

22 February 2017

## NOTICE TO UNITHOLDERS

This document is important and requires your attention. If you are in any doubt as to the action you should take, you should seek advice from your investment consultant. However, unless you wish to place an order to redeem or exchange your units in the Funds (as defined below), you do not need to act following receipt of this document.

If you have sold or transferred all of your units in the Funds, please pass this document at once to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected, for transmission to the purchaser or transferee as soon as possible.

### FIXED INCOME FUNDS

- LEGG MASON WESTERN ASSET ASIAN BOND TRUST
- LEGG MASON WESTERN ASSET SINGAPORE BOND FUND

### EQUITY FUNDS

- LEGG MASON WESTERN ASSET ASIAN ENTERPRISE TRUST
- LEGG MASON WESTERN ASSET FUNDS – LEGG MASON WESTERN ASSET SINGAPORE OPPORTUNITIES TRUST
- LEGG MASON WESTERN ASSET SOUTHEAST ASIA SPECIAL SITUATIONS TRUST

### MONEY MARKET FUND

- LEGG MASON WESTERN ASSET FUNDS – LEGG MASON WESTERN ASSET SINGAPORE DOLLAR FUND

(each a “Fund” and, collectively, the “Funds”)

Dear Unitholder,

We are writing to you on behalf of the current manager of the Funds, Western Asset Management Company Pte. Ltd. (the “**WAMC**”).

We would like to inform you of the following changes to the Funds that will take effect on 3 April 2017 (or on such other date as WAMC may subsequently advise)(the “**Effective Date**”).

#### **A. Retirement of current manager and appointment of new manager and new sub-manager**

Pursuant to an internal reorganisation, WAMC will retire as manager of the Funds in favour of Legg Mason Asset Management Singapore Pte. Limited (“**LMAMS**”), a Singapore incorporated company.

LMAMS is, like WAMC, a wholly-owned subsidiary of Legg Mason, Inc..

Legg Mason, Inc. is a global asset management firm founded in 1899 and is currently listed on the New York Stock Exchange, Inc.. As at 31 December 2016, Legg Mason, Inc. manages

approximately US\$710 billion in assets invested worldwide in a broad mix of equities, fixed income, alternatives and cash strategies.

LMAMS has been managing collective investment schemes in Singapore since 2003. As at 31 December 2016, LMAMS had approximately S\$3.5 billion of assets under its management.

Following WAMC's retirement as manager of the Funds, WAMC will be appointed as the sub-manager for the following fixed income and money market funds:

- Legg Mason Western Asset Asian Bond Trust
- Legg Mason Western Asset Singapore Bond Fund
- Legg Mason Western Asset Funds – Legg Mason Western Asset Singapore Dollar Fund

The above changes are administrative in nature and are intended to facilitate a transition to a model where LMAMS will act as manager and principal distributor for all Legg Mason funds domiciled in Singapore. With the appointment of WAMC as the sub-manager, the portfolio of the above fixed income and money market funds will continue to be managed by the same investment team utilising the same investment processes.

Havenport Asset Management Pte. Ltd. will remain the sub-manager for the following equity funds for which the portfolio of the funds will continue to be managed by the same investment team utilising the same investment process:

- Legg Mason Western Asset Asian Enterprise Trust
- Legg Mason Western Asset Funds – Legg Mason Western Asset Singapore Opportunities Trust
- Legg Mason Western Asset Southeast Asia Special Situations Trust

**There will be no change to the (i) investment objective, focus and approach of the Funds; and (ii) the fees and charges payable by you and the Funds, as disclosed in the current prospectuses for the Funds, as a result of the aforementioned change.**

A table setting out the management structure for the Funds from the Effective Date is set out in the Annex.

## B. Change in names of selected Funds

Following WAMC's retirement as manager of the Funds, the names of the following Funds will be changed from the Effective Date:

Current Fund Name	New Fund Name
<b>Equity Funds</b>	
Legg Mason Western Asset Asian Enterprise Trust	Legg Mason Asian Enterprise Trust
Legg Mason Western Asset Southeast Asia Special Situations Trust	Legg Mason Southeast Asia Special Situations Trust
Legg Mason Western Asset Funds – Legg Mason Western Asset Singapore Opportunities Trust	Legg Mason Funds – Legg Mason Singapore Opportunities Trust
<b>Money Market Fund</b>	
Legg Mason Western Asset Funds – Legg Mason Western Asset Singapore Dollar Fund	Legg Mason Funds – Legg Mason Western Asset Singapore Dollar Fund

### **C. Change in benchmark for the Legg Mason Western Asset Singapore Bond Fund**

If you are invested in the Legg Mason Western Asset Singapore Bond Fund, please note that the current benchmark for the Fund, the UOB Singapore Government Bond Index All (S\$), will be changed to the J.P Morgan Singapore Government Bond Index (S\$) from the Effective Date, as the benchmark data for the UOB Singapore Government Bond Index All (S\$) will be discontinued by the index provider. The new benchmark for the Fund was selected as it is seen as an appropriate alternative to the UOB Singapore Government Bond Index All (S\$).

**The change in benchmark for the Fund will not change the way the Fund is being managed and will not affect the fees and charges payable in relation to the Fund.**

The prospectuses and product highlights sheets for the Funds will be updated in due course to reflect the changes to the management structure as well as, where relevant, to the names of the Funds and the change in benchmark for the Legg Mason Western Asset Singapore Bond Fund. When available, the updated prospectuses and product highlights sheets can be collected at 1 George Street, #23-02, Singapore 049145 during normal business hours or accessible at [www.leggmason.com.sg](http://www.leggmason.com.sg).

**As a gesture of goodwill, any costs and expenses incurred in connection with this retirement and appointment exercise as well as the change in benchmark will be paid by LMAMS.**

#### **Your options:**

##### **Option 1 – Continue holding**

You may choose to continue holding your units in the Fund(s)(the “Units”) after the Effective Date. In such a case, no action on your part is required.

##### **Option 2 – Switching**

If you do not agree with the changes, you may choose to switch your Units for units of the Legg Mason Western Asset Global Bond Trust (“GBT”) which remains managed by WAMC by subscribing for GBT units with the redemption proceeds of your Units or by exchanging your Units for GBT units. Please note that the manager of GBT may change in the future and there is no assurance that WAMC will remain the manager of GBT.

Please note that a prospectus and product highlights sheet in relation to the GBT are available and may be collected at 1 George Street, #23-02, Singapore 049145 during normal business hours or accessible at [www.leggmason.com.sg](http://www.leggmason.com.sg). You should read the prospectus and product highlights sheet for GBT before deciding whether to switch into the GBT and we encourage you to seek advice from a financial adviser before making any investment decision. Should you choose not to consult a financial adviser, you should carefully consider whether an investment in GBT is suitable for you and your individual circumstances. The value of units of the GBT and income accruing to the units, if any, may fall or rise.

Please note that any switch will be subject to the provisions of the trust deed for GBT and no switch may be made if you do not meet the minimum initial subscription amount for GBT or if the switch will result in you holding a number of units of GBT below the minimum holding. Please also note that you will only be able to switch into the GBT if the GBT is available from the authorised distributor through whom you originally purchased your Units.

Your Units will be switched at the prevailing net asset value for your Units and GBT units in relation to the relevant dealing day as determined in accordance with the terms of the applicable trust deed(s).

### **Option 3 – Redemption**

If you do not agree with the changes, you may choose to redeem your Units.

Your Units will be redeemed at the prevailing net asset value for such Units in relation to the relevant dealing day as determined in accordance with the terms of the applicable trust deed.

There is currently no redemption fee payable.

### **Deadline for Free Switches and Redemptions**

To redeem or switch your Units before the Effective Date, please submit your redemption form or switching form to the authorised distributor through whom you originally purchased your Units no later than:

- (i) for the Legg Mason Western Asset Singapore Dollar Fund 1.00 p.m. (Singapore time) on 31 March 2017; and
- (ii) for all other Funds 5.00 p.m. (Singapore time) on 31 March 2017, (the “**Deadline**”).

You can obtain the redemption forms and switching forms from our authorised distributors.

If you submit your request to switch or redeem your Units before the Deadline, as a gesture of goodwill, we will:

- waive any fees which we may otherwise charge to carry out your switch into the GBT; and
- if your Units were purchased using your CPF monies (“CPF Units”), pay any transaction charges levied by CPF agent banks to carry out the switch of your CPF Units into the GBT or redemption of your CPF Units.

**Important: You should obtain independent professional or legal advice if you have any doubt or concern relating to the contents in this notice.**

On behalf of all of us at Legg Mason Asset Management Singapore Pte. Limited and at Western Asset Management Company Pte. Ltd., we thank you for your continued support and we look forward to serving you.

Please feel free to contact our authorised distributors or our client service staff at telephone number +65 6536 8000 with any questions or concerns.

***Legg Mason Asset Management Singapore  
Pte. Limited***

***Western Asset Management Company Pte.  
Ltd.***

***Company Registration Number: 200007942R***

***Company Registration Number: 200007692R***

***Business office: 1 George Street, #23-02,  
Singapore 049145***

***Business office and registered address: 1  
George Street, #23-01, Singapore 049145***

***Registered address: 50 Raffles Place, #32-01,  
Singapore Land Tower, Singapore 048623***

**Annex – Names of the Funds and management structure from the Effective Date**

Existing Structure			New Structure from the Effective Date		
Fund name	Existing Manager	Sub-Manager(s)	New Fund name	New Manager	Sub-Manager(s)
<b>Fixed Income Funds and Money Market Fund</b>					
Legg Mason Western Asset Asian Bond Trust	Western Asset Management Company Pte. Ltd.	N.A.	N.A.	Legg Mason Asset Management Singapore Pte. Limited	Western Asset Management Company Pte. Ltd.
Legg Mason Western Asset Singapore Bond Fund		N.A.	N.A.		
Legg Mason Western Asset Funds – Legg Mason Western Asset Singapore Dollar Fund		N.A.	Legg Mason Funds – Legg Mason Western Asset Singapore Dollar Fund		
<b>Equity Funds</b>					
Legg Mason Western Asset Asian Enterprise Trust	Western Asset Management Company Pte. Ltd.	Havenport Asset Management Pte. Ltd.	Legg Mason Asian Enterprise Trust	Legg Mason Asset Management Singapore Pte. Limited	Havenport Asset Management Pte. Ltd.
Legg Mason Western Asset Funds – Legg Mason Western Asset Singapore Opportunities Trust			Legg Mason Funds – Legg Mason Singapore Opportunities Trust		
Legg Mason Western Asset Southeast Asia Special Situations Trust			Legg Mason Southeast Asia Special Situations Trust		