

QS S&P 500 INDEX FUND

Investment overview

Seeks performance corresponding to the S&P 500 Index¹
 Invests primarily in the stocks that comprise the Standard & Poor's 500 Index
 Pure index fund attempts to mirror the Index's performance (before fees and expenses)

Average annual total returns & fund expenses[^] (%) as of Jun. 30, 2019

	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Expenses		Inception date
						Gross	Net	
Class A	9.77	13.53	10.07	14.07	6.67	0.62	0.59	01/05/98
Benchmark	10.42	14.19	10.71	14.70	–			

Cumulative Total Returns (%) as of Jun. 30, 2019

	3 Mo	YTD	2018	2017	2016	2015	2014	2013	2012	2011	2010
Class A	4.16	18.17	-4.93	21.14	11.37	0.82	12.97	31.69	15.43	1.49	14.56
Benchmark	4.30	18.54	-4.38	21.83	11.96	1.38	13.69	32.39	16.00	2.11	15.06

Performance shown represents past performance and is no guarantee of future results. Current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate, so shares, when redeemed, may be worth more or less than the original cost. Class A shares have no initial or contingent deferred sales charge (CDSC). Total returns assume the reinvestment of all distributions at net asset value and the deduction of all Fund expenses. Total return figures are based on the NAV per share applied to shareholder subscriptions and redemptions, which may differ from the NAV per share disclosed in Fund shareholder reports. Performance would have been lower if fees had not been waived in various periods. YTD is calculated from January 1 of the reporting year. All classes of shares may not be available to all investors or through all distribution channels. YTD is calculated from January 1 of the reporting year. All classes of shares may not be available to all investors or through all distribution channels. For the most recent month-end information, please visit www.leggmasonfunds.com.

[^] Gross expenses are the Fund's total annual operating expenses for the share class(es) shown. Net expenses for Class(es) A & D reflect contractual fee waivers and/or reimbursements, where these reductions reduce the Fund's gross expenses, which cannot be terminated prior to Dec 31, 2020 without Board consent.

Sector allocation (%) as of Jun. 30, 2019

	Fund	Benchmark
Information Technology	21.3	21.5
Health Care	14.1	14.2
Financials	13.0	13.1
Consumer Discretionary	10.2	10.2
Communication Services	10.1	10.2
Industrials	9.3	9.4
Consumer Staples	7.2	7.3
Energy	5.0	5.0
Utilities	3.3	3.3
Real Estate	3.0	3.0
Materials	2.8	2.8
Other	0.1	–
Cash	0.7	–

Morningstar Rating™

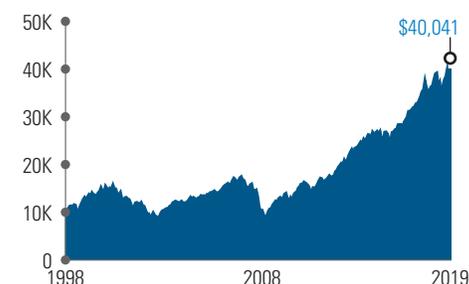
Overall Rating as of June 30, 2019



As of 06/30/19, Class A and D shares rated 4 stars among 1205 Large Blend funds, based upon risk-adjusted returns derived from a weighted average of the performance figures associated with 3-, 5- and 10-year (if applicable) Morningstar Ratings metrics.†

Growth of \$10,000

Class A shares – Inception through Jun. 30, 2019
 Excluding the effects of sales charges



Share class codes

	Symbol	CUSIP
A	SBSPX	52469H727
D	SBSDX	52469H719

Benchmark (BM)

S&P 500 Index (USD)

Fund facts as of Jun. 30, 2019

Dividend frequency, if any	Annual
Morningstar category	Large Blend
Lipper category	S&P 500 Index Funds
Turnover (fiscal yr)	2%

Any information, statement or opinion set forth herein is general in nature, is not directed to or based on the financial situation or needs of any particular investor, and does not constitute, and should not be construed as, investment advice, forecast of future events, a guarantee of future results, or a recommendation with respect to any particular security or investment strategy or type of retirement account. Investors seeking financial advice regarding the appropriateness of investing in any securities or investment strategies should consult their financial professional.

QS S&P 500 INDEX FUND

Top 10 holdings (%) as of Jun. 30, 2019

Microsoft Corp	4.2
Apple Inc.	3.5
Amazon.Com, Inc.	3.2
Facebook Inc	1.9
Berkshire Hathaway Inc. Class B	1.7
Johnson & Johnson	1.5
JPMorgan Chase & Co.	1.5
Alphabet Inc.	1.3
Exxon Mobil Corp	1.3
Alphabet Inc.	1.3
Total	21.4

Statistics as of Jun. 30, 2019

	Fund	Benchmark
Net assets	\$272.2M	–
Number of holdings	507	505
Weighted average cap	\$234.1B	\$234.3B
Weighted median cap	\$113.2B	\$113.2B

Risk statistics as of Jun. 30, 2019

Measures based on Class A. Benchmark = S&P 500 Index (USD).

	1-Yr		3-Yr		5-Yr		10-Yr	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Beta	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
R-squared	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sharpe ratio	0.46	0.49	1.00	1.04	0.79	0.84	1.07	1.11
Standard deviation (%)	18.97	18.99	12.19	12.19	12.03	12.03	12.73	12.73
Alpha	-0.58	0.00	-0.58	0.00	-0.58	0.00	-0.56	0.00
Information ratio	-8.52	–	-9.46	–	-9.19	–	-6.58	–
Tracking error	0.08	0.00	0.07	0.00	0.07	0.00	0.09	0.00

[†] The Morningstar Rating™ for funds, or “star rating”, is as of June 30, 2019 and is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history, and subject to change monthly. Current monthly ratings can be found at leggmason.com. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total return, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total return. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take into account the effects of sales charges and loads. Class A and D shares of the Fund were rated against 1205, 1066, and 809 Large Blend funds over the 3-, 5- and 10-year periods, respectively. With respect to these funds, Class A and D shares of the Fund received Morningstar Ratings of 3, 4, and 4; 3, 4, and 4 stars for the 3-, 5- and 10-year periods, respectively. Ratings shown are for the highest and lowest rated share classes only, when available. Morningstar Rating is for the specified share class(es) only; other classes may have different performance characteristics. A 4- or 5-star rating does not necessarily imply that a fund achieved positive results for the period.

Beta measures the sensitivity of an investment to the movement of its benchmark. A beta higher than 1.0 indicates the investment has been more volatile than the benchmark and a beta of less than 1.0 indicates that the investment has been less volatile than the benchmark. **R-squared** measures the strength of the linear relationship between the Fund and its benchmark. R Squared at 1 implies perfect linear relationship and zero implies no relationship exists. **Sharpe ratio** is a risk-adjusted measure, calculated using standard deviation and excess return to determine reward per unit of risk. The higher the sharpe ratio, the better the fund's historical risk-adjusted performance. **Standard deviation** measures the risk or volatility of an investment's return over a particular time period; the greater the number, the greater the risk. **Alpha** measures performance vs. a benchmark on a risk-adjusted basis. A positive alpha of 1.0 means the portfolio has outperformed its benchmark index by 1%. Correspondingly, a similar negative alpha would indicate an underperformance of 1%. **Tracking Error** is the dispersal of differences between the returns obtained by the Fund and the benchmark variation. **Information Ratio** is the ratio of annualized expected residual return to residual risk. **Turnover** is a measure of the Fund's trading activity which represents the portion of the Fund's holdings that has changed over a year. There is no assurance that the Fund will maintain its current level of turnover.

The **S&P 500 Index** is a market capitalization-weighted index of 500 widely held common stocks. Investors cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

“Standard & Poor's®”, “S&P®”, “Standard and Poor's 500®” and “500®”, “S&P 500®” are trademarks of The McGraw-Hill Companies, Inc. and have been licensed for use by Legg Mason, Inc. The Fund is not sponsored, endorsed, sold, or promoted by Standard & Poor's (S&P) and S&P makes no representation regarding the advisability of investing in the Fund.

©2019 Legg Mason Investor Services, LLC, member FINRA, SIPC. Legg Mason Investor Services, LLC and QS Investors, LLC are subsidiaries of Legg Mason, Inc.

Before investing, carefully consider a Fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, or summary prospectus, if available, which is available at www.leggmasonfunds.com. Please read it carefully.

Portfolio management

Russell Shtern, CFA (industry since 1998) and Robert Wang (industry since 1982) are the Portfolio Managers of your Fund.

QS Investors is a quantitative asset manager that provides multi-asset class and global equity solutions built on a deeper understanding of investment and human dynamics. They believe quantitative investing provides a better framework to be more creative when solving for client challenges. Their approach unites the intellectual and academic precision of science, engineering, mathematics, finance and investment expertise with the power of data and technology in their quest to elevate the certainty of the outcomes they deliver.

Legg Mason's unique structure provides you with access to this specialized expertise. We offer a powerful portfolio of solutions through our independent investment management firms.

What should I know before investing?

Equity securities are subject to price fluctuation and possible loss of principal. The Fund normally buys or sells a portfolio security only to reflect additions or deletions of stocks that compromise the Index or to adjust for relative weightings. The Fund's expenses, changes in securities markets, changes in the composition of the Index, the performance of the Fund's futures positions and the timing of purchases and redemptions of Fund shares may affect the correlation between Fund and Index performance. Derivatives, such as options and futures, can be illiquid, may disproportionately increase losses, and have a potentially large impact on Fund performance.

Where can I find more information?

You'll find the most current performance data, commentary, prospectus and more information on each of our managers and products at www.leggmasonfunds.com.

LEGG MASON
GLOBAL ASSET MANAGEMENT