

Legal & General Growth Trust
Interim Manager's Report
for the period ended
10 November 2017
(Unaudited)

**EVERY
DAY
MATTERS.®**



Contents

	Page Number
Manager's Investment Report	2
Authorised Status	4
Directors' Statement	4
Portfolio Statement	5
Statement of Total Return	7
Statement of Change in Net Assets attributable to Unitholders	7
Balance Sheet	8
Notes to the Financial Statements	9
Trust Information	10
Risk and Reward Profile	11
General Information	12

Manager's Investment Report

Investment Objective and Policy

The investment objective is to secure capital growth by investing in a portfolio principally of UK shares. Securities of companies with strong growth prospects will be chosen.

Manager's Investment Report

During the period under review, the bid price of the Trust's R-Class distribution units fell by 0.08%. This compares to a rise in the FTSE All-share Index of 0.12% on a capital only basis (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.

Market/Economic Review

Equity markets have made further gains over the review period, reflecting a steady improvement in global economic indicators and growing optimism among investors for earnings prospects over the second half of 2017. However, there has been a cooling of the so-called reflation trade that dominated markets in the latter half of 2016 when commodity-related sectors and financials performed relatively well. Instead, investors have favoured technology stocks in anticipation of an upturn in the semiconductor industry, while earnings announcements from the major technology companies, particularly in the US, have also been encouraging. In contrast, consumer staples and telecommunications, both sectors more sensitive to bond markets, have underperformed.

Japanese and smaller Asian markets were strongest in Sterling terms. In Japan, investors reacted favourably to a resounding victory for incumbent Prime Minister Shinzo Abe in the general election, which was viewed as heralding further economic reforms. Asian equity markets were boosted by improving Chinese economic indicators as the authorities prioritised currency stabilisation and strengthening the domestic economy. In Europe, corporate results have highlighted improving earnings momentum, while indicators suggest regional economic activity is accelerating with economic confidence in the Eurozone recording its highest level for more than a decade. In the US, an improving economic background and the prospect of a cut in corporation tax have underpinned share prices. More broadly, emerging markets have outperformed the World Index as concerns over the risk of a protectionist approach to US trade policy have abated in recent months.

Trust Review

The Trust delivered a marginally negative return over the review period. The comparative outperformance of a number of large companies which are not held in the Trust was somewhat detrimental to fund performance. Stock selection was largely mixed over the period with strong relative performance in software, consumer goods and industrial companies offset by weakness in specialty retail and consumer services holdings.

Dixons Carphone and Greene King were the major detractors of performance, after disappointing trading updates. Both positions have subsequently been sold due to concerns over growth drivers and loss of conviction in the investment case. As mentioned above, not owning large names such as BP, Royal Dutch Shell and Diageo hurt relative performance, certainly in the later months.

Manager's Investment Report continued

In terms of trading activity, we initiated a number of new positions. Notable additions include Cineworld Group, NMC Health and the British website-based comparison business Moneysupermarket.com. We also introduced a new position in Ocado Group. The company has a strong intellectual property offering (Ocado Smart Platform) and is investing heavily in automation in two of its customer fulfilment centres. Its ability to leverage its exposure to the automated solutions thematic is a key structural growth driver for the shares. On the sales side, we exited our long term holdings in Domino's Pizza and Glencore. Taking our view that the traditional advertising industry faces both secular and cyclical pressures, we also sold our holding in WPP.

Outlook

We believe Sterling continues to look undervalued, however this may continue to be the case throughout the Brexit process. Given the current investment sentiment towards the UK, we believe this is a stock picker's market, one where we can identify both value and growth opportunities for active management to outperform.

Legal & General Investment Management Limited
(Investment Adviser)
28 November 2017

Authorised Status

Authorised Status

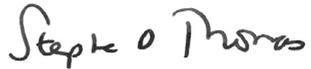
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

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)



S. D. Thomas
(Director)

Legal & General (Unit Trust Managers) Limited
28 December 2017

Portfolio Statement

Portfolio Statement as at 10 November 2017

All investments are in ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 15 May 2017.

Holding/ Nominal Value	Investment	Market value £	% of Net Assets
	UNITED KINGDOM		
	— 79.66% (66.06%)		
	Construction & Materials		
	— 3.95% (3.99%)		
3,495,000	Melrose Industries	7,447,845	3.95
	Aerospace & Defense		
	— 3.87% (3.84%)		
1,303,500	BAE Systems	7,306,118	3.87
	Industrial Transportation		
	— 4.01% (3.76%)		
2,350,742	BBA Aviation	7,559,986	4.01
	Support Services — 11.93% (11.64%)		
790,000	Aggreko	7,501,050	3.98
389,200	Ashtead Group	7,429,828	3.94
2,343,500	Rentokil Initial	7,557,787	4.01
		22,488,665	11.93
	Automobiles & Parts		
	— 0.00% (3.66%)		
	Personal Goods — 3.95% (4.04%)		
434,260	Burberry Group	7,447,559	3.95
	Tobacco — 3.98% (0.00%)		
152,000	British American Tobacco	7,509,560	3.98
	Health Care Equipment & Services		
	— 3.82% (3.97%)		
241,600	NMC Health	7,197,264	3.82
	Food & Drug Retailers		
	— 3.73% (0.00%)		
2,700,000	Ocado Group	7,038,900	3.73
	General Retailers — 8.33% (11.89%)		
132,800	ASOS	7,677,168	4.07
986,400	Just Eat	8,019,432	4.26
		15,696,600	8.33
	Media — 7.94% (3.90%)		
2,208,360	Auto Trader Group	7,444,382	3.95
2,285,000	Moneysupermarket.com Group	7,522,220	3.99
		14,966,602	7.94
	Travel & Leisure — 7.99% (11.48%)		
1,116,000	Cineworld Group	7,175,880	3.81
184,800	InterContinental Hotels Group	7,889,112	4.18
		15,064,992	7.99
	Life Insurance — 4.05% (0.00%)		
415,000	Prudential	7,642,225	4.05

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market value £	% of Net Assets
	Financial Services — 4.05% (0.00%)		
1,570,000	TP ICAP	7,630,200	4.05
	Software & Computer Services — 8.06% (3.89%)		
285,000	Micro Focus International	7,492,650	3.97
1,030,000	Sage Group	7,704,400	4.09
		15,197,050	8.06
	IRELAND — 7.78% (7.97%)		
	Construction & Materials — 3.75% (3.93%)		
260,220	CRH	7,072,779	3.75
	Support Services — 4.03% (4.04%)		
103,425	DCC	7,606,909	4.03
	CHANNEL ISLANDS — 0.00% (11.59%)		
	Mining — 0.00% (3.65%)		
	Pharmaceuticals & Biotechnology — 0.00% (4.06%)		
	Media — 0.00% (3.88%)		
	ISLE OF MAN — 4.22% (4.05%)		
	Travel & Leisure — 4.22% (4.05%)		
972,010	Playtech	7,955,902	4.22
	LUXEMBOURG — 3.97% (4.03%)		
	General Retailers — 3.97% (4.03%)		
1,895,085	B&M European Value Retail	7,493,166	3.97
	SWITZERLAND — 4.07% (3.99%)		
	Beverages — 4.07% (3.99%)		
296,500	Coca-Cola HBC	7,667,490	4.07
	Portfolio of investments¹	187,989,812	99.70
	Net other assets	557,493	0.30
	Total net assets	£188,547,305	100.00%

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

Total purchases for the period: £90,019,912.

Total sales for the period: £85,854,058.

Financial Statements

Statement of Total Return For the period ended 10 November 2017

	16/05/17 to 10/11/17 ¹		16/05/16 to 15/11/16	
	£	£	£	£
Income				
Net capital (losses)/ gains		(682,288)		15,306,998
Revenue	2,209,384		1,784,827	
Expenses	(1,650,990)		(1,417,618)	
Interest payable and similar charges	(275)		–	
Net revenue before taxation	558,119		367,209	
Taxation	(12,373)		(20,559)	
Net revenue after taxation for the period		545,746		346,650
Total return before distributions		(136,542)		15,653,648
Distributions		(545,746)		(346,648)
Change in net assets attributable to Unitholders from investment activities		£(682,288)		£15,307,000

Statement of Change in Net Assets attributable to Unitholders for the period ended 10 November 2017

	16/05/17 to 10/11/17 ¹		16/05/16 to 15/11/16	
	£	£	£	£
Opening net assets attributable to Unitholders		188,877,471		144,921,139
Amounts received on issue of units	4,221,554		4,714,260	
Amounts paid on cancellation of units	(3,947,936)		(2,383,557)	
		273,618		2,330,703
Change in net assets attributable to Unitholders from investment activities		(682,288)		15,307,000
Retained distributions on accumulation units		78,504		52,099
Closing net assets attributable to Unitholders		£188,547,305		£162,610,941

¹ The Trust's Interim accounting date, usually 15 November, has been moved to 10 November 2017 in order to facilitate the closure of E-Class.

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

Financial Statements continued

Balance Sheet as at 10 November 2017

	10/11/17 ¹ £	15/05/17 £
ASSETS		
Fixed assets:		
Investments	187,989,812	184,506,253
Current assets:		
Debtors	160,769	1,672,777
Cash and bank balances	2,332,918	3,663,783
Total assets	190,483,499	189,842,813
LIABILITIES		
Creditors:		
Bank overdrafts	–	(808,060)
Distributions payable	(467,090)	(8,065)
Other creditors	(1,469,104)	(149,217)
Total liabilities	(1,936,194)	(965,342)
Net assets attributable to Unitholders	£188,547,305	£188,877,471

¹ The Trust's Interim accounting date, usually 15 November, has been moved to 10 November 2017 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 Association in May 2014 (2014 SORP).

2. Accounting Policies

The accounting policies applied are consistent with the most recent annual Financial Statements.

(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.

Trust Information

Net Asset Values and Units in Issue

Class	Net Asset Value (£)	Units in Issue	Net Asset Value per Unit (p)
R-Class			
Distribution Units	1,007,393	1,137,899	88.53
Accumulation Units	10,614,002	10,015,153	105.98
E-Class			
Distribution Units	166,604,516	188,187,825	88.53
Accumulation Units	1,923,367	1,814,850	105.98
F-Class			
Distribution Units	580	650	89.23
Accumulation Units	178,968	163,439	109.50
I-Class			
Distribution Units	2,081,705	2,349,923	88.59
Accumulation Units	6,136,774	5,308,539	115.60

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.

Ongoing Charges Figures

	10 Nov 17	15 May 17
R-Class	1.82%	1.82%
E-Class	1.82%	1.82%
F-Class	1.32%	1.32%
I-Class	0.93%	0.93%

The Ongoing Charges Figure (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.

Distribution Information

R-Class

The distribution payable on 10 January 2018 is 0.2387p per unit for distribution units and 0.2850p per unit for accumulation units.

E-Class

The distribution payable on 10 January 2018 is 0.2387p per unit for distribution units and 0.2850p per unit for accumulation units.

F-Class

The distribution payable on 10 January 2018 is 0.4676p per unit for distribution units and 0.5686p per unit for accumulation units.

I-Class

The distribution payable on 10 January 2018 is 0.6374p per unit for distribution units and 0.8259p per unit for accumulation units.

Risk and Reward Profile



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

General Information

Constitution

Launch date:	1 November 2000
Period end dates for distributions:	15 May, 15 November 10 November [^]
Distribution dates:	15 July, 15 January 10 January [^]
Minimum initial lump sum investment:	R-Class £500 F-Class* £500 I-Class £1,000,000 C-Class** £100,000,000
Minimum monthly contributions:	R-Class £50 F-Class* £50 I-Class N/A C-Class** N/A
Valuation point:	12 noon
Fund management fees:	R-Class Annual 1.82% F-Class* Annual 1.32% I-Class Annual 0.93% C-Class** Annual 0.50%
Initial charge:	R-Class Nil [†] F-Class* Nil I-Class Nil C-Class** Nil

[^] See Significant Changes on page 14.

* F-Class 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.

** C-Class units are only available to distributors who actively market and distribute such units (or whom the Manager believes intends to do so) and to whom the Manager has confirmed by letter that they meet the criteria for investment in such units.

[†] With effect from 6 June 2017 – see Significant Changes on page 13.

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 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.

Significant Changes

Removal of the Initial Charge for R-Class

With effect from 6 June 2017, the initial charge for R-Class units has been removed. Prior to this change the initial charge was 5%. The removal of the initial charge will provide better value for investors, as there is no longer a cost of setting up the investment.

Removal of Initial Commission

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

Closure of E-Class

As at the 10 November 2017, the E-Class was closed. All unitholders in the E-Class as at 10 November 2017 have been moved into the R-Class which is identical to the E-Class. The terms and charges are identical between the classes.

General Information continued

Significant Changes continued

Change of Accounting Date

The Trust's Interim accounting date, usually 15 November, has been moved to 10 November 2017 in order to facilitate the closure of E-Class as detailed above. As such, the Trust's corresponding distribution payment date, usually 15 January will be made on 10 January 2018. The accounting and distribution payment dates will revert to their normal dates after this event.

New Unit Class: C-Class

With effect from 12 December 2017, C-Class units are being launched within the Trust with accumulation and distribution units available.

General Information 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
A. J. C. Craven
S. Hynes
H. Solomon
S. D. Thomas
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 Limited
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

PricewaterhouseCoopers LLP
7 More London Riverside
London SE1 2RT

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

