

EnTrustPermal

Alternative Income Strategy Class A Acc. (USD)

Fund details

Investment aim:

The Fund seeks to provide total return comprised of capital appreciation and income through a multi-manager, multi-strategy, that allocates its assets to a select group of discretionary Sub-Advisers.

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.

Fund inception date: 25/08/2015

Reference Benchmark*: HFRX Global Hedge Fund Index

Charges

Minimum initial investment	1,000 USD
Entry charge	5.00%
Exit charge	None
Ongoing charge	2.68%
Performance fee	

15% a year of: any returns the share class achieves above its previous highest value per share, plus 4% per year. In the fund's last financial year, ended 30 June 2017, there was a performance fee paid totalling 0.17%.

Risk and reward profile*



Portfolio statistics

Total Net Assets (in millions)	\$471.03
Month end NAV	\$104.96
Number of holdings	136

Codes

ISIN	IE00BXRTL637
SEDOL	BXRTL63

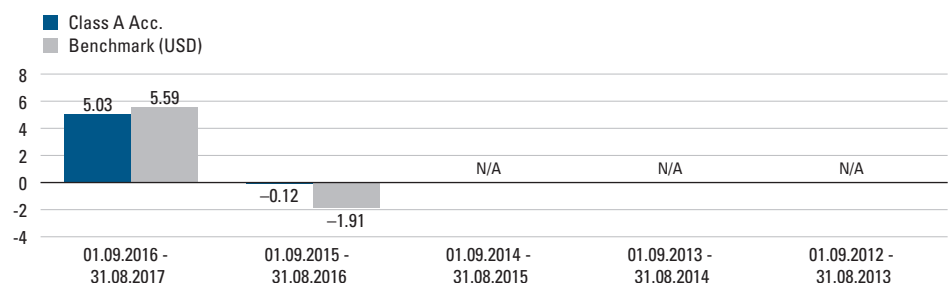
Cumulative performance (%)

	YTD	1-Mon	3-Mon	1-Yr	3-Yr	5-Yr	Since inception
Class A Acc.	3.19	0.42	1.26	5.03	–	–	4.96
Benchmark (USD)	3.81	0.29	1.44	5.59	–	–	4.58

Calendar year performance (%)

	2016	2015	2014	2013	2012
Class A Acc.	4.59	–	–	–	–
Benchmark (USD)	2.50	–	–	–	–

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 holdings (%)

Holding	Coupon %	Maturity	%	Holding	Coupon %	Maturity	%
Treasury Bill	0.010	2017	4.46	Time Warner Inc			1.61
Treasury Bill	0.000	2018	2.95	Forwards JPMorgan COC Options			1.54
Altaba Inc.	–	–	1.96	Mercury Bondco	7.125	2021	1.39
Morgan Stanley COC Swap	–	–	1.85	GLS Auto Receivables Trust	9.790	2025	1.30
Alere Inc.	–	–	1.65	Naviera Armas SA	6.500	2023	1.22

Asset Allocation (Net) (%)

Credit	22.36
Equity	19.66
Structured Credit	16.04
Rates	13.19
Foreign Exchange	7.36

Regional Exposure (%)

North America	39.72
Europe	30.97
Latin America	13.35
Asia Pacific Other	5.64
EEMEA	3.84
Japan	3.65
China	1.45
Not Applicable	1.40

* 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.

EnTrustPermal

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Investment manager

EnTrustPermal, one of the world's largest hedge fund investors, has the scale and resources for innovation in a dynamic industry. With nearly 200 manager relationships across all alternative investment strategies, EnTrustPermal is a global leader in structuring comprehensive alternative approaches for institutional and high net worth clients.

Investment risks

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

Manager of advisers: The fund's performance is subject to the performance of the underlying Sub-Advisers to which the fund manager has allocated investment.

Bonds: There is a risk that issuers of bonds held by the Sub-Advisers may not be able to repay the bond or pay the interest due on it, leading to losses for the Underlying Fund. The Sub-Advisers may invest in lower rated or unrated bonds, which carry a higher degree of risk than higher rated bonds.

Derivatives: The Sub-Advisers make significant use of derivatives. The use of derivatives can result in greater fluctuations of the fund's value and may cause the fund to lose as much as or more than the amount invested.

Asset-backed securities: The Sub-Advisers may invest in asset-backed securities. The timing and size of the cash-flow from these are not fully assured and could result in losses for the Underlying Fund.

Real Estate Investment Trusts: The Sub-Advisers may invest in REITs. Investment in REITs poses similar risks as investing directly in real estate, including changing values, tax rules and other laws. The value of investments in REITs and the level of cash flow generated for distributions to investors may be affected by defaults by borrowers and tenants.

Hedging: The Sub-Advisers may use derivatives to reduce the risk of movements in exchange rates between the currency of the investments held and the base currency of the fund itself (hedging). However, hedging transactions can also expose the fund to additional risks.

Liquidity: 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.

Performance fee: The fund's performance fee structure may result in a performance fee being paid even though the expected growth of the fund's net assets has not been realised.

Fund counterparties: The fund may suffer losses if the parties that it trades with cannot meet their financial obligations.

Definitions

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.

Important information

The EnTrustPermal Alternative Income Strategy is a sub-fund of Legg Mason Alternative Funds ICAV ("LMAF"), an umbrella fund with segregated liability between sub-funds, established as an Irish collective asset-management vehicle with variable capital, organised as an undertaking for collective investment in transferable securities ("UCITS") within the meaning of the UCITS regulations having registration number C139549. LMAF is authorised by the Central Bank of Ireland.

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.

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Before investing investors should read in their entirety the Company's application form and a sub-fund's share class KIID and the Prospectus (which describe the investment objective and risk factors in full). These and other relevant documents may be obtained free of charge in English the LMAF ICAV's administrator, State Street Fund Services (Ireland) Limited 78 Sir John Rogerson's Quay, Dublin 2, Ireland or from www.leggmasonglobal.com.

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UK Investors: UK Investors should also read the Fund's Supplementary Information Document.

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