



Product Key Facts
Legg Mason Global Funds Plc -
Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund

Issuer: Legg Mason Asset Management Hong Kong Limited

Last updated: April 2022

- **This statement provides you with key information about Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund.**
- **This statement is a part of the offering document.**
- **You should not invest in this product based on this statement alone.**

QUICK FACTS

Manager: Franklin Templeton International Services S.à r.l.

Investment Manager (internal delegation): Legg Mason Asset Management Australia Limited (trading under the name "Martin Currie Australia") (located in Australia)

Depository: The Bank of New York Mellon SA/NV, Dublin Branch

Base Currency: USD

Financial Year End of this Fund: Last day of February

Dealing Frequency: Daily

Ongoing Charges over a Year[#]:

Class A US\$ Distributing (M) Plus: 2.00%(estimated)²

Class A HKD Distributing (M) Plus: 2.00%(estimated)²

Class A AUD Distributing (M) (Hedged) Plus: 2.03%(estimated)²

Class D US\$ Distributing (M) Plus*: 1.60%¹

Class D HKD Distributing (M) Plus*: 1.60%¹

Class D SGD Distributing (M) (Hedged) Plus*: 1.63%¹

Class D AUD Distributing (M) (Hedged) Plus*: 1.63%¹

Class D GBP Distributing (M) (Hedged) Plus*: 1.63% (estimated)²

Class D US\$ Accumulating*: 1.60%¹

[#] The ongoing charges figure is expressed as a percentage of the expenses over the average net asset value of the share class for the corresponding period as described below. This figure may vary from year to year.

¹ This figure is based on the expenses for the 12 month period from 1 September 2020 to 31 August 2021 and the average net asset value of the share class for the corresponding period.

² This figure is the Investment Manager's best estimate of the expenses and the average net asset value of the share class over a 12 month period based on information available on another active share class of the Fund with similar fee structure, as this share class is newly established or is yet to be launched.

* This share class is available to all investors who are clients of Dealers appointed by a Distributor with respect to such Shares. Commission payments may be made by Distributors to Dealers or other investors who have an agreement with a Distributor with respect to such Shares.

Dividend Policy:

For Class A Distributing (M) Plus Share Classes, Class A Distributing (M) (Hedged) Plus Share Classes, Class D Distributing (M) Plus Share Classes and Class D Distributing (M) (Hedged) Plus* – any dividends will be declared and paid monthly

No distributions will be made for Class D Accumulating Share Classes

* Distributing Plus Share Classes available within this Fund may, at the discretion of the Directors of Legg Mason Global Funds Plc, pay dividends out of capital. Such distribution will result in a corresponding immediate decrease in the net asset value per share of the Distributing Plus Share Classes.

Minimum Investment:

Class A US\$ – US\$ 1,000 (Initial)

Class A AUD – AUD 1,000 (Initial)

Class A HKD – HKD 8,000 (Initial)

Class D US\$ – US\$ 750,000 (Initial)

Class D HKD – HKD 5,500,000 (Initial)

Class D SGD – SGD 1,250,000 (Initial)

Class D AUD – AUD 750,000 (Initial)

Class D GBP – GBP 750,000 (Initial)

There is no minimum for subsequent investment.

WHAT IS THIS PRODUCT?

Legg Mason Martin Currie Asia Pacific Ex Japan Real Income Fund (the "Fund") is a sub-fund of Legg Mason Global Funds Plc, which is constituted in the form of a mutual fund. It is domiciled in Ireland and its home regulator is the Central Bank of Ireland.



OBJECTIVE AND INVESTMENT STRATEGY

Objective: The Fund's primary investment objective is to provide income after adjusting for inflation. Long-term capital appreciation is a secondary objective.

Strategy: The Fund will invest at least 80% of its net asset value in equity securities and equity-related securities (including preferred shares, Australian trusts and stapled securities, real estate investment trusts ("REITs"), depositary receipts and low exercise price warrants on equity securities) that are located in developed and/or emerging market countries (i) listed or traded on regulated markets located in the Asia Pacific (ex Japan) region, which includes those countries represented in the MSCI Annual Market Classification Review or (ii) listed or traded on regulated markets located outside of the Asia Pacific (ex Japan) region but are issued by companies whose principal activities are conducted in countries represented in the MSCI Annual Market Classification Review. Based on the latest available information as at 28 February 2022, this geographic scope currently comprises approximately 1,280 large- and mid-capitalisation companies from 12 countries in the Asia Pacific (ex Japan) region. The MSCI Annual Market Classification Review currently includes four developed countries and eight emerging market countries, and so the Fund may have significant exposure to emerging market securities.

The Investment Manager's strategy focuses on issuers from three main sectors: (1) REITs, such as shopping centres, office buildings and industrial buildings; (2) infrastructure, such as toll roads, shipping ports, airports and railroads; and (3) utilities, such as gas and electricity grids and generators.

The Fund may from time to time invest in preferred shares when the Investment Manager believes such securities provide a compelling yield opportunity while keeping with the Fund's investment objective. The total amount invested in such assets will not exceed 20% of the Fund's net asset value.

The Fund may invest a maximum of 50% of its net asset value in aggregate in equity securities and equity-related securities (including preferred shares, Australian trusts and stapled securities, REITs and low exercise price warrants on equity securities) (i) listed or traded on regulated markets located in Australia or New Zealand or (ii) listed or traded on regulated markets located outside of Australia and New Zealand but are issued by companies whose principal activities are conducted in Australia or New Zealand.

The Fund may invest a maximum of 50% of its net asset value in aggregate in Australian trusts.

The Fund may invest a maximum of 60% of its net asset value in aggregate in REITs and property related securities (equity and equity related securities (including preferred shares, Australian trusts and stapled securities and low exercise price warrants on equity securities) of property companies as included in MSCI's Global Industry Classification Standard (GICS) Industry Group 6010 – Real Estate).

The Fund may invest up to 20% of its net asset value in aggregate in: money market instruments, deposits, derivatives and units or shares of other collective investment schemes, provided that the Fund may invest no more than 10% of its net asset value in units or shares of such other collective investment schemes, and investments in such schemes will be for the purposes of gaining exposure to the types of instruments described herein or otherwise to pursue the investment objective and policies of the Fund.

The Fund may invest in Chinese equities (meaning equities issued by companies domiciled in or deriving the predominant portion of their revenues from China), including certain eligible China A-Shares via the Shanghai-Hong Kong Stock Connect and/or Shenzhen-Hong Kong Stock Connect (the "Stock Connects"). The Fund's maximum overall exposure to Chinese equities, including through the Stock Connects, is 75% of the Fund's net asset value.

Assets of the Fund may be denominated in currencies other than the base currency of the Fund. Therefore, the Fund may be exposed to currency risk due to fluctuations in the exchange rate between such currencies and the base currency. The Investment Manager will not attempt to mitigate this risk.

The Fund will not engage in any securities lending, sale and repurchase and/or reverse repurchase transactions (collectively, "securities financing transactions").

The Fund will not engage in any collateralised and/or securitised products such as asset backed securities, mortgage backed securities and asset backed commercial papers.



The Fund will not invest in any instruments that have contingent write down or loss absorption features.

USE OF DERIVATIVES/ INVESTMENT IN DERIVATIVES:

The Fund's net derivative exposure¹ may be up to 50% of the Fund's net asset value.

¹ Please refer to the offering document for details regarding the calculation methodology of net derivative exposure.

WHAT ARE THE KEY RISKS?

Investment involves risks. Please refer to the offering document for details including the risk factors.

- **Investment Risk:** The value of investments and the income from them can go down as well as up, and investors may not get back the amount originally invested and may suffer a substantial loss to their investments. Past performance is no guide to future returns and may not be repeated. There is no guarantee of the repayment of principal.
- **Risks of Australian Trusts:** Units in listed Australian trusts may rise and/or fall in value. The value of investment may be affected by various factors, including issues relating to an individual trust or its management, its industry, the broader economy, relevant legislative or regulatory changes, or changes in investor sentiment. Australian trusts may also be impacted by economic conditions or developments in other asset classes, particularly those that compete for income investors. For example, an increase in interest rates or government bond yields may reduce the relative yields of Australian trusts, decreasing their appeal and value. Depending on the particular Australian trust, distributions from the Australian trust may include a return of capital to unitholders of the Australian trust, including the Fund. Such distributions that are returns of capital may impact the potential for future capital growth of the Australian trust.
- **REITs Risk:** The Fund may invest in REITs which involve risks similar to investing directly in real estate. The value of REITs may be affected by the value of underlying properties and defaults by borrowers or tenants. REITs are dependent on specialised management skills and some REITs may have limited diversification. REITs depend generally on their ability to generate cash flows to make distributions to investors, and may be subject to self-liquidations. The underlying REITs may not necessarily be authorized by the SFC, and the dividend/payout policy of the Fund is not representative of the dividend/payout policy of the underlying REITs.
- **Equity Market Risk:** Investing in equity market is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors. Adverse developments or perceived adverse developments in one or more of these areas could cause a substantial decline in the value of equity securities owned by, hence a substantial loss to, the Fund.
- **Risks associated with Stock Connects:** The relevant rules and regulations on Stock Connects are subject to change which may have potential retrospective effect. Risks associated with Stock Connects include quota limitations which may restrict the Fund's ability to invest in China A-Shares through the Stock Connects on a timely basis, clearing and settlement risk, suspension of trading through Stock Connects, differences in trading days between the Chinese and Hong Kong securities markets, and investments in China A-Shares through Stock Connects are not covered by the Hong Kong Investor Compensation Fund. Where a suspension in the trading through the programme is effected, the Fund's ability to invest in China A-shares or access the PRC market through the programme will be adversely affected. In such event, the Fund's ability to achieve its investment objective could be negatively affected. The Fund may not be able to make its intended investments through Stock Connects given that it is subject to a daily quota which does not belong to the Fund and can only be utilized on a first-come-first serve basis.
- **Renminbi ("RMB") Currency and Conversion Risks:** RMB is currently not freely convertible and is subject to exchange controls and restrictions. Non-RMB based investors are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' base currencies (for example Hong Kong dollars) will not depreciate. Any depreciation of RMB could adversely affect the value of investor's investment in the Fund. Although offshore RMB (CNH) and onshore RMB (CNY) are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact



investors. Under exceptional circumstances, payment of redemptions and/or dividend payment in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.

- **PRC Tax Risk:** There are risks and uncertainties associated with the current PRC tax laws, regulations and practice in respect of capital gains realised via the Stock Connects or access products on the Fund's investments in the PRC (which may have retrospective effect). Any increased tax liabilities on the Fund may adversely affect the Fund's value. There is no specific rule governing PRC income tax on capital gains derived by foreign investors from trading of onshore PRC debt securities. Based on the current verbal interpretation of the State Administration of Taxation and the local PRC tax authorities, capital gains from the disposition of listed government and corporate bonds could be treated as non-PRC sourced income and therefore not subject to 10% PRC withholding income tax. Based on professional and independent tax advice, the Fund will not make tax provisions for capital gains, realised or unrealised, arising from transfers of its China A-Share investments.
- **China Market Risks:** Investing in Chinese securities markets is subject to China-specific risks, including the risk of significant change in Chinese political, social or economic policy, which may adversely affect the capital growth and performance of such investments. The Chinese legal and regulatory framework for capital markets and joint stock companies is less developed than in developed countries. In addition, special risks associated with investing in Chinese securities include a lower level of liquidity in China A- and B- Share markets, differences between China's accounting standards applicable to Chinese issuers and international accounting standards, China's taxes, including withholding and other taxes imposed by Chinese authorities which may change from time to time (and in some cases, may have retrospective effects), and the availability of tax incentives and controls imposed by the Chinese authorities on foreign exchange and movements in exchange rates may impact on the operations and financial results of Chinese companies invested in by the Fund.
- **Asia Markets Concentration Risk:** This Fund invests primarily in Asia, which means that it is more sensitive to local economic, market, political or regulatory events in Asia, and will be more affected by these events than other funds that invest in a broader range of regions. This Fund may select fewer securities, countries or regions in which to invest and this concentration carries more risk than funds investing in a larger number of securities, countries or regions. This can increase the volatility and risk of loss to the Fund. The value of the Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the markets in Australia, New Zealand and the PRC.
- **Emerging Markets Risk and Custody/Settlement Risk:** This Fund may have significant exposure in emerging markets which involve increased risks and special considerations not typically associated with investment in more developed markets, including liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility. Emerging market issuers may not be subject to the same accounting, auditing and financial reporting standards as developed countries. Emerging markets may have less reliable custody arrangements than mature markets which may also lead to a higher degree of risk. These factors may adversely affect the value of the securities owned by, hence a substantial loss to, the Fund. The Fund may invest in markets where custodial and/or settlement systems are not fully developed. Such investments may be subject to additional risks with respect to the safe keeping of assets and making of investments, hence the Fund may suffer a substantial loss.
- **Risk associated with exchanges requirements of the equity markets in Australia and New Zealand:** Securities exchanges in Australia and New Zealand typically have the right to suspend or limit trading in any security traded on the relevant exchanges. The government or the regulators may also implement policies that may affect the financial markets. All these may have a negative impact on the Fund.
- **Currency Risk:** Fluctuations in exchange rates between the currency of the underlying securities and the Fund's base currency may adversely affect the value of an investment and any income derived from it. In addition, the value of your investment may fall due to changes in the exchange rate between the currency of your share class and the base currency of the Fund. With respect to any share class with "(Hedged)" in its name, the Fund will attempt to hedge the currency risk between the base currency of the Fund and the currency of the share class, although there can be no guarantee that it will be successful



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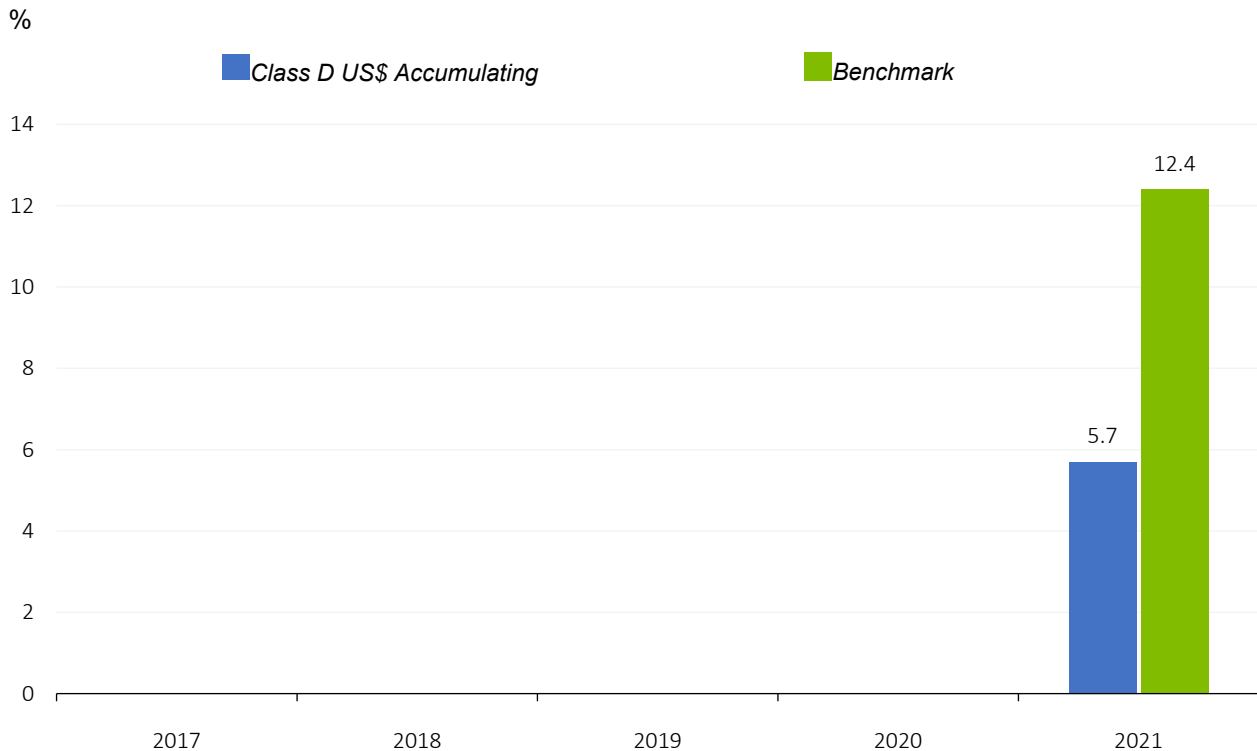
in doing so. The use of share class hedging strategies may substantially limit shareholders in the relevant Hedged Share Class from benefiting if the currency of the Hedged Share Class falls against the base currency and/or the currencies that are significant to the Fund's investment strategy, as applicable. Any hedging transactions, while potentially reducing the currency risks to which the Fund would otherwise be exposed, may involve certain other risks, including the risk of a default by a counterparty, and the risk that the Fund's forecast with respect to currency movements is incorrect. If the abovementioned hedging transactions become ineffective, the Fund may suffer a substantial loss.

- **Derivatives Risks:** This Fund may use certain types of financial derivative instruments (FDIs). These instruments may involve a higher degree of risk including but not limited to counterparty, volatility, liquidity, leverage and valuation risks, and the Fund may suffer a substantial loss. There is no guarantee that the performance of FDIs will result in a positive effect to the Fund.
- **Risk of Investing in Distributing Plus Share Classes:** Distributing Plus share classes may pay dividends out of capital. The payment of dividends out of capital effectively amounts to a return or withdrawal of an investor's original capital investment or of capital gains attributable to that original investment. Such distribution will result in a corresponding immediate decrease in the net asset value per share of the Share Classes. There is also an increased risk that on a redemption, you may not receive back the full amount invested. The distribution amount and net asset value of the Distributing (Hedged) Plus Share Class may be adversely affected by differences in the interest rates of the reference currency of the Distributing (Hedged) Plus Share Class and the Fund's base currency, resulting in an increase in the amount of distribution that is paid out of capital and hence a greater erosion of capital than other Share Classes.



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HOW HAS THE FUND PERFORMED?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- These figures show by how much the Class D US\$ Accumulating* increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Fund launch date: 2016.
- Class D US\$ Accumulating* launch date: 2020.
- The benchmark of the Fund is a composite index comprised of 50% MSCI AC Asia Pacific ex Japan REITS (Net Dividends) Index and 50% MSCI AC Asia Pacific ex Japan Utilities (Net Dividends) Index.

* This share class is a representative share class of the Fund as it represents the total return on the Fund's investment strategy and is the most widely available share class in Hong Kong.

IS THERE ANY GUARANTEE?

The Fund does not have any guarantees. You may not get back the full amount of money you invest.



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WHAT ARE THE FEES AND CHARGES?

Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the Fund:

Fees in respect of each Class A and Class D Share Class	What you pay
Subscription Fee (Initial Sales Charge)	Up to 5.00% of the amount you subscribed
Switching Fee	Not applicable
Redemption Fee	Not applicable

Ongoing fees payable by the Fund

The following expenses will be paid out of the Fund. They affect you because they reduce the return you get on your investments:

Expenses in respect of each Class A and Class D Share Class*	Annual rate (as a % of the Fund's NAV)
Management Fee	Up to 1.50% for Class A Shares Up to 1.10% for Class D Shares
Combined Administration and Depositary Fee	Up to 0.15%
Performance Fee	Not applicable
Shareholder Servicing Fee	Up to 0.35%

* For Hedged Share Classes, (i) the Currency Administrator is entitled to receive fees for hedging administration services (currently charged at 0.04% per annum of the value of the hedging transactions), which shall be borne exclusively by the relevant Hedged Share Class; and (ii) the Collateral Manager is entitled to receive fees for its collateral management services in relation to currency hedging (such fees not exceeding GBP 340 per month for the Fund), which shall be charged only to the relevant Hedged Share Classes.

Other fees

You may have to pay other fees when dealing in the shares of the Fund.

ADDITIONAL INFORMATION

- You generally buy and redeem shares at the Fund's next-determined net asset value (NAV) after the authorised dealer or sub-distributor receives your request in good order on or before 4:00 p.m. in New York (EST) on any relevant dealing day. Certain dealer or sub-distributors may impose a deadline for receipt of orders that is earlier than this.
- The NAV of this Fund is calculated on each dealing day and published no later than the second business day immediately succeeding each dealing day on www.leggmason.com.hk.
- In respect of Distributing Plus Share Classes, the composition of dividend payouts (i.e. the relative amounts paid out of (i) net distributable income and (ii) capital) for the last 12 months will be available from the Hong Kong Representative on request and on our website, www.leggmason.com.hk.
- Investors may obtain the past performance information of other share classes offered to Hong Kong investors from our website, www.leggmason.com.hk.

IMPORTANT

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.