

Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Legg Mason US Equity Income Fund

Class A Income

ISIN: GB00B3TTBW75

A sub-fund of: Legg Mason Funds ICVC (the "Company").

Managed by: Legg Mason Investment Funds Limited, part of the Legg Mason group of companies.

Objectives and Investment Policy

Objective

The fund's main goal is to provide a high level of income, mainly through investment in shares of US companies. Achieving growth of the fund's value in the long term is a secondary goal.

Investment Policy

- The fund will mainly invest in shares of medium and large companies paying high dividends, that have the potential to grow their dividends as well as the potential for capital growth.
- The fund will typically invest in 65 to 85 companies which the investment manager believes are well established and undervalued leaders in their industries.
- The fund may also invest in corporate bonds from time to time.

Manager's Discretion: The fund manager has full discretion in selecting investments whilst aiming to achieve a return higher than the Russell 3000 Value Index over 5 years.

Recommendation: This fund may not be appropriate for investors who plan to withdraw their money within 5 years.

Dealing Frequency: You can buy, sell and switch your shares on each day that is a business day in the United Kingdom.

Minimum Initial Investment: For this share class the minimum initial investment is GBP 3,000.

Treatment of Income: For this share class net income is declared and paid quarterly to shareholders.

Risk and Reward Profile



There is no guarantee that the fund will remain in the indicator category shown above and the categorisation of the fund may shift over time. Historical data, which is used in calculating the indicator, may not be a reliable indicator of the future risk profile of this fund.

The lowest category does not mean a risk-free investment.

The fund does not offer any capital guarantee or protection.

The fund is in its risk/reward category because it invests in shares of companies from various sectors which have historically been subject to relatively large fluctuations in value.

The fund is subject to the following risks which are materially relevant but may not be adequately captured by the indicator:

Investment in company shares: The fund invests in shares of companies, and the value of these shares can be negatively

affected by changes in the company, its industry or the economy in which it operates.

Geographical focus: This fund invests primarily in the United States, which means that it is more sensitive to local economic, market, political or regulatory events in the United States, and will be more affected by these events than other funds that invest in a broader range of regions.

Fund currency: Changes in exchange rates between the currencies of investments held by the fund and the fund's base currency may negatively affect the value of an investment and any income received from it.

Fund operations: The fund is subject to the risk of loss resulting from inadequate or failed internal processes, people or systems or those of third parties such as those responsible for the custody of its assets.

Annual management charge from capital: The fund's annual management charge is taken from its capital (rather than income). This may adversely affect the fund's overall growth.

For further explanation on the risks associated with an investment in the fund, please refer to the section entitled "Risk Factors" in the prospectus.

Charges

One-off charges taken before or after you invest	
Entry charge	4.25%
Exit charge	none
This is the maximum that might be taken out of your money before it is invested (entry charge) and before the proceeds of your investment are paid out (exit charge).	
Charges taken from the fund over a year	
Ongoing charge	1.81%
Charges taken from the fund under certain specific conditions	
Performance fee	none

The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

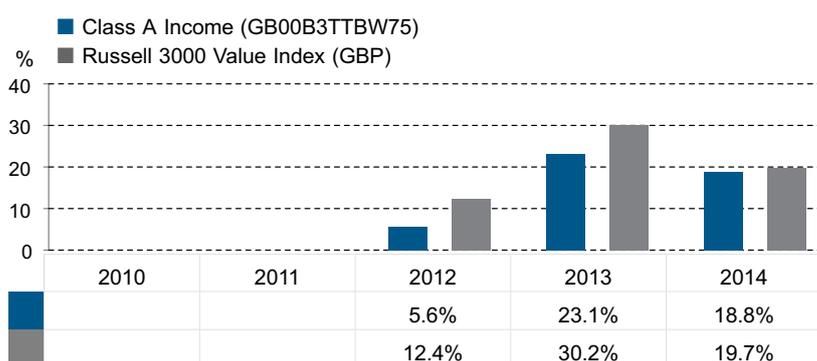
Entry and exit charges shown are the maximum that might be taken out of your money. In some cases, you might pay less and you should speak to your financial adviser about this.

If you switch funds within the Company, you may be charged a maximum 1.00% entry charge on your new fund.

The ongoing charge is based on expenses for the 12 month period ending December 2014. This figure may vary over time.

For more information about charges, please see the 'Fees and Charges' section in the fund's prospectus and any relevant supplement.

Past Performance



The fund was launched on 17 October 2011 and the share class began issuing shares on 17 October 2011.

Past performance has been calculated in GBP.

The performance reflects all fees and charges payable by the fund but does not reflect any entry or exit charge that might be payable. For performance purposes only, any distributed income (with the deduction of UK income tax) has been reinvested.

Past performance is no guide to future returns and may not be repeated.

Practical Information

Depository: State Street Trustees Limited.

Further Information: Additional information about the Company (including the prospectus and the annual and half-yearly reports & accounts) may be obtained in English free of charge upon request to Legg Mason Investment Funds Limited, 201 Bishopsgate, London EC2M 3AB.

Price Publication: The latest share price is published at www.leggmason.co.uk/dailyprices.

Tax Legislation: The fund is subject to the tax law and regulation of the UK. Depending on your own country of residence, this might have an impact on your personal tax position. For further details, please speak to your financial adviser.

Liability Statement: Legg Mason Investment Funds Limited, the authorised corporate director of the Company, may be held liable

solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the fund.

Structure: The Company has a number of different sub-funds. The assets and liabilities of each sub-fund are segregated by English law from the assets and liabilities of each other sub-fund. The prospectus and the periodic reports are prepared for the Company as a whole.

Switching Between Funds: You are entitled to exchange your investment in the fund for shares in another sub-fund of the Company. You may be required to pay a switching charge for this. Further information on how to exercise this right can be found in the prospectus.

The fund is authorised in the UK and regulated by the Financial Conduct Authority (FCA). Legg Mason Investment Funds Limited is authorised in the UK and regulated by the FCA.

This key investor information is accurate as at 26/01/2015.