FRANKLIN TEMPLETON | WESTERN ASSET

Western Asset Diversified Income Fund (WDI)

Multi-Sector | Factsheet as of June 30, 2026

Investment Overview

Diverse opportunity set: Anticipates investing in a wide range of fixed income securities, seeking to go beyond traditional bond benchmarks to access a broad range of opportunities for income and capital appreciation

Income-focused: Potential access to fixed income sectors and private debt not typically available through traditional mutual funds.

Flexible and dynamic Anticipates rotating sectors and securities in response to market conditions, focusing on what we believe are undervalued securities with attractive fundamentals.

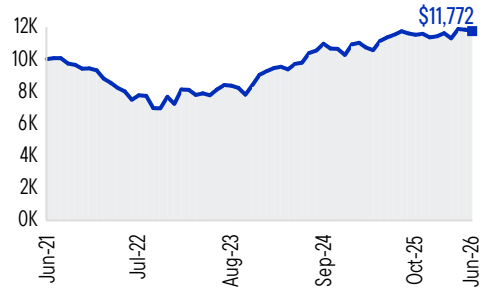
Deep experience: Will draw on Western Asset's 50 years as an active fixed income manager, with $476 billion in assets under management, including $181 billion in multi-sector strategies (as of 3/31/21)

Limited Term: The Fund intends to dissolve as of the first business day following the twelfth anniversary of the effective date of the Fund's initial registration statement (the "Dissolution Date"), provided that the Board may extend the Dissolution Date for up to two years. Within 6-18 months of the liquidation date the Board may approve a tender offer for 100% of the shares outstanding. If, upon expiration of the tender offer, the Fund has in excess of $200 million aggregate net assets the Board may remove the Fund's termination date.

Growth of $10,000

Inception through June 30, 2026

Market Price Returns, assuming dividends reinvested



The Growth of $10,000 chart reflects a hypothetical $10,000 investment on Market Price and assumes reinvestment of dividends and capital gains. Fund expense, including management fees and other expenses were deducted.

Total Returns (%)

	Cumulative			Average Annual					Inception
	3-Mth	6-Mth	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Date
Market Price Return	4.19	3.61	3.61	3.57	13.21	3.31	—	3.31	6/25/2021
NAV Returns	3.68	2.50	2.50	7.75	10.09	3.61	—	3.58	6/25/2021
Benchmark	2.47	1.96	1.96	5.91	8.86	4.17	—	4.21	—

Calendar Year Total Returns (%)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Market Price Return	10.58	13.78	24.97	-23.44	—	—	—	—	—	—
NAV Returns	9.69	9.10	17.32	-18.07	—	—	—	—	—	—
Benchmark	8.62	8.19	13.44	-11.18	—	—	—	—	—	—

Performance shown represents past performance and is no guarantee of future results. *Current performance may be higher or lower than the performance shown. Investment return and principal value will fluctuate so shares, when sold, may be worth more or less than the original cost. Returns based on Market Price or NAV, and assume the reinvestment of all distributions at the Dividend Reinvestment Plan Price or NAV, respectively. All returns include the deduction of management fees, operating expenses and all other fund expenses, and do not reflect the deduction of brokerage commissions or taxes that investors may pay on distributions or the sale of shares. When applicable, performance would have been lower if fees had not been waived in various periods. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expense or sales charges. Returns for periods of less than one year are not annualized. Please visit franklintempleton.com for the most recent month-end performance.*

The total annual operating expenses are as of the fund's annual report available at the time of publication. Actual expenses may be higher and may impact portfolio returns. **NAV** is total assets less total liabilities divided by the number of shares outstanding. **Market Price**, determined by supply and demand, is the price an investor purchases or sells the fund. The Market Price may differ from a fund's NAV. **Premium / Discount** reflects the difference between the NAV and the Market Price of the fund, and represents the amount that the fund is trading above or below its NAV, expressed as a percentage of the NAV. **Distribution Rate** is calculated by annualizing the most recent distribution amount paid, divided by the closing market price or NAV as of the date indicated. The Distribution Rate calculation includes income and excludes special distributions. The Distribution Rate is subject to change and is not guaranteed nor a quotation of fund performance. The difference between total assets and net assets, if any, is due primarily to the fund's use of borrowings and other liabilities; netassets do not include borrowings. The fund may employ leverage in the form of loans, preferred stock, reverse repurchase agreementsand/or other instruments. When the fund engages in transactions that have a leveraging effect on the fund's portfolio, the value of thefund will be more volatile and all other risks will tend to be compounded.

Fund Overview

NYSE-XNYS Ticker	WDI
NAV Symbol	XWDIX
Listed Exchange	NYSE - XNYS
Fund Inception Date	06/24/2021
NAV	$14.20
Market Price	$13.56
Premium/Discount	-4.51%
Last Distribution Paid	$0.1485
Distribution Rate at Market Price (%)	13.14
Distribution Rate at NAV (%)	12.55
Dividend Frequency, if any	Monthly

Benchmark(s)

Bloomberg U.S. Corporate High Yield - 2% Issuer Cap Index

Fund Characteristics

	Fund
Total Assets	$1.19 Billion
Reverse Repurchase Agreements	37.89%
Total Net Assets	$737.09 Million
Average Life	8.94 Years
Effective Duration	4.31 Years
Average Coupon	9.73%

Currency Allocation (% of Total)

	Fund
US Dollar	98.46
Uruguayan Peso	0.49
Australian Dollar	0.46
Canadian Dollar	0.18
Japanese Yen	0.17
Euro	0.08
British Pound	0.06
Jamaican Dollar	0.05
Brazilian Real	0.04

Sector Allocation (% of Total)

	Fund
High-Yield Credit	46.81
Collateralized Loan Obligation	12.21
Commercial Mortgage Backed Securities	11.55
Other	27.84
Cash & Cash Equivalents	1.59

Credit Quality Allocation (% of Total)

	Fund
AAA	0.48
AA	0.62
A	0.37
BBB	6.70
BB	32.48
B	29.07
CCC	8.99
CC	0.12
NR	19.57
Cash & Cash Equivalents	1.59

Portfolio Data Information

Credit Quality is a measure of a bond issuer's ability to repay interest and principal in a timely manner. The credit ratings shown are based on each portfolio security's rating as provided by S&P Global Ratings, Moody's Investors Service and/or Fitch Ratings, Inc. and typically range from AAA (highest) to D (lowest), or an equivalent and/or similar rating. For this purpose, if two or more of the agencies have assigned differing ratings to a security, the highest rating is used. Securities that are unrated by all three agencies are reflected as such. The credit quality of the investments in the portfolio does not apply to the stability or safety of the portfolio. The methodology used for the calculation of credit quality ratings displayed may differ from the methodology for monitoring investment limits, if applicable. **Please note, the portfolio itself has not been rated by an independent rating agency.**

Portfolio Description

Western Asset Management is one of the world's leading global fixed income managers. Founded in 1971, the firm is known for team management and proprietary research, supported by robust risk management and a long-term fundamental value approach.

What should I know before investing?

All investments involve risks, including possible loss of principal. Fixed income securities involve interest rate, credit, inflation and reinvestment risks, and possible loss of principal. As interest rates rise, the value of fixed income securities falls. **Low-rated, high-yield bonds** are subject to greater price volatility, illiquidity and possibility of default. **Asset-backed, mortgage-backed or mortgage-related securities** are subject to prepayment and extension risks. **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**. **Derivative instruments** can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance. **Leverage** increases the volatility of investment returns and subjects investments to magnified losses and a decline in value. **Diversification** does not assure against market loss.

Glossary

Average Life: An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings. **Effective Duration** is a duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change. Duration measures the sensitivity of price (the value of principal) of a fixed-income investment to a change in interest rates. The higher the duration number, the more sensitive a fixed-income investment will be to interest rate changes. **Average Coupon** is the average interest rate stated on the securities held by a portfolio. **Average Coupon is calculated without the deduction of fees and expenses.**

Important Information

Distributions are not guaranteed and are subject to change.

The Closed-End Funds are not sold or distributed by Franklin Distributors, LLC, or any affiliate of Franklin Resources, Inc. Unlike open-end funds, shares are not continually offered. Like other public companies, closed-end funds have a one-time initial public offering, and once their shares are first issued, are generally bought and sold through non-affiliated broker/dealers and trade on nationally recognized stock exchanges. Share prices will fluctuate with market conditions and, at the time of sale, may be worth more or less than your original investment. Shares of exchange-traded closed-end funds may trade at a discount or premium to their original offering price, and often trade at a discount to their net asset value. Investment return, market price and net asset value will fluctuate with changes in market conditions. The Funds are subject to investment risks, including the possible loss of principal invested.

The **Bloomberg U.S. Corporate High Yield - 2% Issuer Cap Index** measures the performance of U.S. dollar-denominated, non-investment-grade, fixed-rate, taxable corporate bond market. The Index limits the maximum exposure to any one issuer to 2%.

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

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