

ClearBridge Global Infrastructure Income Fund

Class I: RGIVX Class A: RGA VX

Commentary | as of March 31, 2026

Key Takeaways

- **Markets:** Listed infrastructure outperformed global equities in the first quarter of 2026 as a selloff in software stocks drove a market rotation into more defensive sectors and war in Iran raised inflation fears and underscored a flight to perceived safety.
- **Contributors:** On a regional basis, the United States and Canada region was the top contributor for the quarter, with US electric utility Entergy the lead performer. Electric utilities in Western Europe also contributed, led by UK electric utility SSE.
- **Detractors:** US electric utility Constellation Energy and French airport operator Aeroports de Paris were the largest detractors for the quarter.
- **Outlook:** Infrastructure assets continue to be resilient because many operate under regulatory frameworks or long-term contracts that allow inflation and cost increases to be passed through to end users over time. The underlying cash flow characteristics of infrastructure assets provide inflation mitigation following periods of geopolitical-driven commodity shocks.

Performance Review

- On a regional basis, the United States and Canada region was the top contributor for the quarter, with US electric utility Entergy the lead performer. Entergy provides services to approximately 3 million people in Arkansas, Texas, Mississippi and Louisiana; share prices rose with the announcement of another capex raise during its earnings release and on enthusiasm for its converting eight gigawatts (GW) of turbines into more data center deals.
- Turning to Western Europe, UK electric utility SSE also performed well. SSE is a diversified energy utility headquartered in Scotland and the United Kingdom's largest renewable energy generator. It is vertically integrated, operating over the entire supply chain in the United Kingdom, with generation (including hydro, wind, combined cycle gas turbine), electricity networks and retail businesses (primarily business-to-business). SSE's share price rose as funding risks diminished and concerns around the United Kingdom's macroeconomic outlook eased.
- US electric utility Constellation Energy and French airport operator Aeroports de Paris were the largest detractors for the quarter.
- Constellation Energy is primarily a nuclear generation company and is the largest producer of carbon-free electricity in the United States, serving states including New York, Illinois, Maryland, Pennsylvania and New Jersey. The company's combined generation capacity is more than 32 GW and 90% of its annual output is carbon free. Constellation's share price was pressured by calls for emergency auctions for electricity at PJM Interconnection, the largest US power grid, which signaled increased future capacity. We believe this reaction is overdone.
- Aeroports de Paris owns and operates three airports in Paris (Charles de Gaulle, Orly and Le Bourget), as well as minority stakes in several global airport groups, including TAV in Turkey and Schiphol in Holland.
- Aeroports de Paris received an unfavorable outcome for its 2026 aeronautical tariff filing, which the market interpreted as a negative read-through for the 2027-2034 tariff period. While the decision was disappointing, follow-up discussions with management gave us confidence that a more balanced outcome would ultimately be achieved.
- Our conviction is underpinned by the company's extensive stakeholder engagement with the French government, airlines and its regulator, which has confirmed strong support for the proposed capex plan. The plan aims to modularly expand the Paris airport network, easing congestion and unlocking capacity to support future growth. A final regulatory decision is expected in the second half of 2026.

Outlook

- In this environment, infrastructure assets continue to be resilient because many operate under regulatory frameworks or long-term contractual structures that allow inflation and cost increases to be passed through to end users over time. As a result, while higher interest rates and macro volatility may create short-term valuation pressure, the underlying cash flow characteristics of infrastructure assets provide inflation mitigation following periods of geopolitical-driven commodity shocks.
- More broadly, we are observing greater appreciation by the market of real assets, given their inflation mitigation in the current macroeconomic and fiscal backdrop.
- Across our holdings, we continue to expect low-double-digit internal rates of return over the next five years, underpinned by defensive dividend profiles and growth outlooks. We believe we are still in the early stages of an accelerated infrastructure investment cycle, driven by expanding mobility needs, rising energy demand, a shifting energy mix and the modernization of networks to enhance resilience against physical asset and environmental risks. We believe these investments underpin durable growth in earnings and dividends for investors.

Morningstar Rating™

Overall Rating as of March 31, 2026



(4-Star) Class I



(4-Star) Class A

As of 03/31/2026 the fund's Class A and Class I shares received a 4 star overall Morningstar rating™, measuring risk-adjusted returns against 82, 76 and 50 Infrastructure funds over the 3-, 5- and 10- year periods, respectively. A fund's overall rating is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) rating metrics. The number of funds in the category for the Overall Rating are listed under the 3-year period.

Top Equity Issuers (% of Total)

Holding	Fund
Entergy Corporation	5.37
Engie S.A.	5.02
Tc Energy Corporation	4.60
Apa Group	4.46
South Bow Corp	4.17
Enbridge Inc.	4.07
Aena Sme Sa	4.07
Williams Companies, Inc.	4.03
Canadian National Railway Company	3.84
Enel Spa	3.79

Average annual total returns and fund expenses (%) - as of March 31, 2026

Class	CUSIP	Ticker	Without Sales Charge						With Maximum Sales Charge						Expenses		Sales Charges		Inception Date		
			3-Mo	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	3-Mo	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Gross	Net		Initial Charge	CDSC
Class I	52471E472	RGIVX	11.36	11.36	28.40	13.19	9.73	9.25	9.25	11.36	11.36	28.40	13.19	9.73	9.25	9.25	1.35	0.96	—	—	3/31/2016
Class A	52471E480	RGAVX	11.32	11.32	28.17	12.89	9.44	8.94	8.94	5.18	5.18	21.10	10.78	8.15	8.29	8.29	1.41	1.31	5.50	—	3/31/2016
Benchmark	—	—	8.14	8.14	17.98	11.25	7.77	7.71	—	8.14	8.14	17.98	11.25	7.77	7.71	—	—	—	—	—	

Benchmark(s)

Benchmark = FTSE Global Core Infrastructure 50/50 Index-NR

Performance data quoted represents past performance, which does not guarantee future results. Current performance may be lower or higher than the figures shown. Principal value and investment returns will fluctuate, and investors' shares, when redeemed, may be worth more or less than the original cost. Performance would have been lower if fees had not been waived in various periods. Total returns assume the reinvestment of all distributions and the deduction of all fund expenses. Returns with sales charge reflect a deduction of the stated maximum sales charge. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. Returns for periods of less than one year are not annualized. All classes of shares may not be available to all investors or through all distribution channels. For current month-end performance, please visit franklintempleton.com.

Gross expenses are the fund's total annual operating expenses as of the fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns. Net expenses reflect contractual fee waivers, expense caps and/or reimbursements, which cannot be terminated prior to 12/31/2027 without Board consent. Additional amounts may be voluntarily waived and/or reimbursed and may be modified or discontinued at any time without notice.

Maximum sales charges have been updated as of August 15, 2022, please refer the Fund's prospectus for more information.

What are the Risks?

All investments involve risks, including possible loss of principal. Equity securities are subject to price fluctuation and possible loss of principal. **Small- and mid-cap stocks** involve greater risks and volatility than large-cap stocks. Companies in the **infrastructure industry** may be subject to a variety of factors, including high interest costs, high degrees of leverage, effects of economic slowdowns, increased competition, and impact resulting from government and regulatory policies and practices. **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**. To the extent the portfolio invests in a **concentration of certain securities, regions or industries**, it is subject to increased volatility. **Real estate investment trusts (REITs)** are closely linked to the performance of the real estate markets. REITs are subject to illiquidity, credit and interest rate risks, and risks associated with small- and mid-cap investments. Investments in energy-related **master limited partnerships and midstream entities** are subject to risks of declines in energy and commodity prices, decreases in energy demand, adverse weather conditions, natural or other disasters, changes in government regulation, and changes in tax laws. **Derivative instruments** can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance. **Dividends** may fluctuate and are not guaranteed, and a company may reduce or eliminate its dividend at any time. The portfolio is **non-diversified** and may invest in a relatively small number of issuers, which may negatively impact the fund's performance and result in greater fluctuation in the value of the fund's shares. The manager may consider **environmental, social and governance (ESG) criteria** in the research or investment process; however, ESG considerations may not be a determinative factor in security selection. In addition, the manager may not assess every investment for ESG criteria, and not every ESG factor may be identified or evaluated. These and other risks are discussed in the fund's prospectus.

Important Information

Effective June 1, 2025, the fund changed its benchmark to the FTSE Global Core Infrastructure 50/50 Index-NR.

The information provided is not a complete analysis of every material fact regarding any country, market, industry, security or fund. Because market and economic conditions are subject to change, comments, opinions and analyses are rendered as of the date of this material and may change without notice. A portfolio manager's assessment of a particular security, investment or strategy is not intended as individual investment advice or a recommendation or solicitation to buy, sell or hold any security or to adopt any investment strategy; it is intended only to provide insight into the fund's portfolio selection process. Holdings are subject to change.

The **FTSE Global Core Infrastructure 50/50** includes developed and emerging market infrastructure and infrastructure-related listed securities allocated to 50% utilities, 30% transportation, including capping of 7.5% for railroads/railways, and a 20% mix of other sectors including pipelines, satellites and telecommunication towers. Source FTSE.

Important data provider notices and terms available at www.franklintempletondatasources.com. All data is subject to change.

Net Returns (NR) include income net of tax withholding when dividends are paid. Source: FTSE.

Holdings are provided for informational purposes only and should not be construed as a recommendation to purchase or sell any security.

Morningstar Rating™: Source: Morningstar®, 03/31/2026. For each mutual fund and ETF with at least a 3-year history, Morningstar calculates a Morningstar Rating™ based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance, and does not take into account the effects of sales charges and loads, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. The weights are: 100% 3-year rating for 36-59 months of total returns, 60% 5-year rating/40% 3-year rating for 60-119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all three rating periods. The fund's Class A shares received a Morningstar Rating of 3, 3 and 4 and fund's Class I shares received a Morningstar Rating of 3, 3 and 4 star(s) for the 3-, 5- and 10-year periods, respectively. Franklin Templeton provides this fund's Morningstar Rating™ for Class A and Class I shares only. Other share classes may have different Morningstar ratings. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

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Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, or summary prospectus, if available, at www.franklintempleton.com. Please read it carefully.