

## CLEARBRIDGE VALUE EQUITY CIF R2a

**Investment objective**

The ClearBridge Value Equity CIF seeks long-term capital growth. There is no guarantee or assurance the CIF will achieve its objective.

**Average annual total returns & fund expenses<sup>^</sup> (%) as of Sept. 30, 2018**

	3 Mo	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Expenses		Inception date
								Gross	Net	
Class R2a	4.76	3.14	7.02	13.07	9.99	—	10.53	0.84	0.69	03/04/11
S&P 500 Index	7.71	10.56	17.91	17.31	13.95	—	13.35			

Inception date shown above reflects the performance inception date of the predecessor collective investment fund, Legg Mason Collective Trust – ClearBridge Value Equity CIF.

An investor making a \$1,000 investment would pay \$6.90/year based on the net expense ratio or \$8.40/year based on the gross expense ratio shown above. The expense ratio includes 10 bps service fees payable to the plan's service providers.

**Because this unit class of the CIF has not yet commenced operations, performance shown above reflects the performance of other classes of the CIF, with different expense structures, restated to reflect the fees and expenses of this unit class, as shown in the table above. Performance shown includes periods prior to the CIF's inception date, reflecting performance of a predecessor collective investment fund, Legg Mason Collective Trust – ClearBridge Value Equity CIF (Legg Mason CIF). The Legg Mason CIF terminated operations and was liquidated effective as of the close of business on December 31, 2013, at which time the Legg Mason CIF's investors transferred the assets they received upon liquidation into this CIF, which commenced operation on January 2, 2014. Prior thereto, the Legg Mason CIF was managed by ClearBridge Investments, LLC (ClearBridge) as a Sub-Adviser retained by Legg Mason Investment Counsel & Trust Company, N.A., the trustee of the Legg Mason CIF (LMIC&T), in accordance with investment objective, policies and strategies substantially similar to those of the CIF, which is also managed by ClearBridge as a Sub-Adviser retained by Hand Benefits & Trust Company, the CIF's trustee (Trustee). LMIC&T waived and/or reimbursed operating expenses of the Legg Mason CIF so that the Legg Mason CIF's annual net expenses did not exceed 0.55%. The Trustee also has agreed to waive and/or reimburse operating expenses of the CIF so that the CIF's annual net expenses do not exceed 0.69%. Past performance is no guarantee of future results.**

**The performance data quoted represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance data quoted. The investment return and unit value of the CIF will fluctuate, and units may be worth more or less than their original cost when redeemed. Returns for periods less than one year are cumulative. Performance would have been lower if fees and expenses had not been waived in various periods. Total returns assume the reinvestment of all distributions at net asset value and deduction of all CIF expenses. Performance for other unit classes will vary due to differences in class expenses.**

<sup>^</sup>Expenses consist of the annual management fee and ordinary operating expenses for this particular unit class of the CIF. Gross expenses are the CIF's total annual operating expenses for the unit class indicated. Net expenses are the CIF's total annual operating expenses for the unit class indicated and reflect fee waivers and/or reimbursements, where these reductions reduce the CIF's gross expenses. Hand Benefits & Trust Company, the CIF's Trustee, has agreed to waive fees and/or reimburse operating expenses so that the CIF's annual net expenses do not exceed the value shown above. These waivers and/or reimbursements may be reduced or terminated at any time.

**This information is provided for informational purposes only and should not be construed as a recommendation to purchase or sell any security. Risks are summarized on the next page.**

**The CIF is not a mutual fund. Its shares are not deposits of Hand Benefits & Trust Company, a Benefit Plans Administrative Services, Inc. (BPAS) company, or ClearBridge, and are not insured by the Federal Deposit Insurance Corporation or any other agency. The CIF is a security which has not been registered under the Securities Act of 1933 and is exempt from investment company registration under the Investment Act of 1940. The CIF is newly organized and does not have a long-term operating history. The performance quoted here does not guarantee future results. As market conditions fluctuate, the investment return and principal value of any investment will change. Diversification may not protect against market risk. There are risks involved with investing, including possible loss of principal. Before investing in any investment portfolio, the client and the financial professional should carefully consider client investment objectives, time horizon, risk tolerance, and fees. For a more complete description of the investment strategy and principal risk factors, please consult the CIF's Investment Policy Statement, which is available upon request by calling Legg Mason Shareholder Services 1-866-807-0886.**

**Investment strategy****Value companies, not stocks**

The portfolio manager follows a value discipline of investing by investing primarily in large-capitalization stocks at large discounts to the manager's assessment of their intrinsic value.

**Non-traditional valuation measures**

The manager's analytical approach is not based on traditional, accounting-based valuation measures, but is focused on cash earnings — namely, the present value of future cash flows of a company. Shareholder value is the result of cash, not accounting, earnings. In this way, the manager believes it differs from most value managers. Traditional valuation measures miss many mispriced stocks because those measures do not focus on the value of business.

**Hand Composite Employee Benefit Trust**

The ClearBridge Value Equity CIF is a collective investment fund created by the Hand Composite Employee Benefit Trust and sponsored by Hand Benefits & Trust Company, a BPAS company (Trustee), that invest in strategies of ClearBridge Investments, LLC which serves as the sub-adviser to the CIF. The Trustee has appointed ClearBridge to serve as the investment sub-adviser for the CIF, subject to the supervision and oversight of the Trustee. Neither the CIF nor the Trust are registered under the Investment Company Act of 1940, as amended, and their units are not registered under the Securities Act of 1933, as amended, or applicable securities laws of any state or other jurisdiction. As described in the Trust's governing documents, the CIF is only available for investment by eligible plan investors. The CIF is not insured by the Trustee or ClearBridge, or any of their respective affiliates, the FDIC or any other person.

**Benchmark (BM)**

S&amp;P 500 Index

**Statistics as of Sept. 30, 2018**

Net assets (\$ millions)	\$54.7M
Number of holdings	49
Turnover	N/A
Morningstar category	Large Value

Percentages are based on total portfolio as of quarter-end, are unaudited and are subject to change at any time. For informational purposes only and not to be considered a recommendation to purchase or sell any security.

**For use only with eligible qualified retirement plan sponsors and participants.**

INVESTMENT PRODUCTS: NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE

## CLEARBRIDGE VALUE EQUITY CIF R2a

Sector allocation (%) as of Sept. 30, 2018		Top 10 holdings (%) as of Sept. 30, 2018	
Health Care	18.2	Alphabet Inc.	6.0
Financials	17.4	Microsoft Corp	4.9
Information Technology	15.2	Allergan PLC	4.3
Industrials	12.4	Oracle Corporation	4.2
Energy	9.4	Alexion Pharmaceuticals, Inc.	3.6
Consumer Discretionary	6.5	Kinder Morgan, Inc. Class P	3.5
Communication Services	6.0	Wells Fargo & Co	3.3
Utilities	5.0	American International Group	2.8
Real Estate	3.3	Exelon Corp. NPV	2.7
Consumer Staples	2.8	Mylan N.V.	2.6
Materials	1.7	<b>Total</b>	<b>37.8</b>
Cash	2.2		

**ClearBridge**

ClearBridge Investments, LLC (ClearBridge)\* acts as the sub-advisor to the ClearBridge Value Equity CIF (CIF). ClearBridge Investments is a well-established global investment manager focusing on proprietary research and fundamental investing. With over 50 years of experience building portfolios for clients seeking income solutions, high active share or low volatility, long-tenured portfolio managers provide strong leadership in a centralized investment structure.

**Principal investment risks**

Equity securities are subject to price fluctuation and possible loss of principal. International investments are subject to special risks including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in emerging markets. ClearBridge's value investing style may become out of favor and/or its security selection process may prove incorrect. The CIF expects to hold a limited number of securities, and a decline in the value of these investments would cause the CIF's overall value to decline to a greater degree than a less concentrated portfolio. The CIF may focus investments in certain regions or industries, thereby increasing the potential vulnerability to market volatility. Additional risks include those risks associated with companies undergoing reorganization or restructuring and convertible, fixed income and high yield securities, including interest rate risk, credit risk and prepayment or call risk. Plans and their participants could lose money by investing in the CIF.

**A more complete description of the principal risks of investing in the CIF can be found in the CIF's Investment Policy Statement, which is available upon request by calling Legg Mason Shareholder Services at 1-866-807-0886.**

The **S&P 500 Index** is a market capitalization-weighted index of 500 widely held common stocks. Investors cannot invest directly in an index and unmanaged index returns do not reflect any fees, expenses or sales charges.

*Any information, statements and opinions set forth herein are general in nature, are not directed to or based on the financial situation or needs of any particular investor, and does not constitute, and should not be construed as, investment advice, forecast of future events, a guarantee of future results, or a recommendation with respect to any particular security or investment strategy. Investors seeking financial advice regarding the appropriateness of investing in any securities or investment strategies should consult their financial professional.*

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\*ClearBridge Investments consists of ClearBridge Investments, LLC. ClearBridge Investments is a subsidiary of Legg Mason, Inc.