

# Key Investor Information

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

## L&G Emerging Markets Government Bond (USD) Index Fund

Share Class Z EUR Unhedged Accumulation - ISIN: IE00BD6FXL14

The Fund is a sub-fund of Legal & General ICAV. Manager: LGIM Managers (Europe) Limited, part of the Legal & General group

### OBJECTIVES AND INVESTMENT POLICY

- The Fund aims to track the performance of the Emerging Markets government bond market as represented by the JPMorgan Emerging Markets Bond Index (EMBI) Global Diversified (the "Index").
- The Fund invests primarily in government bonds (a type of loan that pays interest) that make up the Index. The Index consists of bonds which are issued in the US dollar by governments of developing countries.
- The Fund will aim to replicate the Index by using index 'sampling' techniques to select securities and will ensure the Fund has similar characteristics as the Index whilst not necessarily holding all of the constituents of the Index. While the Fund is expected to track the Index as closely as possible, it typically will not match the performance of the targeted Index exactly.
- The bonds that the Fund invests in will be a mixture of sub-investment grade, investment grade and non-rated bonds. The mix will closely match that of the Index. Investment and sub-investment grade bonds are bonds that have been given a credit rating by a rating agency. Credit ratings give an indication of how likely it is that the issuer of a bond will be able to pay back interest and the loan on time. Sub-investment grade bonds are rated as higher risk and investment grade bonds are rated as lower risk. Non-rated bonds have not been rated by a rating agency.
- The Fund may use derivatives (contracts which have a value linked to the price of another asset) to
  - reduce risk or cost; or
  - generate additional capital or income with no, or an acceptably low, level of risk; or
  - manage the effect of currency exchange rates.
- The Fund may also engage in stock lending. This is when it lends its investments to third parties as a means of generating additional income and to off-set the costs of the Fund. The Fund's Prospectus gives more information about stock lending.

#### Other information:

- The Fund is considered to be passively managed as it aims to replicate the Index by using index 'sampling' techniques.
- Your shares will be accumulation shares. Income from the Fund's investments will be reinvested back into the value of your shares.
- This Fund is designed for investors seeking income or growth from an investment in Emerging Markets government bonds denominated in US dollar.
- Although investors can take their money out at any time, this Fund may not be appropriate for those who plan to withdraw their money within five years.
- This Fund is not designed for investors who cannot afford more than a minimal loss of their investment.
- If you do not understand this document we recommend you seek additional information to help you decide if this Fund is right for you.
- You can buy or sell shares on any normal business day. If we receive your instruction before 2pm (Irish time), shares will be bought or sold at that day's price.
- The Fund's base currency is denominated in US dollar (USD).
- The Index is a Total Return Index.

### RISK AND REWARD PROFILE



- The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is not guaranteed to remain the same and may change over time. It is based on historical data and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table above shows the Fund's ranking on the Risk and Reward Indicator.
  - The Fund is in category 4 because it invests in company or government bonds which are sensitive to changes in interest rates, inflation and credit. This can be driven by political and economic changes and other significant events and may cause the value to go up and down. Bonds that are closer to their maturity date tend to be more stable in value. Bonds are generally considered to be higher risk investments than cash, but lower risk than company shares.
  - Even a Fund in the lowest category is not a risk free investment.
  - The value of your investment may fall as well as rise and is not guaranteed. You might get back less than you invest.
- Further information on the risks of investing in this Fund is contained in the Prospectus available at [www.lgim.com](http://www.lgim.com).
- The risk and reward indicator may not take account of the following risks of investing in the Fund:
- The Fund could lose money if any institutions providing services such as acting as counterparty to derivatives or other instruments, becomes unwilling or unable to meet its obligations to the Fund.
  - This Fund holds bonds that are traded through agents, brokers or investment banks matching buyers and sellers. This makes the bonds less easy to buy and sell than investments traded on an exchange. In exceptional circumstances the Fund may not be able to sell bonds and may defer withdrawals, or suspend dealing. The Directors can only delay paying out if it is in the interests of all investors and with the permission of the Fund depository.
  - The Fund invests directly or indirectly in bonds which are issued by companies or governments. If these companies or governments experience financial difficulty, they may be unable to pay back some or all of the interest, original investment or other payments that they owe. If this happens, the value of the Fund may fall.
  - Investment returns on bonds are sensitive to trends in interest rate movements. Such changes will affect the value of your investment.
  - Derivatives are highly sensitive to changes in the value of the asset on which they are based and can increase the size of losses and gains.
  - This Fund invests in countries where investment markets are considered to be less developed. This means that investments are generally riskier than those in developed markets because they: (i) may not be as well regulated; (ii) may be more difficult to buy and sell; (iii) may have less reliable arrangements for the safekeeping of investments; or (iv) may be more exposed to political and taxation uncertainties. The value of the fund can go up or down more often and by larger amounts than funds that invest in developed countries, especially in the short term.
  - The Fund may have underlying investments that are valued in currencies that are different from EUR. Exchange rate fluctuations will impact the value of your investment. Currency hedging techniques may be applied to reduce this impact but may not entirely eliminate it.
  - We may take some or all of the ongoing charges from the Fund's capital rather than the Fund's income. This increases the amount of income, but it reduces the growth potential and may lead to a fall in the value of the Fund.

## 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 return from your investment.

One-off charges taken before or after you invest	
Entry charge	None*
Exit charge	None*
This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.	
*The Fund also incurs an anti-dilution levy. See opposite.	
Charges taken from the fund over a year	
Ongoing charge	0.04 %
Charges taken from the fund under certain specific conditions	
Performance fee	None

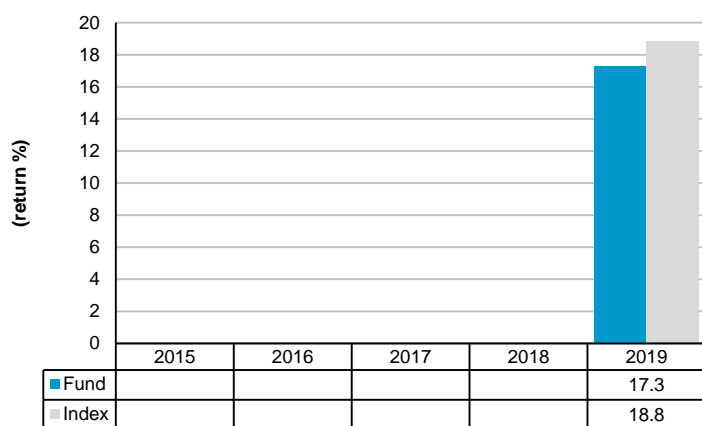
- There are no entry or exit charges.
- The ongoing charges figure is based on the latest available expenses at December 2019. This figure may vary from year to year.
- This Fund's ongoing charges include any charges made by any other funds it may invest in. They exclude portfolio transaction costs.
- Some or all of the ongoing charges may be taken from the capital of the Fund.

### Other Costs:

- **Anti-dilution levy:** each day the Fund manager calculates a single price for this Fund based on the mid-point between the buying and selling prices of the Fund's assets. In certain circumstances, if necessary to protect ongoing investors, we can also take a deduction from anyone buying, selling or switching shares. This deduction is called the 'anti-dilution levy' and reflects the difference between the buying and selling prices of the assets in the Fund and costs associated with buying and selling the assets.
- The anti-dilution levy is separate to the ongoing charges shown in this section. As an example, the estimated anti-dilution levy for this Fund was 0.20% for purchases and 0.20% for sales at 31 December 2019. The amount of the anti-dilution levy may differ in future.

**For more information** about charges and the anti-dilution levy, please see sections headed "Fees, Charges and Expenses" of the Fund's Prospectus, which can be obtained on our website [www.lgim.com](http://www.lgim.com). Due to exceptional market conditions, spreads are currently volatile and may be subject to frequent change. **To see the latest spread visit our website as per above.**

## PAST PERFORMANCE



- Past performance is not a guide to future performance.
- The figures for the Fund take into account the ongoing charges and assume income (after any tax) is reinvested. The figures do not take account of any anti-dilution levy or any transaction costs.
- The performance has been calculated in EUR.
- The Fund will not replicate the performance of its benchmark index perfectly. This is because the Fund will incur drags on performance such as expenses, tax and transactions costs, which the benchmark index is not subject to.
- The annual return is for a 12 month period ending 31 December.
- The Fund launched in 2017.
- This Share Class launched in 2018.

## PRACTICAL INFORMATION

- The depositary of the Fund is Northern Trust Fiduciary Services (Ireland) Limited.
- Further information about the Fund including copies of its prospectus and the latest annual and semi-annual reports is available at [www.lgim.com](http://www.lgim.com). Latest prices and details of any other share classes are available at [www.lgim.com](http://www.lgim.com). Details of our Remuneration Policy, with details of our Remuneration Committee and how remuneration and benefits are calculated is available at [www.lgim.com/remuneration](http://www.lgim.com/remuneration). These documents are available in English. Paper copies are available free of charge on request.
- This Fund is subject to the tax legislation of Ireland, which may have an impact on each investor's personal tax position.
- This document describes a specific share class of a sub-fund of Legal & General ICAV. The prospectus and periodic reports are prepared for Legal & General ICAV. The assets of the Fund are segregated by law and belong exclusively to it and are not available to meet the liabilities of any other sub-funds of Legal & General ICAV.
- LGIM Managers (Europe) Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund.
- Investors may switch their shares for another sub-fund of Legal & General ICAV, subject to certain conditions as set out in the prospectus. Charges may apply.
- The benchmark utilised by the Fund is provided by a benchmark administrator which is currently availing of the transitional arrangements afforded under Regulation (EU) 2016/1011 and accordingly does not currently appear on the register of administrators and benchmarks maintained by ESMA.