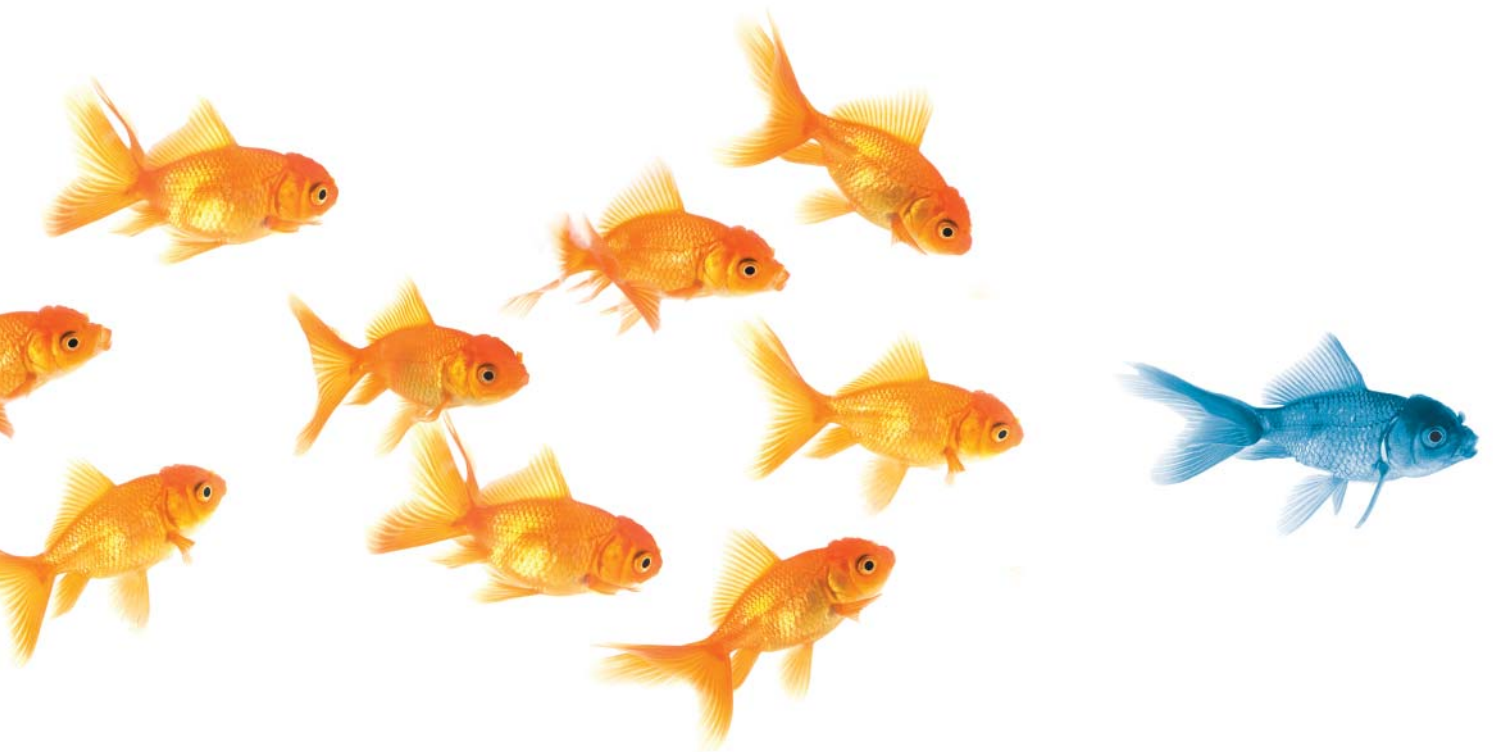


A different school of thought...

Legg Mason Global Value Equity Trust



STANDARD #
& POOR'S





Global equities. Time to think deeper.

It is widely recognised that the global equities asset class provides exposure to many of the largest companies in developed markets such as the US and Europe. However, the pool of opportunities in global equities extends far deeper than large household names like Microsoft, Sony and General Electric. The 'extended' markets, represented by global small companies and emerging market equities, offer some of the most potentially-rewarding investment opportunities for Australian investors. That's why many sophisticated portfolio configurations include global small companies and emerging market equity strategies as part of their total asset class mix.

The Legg Mason Global Value Equity Trust (the Trust) invests in companies listed in developed markets, with the flexibility to fish deeper into extended markets. The Trust can invest in global small companies (down to a size of USD100 million in capitalisation) as well as emerging markets (up to 15% of the Trust).

The Trust is designed to provide a holistic solution across the global equities spectrum. The built-in flexibility means the Trust is not compelled to hold extended market companies at all times – it will invest in deeper waters only if suitable opportunities (and ideal valuations) present themselves.

“By investing globally investors can diversify their sources of returns and exploit valuation and/or under appreciated growth around the world. For example, including emerging market equities in the mix can offer a whole new dynamic that is not achievable from a large-cap only portfolio.”



Safa Muhtaseb
Portfolio Manager

Why Legg Mason?

Fund manager experience

The Legg Mason Global Value Equity Trust is managed by Global Currents, a Legg Mason fund manager specialising in global equities. The Global Currents investment team has a 24-year track record in the asset class and was formerly part of Brandywine, another Legg Mason fund manager.

The Global Currents investment team includes five portfolio managers and five investment analysts with 16 years average experience. The Portfolio Manager for the Trust, Safa Muhtaseb, has 22 years of investment experience.

Team orientation is a large part of the fund manager's culture: portfolio managers and analysts are aligned by industry sector, rather than countries. This allows both the portfolio managers and analysts to develop and share the deepest possible insights and specialisation of companies in the industries they cover, irrespective of their location.

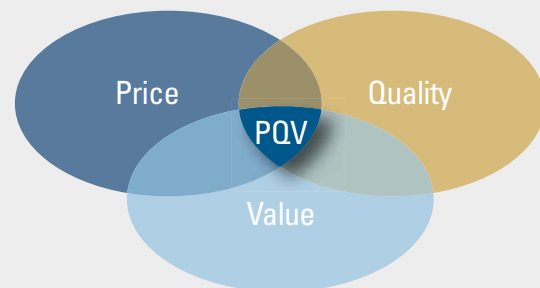


Comprehensive investment process

The investment process of Global Currents is designed to identify companies currently trading below fair value, which have the potential to reach their fair value in the future. The ability to judge the future potential of companies is what helps set fund managers apart. For Global Currents, there is a strong focus on the underlying quality of the company to determine future potential – this helps avoid stocks trading cheaply with little or no upside potential.

The investment process begins by screening a vast universe of 17,000 stocks to identify those that are undervalued, and filter out others with undesirable characteristics. A blend of valuation ratios are used to compare historical averages and assign valuation scores. Companies that score highly progress to the next stage of fundamental research for further analysis on what will drive future profits and share price potential.

The Global Currents research process considers Price, Quality and Value



The final portfolio consists of between 50 – 90 stocks, each generally held at a weighting of between 1 - 3% (maximum 5%). Individual stock weightings are based on a consideration of several factors, including upside potential, downside risk, fundamental conviction, diversification benefits to the Trust and risk management guidelines.

“... well established, consistently applied, and supported by a well defined risk-mitigation framework.”

Standard & Poor's 2009

Rated 'A*' by van Eyk and 'Four Stars' by S&P

The Legg Mason Global Value Equity Trust has received strong external validation by two leading Australian research houses.

The van Eyk 'A*' rating was assigned in March 2009. In its review, the research house highlighted the substantial experience of the portfolio managers and analysts as a competitive strength of the Legg Mason Global Value Equity Trust.

The Trust has also been included in the van Eyk Blueprint Series, which draws on van Eyk for its investment recommendations.

The Trust was rated 'Four Stars' by Standard & Poor's in October 2009. In its first review of the Trust, the rating house made reference to the investment process, which was deemed to be “... well established, consistently applied, and supported by a well defined risk-mitigation framework.”

Legg Mason. Strong parent

The Legg Mason business model allows Global Currents to operate as a specialist global equities fund manager focused on investing for clients without distraction. Other satellite services, such as operations, product, marketing and compliance, are undertaken by the Legg Mason group of companies.

Legg Mason is the 10th largest asset manager in the world, with significant resources invested in each major market that it operates. In Australia, the Legg Mason business is more than a representative sales office – it is a full-service funds management business with over \$10 billion under management through trusts or direct investments with its affiliates.

The supporting business model of Legg Mason and its scale is a differentiating feature compared with many other global fund managers.



Key features

Legg Mason Global Value Equity Trust

Inception of investment style	April 2002 ¹
Trust inception	June 2009
Trust size (May 2010)	\$76 million
Investment objective	Index plus 3% p.a. over rolling 3 –5 year periods
Benchmark index	MSCI World (ex Australia) Index in Australian dollars
Target tracking error	4-8% p.a.
Number of stocks	50 – 90
Risk management limits	Stocks 5% Industries 15% Sectors 15% Emerging Markets 15%

For updated performance and asset allocation, please visit www.leggmason.com.au

¹ Inception by Global Currents investment team as part of Brandywine.

Who is Legg Mason?

Legg Mason is a global funds management company that owns 15 independently-run fund managers. Legg Mason fund managers are backed by the global resources of the parent company, allowing each to focus solely on investing for clients.

Each fund manager is considered an industry leader in its asset class. Names such as Western Asset, Batterymarch, Permal, Global Currents, Brandywine and Clearbridge all belong to the Legg Mason network. As a group Legg Mason is the 10th largest funds management company in the world, with AUD747 billion under management as at 31 March 2010.

Globally, Legg Mason employs nearly 550 portfolio managers or research analysts. That's a significant amount of intellectual capital in one business. Only large scale fund managers like Legg Mason can offer a broad spectrum of investment solutions across major asset classes. Clients are diverse, ranging from large institutions to individual investors, located in over 190 countries.

An Australian history

In Australia, the business now known as Legg Mason Australia has a history that dates back to 1954, when the merchant bank 'Australia United Corporation' launched its balanced fund to Australian investors. Since then, the business has progressed under various world-class brands, including JP Morgan and Citigroup, before becoming part of Legg Mason in 2005. The multiple-brand history is a positive and differentiating part of the firm's fabric in Australia, by exposing it like few other fund managers to the best insights from different cultures and business models.

Further Information

Please contact Legg Mason on freecall 1800 679 541 or visit our website at www.leggmason.com.au

Legg Mason Asset Management Australia Limited (ABN 76 004 835 849 AFSL 240827) (Legg Mason) is part of the global Legg Mason, Inc. group, which managed AUD747 billion in assets at 31 March 2010. Legg Mason is the issuer of the Legg Mason Global Value Equity Trust (ARSN 127 583 699). A Product Disclosure Statement is available for the Legg Mason Global Value Equity Trust and can be obtained by contacting Legg Mason Asset Management Australia Limited on 1800 679 541. Investors should obtain professional advice and read the Product Disclosure Statements before making any investment decision. This product brochure has not been prepared to take into account the investment objectives, financial objectives or particular needs of any particular person. Legg Mason does not guarantee any rate of return or the return of capital invested. Investments are subject to risks, including, but not limited to, possible delays in payments and loss of income or capital invested. Please obtain a copy of the product disclosure statement before making any decision to invest. Any opinions in this document are subject to change without notice and do not constitute investment advice or recommendation.

* van Eyk Research Limited (ABN 99 010 664 632 AFSL 237917) (van Eyk) rates investment management capabilities rather than individual products. This rating is valid as at March 2009 but can change or cease at anytime and should not be relied upon without referring to the meaning of the rating, as well as the full manager report, available to subscribers at www.irate.vaneyk.com.au. van Eyk has not directed the publication of Global Current's rating. Past performance information is given for illustrative purposes only and should not be relied upon as it is not an indication of future performance. The rating is not intended to influence you and your client's investment decision in relation to any products managed by Global Currents Investment Management and does not take into account your client's individual financial situation, needs or objectives. We recommend that you and your client do not rely on this rating in making an investment decision and instead you seek advice from an appropriate investment adviser and read the product disclosure statement before making such a decision.

[†] To the extent that any ratings, opinions or other information of Standard & Poor's Information Services (Australia) Pty Ltd (ABN: 17 096 167 556, Australian Financial Services Licence Number: 258896) ("Standard & Poor's") constitutes general advice, this advice has been prepared by Standard & Poor's without taking into account any particular person's financial or investment objectives, financial situation or needs. Before acting on any advice, any person using the advice should consider its appropriateness having regard to their own or their clients' objectives, financial situation and needs. You should obtain a Product Disclosure Statement relating to the product and consider the statement before making any decision or recommendation about whether to acquire the product. Past performance is not a reliable indicator of future performance. Ratings can change or cease at any time and should not be relied upon without referring to the meaning of the rating. For more information regarding ratings please call S&P Customer Service on 1300 792 553 and also refer to Standard & Poor's Financial Services Guide at www.fundsights.com. Each analytic product or service of Standard & Poor's is based on information received by the analytic group responsible for such product or service. "S&P" and "Standard & Poor's" are trademarks of The McGraw-Hill Companies, Inc. © 2010 Standard & Poor's Information Services (Australia) Pty Limited.