021	3,364	United States Treasury Note, 1.500% due 5/31/2019	2,485

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset US Core Plus Bond Fund – (continued)

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
United States Treasury Note, 3.375% due 5/15/2044	3,213	Fannie Mae Pool, TBA July, 4.500% due 7/25/2044	2,477
United States Treasury Note, 1.500% due 5/31/2019	3,008	United States Treasury Note, 2.000% due 5/31/2021	2,469
Fannie Mae Pool, TBA May, 4.500% due 5/25/2044	2,674	United States Treasury Note, 1.625% due 6/30/2019	1,959
Fannie Mae Pool, TBA July, 4.500% due 7/25/2044	2,476	Mexican Bonos, Series M, 6.500% due 6/9/2022	1,942
Mexican Bonos, Series M, 7.750% due 11/13/2042	2,288	United States Treasury Note/Bond, 1.625% due 3/31/2019	1,909
United States Treasury Note, 3.625% due 2/15/2044	2,017	United States Treasury Note/Bond, 1.625% due 4/30/2019	1,892
United States Treasury Note, 1.625% due 6/30/2019	1,956	Fannie Mae Pool, TBA June, 3.500% due 6/25/2044	1,843
United States Treasury Note/Bond, 1.625% due 4/30/2019	1,904	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	1,810
United States Treasury Note/Bond, 1.625% due 3/31/2019	1,883	Ginnie Mae II pool, TBA April, 4.500% due 4/20/2044	1,728
Fannie Mae Pool, TBA June, 3.500% due 6/25/2044	1,839	United States Treasury Note, 3.375% due 5/15/2044	1,641
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	1,810	Fannie Mae Pool, TBA August, 3.500% due 8/25/2044	1,635
Ginnie Mae II Pool, TBA April, 4.500% due 4/20/2044	1,726	Fannie Mae Pool, TBA April, 4.500% due 4/15/2044	1,601
		Fannie Mae Pool, TBA May, 3.000% due 5/25/2029	1,451
		Fannie Mae Pool, TBA June, 3.000% due 6/25/2029	1,450
		Fannie Mae Pool, TBA July, 3.000% due 7/25/2029	1,449
		Fannie Mae Pool, TBA August, 3.000% due 8/25/2029	1,449

Legg Mason Western Asset Euro Core Plus Bond Fund

MAJOR PURCHASES	COST (in 000€)	MAJOR SALES	PROCEEDS (in 000€)
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	8,723	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	8,205
Italy Buoni Poliennali Del Tesoro, 4.500% due 3/1/2024	3,225	Poland Government Bond, Series 1023, 4.000% due 10/25/2023	3,672
Bundesobligation, Series 159, 2.000% due 2/26/2016	2,799	Finland Government Bond, Series 5Y, 1.125% due 9/15/2018	3,070
Italy Buoni Poliennali Del Tesoro, 3.750% due 5/1/2021	2,645	Bundesobligation, Series 159, 2.000% due 2/26/2016	2,806
Italy Buoni Poliennali Del Tesoro, 5.000% due 9/1/2040	2,022	Italy Buoni Poliennali Del Tesoro, 4.500% due 8/1/2018	2,652
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	1,856	Bundesrepublik Deutschland, 1.500% due 2/15/2023	2,616
Spain Government Bond, 3.800% due 4/30/2024	1,600	Italy Buoni Poliennali Del Tesoro, 4.500% due 3/1/2024	2,020
Deutsche Bundesrepublik Inflation Linked Bond, Series 1/L, 0.500% due 4/15/2030	847	Italy Buoni Poliennali Del Tesoro, 5.000% due 9/1/2040	1,866
Bundesobligation, Series 166, 0.250% due 4/13/2018	441	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	231
Royal Bank of Scotland Group Plc, 3.625% due 3/25/2024	379	TenneT Holding BV, 4.500% due 2/9/2022	221
Yorkshire Building Society, 2.125% due 3/18/2019	260	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA/Netherlands, 3.875% due 7/25/2023	214
Philip Morris International Inc, 2.875% due 5/14/2029	248	Deutsche Telekom International, 3.250% due 1/17/2028	208
Bayer AG, 3.000% due 7/1/2075	230	Euroail Plc, Class A, Pool NL2X, 1.790% due 10/17/2040	193
Belgium Government Bond, Series 68, 2.250% due 6/22/2033	201	Verizon Communications Inc, 6.550% due 9/15/2043	177
Banco Santander SA, 6.250% due 3/12/2049	199	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	171
GDF Suez, 1.375% due 5/19/2020	199	Anheuser-Busch InBev NV, 3.250% due 1/24/2033	162
AXA SA, 3.875% due 5/20/2049	198	Enel Finance International NV, 4.875% due 4/17/2023	124
SpareBank 1 SMN, 1.500% due 5/20/2019	180	Nykredit Realkredit A/S, 4.000% due 6/3/2036	122
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	176	Veolia Environnement SA, 4.625% due 3/30/2027	119
Verizon Communications Inc, 5.012% due 8/21/2054	172	Volkswagen International Finance NV, 4.625% due 3/24/2049	116

Legg Mason Western Asset Diversified Strategic Income Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	1,813	Bundesobligation, Series 159, 2.000% due 2/26/2016	1,510
Legg Mason Qualified Investor Funds II Plc-Legg Mason Western Asset Senior Loans Fund – LM Class US\$ Distributing (monthly)	1,041	Poland Government Bond, Series 1023, 4.000% due 10/25/2023	1,212
Fannie Mae Pool, 4.000% due 4/15/2044	1,041	Legg Mason Global Funds Plc – Western Asset US High Yield Fund – LM Class US\$ Distributing (M)	1,041
Fannie Mae Pool, 3.500% due 4/15/2044	805	Fannie Mae Pool, 4.000% due 4/15/2044	1,041
Italy Buoni Poliennali Del Tesoro, 4.500% due 3/1/2024	764	Fannie Mae Pool, TBA December, 3.000% due 12/1/2026	825
Bundesrepublik Deutschland, Series 08, 3.750% due 1/4/2019	695	Fannie Mae Pool, 3.500% due 4/15/2044	805
United States Treasury Note, 1.250% due 11/30/2018	477	Poland Government Bond, Series 1017, 5.250% due 10/25/2017	745
Fannie Mae Pool, TBA April, 3.000% due 4/25/2029	412	Fannie Mae Pool, TBA March, 4.000% due 3/15/2043	627
Mexican Bonos, Series M, 7.750% due 11/13/2042	405	Fannie Mae Pool, Pool AB5937, 3.500% due 8/1/2042	485
Fannie Mae Pool, 3.500% due 8/1/2043	402	El Paso LLC, 7.750% due 1/15/2032	450
Fannie Mae Pool, TBA March, 4.000% due 3/15/2043	313	Fannie Mae Pool, TBA April, 3.000% due 4/25/2029	412
Fannie Mae Pool, 4.000% due 1/1/2041	313	Mexican Bonos, Series M, 8.000% due 6/11/2020	407
Italy Buoni Poliennali Del Tesoro, 4.750% due 9/1/2044	311	Fannie Mae Pool, 3.500% due 8/1/2043	403
Fannie Mae Pool, TBA December, 3.000% due 12/1/2026	310	Italy Buoni Poliennali Del Tesoro, 4.750% due 9/1/2044	316
Barclays Bank Plc, 8.000% due 12/15/2049	301	Fannie Mae Pool, 4.000% due 1/1/2041	312
Fannie Mae Pool, 3.000% due 4/1/2029	207	Mexican Bonos, Series M, 7.750% due 11/13/2042	294
Fannie Mae Pool, 3.000% due 5/1/2029	206	Fannie Mae Pool, Pool AQ5795, 3.500% due 11/1/2042	292
American Airlines 2013-2 Class B Pass Through Trust, 5.600% due 7/15/2020	196	Fannie Mae Pool, Pool AQ3841, 3.500% due 11/1/2042	289
Cooperatieve Centrale Raiffeisen-Boerenleenbank BA/Netherlands, 4.625% due 5/23/2029	167	Fannie Mae Pool, Pool AB6939, 4.000% due 11/1/2042	287
Numericable Group SA, 5.625% due 5/15/2024	142	Pennon Group Plc, 6.750% due 3/8/2049	275
Annington Finance No 4 Plc, Series M, 6.568% due 1/10/2023	141	Fannie Mae Pool, Pool 366094, 6.000% due 9/1/2025	269
Royal Bank of Scotland Group Plc, 3.625% due 3/25/2024	138	Russian Foreign Bond – Eurobond, 4.875% due 9/16/2023	212
		Fannie Mae Pool, 3.000% due 5/1/2029	207
		Fannie Mae Pool, 3.000% due 4/1/2029	207
		Russian Foreign Bond – Eurobond, 7.500% due 3/31/2030	167

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset Global Multi Strategy Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	93,969	Poland Government Bond, Series 1023, 4.000% due 10/25/2023	66,869
Fannie Mae Pool, 4.000% due 4/15/2044	58,354	Fannie Mae Pool, 4.000% due 4/15/2044	58,339
Italy Buoni Poliennali Del Tesoro, 4.500% due 3/1/2024	51,661	Fannie Mae Pool, 3.500% due 4/15/2044	41,456
Fannie Mae Pool, 3.500% due 4/15/2044	41,456	Bundesrepublik Deutschland, 3.250% due 7/4/2021	40,719
Mexican Bonos, Series M, 7.750% due 11/13/2042	26,794	Fannie Mae Pool, TBA March, 4.000% due 3/15/2043	34,632
United States Treasury Bond, 3.125% due 2/15/2043	17,946	Poland Government Bond, Series 1017, 5.250% due 10/25/2017	34,033
Brazil Notas do Tesouro Nacional, Series NTNFB, 10.000% due 1/1/2017	17,793	Mexican Bonos, Series M, 8.000% due 6/11/2020	26,897
Italy Buoni Poliennali Del Tesoro, 4.750% due 9/1/2044	14,719	United Kingdom Gilt, 1.000% due 9/7/2017	19,929
Brazil Notas do Tesouro Nacional, Series NTNFB, 6.000% due 8/15/2050	13,638	Brazil Notas do Tesouro Nacional, Series NTNFB, 10.000% due 1/1/2021	17,794
Fannie Mae Pool, 4.000% due 4/1/2044	10,915	Mexican Bonos, Series M, 7.750% due 11/13/2042	15,265
Turkey Government International Bond, 5.750% due 3/22/2024	9,442	Italy Buoni Poliennali Del Tesoro, 4.750% due 9/1/2044	14,986
Legg Mason Global Funds Plc – Western Asset US High Yield Fund – LM Class US\$ Distributing (M)	9,330	Poland Government Bond, Series 0718, 2.500% due 7/25/2018	14,161
Petrobras Global Finance BV, 6.250% due 3/17/2024	7,386	Brazil Notas do Tesouro Nacional, Series NTNFB, 10.000% due 1/1/2017	12,675
Barclays Bank Plc, 8.000% due 12/15/2049	7,290	Russian Foreign Bond – Eurobond, 7.500% due 3/31/2030	12,154
Lloyds Banking Group Plc, 6.375% due 6/27/2049	7,248	Fannie Mae Pool, Pool AB6939, 4.000% due 11/1/2042	11,475
Royal Bank of Scotland Group Plc, 3.625% due 3/25/2024	6,805	Freddie Mac Gold Pool, Pool Q09080, 3.500% due 6/1/2042	11,462
Energy Future Intermediate Holding Co LLC / EFIG Finance Inc, 4.250% due 6/19/2016	6,740	Fannie Mae Pool, Pool AB4484, 3.000% due 2/1/2027	11,241
Turk Telekomunikasyon AS, 4.875% due 6/19/2024	6,607	Fannie Mae Pool, 4.000% due 4/1/2044	10,879
Pertamina Persero PT, 4.875% due 5/3/2022	6,210	Ginnie Mae I Pool, Pool AA1891, 3.500% due 6/15/2042	7,892
Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	5,923	Freddie Mac Gold Pool, Pool G18438, 2.500% due 6/1/2027	6,281

Legg Mason Western Asset US High Yield Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	107,781	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	107,488
Energy Future Intermediate Holding Co LLC / EFIG Finance Inc, 4.250% due 6/19/2016	7,570	HCA Inc, 7.250% due 9/15/2020	6,535
Guitar Center Inc, 9.625% due 4/15/2020	5,700	Wind Acquisition Holdings Finance SA, 12.250% due 7/15/2017	5,191
MedImpact Holdings Inc, 10.500% due 2/1/2018	5,327	Ally Financial Inc, 3.500% due 1/27/2019	5,166
United Rentals North America Inc, 5.750% due 11/15/2024	5,281	FMG Resources August 2006 Pty Ltd, 6.875% due 2/1/2018	3,936
NRG REMA LLC, Series C, 9.681% due 7/2/2026	5,110	Energy Future Intermediate Holding Co LLC / EFIG Finance Inc, 10.000% due 12/1/2020	3,710
FMG Resources August 2006 Pty Ltd, 6.875% due 4/1/2022	4,623	ArcelorMittal, 6.750% due 2/25/2022	3,447
AES Corp/VA, 8.000% due 6/1/2020	4,323	HOA Restaurant Group LLC / HOA Finance Corp, 11.250% due 4/1/2017	3,248
West Corp, 5.375% due 7/15/2022	3,958	Sprint Corp, 7.125% due 6/15/2024	3,219
KCA Deutag UK Finance Plc, 7.250% due 5/15/2021	3,902	Radnet Management Inc, 10.375% due 4/1/2018	3,055
Chinos Intermediate Holdings A Inc, 7.750% due 5/1/2019	3,725	Griffon Corp, 5.250% due 3/1/2022	3,017
Calpine Corp, 6.000% due 1/15/2022	3,535	Chesapeake Energy Corp, 3.484% due 4/15/2019	2,980
TransDigm Inc, 6.000% due 7/15/2022	3,512	Inmarsat Finance Plc 4.875% due 5/15/2022	2,945
Altice SA, 7.750% due 5/15/2022	3,240	GenOn Americas Generation LLC, 9.125% due 5/1/2031	2,907
Murray Energy Corp, 9.500% due 12/5/2020	3,212	CIT Group Inc, 3.875% due 2/19/2019	2,858
Berry Petroleum Co LLC, 6.375% due 9/15/2022	3,115	Chinos Intermediate Holdings A Inc, 7.750% due 5/1/2019	2,548
Numericable Group SA, 6.000% due 5/15/2022	2,997	Verizon Communications Inc, 5.150% due 9/15/2023	2,545
Nielsen Finance LLC / Nielsen Finance Co, 5.000% due 4/15/2022	2,987	Caesars Entertainment Operating Co Inc, 9.000% due 2/15/2020	2,541
Griffon Corp, 5.250% due 3/1/2022	2,981	Chiquita Brands International Inc / Chiquita Brands LLC, 7.875% due 2/1/2021	2,489
Chesapeake Energy Corp, 3.484% due 4/15/2019	2,950	WellCare Health Plans Inc, 5.750% due 11/15/2020	2,441

Legg Mason Western Asset Emerging Markets Bond Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Poland Government International Bond, 4.000% due 1/22/2024	4,045	Brazil Notas do Tesouro Nacional, Series NTNFB, 10.000% due 1/1/2017	3,492
Indonesia Government International Bond, 5.250% due 1/17/2042	2,975	Colombia Government International Bond, 4.375% due 7/12/2021	2,169
Corp Nacional del Cobre de Chile, 3.000% due 7/17/2022	2,301	ICICI Bank Ltd/Dubai, 4.800% due 5/22/2019	2,142
ICICI Bank Ltd/Dubai, 4.800% due 5/22/2019	2,139	Peruvian Government International Bond, 7.125% due 3/30/2019	2,020
Costa Rica Government International Bond, 7.000% due 4/4/2044	2,020	Indonesia Government International Bond, 5.250% due 1/17/2042	1,993
Indonesia Government International Bond, 5.250% due 1/17/2042	1,991	Corp Nacional del Cobre de Chile, 3.000% due 7/17/2022	1,882
KazMunayGas National Co JSC, 6.375% due 4/9/2021	1,980	KazMunayGas National Co JSC, 6.375% due 4/9/2021	1,750
Peruvian Government International Bond, 6.500% due 3/14/2037	1,794	Petroleos Mexicanos, 4.875% due 1/24/2022	1,637
Colombia Government International Bond, 5.625% due 2/26/2044	1,653	Mexican Bonos, Series M 30, 8.500% due 11/18/2038	1,505
Hungary Government International Bond, 4.000% due 3/25/2019	1,510	Costa Rica Government International Bond, 7.000% due 4/4/2044	1,344
Venezuela Government International Bond, 7.750% due 10/13/2019	1,364	Mexican Bonos, Series M, 8.000% due 6/11/2020	1,288
Mexico Government International Bond, 5.550% due 1/21/2045	1,323	Poland Government International Bond, 5.000% due 3/23/2022	1,103
Mexican Bonos, Series M, 7.750% due 11/13/2042	1,263	Turkey Government International Bond, 5.625% due 3/30/2021	1,049
Petrobras Global Finance BV, 6.250% due 3/17/2024	1,206	Russian Foreign Bond – Eurobond, 7.500% due 3/31/2030	1,005
Pacific Rubiales Energy Corp, 5.375% due 1/26/2019	1,082	Rosneft Finance SA, 7.875% due 3/13/2018	981
ICICI Bank Ltd/Dubai, 4.800% due 5/22/2019	1,077	Ecopetrol SA, 5.875% due 9/18/2023	914
Empresas ICA SAB de CV, 8.875% due 5/29/2024	1,077	Andrade Gutierrez International SA, 4.000% due 4/30/2018	881
Petroleos Mexicanos, 6.375% due 1/23/2045	1,064	Evrax Group SA, 6.750% due 4/27/2018	875
Ivory Coast Government International Bond, 5.375% due 7/23/2024	994	Petroleos Mexicanos, 5.500% due 1/21/2021	835
Turkey Government International Bond, 5.750% due 3/22/2024	988	Braskem Finance Ltd, 7.000% due 5/7/2020	782
Afren Plc, 6.625% due 12/9/2020	986	Petronas Capital Ltd, 5.250% due 8/12/2019	769
Mexico Government International Bond, 4.750% due 3/8/2044	975	Dolphin Energy Ltd, 5.888% due 6/15/2019	709
Ecuador Government International Bond, 7.950% due 6/20/2024	971	Legg Mason Global Funds Plc – Western Asset Emerging Markets Corporate Bond Fund – LM Class US\$ Distributing (M)	700
Petroleos Mexicanos, 4.875% due 1/18/2024	965	Sibur Securities Ltd, 3.914% due 1/31/2018	627
Virgolino de Oliveira Finance SA, 10.875% due 1/13/2020	895	Cemex SAB de CV, 9.000% due 1/11/2018	610
Pemex Project Funding Master Trust, 6.625% due 6/15/2035	852		

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset Emerging Markets Bond Fund – (continued)

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Kenya Government International Bond, 5.875% due 6/24/2019	710	Novatek OAO via Novatek Finance Ltd, 6.604% due 2/3/2021	550
OCP SA, 5.625% due 4/25/2024	693	Dolphin Energy Ltd, 5.500% due 12/15/2021	514
KazMunayGas National Co JSC, 6.375% due 4/9/2021	677	Mexico Government International Bond, 5.550% due 1/21/2045	480
Republic of Paraguay, 6.100% due 8/11/2044	660	Uruguay Government International Bond, 5.100% due 6/18/2050	473
		Marfrig Holding Europe BV, 11.250% due 9/20/2021	458
		Mexico Government International Bond, 3.625% due 3/15/2022	430

Legg Mason Western Asset Emerging Markets Corporate Bond Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Petrobras Global Finance BV, 6.250% due 3/17/2024	1,982	Gazprom OAO Via Gaz Capital SA, 4.950% due 5/23/2016	1,676
Empresas ICA SAB de CV, 8.875% due 5/29/2024	1,888	MIE Holdings Corp, 9.750% due 5/12/2016	1,489
Cemex Finance LLC, 9.375% due 10/12/2022	1,774	Sibur Securities Ltd, 3.914% due 1/31/2018	1,355
Marfrig Holding Europe BV, 6.875% due 6/24/2019	1,730	Petroleos de Venezuela SA, 8.500% due 11/2/2017	1,302
GTL Trade Finance Inc, 5.893% due 4/29/2024	1,490	Fibria Overseas Finance Ltd, 6.750% due 3/3/2021	997
MIE Holdings Corp, 7.500% due 4/25/2019	1,414	Andrade Gutierrez International SA, 4.000% due 4/30/2018	942
Tonon Bioenergia SA, 9.250% due 1/24/2020	1,299	GTL Trade Finance Inc, 7.250% due 10/20/2017	906
Fibria Overseas Finance Ltd, 5.250% due 5/12/2024	1,092	Novatek OAO via Novatek Finance Ltd, 4.422% due 12/13/2022	903
Pacific Rubiales Energy Corp, 5.375% due 1/26/2019	994	Noble Group Ltd, 6.750% due 1/29/2020	868
Petrobras International Finance Co, 6.750% due 1/27/2041	956	Ecopetrol SA, 5.875% due 9/18/2023	821
OCP SA, 5.625% due 4/25/2024	842	Marfrig Holding Europe BV, 11.250% due 9/20/2021	784
Petrobras International Finance Co, 7.875% due 3/15/2019	835	Empresas ICA SAB de CV, 8.375% due 7/24/2017	770
JBS Investments GmbH, 7.250% due 4/3/2024	756	Novatek OAO via Novatek Finance Ltd, 6.604% due 2/3/2021	620
Oleoducto Central SA, 4.000% due 5/7/2021	733	Fibria Overseas Finance Ltd, 7.500% due 5/4/2020	617
Vedanta Resources Plc, 6.000% due 1/31/2019	631	Severstal OAO Via Steel Capital SA, 6.700% due 10/25/2017	573
OAS Finance Ltd, 8.000% due 7/2/2021	600	Cemex SAB de CV, 9.000% due 1/11/2018	558
Odebrecht Finance Ltd, 5.250% due 6/27/2029	592	Rosneft Finance SA, 7.875% due 3/13/2018	557
InRetail Shopping Malls, 6.500% due 7/9/2021	566	Pertamina Persero PT, 5.250% due 5/23/2021	554
KWG Property Holding Ltd, 8.975% due 1/14/2019	554	Marfrig Holding Europe BV, 9.875% due 7/24/2017	545
Bharti Airtel International Netherlands BV, 5.350% due 5/20/2024	549	Anadolu Efes Biraclik Ve Malt Sanayii AS, 3.375% due 11/1/2022	525
Virgolino de Oliveira Finance SA, 10.500% due 1/28/2018	547	Automotores Gildemeister SA, 6.750% due 1/15/2023	517
YPF SA, 8.750% due 4/4/2024	544	Corp Nacional del Cobre de Chile, 3.000% due 7/17/2022	515
VimpelCom Holdings BV, 7.504% due 3/1/2022	536	Petrobras International Finance Co, 3.875% due 1/27/2016	505
BRF SA, 4.750% due 5/22/2024	476	Odebrecht Finance Ltd, 4.375% due 4/25/2025	490
Indo Energy Finance II BV, 6.375% due 1/24/2023	470	Abu Dhabi National Energy Co, 4.750% due 9/15/2014	439
Ecopetrol SA, 7.625% due 7/23/2019	427	Sibur Securities Ltd, 3.914% due 1/31/2018	418
Sibur Securities Ltd, 3.914% due 1/31/2018	423	Cemex SAB de CV, 9.000% due 1/11/2018	399
OAS Investments GmbH, 8.250% due 10/19/2019	423	AngloGold Ashanti Holdings Plc, 8.500% due 7/30/2020	393
Puma International Financing SA, 6.750% due 2/1/2021	416	Evrax Group SA, 6.500% due 4/22/2020	385
CIMPOR Financial Operations BV, 5.750% due 7/17/2024	406	Pacnet Ltd, 9.000% due 12/12/2018	378
Mobile Telesystems OJSC via MTS International Funding Ltd, 5.000% due 5/30/2023	386	Marfrig Overseas Ltd, 9.500% due 5/4/2020	367
Marfrig Overseas Ltd, 9.500% due 5/4/2020	367	KazMunaiGaz Finance Sub BV, 9.125% due 7/2/2018	319
Vale SA, 5.625% due 9/11/2042	364	Gerdau Trade Inc, 4.750% due 4/15/2023	311
Marfrig Overseas Ltd, 9.500% due 5/4/2020	363	Braskem Finance Ltd, 7.000% due 5/7/2020	307
		KazMunaiGaz Finance Sub BV, 7.000% due 5/5/2020	302
		Automotores Gildemeister SA, 8.250% due 5/24/2021	292

Legg Mason Western Asset Global High Yield Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	99,777	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	122,367
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	11,868	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	11,960
Energy Future Intermediate Holding Co LLC / EFIG Finance Inc, 4.250% due 6/19/2016	7,607	Catalent Pharma Solutions Inc, 9.750% due 4/15/2017	8,817
HCA Inc, 5.000% due 3/15/2024	6,079	Turkey Government International Bond, 6.250% due 9/26/2022	7,975
MedImpact Holdings Inc, 10.500% due 2/1/2018	5,532	Wind Acquisition Holdings Finance SA, 12.250% due 7/15/2017	7,961
Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 6.750% due 1/31/2021	4,946	Energy Future Intermediate Holding Co LLC / EFIG Finance Inc, 4.250% due 6/19/2016	7,734
First Data Corp, 11.750% due 8/15/2021	4,722	HCA Inc, 5.000% due 3/15/2024	6,060
AES Corp/VA, 8.000% due 6/1/2020	4,323	Cemex SAB de CV, 9.000% due 1/11/2018	5,879
Guitar Center Inc, 9.625% due 4/15/2020	4,085	Energy Future Intermediate Holding Co LLC / EFIG Finance Inc, 10.000% due 12/1/2020	5,809
United Rentals North America Inc, 5.750% due 11/15/2024	4,070	Hungary Government International Bond, 5.750% due 11/22/2023	5,559
HomeVi SAS, 6.875% due 8/15/2021	3,889	MedImpact Holdings Inc, 10.500% due 2/1/2018	5,541
Alice SA, 7.750% due 5/15/2022	3,760	Nara Cable Funding Ltd, 8.875% due 12/1/2018	5,521
Griffon Corp, 5.250% due 3/1/2022	3,613	Vedanta Resources Plc, 6.750% due 6/7/2016	4,614
Numericable Group SA, 6.000% due 5/15/2022	3,544	Mexican Bonos, Series M, 6.500% due 6/9/2022	4,533
Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	3,537	Cemex Finance LLC, 9.375% due 10/12/2022	4,289
Grupo Isolux Corsan Finance BV, 6.625% due 4/15/2021	3,334	AES Corp/VA, 8.000% due 6/1/2020	4,220
Halcon Resources Corp, 8.875% due 5/15/2021	3,236	Griffon Corp, 5.250% due 3/1/2022	3,876
Empresas ICA SAB de CV, 8.875% due 5/29/2024	3,221	Sprint Corp, 7.875% due 9/15/2023	3,853
Chinos Intermediate Holdings A Inc, 7.750% due 5/1/2019	3,193	Turkey Government International Bond, 5.750% due 3/22/2024	3,749
CSC Holdings LLC, 6.750% due 11/15/2021	3,080	Atlantic Power Corp, 9.000% due 11/15/2018	3,600

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

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset US Short-Term Government Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
United States Treasury Note, 0.375% due 1/15/2016	3,731	Federal Home Loan Bank Discount Notes, 0.040% due 7/23/2014	399
United States Treasury Note, 0.375% due 3/31/2016	3,036	Federal Home Loan Bank Discount Notes, Zero Coupon due 6/27/2014	350
United States Treasury Note, 0.375% due 3/15/2016	999	Federal Home Loan Bank Discount Notes, Zero Coupon due 7/18/2014	325
United States Treasury Note, 0.375% due 5/31/2016	983	Freddie Mac Discount Notes, Series RB, Zero Coupon due 7/11/2014	300
Federal Home Loan Bank Discount Notes, Zero Coupon due 10/8/2014	950	United States Treasury Bill, Zero Coupon due 6/19/2014	217
Federal Home Loan Bank Discount Notes, Zero Coupon due 9/10/2014	698	Fannie Mae Pool, TBA July, 4.000% due 7/25/2044	212
Freddie Mac Discount Notes, Series RB, Zero Coupon due 9/11/2014	646	Fannie Mae Pool, TBA June, 4.000% due 6/25/2044	211
Fannie Mae Discount Notes, Zero Coupon due 9/8/2014	465	Fannie Mae Pool, TBA August, 4.000% due 8/25/2044	211
Fannie Mae Discount Notes, Zero Coupon due 11/3/2014	450	Federal Home Loan Bank Discount Notes, Zero Coupon due 9/10/2014	210
Federal Home Loan Bank Discount Notes, Zero Coupon due 6/27/2014	350	Fannie Mae Discount Notes, Zero Coupon due 9/8/2014	205
Federal Home Loan Bank Discount Notes, Zero Coupon due 7/18/2014	325	Freddie Mac Gold Pool, TBA July, 2.500% due 7/15/2029	202
Freddie Mac Discount Notes, Series RB, Zero Coupon due 7/11/2014	300	Freddie Mac Gold Pool, TBA August, 2.500% due 8/15/2029	202
United States Treasury Bill, Zero Coupon due 6/19/2014	217	Freddie Mac Gold Pool, TBA June, 2.500% due 6/15/2029	202
Fannie Mae Pool, TBA June, 4.000% due 6/25/2044	212	Freddie Mac Gold Pool, TBA April, 2.500% due 4/15/2029	201
Fannie Mae Pool, TBA August, 4.000% due 8/25/2044	211	Freddie Mac Gold Pool, TBA May, 2.500% due 5/15/2029	201
Fannie Mae Pool, TBA July, 4.000% due 7/25/2044	210	Freddie Mac Gold Pool, TBA March, 2.500% due 3/15/2028	200
Fannie Mae Pool, TBA September, 4.000% due 9/15/2044	210	Federal Home Loan Bank Discount Notes, Zero Coupon due 6/3/2014	195
Freddie Mac Gold Pool, TBA December, 2.500% due 12/15/2029	202	John Deere Owner Trust, Class A2, Pool B, 0.550% due 1/15/2016	160
Freddie Mac Gold Pool, TBA August, 2.500% due 8/15/2029	202	U.S. Treasury Bill, 0.048% due 4/24/2014	160
Freddie Mac Gold Pool, TBA July, 2.500% due 7/15/2029	201	United States Treasury Note, 0.125% due 12/31/2014	155
Freddie Mac Gold Pool, TBA May, 2.500% due 5/15/2029	201	United States Treasury Bill, Zero Coupon due 6/26/2014	151
Freddie Mac Gold Pool, TBA June, 2.500% due 6/15/2029	201	Mercedes-Benz Auto Lease Trust, Class A3, Pool A, 0.590% due 2/15/2016	150
Ford Credit Auto Owner Trust 2014-B, Class A3, Pool B, 0.900% due 10/15/2018	200	Fannie Mae Discount Notes, Zero Coupon due 6/25/2014	150
John Deere Owner Trust 2014-A, Class A3, Pool A, 0.920% due 4/16/2018	200	Freddie Mac Discount Notes, Series RB, Zero Coupon due 7/8/2014	133
Federal Home Loan Bank Discount Notes, Zero Coupon due 10/17/2014	200	Federal Home Loan Bank Discount Notes, 0.020% due 4/9/2014	125
Freddie Mac Gold Pool, TBA April, 2.500% due 4/15/2029	200	Federal Home Loan Bank Discount Notes, Zero Coupon due 5/30/2014	115
Federal Home Loan Bank Discount Notes, Zero Coupon due 6/3/2014	195	Fannie Mae Discount Notes, Zero Coupon due 7/9/2014	113
		Ford Credit Floorplan Master Owner Trust, Class A1, Pool 3, 0.790% due 6/15/2017	100
		Freddie Mac Discount Notes, Series RB, Zero Coupon due 5/27/2014	100
		Freddie Mac Discount Notes, Series RB, Zero Coupon due 4/24/2014	85
		Mercedes-Benz Auto Lease Trust, Class A2, Pool A, 0.490% due 6/15/2015	65

Legg Mason Western Asset US Adjustable Rate Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	880	United States Treasury Note, FRN due 1/31/2016	913
United States Treasury Note, FRN due 4/30/2016	750	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	876
United States Treasury Note, 0.250% due 10/15/2015	585	United States Treasury Note, 0.250% due 1/31/2015	546
United States Treasury Note, FRN due 1/31/2016	500	The Coca-Cola Co, FRN due 3/14/2014	520
Federal Home Loan Bank Discount Notes, Zero Coupon due 10/17/2014	345	Johnson & Johnson, 0.326% due 5/15/2014	450
Federal Home Loan Bank Discount Notes, Zero Coupon due 10/8/2014	340	Federal Home Loan Bank Discount Notes, Zero Coupon due 10/17/2014	345
United States Treasury Note, 0.500% due 7/31/2016	300	U.S. Treasury Bill, 0.048% due 4/24/2014	275
Freddie Mac Discount Notes, Zero Coupon due 1/21/2015	300	BA Credit Card Trust, Class A6, FRN due 9/15/2016	270
U.S. Treasury Bill, 0.048% due 4/24/2014	275	Structured Adjustable Rate Mortgage Loan Trust, Class A1, FRN due 11/25/2034	258
International Business Machines Corp, FRN due 2/12/2019	252	Inter-American Development Bank, FRN due 5/20/2014	250
Berkshire Hathaway Finance Corp, FRN due 1/10/2017	251	Federal Home Loan Bank Discount Notes, Zero Coupon due 6/13/2014	250
Federal Home Loan Bank Discount Notes, Zero Coupon due 06/13/2014	250	Federal Home Loan Bank Discount Notes, Zero Coupon due 6/27/2014	235
Exxon Mobil Corp, FRN due 3/15/2019	250	United States Treasury Note, FRN due 4/30/2016	225
Federal Home Loan Bank Discount Notes, Zero Coupon due 6/27/2014	235	Credit Agricole Home Loan SFH, FRN due 7/21/2014	200
United States Treasury Note, FRN due 7/31/2016	200	Chase Issuance Trust, Class A1, FRN due 5/16/2016	200
Federal Home Loan Bank Discount Notes, Zero Coupon due 5/27/2014	200	Federal Home Loan Bank Discount Notes, Zero Coupon due 5/27/2014	200
Freddie Mac Discount Notes, Series RB, Zero Coupon due 7/11/2014	175	Freddie Mac Discount Notes, Series RB, Zero Coupon due 7/11/2014	175
Nissan Auto Lease Trust, Class A2B, FRN due 9/15/2016	150	KFW, FRN due 3/17/2014	160
Fannie Mae Discount Notes, Zero Coupon due 6/25/2014	145	Federal Farm Credit Banks, FRN due 8/27/2014	150
BA Credit Card Trust, Class A, FRN due 9/16/2019	100	Freddie Mac Discount Notes, Zero Coupon due 1/21/2015	150
United States Treasury Bill, Zero Coupon due 3/20/2014	100	Fannie Mae Discount Notes, Zero Coupon due 6/25/2014	145
John Deere Owner Trust 2014-A, Class A3, 0.920% due 4/16/2018	100	Freddie Mac Discount Notes, 0.010% due 3/28/2014	135
Fannie Mae Discount Notes, Zero Coupon due 8/18/2014	100	Federal Home Loan Bank Discount Notes, Zero Coupon due 10/8/2014	125
Freddie Mac Discount Notes, Zero Coupon due 1/14/2015	100	CHL Mortgage Pass-Through Trust 2003, Class 2A4, FRN due 8/25/2033	120
Fannie Mae Discount Notes, Zero Coupon due 9/4/2014	90	United States Treasury Note, 0.250% due 10/15/2015	102
Fannie Mae Discount Notes, Series BB, Zero Coupon due 10/2/2014	86	Mercedes-Benz Auto Receivables Trust, Class A3, 0.780% due 8/15/2017	100
Fannie Mae Discount Notes, Zero Coupon due 7/23/2014	85	John Deere Owner Trust, Class A2, 0.550% due 1/15/2016	100
Freddie Mac Discount Notes, Series RB, Zero Coupon due 4/24/2014	85	United States Treasury Bill, Zero Coupon due 3/20/2014	100
Exxon Mobil Corp, FRN due 3/15/2017	80	Fannie Mae Discount Notes, Zero Coupon due 8/18/2014	100
United States Treasury Bill, Zero Coupon due 4/17/2014	75	Fannie Mae Discount Notes, Zero Coupon due 9/4/2014	90

Legg Mason Western Asset Inflation Management Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	2,174	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	2,173
United States Treasury Inflation Indexed Note, 1.125% due 1/15/2021	490	United States Treasury Inflation Indexed Note, 1.125% due 1/15/2021	354
United States Treasury Inflation Indexed Bond, 0.375% due 7/15/2023	422	United States Treasury Inflation Indexed Note, 1.625% due 1/15/2018	306
United States Treasury Inflation Indexed Bond, 0.500% due 4/15/2015	223	United States Treasury Inflation Indexed Bond, 3.875% due 4/15/2029	296
United States Treasury Inflation Indexed Bond, 1.750% due 1/15/2028	193	United States Treasury Inflation Indexed Bond, 0.125% due 1/15/2023	256
United States Treasury Inflation Indexed Bond, 0.625% due 2/15/2043	183	United States Treasury Inflation Indexed Note, 1.375% due 7/15/2018	236
United States Treasury Inflation Indexed Bond, 0.625% due 1/15/2024	167	United States Treasury Inflation Indexed Note, 2.000% due 1/15/2016	226
United States Treasury Inflation Indexed Bond, 1.375% due 2/15/2044	152	United States Treasury Inflation Indexed Bond, 2.375% due 1/15/2025	139

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset Inflation Management Fund – (continued)

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
United States Treasury Inflation Indexed Bond, 0.125% due 1/15/2023	112	United States Treasury Inflation Indexed Bond, 1.750% due 1/15/2028	98
United States Treasury Inflation Indexed Bond, 0.125% due 4/15/2016	85	GSAMP Trust, Class M3, 1.881% due 11/25/2034	63
United States Treasury Inflation Indexed Bond, 0.750% due 2/15/2042	84	United States Treasury Inflation Indexed Bond, 0.625% due 2/15/2043	58
United States Treasury Inflation Indexed Note, 0.125% due 7/15/2022	17	Renaissance Home Equity Loan Trust, Class M3, 2.056% due 3/25/2034	45
United States Treasury Inflation Indexed Bond, 0.125% due 1/15/2022	16	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	9
United States Treasury Inflation Indexed Bond, 0.125% due 4/15/2017	15	Structured Asset Securities Corp Mortgage Pass Through Certs 1998, Class M1, 1.155% due 3/25/2028	1
United States Treasury Inflation Indexed Bond, 2.000% due 1/15/2026	14		
United States Treasury Inflation Indexed Bond, 0.125% due 4/15/2018	14		
United States Treasury Inflation Indexed Bond, 2.375% due 1/15/2025	11		
United States Treasury Inflation Indexed Note, 1.625% due 1/15/2018	10		
United States Treasury Inflation Indexed Note, 1.250% due 7/15/2020	8		
United States Treasury Inflation Indexed Bond, 3.875% due 4/15/2029	8		

Legg Mason Western Asset Asian Opportunities Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	133,937	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	140,546
India Government Bond, 7.280% due 6/3/2019	24,555	Thailand Government Bond, 3.580% due 12/17/2027	16,071
Thailand Government Bond, 3.625% due 6/16/2023	16,227	Bank of Thailand, Zero Coupon due 11/27/2014	16,036
Bank of Thailand, Zero Coupon due 11/27/2014	15,963	Thailand Government Bond, 3.650% due 12/17/2021	12,633
Thailand Government Bond, 3.580% due 12/17/2027	12,638	MAS Bill, Zero Coupon due 9/5/2014	10,765
MAS Bill, Zero Coupon due 9/5/2014	10,705	Singapore Government Bond, 3.000% due 9/1/2024	10,733
GS Caltex Corp, 3.000% due 6/18/2019	9,732	GS Caltex Corp, 3.000% due 6/18/2019	9,824
Singapore Government Bond, 2.875% due 9/1/2030	8,921	Korea Treasury Bond, Series 1803, 2.750% due 3/10/2018	9,728
Malaysia Government Bond, Series 0902, 4.378% due 11/29/2019	6,350	Philippine Government Bond, Series 1054, 6.375% due 1/19/2022	8,834
Korea National Oil Corp, 3.250% due 7/10/2024	6,328	Fonterra Cooperative Group Ltd, 1.100% due 6/27/2014	7,104
Tencent Holdings Ltd, 3.375% due 5/2/2019	5,994	Housing Development Finance Corp, Series K — 17, 9.500% due 3/12/2014	6,804
CRCC Yupeng Ltd, 3.950% due 2/28/2049	5,500	Malaysia Government Bond, Series 0902, 4.378% due 11/29/2019	6,675
United Overseas Bank Ltd, VAR due 9/19/2024	5,365	Korea National Oil Corp, 3.250% due 7/10/2024	6,345
Whelock Finance Ltd, 3.000% due 3/19/2018	5,070	Export-Import Bank of Korea, 3.250% due 7/27/2015	6,226
Housing Development Finance Corp, Series L — 08, 9.750% due 5/29/2015	5,058	Tencent Holdings Ltd, 3.375% due 5/2/2019	6,097
Singapore Government Bond, 3.000% due 9/1/2024	5,037	Korea Treasury Bond, Series 2303, 3.000% due 3/10/2023	6,077
China Unicom Hong Kong Ltd, 4.000% due 4/16/2017	4,819	Trikonsel Pte Ltd, 5.250% due 5/10/2016	5,683
Indonesia Treasury Bond, Series FR70, 8.375% due 3/15/2024	4,787	United Overseas Bank Ltd, VAR due 9/19/2024	5,406
Astra Sedaya Finance PT, Series OB, 7.750% due 6/27/2016	4,697	Singapore Government Bond, 2.875% due 9/1/2030	5,058
ONGC Videsh Ltd, 4.625% due 7/15/2024	4,376	STATS ChipPAC Ltd, 4.500% due 3/20/2018	4,778
Pakuwon Prima Pte Ltd, 7.125% due 7/2/2019	3,933	Cheung Kong Bond Securities 02 Ltd, 5.250% due 7/29/2049	4,610
Bharti Airtel International Netherlands BV, 5.350% due 5/20/2024	3,917	ONGC Videsh Ltd, 4.625% due 7/15/2024	4,400
China Overseas Finance Cayman VI Ltd, 4.250% due 5/8/2019	3,807		
Malaysia Government Bond, Series 0314, 4.048% due 9/30/2021	3,757		

Legg Mason Western Asset Global Blue Chip Bond Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	8,631	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	10,971
Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	1,824	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	1,966
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	1,613	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	1,893
BNP Paribas SA, 3.250% due 3/3/2023	1,037	Prudential Plc, 1.250% due 11/16/2015	1,251
Leeds Building Society, 2.625% due 4/1/2021	757	BNP Paribas SA, 2.875% due 9/26/2023	1,032
Commonwealth Bank of Australia, 2.250% due 12/7/2018	667	Abbey National Treasury Services Plc, 5.500% due 6/18/2014	1,020
Unilever Plc, 2.000% due 12/19/2018	628	Roche Holdings Inc, 6.000% due 3/1/2019	910
United States Treasury Note, 1.500% due 5/31/2019	586	BRFkredit A/S, 2.500% due 1/31/2018	784
Airbus Group Finance BV, 2.375% due 4/2/2024	481	Bristol-Myers Squibb Co, 5.450% due 5/1/2018	755
Close Brothers Finance Plc, 3.875% due 6/27/2021	304	MetLife Inc, 6.750% due 6/1/2016	609
Japan Bank for International Cooperation, 2.625% due 12/15/2020	267	Kimberly-Clark Corp, 7.500% due 11/1/2018	385
United States Treasury Bond, 2.500% due 5/15/2024	151	McDonald's Corp, 2.625% due 1/15/2022	351
		Anheuser-Busch InBev Worldwide Inc, 2.500% due 7/15/2022	348
		TenneT Holding BV, 4.500% due 2/9/2022	341
		International Business Machines Corp, 7.625% due 10/15/2018	337
		John Deere Capital Corp, 2.250% due 4/17/2019	265
		Danske Bank A/S, 3.875% due 4/14/2016	264
		Caterpillar Financial Services Corp, 5.450% due 4/15/2018	230
		United States Treasury Note, 2.500% due 8/15/2023	227
		Philip Morris International Inc, 2.900% due 11/15/2021	203

Legg Mason Western Asset Brazil Bond Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Brazil Notas do Tesouro Nacional Serie F, Series NTFN, 10.000% due 1/1/2023	419	Brazil Notas do Tesouro Nacional, Series NTFN, 10.000% due 1/1/2015	465
Brazil Notas do Tesouro Nacional, Series NTFN, 10.000% due 1/1/2021	275	Brazil Letras do Tesouro Nacional, Series LTN, 10.020% due 7/1/2014	230
Brazil Letras do Tesouro Nacional, Series LTN, Zero Coupon due 4/1/2015	252		

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset Global Credit Absolute Return Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Fannie Mae Discount Notes, Zero Coupon due 11/3/2014	8,097	United States Treasury Bill, 0.080% due 8/21/2014	9,997
United States Treasury Note, 3.625% due 2/15/2044	6,552	United States Treasury Note, 3.625% due 2/15/2044	6,601
Italy Buoni Poliennali Del Tesoro, 5.000% due 9/1/2040	6,165	Italy Buoni Poliennali Del Tesoro, 5.000% due 9/1/2040	6,158
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	1,962	United States Treasury Bill, 0.010% due 3/13/2014	5,000
The Royal Bank of Scotland Plc, VAR due 3/19/2022	1,743	Bunge Ltd Finance Corp, 5.350% due 4/15/2014	3,080
Dominion Resources Inc/VA	1,500	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	3,079
DISH DBS Corp, 7.875% due 9/1/2019	1,209	Morgan Stanley, 4.750% due 4/1/2014	2,617
Thompson Creek Metals Co Inc, 12.500% due 5/1/2019	1,159	United States Treasury Bill, 0.050% due 7/10/2014	2,000
VimpelCom Holdings BV, 7.504% due 3/1/2022	1,113	Verizon Communications Inc, 6.400% due 9/15/2033	1,984
Foresight Energy LLC / Foresight Energy Corp, 7.875% due 8/15/2021	1,094	Royal Bank of Scotland Group Plc, 6.125% due 12/15/2022	1,620
JPMorgan Chase & Co, Series R, VAR due 12/29/2049	1,045	Dominion Resources Inc/VA	1,562
Essar Steel Minnesota LLC, 11.500% due 5/15/2020	1,029	CMA CGM SA, 8.500% due 4/15/2017	1,485
United States Treasury Bond, 3.750% due 11/15/2043	1,020	Wind Acquisition Holdings Finance SA, 12.250% due 7/15/2017	1,463
Portugal Government International Bond, 5.125% due 10/15/2024	1,016	ARD Finance SA, 11.125% due 6/1/2018	1,190
HJ Heinz Co, 4.250% due 10/15/2020	1,009	Radnet Management Inc, 10.375% due 4/1/2018	1,107
Credit Suisse Group AG, VAR due 12/29/2049	1,006	T-Mobile USA Inc, 6.542% due 4/28/2020	1,103
International Lease Finance Corp, 8.250% due 12/15/2020	930	Turkey Government International Bond, 5.750% due 3/22/2024	1,102
Univision Communications Inc, 7.875% due 11/1/2020	837	SunCoke Energy Partners LP / SunCoke Energy Partners Finance Corp, 7.375% due 2/1/2020	1,088
Level 3 Financing Inc, 7.000% due 6/1/2020	823	Horizon Lines LLC, 11.000% due 10/15/2016	1,028
Peabody Energy Corp, 7.875% due 11/1/2026	794	Service Corp International/US, 5.375% due 1/15/2022	1,027
Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	668	Cliffs Natural Resources Inc, 4.200% due 1/15/2018	1,025
Magnetation LLC / Mag Finance Corp, 11.000% due 5/15/2018	585	United States Treasury Bond, 3.750% due 11/15/2043	995
Fresenius Medical Care US Finance II Inc, 5.875% due 1/31/2022	570	Erickson Air-Crane Inc, 8.250% due 5/1/2020	975
		Peabody Energy Corp, 6.250% due 11/15/2021	740
		Puma International Financing SA, 6.750% due 2/1/2021	681

Legg Mason Western Asset Global Core Plus Bond Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	31,659	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	30,954
Ginnie Mae II Pool, TBA April, 4.500% due 4/20/2044	12,548	Ginnie Mae II Pool, TBA April, 4.500% due 4/20/2044	12,548
Fannie Mae Pool, TBA May, 4.000% due 5/25/2044	12,276	Fannie Mae Pool, TBA May, 4.000% due 5/25/2044	12,276
Fannie Mae Pool, TBA May, 4.500% due 5/25/2044	7,790	Fannie Mae Pool, TBA April, 4.500% due 4/15/2044	11,633
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	6,789	Fannie Mae Pool, 4.000% due 4/15/2044	8,734
Fannie Mae Pool, TBA April, 4.500% due 4/15/2044	6,357	Fannie Mae, Zero Coupon due 10/9/2019	8,255
Fannie Mae Pool, TBA May, 3.500% due 5/25/2044	6,248	Italy Buoni Poliennali Del Tesoro, 4.500% due 3/1/2024	7,955
Fannie Mae Pool, TBA April, 4.500% due 4/15/2044	6,210	United States Treasury Note, 0.750% due 6/15/2014	7,908
United States Treasury Note/Bond, 1.625% due 3/31/2019	5,636	Fannie Mae Pool, TBA May, 4.500% due 5/25/2044	7,796
Fannie Mae Pool, 3.500% due 4/15/2044	4,926	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	7,738
United States Treasury Note/Bond, 0.375% due 4/15/2015	4,543	United States Treasury Note, 2.375% due 10/31/2014	7,338
United States Treasury Note/Bond, 2.375% due 2/28/2015	3,783	Fannie Mae Pool, TBA May, 3.500% due 5/25/2044	6,265
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	3,641	United States Treasury Note/Bond, 1.625% due 3/31/2019	5,635
United States Treasury Note/Bond, 0.250% due 5/15/2015	3,596	Italy Buoni Poliennali Del Tesoro, 5.000% due 9/1/2040	5,313
Brazil Notas do Tesouro Nacional, Series NTN F, 10.000% due 1/1/2017	3,467	Fannie Mae Pool, TBA April, 3.500% due 4/15/2044	5,129
Italy Buoni Poliennali Del Tesoro, 4.500% due 3/1/2024	3,332	United States Treasury Note, 2.000% due 2/28/2021	4,818
Ginnie Mae II Pool, TBA May, 3.500% due 5/20/2044	3,284	Poland Government Bond, Series 1023, 4.000% due 10/25/2023	4,670
Ginnie Mae II Pool, 4.500% due 4/20/2044	3,247	United States Treasury Note/Bond, 0.375% due 4/15/2015	4,543
United States Treasury Note, 0.375% due 6/15/2015	2,997	Fannie Mae Pool, TBA March, 4.000% due 3/15/2043	4,499
United States Treasury Note, 2.750% due 2/15/2024	2,691	Fannie Mae Pool, TBA March, 4.500% due 3/15/2044	4,194
Bundesobligation, 1.000% due 2/22/2019	2,655	Belgium Government Bond, Series 69, 1.250% due 6/22/2018	3,838
Bundesrepublik Deutschland, 3.250% due 1/4/2020	2,458	United States Treasury Note/Bond, 2.375% due 2/28/2015	3,785
United States Treasury Bond, 2.500% due 5/15/2024	2,388		

Legg Mason Western Asset Global Inflation-Linked Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	2,859	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	4,024
United States Treasury Inflation Indexed Bonds, 0.125% due 4/15/2016	1,287	United States Treasury Inflation Indexed Bonds, 0.125% due 4/15/2016	2,730
Sweden Government Bond, Series 3108, 0.250% due 6/1/2022	1,243	Sweden Government Bond, Series 3108, 0.250% due 6/1/2022	2,360
United States Treasury Inflation Indexed Bonds, 0.500% due 4/15/2015	863	United States Treasury Inflation Indexed Bonds, 2.375% due 1/15/2025	2,087
Deutsche Bundesrepublik Inflation Linked Bond, Series I/L, 0.100% due 4/15/2023	615	United States Treasury Inflation Indexed Bonds, 0.500% due 4/15/2015	2,085
Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	590	United States Treasury Inflation Indexed Bonds, 0.125% due 1/15/2023	2,060
United States Treasury Inflation Indexed Bonds, 0.125% due 1/15/2023	544	United Kingdom Gilt Inflation Linked, Series 3MO, 1.250% due 11/22/2027	1,831
Deutsche Bundesrepublik Inflation Linked Bond, Series I/L, 0.500% due 4/15/2030	449	Deutsche Bundesrepublik Inflation Linked Bond, Series I/L, 0.100% due 4/15/2023	1,726
Japanese Government CPI Linked Bond, Series 17, 0.100% due 9/10/2023	242	United States Treasury Inflation Indexed Bonds, 0.125% due 4/15/2018	1,627
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	153	United Kingdom Gilt Inflation Linked, Series 3MO, 1.875% due 11/22/2022	1,288
Australia Government Bond, Series 30CI, 2.500% due 9/20/2030	94	United States Treasury Inflation Indexed Bonds, 0.625% due 2/15/2043	1,225
Italy Buoni Poliennali Del Tesoro, Series CPI, 2.600% due 9/15/2023	41	France Government Bond OAT, Series OATe, 1.100% due 7/25/2022	1,111
France Government Bond OAT, Series OATe, 0.250% due 7/25/2018	28	United States Treasury Inflation Indexed Bonds, 0.125% due 4/15/2017	936
Deutsche Bundesrepublik Inflation Linked Bond, Series I/L, 0.100% due 4/15/2023	28	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125% due 3/22/2044	889
		France Government Bond OAT, Series OATe, 1.850% due 7/25/2027	726
		United Kingdom Gilt Inflation Linked, Series 3MO, 0.125% due 3/22/2024	718
		United Kingdom Gilt Inflation Linked, Series 3MO, 0.625% due 3/22/2040	711
		United States Treasury Inflation Indexed Bonds, 0.375% due 7/15/2023	708

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

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset Global Inflation-Linked Fund – (continued)

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
United Kingdom Gilt Inflation Linked, Series 3MO, 0.750% due 3/22/2034	22	United States Treasury Inflation Indexed Bonds, 0.125% due 1/15/2022	700
United States Treasury Inflation Indexed Bonds, 2.375% due 1/15/2025	14	United Kingdom Gilt Inflation Linked, Series 3MO, 0.125% due 3/22/2068	658
United States Treasury Inflation Indexed Bonds, 0.125% due 4/15/2018	13	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	614
United States Treasury Inflation Indexed Bonds, 0.625% due 2/15/2043	11	United Kingdom Gilt Inflation Linked, Series 3MO, 0.375% due 3/22/2062	567
United States Treasury Inflation Indexed Bonds, 0.125% due 4/15/2017	7	Bundesrepublik Deutschland Bundesobligation Inflation Linked Bond, Series I/L, 0.750% due 4/15/2018	561
United Kingdom Gilt Inflation Linked, Series 3MO, 1.250% due 11/22/2027	7	United States Treasury Inflation Indexed Bonds, 2.125% due 2/15/2040	521
		United States Treasury Inflation Indexed Bonds, 3.875% due 4/15/2029	502
		United Kingdom Gilt Inflation Linked, Series 3MO, 1.250% due 11/22/2032	481
		France Government Bond OAT, Series OATe, 1.800% due 7/25/2040	476
		Deutsche Bundesrepublik Inflation Linked Bond, Series I/L, 0.500% due 4/15/2030	445
		Canadian Government Bond, Series CPI, 4.000% due 12/1/2031	432

Legg Mason Western Asset Global Credit Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	11,802	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	10,662
United States Treasury Note, 1.625% due 6/30/2019	5,360	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	5,245
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	5,108	United States Treasury Note, 2.500% due 8/15/2023	4,091
United States Treasury Note, 3.375% due 5/15/2044	1,020	European Investment Bank, 4.125% due 4/15/2024	1,238
Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	995	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	1,112
Pfizer Inc, 3.400% due 5/15/2024	727	John Deere Capital Corp, 2.250% due 4/17/2019	732
Amgen Inc, 3.625% due 5/22/2024	699	General Electric Capital Corp, 4.650% due 10/17/2021	724
Celgene Corp, 3.625% due 5/15/2024	698	Abbey National Treasury Services Plc, 4.000% due 4/27/2016	722
Delta Lloyd NV, 4.375% due 6/29/2049	482	HSBC Finance Corp, 6.676% due 1/15/2021	720
Intesa Sanpaolo SpA, 5.017% due 6/26/2024	480	ING Bank NV, 3.875% due 12/23/2016	717
Gatwick Funding Ltd, 4.625% due 3/27/2034	475	Muenchener Rueckversicherungs AG, 5.767% due 6/29/2049	659
Skandinaviska Enskilda Banken AB, 2.500% due 5/28/2026	473	Deutsche Telekom International Finance BV, 4.875% due 4/22/2025	607
The Home Depot Inc, 4.400% due 3/15/2045	473	Time Warner Cable Inc, 8.750% due 2/14/2019	588
Verizon Communications Inc, 5.012% due 8/21/2054	428	Noble Energy Inc, 4.150% due 12/15/2021	574
Mexican Bonos, Series M, 7.750% due 11/13/2042	424	British Telecommunications Plc, 6.625% due 6/23/2017	498
Burlington Northern Santa Fe LLC, 4.900% due 4/1/2044	419	Danske Bank A/S, 3.875% due 4/14/2016	487
Bayer AG, 3.000% due 7/1/2075	397	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 4.000% due 1/11/2022	477
Plains Exploration & Production Co, 6.875% due 2/15/2023	384	The Bear Stearns Cos LLC, 6.400% due 10/2/2017	476
Johnson Controls Inc, 3.625% due 7/2/2024	380	Deutsche Telekom International, 3.250% due 1/17/2028	459
BPCE SA, 5.250% due 4/16/2029	335	Verizon Communications Inc, 6.550% due 9/15/2043	438
		CSX Corp, 4.750% due 5/30/2042	435
		Mexican Bonos, Series M, 6.500% due 6/9/2022	427

Legg Mason Western Asset Euro High Yield Fund^

MAJOR PURCHASES	COST (in 000€)	MAJOR SALES	PROCEEDS (in 000€)
Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	15,168	Western Asset Liquidity Funds Plc – Western Asset Euro Liquidity Fund Class WA (Distributing)	15,231
Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	3,149	Ardagh Glass Finance Plc, 7.125% due 6/15/2017	1,656
Numericable Group SA, 5.625% due 5/15/2024	1,360	R&R Ice Cream Plc, 8.375% due 11/15/2017	1,471
Grupo Isolux Corsan Finance BV, 6.625% due 4/15/2021	1,000	UCB SA, 7.750% due 3/18/2049	1,168
Dufry Finance SCA, 4.500% due 7/15/2022	1,000	Renault SA, 3.125% due 3/5/2021	1,070
Wind Acquisition Finance SA, 4.000% due 7/15/2020	1,000	Dufry Finance SCA, 4.500% due 7/15/2022	1,038
Cie Generale de Geophysique – Veritas, 5.875% due 5/15/2020	1,000	Wind Acquisition Finance SA, 7.375% due 2/15/2018	1,021
Crown European Holdings SA, 4.000% due 7/15/2022	1,000	Foodcorp Proprietary Ltd, 8.750% due 3/1/2018	988
Boparan Finance Plc, 4.375% due 7/15/2021	1,000	Portugal Telecom International Finance BV, 5.000% due 11/4/2019	939
HomeVi SAS, 6.875% due 8/15/2021	850	Smurfit Kappa Acquisitions, 7.750% due 11/15/2019	829
Ardagh Finance Holdings SA, 8.375% due 6/15/2019	842	Boparan Finance Plc, 9.750% due 4/30/2018	765
Cemex Finance LLC, 5.250% due 4/1/2021	840	Styrolution Group GmbH, 7.625% due 5/15/2016	724
Deutsche Annington Finance BV, 4.625% due 4/8/2074	706	William Hill Plc, 7.125% due 11/11/2016	698
Wind Acquisition Finance SA, 7.000% due 4/23/2021	540	Numericable Finance & Co SCA, 12.375% due 2/15/2019	692
Samvardhana Motherson Automotive Systems Group BV, 4.125% due 7/15/2021	500	Voyage Care Bondco Plc, 6.500% due 8/1/2018	655
Jarden Corp, 3.750% due 10/1/2021	493	Wind Acquisition Finance SA, 7.000% due 4/23/2021	594
EC Finance Plc, 5.125% due 7/15/2021	480	Portugal Telecom International Finance BV, 4.625% due 5/8/2020	563
SGD Group SAS, 5.625% due 5/15/2019	400	Wind Acquisition Holdings Finance SA, 12.250% due 7/15/2017	545
Almirall SA, 4.625% due 4/1/2021	390	Western Asset Liquidity Funds Plc – Western Asset Sterling Liquidity Fund Class WA (Distributing)	447
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	382	Virgin Media Finance Plc, 7.000% due 4/15/2023	416
		Pennon Group Plc, 6.750% due 3/8/2049	413

Legg Mason Western Asset Macro Opportunities Bond Fund^

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Mexican Bonos, Series M, 6.500% due 6/9/2022	140,467	United States Treasury Strip Principal, Zero Coupon due 2/15/2044	78,571
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	95,250	Mexican Bonos, Series M, 6.500% due 6/9/2022	61,662
Russian Federal Bond – OFZ, Series 6207, 8.150% due 2/3/2027	90,848	Mexican Bonos, Series M, 7.750% due 11/13/2042	54,316

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

Statement of Major Portfolio Changes – (continued)

Legg Mason Western Asset Macro Opportunities Bond Fund^ – (continued)

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
United States Treasury Strip Principal, Zero Coupon due 2/15/2044	83,619	United States Treasury Note, 1.625% due 6/30/2019	46,960
Mexican Bonos, Series M, 7.750% due 11/13/2042	75,582	United States Treasury Note, 1.625% due 3/31/2019	46,871
Italy Buoni Poliennali Del Tesoro, 5.000% due 9/1/2040	75,575	United States Treasury Note, 3.375% due 5/15/2044	43,738
Brazil Notas do Tesouro Nacional, Series NTNf, 10.000% due 1/1/2017	66,497	United States Treasury Bond, 2.500% due 5/15/2024	40,569
United States Treasury Strip Principal, Zero Coupon due 11/15/2043	66,235	United States Treasury Strip Principal, Zero Coupon due 11/15/2043	37,622
United States Treasury Note, 1.625% due 8/31/2019	47,646	Italy Buoni Poliennali Del Tesoro, 5.500% due 11/1/2022	37,378
United States Treasury Note, 1.625% due 3/31/2019	46,868	United States Treasury Note, 2.000% due 2/28/2021	33,542
United States Treasury Note, 1.625% due 6/30/2019	46,859	Poland Government Bond, Series 1023, 4.000% due 10/25/2023	26,855
United States Treasury Note, 3.375% due 5/15/2044	43,213	United States Treasury Note, 3.625% due 2/15/2044	22,989
United States Treasury Bond, 2.500% due 5/15/2024	40,262	Verizon Communications Inc, 6.550% due 9/15/2043	21,986
Wachovia Capital Trust III, 5.570% due 3/29/2049	37,304	Turkey Government International Bond, 6.625% due 2/17/2045	19,886
Verizon Communications Inc, 6.550% due 9/15/2043	35,122	United States Treasury Note, 2.750% due 2/15/2024	18,499
Bank of America Corp, Series U, 5.200% due 12/29/2049	33,304	United States Treasury Bond, 3.750% due 11/15/2043	16,914
Italy Buoni Poliennali Del Tesoro, 4.750% due 9/1/2044	29,987	United States Treasury Inflation Indexed Bonds, 0.625% due 2/15/2043	15,438
Fannie Mae, Zero Coupon due 10/9/2019	28,428	Russian Federal Bond – OFZ, 7.000% due 1/25/2023	14,118
Italy Buoni Poliennali Del Tesoro, 5.500% due 11/1/2022	23,461	Russian Federal Bond – OFZ, Series 6207, 8.150% due 2/3/2027	13,631
South Africa Government Bond, Series R186, 10.500% due 12/21/2026	23,229	United States Treasury Strip Principal, 3.780% due 5/15/2042	10,708
Royal Bank of Scotland Group Plc, 5.125% due 5/28/2024	20,956	JPMCC 2014-INMZ M, 6.383% due 6/15/2019	9,501
Verizon Communications Inc, 5.012% due 8/21/2054	20,291	Poland Government Bond, Series 0418, 3.750% due 4/25/2018	9,344

Legg Mason Brandywine Global Fixed Income Fund

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	502,900	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	518,028
United States Treasury Note, 0.075% due 1/31/2016	117,978	United States Treasury Note, 0.075% due 1/31/2016	92,885
United States Treasury Note, 0.100% due 7/31/2016	108,205	United Kingdom Gilt, 2.250% due 3/7/2014	79,914
Kommunalbanken AS, 0.359% due 5/2/2017	86,609	Kommunalbanken AS, 0.353% due 3/18/2016	65,105
United Kingdom Gilt, 2.750% due 1/22/2015	85,078	International Finance Corp, 7.750% due 12/3/2016	49,694
Hungary Government Bond, Series 25/B, 5.500% due 6/24/2025	62,850	European Bank for Reconstruction & Development, 7.250% due 2/8/2016	47,925
Brazil Notas do Tesouro Nacional Serie F, Series NTNf, 10.000% due 1/1/2023	60,542	Municipality Finance Plc 3.750% due 12/20/2017	47,078
European Bank for Reconstruction & Development, 7.250% due 2/8/2016	49,167	United States Treasury Bond, 2.750% due 8/15/2042	35,237
European Investment Bank, 7.200% due 7/9/2019	47,390	Hungary Government Bond, Series 16/C, 5.500% due 2/12/2016	31,581
Municipality Finance Plc 3.750% due 12/20/2017	47,217	New South Wales Treasury Corp, Series 24, 5.000% due 8/20/2024	30,677
Mexican Bonos, Series M, 7.750% due 11/13/2042	38,258	European Investment Bank, 3.750% due 4/15/2015	26,672
Kommunalbanken AS, 0.614% due 3/27/2017	33,174	Kommunalbanken AS, 0.359% due 5/2/2017	25,440
Mexican Bonos, Series M 20, 8.500% due 5/31/2029	31,282	Kommunekredit, 0.465% due 4/23/2014	25,027
Malaysia Government Bond, Series 0313, 3.480% due 3/15/2023	27,192	United States Treasury Bond, 2.875% due 5/15/2043	22,580
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	22,353	Asian Development Bank, 5.250% due 9/25/2015	21,847
Italy Buoni Poliennali Del Tesoro, 5.000% due 8/1/2039	19,562	KFW, 6.250% due 12/4/2019	19,972
South Africa Government Bond, Series R208, 6.750% due 3/31/2021	12,807	Export Development Canada, 5.125% due 7/31/2014	19,818
New South Wales Treasury Corp, Series 24, 5.000% due 8/20/2024	8,688	Kommunalbanken AS, 0.284% due 1/26/2015	19,240
South Africa Government Bond, Series R214, 6.500% due 2/28/2041	6,456	International Bank for Reconstruction & Development, 7.000% due 4/13/2015	18,955
United States Treasury Bond, 2.875% due 5/15/2043	6,007	Poland Government Bond, Series 0415, 5.500% due 4/25/2015	18,397
		Westpac Securities NZ Ltd, 3.450% due 7/28/2014	16,891
		Caribbean Development Bank, 0.418% due 7/16/2014	14,257

Legg Mason Brandywine Global Fixed Income Absolute Return Fund^

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	388,755	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	431,468
United States Treasury Note, 0.100% due 7/31/2016	96,346	United States Treasury Note, 0.075% due 1/31/2016	87,577
United States Treasury Note, 0.075% due 1/31/2016	69,284	Hungary Government Bond, Series 16/C, 5.500% due 2/12/2016	37,581
Hungary Government Bond, Series 23/A, 6.000% due 11/24/2023	37,720	United States Treasury Bond, 2.875% due 5/15/2043	23,868
Morgan Stanley, 1.514% due 4/25/2018	29,474	Mexican Bonos, Series M, 7.000% due 6/19/2014	18,117
Mexican Bonos, Series M, 7.750% due 11/13/2042	21,014	Italy Buoni Poliennali Del Tesoro, 5.000% due 8/1/2039	17,329
Indonesia Treasury Bond, Series FR71, 9.000% due 3/15/2029	20,098	Turkey Government Bond, 6.500% due 1/7/2015	13,691
Shinhan Bank, 0.883% due 4/8/2017	17,530	Citigroup Inc, 5.000% due 9/15/2014	13,615
Mexican Bonos, Series M 20, 8.500% due 5/31/2029	17,275	Morgan Stanley, 4.750% due 4/1/2014	13,541
Citigroup Inc, 0.770% due 3/10/2017	15,280	Mexican Bonos, 6.000% due 6/18/2015	11,703
Brazil Notas do Tesouro Nacional Serie F, Series NTNf, 10.000% due 1/1/2023	15,244	Italy Buoni Poliennali Del Tesoro, Series CPI, 2.350% due 9/15/2035	11,681
Petrobras Global Finance BV, 2.592% due 3/17/2017	14,460	Morgan Stanley, 5.375% due 10/15/2015	9,567
IM Pastor 4 Fondo de Titulizacion de Activos, Series 4, Class A, 0.356% due 3/22/2044	13,748	Morgan Stanley, 1.485% due 2/25/2016	8,508
Mexican Bonos, Series M 30, 8.500% due 11/18/2038	12,956	Bank of America Corp, 0.566% due 8/15/2016	8,191
Fondo de Titulizacion de Activos UCI, Class A2, 0.392% due 6/16/2049	12,420	Ally Financial Inc, 2.750% due 1/30/2017	7,886
Mexican Bonos, 6.000% due 6/18/2015	11,973	The ADT Corp, 2.250% due 7/15/2017	7,603
Italy Buoni Poliennali Del Tesoro, 5.000% due 8/1/2039	10,853	Ford Motor Credit Co LLC, 12.000% due 5/15/2015	6,875
TDA CAM 8 Fondo de Titulizacion de Activos, Class A, 0.313% due 2/26/2049	10,389	Mexican Bonos, Series M 20, 8.500% due 5/31/2029	6,534
Indonesia Treasury Bond, Series FR67, 8.750% due 2/15/2044	10,310	General Motors Co, 3.500% due 10/2/2018	3,892
DBS Bank Ltd, 0.844% due 7/15/2021	8,550	Citigroup Inc, 0.512% due 6/9/2016	2,872

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Statement of Major Portfolio Changes – (continued)

Legg Mason Brandywine Global High Yield Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	8,766	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	8,046
Kelda Finance No 3 Plc, 5.750% due 2/17/2020	796	DISH DBS Corp, 5.000% due 3/15/2023	645
Wind Acquisition Finance SA, 7.375% due 4/23/2021	638	Momentive Performance Materials Inc, 8.875% due 10/15/2020	504
JBS Investments GmbH, 7.250% due 4/3/2024	617	Par Pharmaceutical Cos Inc, 7.375% due 10/15/2020	498
Virgin Media Secured Finance Plc, 5.500% due 1/15/2025	523	JBS USA LLC / JBS USA Finance Inc, 8.250% due 2/1/2020	471
Cemex Finance LLC, 6.000% due 4/1/2024	503	Kelda Finance No 3 Plc, 5.750% due 2/17/2020	449
IM Pastor 4 Fondo de Titulizacion de Activos, Series 4, Class A, 0.356% due 3/22/2044	457	Softbank Corp, 4.500% due 4/15/2020	402
Anheuser-Busch InBev Worldwide Inc, 9.750% due 11/17/2015	450	SBA Communications Corp, 5.625% due 10/1/2019	401
Triumph Group Inc, 5.250% due 6/1/2022	433	Hastings Insurance Group Finance Plc, 6.578% due 10/21/2019	399
Capsugel Holdings U.S. Inc, Zero Coupon due 8/1/2018	424	TVN Finance Corp III AB, 7.375% due 12/15/2020	383
Banc of America Commercial Mortgage Trust, Class B, 5.765% due 6/10/2049	418	GenOn Americas Generation LLC, 8.500% due 10/1/2021	381
Columbus International Inc, 7.375% due 3/30/2021	414	Agula 3 SA, 7.875% due 1/31/2018	371
T-Mobile USA Inc, 6.500% due 1/15/2024	405	Towergate Finance Plc, 8.500% due 2/15/2018	361
Bankinter 13 Fondo de Titulizacion de Activos, Class A2, 0.352% due 7/17/2049	395	Speedy Cash Intermediate Holdings Corp, 10.750% due 5/15/2018	350
Fondo de Titulizacion de Activos UCI, Class A2, 0.392% due 6/16/2049	393	Jaguar Land Rover Automotive Plc, 5.000% due 2/15/2022	338
Towergate Finance Plc, 6.060% due 2/15/2018	390	Wind Acquisition Finance SA, 7.375% due 4/23/2021	335
Boparan Finance Plc, 5.250% due 7/15/2019	342	Bakkavor Finance 2 Plc, 8.750% due 6/15/2020	311
Alice Finco SA, 7.250% due 5/15/2022	324	Altice Finco SA, 9.000% due 6/15/2023	305
Avianca Holdings SA / Avianca Leasing LLC / Grupo Taca Holdings Ltd, 8.375% due 5/10/2020	324	Safway Group Holding LLC / Safway Finance Corp, 7.000% due 5/15/2018	300
Alliance One International Inc, 9.875% due 7/15/2021	287	Hapag-Lloyd AG, 7.750% due 10/1/2018	298
Royal Bank of Scotland Group Plc, 3.625% due 3/25/2024	275	CMA CGM SA, 8.750% due 12/15/2018	295
Hellenic Republic Government Bond, 4.750% due 4/17/2019	246	CE Energy AS, 7.000% due 2/1/2021	290
		Royal Bank of Scotland Group Plc, 3.625% due 3/25/2024	278
		Seagate HDD Cayman, 4.750% due 6/1/2023	266
		Hellenic Republic Government Bond, 4.750% due 4/17/2019	247
		Wind Acquisition Finance SA, 7.250% due 2/15/2018	242
		Pitney Bowes Inc, 4.625% due 3/15/2024	221
		National Money Mart Co, 10.375% due 12/15/2016	215

Legg Mason Brandywine Global Opportunistic Fixed Income Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	65,771	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	65,977
United States Treasury Note, 0.100% due 7/31/2016	15,703	United Kingdom Gilt, 2.250% due 3/7/2014	12,565
United Kingdom Gilt, 2.750% due 1/22/2015	13,431	Hungary Government Bond, Series 16/C, 5.500% due 2/12/2016	7,622
United States Treasury Note, 0.075% due 1/31/2016	10,589	United States Treasury Bond, 2.750% due 8/15/2042	5,503
Nederlandse Waterschapsbank NV, 0.463% due 2/14/2018	6,175	Dexia Credit Local SA/New York NY, 0.634% due 1/11/2017	5,420
Hungary Government Bond, Series 23/A, 6.000% due 11/24/2023	4,929	United States Treasury Bond, 2.875% due 5/15/2043	4,263
Indonesia Treasury Bond, Series FR71, 9.000% due 3/15/2029	3,787	New South Wales Treasury Corp, Series 24, 5.000% due 8/20/2024	4,197
Hungary Government Bond, Series 22/A, 7.000% due 6/24/2022	2,849	Svensk Exportkredit AB, 0.422% due 6/12/2017	3,278
Brazil Notas do Tesouro Nacional Serie F, Series NTFN, 10.000% due 1/1/2023	2,787	Turkey Government Bond, 6.500% due 1/7/2015	3,171
Indonesia Treasury Bond, Series FR67, 8.750% due 2/15/2044	2,741	Erste Abwicklungsanstalt, 0.534% due 1/29/2016	2,812
Queensland Treasury Corp, Series 20, 6.250% due 2/21/2020	2,209	Bank Nederlandse Gemeenten, 0.407% due 7/18/2016	2,591
Indonesia Treasury Bond, Series FR70, 8.375% due 3/15/2024	2,001	Achmea Hypotheekbank NV, 3.200% due 11/3/2014	1,905
Mexican Bonos, Series M, 7.750% due 11/13/2042	1,831	United States Treasury Note, 0.075% due 1/31/2016	1,470
Malaysia Government Bond, Series 0314, 4.048% due 9/30/2021	1,704	KFW, 6.250% due 12/4/2019	1,372
GC Pastor Hipotecario 5 FTA, Series 5, Class A2, 0.386% due 6/21/2046	1,694	Mexican Bonos, Series M, 7.750% due 11/13/2042	1,292
United States Treasury Bond, 2.875% due 5/15/2043	1,386	Bank Nederlandse Gemeenten, 0.517% due 2/8/2016	1,221
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	1,137	Erste Abwicklungsanstalt, 0.442% due 6/7/2016	1,203
Mexican Bonos, Series M 20, 8.500% due 5/31/2029	1,132	Poland Government Bond, Series 0415, 5.500% due 4/25/2015	1,137
New South Wales Treasury Corp, Series 24, 5.000% due 8/20/2024	1,010	Mexican Bonos, Series M 30, 8.500% due 11/18/2038	1,038
Korea Treasury Bond, Series 1809, 5.750% due 9/10/2018	984	Oi SA, 5.750% due 2/10/2022	999

Legg Mason Brandywine Global Sovereign Credit Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	222,073	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	188,986
United States Treasury Note, 0.100% due 7/31/2016	131,288	Turkey Government Bond, 6.500% due 1/7/2015	53,092
Brazil Notas do Tesouro Nacional Serie F, Series NTFN, 10.000% due 1/1/2023	107,943	United States Treasury Bond, 2.750% due 8/15/2042	41,701
Mexican Bonos, Series M 30, 8.500% due 11/18/2038	54,651	Italy Buoni Poliennali Del Tesoro, 5.000% due 8/1/2039	32,892
Indonesia Treasury Bond, Series FR71, 9.000% due 3/15/2029	49,183	United States Treasury Bond, 2.875% due 5/15/2043	20,329
Poland Government Bond, Series 1023, 4.000% due 10/25/2023	43,147	Poland Government Bond, Series 0415, 5.500% due 4/25/2015	8,991
New Zealand Government Bond, Series 423, 5.500% due 4/15/2023	40,321		
Poland Government Bond, Series 1020, 5.250% due 10/25/2020	38,666		
Korea Treasury Bond, Series 2006, 5.000% due 6/10/2020	38,577		
United States Treasury Bond, 2.875% due 5/15/2043	37,383		
Mexican Bonos, Series M 20, 8.500% due 5/31/2029	35,214		
Italy Buoni Poliennali Del Tesoro, 5.000% due 8/1/2039	34,764		
Korea Treasury Bond, Series 1809, 5.750% due 9/10/2018	34,697		
Malaysia Government Bond, Series 0323, 3.480% due 3/15/2023	30,209		
Queensland Treasury Corp, Series 24, 5.750% due 7/22/2024	29,324		
South Africa Government Bond, Series R214, 6.500% due 2/28/2041	23,558		
South Africa Government Bond, Series R208, 6.750% due 3/31/2021	22,920		
Turkey Government Bond, 6.500% due 1/7/2015	21,543		
Mexican Bonos, Series M, 7.750% due 11/13/2042	20,360		
United States Treasury Bond, 2.750% due 8/15/2042	17,770		
Hungary Government Bond, Series 22/A, 7.000% due 6/24/2022	17,493		
Indonesia Treasury Bond, Series FR67, 8.750% due 2/15/2044	16,737		

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

Statement of Major Portfolio Changes – (continued)

Legg Mason Brandywine Global Sovereign Credit Fund[^] – (continued)

MAJOR PURCHASES	COST (in 000\$)
Indonesia Treasury Bond, Series FR68, 8.375% due 3/15/2034	14,833
Portugal Obrigacoes do Tesouro OT, 4.100% due 4/15/2037	12,791
Portugal Obrigacoes do Tesouro OT, 4.950% due 10/25/2023	12,715
Hungary Government Bond, Series 20/A, 7.500% due 11/12/2020	12,616
Indonesia Treasury Bond, Series FR70, 8.375% due 3/15/2024	12,252

Legg Mason Brandywine Global Income Optimiser Fund[^]

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	16,414	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	16,156
Mexican Bonos, Series M, 6.500% due 6/9/2022	815	Grupo Bimbo SAB de CV, 3.875% due 6/27/2024	554
Republic of Korea, 4.125% due 6/10/2044	802	NGG Finance Plc, Series GBP, 5.625% due 6/18/2073	536
Telecom Italia SpA, 5.303% due 5/30/2024	666	Altice Finco SA, 9.000% due 6/15/2023	458
Cemex Finance LLC, 6.000% due 4/1/2024	634	Mexican Bonos, Series M, 7.750% due 11/13/2042	450
JBS Investments GmbH, 7.250% due 4/3/2024	634	Australia Government Bond, 5.500% due 4/21/2023	376
Boparan Finance Plc, 5.250% due 7/15/2019	626	Hastings Insurance Group Finance Plc, 6.578% due 10/21/2019	347
Grupo Bimbo SAB de CV, 3.875% due 6/27/2024	549	TVN Finance Corp III AB, 7.375% due 12/15/2020	309
Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc, 4.250% due 1/15/2022	534	Portugal Obrigacoes do Tesouro OT, 4.350% due 10/16/2017	299
Australia Government Bond, Series 135, 4.250% due 7/21/2017	534	Ireland Government Bond, 3.400% due 3/18/2024	292
Bank of America Commercial Mortgage Trust, Class B, 5.765% due 6/10/2049	527	Momentive Performance Materials Inc, 8.875% due 10/15/2020	266
Virgin Media Secured Finance Plc, 5.500% due 1/15/2025	507	Wind Acquisition Finance SA, 7.375% due 4/23/2021	260
Towergate Finance Plc, 6.060% due 2/15/2018	494	Credit Agricole SA/London 3.875% due 4/15/2024	250
Portugal Obrigacoes do Tesouro OT, 5.650% due 2/15/2024	491	Wachovia Bank Commercial Mortgage Trust Series 2007-C33, 5.934% due 2/15/2051	242
Wind Acquisition Finance SA, 7.375% due 4/23/2021	481	Portugal Obrigacoes do Tesouro OT, 4.950% due 10/25/2023	241
TDA 24 Fondo de Titulizacion de Activos, Class A1, 0.346% due 6/22/2040	480	Deutsche Bank AG/London, 3.700% due 5/30/2024	233
State Bank of India/London, 4.875% due 4/17/2024	456	Standard Chartered Plc, 5.700% due 3/26/2044	219
Bank of America Corp, 4.200% due 8/26/2024	443	Towergate Finance Plc, 8.500% due 2/15/2018	216
Indonesia Treasury Bond, Series FR69, 7.875% due 4/15/2019	435	Speedy Cash Intermediate Holdings Corp, 10.750% due 5/15/2018	211
Altice Finco SA, 7.250% due 5/15/2022	425	Indonesia Government International Bond, 8.500% due 10/12/2035	207

Legg Mason Brandywine Global Credit Opportunities Fund[^]

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
United States Treasury Bill, Zero Coupon due 7/31/2014	1,500	United States Treasury Bill, Zero Coupon due 7/31/2014	1,500
Rural Hipotecario I Fondo De Titulizacion Hipotec, 0.519% due 2/17/2050	1,184	Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	208
TDA CAM 4 Fondo de Titulizacion de Activos, 0.451% due 6/26/2039	934	Triangle USA Petroleum Corp, 6.750% due 7/15/2022	51
TDA 24 Fondo de Titulizacion de Activos, Class A1, 0.346% due 6/22/2040	916	Light Tower Rentals Inc, 8.125% due 8/1/2019	25
TDA Ibercaja Fondo de Titulizacion de Activos, 0.663% due 8/26/2044	637		
Goldman Sachs US\$ Liquid Reserves Fund – Institutional Class	343		
Fondo de Titulizacion de Activos UCI 9, 0.866% due 6/19/2035	241		
IM Pastor 4 Fondo de Titulizacion de Activos, Series 4, Class A, 0.356% due 3/22/2044	230		
Grifonas Finance Plc, 0.551% due 8/28/2039	225		
TDA Ibercaja Fondo de Titulizacion de Activos, 0.439% due 12/28/2043	203		
Atlantes Mortgage Plc, 1.502% due 1/17/2036	132		
Newgate Funding 2006-3, 0.659% due 12/1/2050	112		
SLM Private Credit Student Loan Trust 2005-B, 0.931% due 6/15/2039	104		
RMAC Securities No 1 Plc, 1.143% due 6/12/2044	99		
Triangle USA Petroleum Corp, 6.750% due 7/15/2022	50		
Light Tower Rentals Inc, 8.125% due 8/1/2019	25		

Legg Mason Western Asset Brazil Equity Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Suzano Papel e Celulose SA	257	Porto Seguro SA	164
Klabin SA	143	Magazine Luiza SA	160
Iguatemi Empresa de Shopping Centers SA	137	Raia Drogasil SA	154
lochpe-Maxion SA	137	Brasil Brokers Participacoes SA	141
CCR SA	120	Tegma Gestao Logistica	114
Cia de Transmissao de Energia Eletrica Paulista	108	BB Seguridade Participacoes SA	110
Minerva SA	106	Cia de Saneamento Basico do Estado de Sao Paulo	86
Estacio Participacoes SA	94	Vale SA	79
Porto Seguro SA	71	Even Construtora e Incorporadora SA	77
Banco ABC Brasil SA	69	Valid Solucoes E Servicos de Seguranca Em Meios de Pagamento E	
Sao Martinho SA	55	Identificacao SA	68
Vale SA	48	BRF SA	54
Tegma Gestao Logistica	43	Ez Tec Empreendimentos E Participacoes SA	48
Itau Unibanco Holding SA	33	Itau Unibanco Holding SA	45
Gerdau SA	26	International Meal Co Holdings SA	36
Contax Participacoes SA	26	Banco ABC Brasil SA	35
Alupar Investimento SA	23	Suzano Papel e Celulose SA	27
BRF SA	15	Guararapes Confeccoes SA	23
Valid Solucoes E Servicos de Seguranca Em Meios de Pagamento E		Banco Bradesco SA	20
Identificacao SA	13	Minerva SA	20
Ez Tec Empreendimentos E Participacoes SA	7	Gerdau SA	16

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Statement of Major Portfolio Changes – (continued)

Legg Mason ClearBridge Value Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
American International Group Inc	7,748	MetLife Inc	8,490
Yahoo! Inc	6,074	Pfizer Inc	6,549
NXP Semiconductor NV	5,355	eBay Inc	6,308
Amgen Inc	4,327	GlaxoSmithKline Plc, ADR	5,056
Lowe's Cos Inc	3,399	Broadcom Corp, Class A	4,523
Southwestern Energy Co	3,367	McDonald's Corp	4,242
Citigroup Inc	3,320	PetSmart Inc	3,502
Apache Corp	2,738	Merck & Co Inc	2,755
Amazon.com Inc	2,439	Phillips 66	2,562
Calpine Corp	2,426	Coach Inc	2,445
Target Corp	2,148	UnitedHealth Group Inc	2,294
Celgene Corp	1,582	Apple Inc	2,185
Teradata Inc	1,443	Celgene Corp	1,589
Apple Inc	1,282	Teradata Corp	1,304
E*Trade Financial Corp	1,243	United Continental Holdings Inc	1,197
United Continental Holdings Inc	1,227	Microsoft Corp	1,181
Microsoft Corp	1,182	LyondellBasell Industries NV, Class A	1,161
American Homes 4 Rent	1,176	Colgate-Palmolive Co	1,074
JPMorgan Chase & Co	1,141	Medtronic Inc	1,060
EMC Corp	926	Citigroup Inc	1,005
Genworth Financial Inc, Class A	914	EMC Corp	937
CONSOL Energy Inc	878	Wells Fargo & Co	892
UnitedHealth Group Inc	871	Apache Corp	885
Merck & Co Inc	830	Cisco Systems Inc	868
Chevron Corp	829	JPMorgan Chase & Co	855
Medtronic Inc	802	Genworth Financial Inc, Class A	820
Cisco Systems Inc	798		
Wells Fargo & Co	796		
Broadcom Corp, Class A	782		

Legg Mason ClearBridge Growth Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Bristol-Myers Squibb Co	134	Forest Laboratories Inc	171
Discover Financial Services	102	JPMorgan Chase & Co	127
EOG Resources Inc	87	PetSmart Inc	114
Celgene Corp	74	Southwest Airlines Co	95
Yahoo! Inc	73	Broadcom Corp, Class A	86
CommVault Systems Inc	70	Bed Bath & Beyond Inc	75
Twitter Inc	69	Las Vegas Sands Corp	72
Amgen Inc	68	Apple Inc	61
Apple Inc	57	Altera Corp	58
Cvent Inc	42	Dollar General Corp	46
Veeva Systems Inc	37	Adobe Systems Inc	35
Las Vegas Sands Corp	34	United Technologies Corp	35
Occidental Petroleum Corp	19	Groupon Inc	31
American Homes 4 Rent	19	Scripps Networks Interactive Inc, Series A	16
Calpine Corp	18	The Estee Lauder Cos Inc	15
Cabot Oil & Gas Corp	18	Brown-Forman Corp, Class B	9
Ralph Lauren Corp	16	HealthSouth Corp	1
Athenahealth Inc	15		

Legg Mason ClearBridge Global Equity Fund[^]

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Nestle SA	74	Corning Inc	62
Sumitomo Mitsui Financial Group Inc	72	Direct Line Insurance Group Plc	45
Danone SA	68	Lorillard Inc	41
Standard Chartered Plc	64	CSX Corp	39
Alcoa Inc	63	Hoya Corp	39
Rio Tinto Ltd	62	Foster Wheeler AG	39
Banca Monte dei Paschi di Siena SpA	60	JTEKT Corp	37
Anglo American Plc	60	Newell Rubbermaid Inc	37
GDF Suez	60	Electrolux AB, Series B	36
Sanofi	57	Yue Yuen Industrial Holdings Ltd	36
Unilever NV (Dutch Cert)	53	Fifth Third Bancorp	35
Duratex SA	50	Publicis Groupe SA	33
Exelon Corp	47	TDC A/S	33
Koninklijke KPN NV	47	Muenchener Rueckversicherungs AG	32
Grendene SA	46	Imerys SA	31
POSCO	46	Rexam Plc	31
Turkiye Garanti Bankasi AS	44	UPM-Kymmene OYJ	29
Gazprom OAO, ADR	43	General Motors Co	28
Greggs Plc	43	DirecTV	26
Grupo BTG Pactual	41	Sensient Technologies Corp	25
KT Corp	41	Vulcan Materials Co	25
Lorillard Inc	36	Canadian Natural Resource Ltd	24
Belgacom SA	36	Denso Corp	23
Muenchener Rueckversicherungs AG	36	PNC Financial Services Group Inc	22
AXA SA	34	Siemens AG	18

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Statement of Major Portfolio Changes – (continued)

Legg Mason ClearBridge Global Equity Fund[^] – (continued)

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Wienerberger AG	33	XTEP International Holdings	18
Peabody Energy Corp	32	Corbion NV	15
BP Plc	27	AXA SA	15
Kesko OYJ	27	Allianz SE	15
Mekonomen AB	26	Voestalpine AG	15
Incitec Pivot Ltd	24	Banca Monte dei Paschi di Siena SpA	15
Amgen Inc	23	Vodafone Group Plc	12
Bombardier Inc	21	Laird Plc	11
Travelsky Technology Ltd	21	Exmar NV	11
AP Moeller – Maersk A/S	20		
Lloyds Banking Group Plc	19		
Capital One Financial Corp	19		

Legg Mason ClearBridge US Appreciation Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Synchrony Financial	865	The Travelers Cos Inc	2,261
CH Robinson Worldwide Inc	812	NetApp Inc	2,003
Microsoft Corp	790	Pentair Plc	1,987
Occidental Petroleum Corp	779	Visa Inc, Class A	1,974
UnitedHealth Group Inc	520	Amazon.com Inc	1,612
TJX Cos Inc	506	Lowe's Cos Inc	1,508
Oracle Corp	501	Express Scripts Holding Co	1,446
Johnson Controls Inc	476	eBay Inc	1,360
Citrix Systems Inc	450	Pfizer Inc	1,343
Bristol-Myers Squibb Co	409	Citigroup Inc	1,335
Apple Inc	405	Bristol-Myers Squibb Co	1,301
Berkshire Hathaway Inc, Class A	386	United Parcel Service Inc, Class B	1,250
The Procter & Gamble Co	372	The Walt Disney Co	1,123
The Walt Disney Co	366	Comcast Corp, Class A	1,078
The Boeing Co	355	Apple Inc	1,074
Exxon Mobil Corp	328	The Boeing Co	1,066
Comcast Corp, Class A	326	Exxon Mobil Corp	936
PPG Industries Inc	312	PPG Industries Inc	929
CVS Caremark Corp	303	CVS Caremark Corp	865
Northeast Utilities	271	Home Depot Inc	854
Johnson & Johnson	270	Johnson & Johnson	845
Covidien Plc	268	General Electric Co	832
Honeywell International Inc	255	Caterpillar Inc	811
Wells Fargo & Co	246	Blackstone Group LP	775
JPMorgan Chase & Co	244	Wells Fargo & Co	734
Raytheon Co	241	JPMorgan Chase & Co	691
Home Depot Inc	230	Twenty-First Century Fox Inc	681
Anadarko Petroleum Corp	219	Google Inc, Class A	679
General Electric Co	206	Microsoft Corp	674
Starwood Hotels & Resorts Worldwide Inc	172	Google Inc	665
MetLife Inc	172	Merck & Co Inc	664
Weatherford International Ltd	167	Juniper Networks Inc	630
The Travelers Cos Inc	154	Honeywell International Inc	599
		Berkshire Hathaway Inc, Class A	574
		Forest City Enterprises Inc, Class A	574
		Target Corp	560

Legg Mason ClearBridge US Fundamental Value Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Yahoo! Inc	931	Applied Materials Inc	2,654
Target Corp	897	Halliburton Co	1,058
Synchrony Financial	897	Verizon Communications Inc	929
Marathon Oil Corp	516	Hess Corp	909
McDermott International Inc	507	Baker Hughes Inc	771
Allison Transmission Holdings Inc	402	Devon Energy Corp	611
Greenhill & Co Inc	274	Home Depot Inc	599
Stanley Black & Decker Inc	253	Jones Lang LaSalle Inc	557
General Electric Co	207	The Chubb Corp	527
First Republic Bank/San Francisco CA	177	Merck & Co Inc	505
Exxon Mobil Corp	144	Safeway Inc	504
Pier 1 Imports Inc	127	Novartis AG, ADR	473
		Chevron Corp	471
		Fluor Corp	460
		Peabody Energy Corp	458
		The Walt Disney Co	457
		Johnson & Johnson	381
		The Boeing Co	360
		US Bancorp	305
		Apple Inc	272
		Honeywell International Inc	256
		BlackRock Inc	251
		Axis Capital Holdings Ltd	243
		Cisco Systems Inc	225

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Statement of Major Portfolio Changes – (continued)

Legg Mason ClearBridge US Fundamental Value Fund – (continued)

MAJOR SALES		PROCEEDS (in 000\$)
Regions Financial Corp		217
The Goldman Sachs Group Inc		215
Raytheon Co		215
JPMorgan Chase & Co		204
Nucor Corp		204
Occidental Petroleum Corp		202

Legg Mason ClearBridge US Large Cap Growth Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Precision Castparts Corp	1,434	Broadcom Corp, Class A	1,994
Towers Watson & Co	1,380	NetApp Inc	1,707
Twenty-First Century Fox Inc	843	Caterpillar Inc	1,631
LinkedIn Corp, Class A	835	PepsiCo Inc	1,605
Regeneron Pharmaceuticals Inc	799	Bed Bath & Beyond Inc	1,013
Red Hat Inc	787	Riverbed Technology Inc	766
Bristol-Myers Squibb Co	761	CVS Caremark Corp	534
Amazon.com Inc	756	Celgene Corp	470
Celgene Corp	530	Thermo Fisher Scientific Inc	318
Target Corp	517	Home Depot Inc	265
Xilinx Inc	474	Monsanto Co	175
The Nasdaq OMX Group Inc	338	The Walt Disney Co	174
Eaton Corp Plc	256	Comcast Corp, Special Class A	164
Google Inc, Class A	202	Texas Instruments Inc	163
CVS Caremark Corp	170	Cameron International Corp	85
Biogen Idec Inc	168	Schlumberger Ltd	74
Visa Inc, Class A	157	The Charles Schwab Corp	30
WW Grainger Inc	152		
Home Depot Inc	136		
Schlumberger Ltd	136		

Legg Mason ClearBridge US Aggressive Growth Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Biogen Idec Inc	66,641	Forest Laboratories Inc	35,722
Autodesk Inc	60,218	Liberty Global Plc, Series C	720
Isis Pharmaceuticals Inc	50,173	Broadcom Corp, Class A	1
Actavis plc	48,605		
Broadcom Corp, Class A	45,754		
Nuance Communications Inc	42,811		
Valeant Pharmaceuticals International Inc	40,359		
AMC Networks Inc, Class A	39,968		
Anadarko Petroleum Corp	37,445		
Cree Inc	36,955		
Citrix Systems Inc	36,345		
Core Laboratories NV	33,809		
The ADT Corp	33,565		
Amgen Inc	32,157		
SanDisk Corp	31,952		
Forest Laboratories Inc	29,671		
Weatherford International Plc	29,397		
Seagate Technology Plc	27,755		
Vertex Pharmaceuticals Inc	25,828		
UnitedHealth Group Inc	24,768		
Comcast Corp, Special Class A	22,024		
Pall Corp	16,838		
Madison Square Garden Co, Class A	8,991		

Legg Mason ClearBridge US Equity Income Fund^

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
CH Robinson Worldwide Inc	53	Berkshire Hathaway Inc	135
Exelon Corp	52	Schlumberger Ltd	123
American Express Co	47	Exxon Mobil Corp	119
Costco Wholesale Corp	32	General Electric Co	105
Home Depot Inc	28	American Tower Corp	101
Wisconsin Energy Corp	26	UnitedHealth Group Inc	101
Amgen Inc	25	Union Pacific Corp	99
Ecolab Inc	23	Microsoft Corp	98
Praxair Inc	23	3M Co	97
Schlumberger Ltd	22	Time Warner Inc	94
Kimberly-Clark Corp	22	Comcast Corp, Special Class A	93
Eaton Corp Plc	21	United Technologies Corp	92
CenterPoint Energy Inc	13	Qualcomm Inc	91
General Electric Co	12	Johnson & Johnson	91
Anheuser-Busch InBev NV, ADR	11	Verizon Communications Inc	90
Occidental Petroleum Corp	10	Home Depot Inc	89
Merck & Co Inc	8	Kimberly-Clark Corp	87
UnitedHealth Group Inc	8	American Express Co	86

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Statement of Major Portfolio Changes – (continued)

Legg Mason ClearBridge US Equity Income Fund[^] – (continued)

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
Union Pacific Corp	8	Nestle SA, ADR	84
PPG Industries Inc	7	Spectra Energy Corp	84
Intel Corp	7	Chevron Corp	83
Berkshire Hathaway Inc	6	Apple Inc	81
		The Procter & Gamble Co	80
		Raytheon Co	78
		Waste Management Inc	76
		Pfizer Inc	76
		Wal-Mart Stores Inc	74
		PPG Industries Inc	74
		The Travelers Cos Inc	73
		AT&T Inc	69
		United Parcel Service Inc, Class B	67
		Wisconsin Energy Corp	67
		MetLife Inc	67
		Merck & Co Inc	67
		Automatic Data Processing Inc	63
		CH Robinson Worldwide Inc	62
		National Grid Plc	60
		American Electric Power Co Inc	57
		Anheuser-Busch InBev NV, ADR	55
		International Paper Co	55
		Amgen Inc	53
		Corning Inc	52
		Intel Corp	52
		UGI Corp	52
		Exelon Corp	51
		Weyerhaeuser Co	50
		El du Pont de Nemours & Co	47
		Oracle Corp	46
		Freeport-McMoRan Copper & Gold Inc	46

Legg Mason ClearBridge Tactical Dividend Income Fund[^]

MAJOR PURCHASES	COST (in 000s)	MAJOR SALES	PROCEEDS (in 000s)
United Technologies Corp	571	NextEra Energy Inc 2015	322
TAL International Group Inc	456	PPL Corp	174
MetLife Inc	448	Ares Capital Corp	105
Och-Ziff Capital Management Group LLC	426	Medley Capital Corp	97
Regal Entertainment Group	423	Integrus Energy Group Inc	96
Seadrill Ltd	399	Roche Holding AG	57
NextEra Energy Inc 2016	372	AstraZeneca Plc, ADR	49
Ares Capital Corp	337	Eaton Corp Plc	37
KNOT Offshore Partners LP	335	Kimberly-Clark Corp	21
The Williams Cos Inc	334	Eaton Corp Plc	21
Starwood Property Trust Inc	306	ONE Gas Inc	20
Hoegh Lng Partners LP	282	TAL International Group Inc	14
Plains GP Holdings LP	280	Campus Crest Communities Inc	10
Dynagas Lng Partners LP	278	Crosstex Energy Inc	5
Exelon Corp	271	Washington Prime Group	3
Dominion Resources Inc/VA, Series A	267	Veritiv Corp	1
FS Investment Corp	265		
VTTI Energy Partners LP	250		
Transocean Partners LLC	239		
Golar LNG Partners LP	230		
Golub Capital BDC Inc	227		
TransCanada Corp	226		
ONEOK Inc	226		
TCP Capital Corp	218		
Kinder Morgan Inc/DE	215		
North Atlantic Drilling Ltd	213		
Stanley Black & Decker Inc	213		
Verizon Communications Inc	206		
Enbridge Inc	204		
Spectra Energy Corp	199		
Teekay Corp	199		
EnLink Midstream LLC	193		
NextEra Energy Inc 2015	193		
Seagate Technology Plc	190		
Brookfield Infrastructure Partners LP	186		
Weyerhaeuser Co, Series A	184		
TriplePoint Venture Growth BDC Corp	179		
Targa Resources Corp	177		
PPL Corp	176		
AT&T Inc	173		
American Tower Corp, Series A	163		
EPR Properties	152		
CenterPoint Energy Inc	149		
Simon Property Group Inc	145		

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

Statement of Major Portfolio Changes – (continued)

Legg Mason Opportunity Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	73,712	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	78,860
GameStop Corp, Class A	6,782	Questcor Pharmaceuticals Inc	5,556
Monitise Plc	6,772	NorthStar Realty Finance Corp	2,931
Gilead Sciences Inc	6,699	Delta Air Lines Inc	2,737
Intrexon Corp	5,623	IAC/InterActiveCorp	2,672
Coupons.com Inc	3,717	American Airlines Group Inc	2,556
Qualcomm Inc	3,653	Morgan Stanley	2,554
Citigroup Inc	2,296	Genworth Financial Inc, Class A	2,202
MGIC Investment Corp	2,150	Qualcomm Inc	1,916
American Airlines Group Inc	2,092	Marvell Technology Group Ltd	1,838
Millennial Media Inc	2,085	Teradyne Inc	1,754
Genworth Financial Inc, Class A	2,029	MGIC Investment Corp	1,750
Delta Air Lines Inc	2,005	United Continental Holdings Inc	1,619
Nationstar Mortgage Holdings Inc	1,989	PulteGroup Inc	1,405
Netflix Inc	1,952	Hartford Financial Services Group Inc	1,386
Bank of America Corp	1,952	Fiat SpA	1,383
Fiat SpA	1,834	Bank of America Corp	1,375
United Continental Holdings Inc	1,796	Seagate Technology Plc	1,350
PennyMac Financial Services Inc	1,779	Chesapeake Energy Corp	1,287
NXP Semiconductor NV	1,748	Newcastle Investment Corp	1,283

Legg Mason Royce US Small Cap Opportunity Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	125,784	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	129,138
Knowles Corp	8,001	International Rectifier Corp	8,166
Approach Resources Inc	7,364	The Jones Group Inc	6,637
Encore Wire Corp	6,487	Matrix Service Co	6,627
Owens & Minor Inc	6,265	Mallinckrodt Plc	6,475
AM Castle & Co	5,542	Sunedison Inc	6,190
Comtech Telecommunications Corp	5,062	Piper Jaffray Cos	5,975
Silicon Graphics International Corp	4,766	Apollo Group Inc	5,549
Hudson's Bay Co	4,410	Skechers U.S.A. Inc, Class A	5,383
Timkensteel Corp Npv	4,352	Spirit Aerosystems Holdings Inc, Class A	5,301
RTI International Metals Inc	4,147	Stone Energy Corp	5,094
MBIA Inc	4,069	US Silica Holdings Inc	5,076
Elizabeth Arden Inc	3,772	TriQuint Semiconductor Inc	4,692
William Lyon Homes, Class A	3,766	Patterson-UTI Energy Inc	4,658
Curtiss-Wright Corp	3,747	Penn Virginia Corp	4,651
General Cable Corp	3,701	Stifel Financial Corp	4,511
Advanced Energy Industries Inc	3,515	Zygo Corp	4,328
Ezcorp Inc, Class A	3,439	Finisar Corp	4,133
Alere Inc	3,384	Vitacost.com Inc	3,941
Harmonic Inc	3,280	Hudson's Bay Co	3,854

Legg Mason Royce US Smaller Companies Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	88,197	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	89,748
Nu Skin Enterprises Inc, Class A	9,518	Helmerich & Payne Inc	10,554
Genworth MI Canada Inc	7,840	Pason Systems Inc	6,909
CIRCOR International Inc	5,201	Unit Corp	6,695
Pason Systems Inc	4,909	Jacobs Engineering Group Inc	5,613
Movado Group Inc	4,904	Federated Investors Inc, Class B	5,004
John Bean Technologies Corp	4,306	Lam Research Corp	4,676
j2 Global Inc	4,198	Robert Half International Inc	4,209
The Medicines Company	4,130	Zebra Technologies Corp, Class A	3,801
Valmont Industries Inc	3,592	Veeco Instruments Inc	3,715
Adtran Inc	3,502	Genworth MI Canada Inc	3,704
Oil States International Inc	3,438	Entegris Inc	3,649
Aceto Corp	3,222	Astec Industries Inc	3,422
Lannett Co Inc	3,078	Cal-Maine Foods Inc	3,195
TGS Nopec Geophysical Co ASA	3,051	Korn/Ferry International	2,856
Gentex Corp	3,021	Myriad Genetics Inc	2,678
Virtus Investment Partners	2,864	Industrias Bachoco SAB de CV, ADR	2,583
Bio-Rad Laboratories Inc, Class A	2,520	Dolby Laboratories Inc, Class A	2,466
Sykes Enterprises Inc	2,366	Tetra Tech Inc	2,443
Ascena Retail Group Inc	2,326	ATMI Inc	2,346
Genesco Inc	2,058	Stifel Financial Corp	2,340
		Minerals Technologies Inc	2,334

Statement of Major Portfolio Changes – (continued)

Legg Mason Royce Smaller Companies Fund II^

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	5,970	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	7,534
Nu Skin Enterprises Inc, Class A	723	Helmerich & Payne Inc	701
Genworth MI Canada Inc	602	Pason Systems Inc	673
Pason Systems Inc	577	Jacobs Engineering Group Inc	365
CIRCOR International Inc	437	Unit Corp	364
Movado Group Inc	365	Lam Research Corp	337
John Bean Technologies Corp	345	Federated Investors Inc, Class B	337
j2 Global Inc	320	Robert Half International Inc	311
The Medicines Company	294	Genworth MI Canada Inc	292
Adtran Inc	291	Zebra Technologies Corp, Class A	268
Bio-Rad Laboratories Inc, Class A	277	Entegris Inc	257
Valmont Industries Inc	266	Veeco Instruments Inc	253
Oil States International Inc	265	Astec Industries Inc	239
Aceto Corp	245	Korn/Ferry International	212
Gentex Corp	241	Tetra Tech Inc	193
Lannett Co Inc	228	Stifel Financial Corp	179
Virtus Investment Partners	225	Industrias Bachoco SAB de CV, ADR	166
TGS Nopec Geophysical Co ASA	214	ATMI Inc	164
Genesco Inc	198	Harman International Industries Inc	164
Sykes Enterprises Inc	185	Civeo Corp	160
Ascena Retail Group Inc	185		
ICF International Inc	176		
Federated Investors Inc, Class B	153		

Legg Mason Royce Global Smaller Companies Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	140	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	369
		Helmerich & Payne Inc	138
		Mayr Melnhof Karton AG	125
		Semperit AG Holding	124
		Myriad Genetics Inc	122
		Western Digital Corp	106
		Forbo Holding AG	104
		Signet Jewelers Ltd	90
		Recordati SpA	80
		Garmin Ltd	77
		Pason Systems Inc	75
		Ashmore Group Plc	74
		Kennedy-Wilson Holdings Inc	71
		Luk Fook Holdings International Ltd	70
		Sipef SA	66
		Sprott Inc	66
		Pan American Silver Corp	63
		TGS Nopec Geophysical Co ASA	61
		Jupiter Fund Management Plc	60
		Industrias Bachoco SAB de CV, ADR	58
		Trican Well Service Ltd	57
		EPS Corp	56
		Stallergenes SA	52
		Major Drilling Group International Inc	51
		Teradyne Inc	50
		Brasil Brokers Participacoes SA	50
		Value Partners Group Ltd	49
		Moshi Moshi Hotline Inc	49
		Lindsay Corp	48
		Cirrus Logic Inc	48
		FamilyMart Co Ltd	47
		Alten SA	46
		Eternit SA	45
		Societe Internationale de Plantations d'Heveas SA	44
		Benesse Holdings Inc	44
		New World Department Store China Ltd	40
		Autoliv Inc	40
		Lewis Group Ltd	40
		Kennametal Inc	39
		Randgold Resources Ltd, ADR	39
		Raubex Group Ltd	39
		USS Co Ltd	38
		Spectrum ASA	37
		Hochschild Mining Plc	37

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Statement of Major Portfolio Changes – (continued)

Legg Mason Permal Global Absolute Fund^A

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	5,919	Western Asset Liquidity Funds Plc – Western Asset US Dollar Liquidity Fund Class WA (Distributing)	9,618
United States Treasury Bill, Zero Coupon due 8/14/2014	3,000	United States Treasury Bill, Zero Coupon due 8/14/2014	3,000
United States Treasury Bill, Zero Coupon due 8/28/2014	3,000	United States Treasury Bill, Zero Coupon due 8/28/2014	3,000
United States Treasury Bill, 0.080% due 8/21/2014	3,000	United States Treasury Bill, 0.080% due 8/21/2014	3,000
United States Treasury Bill, Zero Coupon due 6/19/2014	2,000	United States Treasury Bill, Zero Coupon due 5/22/2014	2,000
United States Treasury Bill, Zero Coupon due 5/22/2014	2,000	United States Treasury Bill, 0.050% due 7/10/2014	2,000
United States Treasury Bill, Zero Coupon due 9/18/2014	2,000	United States Treasury Bill, Zero Coupon due 6/19/2014	2,000
United States Treasury Bill, 0.050% due 7/10/2014	2,000	United States Treasury Bill, Zero Coupon due 7/24/2014	2,000
United States Treasury Bill, Zero Coupon due 7/24/2014	2,000	United States Treasury Bill, Zero Coupon due 6/26/2014	2,000
United States Treasury Bill, Zero Coupon due 6/26/2014	2,000	United States Treasury Bill, 0.050% due 5/8/2014	2,000
Chimera Investment Corp	184	United States Treasury Bill, 0.048% due 4/24/2014	2,000
Two Harbors Investment Corp	166	United States Treasury Bill, 0.038% due 3/27/2014	2,000
Resource Capital Corp	48	United States Treasury Bill, Zero Coupon due 9/18/2014	2,000
Starwood Property Trust Inc	45	MLIS Och-Ziff European Multi-Strategy UCITS Fund	1,060
Colony Financial Inc	28	Merrill Lynch Investment Solutions – York Event Driven UCITS Fund	1,042
RAIT Financial Trust	27	iShares S&P 500 Index Fund	1,042
		iShares Euro Stoxx 50	1,035
		iShares MSCI Japan Fund	1,002
		Chimera Investment Corp	397
		Colony Financial Inc	393

Legg Mason Batterymarch Managed Volatility European Equity Fund

MAJOR PURCHASES	COST (in 000€)	MAJOR SALES	PROCEEDS (in 000€)
Berkeley Group Holdings Plc	1,159	Orange SA	697
RTL Group SA	723	Delhaize Group SA	624
Catlin Group Ltd	618	Imperial Tobacco Group Plc	595
Nordea Bank AB	489	AstraZeneca Plc	562
Svenska Handelsbanken AB, Class A	488	EDP – Energias de Portugal SA	539
Friends Life Group Ltd	481	SES SA	490
Amlin Plc	475	British American Tobacco Plc	468
Siemens AG	469	Royal Dutch Shell Plc, Class A	467
Tate & Lyle Plc	278	Schindler Holding AG	466
HSBC Holdings Plc	265	Reckitt Benckiser Group Plc	445
Givaudan SA	235	GDF Suez	438
Axel Springer AG	158	Swisscom AG	433
Muenchener Rueckversicherungs AG	144	Total SA	420
		British Sky Broadcasting Group Plc	408
		Nestle SA	396
		Roche Holding AG	390
		Novartis AG	358
		GlaxoSmithKline Plc	356
		PSP Swiss Property AG	326
		SSE Plc	321
		Royal Dutch Shell Plc, Class B	320
		National Grid Plc	320
		Talanx AG	313
		Elisa OYJ	286
		Neopost SA	281
		TDC A/S	278
		Koninklijke Ahold NV	222
		WPP Plc	221
		Centrica Plc	188
		Berkeley Group Holdings Plc	181
		Swiss Prime Site AG	172
		BP Plc	158
		Sanofi	156
		J Sainsbury Plc	153
		HSBC Holdings Plc	150
		Tesco Plc	147
		Anheuser-Busch InBev NV	145
		Enel SpA	140

Legg Mason Batterymarch Asia Ex Japan Equity Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Cheung Kong Holdings Ltd	789	DBS Group Holdings Ltd	1,030
Hutchison Whampoa Ltd	661	WuXi PharmaTech Cayman Inc, ADR	932
PetroChina Co Ltd, Class H	596	Galaxy Entertainment Group Ltd	918
CapitaMall Trust	526	SK Hynix Inc	616
Power Assets Holdings Ltd	510	Melco Crown Entertainment Ltd, ADR	614
Hyundai Mobis Co Ltd	509	Great Wall Motor Co Ltd, Class H	611
China Construction Bank Corp, Class H	486	Yes Bank Ltd	601
China Mobile Ltd	469	China Oilfield Services Ltd	588
DBS Group Holdings Ltd	448	NAVER Corp	587
Hon Hai Precision Industry Co Ltd	402	Paradise Co Ltd	535
Li & Fung Ltd	319	Biostime International Holdings Ltd	529
Cheung Kong Infrastructure Holdings Ltd	317	LG Hausys Ltd	527
Singapore Telecommunications Ltd	313	Tech Mahindra Ltd	503

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Statement of Major Portfolio Changes – (continued)

Legg Mason Batterymarch Asia Ex Japan Equity Fund – (continued)

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
President Chain Store Corp	295	SJM Holdings Ltd	477
Formosa Petrochemical Corp	288	Country Garden Holdings Co Ltd	472
CTBC Financial Holding Co Ltd	281	Infosys Ltd	470
Philippine Long Distance Telephone Co	277	HUB Power Co Ltd	448
British American Tobacco Malaysia Bhd	275	Hyundai Wia Corp	445
Korea Investment Holdings Co Ltd	274	Mapletree Commercial Trust	416
DiGi.Com Bhd	273	CapitaMall Trust	392
		Zee Entertainment Enterprises Ltd	382
		Wipro Ltd	367
		FIH Mobile Ltd	365
		Wijaya Karya Persero Tbk PT	362
		China Minsheng Banking Corp Ltd, Class H	357
		Sobha Developers Ltd	354
		Public Bank Bhd	344
		Bank Negara Indonesia Persero Tbk PT	327
		Tenaga Nasional Bhd	323
		Shun Tak Holdings Ltd	323
		Samsung Electronics Co Ltd	313
		Delta Electronics Thailand PCL, NVDR	311
		SinoPac Financial Holdings Co Ltd	308
		Winix Inc	303
		Korea Electric Power Corp	296
		Reliance Industries Ltd	294

Legg Mason Batterymarch International Large Cap Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Colruyt SA	150	Veresen Inc	136
Cie Generale des Etablissements Michelin	147	Crescent Point Energy Corp	102
Anheuser-Busch InBev NV	142	Hokuriku Electric Power Co	96
Berkeley Group Holdings Plc	132	TransAlta Corp	86
Unilever Plc	108	BCE Inc	71
J Sainsbury Plc	108	Nippon Telegraph & Telephone Corp	67
Siemens AG	95	Alfresa Holdings Corp	62
Nordea Bank AB	79	Suzuken Co Ltd	58
Tryg A/S	78	AstraZeneca Plc	56
Statoil ASA	64	Shiseido Co Ltd	56
Koninklijke Ahold NV	57	Bell Aliant Inc	55
Suedzucker AG	53	Iberdrola SA	54
AstraZeneca Plc	45	QinetiQ Group Plc	51
Unilever NV (Dutch Cert)	43	Osaka Gas Co Ltd	51
Tate & Lyle Plc	35	Mitsubishi UFJ Financial Group Inc	49
Diageo Plc	34	East Japan Railway Co	48
Delhaize Group SA	27	The Chugoku Bank Ltd	46
Axel Springer AG	24	America Movil SAB de CV, Series L, ADR	41
WM Morrison Supermarkets Plc	17	Orange SA	38
Nestle SA	8	NTT DoCoMo Inc	35
		EDP – Energias de Portugal SA	34
		Bezeq The Israeli Telecom Co	32
		Deutsche Telekom AG	32
		Elisa OYJ	30
		Shimamura Co Ltd	30
		Nippon Express Co Ltd	29
		Total SA	27
		GDF Suez SA	27
		Toronto-Dominion Bank	26
		Suedzucker AG	25
		KDDI Corp	24

Legg Mason Batterymarch Emerging Markets Equity Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
iShares MSCI Emerging Markets ETF	174	Samsung Electronics Co Ltd	409
Korea Electric Power Corp	105	Taiwan Semiconductor Manufacturing Co Ltd, ADR	250
Tupras Turkiye Petrol Rafinerileri AS	99	Industrial & Commercial Bank of China Ltd, Class H	165
OTP Bank Plc	92	Gazprom OAO, ADR	150
CEZ AS	87	Bank of China Ltd, Class H	126
Petronas Chemicals Group Bhd	75	Naspers Ltd, Class N	124
Turkcell Iletisim Hizmetleri AS	74	Sasol Ltd	117
Commercial International Bank Egypt SAE	73	America Movil SAB de CV, Series L, ADR	111
MMC Norilsk Nickel OJSC, ADR	68	SK Hynix Inc	106
Perusahaan Gas Negara Persero Tbk PT	66	China Construction Bank Corp, Class H	105
Celltrion Inc	64	Gruma SAB de CV	99
KGHM Polska Miedz SA	61	Huaneng Power International Inc	99
FirstRand Ltd	61	NAVER Corp	96
Naspers Ltd, Class N	60	HCL Technologies Ltd	88
SapuraKencana Petroleum Bhd	60	MediaTek Inc	86
Reliance Industries Ltd	57	ICICI Bank Ltd Sponsored, ADR	85
SK Innovation Co Ltd	55	Cemex SAB de CV, ADR	85
Telekomunikasi Indonesia Persero Tbk PT	54	Eregli Demir ve Celik Fabrikalari TAS	80

Statement of Major Portfolio Changes – (continued)

Legg Mason Batterymarch Emerging Markets Equity Fund – (continued)

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
OPAP SA	52	Alfa SAB de CV, Class A	80
MTN Group Ltd	52	Wipro Ltd	80

Legg Mason Batterymarch Global Equity Fund

MAJOR PURCHASES	COST (in 000\$)	MAJOR SALES	PROCEEDS (in 000\$)
Jazz Pharmaceuticals Plc	209	Questcor Pharmaceuticals Inc	264
BT Group Plc	207	SES SA	240
Bellway Plc	177	Safeway Inc	210
Taylor Wimpey Plc	175	Anika Therapeutics Inc	205
Japan Airlines Co Ltd	141	BAE Systems Plc	198
Activision Blizzard Inc	137	Orbitz Worldwide Inc	150
Orbitz Worldwide Inc	137	The Kroger Co	102
		SanDisk Corp	92
		Shanghai Mechanical and Electrical Industry Co Ltd	87
		Jazz Pharmaceuticals Plc	60
		Altria Group Inc	57
		Hanesbrands Inc	41
		AES Corp/VA	39
		Lorillard Inc	35
		Samsung Electronics Co Ltd	35
		Swiss Re AG	14
		Time Inc	10
		Actelion Ltd	1

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