

Legal & General European Trust

**Final Manager's Report
for the period ended
28 July 2019**



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* 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 investment objective of the Trust is to secure capital growth from a portfolio exclusively invested directly or indirectly in European securities, other than those of the UK, which may be selected from all economic sectors.

The Manager will select those securities that generally reflect both leading industrial and commercial concerns as well as opportunities offered by newly emerging companies.

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

From 7 August 2019

The objective of the Trust is to provide growth above that of the FTSE World Europe ex UK TR Net Index, the "Benchmark Index". The Trust aims to outperform the Benchmark Index by 4% per annum. This objective is before the deduction of any charges and measured over rolling three year periods.

The Trust is actively managed and invests at least 90% in the shares of European companies that the Manager believes have strong growth prospects. These are companies that are incorporated, listed, headquartered or which have their principal business activities in Europe excluding the UK.

Over a market cycle (typically 3 to 5 years), the Trust will comprise on average 20 to 50 companies selected by the Manager following research of each company. At times the Trust's portfolio may be concentrated.

The Trust may also invest in other shares (including of UK companies), 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 Trust is also permitted to receive and hold warrants and convertible bonds as a result of corporate actions.

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

Manager's Investment Report

During the period under review, the bid price of the Trust's R-Class accumulation units fell by 9.34%. This compares to a 6.26% rise in Sterling terms, in the FTSE World Europe (excluding UK) TR Index (source: Bloomberg).

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

There has been a sharp loss of momentum in the Eurozone. The German economy stalled during the fourth quarter of 2018, partly due to reduced Chinese demand, while Italy fell into recession for the first time since early 2013 and France and Spain continued to support the single currency bloc's growth. Although Eurozone economic activity picked up over the first quarter of 2019, forward-looking indicators have been less reassuring. Business confidence in Germany weakened to its lowest point since 2013 in July, casting renewed doubts as to the health of the Eurozone's largest economy. The European Central Bank recently signalled that it stood ready to cut interest rates and embark on a fresh round of asset purchases, with inflation still well below its 2% target.

Returns from European equities have been disappointing in comparison with global indices. Political concerns resurfaced as the year progressed, most notably in Italy. The new coalition government comprising of the populist Five Star Movement and the Northern League appeared set on a collision course with the European Central Bank over its spending plans, which threaten to breach the latter's fiscal deficit limits until an agreement was eventually reached as 2018 ended. This reawakened the debate on the existential future of the Eurozone. As a result, renewed fears of contagion risk and a slowdown in economic growth weakened financial stocks, notably banks.

Trust Review

The Trust delivered a negative return amidst turbulent times for European equity markets. October was the worst performing month for the Trust in relation to its comparative Index, and where the divergence in performance was most pronounced. Sectors which were most affected by the wider market fears were also those to which the Trust was most exposed including technology, general retailers and auto-manufacturers. The recovery in performance in 2019, with the exception of May, was unfortunately not enough to offset the initial fall. The Trust's exposure to Switzerland detracted value during the times of stress, as did an underweight allocation to healthcare stocks.

At the individual level, semiconductor firm 'ams' performed well after the company reported strong Q2 results and guided positively to Q3 and full-year growth. 'ams' are now beginning to benefit from wider adoption of 3D sensing in Android-based smartphones. Despite near-term challenges management cited numerous product drivers in 2019, including recent design wins in Android 3D sensing and product launches from Huawei and Samsung. The company is also currently weighing up a potential takeover bid of lighting specialist Osram.

ArcelorMittal, Europe's largest steel producer announced intentions to adjust its European production levels. Demand data for European steel has been particularly disappointing over the review period. Management subsequently lowered its outlook for 2019 global steel consumption, with the demand in Europe led by a weakening automotive and heavy machinery segments. As part of their Q1 results, management also flagged the challenging price environment, amid the increase in raw material prices and import pressures in Europe.

Manager's Investment Report continued

The automotive industry continues to sit in the perfect storm. Low visibility of sales, threat of tariffs, slowing growth and a weak product cycle are a significant headwind. For auto supplier Valeo, this is further exacerbated by high inventory and flat production levels. Management have recently been more optimistic on an improvement in the business, though scepticism remains high, given recent profit warnings. For Daimler, there are additional market concerns around CO2 emission targets and sales performance outside of China.

In respect of trading activity, we initiated a new position in Shop Apotheke Europe. The business is an online licensed pharmacy focused on the sale of prescription and over-the-counter drugs in Germany. Looking ahead we expect an increase in online penetration, with the recent capital increase signifying a step-up in growth investment from the business. In addition, recent developments in the regulatory environment also present opportunities for the company to increase market share.

Tyre manufacturer Michelin is also a new name on the portfolio. The shares have de-rated as part of the auto supplier sector sell-off and recent weak industry data. However, with a low valuation and strong free cashflow generation, we have confidence in the long-term opportunity given visibility over a number of earnings drivers. Impressively, despite a tough outlook for the auto sector, the company is seeing a positive price effect following planned increases.

Outlook

As cyclical indicators turn weaker, and amidst some troubling political concerns in certain European countries, the picture of European corporate earnings has been a little uninspiring. However, not all is bad with domestic demand remaining resilient, with labour markets, financing conditions and fiscal policy all supportive of the European consumer.

Legal & General Investment Management Limited
(Investment Adviser)
22 August 2019

Authorised Status

Authorised Status

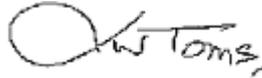
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

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
18 September 2019

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 Trust and of the net income and net gains or losses on the property of the Trust 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 Trust'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 Trust 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 Trust 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 European Trust must ensure that the Trust is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, 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 Trust and its investors.

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

The Depositary must ensure that:

- the Trust's cash flows are properly monitored and that cash of the Trust 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 Trust are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Trust's assets is remitted to the Trust within the usual time limits;
- the Trust'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 European Trust ("the Trust") for the period ended 28 July 2019

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

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

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

Northern Trust Global Services SE UK Branch
UK Trustee and Depositary Services
18 September 2019

Portfolio Statement

Portfolio Statement as at 28 July 2019

All investments are in ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 3 August 2018.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
CONTINENTAL EUROPE			
— 97.13% (99.19%)			
Austria — 5.95% (6.27%)			
105,620	ams	4,596,866	3.20
81,620	KTM Industries	3,955,844	2.75
		8,552,710	5.95
Belgium — 2.68% (3.65%)			
157,990	Umicore	3,843,557	2.68
Denmark — 3.27% (7.12%)			
118,990	Novo Nordisk	4,701,509	3.27
Finland — 2.05% (4.37%)			
33,388	BasWare	519,153	0.36
256,212	Ferratum	2,428,058	1.69
		2,947,211	2.05
France — 18.74% (10.99%)			
38,000	Cie Generale des Etablissements Michelin	3,509,266	2.44
34,625	EssilorLuxottica	3,696,920	2.57
435,000	Europcar Mobility Group	2,283,289	1.59
29,996	Rémy Cointreau	3,565,400	2.48
33,750	Teleperformance	5,828,473	4.05
198,758	Tikehau Capital	3,516,136	2.45
66,825	Ubisoft Entertainment	4,535,942	3.16
		26,935,426	18.74
Germany — 23.65% (30.50%)			
110,000	Cyan	2,320,372	1.61
78,130	Daimler	3,381,223	2.35
119,580	Delivery Hero	4,367,971	3.04
248,832	HelloFresh	2,010,420	1.40
410,850	Infineon Technologies	6,568,207	4.57
79,800	KION Group	3,659,711	2.55
49,440	SAP	5,033,384	3.50
95,611	Varta	5,815,026	4.05
177,618	Westwing Group	835,576	0.58
		33,991,890	23.65
Italy — 7.15% (5.57%)			
700,600	Davide Campari-Milano	5,340,399	3.71
141,900	Moncler	4,941,771	3.44
		10,282,170	7.15
Luxembourg — 6.75% (5.15%)			
315,800	ArcelorMittal	4,321,114	3.01
625,000	Global Fashion Group	2,155,615	1.50

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Luxembourg — (cont.)			
315,000	Tenaris	3,227,829	2.24
		9,704,558	6.75
Netherlands — 12.83% (10.09%)			
9,094	Adyen	5,791,600	4.03
22,912	ASML	4,280,034	2.98
34,100	Ferrari	4,548,027	3.16
120,000	Shop Apotheke Europe	3,815,782	2.66
		18,435,443	12.83
Norway — 4.49% (0.00%)			
1,458,530	Petroleum Geo-Services	1,717,206	1.19
214,500	Schibsted 'A'	4,737,649	3.30
		6,454,855	4.49
Spain — 3.19% (4.69%)			
70,470	Amadeus IT Group	4,582,631	3.19
Sweden — 3.11% (4.68%)			
503,250	Epiroc 'A'	4,471,746	3.11
Switzerland — 3.27% (6.11%)			
124,062	Aluflexpack	1,941,813	1.35
40,000	Medacta Group	2,758,868	1.92
		4,700,681	3.27
Portfolio of investments¹		139,604,387	97.13
Net other assets		4,129,777	2.87
Total net assets		£143,734,164	100.00%

¹ All investments are admitted to an official stock exchange unless otherwise stated.

Total purchases for the period: £68,967,759.

Total sales for the period: £75,110,640.

Independent Auditor's Report

Independent auditor's report to the Unitholders of Legal & General European Trust ('the Trust')

Opinion

We have audited the financial statements of the Trust for the period ended 28 July 2019 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 Trust and the accounting policies set out on page 16 to 17.

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 Trust as at 28 July 2019 and of the net expenses and the net capital losses on the property of the Trust for the period 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 Trust 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 Trust's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the Trust's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a trust 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 Trust to cease their operations, and as they have concluded that the Trust'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 Trust's business model, including the impact of Brexit, and analysed how those risks might affect the Trust'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 Trust will continue in operation.

Other information

The Manager (Legal & General (Unit Trust Managers) Limited) is responsible for the other information presented in the Final 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 period 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 Trust 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 Trust'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 Trust 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.

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

This report is made solely to the Trust'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 Trust'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 Trust and the Trust'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
18 September 2019

Financial Statements

Statement of Total Return for the period ended 28 July 2019

Notes	04/08/18 to 28/07/19		29/07/17 to 03/08/18 ¹	
	£	£	£	£
Income				
Net capital (losses)/ gains	3	(15,186,023)		9,743,454
Revenue	4	2,069,532	2,185,137	
Expenses	5	(2,120,862)	(2,633,039)	
Interest payable and similar charges	7	(12,507)	(9,379)	
Net expense before taxation		(63,837)	(457,281)	
Taxation	6	(120,051)	(140,939)	
Net expense after taxation for the period		(183,888)	(598,220)	
Total return before distributions		(15,369,911)		9,145,234
Distributions	7	(26,601)		(27,249)
Change in net assets attributable to Unitholders from investment activities		£(15,396,512)		£9,117,985

Statement of Change in Net Assets attributable to Unitholders for the period ended 28 July 2019

	04/08/18 to 28/07/19		29/07/17 to 03/08/18 ¹	
	£	£	£	£
Opening net assets attributable to Unitholders		162,283,419		151,724,424
Amounts received on issue of units	2,031,368		8,619,463	
Amounts paid on cancellation of units	(5,204,641)		(7,197,996)	
		(3,173,273)		1,421,467
Change in net assets attributable to Unitholders from investment activities		(15,396,512)		9,117,985
Retained distributions on accumulation units		20,512		19,489
Unclaimed distributions		18		54
Closing net assets attributable to Unitholders		£143,734,164		£162,283,419

¹ The Trust's final accounting date, usually 28 July, was moved to 3 August 2018 in order to facilitate the closure of E-Class.

Financial Statements continued

Balance Sheet as at 28 July 2019

	Notes	28/07/19 £	03/08/18 ¹ £
ASSETS			
Fixed assets:			
Investments		139,604,387	160,975,002
Current assets:			
Debtors	8	697,977	687,275
Cash and bank balances	9	<u>6,493,558</u>	<u>3,836,436</u>
Total assets		<u>146,795,922</u>	<u>165,498,713</u>
LIABILITIES			
Creditors:			
Bank overdrafts	9	(2,596,637)	(2,261,248)
Distributions payable		(5,224)	(8,256)
Other creditors	10	<u>(459,897)</u>	<u>(945,790)</u>
Total liabilities		<u>(3,061,758)</u>	<u>(3,215,294)</u>
Net assets attributable to Unitholders		<u>£143,734,164</u>	<u>£162,283,419</u>

¹ The Trust's final accounting date, usually 28 July, was moved to 3 August 2018 in order to facilitate the closure of E-Class.

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 Trust 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, on an annual basis, in accordance with the COLL.

Fund management fees are deducted from revenue for the purpose of calculating the distribution.

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

(f) Basis of Valuation of Investments

All investments are valued at their fair value as at 12 noon on 26 July 2019, being the last working day of the accounting period. 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.

Notes to the Financial Statements continued

2. Summary of Significant Accounting Policies continued

(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 26 July 2019, being the last working day of the accounting period.

3. Net capital (losses)/gains

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

Non-derivative securities

Forward currency contracts

Currency gains/(losses)

Net capital (losses)/gains

04/08/18 to 28/07/19	29/07/17 to 03/08/18
£	£
(15,227,734)	9,814,398
(4,365)	(1,676)
<u>46,076</u>	<u>(69,268)</u>
<u>(15,186,023)</u>	<u>9,743,454</u>

4. Revenue

Non-taxable overseas dividends

Bank interest

04/08/18 to 28/07/19	29/07/17 to 03/08/18
£	£
2,064,502	2,183,629
<u>5,030</u>	<u>1,508</u>
<u>2,069,532</u>	<u>2,185,137</u>

Notes to the Financial Statements continued

5. Expenses

	04/08/18 to 28/07/19	29/07/17 to 03/08/18
	£	£
Payable to the Manager, associates of the Manager and agents of either of them:		
Fund management fees	<u>2,120,862</u>	<u>2,633,039</u>
Total expenses	<u>2,120,862</u>	<u>2,633,039</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 period, 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 period

	04/08/18 to 28/07/19	29/07/17 to 03/08/18
	£	£
Overseas tax	120,051	140,939
Current tax [note 6(b)]	120,051	140,939
Deferred tax [note 6(c)]	—	—
Total taxation	120,051	140,939

(b) Factors affecting taxation charge for the period

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 expense before taxation as follows:

Net expense before taxation	(63,837)	(457,281)
Net expense before taxation multiplied by the applicable rate of Corporation tax of 20% (2018: 20%)	(12,767)	(91,456)
Effects of:		
Overseas tax	120,051	140,939
Revenue not subject to taxation	(412,901)	(436,726)
Excess management expenses not utilised	425,668	528,182
Current tax	120,051	140,939

(c) Provision for deferred tax

There is no deferred tax provision in the current or preceding period. At the period end there is a potential deferred tax asset of £4,377,718 (3 August 2018: £3,952,050) due to surplus management expenses.

It is unlikely the Trust will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised (3 August 2018: 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:

	04/08/18 to 28/07/19	29/07/17 to 03/08/18
	£	£
Final distribution	25,736	27,745
	<u>25,736</u>	<u>27,745</u>
Add: Revenue deducted on cancellation of units	1,049	1,530
Less: Revenue received on creation of units	(184)	(2,026)
Distributions for the period	26,601	27,249
Interest payable and similar charges		
Bank overdraft interest	12,507	9,379
	<u>39,108</u>	<u>36,628</u>

The differences between the net expense after taxation and the distributions for the period are as follows:

	04/08/18 to 28/07/19	29/07/17 to 03/08/18
	£	£
Net expense after taxation for the period	(183,888)	(598,220)
Equalisation effect of conversions	—	36
Revenue shortfall	210,489	625,433
Distributions for the period	26,601	27,249

8. Debtors

	28/07/19	03/08/18
	£	£
Accrued revenue	—	57,623
Amounts receivable for creation of units	76,313	154,172
Overseas tax recoverable	554,362	421,085
Sales awaiting settlement	67,302	54,395
	<u>697,977</u>	<u>687,275</u>

Notes to the Financial Statements continued

9. Net uninvested cash

	28/07/19	03/08/18
	£	£
Cash and bank balances	6,493,558	3,836,436
Bank overdrafts	<u>(2,596,637)</u>	<u>(2,261,248)</u>
Net uninvested cash	<u>3,896,921</u>	<u>1,575,188</u>

10. Other creditors

	28/07/19	03/08/18
	£	£
Accrued expenses	166,484	233,486
Amounts payable for cancellation of units	<u>293,413</u>	<u>712,304</u>
	<u>459,897</u>	<u>945,790</u>

11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (3 August 2018: same).

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks

The investments of a Trust 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 Trust 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 Trust 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 Trust 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 Trust 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 Trust. The Manager adheres to the investment guidelines established in the Trust Deed, the Prospectus, the COLL and the Trust's IOG, and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

At 28 July 2019, if the price of the investments held by the Trust increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £6,980,219 (3 August 2018: £8,048,750).

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 Trust'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 Trust.

(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 utilised during the current and the preceding period.

At 28 July 2019, 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 £1,409,395 (3 August 2018: £1,620,482).

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

28/07/19 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Danish Krone	165	4,702	4,867
Euro	1,060	110,723	111,783
Norwegian Krone	29	6,455	6,484
Swedish Krona	7	4,472	4,479
Swiss Franc	74	13,253	13,327

03/08/18 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Danish Krone	171	11,556	11,727
Euro	817	121,743	122,560
Norwegian Krone	19	—	19
Swedish Krona	9	7,591	7,600
Swiss Franc	58	20,085	20,143

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(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 Trust's investment objective and policy.

(e) Liquidity Risk

Liquidity Risk relates to the capacity to meet liabilities as they fall due. The primary source of this risk to the Trust 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.

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(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 Trust's financial instruments held at the period end into a 3 tiered fair value hierarchy. The 3 tiers of the hierarchy and the classification of the Trust's financial instruments as at the balance sheet date were:

28/07/19	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	139,604,387	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	139,604,387	—

03/08/18	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	160,975,002	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	160,975,002	—

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

28/07/19	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	68,900	15	0.02	53	0.08	68,968
Total	68,900	15	0.02	53	0.08	68,968

28/07/19	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	75,134	(23)	0.03	—	—	75,111
Total	75,134	(23)	0.03	—	—	75,111

Commissions and taxes as % of average net assets

Commissions 0.03%

Taxes 0.04%

03/08/18	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	99,818	36	0.04	65	0.07	99,919
Total	99,818	36	0.04	65	0.07	99,919

03/08/18	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	95,676	(38)	0.04	—	—	95,638
Total	95,676	(38)	0.04	—	—	95,638

Commissions and taxes as % of average net assets

Commissions 0.05%

Taxes 0.04%

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 0.28% (3 August 2018: 0.18%).

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 33 to 43. The distributions per unit class are given in the distribution table on pages 29 to 31. All classes have the same rights on winding up.

R-Class	Distribution	Accumulation
Opening Units	25,470,502	7,811,180
Units issued	303,381	52,030
Units cancelled	(432,364)	(520,728)
Units converted	15,578	(25,984)
Closing Units	25,357,097	7,316,498

F-Class	Distribution	Accumulation
Opening Units	141	3,056
Units issued	—	262
Units cancelled	—	—
Units converted	—	203
Closing Units	141	3,521

I-Class	Distribution	Accumulation
Opening Units	398,636	824,479
Units issued	101,666	53,732
Units cancelled	(293,259)	(156,104)
Units converted	6,167	5,600
Closing Units	213,210	727,707

C-Class	Distribution	Accumulation
Opening Units	2,000	2,000
Units issued	—	—
Units cancelled	—	—
Units converted	—	—
Closing Units	2,000	2,000

L-Class	Accumulation
Opening Units	—
Units issued	2,000
Units cancelled	—
Units converted	—
Closing Units	2,000

Notes to the Financial Statements continued

15. Ultimate controlling party and related party transactions

The Manager is regarded as a related party to the Trust because it provides key management personnel services to the Trust. 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 Trust.

Legal & General (Unit Trust Managers) Limited acts as the principal on all the transactions of the units in the Trust. 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 Trust plus any rebates paid by the Authorised Fund Manager to the Trust are shown within notes 3, 4 and 5 as applicable. Any outstanding fees, amounts outstanding on creations or cancellations of units in the Trust, or rebates receivable by the Trust from the Manager are shown within notes 8 and 10 as applicable.

At the period end, the Manager and its associates held 65.61% (15.25% as at 3 August 2018) of the Trust'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 458.98p. The Net Asset Value per R-Class accumulation unit for the Trust as at 12 noon on 16 September 2019 was 450.10p. This represents a decrease of 1.93% from the period end value.

Distribution Table

Distribution Table for the period ended 28 July 2019

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.

Distribution Table continued

Final dividend distribution in pence per unit			Period	
			04/08/18	to 28/07/19
R-Class			Distribution	Distribution
Distribution Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	—	—	—	—
Group 2	—	—	—	—
R-Class			Distribution	Distribution
Accumulation Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	—	—	—	—
Group 2	—	—	—	—
E-Class¹			Distribution	Distribution
Distribution Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	—	—	N/A	—
Group 2	—	—	N/A	—
E-Class¹			Distribution	Distribution
Accumulation Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	—	—	N/A	—
Group 2	—	—	N/A	—
F-Class			Distribution	Distribution
Distribution Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	1.3971	—	1.3971	0.6312
Group 2	—	1.3971	1.3971	0.6312
F-Class			Distribution	Distribution
Accumulation Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	1.5856	—	1.5856	0.6979
Group 2	1.0046	0.5810	1.5856	0.6979
I-Class			Distribution	Distribution
Distribution Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	2.4458	—	2.4458	2.0687
Group 2	2.3865	0.0593	2.4458	2.0687
I-Class			Distribution	Distribution
Accumulation Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	2.8087	—	2.8087	2.3601
Group 2	2.5580	0.2507	2.8087	2.3601
C-Class			Distribution	Distribution
Distribution Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	0.3630	—	0.3630	0.4325
Group 2	—	0.3630	0.3630	0.4325
C-Class			Distribution	Distribution
Accumulation Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	0.3660	—	0.3660	0.4325
Group 2	—	0.3660	0.3660	0.4325
L-Class²			Distribution	Distribution
Accumulation Units			28/09/19	28/09/18
	Revenue	Equalisation		
Group 1	0.4945	—	0.4945	N/A
Group 2	—	0.4945	0.4945	N/A

¹ E-Class units ceased to exist on 3 August 2018.

² L-Class units launched on 25 April 2019.

In the above table, a distribution pay rate of – denotes that the Class was in a shortfall position, and therefore no distribution payment was made.

Distribution Table continued

In the above table, 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 payment was made.

Trust Information

The Comparative Tables on pages 33 to 43 give the performance of each active unit class in the Trust.

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 Trust'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 Trust.

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.

Trust Information continued

Comparative Tables

R-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ¹ (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	457.91	433.93	359.79
Return before operating charges*	(34.99)	31.69	81.99
Operating charges (calculated on average price)	(6.15)	(7.71)	(7.27)
Return after operating charges*	(41.14)	23.98	74.72
Distributions on income units	—	—	(0.58)
Closing net asset value per unit	416.77	457.91	433.93
* after direct transaction costs of:	0.26	0.40	0.61

Performance

Return after charges	(8.98)%	5.53%	20.77%
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Other Information

Closing net asset value (£)	105,680,949	838,596	680,088
Closing number of units	25,357,097	183,134	156,727
Operating charges [†]	1.56%	1.69%	1.85%
Direct transaction costs	0.06%	0.09%	0.16%

Prices

Highest unit price	477.60p	473.80p	455.60p
Lowest unit price	353.30p	428.20p	352.40p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

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

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.

Trust Information continued

Comparative Tables continued

R-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ¹ (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	504.35	477.90	395.76
Return before operating charges*	(38.59)	34.94	90.13
Operating charges (calculated on average price)	(6.78)	(8.49)	(7.99)
Return after operating charges*	(45.37)	26.45	82.14
Distributions	—	—	(0.64)
Retained distributions on accumulation units	—	—	0.64
Closing net asset value per unit	458.98	504.35	477.90
* after direct transaction costs of:	0.28	0.44	0.67

Performance

Return after charges	(9.00)%	5.53%	20.76%
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Other Information

Closing net asset value (£)	33,580,900	37,712,187	37,244,235
Closing number of units	7,316,498	7,477,445	7,793,329
Operating charges [†]	1.56%	1.69%	1.85%
Direct transaction costs	0.06%	0.09%	0.16%

Prices

Highest unit price	526.00p	521.70p	501.10p
Lowest unit price	389.10p	471.50p	387.70p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

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

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.

Trust Information continued

Comparative Tables continued

E-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ^{1,2} (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	—	433.88	359.79
Return before operating charges*	—	31.74	81.93
Operating charges (calculated on average price)	—	(7.71)	(7.26)
Return after operating charges*	—	24.03	74.67
Distributions on income units	—	—	(0.58)
Closing net asset value per unit	—	457.91	433.88
* after direct transaction costs of:	—	0.40	0.61

Performance

Return after charges	—	5.54%	20.75%
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Other Information

Closing net asset value (£)	—	115,794,340	107,550,815
Closing number of units	—	25,287,368	24,788,076
Operating charges [†]	—	1.69%	1.85%
Direct transaction costs	—	0.09%	0.16%

Prices

Highest unit price	—	473.60p	440.10p
Lowest unit price	—	428.10p	352.40p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

² E-Class units ceased to exist on 3 August 2018. Value shown is the closing net asset value at this date.

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

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.

Trust Information continued

Comparative Tables continued

E-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ^{1,2} (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	—	477.90	395.75
Return before operating charges*	—	34.93	90.14
Operating charges (calculated on average price)	—	(8.48)	(7.99)
Return after operating charges*	—	26.45	82.15
Distributions	—	—	(0.64)
Retained distributions on accumulation units	—	—	0.64
Closing net asset value per unit	—	504.35	477.90
* after direct transaction costs of:	—	0.44	0.67

Performance

Return after charges	—	5.53%	20.76%
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Other Information

Closing net asset value (£)	—	1,683,181	1,708,586
Closing number of units	—	333,735	357,520
Operating charges [†]	—	1.69%	1.85%
Direct transaction costs	—	0.09%	0.16%

Prices

Highest unit price	—	521.60p	484.10p
Lowest unit price	—	471.40p	387.70p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

² E-Class units ceased to exist on 3 August 2018. Value shown is the closing net asset value at this date.

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

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.

Trust Information continued

Comparative Tables continued

F-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ¹ (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	462.41	436.88	362.20
Return before operating charges*	(34.78)	31.59	82.81
Operating charges (calculated on average price)	(4.24)	(5.43)	(5.33)
Return after operating charges*	(39.02)	26.16	77.48
Distributions on income units	(1.40)	(0.63)	(2.80)
Closing net asset value per unit	421.99	462.41	436.88
* after direct transaction costs of:	0.26	0.40	0.61

Performance

Return after charges	(8.44)%	5.99%	21.39%
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Other Information

Closing net asset value (£)	595	652	616
Closing number of units	141	141	141
Operating charges [†]	1.06%	1.18%	1.35%
Direct transaction costs	0.06%	0.09%	0.16%

Prices

Highest unit price	482.90p	479.10p	445.30p
Lowest unit price	357.90p	432.40p	354.90p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

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

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.

Trust Information continued

Comparative Tables continued

F-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ¹ (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	520.42	490.58	404.24
Return before operating charges*	(39.69)	35.94	92.30
Operating charges (calculated on average price)	(4.76)	(6.10)	(5.96)
Return after operating charges*	(44.45)	29.84	86.34
Distributions	(1.59)	(0.70)	(3.12)
Retained distributions on accumulation units	1.59	0.70	3.12
Closing net asset value per unit	475.97	520.42	490.58
* after direct transaction costs of:	0.29	0.45	0.69

Performance

Return after charges	(8.54)%	6.08%	21.36%
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Other Information

Closing net asset value (£)	16,759	15,904	14,992
Closing number of units	3,521	3,056	3,056
Operating charges [†]	1.06%	1.18%	1.35%
Direct transaction costs	0.06%	0.09%	0.16%

Prices

Highest unit price	542.90p	538.20p	496.90p
Lowest unit price	402.40p	485.70p	396.00p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

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

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.

Trust Information continued

Comparative Tables continued

I-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ¹ (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	463.77	437.79	363.05
Return before operating charges*	(35.29)	32.12	83.10
Operating charges (calculated on average price)	(3.26)	(4.07)	(3.82)
Return after operating charges*	(38.55)	28.05	79.28
Distributions on income units	(2.45)	(2.07)	(4.54)
Closing net asset value per unit	422.77	463.77	437.79
* after direct transaction costs of:	0.26	0.40	0.63

Performance

Return after charges	(8.31)%	6.41%	21.84%
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Other Information

Closing net asset value (£)	901,387	1,848,773	1,773,708
Closing number of units	213,210	398,636	405,149
Operating charges [†]	0.81%	0.88%	0.96%
Direct transaction costs	0.06%	0.09%	0.16%

Prices

Highest unit price	484.00p	481.80p	448.00p
Lowest unit price	359.00p	434.40p	355.70p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

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Trust Information continued

Comparative Tables continued

I-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	29/07/17 to 03/08/18 ¹ (pence per unit)	29/07/16 to 28/07/17 (pence per unit)
Opening net asset value per unit	532.18	500.12	410.49
Return before operating charges*	(40.52)	36.72	93.96
Operating charges (calculated on average price)	(3.73)	(4.66)	(4.33)
Return after operating charges*	(44.25)	32.06	89.63
Distributions	(2.81)	(2.36)	(5.13)
Retained distributions on accumulation units	2.81	2.36	5.13
Closing net asset value per unit	487.93	532.18	500.12
* after direct transaction costs of:	0.30	0.46	0.70

Performance

Return after charges	(8.31)%	6.41%	21.83%
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Other Information

Closing net asset value (£)	3,550,687	4,387,746	2,751,384
Closing number of units	727,707	824,479	550,144
Operating charges [†]	0.81%	0.88%	0.96%
Direct transaction costs	0.06%	0.09%	0.16%

Prices

Highest unit price	555.30p	550.60p	506.50p
Lowest unit price	411.90p	496.50p	402.20p

¹ The Trust's final accounting date, usually 28 July, has been moved to 3 August 2018 in order to facilitate the closure of E-Class.

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Trust Information continued

Comparative Tables continued

C-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	28/02/18 to 03/08/18 ^{1,2} (pence per unit)
Opening net asset value per unit	50.80	50.00
Return before operating charges*	(3.88)	1.36
Operating charges (calculated on average price)	(0.26)	(0.13)
Return after operating charges*	(4.14)	1.23
Distributions on income units	(0.36)	(0.43)
Closing net asset value per unit	46.30	50.80
* after direct transaction costs of:	0.03	0.04

Performance

Return after charges	(8.15)%	2.46%
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Other Information

Closing net asset value (£)	926	1,016
Closing number of units	2,000	2,000
Operating charges [†]	0.60%	0.60%
Direct transaction costs	0.06%	0.09%

Prices

Highest unit price	52.99p	52.96p
Lowest unit price	39.33p	47.72p

¹ The Trust's final accounting date, usually 28 July, was moved to 3 August 2018 in order to facilitate the closure of E-Class.

² C-Class Units launched on 28 February 2018.

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

Trust Information continued

Comparative Tables continued

C-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Period ending	04/08/18 to 28/07/19 (pence per unit)	28/02/18 to 03/08/18 ^{1,2} (pence per unit)
Opening net asset value per unit	51.20	50.00
Return before operating charges*	(3.88)	1.33
Operating charges (calculated on average price)	(0.27)	(0.13)
Return after operating charges*	(4.15)	1.20
Distributions	(0.37)	(0.43)
Retained distributions on accumulation units	0.37	0.43
Closing net asset value per unit	47.05	51.20
* after direct transaction costs of:	0.03	0.04

Performance

Return after charges	(8.11)%	2.40%
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Other Information

Closing net asset value (£)	941	1,024
Closing number of units	2,000	2,000
Operating charges [†]	0.60%	0.60%
Direct transaction costs	0.06%	0.09%

Prices

Highest unit price	53.45p	52.96p
Lowest unit price	39.67p	47.72p

¹ The Trust's final accounting date, usually 28 July, was moved to 3 August 2018 in order to facilitate the closure of E-Class.

² C-Class Units launched on 28 February 2018.

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

Trust Information continued

Comparative Tables continued

L-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Period ending	25/04/19 to 28/07/19 ¹ (pence per unit)
Opening net asset value per unit	50.00
Return before operating charges*	1.01
Operating charges (calculated on average price)	(0.01)
Return after operating charges*	1.00
Distributions	(0.49)
Retained distributions on accumulation units	0.49
Closing net asset value per unit	51.00
* after direct transaction costs of:	0.03

Performance

Return after charges	2.00%
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Other Information

Closing net asset value (£)	1,020
Closing number of units	2,000
Operating charges [†]	0.08%
Direct transaction costs	0.06%

Prices

Highest unit price	51.80p
Lowest unit price	46.64p

¹ L-Class units launched on 25 April 2019.

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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 Trust 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 Trust. The shaded area in the table above shows the Trust's ranking on the Risk and Reward Indicator.
- The Trust is in category six 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 trust in the lowest category is not a risk free investment.

General Information (unaudited)

Constitution

Launch date:	9 September 1985
Period end date for distribution:	28 July
Distribution date:	28 September
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 1.56% F-Class* Annual 1.06% I-Class Annual 0.81% C-Class** Annual 0.60% L-Class*** Annual 0.08%
Initial charges:	Nil for all existing unit classes

* Class F units are only available to:

- (i) investors who have received advice from authorised intermediaries and platforms in relation to their investment in units in the Trust and
- (ii) authorised intermediaries or 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 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/fund-information/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. 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 Trust 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

The Manager will send to all persons on the Unitholder Register annual and interim short form 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 Trust. 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 Trust in the form of a payment from the Manager. This provides an enhanced return to the Trust, 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 European Trust, 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 as at 31 December 2018:

Controlled Functions

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£,000)	Remuneration related to this Trust (Pro-rated) (£'000)
36	7,644	13,053	58

Market Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£,000)	Remuneration related to this Trust (Pro-rated) (£'000)
19	2,324	2,868	104

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.

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.

General Information (unaudited) continued

Significant Changes

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.

New Unit Class: L-Class

With effect from 25 April 2019, L-Class have launched within the Trust with accumulation units available.

Publication of Short Report Discontinued

With effect from 7 September 2019, the Short Report for this Trust 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

R. M. Bartley (resigned 31 December 2018)
A. J. C. Craven
S. Hynes
H. Morrissey
H. Solomon
S. D. Thomas (resigned 17 October 2018)
L. W. Toms
A. R. Toutouchi*
M. J. Zinkula

*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 Depository 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
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www.legalandgeneral.com

