

# Legg Mason Western Asset India Bond Fund Class LM Acc. (USD)

## Fund details

### Investment aim:

The Fund seeks to maximise total return, consisting of current income and medium to longterm capital appreciation, by investing at least 80% of its Net Asset Value in sovereign debt securities issued by the Republic of India and in fixed income securities of other issuers (including corporate issuers) domiciled in India and supranational entities that issue fixed income securities denominated in the Indian rupee.

**The value of investments and the income from them may go down as well as up and you may not get back the amount you originally invested.**

<b>Fund inception date:</b>	08.06.2015
<b>Performance inception date:</b>	08.06.2015
<b>ISIN</b>	IE00BVC3RD50
<b>SEDOL</b>	BVC3RD5

## Charges

Entry charge	None
Ongoing charge	0.26

## Portfolio statistics

Total net assets	56.28m USD
Month end Net Asset Value (NAV)	114.70 USD
Number of holdings	24
Percentage of top ten holdings	75.33

## Risk statistics (weighted average)\*

Life	9.03 years
Effective Duration	5.29 years
Credit Quality	BBB

## Credit quality breakdown (%)

BBB	67.70
Not Rated	30.64
Cash & Cash Equivalents	1.65

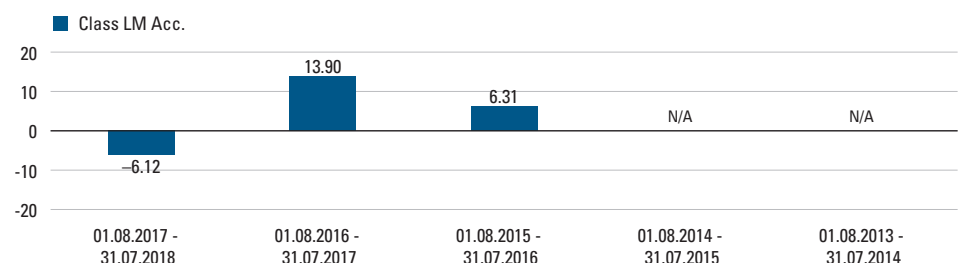
## Cumulative performance (%)

	Year to Date	1-Mon	3-Mon	1-Yr	3-Yr	5-Yr	Since inception
<b>Class LM Acc.</b>	<b>-5.82</b>	<b>0.76</b>	<b>-1.57</b>	<b>-6.12</b>	<b>13.68</b>	<b>-</b>	<b>14.70</b>

## Calendar year performance (%)

	2017	2016	2015	2014	2013
<b>Class LM Acc.</b>	<b>9.97</b>	<b>9.17</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Rolling 12 months performance (%)



**Past performance is not a reliable indicator of future results.** Source for performance figures - Legg Mason. NAV to NAV, with gross income reinvested without initial charges but reflecting annual management fees. Sales charges, taxes and other locally applied costs have not been deducted.

## Top ten holdings (%)

Holding	Coupon	Maturity	%	Holding	Coupon	Maturity	%
INDIA GOV	8.130	2045	13.24	INDIA GOV	8.080	2022	7.72
INDIA GOV	8.150	2026	11.95	INDIA GOV	7.400	2035	6.91
INDIA GOV	8.600	2028	9.57	EXPORTIM	8.880	2022	2.68
INDIA GOV	6.840	2022	9.19	INDIAN RA	8.830	2023	2.66
INDIA GOV	7.350	2024	8.74	BHARAT PE	7.690	2023	2.66

## Country allocation (%)

India	98.35	Cash & Cash Equivalents	1.65
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## Sector breakdown (%)

Government	66.87	Corporate IG - Non Guaranteed Agency	8.08
Investment Grade ex. Non Guaranteed Agency	23.40	Cash & Cash Equivalents	1.65

\* Refer to the Definitions section on page 2

Percentages are based on total portfolio as of date displayed and are subject to change at any time. Holdings and allocations breakdowns are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned or securities in the industries shown.

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## Investment risks

**Bonds:** There is a risk that issuers of bonds held by the fund may not be able to repay the bond or pay the interest due on it, leading to losses for the fund. **Low Rated Bonds:** The fund may invest in lower rated or unrated bonds of similar quality, which carry a higher degree of risk than higher rated bonds.

**Geographical location risk:** This fund invests primarily in one region, which means that it is more sensitive to local economic, market, political or regulatory events in one region, and will be more affected by these events than other funds that invest in a broader range of regions. **Interest Rates:** Changes in interest rates may negatively affect the value of the fund. **Fund Counterparty Risk:** The fund may suffer losses if the parties that it trades with cannot meet their financial obligations.

**Operational Risk including EM:** 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, especially to the extent that it invests in developing countries. **Liquidity Risk:** In certain circumstances it may be difficult to sell the fund's investments because there may not be enough demand for them in the markets, in which case the fund may not be able to minimise a loss on such investments. **Derivatives Risk:** Investment in derivatives may cause the fund to lose as much as or more than the amount invested. Use of derivatives may also result in greater fluctuations of the value of the fund. **Emerging Markets**

**Investment Risk:** The fund may invest in the markets of countries which are smaller, less developed and regulated, and more volatile than the markets of more developed countries.

**Portfolio Currency Risk:** 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. **Hedging risk:** The fund may use derivatives to reduce the risk of movements in exchange rates between the currency of the investments held by the fund and base currency of the fund itself (hedging). However, hedging transactions can also expose the fund to additional risks, such as the risk that the counterparty to the transaction may not be able to make its payments, which may result in loss to the fund. **AMC**

**Charge Risk:** The fund's annual management charge is taken from its capital (rather than income). This may adversely affect the Fund's overall growth. **Class Currency Risk:** 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. **Mortgage and Asset-Backed Securities risk:**

The timing and size of the cash-flow from asset-backed securities is not fully assured and could result in loss for the fund. These types of investments may also be difficult for the fund to sell quickly. **Concentrated portfolio risk:** The fund invests in fewer bonds than other funds which invest in bonds usually do. This means that the fund does not spread its risk as widely as other funds and will therefore be affected more if an individual investment performs poorly. **Credit Risk:** The Fund is subject to credit risk (i.e., the risk that an issuer of securities will be unable to pay principal and interest when due, or that the value of a security will suffer because investors believe the issuer is less able to pay). This is broadly gauged by the credit ratings of the securities in which a Fund invests. However, ratings are only the opinions of the agencies issuing them and are not absolute guarantees as to quality. **Inflation-linked risk:** The value of bonds held by the fund that are intended to protect against inflation may be negatively affected by changes in interest rates.

**Political risk:** Political developments and legal, taxation or regulatory changes could have a substantial effect on the fund or your investment.

A temporary negative cash position may be due to (1) unsettled trade activity (2) permitted purposes, such as borrowing or derivatives use, if allowed by the prospectus.

## Definitions

**Ongoing Charges:** 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. The ongoing charge is based on expenses for the period cited on this fact sheet. 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.

**Life:** The average number of years for which each component of unpaid principal on a bond, loan or mortgage remains outstanding. The weighted average life calculation provides an aggregate figure that shows how many years it will take to pay off half the outstanding principal on a bond portfolio.

**Effective duration:** Average Duration equals the weighted average maturity of all the cash flows in the portfolio and gives an indication of the sensitivity of a portfolio's bond prices to a change in interest rates. The higher the duration, the more sensitive the portfolio is to interest rate changes. Effective Duration is a calculation for bonds with embedded options (Not every portfolio will purchase bonds with embedded options). It takes into account the expected change in cash flows caused by the option, as interest rates change. If a portfolio does not hold bonds with embedded options, then the Effective Duration will be equal to the Average Duration.

**Credit quality breakdown:** Nationally Recognised Statistical Rating Organisations (NRSROs) assess the likelihood of bond issuers defaulting on a bond's coupon and principal payments. The weighted average credit quality by Western Asset Management assigns each security the higher rating from three NRSROs (Standard & Poor's, Moody's Investor Services and Fitch Ratings, Ltd.). If only one NRSRO assigns a rating, that rating will be used. Securities that are not rated by all three NRSROs are reflected as such. The lower the overall credit rating, the riskier the portfolio. The credit rating is expressed as a regular letter rating (from high to low quality): AAA, AA, A, BBB, BB, ...D.

## Important information

**This information is only for use by professional clients, eligible counterparties or qualified investors. It is not aimed at, or for use by, retail clients.**

This is a sub-fund ("fund") of Legg Mason Qualified Investor Funds (II) plc ("the Company"), an umbrella fund with segregated liability between sub-funds, established as an open-ended investment company with variable capital incorporated with limited liability in Ireland. The fund has been authorised by the Central Bank of Ireland ('CBI') as a qualifying investor AIF. The marketing of and sale of this fund is restricted to professional investors as defined in the Alternative Fund Managers Directive (Directive 2011/61/EU). Investment in the fund is restricted to Qualifying Investors as defined under the Central Bank of Ireland's non-UCITS notices. The CBI has not set any limits or other restrictions on the investment objectives, the investment policies or on the degree of leverage, which may be employed by the fund. It should be noted that the value of investments and the income from them may go down as well as up. Investing in a sub-fund involves investment risks, including the possible loss of the amount invested. Past performance is not a reliable indicator of future results. An investment in a sub-fund should not constitute a substantial proportion of an investor's investment portfolio and may not be appropriate for all investors. Investors' attention is drawn to the specific risk factors set out in the Company's Prospectus (the "Prospectus"). This material is not necessarily a complete summary and is not intended, for example, as a complete analysis. The information and data in this material (that may include without limitation research, forecasts, figures, opinions, statements, trends, investment techniques and strategies) has been prepared from sources believed reliable but is not guaranteed in any way by Legg Mason Investments (Europe) Limited nor any Legg Mason, Inc. company or affiliate (together "LeggMason"). No representation is made that the information or data is correct as of any time subsequent to its date. Further there is no guarantee or assurance that funds will achieve their investment objectives. Individual securities mentioned are intended as examples only and are not to be taken as advice nor are they intended as a recommendation to buy or sell any investment or interest. This material is not intended for any person or use that would be contrary to local law or regulation. Legg Mason is not responsible and takes no liability for the onward transmission of this material. This material does not constitute an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not lawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such offer or solicitation. Before investing investors should read in their entirety the Company's application form, Prospectus (which describe the objective and risk factors in full) and the fund factsheet (which describes the fees, charges and expenses which can be directly or indirectly borne by investors, the latest net asset value of the fund and historical performance of the fund). These and other relevant documents may be obtained free of charge in English from the Company's registered office at Riverside Two, Sir John Rogerson's Quay, Grand Canal Dock, Dublin 2, Ireland and from your Legg Mason Sales representative. Issued and approved by Legg Mason Investments (Europe) Limited, registered office 201 Bishopsgate, London, EC2M 3AB. Registered in England and Wales, Company No. 1732037. Authorised and regulated by the UK Financial Conduct Authority.