

Legal & General UK Equity Income Fund  
**Annual Manager's Report**  
**for the year ended**  
**24 January 2020**





# Contents

	<b>Page Number</b>
Manager's Investment Report*	2
Authorised Status*	5
Directors' Statement	5
Statement of the Manager's Responsibilities	6
Statement of the Trustee's Responsibilities	7
Report of the Trustee	8
Portfolio Statement*	9
Independent Auditor's Report	12
Statement of Total Return	15
Statement of Change in Net Assets attributable to Unitholders	15
Balance Sheet	16
Notes to the Financial Statements	17
Distribution Tables	29
Fund Information*	33
Risk and Reward Profile (unaudited)*	44
General Information (unaudited)*	45

\* These collectively comprise the Authorised Fund Manager's Report.

# Manager's Investment Report

## Investment Objective and Policy

In line with the updated rules and guidance for the asset management industry published by the Financial Conduct Authority (FCA) in February 2019, we have clarified the Investment Objectives and Policies for our UK regulated funds.

The revised Investment Objective and Policy came into effect on 7 August 2019. The previous and revised Investment Objective and Policy are set out below.

### Prior to 7 August 2019

The objective of the Fund is to provide an income in excess of the FTSE All Share Index yield and to provide capital growth over the long term.

The Manager will seek to achieve the investment objective by investing predominantly in the securities of companies domiciled in the UK or in companies which have a significant part of their activities in the UK but which are domiciled or quoted on a regulated market outside the UK. The Fund may also invest in other non-UK domiciled securities which are traded in the UK. The Fund may use depositary receipts and derivatives both for Efficient Portfolio Management and investment purposes\*.

The Fund may also invest in other transferable securities, permitted deposits, money market instruments, cash, near cash and units in collective investment schemes.

\* The Fund does not currently use derivatives for investment purposes.

### From 7 August 2019

The objective of the Fund is to provide income and growth above those of the FTSE All Share TR Net Index, the "Benchmark Index". The Fund aims to outperform the Benchmark Index by 2% per annum. This objective is before the deduction of any charges and measured over rolling 3 year periods.

The Fund is actively managed and will invest at least 80% in the shares of UK companies. These are the companies that are incorporated, headquartered or which have their principal business activities in the UK, or companies that are listed in the UK and constituents of the Benchmark Index.

Over a market cycle (typically 3 to 5 years), the Fund will comprise on average 40 to 60 companies selected by the Manager following research of each company.

The Fund may also invest in other shares, collective investment schemes including those managed or operated by the Manager or an affiliate of the Manager as well as participatory notes, preference shares, cash, permitted deposits and money market instruments (such as treasury bills).

In addition, the Fund is also permitted to receive and hold warrants and convertible bonds as a result of corporate actions.

The Fund may only hold derivatives for the purpose of Efficient Portfolio Management.

## Manager's Investment Report

During the year under review, the bid price of the Fund's R-Class accumulation units rose by 13.75%.

**Past performance is not a guide to future performance.**

**The value of investments and any income from them may go down as well as up.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Manager's Investment Report continued

### Market/Economic Review

World stock markets rallied strongly over the review year. Despite sporadic escalations in the US-China trade dispute, optimism over the corporate earnings outlook helped equities to recover from tariff-related setbacks, supported by US-led cuts in world interest rates. Having raised interest rates as recently as December 2018, Federal Reserve policymakers adopted more supportive language, cutting interest rates in July, September and October 2019.

Brexit-related political developments had a key influence on sentiment towards UK equities, which underperformed compared to their global counterparts. PM Theresa May, having failed to win support for her EU Withdrawal Treaty, thereby heightening concerns over a 'no deal' Brexit, subsequently resigned, with Boris Johnston taking office in July. Although UK equities initially extended their underperformance as PM Johnson adopted a more assertive Brexit stance, UK equities subsequently narrowed the performance gap. Even as Brexit-related uncertainties weighed on economic activity, the new PM, having renegotiated some elements of the withdrawal deal, won a decisive victory at December's election. This raised optimism that greater political clarity would boost economic activity following the UK's exit from the EU on 31st January.

Global-orientated FTSE 100 companies outperformed their more domestically focused small and medium-sized counterparts, partly reflecting UK political uncertainties over the year. However, merger and acquisition (M&A) activity, driven by low borrowing costs and Sterling weakness, helped to limit UK equities' comparative underperformance.

### Fund Review

The Fund generated strong returns, helped by positive sentiment towards many of our biggest holdings, and improved returns from 'value' equities in late 2019. Performance benefited from our favouring of financials and consumer services companies, and low relative exposure to the oil & gas sector, although this was partly offset by our cautious stance towards healthcare companies.

Among the Fund's main holdings, clothing & homeware chain Next performed strongly, despite challenging conditions for High Street retailers amid rising costs, consumer caution and competition from online rivals. While chains such as Ted Baker struggled, Next shares outperformed, lifted by better-than-expected sales around Easter and impressive growth at Next's online operation.

In the resources sector, our favouring of BHP Group was rewarded as the shares reflected rising iron ore prices amid increased demand from China in early 2019. However, this exposure was partly offset by the effect of our holding in Micro Focus International after the IT group warned that weak sales and a deteriorating economic environment were impacting on revenues.

Having broadly matched the wider market's returns in early 2019, Phoenix Group, Europe's largest specialist consolidator of life assurance and pension funds, subsequently produced robust gains. One of our strongest-conviction holdings, Phoenix Group delivered an encouraging trading update, confirming strong levels of cash generation and progress on meeting its synergy target for the Standard Life Assurance business transition. Our stake in financial brokerage group TP ICAP also performed well on strong results.

During the first half of the review year our holding in Johnson Matthey produced good returns after the chemicals and metals supplier reported solid results. Although the autocatalyst sector looked set to benefit from positive medium-term tailwinds

## Manager's Investment Report continued

amid greater emphasis on environmental issues we sold down our exposure, reflecting our lack of near-term conviction in factors to push the share price higher given more immediate headwinds facing the global auto sector.

Although our lack of exposure to AstraZeneca detracted from performance as positive trials headlines boosted the shares, our holding in Tesco underpinned returns. The UK's biggest supermarket group outperformed its rivals against the challenging backdrop for retailers, with investors also welcoming news that Tesco was reviewing the future of its Thai and Malaysian businesses, potentially paving the way to a sale. We locked in some profits by trimming our holding late in the period, while introducing a new stake in attractively valued media firm WPP.

### Outlook

Despite the effects of recent global interest rate cuts, we retain some caution over the world economic growth outlook. We take the view that the provisional US-China trade deal has reduced, rather than eliminated, the risk of a further escalation in trade frictions, particularly as simmering US-EU trade stresses could open a new front in the global trade spat. Meanwhile, the economic impact from the coronavirus remains difficult to assess and, despite greater post-election political clarity, uncertainties over the future UK-EU trading relationship are likely to persist. Nevertheless, even in the event that the UK's post-election upturn in survey data fails to boost economic growth, softer inflation provides scope for the Bank of England to cut interest rates.

Moreover, having fallen to some extent from global investors' favour amid the political twists and turns since the 2016 referendum, we believe that the recent reduction in the UK's political risk premium should, barring unexpected developments in UK-EU trade talks, help to convince global investors to increase their relative weightings in the UK, taking advantage of UK equities' ongoing discount relative to their international counterparts.

### Important note from the Manager

Since January 2020, global financial markets have been affected by the COVID-19 coronavirus. The impact on the Firm will take longer to assess; however, the Company has enacted its business continuity plans and continues to monitor this situation closely.

The virus has caused major uncertainty and disruption to businesses and everyday life. Financial markets have reacted sharply to this news, with concerns regarding the economic impact this may have on a global scale. The long-term impact on the global economy and markets will depend upon the overall scale and the duration of the outbreak, as well as on the actions taken by governments and central banks.

Legal & General Investment Management Limited  
(Investment Adviser)  
25 March 2020

## Authorised Status

### Authorised Status

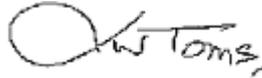
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

### Directors' Statement

We hereby certify that this Manager's Report has been prepared in accordance with the requirements of the FCA Collective Investment Schemes sourcebook.



A. J. C. Craven  
(Director)



L. W. Toms  
(Director)

Legal & General (Unit Trust Managers) Limited  
27 March 2020

## Statement of Responsibilities

### Statement of the Manager's Responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Manager to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Fund and of the net income and net gains or losses on the property of the Fund for the period.

In preparing the financial statements, the Manager is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The Manager is responsible for the management of the Fund in accordance with its Trust Deed, the Prospectus and the COLL Rules.

## Statement of Responsibilities continued

### Statement of the Trustee's Responsibilities

The Depositary in its capacity as Trustee of Legal & General UK Equity Income Fund must ensure that the Fund is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("COLL"), the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Fund and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Fund in accordance with the Regulations.

The Depositary must ensure that:

- the Fund's cash flows are properly monitored and that cash of the Fund is booked in cash accounts in accordance with the Regulations;
- the sale, issue, repurchase, redemption and cancellation of units are carried out in accordance with the Regulations;
- the value of units of the Fund are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Fund's assets is remitted to the Fund within the usual time limits;
- the Fund's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager ("the AFM"), which is the UCITS Management Company, are carried out (unless they conflict with the Regulations).

## Report of the Trustee

### **Report of the Trustee to the Unitholders of the Legal & General UK Equity Income Fund ("the Fund") for the year ended 24 January 2020**

The Depositary also has a duty to take reasonable care to ensure that the Fund is managed in accordance with the Regulations and the Scheme documents of the Fund in relation to the investment and borrowing powers applicable to the Fund.

Having carried out such procedures as we considered necessary to discharge our responsibilities as Depositary of the Fund, it is our opinion, based on the information available to us and the explanations provided, that, in all material respects the Fund, acting through the AFM:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Fund's units and the application of the Fund's income in accordance with the Regulations and the Scheme documents of the Fund; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Fund in accordance with the Regulations and the Scheme documents of the Fund.

Northern Trust Global Services SE UK Branch  
UK Trustee and Depositary Services  
27 March 2020

# Portfolio Statement

## Portfolio Statement as at 24 January 2020

All investments are in ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 24 January 2019.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>UNITED KINGDOM</b>		
	— 93.93% (92.70%)		
	<b>Oil &amp; Gas Producers</b>		
	— 6.97% (8.87%)		
2,054,693	BP	10,016,628	3.60
423,834	Royal Dutch Shell 'B'	9,400,638	3.37
		19,417,266	6.97
	<b>Oil Equipment, Services &amp; Distribution — 0.88% (1.74%)</b>		
624,000	John Wood Group	2,452,320	0.88
	<b>Chemicals — 0.00% (2.80%)</b>		
	<b>Mining — 9.19% (9.14%)</b>		
284,489	Anglo American	6,092,332	2.19
546,997	BHP Group	9,796,716	3.52
216,988	Rio Tinto	9,703,704	3.48
		25,592,752	9.19
	<b>Aerospace &amp; Defense</b>		
	— 2.10% (3.23%)		
910,125	BAE Systems	5,859,385	2.10
	<b>General Industrials — 1.36% (2.57%)</b>		
1,052,971	DS Smith	3,797,013	1.36
	<b>Support Services — 1.46% (0.00%)</b>		
866,000	PageGroup	4,075,396	1.46
	<b>Food Producers — 1.79% (1.39%)</b>		
629,067	Tate & Lyle	4,980,953	1.79
	<b>Tobacco — 6.10% (4.54%)</b>		
236,522	British American Tobacco	8,085,505	2.90
459,263	Imperial Brands	8,909,702	3.20
		16,995,207	6.10
	<b>Pharmaceuticals &amp; Biotechnology</b>		
	— 2.70% (0.00%)		
405,000	GlaxoSmithKline	7,515,990	2.70
	<b>Food &amp; Drug Retailers</b>		
	— 5.61% (4.55%)		
3,819,385	Tesco	9,506,449	3.41
3,263,808	Wm Morrison Supermarkets	6,118,008	2.20
		15,624,457	5.61
	<b>General Retailers — 6.08% (5.98%)</b>		
2,868,154	Dixons Carphone	4,292,193	1.54
559,785	Inchcape	3,870,913	1.39

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>General Retailers — (cont.)</b>		
119,900	Next	8,767,088	3.15
		<hr/>	<hr/>
		16,930,194	6.08
	<b>Media — 1.77% (2.15%)</b>		
5,010,000	GoCompare.com Group	4,939,860	1.77
	<b>Travel &amp; Leisure — 6.16% (6.96%)</b>		
213,000	Carnival	7,469,910	2.68
124,000	Go-Ahead Group	2,527,120	0.91
162,582	Whitbread	7,164,989	2.57
		<hr/>	<hr/>
		17,162,019	6.16
	<b>Fixed Line Telecommunications — 2.63% (1.23%)</b>		
4,251,656	BT Group	7,311,148	2.63
	<b>Mobile Telecommunications — 1.81% (1.10%)</b>		
3,232,344	Vodafone Group	5,048,921	1.81
	<b>Banks — 11.91% (10.87%)</b>		
4,766,221	Barclays	8,355,185	3.00
15,320,734	Lloyds Banking Group	9,039,233	3.24
3,484,168	Royal Bank of Scotland Group	7,902,093	2.84
1,141,000	Standard Chartered	7,893,438	2.83
		<hr/>	<hr/>
		33,189,949	11.91
	<b>Nonlife Insurance — 4.69% (4.89%)</b>		
2,194,933	Direct Line Insurance Group	7,458,382	2.68
1,007,173	RSA Insurance Group	5,597,868	2.01
		<hr/>	<hr/>
		13,056,250	4.69
	<b>Life Insurance — 8.36% (8.51%)</b>		
1,516,394	Aviva	6,286,969	2.26
1,139,244	Phoenix Group	8,767,622	3.15
571,727	Prudential	8,218,576	2.95
		<hr/>	<hr/>
		23,273,167	8.36
	<b>Real Estate Investment Trusts — 2.25% (1.51%)</b>		
645,097	Land Securities Group	6,256,151	2.25
	<b>Financial Services — 8.54% (7.65%)</b>		
1,456,933	Brewin Dolphin	5,262,442	1.89
896,851	Jupiter Fund Management	3,486,060	1.25
571,727	M&G	1,414,453	0.51
2,948,948	Melrose Industries	7,348,778	2.64
1,560,558	TP ICAP	6,287,488	2.25
		<hr/>	<hr/>
		23,799,221	8.54
	<b>Software &amp; Computer Services — 1.57% (3.02%)</b>		
398,652	Micro Focus International	4,382,780	1.57

## Portfolio Statement continued

<b>Holding/ Nominal Value</b>	<b>Investment</b>	<b>Market Value £</b>	<b>% of Net Assets</b>
	<b>CHANNEL ISLANDS — 3.44% (2.02%)</b> <b>Support Services — 1.75% (2.02%)</b> 69,000 Ferguson	4,879,680	1.75
	<b>Media — 1.69% (0.00%)</b> 466,000 WPP	4,711,260	1.69
	<b>ISLE OF MAN — 1.47% (3.08%)</b> <b>Travel &amp; Leisure — 1.47% (3.08%)</b> 461,585 GVC	4,096,105	1.47
	<b>MAURITIUS — 1.23% (1.85%)</b> <b>Real Estate Investment &amp; Services — 1.23% (1.85%)</b> 3,800,000 Grit Real Estate Income Group	3,425,908	1.23
	<b>Portfolio of investments<sup>1</sup></b>	278,773,352	100.07
	<b>Net other liabilities</b>	(190,214)	(0.07)
	<b>Total net assets</b>	<b>£278,583,138</b>	<b>100.00%</b>

<sup>1</sup> All investments are admitted to an official stock exchange unless otherwise stated.

Total purchases for the year: £126,935,771.

Total sales for the year: £93,781,999.

# Independent Auditor's Report

## Independent auditor's report to the Unitholders of Legal & General UK Equity Income Fund ('the Fund')

### **Opinion**

We have audited the financial statements of the Fund for the year ended 24 January 2020 which comprise the Statement of Total Return, the Statement of Changes in Net Assets Attributable to Unitholders, the Balance Sheet, the Related Notes and Distribution Tables for the Fund and the accounting policies set out on pages 17 to 18.

In our opinion, the financial statements:

- give a true and fair view, in accordance with UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland, of the financial position of the Fund as at 24 January 2020 and of the net revenue and the net capital gains on the property of the Fund for the year then ended; and
- have been properly prepared in accordance with the Trust Deed, the Statement of Recommended Practice relating to UK Authorised Funds, and the COLL Rules.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Fund in accordance with, UK ethical requirements including the FRC Ethical Standard.

We have received all the information and explanations which we consider necessary for the purposes of our audit and we believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **The impact of uncertainties due to the UK exiting the European Union on our audit**

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the Manager and related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the Fund's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and its effects are subject to unprecedented levels of uncertainty of consequences, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the Fund's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a fund and this is particularly the case in relation to Brexit.

### **Going concern**

The Manager has prepared the financial statements on the going concern basis as they do not intend to liquidate the Fund to cease their operations, and as they have concluded that the Fund's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over their ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

## **Independent Auditor's Report continued**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the Manager's conclusions, we considered the inherent risks to the Fund's business model, including the impact of Brexit, and analysed how those risks might affect the Fund's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Fund will continue in operation.

### ***Other information***

The Manager (Legal & General (Unit Trust Managers) Limited) is responsible for the other information presented in the Annual Manager's Report together with the financial statements. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information; and
- in our opinion the information given in Manager's Report for the financial year is consistent with the financial statements.

### ***Matters on which we are required to report by exception***

We have nothing to report in respect of the following matters where under the COLL Rules we are required to report to you if, in our opinion:

- proper accounting records for the Fund have not been kept; or
- the financial statements are not in agreement with the accounting records.

### ***Manager's responsibilities***

As explained more fully in their statement set out on page 6, the Manager is responsible for: the preparation of financial statements that give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

## Independent Auditor's Report continued

### ***Auditor's responsibilities***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### ***The purpose of our audit work and to whom we owe our responsibilities***

This report is made solely to the Fund's unitholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes sourcebook ('the COLL Rules') issued by the Financial Conduct Authority under section 247 of the Financial Services and Markets Act 2000. Our audit work has been undertaken so that we might state to the Fund's unitholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund and the Fund's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Jatin Patel  
for and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
15 Canada Square,  
London E14 5GL  
27 March 2020

## Financial Statements

### Statement of Total Return for the year ended 24 January 2020

Notes	24/01/20		24/01/19	
	£	£	£	£
<b>Income</b>				
Net capital gains/ (losses)	3	23,406,938		(43,671,213)
Revenue	4	15,039,048	12,328,319	
Expenses	5	(2,791,014)	(2,823,000)	
Interest payable and similar charges	7	(398)	(200)	
<b>Net revenue before taxation</b>		<u>12,247,636</u>	<u>9,505,119</u>	
Taxation	6	(442,571)	(22,913)	
<b>Net revenue after taxation for the year</b>		<u>11,805,065</u>	<u>9,482,206</u>	
<b>Total return before distributions</b>		<u>35,212,003</u>	<u>(34,189,007)</u>	
Distributions	7	(14,593,760)	(12,304,851)	
<b>Change in net assets attributable to Unitholders from investment activities</b>		<u><b>£20,618,243</b></u>	<u><b>£(46,493,858)</b></u>	

### Statement of Change in Net Assets attributable to Unitholders for the year ended 24 January 2020

	24/01/20		24/01/19	
	£	£	£	£
<b>Opening net assets attributable to Unitholders</b>		223,518,348		275,447,832
Amounts received on issue of units		7,294,590	5,928,246	
Amounts received on in-specie transactions		51,498,581	—	
Amounts paid on cancellation of units		(30,122,875)	(13,827,575)	
<b>Change in net assets attributable to Unitholders from investment activities</b>		<u>28,670,296</u>	<u>(7,899,329)</u>	
<b>Retained distributions on accumulation units</b>		5,625,999	2,349,745	
<b>Unclaimed distributions</b>		150,252	113,958	
<b>Closing net assets attributable to Unitholders</b>		<u><b>£278,583,138</b></u>	<u><b>£223,518,348</b></u>	

## Financial Statements continued

### Balance Sheet as at 24 January 2020

	Notes	24/01/20 £	24/01/19 £
<b>ASSETS</b>			
<b>Fixed assets:</b>			
Investments		278,773,352	222,725,487
<b>Current assets:</b>			
Debtors	8	737,970	1,549,963
Cash and bank balances	9	<u>2,315,058</u>	<u>1,273,541</u>
<b>Total assets</b>		<b><u>281,826,380</u></b>	<b><u>225,548,991</u></b>
<b>LIABILITIES</b>			
<b>Creditors:</b>			
Bank overdrafts	9	(1,340,123)	(42,562)
Distributions payable		(1,495,572)	(1,720,372)
Other creditors	10	<u>(407,547)</u>	<u>(267,709)</u>
<b>Total liabilities</b>		<b><u>(3,243,242)</u></b>	<b><u>(2,030,643)</u></b>
<b>Net assets attributable to Unitholders</b>		<b><u>£278,583,138</u></b>	<b><u>£223,518,348</u></b>

# Notes to the Financial Statements

## 1. Statement of Compliance

The Financial Statements have been prepared in compliance with UK Financial Reporting Standard 102 (FRS 102) and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014 (2014 SORP).

## 2. Summary of Significant Accounting Policies

### (a) Basis of Preparation

The Financial Statements have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

The principal accounting policies which have been applied consistently are set out below.

### (b) Functional and Presentation Currency

The functional and presentation currency of the Fund is Sterling.

### (c) Recognition of Revenue

Revenue from quoted equities and non-equity shares is recognised net of attributable tax credits when the security is quoted ex-dividend. Revenue from unquoted equity investments is recognised net of attributable tax credits when the dividend is declared.

Overseas revenue received after the deduction of withholding tax is shown gross of taxation, with the taxation consequences shown within the taxation charge.

Special dividends are treated as either revenue or capital depending on the facts of each particular case.

All other revenue is recognised on an accruals basis.

### (d) Treatment of Expenses

All expenses (other than those relating to the purchase and sale of investments) are charged against revenue on an accruals basis.

### (e) Distribution Policy

The policy is to distribute all available revenue, after deduction of those expenses which are chargeable in calculating the distribution. In order to conduct a controlled dividend flow, interim distributions will be at the Manager's discretion, up to a maximum of the distributable revenue for the period. All remaining revenue is distributed in accordance with the COLL.

Fund Management Fees are deducted from capital for the purpose of calculating the distribution. This increases the amount of the distribution paid, but reduces the capital growth potential of the Fund. Marginal tax relief is not accounted for in determining the distribution.

Distributions which have remained unclaimed by Unitholders for over six years are credited to the capital property of the Fund.

## Notes to the Financial Statements continued

### 2. Summary of Significant Accounting Policies continued

#### (f) Basis of Valuation of Investments

All investments are valued at their fair value as at 12 noon on 24 January 2020, being the last working day of the accounting year. The fair value for non-derivative securities is bid market price.

Where values cannot be readily determined, the securities are valued at the Manager's best assessment of their fair and reasonable value.

#### (g) Taxation

Provision is made for taxation at current rates on the excess of investment revenue over expenses, with relief for overseas taxation taken where appropriate.

Deferred tax is provided for on all timing differences that have originated but not reversed by the balance sheet date, other than those differences that are regarded as permanent. Any liability to deferred tax is provided for at the average rate of tax expected to apply.

#### (h) Foreign Exchange

Transactions in foreign currencies are translated at the rate of exchange ruling on the date of the transaction. Where applicable, assets and liabilities denominated in foreign currencies are translated into Sterling at the rates of exchange ruling at 12 noon on 24 January 2020, being the last working day of the accounting year.

### 3. Net capital gains/(losses)

The net capital gains/(losses) during the year comprise:

Non-derivative securities

Forward currency contracts

Currency (losses)/gains

Net capital gains/(losses)

24/01/20	24/01/19
£	£
23,409,847	(43,693,979)
—	(190)
(2,909)	22,956
<u>23,406,938</u>	<u>(43,671,213)</u>

### 4. Revenue

UK Franked dividends

Non-taxable overseas dividends

Property interest distributions

Bank interest

24/01/20	24/01/19
£	£
14,020,314	10,767,832
741,906	1,380,402
270,764	176,717
6,064	3,368
<u>15,039,048</u>	<u>12,328,319</u>

## Notes to the Financial Statements continued

### 5. Expenses

	24/01/20	24/01/19
	£	£
Payable to the Manager, associates of the Manager and agents of either of them:		
Fund management fees	<u>2,791,014</u>	<u>2,823,000</u>
Total expenses	<u>2,791,014</u>	<u>2,823,000</u>

Audit fees of £9,167 plus VAT of £1,833 have been borne by the Manager out of its fund management fee. In the prior year, the total audit fee was £8,900 plus VAT of £1,780.

## Notes to the Financial Statements continued

### 6. Taxation

#### (a) Analysis of taxation charge in year

	24/01/20	24/01/19
	£	£
Overseas tax	442,571	22,913
Current tax [note 6(b)]	442,571	22,913
Deferred tax [note 6(c)]	—	—
Total taxation	<u>442,571</u>	<u>22,913</u>

#### (b) Factors affecting taxation charge for the year

The current tax charge excludes capital gains and losses for the reason that Authorised Unit Trusts are not subject to Corporation Tax on these items. Current tax differs from taxation assessed on net revenue before taxation as follows:

Net revenue before taxation	<u>12,247,636</u>	<u>9,505,119</u>
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2019: 20%)	2,449,527	1,901,024
<b>Effects of:</b>		
Overseas tax	442,571	22,913
Revenue not subject to taxation	(2,952,444)	(2,429,647)
Excess management expenses not utilised	<u>502,917</u>	<u>528,623</u>
Current tax	<u>442,571</u>	<u>22,913</u>

#### (c) Provision for deferred tax

There is no deferred tax provision in the current or preceding year. At the year end there is a potential deferred tax asset of £5,620,402 (24 January 2019: £5,117,485) due to surplus management expenses.

It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised (24 January 2019: same).

## Notes to the Financial Statements continued

### 7. Distributions

The distributions take account of revenue received on the creation of units and revenue deducted on the cancellation of units and comprise:

	24/01/20	24/01/19
	£	£
First interim distribution	4,631,209	3,683,675
Second interim distribution	2,664,538	3,179,357
Third interim distribution	4,451,333	3,187,675
Final distribution	<u>2,865,239</u>	<u>2,187,972</u>
	14,612,319	12,238,679
Add: Revenue deducted on cancellation of units	257,807	115,343
Less: Revenue received on creation of units	(82,479)	(49,171)
Less: Revenue received on in-specie transactions	<u>(193,887)</u>	<u>—</u>
<b>Distributions for the year</b>	<b>14,593,760</b>	<b>12,304,851</b>
<b>Interest payable and similar charges</b>		
Bank overdraft interest	<u>398</u>	<u>200</u>
	<u>14,594,158</u>	<u>12,305,051</u>

The differences between the net revenue after taxation and the distributions for the year are as follows:

	24/01/20	24/01/19
	£	£
Net revenue after taxation for the year	11,805,065	9,482,206
Add: Expenses charged to capital	2,791,014	2,823,000
Equalisation effect of conversions	<u>(2,319)</u>	<u>(355)</u>
<b>Distributions for the year</b>	<b>14,593,760</b>	<b>12,304,851</b>

### 8. Debtors

	24/01/20	24/01/19
	£	£
Accrued revenue	606,159	473,308
Amounts receivable for creation of units	47,792	27,696
Overseas tax recoverable	84,019	660,312
Sales awaiting settlement	<u>—</u>	<u>388,647</u>
	<u>737,970</u>	<u>1,549,963</u>

## Notes to the Financial Statements continued

### 9. Net uninvested cash

	24/01/20	24/01/19
	£	£
Cash and bank balances	2,315,058	1,273,541
Bank overdrafts	<u>(1,340,123)</u>	<u>(42,562)</u>
Net uninvested cash	<u>974,935</u>	<u>1,230,979</u>

### 10. Other creditors

	24/01/20	24/01/19
	£	£
Accrued expenses	194,425	164,545
Amounts payable for cancellation of units	<u>213,122</u>	<u>103,164</u>
	<u>407,547</u>	<u>267,709</u>

### 11. Contingent liabilities and outstanding commitments

There were no contingent liabilities and outstanding commitments at the balance sheet date (24 January 2019: same).

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks

The investments of a Fund in financial securities and derivatives are subject to normal market fluctuations and other risks inherent in investing in such instruments. Legal & General (Unit Trust Managers) Limited (UTM) is the Authorised Fund Manager and has responsibility for ensuring appropriate risk management processes are implemented for each Unit Trust.

The UTM Board has delegated the risk oversight function to the Fund Manager Oversight Committee (FMOC), a committee of the Legal & General Investment Management (Holdings) Limited (LGIMH) Board that meets monthly. The primary objective of the FMOC is to ensure proper oversight of the investment management activities and associated services performed by LGIM, its delegates and other Fund Managers, under the Investment Management Agreement (IMA), on behalf of UTM in its capacity as Authorised Fund Manager. The committee consists of senior members of LGIMH and members of the UTM Board. Other senior staff members are also in attendance, as required by the agenda.

Each Fund has Investment Guidelines, an Investment Objective and Investment Restrictions, against which the fund manager will operate. These are set out in Schedule 1 of the IMA between LGIM and UTM. The Schedule is maintained by each fund manager, reviewed by the LGIM Operational Risk and Compliance Teams and approved senior members of LGIMH on behalf of the UTM board. The Schedule provides the detail needed to determine the risk profile for each fund. Fund managers are not permitted to invest into any new instruments without first gaining approval from UTM.

The Investment Objective and Policy of this Fund is detailed on page 2.

#### **(a) Market Risk arising from other price risk**

Market Risk arises mainly from uncertainty about future prices. It represents the potential loss the Fund may suffer through holding market positions in the face of market movements.

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar instruments traded in the market.

The assets held by the Fund can be seen in the Portfolio Statement starting on page 9. Movements in the prices of these investments result in movements in the performance of the Fund. The Manager adheres to the investment guidelines established in the Trust Deed, the Prospectus, the COLL and the Fund's IOG, and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

At 24 January 2020, if the price of the investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £13,938,668 (24 January 2019: £11,136,274).

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (b) Interest Rate Risk

Interest Rate Risk is the risk of movements in the value of financial instruments as a result of fluctuations in interest rates.

The Fund's only interest bearing financial instruments were its bank balances and overdraft facilities as disclosed in note 9. Cash is deposited and overdraft facilities utilised on normal commercial terms and earn or bear interest based on LIBOR or its overseas equivalent.

In the event of a change in interest rates, there would be no material impact upon the assets of the Fund.

#### (c) Foreign Currency Risk

Foreign Currency Risk is the risk of movements in the value of financial instruments as a result of fluctuations in exchange rates. This risk may be managed by the use of forward currency contracts or currency futures as necessary.

Forward currency contracts were not utilised during the current year but were utilised during the preceding year.

At 24 January 2020, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £36,481 (24 January 2019: £48,483).

The direct foreign currency profile of the Fund's net assets at the balance sheet date was:

24/01/20 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Danish Krone	32	—	32
Euro	54	—	54
Swiss Franc	55	—	55
US Dollar	81	3,426	3,507

24/01/19 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Danish Krone	33	—	33
Euro	56	—	56
Swiss Franc	548	—	548
US Dollar	81	4,129	4,210

#### (d) Credit Risk

Credit Risk is the risk of suffering financial loss as a result of a counterparty to a financial transaction being unable to fulfil their financial obligations as they fall due.

This risk is managed by appraising the credit profile of financial instruments and issuers in line with the Fund's investment objective and policy.

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (e) Liquidity Risk

Liquidity Risk relates to the capacity to meet liabilities as they fall due. The primary source of this risk to the Fund is the liability to Unitholders for any cancellation of units.

This risk is minimised by holding a large proportion of readily realisable assets, cash balances and via access to overdraft facilities.

#### (f) Fair Value

The fair value of a financial instrument is the amount for which it could be exchanged between knowledgeable, willing parties in an arm's length transaction. There is no material difference between the value of the financial assets and liabilities, as shown in the financial statements, and their fair value.

The Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the Investment Management Association in May 2014 requires the classification of the Fund's financial instruments held at the year end into a 3 tiered fair value hierarchy. The 3 tiers of the hierarchy and the classification of the Fund's financial instruments as at the balance sheet date were:

<b>24/01/20</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	278,773,352	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>278,773,352</b>	<b>—</b>

<b>24/01/19</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	222,725,487	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>222,725,487</b>	<b>—</b>

#### Level 1

The unadjusted quoted price in an active market for assets or liabilities that the entity can access at the measurement date.

#### Level 2

Valuation techniques using observable inputs other than quoted prices within Level 1.

#### Level 3

Valuation techniques using unobservable inputs.

## Notes to the Financial Statements continued

### 13. Portfolio transaction costs

<b>24/01/20</b>	<b>Value</b>	<b>Commissions</b>		<b>Taxes</b>		<b>Total</b>
<b>Purchases</b>	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>
Equities	126,585	18	0.01	333	0.26	126,936
<b>Total</b>	<b>126,585</b>	<b>18</b>	<b>0.01</b>	<b>333</b>	<b>0.26</b>	<b>126,936</b>

<b>24/01/20</b>	<b>Value</b>	<b>Commissions</b>		<b>Taxes</b>		<b>Total</b>
<b>Sales</b>	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>
Equities	93,816	(34)	0.04	—	—	93,782
<b>Total</b>	<b>93,816</b>	<b>(34)</b>	<b>0.04</b>	<b>—</b>	<b>—</b>	<b>93,782</b>

Commissions and taxes as % of average net assets

Commissions 0.02%

Taxes 0.12%

<b>24/01/19</b>	<b>Value</b>	<b>Commissions</b>		<b>Taxes</b>		<b>Total</b>
<b>Purchases</b>	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>
Equities	102,060	36	0.04	409	0.40	102,505
<b>Total</b>	<b>102,060</b>	<b>36</b>	<b>0.04</b>	<b>409</b>	<b>0.40</b>	<b>102,505</b>

<b>24/01/19</b>	<b>Value</b>	<b>Commissions</b>		<b>Taxes</b>		<b>Total</b>
<b>Sales</b>	<b>£'000</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>	<b>%</b>	<b>£'000</b>
Equities	110,170	(32)	0.03	—	—	110,138
<b>Total</b>	<b>110,170</b>	<b>(32)</b>	<b>0.03</b>	<b>—</b>	<b>—</b>	<b>110,138</b>

Commissions and taxes as % of average net assets

Commissions 0.03%

Taxes 0.16%

Transaction costs consist of expenses incurred in the process of the purchase and sales of securities above the cost of the securities.

The average portfolio dealing spread, including the effect of foreign exchange, as at the balance sheet date was 0.08% (24 January 2019: 0.14%).

## Notes to the Financial Statements continued

### 14. Unit classes

A list of unit classes in issue and the fund management fee on each unit class can be found on page 45. The net asset value per unit of each unit class and the number of units in each class are given in the comparative tables on pages 34 to 43. The distributions per unit class are given in the distribution tables on pages 29 to 32. All classes have the same rights on winding up.

<b>R-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	225,527,831	52,921,502
Units issued	5,971,946	251,606
Units cancelled	(13,036,531)	(7,196,599)
Units converted	(6,799,960)	3,856,730
Closing Units	211,663,286	49,833,239

<b>F-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	58,436	50,794
Units issued	—	10,107
Units cancelled	(1,674)	(34,456)
Units converted	—	2,627
Closing Units	56,762	29,072

<b>I-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	6,832,854	6,647,626
Units issued	1,426,218	1,250,759
Units cancelled	(1,500,919)	(796,930)
Units converted	995,283	(1,614,241)
Closing Units	7,753,436	5,487,214

<b>C-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	2,000	10,806,979
Units issued	—	110,023,296
Units cancelled	—	(28,422,473)
Units converted	—	—
Closing Units	2,000	92,407,802

<b>L-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	90,443,662	—
Units issued	1,812,844	8,700
Units cancelled	(2,590,408)	(541,227)
Units converted	(57,952,486)	76,019,567
Closing Units	31,713,612	75,487,040

## Notes to the Financial Statements continued

### 15. Ultimate controlling party and related party transactions

The Manager is regarded as a related party to the Fund because it provides key management personnel services to the Fund. The ultimate controlling party of the Manager is Legal & General Group Plc. Subsidiaries of Legal & General Group Plc are also considered related parties to the Fund.

Legal & General (Unit Trust Managers) Limited acts as the principal on all the transactions of the units in the Fund. The aggregated monies received through creations or paid on cancellations are disclosed in the statement of change in net assets attributable to unitholders.

Equalisation amounts relating to creations and cancellations of units are shown within note 7. Fees received by the Authorised Fund Manager from the Fund plus any rebates paid by the Authorised Fund Manager to the Fund are shown within notes 3, 4 and 5 as applicable. Any outstanding fees, amounts outstanding on creations or cancellations of units in the Fund, or rebates receivable by the Fund from the Manager are shown within notes 8 and 10 as applicable.

At the year end, the Manager and its associates held 39.29% (27.15% as at 24 January 2019) of the Fund's units in issue.

### 16. Post balance sheet market movements

As at the close of business on the balance sheet date the Net Asset Value per R-Class accumulation unit was 82.42p. The Net Asset Value per R-Class accumulation unit for the Fund as at 12 noon on 26 March 2020 was 56.48p. This represents a decrease of 31.47% from the year end value. This compares to a fall in the FTSE All Share Index of 23.70% on a total return basis (Source Bloomberg). Investments in financial markets are affected by many factors, many of which have shifted following the outbreak of coronavirus, officially known as Covid-19. This Fund invests in Company shares, whose values have fallen in recent weeks, primarily on concerns about how Covid-19 will affect the economy and economic growth around the world. Global growth is likely to be slower as efforts to contain the virus are implemented.

## Distribution Tables

### Distribution Tables for the year ended 24 January 2020

Group 1: units purchased prior to a distribution period.

Group 2: units purchased during a distribution period.

Equalisation is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to the holders of these units as a return of capital. As capital it is not liable to Income Tax but must be deducted from the cost of units for Capital Gains Tax purposes.

1st Interim dividend distribution in pence per unit			Period	
			25/01/19	to 24/04/19
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	0.8970	0.8512
Group 2	0.3125	0.5845	0.8970	0.8512
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	1.2449	1.1244
Group 2	0.5319	0.7130	1.2449	1.1244
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	0.9319	0.8795
Group 2	—	0.9319	0.9319	0.8795
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	1.2925	1.1615
Group 2	—	1.2925	1.2925	1.1615
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	0.9595	0.9036
Group 2	0.1756	0.7839	0.9595	0.9036
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	1.3316	1.1936
Group 2	0.4865	0.8451	1.3316	1.1936
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	0.7528	0.5604
Group 2	—	0.7528	0.7528	0.5604
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	0.7874	0.5604
Group 2	0.6003	0.1871	0.7874	0.5604
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/06/19</b>	<b>24/06/18</b>
Group 1	Revenue	Equalisation	1.0175	0.9507
Group 2	—	1.0175	1.0175	0.9507

## Distribution Tables continued

2nd Interim dividend distribution in pence per unit				Period	
				25/04/19	to
<b>R-Class</b>					
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.5144	—	0.5144	0.5144	0.7386
Group 2	—	0.5144	0.5144	0.5144	0.7386
<b>R-Class</b>					
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.7250	—	0.7250	0.7250	0.9854
Group 2	0.1380	0.5870	0.7250	0.7250	0.9854
<b>F-Class</b>					
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.5342	—	0.5342	0.5342	0.7646
Group 2	—	0.5342	0.5342	0.5342	0.7646
<b>F-Class</b>					
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.7540	—	0.7540	0.7540	1.0238
Group 2	—	0.7540	0.7540	0.7540	1.0238
<b>I-Class</b>					
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.5505	—	0.5505	0.5505	0.7861
Group 2	0.0023	0.5482	0.5505	0.5505	0.7861
<b>I-Class</b>					
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.7774	—	0.7774	0.7774	1.0530
Group 2	0.0088	0.7686	0.7774	0.7774	1.0530
<b>C-Class</b>					
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.4325	—	0.4325	0.4325	0.5770
Group 2	—	0.4325	0.4325	0.4325	0.5770
<b>C-Class</b>					
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.4601	—	0.4601	0.4601	0.5830
Group 2	0.0615	0.3986	0.4601	0.4601	0.5830
<b>L-Class</b>					
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.5842	—	0.5842	0.5842	0.8296
Group 2	0.0727	0.5115	0.5842	0.5842	0.8296
<b>L-Class</b>					
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
				<b>24/09/19</b>	<b>24/09/18</b>
Group 1	0.2440	—	0.2440	0.2440	N/A
Group 2	—	0.2440	0.2440	0.2440	N/A

## Distribution Tables continued

3rd Interim dividend distribution in pence per unit			Period	
			25/07/19	to 24/10/19
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	0.8834	—	0.8834	0.7424
Group 2	0.0118	0.8716	0.8834	0.7424
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	1.2569	—	1.2569	1.0065
Group 2	0.4326	0.8243	1.2569	1.0065
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	0.9196	—	0.9196	0.7676
Group 2	—	0.9196	0.9196	0.7676
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	1.3068	—	1.3068	1.0419
Group 2	0.0128	1.2940	1.3068	1.0419
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	0.9484	—	0.9484	0.7905
Group 2	0.0690	0.8794	0.9484	0.7905
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	1.3479	—	1.3479	1.0722
Group 2	0.1315	1.2164	1.3479	1.0722
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	0.7428	—	0.7428	0.6192
Group 2	—	0.7428	0.7428	0.6192
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	0.7984	—	0.7984	0.6336
Group 2	0.1541	0.6443	0.7984	0.6336
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	1.0089	—	1.0089	0.8366
Group 2	—	1.0089	1.0089	0.8366
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>24/12/19</b>	<b>24/12/18</b>
Group 1	0.7895	—	0.7895	N/A
Group 2	—	0.7895	0.7895	N/A

## Distribution Tables continued

Final dividend distribution in pence per unit			Period			
			25/10/19	to 24/01/20		
<b>R-Class</b>						
<b>Distribution Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.5833	—	0.5833	0.5110		
Group 2	0.0587	0.5246	0.5833	0.5110		
<b>R-Class</b>						
<b>Accumulation Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.8434	—	0.8434	0.6990		
Group 2	0.2170	0.6264	0.8434	0.6990		
<b>F-Class</b>						
<b>Distribution Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.6080	—	0.6080	0.5297		
Group 2	—	0.6080	0.6080	0.5297		
<b>F-Class</b>						
<b>Accumulation Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.8794	—	0.8794	0.7246		
Group 2	—	0.8794	0.8794	0.7246		
<b>I-Class</b>						
<b>Distribution Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.6269	—	0.6269	0.5456		
Group 2	0.1088	0.5181	0.6269	0.5456		
<b>I-Class</b>						
<b>Accumulation Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.9079	—	0.9079	0.7465		
Group 2	0.1764	0.7315	0.9079	0.7465		
<b>C-Class</b>						
<b>Distribution Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.4935	—	0.4935	0.4290		
Group 2	—	0.4935	0.4935	0.4290		
<b>C-Class</b>						
<b>Accumulation Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.5381	—	0.5381	0.4412		
Group 2	0.1300	0.4081	0.5381	0.4412		
<b>L-Class</b>						
<b>Distribution Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.6678	—	0.6678	0.5861		
Group 2	—	0.6678	0.6678	0.5861		
<b>L-Class</b>						
<b>Accumulation Units</b>			<b>Revenue</b>	<b>Equalisation</b>	<b>Distribution</b>	<b>Distribution</b>
			<b>24/03/20</b>	<b>24/03/19</b>		
Group 1	0.5324	—	0.5324	N/A		
Group 2	—	0.5324	0.5324	N/A		

In the above tables, a distribution pay rate of N/A denotes that the class was not in existence as at the applicable XD date, and therefore no distribution was made. Please refer to the comparative tables on pages 34 to 43 for the launch date of these classes.

## Fund Information

The Comparative Tables on pages 34 to 43 give the performance of each active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Fund.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades and research costs.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by a fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

## Fund Information continued

### Comparative Tables

#### R-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	52.21	63.20	59.42
Return before operating charges*	7.93	(7.26)	7.69
Operating charges (calculated on average price)	(0.84)	(0.89)	(1.09)
Return after operating charges*	7.09	(8.15)	6.60
Distributions on income units	(2.88)	(2.84)	(2.82)
Closing net asset value per unit	56.42	52.21	63.20
* after direct transaction costs of:	0.08	0.11	0.11

#### Performance

Return after charges	13.58%	(12.90)%	11.11%
----------------------	--------	----------	--------

#### Other Information

Closing net asset value (£)	119,424,286	117,751,425	150,658,580
Closing number of units	211,663,286	225,527,831	238,379,890
Operating charges <sup>†</sup>	1.53%	1.53%	1.75%
Direct transaction costs	0.14%	0.19%	0.18%

#### Prices

Highest unit price	58.51p	64.72p	68.06p
Lowest unit price	50.01p	49.31p	59.24p

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### R-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	72.46	83.48	75.02
Return before operating charges*	11.14	(9.82)	9.86
Operating charges (calculated on average price)	(1.18)	(1.20)	(1.40)
Return after operating charges*	9.96	(11.02)	8.46
Distributions	(4.07)	(3.82)	(3.62)
Retained distributions on accumulation units	4.07	3.82	3.62
Closing net asset value per unit	82.42	72.46	83.48
* after direct transaction costs of:	0.11	0.15	0.14

#### Performance

Return after charges	13.75%	(13.20)%	11.28%
----------------------	--------	----------	--------

#### Other Information

Closing net asset value (£)	41,072,406	38,346,095	45,109,062
Closing number of units	49,833,239	52,921,502	54,033,037
Operating charges†	1.53%	1.53%	1.75%
Direct transaction costs	0.14%	0.19%	0.18%

#### Prices

Highest unit price	84.56p	86.69p	86.95p
Lowest unit price	71.15p	67.77p	74.78p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### F-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	54.18	65.26	61.05
Return before operating charges*	8.25	(7.51)	7.91
Operating charges (calculated on average price)	(0.59)	(0.63)	(0.80)
Return after operating charges*	7.66	(8.14)	7.11
Distributions on income units	(2.99)	(2.94)	(2.90)
Closing net asset value per unit	58.85	54.18	65.26
* after direct transaction costs of:	0.08	0.12	0.11

##### Performance

Return after charges	14.14%	(12.47)%	11.65%
----------------------	--------	----------	--------

##### Other Information

Closing net asset value (£)	33,406	31,663	37,827
Closing number of units	56,762	58,436	57,962
Operating charges†	1.03%	1.03%	1.25%
Direct transaction costs	0.14%	0.19%	0.18%

##### Prices

Highest unit price	60.98p	66.94p	66.81p
Lowest unit price	52.05p	51.16p	60.88p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### F-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	75.17	86.18	77.06
Return before operating charges*	11.60	(10.17)	10.16
Operating charges (calculated on average price)	(0.83)	(0.84)	(1.04)
Return after operating charges*	10.77	(11.01)	9.12
Distributions	(4.23)	(3.95)	(3.73)
Retained distributions on accumulation units	4.23	3.95	3.73
Closing net asset value per unit	85.94	75.17	86.18
* after direct transaction costs of:	0.11	0.16	0.15

#### Performance

Return after charges	14.33%	(12.78)%	11.83%
----------------------	--------	----------	--------

#### Other Information

Closing net asset value (£)	24,984	38,184	52,736
Closing number of units	29,072	50,794	61,192
Operating charges†	1.03%	1.03%	1.25%
Direct transaction costs	0.14%	0.19%	0.18%

#### Prices

Highest unit price	88.14p	89.63p	87.65p
Lowest unit price	74.02p	70.29p	76.82p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### I-Class Distribution Units

#### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	55.79	67.02	62.45
Return before operating charges*	8.51	(7.71)	8.11
Operating charges (calculated on average price)	(0.46)	(0.49)	(0.57)
Return after operating charges*	8.05	(8.20)	7.54
Distributions on income units	(3.09)	(3.03)	(2.97)
Closing net asset value per unit	60.75	55.79	67.02
* after direct transaction costs of:	0.08	0.12	0.12

#### Performance

Return after charges	14.43%	(12.24)%	12.07%
----------------------	--------	----------	--------

#### Other Information

Closing net asset value (£)	4,709,880	3,811,789	4,905,057
Closing number of units	7,753,436	6,832,854	7,318,876
Operating charges†	0.78%	0.78%	0.87%
Direct transaction costs	0.14%	0.19%	0.18%

#### Prices

Highest unit price	62.93p	68.80p	68.61p
Lowest unit price	53.66p	52.66p	62.28p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### I-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	77.42	88.53	78.86
Return before operating charges*	11.96	(10.46)	10.39
Operating charges (calculated on average price)	(0.65)	(0.65)	(0.72)
Return after operating charges*	11.31	(11.11)	9.67
Distributions	(4.36)	(4.07)	(3.82)
Retained distributions on accumulation units	4.36	4.07	3.82
Closing net asset value per unit	88.73	77.42	88.53
* after direct transaction costs of:	0.12	0.16	0.15

#### Performance

Return after charges	14.61%	(12.55)%	12.26%
----------------------	--------	----------	--------

#### Other Information

Closing net asset value (£)	4,868,744	5,146,493	4,893,655
Closing number of units	5,487,214	6,647,626	5,527,660
Operating charges†	0.78%	0.78%	0.87%
Direct transaction costs	0.14%	0.19%	0.18%

#### Prices

Highest unit price	90.98p	92.15p	90.04p
Lowest unit price	76.34p	72.37p	78.61p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### C-Class Distribution Units

#### Change in Net Asset Value per Unit

Accounting Year ending	25/01/19 to 24/01/20 (pence per unit)	28/02/18 to 24/01/19 <sup>1</sup> (pence per unit)
Opening net asset value per unit	43.70	50.00
Return before operating charges*	6.70	(3.87)
Operating charges (calculated on average price)	(0.23)	(0.24)
Return after operating charges*	6.47	(4.11)
Distributions on income units	(2.42)	(2.19)
Closing net asset value per unit	47.75	43.70
* after direct transaction costs of:	0.06	0.09

#### Performance

Return after charges	14.81%	(8.22)%
----------------------	--------	---------

#### Other Information

Closing net asset value (£)	955	874
Closing number of units	2,000	2,000
Operating charges <sup>†</sup>	0.50%	0.50%
Direct transaction costs	0.14%	0.19%

#### Prices

Highest unit price	49.43p	53.80p
Lowest unit price	42.11p	41.26p

<sup>1</sup> C-Class units launched on 28 February 2018.

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### C-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	25/01/19 to 24/01/20 (pence per unit)	28/02/18 to 24/01/19 <sup>1</sup> (pence per unit)
Opening net asset value per unit	45.76	50.00
Return before operating charges*	7.08	(4.02)
Operating charges (calculated on average price)	(0.25)	(0.22)
Return after operating charges*	6.83	(4.24)
Distributions	(2.58)	(2.22)
Retained distributions on accumulation units	2.58	2.22
Closing net asset value per unit	52.59	45.76
* after direct transaction costs of:	0.07	0.09

#### Performance

Return after charges	14.93%	(8.48)%
----------------------	--------	---------

#### Other Information

Closing net asset value (£)	48,600,099	4,945,266
Closing number of units	92,407,802	10,806,979
Operating charges <sup>†</sup>	0.50%	0.50%
Direct transaction costs	0.14%	0.19%

#### Prices

Highest unit price	53.91p	54.39p
Lowest unit price	45.20p	42.77p

<sup>1</sup> C-Class units launched on 28 February 2018.

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### L-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	24/01/20 (pence per unit)	24/01/19 (pence per unit)	24/01/18 (pence per unit)
Opening net asset value per unit	59.09	70.47	65.16
Return before operating charges*	9.05	(8.16)	8.50
Operating charges (calculated on average price)	(0.02)	(0.02)	(0.08)
Return after operating charges*	9.03	(8.18)	8.42
Distributions on income units	(3.28)	(3.20)	(3.11)
Closing net asset value per unit	64.84	59.09	70.47
* after direct transaction costs of:	0.09	0.13	0.12

##### Performance

Return after charges	15.28%	(11.61)%	12.92%
----------------------	--------	----------	--------

##### Other Information

Closing net asset value (£)	20,562,836	53,446,559	69,790,915
Closing number of units	31,713,612	90,443,662	99,039,920
Operating charges <sup>†</sup>	0.03%	0.03%	0.12%
Direct transaction costs	0.14%	0.19%	0.18%

##### Prices

Highest unit price	67.13p	72.51p	72.13p
Lowest unit price	57.08p	55.75p	65.00p

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Fund Information continued

### Comparative Tables continued

#### L-Class Accumulation Units

#### Change in Net Asset Value per Unit

Accounting Period ending	25/04/19 to 24/01/20 <sup>1</sup> (pence per unit)
Opening net asset value per unit	50.00
Return before operating charges*	2.05
Operating charges (calculated on average price)	(0.01)
Return after operating charges*	2.04
Distributions	(1.57)
Retained distributions on accumulation units	1.57
Closing net asset value per unit	52.04
* after direct transaction costs of:	0.05

#### Performance

Return after charges	4.08%
----------------------	-------

#### Other Information

Closing net asset value (£)	39,285,542
Closing number of units	75,487,040
Operating charges <sup>†</sup>	0.03%
Direct transaction costs	0.14%

#### Prices

Highest unit price	53.33p
Lowest unit price	44.63p

<sup>1</sup> L-Class Accumulation units launched on 25 April 2019.

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

**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.**

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Risk and Reward Profile (unaudited)



- 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 five because it invests in company shares which are sensitive to variations in the stock market. The value of company shares can change substantially over short periods of time. Company shares are generally considered to be higher risk investments than bonds or cash.
- Even a fund in the lowest category is not a risk free investment.

## General Information (unaudited)

### Constitution

Launch date:	31 March 2011
Period end dates for distributions:	24 January, 24 April, 24 July, 24 October
Distribution dates:	24 March, 24 June, 24 September, 24 December

Minimum initial lump sum investment:	R-Class £100
	F-Class* £500
	I-Class £1,000,000
	C-Class** £20,000,000
	L-Class*** £100,000

Minimum monthly contributions:	R-Class £20
	F-Class* £50
	I-Class N/A
	C-Class** N/A
	L-Class*** N/A

Valuation point: 12 noon

Fund management fees:	R-Class Annual 1.53%
	F-Class* Annual 1.03%
	I-Class Annual 0.78%
	C-Class** Annual 0.50%
	L-Class*** Annual 0.03%

Initial charge: Nil for all existing unit classes

\* Class F units are available to:

- (i) investors who have received advice from authorised intermediaries, platforms or other distributors in relation to their investment in units in the Fund; and
- (ii) distributors who the Manager reasonably considers will adequately bear the costs of marketing to and acquiring investors at no or limited cost to the Manager, and to whom the Manager has confirmed that such distributor or investor meets the criteria for investment in such units.

\*\* Class C units are available to certain eligible investors who meet the criteria for investment in such units as outlined in the share class policy of the Manager, which is available to investors in the C Class upon request. Where investors in the C Class no longer continue to meet the criteria for investment in such units, further investment in such units may not be permitted.

\*\*\* Class L units are only available to other Legal & General funds and/or companies which have entered into an agreement with the Manager or an affiliate of the Manager.

### Pricing and Dealing

The prices are published on the internet at [www.legalandgeneral.com/investments/funds/prices-and-reports/daily-fund-prices](http://www.legalandgeneral.com/investments/funds/prices-and-reports/daily-fund-prices) immediately after they become available.

Dealing in units takes place on a forward pricing basis, from 8:30am to 6:00pm, Monday to Friday.

## **General Information (unaudited) continued**

### **Buying and Selling Units**

Units may be bought on any business day from the Manager or through a financial adviser by completing an application form or on the internet at [www.legalandgeneral.com](http://www.legalandgeneral.com). Units may normally be sold back to the Manager on any business day at the bid price calculated at the following valuation point.

### **ISA Status**

This Fund may be held within this tax advantaged savings arrangement. The favourable tax treatment of ISAs may not be maintained. For full written information, please contact your usual financial adviser or ring 0370 050 0955.

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

### **Prospectus and Manager's Reports**

Copies of the Prospectus and the most recent annual or interim reports are available free of charge by telephoning 0370 050 0955 or by writing to the Manager.

Do you have difficulty in reading information in print because of a disability? If so, we can help. We are able to produce information for our clients in large print and braille. If you would like to discuss your particular requirements, please contact us on 0370 050 0955.

### **Dual Pricing Arrangement**

The Manager's fixed dual pricing arrangement has a set spread to account for the costs of transacting in a particular Fund. Where the Manager operates a box through which unit subscriptions and unit redemptions are netted into a single trade instruction to the Trustee, the netting reduces the actual transaction costs and this generates a revenue to the Manager. The revenue generated from this activity is calculated on a monthly basis and returned to the Fund in the form of a payment from the Manager. This provides an enhanced return to the Fund, though the size of any return will be dependent on the size of subscriptions and redemptions.

## General Information (unaudited) continued

### Remuneration Disclosure

In accordance with the Undertakings for collective investment in transferable securities (UCITs) Directive, often referred to as the UCITs V Directive, the Legal & General UK Equity Income Fund, as a UCITs Scheme, is required to disclose the aggregate remuneration paid by the UCITs Manager and by the UCITs Scheme to Identified Staff, together with the number of beneficiaries, and, where relevant, performance fees paid by the UCITs Scheme. The aggregate amount of remuneration must be broken down by category of employees or other staff members and be split into fixed and variable remuneration.

The following provides information on the remuneration of persons whose professional activities have a material impact on the management company and the funds managed by it. At the time of publishing, figures as at 31 December 2019 were not yet available. We shall publish this data in the Scheme's interim report, due to be published in September 2020:

### Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
36	7,644	13,053	105

### Material Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
19	2,324	2,868	188

### Controlled Functions

As at 31 December 2018, Legal & General Unit Trust Managers Limited (UTM) engaged the services of seven employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further one employee of Legal & General Resources (LGR) to act as Directors. In addition, there was one non-executive Director. UTM also engaged the services of a further 24 LGIMH employees and a further three L&G Resources (LGR) employees to act in a variety of Controlled Functions, including Chief Compliance Officer, Money Laundering Reporting Officer, Client Asset Oversight, Systems and Controls Functions, Significant Management Functions and Customer Functions. These employees were also engaged by other companies in the L&G Group. The aggregate remuneration received by these individuals, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of UTM.

## General Information (unaudited) continued

### Material Risk Takers

As at 31 December 2018, UTM engaged the services of Legal & General Investment Management's Equities Fund Management team, which consists of 19 investment professionals located in our London Office. The team includes a variety of Fund Managers, Analysts and Support Staff, with the Fund Managers empowered to take discretionary investment management decisions on behalf of the Fund. The team is also engaged in managing other Legal & General UTM Funds/Schemes and is also engaged by other companies in the L&G Group. The aggregate remuneration received by the members of the team, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of the Legal & General Investment Management's Equities Fund Management team.

### Assessment of Value

We will be publishing Assessment of Value reports for our funds on [legalandgeneral.com](http://legalandgeneral.com) and [lgim.com](http://lgim.com) on 30 April 2020. Please look out for further information nearer the time.

### Significant Changes

#### New Unit Class: L-Class

L-Class accumulation units were launched on 25 April 2019.

#### Change in Investment Objective and Policy

In line with the updated rules and guidance for the asset management industry published by the Financial Conduct Authority (FCA) in February 2019, we have clarified the Investment Objectives and Policies for our UK regulated funds.

The revised Investment Objective and Policy came into effect on 7 August 2019. The previous and revised Investment Objective and Policy are set out on page 2.

#### Publication of Short Report Discontinued

With effect from 20 September 2019, the Short Report for this Fund will no longer be issued.

## General Information (unaudited) continued

### 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

### Directors of the Manager

A. Clare\* (appointed 10 September 2019)  
E. Cowhey\* (appointed 9 October 2019)  
A. J. C. Craven  
S. Hynes  
H. Morrissey (resigned 18 October 2019)  
H. Solomon  
L. W. Toms  
A. R. Toutouchi\*  
M. J. Zinkula (resigned 15 July 2019)

\*Non-executive Director

### Secretary

J. McCarthy

### Registrar

Legal & General (Unit Trust Managers) Limited  
P.O. Box 6080,  
Wolverhampton WV1 9RB  
Authorised and regulated by the Financial Conduct Authority

Dealing: 0370 050 0956  
Enquiries: 0370 050 0955  
Registration: 0370 050 0955

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

### Trustee

Northern Trust Global Services SE UK Branch  
Trustee and Depositary Services  
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

KPMG LLP  
15 Canada Square,  
London E14 5GL

### Investment Adviser

Legal & General Investment Management Limited  
One Coleman Street,  
London EC2R 5AA  
Authorised and regulated by the Financial Conduct Authority

**Authorised and regulated by the  
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](http://www.legalandgeneral.com)

