

# Legal & General UK Equity Income Fund - ESG Report

## Key ESG metrics

### Carbon emissions



Tonnes CO<sub>2</sub>e per \$1 million revenue<sup>1</sup>

Eligibility<sup>iii</sup>: 96.42%  
Coverage<sup>iii</sup>: 99.31%

### Carbon reserves



Tonnes CO<sub>2</sub>e per \$1 million of EVIC<sup>1</sup>

### Green revenues<sup>iv</sup>



## Fund facts

### Fund size

£235.4m

### Fund launch date

31 March 2011

### Base currency

GBP

### Domicile

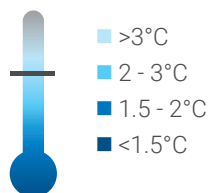
UK

### Regulatory status

Unit Trust (UK UCITS compliant)

## Implied temperature alignment

3.9°C



Number of instruments: 49  
Total fund coverage: 82.34%

## Voting



■ No. of resolutions where supported management  
■ No. of resolutions where voted against management (including abstentions)

How many meetings were you eligible to vote at over the year to 30/09/2021? **51**

Of the resolutions on which you voted, what % did you vote against management? **1.53%**

How many resolutions were you eligible to vote on over the year to 30/09/2021? **917**

Of the resolutions on which you voted, what % did you abstain from? **0.00%**

What % of resolutions did you vote on for which you were eligible? **100.00%**

In what % of meetings, for which you did vote, did you vote at least once against management? **19.61%**

Of the resolutions on which you voted, what % did you vote with management? **98.47%**

What % of resolutions, on which you did vote, did you vote contrary to the recommendation of your proxy adviser? (if applicable) **1.53%**

## Engagement (12 month period)<sup>v</sup>

**83**  
Total number of engagements

**74%**  
of fund market cap engaged

### Number of engagements on:

**33**  
Environmental topics

**31**  
Social topics

**54**  
Governance topics

**23**  
Other topics (e.g. financial and strategy)

### Top five engagement topics:

**1**  
**27 engagements**  
Remuneration

**2**  
**24 engagements**  
Climate Change

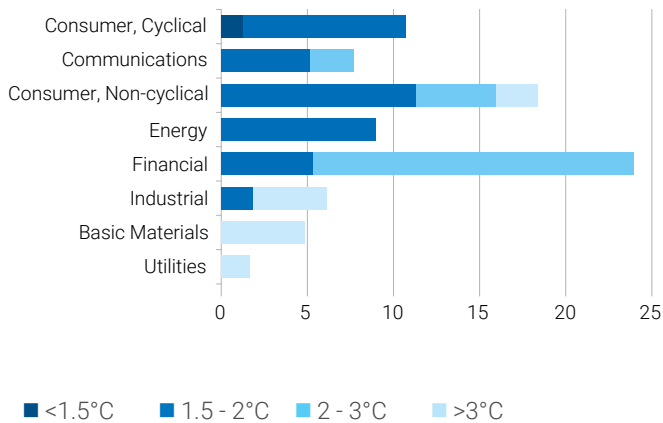
**3**  
**20 engagements**  
Nominations and Succession

**4**  
**15 engagements**  
Corporate Strategy

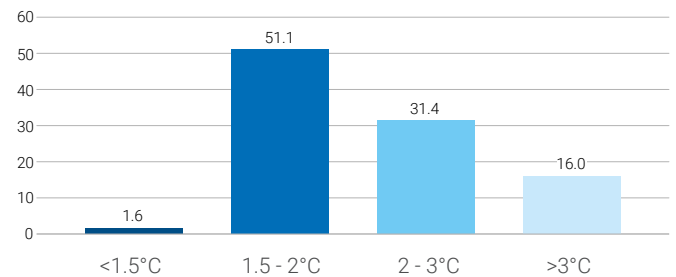
**5**  
**14 engagements**  
Board Composition

## Implied temperature alignment

### Distribution by sector (%)

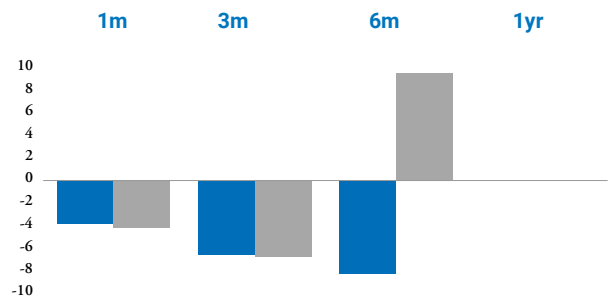


### Distribution by holdings (%)

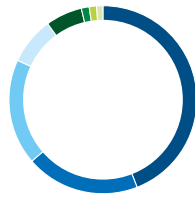


## Fund trends (%)

	1m	3m	6m	1yr
Carbon emissions	-3.85	-6.58	-8.34	-
Carbon reserves	-4.20	-6.78	9.59	-



**Fund breakdown**  
Carbon emissions



**Countries (%)**

United Kingdom	100.0
----------------	-------

**Sectors (%)**

Basic Materials	44.1
Consumer, Non-cyclical	19.6
Energy	18.2
Industrial	8.1
Utilities	6.3
Communications	1.4
Consumer, Cyclical	1.3
Financial	1.1

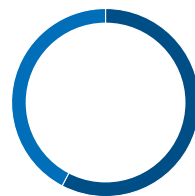
**ISIN rank by % of total emissions**

↓	ISIN name	%
1	RIO TINTO PLC	20.15
2	TATE & LYLE PLC	14.44
3	ANGLO AMERICAN PLC	12.09
4	BHP GROUP PLC	11.84
5	BP PLC	9.16

↑	ISIN name	%
46	M&G PLC	0.00
45	AVIVA PLC	0.01
44	PHOENIX GROUP HOLDINGS PLC	0.01
43	PRUDENTIAL PLC	0.02
42	LLOYDS BANKING GROUP PLC	0.02

**Fund breakdown**  
Carbon reserves



**Countries (%)**

United Kingdom	100.0
----------------	-------

**Sectors (%)**

Basic Materials	57.6
Energy	42.4

**ISIN rank by % of total reserves**


↓	ISIN name	%
1	BHP GROUP PLC	41.76
2	BP PLC	33.84
3	ANGLO AMERICAN PLC	15.88
4	ROYAL DUTCH SHELL PLC-B SHS	8.51

↑	ISIN name	%
4	ROYAL DUTCH SHELL PLC-B SHS	8.51
3	ANGLO AMERICAN PLC	15.88
2	BP PLC	33.84
1	BHP GROUP PLC	41.76

## Contact us

 Visit [www.legalandgeneral.com](http://www.legalandgeneral.com)

 Call **0370 050 0955**

 Email [investments@landg.com](mailto:investments@landg.com)

Lines are open Monday to Friday 8:30am to 6:00pm.

### Investment Performance

The value of an investment and any income taken from it is not guaranteed and can go down as well as up; you may not get back the amount you originally invested. Past performance is not a guide to the future.

Reference to a particular security is for illustrative purposes only, is on a historic basis and does not mean that the security is currently held or will be held within an LGIM portfolio. The above information does not constitute a recommendation to buy or sell any security.

### Call Recording

We record and monitor calls. Call charges will vary.

- i. Carbon dioxide equivalent (CO<sub>2</sub>e) is a standard unit to compare the emissions of different greenhouse gases. The choice of this metric follows best practice recommendations from the Task Force on Climate-related Financial Disclosures. Data on carbon emissions from a company's operations and purchased energy is used.
- ii. This metric looks at the embedded carbon in the fossil fuel reserves owned by a company, divided by a company's enterprise value (including cash), to adjust for company size. This represents a carbon reserves intensity score for a company.
- iii. Eligibility % represents the % of the securities in the fund which are eligible for reporting (currently cash deposits, derivative and government bonds are ineligible for carbon reporting) and the Coverage % represents the coverage of those assets with carbon scores.
- iv. Green revenues % represents the proportion of revenues derived from low-carbon products and services associated with the fund, from the companies in the fund that have disclosed this as a separate data point.
- v. Engagement figures do not include data on engagement activities with national or local governments, government related issuers, or similar international bodies with the power to issue debt securities.
- vi. LGIM's implied temperature alignment methodology computes the contribution of a company's activities towards climate change. It delivers a specific temperature value that signifies which climate scenario (e.g. 3°C, 1.5°C etc.) the company's activities are currently aligned with. The implied temperature alignment is computed as a weighted aggregate of the company-level warming potential.

### Third Party ESG Data Providers

The data provided by the following third parties is central to the calculation of various ESGT metrics displayed within this document, which can be summarised as follows:-

Provider	Environment	Social	Governance	Transparency
HSBC	©	-	-	-
ISS	©	-	-	-
LGIM	BLENDED METRICS			

Where we use third party data within this document, it is never used directly and instead it forms the basis of our own calculations; we do so under licence and with the providers' legal permission.

While all reasonable endeavours are taken to ensure the data provided is accurate, it is important to note that the data providers assume no responsibility for errors or omissions and cannot be held liable for damage arising from our use of their data within our calculations.

Source: HSBC© HSBC 2021

Source: ISS. Information is for recipients' internal use only.

Investment Manager: Legal & General Investment Management Limited has been appointed as the discretionary investment manager for this Fund, it is authorised and regulated by the Financial Conduct Authority No. 119272.

Date: All features described and information contained in this report ("Information") are current at the time of publication and may be subject to change or correction in the future. Any projections, estimate, or forecast included in the Information (a) shall not constitute a guarantee of future events, (b) may not consider or reflect all possible future events or conditions relevant to you (for example, market disruption events); and (c) may be based on assumptions or simplifications that may not be relevant to you.

Not Advice: Nothing in this report should be construed as advice and it is therefore not a recommendation to buy or sell securities. If in doubt about the suitability of this product, you should seek professional advice. The Information in this report is for information purposes only and we are not soliciting any action based on it. No representation regarding the suitability of instruments and/or strategies for a particular investor is made in this document and you should refrain from entering into any investment unless you fully understand all the risks involved and you have independently determined that the investment is suitable for you.

Limitations: To the fullest extent permitted by law, we exclude all representations, warranties, conditions, undertakings and all other terms of any kind, implied by statute or common law, with respect to the Information including (without limitation) any representations as to its quality, suitability, accuracy or completeness.

Further Information: Copies of the Key Features Document, Descriptions of Funds and the associated policy documents of the Investment Manager are available free of charge on request or from <https://www.lgim.com/>.

Geographic Limitation: This document is only directed at investors resident in jurisdictions where our funds are registered for sale. It is not an offer or invitation to persons outside of those jurisdictions. We reserve the right to reject any applications from outside of such jurisdictions.

Source: Unless otherwise indicated all data contained in this report is sourced from Legal & General Investment Management Limited. Where this document contains third party data ("Third Party Data"), we cannot guarantee the accuracy, completeness or reliability of such Third Party Data and accept no responsibility or liability whatsoever in respect of such Third Party Data, or in respect of any loss or damage suffered by you, your client or any other party arising in connection with either the provision of Third Party Data or any inaccuracies, errors or omissions, regardless of cause in any Third Party Data.

Copyright © 2021 Legal & General. This document is subject to copyright. Any unauthorised use is strictly prohibited. All rights are reserved.