

Legal & General Cash Trust
**Interim Manager's
Short Report**
for the period ended
5 August 2017

**EVERY
DAY
MATTERS.®**



Investment Objective and Policy

The investment objective of the Trust is to maintain capital and to provide a return in line with money market rates, before charges.

The Trust will generally invest in short term deposits, certificates of deposit, government bonds issued in pounds Sterling and Repos. The maximum maturity of these instruments is 397 days but the Trust must maintain a weighted average maturity of less than 60 days.

The bonds that the Trust invests in must be investment grade (rated as lower risk).

The Trust may also invest in other fixed income securities, other money market instruments and collective investments schemes. The Trust may use derivatives for efficient portfolio management purposes only. Where the Manager considers it appropriate, for example, in times of market stress, the Trust may be significantly invested in government and public securities.

Risk Profile

Credit Risk

This Trust holds deposits with financial institutions. With these investments, there is a risk of suffering loss due to a party not meeting its financial obligations. This risk is managed by monitoring the financial stability of these financial institutions, via credit ratings.

Market Risk

Market risk arises mainly from uncertainty about future prices. It represents the potential loss the Trust may suffer through holding market positions in the face of markets movements. The Manager adheres to the investment guidelines and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

Interest Rate Risk

This Trust holds cash deposits. The performance of the Trust may therefore be affected by changes in interest rates. The active monitoring and adjustment of the investments in the portfolio manages this risk.

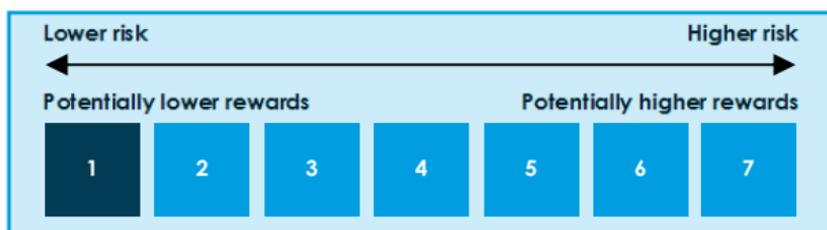
Trust Facts

Period End Dates for Distributions:	5 Feb, 5 May, 5 Aug and 5 Nov	
Distribution Dates:	5 Jan, 5 Apr, 5 Jul and 5 Oct	
Ongoing Charges Figures:	5 Aug 17	5 Feb 17
R-Class	0.25%	0.34%
I-Class	0.15%	0.17%
L-Class	—	—

The Ongoing Charges Figure (OCF) is the ratio of the Trust's total discloseable costs (excluding overdraft interest) to the average net assets of the Trust.

The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a trust and is calculated based on the last period's figures.

Risk and Reward Profile



- This risk and reward profile is based on historical data which may not be a reliable indication of the Trust's risk and reward category in the future.
- The category is based on the rate at which the value of the Trust has moved up and down in the past.
- This Trust is in category one because it invests in a mixture of deposits, government bonds, and Repos which generally provide lower rewards and lower risks than other investments such as commercial property or company shares.
- The Trust's category is not guaranteed to remain the same and may change over time.
- Even a trust in the lowest category is not a risk free investment.

Distribution Information

R-Class

The distribution payable on 5 October 2017 is 0.0188p per unit for accumulation units.

I-Class

The distribution payable on 5 October 2017 is 0.0438p per unit for accumulation units.

L-Class

The distribution payable on 5 October 2017 is 0.0416p per unit for accumulation units.

Net Asset Values and Units in Issue

Class	Net Asset Value (£)	Units in Issue	Net Asset Value per Unit (p)
R-Class Accumulation Units	8,091,229	8,630,820	93.75
I-Class Accumulation Units	148,288,877	152,820,511	97.03
L-Class Accumulation Units	1,163,375,011	2,317,162,229	50.21

Past performance is not a guide to future performance.

The price of units and any income from them may go down as well as up.

Portfolio Information

The top 10 holdings and their associated weighting at the current period end and preceding year end were:

Top 10 Holdings at 5 August 2017		Top 10 Holdings at 5 February 2017	
Holding	Percentage of Net Asset Value	Holding	Percentage of Net Asset Value
Rabobank International 0.2% 07/08/2017	4.55%	Rabobank International 0.20% 06/02/2017	7.00%
Societe Generale 0.2% 07/08/2017	4.55%	Landesbank Hessen- Thueringen 0.18% 06/02/2017	5.83%
Mizuho Bank Ltd 0.22% 07/08/2017	3.79%	National Bank of Abu Dhabi 0.20% 06/02/2017	5.83%
Sumitomo Mitsui 0.00% 29/08/2017	3.79%	BRED Banque Populaire 0.44% 08/05/2017	3.11%
BRED Banque Populaire 0.41% 14/09/2017	3.41%	Societe Generale 0.20% 06/02/2017	2.72%
Lloyds Bank 0.15% 07/08/2017	3.13%	Bank of China Limited 0.00% 13/03/2017	2.33%
Bank of Tokyo-Mitsubishi 0.18% 07/08/2017	3.03%	Banque Fédérative du Crédit Mutuel 0.00% 06/02/2017	2.33%
Norinchukin Bank 0.00% 16/08/2017	2.50%	BNP Paribas 0.25% 20/02/2017	2.33%
BNP Paribas 0.24% 18/08/2017	2.27%	Credit Agricole 0.43% 29/06/2017	2.33%
BNP Paribas 0.235% 04/09/2017	2.27%	Credit Suisse 0.57% 09/05/2017	2.33%

Manager's Investment Report

During the period under review, the bid price of the Trust's R-Class accumulation units rose by 0.04%.

Market/Economic Review

Sterling money market rates fell slightly during the first half of 2017 with the 3-month Sterling LIBOR rate ending July at 0.29%.

In its February quarterly assessment of the UK economy, the Bank of England highlighted an improving global outlook and raised its forecast for the UK economy sharply higher, predicting growth of 2% in 2017, well above the previous forecast of 1.4% back in November. Inflation accelerated to 2.3% in February, the highest since September 2013, driven by rising oil prices and the weakness of Sterling.

In the economic assessment released in May, the Bank of England forecast that inflation would continue to rise above its 2% target over the coming months before peaking at just below 3% in the fourth quarter. The bank delivered a cautious UK economic outlook predicting living standards would fall this year as higher inflation outstrips wage growth.

Towards the end of the review period, Governor Mark Carney indicated that the Bank of England might need to raise interest rates if business investment begins to rise, offsetting weaker consumption. Accordingly, the markets are now pricing in a greater likelihood of a 0.25% hike in interest rates, effectively a reversal of the stimulus delivered by the rate cut last August in the wake of the EU referendum result, by the end of 2017.

However, there was no change to the UK base rate at the meeting in early August, with the Bank of England's Monetary Policy Committee (MPC) voting 6-2 to keep the base rate of interest on hold at 0.25% (markets had largely been expecting a 5-3 vote). The MPC also voted unanimously to keep the quantitative easing and corporate bond purchase target unchanged.

Trust Review

The Trust continues to be well diversified through investing in a range of high quality issuers. The overall portfolio shape remained broadly unchanged during the period under review.

Outlook

Looking ahead, although headline inflation is now approaching the 3% mark, we expect earnings growth to remain subdued as businesses use increasing economic uncertainty and the onset of Brexit negotiations as a reason to keep wages under firm control. On fiscal policy, the medium-term projections for deficit reduction appear unrealistic, particularly in view of the inconclusive outcome to the general election and growing pressure on the Conservative-led administration to loosen policy and ease public sector spending cuts. As Brexit talks progress, we expect the UK to leave the single market but negotiate several sector-by sector deals during the transition period.

Manager's Investment Report continued

With the UK economy expected to slow over 2017, we believe the Bank of England will leave monetary policy unchanged until 2018.

Legal & General Investment Management Limited

(Investment Adviser)

7 August 2017

Manager's Report and Accounts

Copies of the most recent Interim and Annual Long Form Manager's Reports are available free of charge by telephoning 0370 050 0955, by writing to the Manager or are available on the internet at www.legalandgeneral.com/investments/fund-information/managers-reports.

Call charges will vary. We may record and monitor calls.

EU Savings Directive

The Trust has been reviewed against the requirements of the Directive 2003/48/EC on Taxation of savings in the form of interest payments (ESD), following the HM Revenue & Customs debt investment reporting guidance notes.

Under the Directive, information is collected about the payment of distributions to residents in certain other countries and is reported to HM Revenue & Customs to be exchanged with Tax authorities in those countries.

The Trust falls within the 25% debt investment reporting threshold. This means that details of all distributions and redemption proceeds paid to non UK investors will be reported by Legal & General (Unit Trust Managers) Limited to HM Revenue & Customs to be exchanged with the relevant Tax authorities.

Minimum Investment Amounts

The minimum initial lump sum investment amounts for each class are as follows:

R-Class	£500
I-Class	£1,000,000
L-Class	£100,000

In addition, monthly contributions can be made into the R-Class only, with a minimum amount of £50 per month.

L-Class is not available to retail customers and is intended only for investment by Legal & General group companies.

Other Information

The information in this report is designed to enable unitholders to understand how the Trust has performed during the period under review and how it is invested at the period end. Further information on the activities and performance of the Trust can be obtained by telephoning 0370 050 0955 or by writing to the Manager.

Significant Changes

Gross Distribution Payments

We'd like to make you aware of an HM Revenue & Customs ruling which became effective from 6 April 2017. Where interest distributions were previously paid net, we are required to start paying all interest distributions on a gross basis, starting with the July 2017 distribution payment. Prior to 6 April 2017, interest distributions were paid to clients after the deduction of 20% income tax, unless the client has completed a gross declaration form. From 6 April 2017, we will not deduct tax on any interest distributions and all payments will be made gross.

It will become your responsibility to make any declarations to HM Revenue & Customs. If you are in any doubt as to your taxation position, please consult a professional adviser.

Removal of Initial Commission

With effect from 6 June 2017, initial commission will no longer be paid on the Trust. The initial commission was intended to reflect the costs incurred by the product provider and the intermediary for setting up and selling the business, however, Legal & General no longer consider it appropriate to continue to pay commission on such transactions.

Authorised Fund Manager

Legal & General (Unit Trust Managers) Limited

Registered in England and Wales No. 01009418

Registered office:

One Coleman Street,

London EC2R 5AA

Telephone: 0370 050 3350

Authorised and regulated by the Financial Conduct Authority

Call charges will vary. We may record and monitor calls.

Trustee

Northern Trust Global Services Limited

50 Bank Street,

Canary Wharf,

London E14 5NT

Authorised by the Prudential Regulation Authority and regulated

by the Financial Conduct Authority and the Prudential

Regulation Authority

Independent Auditors

PricewaterhouseCoopers LLP

7 More London Riverside

London SE1 2RT

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Financial Conduct Authority**

Legal & General
(Unit Trust Managers) Limited
Registered in England and Wales No. 01009418
Registered office:
One Coleman Street,
London EC2R 5AA
www.legalandgeneral.com
CAS1017

