

Prepared on: 3 September 2018

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- It is important to read the Prospectus before deciding whether to purchase units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

LEGG MASON FUNDS – LEGG MASON WESTERN ASSET SINGAPORE DOLLAR FUND (THE “SUB-FUND”)

Product Type	Unit Trust	Inception Date	28 June 2002 (Class A (SGD) Accumulating Units) 17 April 2000 (Class B (SGD) Accumulating Units)
Manager	Legg Mason Asset Management Singapore Pte. Limited	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for the financial year ended 31 March 2018	0.70% (Class A (SGD) Accumulating Units) 0.45% (Class B (SGD) Accumulating Units)
Name of Guarantor	N/A		
PRODUCT SUITABILITY			
WHO IS THE PRODUCT SUITABLE FOR? <ul style="list-style-type: none"> • The Sub-Fund is <u>only</u> suitable for investors who: <ul style="list-style-type: none"> ○ seek to achieve a return above short-term cash deposit; ○ are aware that there is no guarantee that the capital invested will be preserve. <p>You should consult your financial adviser if in doubt whether this product is suitable for you.</p>			<u>Further Information</u> Refer to Appendix 1 of the Prospectus for further information on product suitability.
KEY PRODUCT FEATURES			
WHAT ARE YOU INVESTING IN? <p>You are investing in a Sub-Fund constituted in Singapore as an open-ended umbrella unit trust. The Sub-Fund invests in Singapore Dollar denominated money market instruments and debt securities to achieve a return above short-term cash deposit whilst managing liquidity and risk to preserve capital.</p> <p>If you invest in a distributing Class, you may receive distributions at such frequencies as may be prescribed for that Class. Distributions out of capital made by a Class will result in the erosion of capital for investors in that Class.</p>			Refer to Section 1, Section 5 and Appendix 1 of the Prospectus for further information on features of the product.

¹ The Prospectus is available for collection at 1 George Street, #23-02, Singapore 049145 during normal business hours or accessible at www.leggmason.com.sg.

Investment Strategy	
<ul style="list-style-type: none"> • The Sub-Fund will invest in Singapore Dollar denominated money market instruments and debt securities taking into account macro economic factors, interest rate trends, industry trends and bond specific factors. • Such money market instruments and debts securities include bank certificates of deposits, fixed deposits, money market securities, Singapore government and statutory board securities and corporate bonds. • The Sub-Fund does not intend to invest in derivatives. 	Refer to Appendix 1 of the Prospectus for further information on the investment focus and approach of the product.
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> • The Manager is Legg Mason Asset Management Singapore Pte. Limited. • The Sub-Manager is Western Asset Management Company Pte. Ltd. • The Trustee is HSBC Institutional Trust Services (Singapore) Limited. • The Custodian is The Hongkong and Shanghai Banking Corporation Limited. 	Refer to Sections 2 to 4 of the Prospectus for further information on the role and responsibilities of these entities.
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>An investment in the Sub-Fund is generally designed to produce returns over the long term and is not suitable for short-term speculation. You should not expect to obtain short-term gains from such investments although this money market Sub-Funds may be suitable for short term investment</p> <p>The value of the product and its dividends or coupons may rise or fall. These risk factors may cause you to lose some or all of your investment.</p>	Refer to Section 8 of the Prospectus for further information on risks of the product.
Market and Credit Risks	
<ul style="list-style-type: none"> • You are exposed to market risk. <ul style="list-style-type: none"> ○ The value of investments may go up and down due to changing economic (such as growth, inflation or policy changes), political or market conditions in the market(s) that the Sub-Fund may invest in, or due to an issuer's individual situation. • You are exposed to credit risk. <ul style="list-style-type: none"> ○ The Sub-Fund is subject to the risk that some issuers of debt securities and other investments made by the Sub-Fund may not make payments on such obligations. Alternatively, an issuer may suffer adverse changes in its financial condition that could lower the credit quality of a security, leading to greater volatility in the price of the security and in the value of the Sub-Fund. A change in the quality rating of security can also affect the security's liquidity and make it more difficult to sell. • You may be exposed to currency risk. <ul style="list-style-type: none"> ○ You may be exposed to exchange rate risk if you invest in a Class that is designated in a currency other than in Singapore Dollars. 	
Liquidity Risks	
<ul style="list-style-type: none"> • The Sub-Fund is not listed and you can only redeem on Dealing Days. <ul style="list-style-type: none"> ○ There is no secondary market for the Sub-Fund. All redemption requests should be made to the relevant approved agent or distributor through whom Units in the Sub-Fund were purchased. • You may not be able to redeem on a Dealing Day if a redemption limit is imposed. <ul style="list-style-type: none"> ○ There may be a 10% limit on the number of Units that can be redeemed on any Dealing Day. • You will not be able to redeem when redemption is suspended. <ul style="list-style-type: none"> ○ Your right to redeem Units may be temporarily suspended under certain circumstances. 	Refer to Section 11 and Section 15 of the Prospectus for further information.
Product-Specific Risks	
<ul style="list-style-type: none"> • You are exposed to interest rate risk. <ul style="list-style-type: none"> ○ Investments in bonds, debentures, loan stocks, convertibles and other debt securities which the Sub-Fund may invest in may rise or decline in value if interest rates change. In general, the price of debt securities rises when interest rates fall, and fall when interest rates rise. 	

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

- You will need to pay the following fees and charges as a percentage of your gross investment sum:

Preliminary Charge*	o Nil (Maximum 5%)
Realisation Charge	o Nil (Maximum 5%)

*only cash subscriptions are available. You may not subscribe for Units using SRS monies.

The approved agents or distributors through whom you subscribe for Units may (depending on the specific nature of services provided) impose other fees and charges.

Payable by the Sub-Fund from invested proceeds

- The Sub-Fund will pay the following fees and charges to the Manager and Trustee:

Annual Management Fee	o 0.50% p.a. (Maximum 1.0% p.a.) for all Class A o 0.25% p.a. (Maximum 0.5% p.a.) for all Class B
Annual Trustee's Fee	o The Annual Trustee's Fee is currently being borne by the Manager (Maximum 0.25% p.a. (subject always to a minimum of S\$15,000 p.a.))

Refer to Appendix 1 of the Prospectus for further information on fees and charges.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The indicative net asset value of the Sub-Fund will be published on the Manager's website at www.leggmason.com.sg. The actual Net Asset Value will generally be published 2 Business Days after the relevant Dealing Day.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- You can exit the Sub-Fund on any Dealing Day by submitting a realisation request form to the relevant approved agent or distributor through whom you purchased your Units.
- If you are a new subscriber, you can exit the Sub-Fund without incurring the preliminary charge stated above, by submitting a cancellation request form to the relevant agent or distributor through whom you purchased your Units, within the cancellation period of 7 calendar days from date of your subscription. The cancellation proceeds payable in relation to the cancellation will be determined as the lower of the market value or the original subscription amount paid by you, as a new subscriber, at the time of the subscription or purchase.
- The minimum realisation amount is 1,000 Units. In the case of partial redemptions, the minimum holding is the lower of 1,000 Units or the number of Units which is at the current Issue Price may be purchased for S\$1,000.
- You will receive the realisation proceeds within 4 Business Days from the time the Manager receives and accepts your request to exit from the Sub-Fund.
- As Units are priced on a forward pricing basis, the realisation price of Units will not be available at the time of submission of a realisation request. Your exit/realisation price is determined as follows (please note approved agents and distributors may impose a different cut-off time):
 - If you submit the redemption order before 1pm on a Dealing Day, you will be paid based on the realisation price on that Dealing day.
 - If you submit the redemption order after 1pm, you will be based on the realisation price at the next relevant Dealing day.
- The realisation proceeds that you will receive will be the exit/realisation price multiplied by the number of Units sold, less any charges. There is currently no Realisation Charge payable for the Units realised. An example is as follows:

Refer to Section 9.9, Section 11 and Section 14 of the Prospectus for further information on valuation and exiting from the product.

Units held	X	Realisation price	=	Gross Realisation Proceeds	
1,000	X	S\$1.1000	=	S\$1,100	
Gross Realisation Proceeds	-	Realisation charge	=	Net Realisation Proceeds	
S\$1,100	-	S\$0.00	=	S\$1,100	

CONTACT INFORMATION

HOW DO YOU CONTACT US?

Legg Mason Asset Management Singapore Pte. Limited.

Registration Number (UEN): 200007942R

Website: www.leggmason.com.sg, Tel: +65 6536 8000, Fax: +65 6317 8947

APPENDIX: GLOSSARY OF TERMS

All capitalised terms used in this Product Highlight Sheet and not otherwise defined herein have the meanings set forth in the Prospectus.

Business Day: Any day (other than a Saturday or Sunday or gazetted public holiday) which is a banking business day in Singapore or any other day as the Manager and the Trustee may agree in writing.

Dealing Day: Every Business Day, or such Business Day or Business Days at such intervals as the Manager may from time to time determine with the approval of the Trustee provided that reasonable notice of any such determination shall be given by the Manager to Holders at such time and in such manner as the Trustee may approve. If on any day which would otherwise be a Dealing Day in relation to the Units of the Sub-Fund, the Recognised Exchange on which Investments or other property comprised in, and having in aggregate values amounting to at least 50 per cent. of the Net Asset Value of the Sub-Fund (as at the immediately preceding Valuation Point) are quoted, listed or dealt in is not open for normal trading, the Manager may determine that that day shall not be a Dealing Day.