

Legal & General Cash Trust
Annual Manager's Report
for the year ended
5 February 2018

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

Manager's Investment Report

Investment Objective and Policy

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

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

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

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

Manager's Investment Report

During the year under review, the bid price of the Trust's R-Class accumulation units rose by 0.12%.

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

Sterling money market rates remained steady early on in 2017, before rising notably in second half of the year with the 3-month Sterling LIBOR rate ending January 2018 at 0.52%.

In its economic assessment released in May, the Bank of England forecast that inflation would continue to rise above its 2% target over 2017 before peaking at just below 3% in the fourth quarter. The bank delivered a cautious UK economic outlook predicting living standards would fall this year as higher inflation outstrips wage growth. Governor Mark Carney indicated the Bank of England might need to raise interest rates if business investment begins to rise, offsetting weaker consumption.

Early in the second half of 2017, money markets moved to price in the growing likelihood that the Bank of England Monetary Policy Committee (MPC) would opt to raise interest rates in early November. The benchmark consumer price index (CPI) rose at its fastest pace for over five years in September, increasing to 3% and reflecting the higher cost of imported goods due to the depreciation of Sterling over the previous year. Bank of England governor Mark Carney cautioned that the effect of the weak pound would still be felt over the next two years, and with unemployment at its lowest level for over 40 years the emphasis had moved away from using monetary policy to support growth and employment, paving the way for a rate hike. The UK economy grew slightly faster than expected during the third quarter, driven by the services sector while there was an encouraging improvement in manufacturing activity after a disappointing second quarter.

As expected, the Bank of England Monetary Policy Committee (MPC) duly voted to increase the benchmark base rate to 0.5% in November, removing the emergency 0.25% rate cut announced in August 2016 in the wake of the EU referendum. The bank also commented that progress on Brexit negotiations, paving the way for talks to finally commence on trade matters, reduces the likelihood of a disorderly exit and should help to underpin both consumer and business confidence. Inflation ticked up to 3.1%

Manager's Investment Report continued

year-on-year in November, breaching the upper limit of the bank's targeted range.

The preliminary estimate from the Office for National Statistics highlighted that the UK economy expanded by 0.5% during the fourth quarter of 2017, which was above expectations, driven by growth in the business services and manufacturing sectors. However, the latest consumer price index survey highlighted that UK inflation eased in December with the CPI increasing at an annualised rate of 3% in December, down from 3.1% in November.

Trust Review

The Trust remains invested in a diverse range of high quality and liquid issues, incorporating the potential re-pricing of the money market curve to ensure liquidity of holdings.

Outlook

There remains some uncertainty as to the UK economic outlook with sentiment indicators, such as the purchasing managers' indices and consumer confidence largely moving sideways. As far as Brexit negotiations are concerned, while the risk of 'no deal' scenario remains relatively high, the more likely outcome would see the UK negotiate an EEA-type long transition period. With the Chancellor having announced a slowdown in the pace of austerity in the Autumn budget, combined with the weaker medium-term growth outlook for the UK economy, the government now has less room for fiscal easing.

Regarding monetary policy, our central view is that a 0.25% hike in the base rate is probable in the next few months, with May likely to present an opportune moment. To move earlier might be viewed as indecent haste following the last rate increase. Another hike in November also seems to be on the cards given the persistently above-target inflation, although the state of play with the Brexit negotiations at that time could muddy the waters.

Legal & General Investment Management Limited
(Investment Adviser)
14 February 2018

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
22 March 2018

Statement of Responsibilities

Statement of the Manager's Responsibilities

The Manager of the Trust is required by the FCA Collective Investment Schemes sourcebook (COLL) to prepare financial statements for each accounting period which give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the net revenue and the net capital gains or losses on the Scheme property for the accounting period, and the financial position of the Trust at the end of that period. In preparing these financial statements, the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are prudent and reasonable;
- state whether applicable Accounting Standards have been followed, subject to any material departure disclosed and explained in the financial statements; and
- prepare the financial statements on the basis that the Trust will continue in operation unless it is inappropriate to presume this.

The Manager is also required to manage the Trust in accordance with the Trust Deed, the Prospectus and the COLL, maintain proper accounting records to enable them to ensure that the financial statements comply with the Statement of Recommended Practice for UK Authorised Funds issued by The Investment Association in May 2014 and the COLL and take in these respects reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Responsibilities continued

Statement of the Trustee's Responsibilities

The Depositary in its capacity as Trustee of Legal & General Cash 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 Cash Trust ("the Trust") for the year ended 5 February 2018

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 Limited
UK Trustee and Depositary Services
22 March 2018

Portfolio Statement

Portfolio Statement as at 5 February 2018

The percentages in brackets show the equivalent holdings at 5 February 2017.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
CERTIFICATES OF DEPOSIT			
— 74.79% (78.44%)			
GBP25,000,000	ABN Amro Bank 0.5% 01/03/2018	25,000,000	1.78
GBP20,000,000	ABN Amro Bank 0.00% 12/03/2018	19,964,633	1.42
GBP5,000,000	ABN Amro Bank 0.5% 12/03/2018	5,000,000	0.35
GBP10,000,000	ABN Amro Bank 0.495% 04/05/2018	10,000,000	0.71
GBP5,000,000	Australia and New Zealand Bank 0.00% 17/05/2018	5,000,000	0.35
GBP20,000,000	Bank of America 0.56% 09/05/2018	20,000,000	1.42
GBP5,000,000	Bank of America 0.56% 05/07/2018	5,000,000	0.35
GBP5,000,000	Bank of China 0.00% 14/02/2018	4,991,139	0.35
GBP10,000,000	Bank of China 0.00% 06/03/2018	9,980,804	0.71
GBP15,000,000	Bank of China 0.00% 08/05/2018	14,974,240	1.06
GBP10,000,000	Banque Fédérative du Crédit Mutuel 0.42% 05/04/2018	10,000,000	0.71
GBP5,000,000	Banque Fédérative du Crédit Mutuel 0.00% 09/04/2018	4,987,572	0.35
GBP10,000,000	Banque Fédérative du Crédit Mutuel 0.00% 25/04/2018	9,971,909	0.71
GBP10,000,000	Banque Fédérative du Crédit Mutuel 0.00% 06/07/2018	9,964,983	0.71
GBP10,000,000	Banque Fédérative du Crédit Mutuel 0.62% 19/07/2018	10,000,000	0.71
GBP10,000,000	BNP Paribas 0.55% 07/03/2018	10,000,000	0.71
GBP25,000,000	BRED Banque Populaire 0.47% 12/02/2018	25,000,000	1.78
GBP30,000,000	BRED Banque Populaire 0.6% 12/02/2018	30,000,000	2.13
GBP5,000,000	Credit Agricole 0.38% 16/02/2018	5,000,000	0.36
GBP5,000,000	Credit Agricole 0.37% 06/03/2018	5,000,000	0.35
GBP10,000,000	Credit Agricole 0.53% 03/05/2018	10,000,000	0.71
GBP3,000,000	Credit Agricole 0.59% 10/05/2018	3,000,000	0.20
GBP5,000,000	Credit Agricole 0.59% 16/05/2018	5,000,000	0.35
GBP10,000,000	Credit Agricole 0.57% 11/06/2018	10,000,000	0.71
GBP20,000,000	Credit Suisse 0.5% 15/02/2018	20,000,000	1.42
GBP10,000,000	Credit Suisse 0.00% 28/06/2018	9,970,667	0.71
GBP5,000,000	Danske Bank 0.35% 16/03/2018	5,000,000	0.36
GBP5,000,000	Danske Bank 0.55% 21/05/2018	5,000,000	0.36
GBP45,000,000	DZ Bank 0.00% 13/02/2018	44,967,156	3.19
GBP20,000,000	DZ Bank 0.00% 12/03/2018	19,966,631	1.42
GBP15,000,000	ING Bank 0.405% 06/02/2018	15,000,000	1.07
GBP15,000,000	ING Bank 0.54% 07/02/2018	15,000,000	1.06
GBP10,000,000	ING Bank 0.5% 22/03/2018	10,000,000	0.71
GBP15,000,000	ING Bank 0.45% 04/04/2018	15,000,000	1.07
GBP5,000,000	ING Bank 0.51% 27/04/2018	5,000,000	0.36
GBP20,000,000	ING Bank 0.57% 08/05/2018	20,000,000	1.42
GBP10,000,000	Landesbank Hessen-Thüringen 0.48% 12/02/2018	10,000,000	0.71

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
CERTIFICATES OF DEPOSIT — (cont.)			
GBP 10,000,000	Lloyds Bank 0.55% 06/06/2018	10,000,000	0.71
GBP 10,000,000	Lloyds Bank 0.55% 11/06/2018	10,000,000	0.71
GBP 20,000,000	Mitsubishi UFJ Trust and Banking Corporation 0.51% 26/03/2018	20,000,000	1.42
GBP 10,000,000	Mitsubishi UFJ Trust and Banking Corporation 0.54% 09/04/2018	10,000,000	0.71
GBP 15,000,000	Mitsubishi UFJ Trust and Banking Corporation 0.54% 01/05/2018	15,000,000	1.07
GBP 25,000,000	Mizuho Bank 0.51% 15/02/2018	25,000,000	1.78
GBP 10,000,000	Mizuho Bank 0.52% 05/04/2018	10,000,000	0.71
GBP 19,000,000	Mizuho Bank 0.52% 10/04/2018	19,000,000	1.35
GBP 17,500,000	Mizuho Bank 0.00% 16/04/2018	17,479,503	1.24
GBP 15,000,000	National Australia Bank 0.54% 29/06/2018	15,000,000	1.07
GBP 10,000,000	National Bank of Abu Dhabi 0.67% 06/03/2018	10,000,000	0.71
GBP 5,000,000	National Bank of Abu Dhabi 0.61% 05/04/2018	5,000,000	0.35
GBP 5,000,000	National Bank of Abu Dhabi 0.56% 06/04/2018	5,000,000	0.35
GBP 20,000,000	National Bank of Abu Dhabi 0.6% 08/06/2018	20,000,000	1.42
GBP 10,000,000	National Bank of Abu Dhabi 0.61% 11/06/2018	10,000,000	0.71
GBP 20,000,000	Nationwide Building Society 0.47% 13/02/2018	20,000,000	1.42
GBP 10,000,000	Nationwide Building Society 0.45% 25/05/2018	10,000,000	0.71
GBP 5,000,000	Nationwide Building Society 0.45% 11/06/2018	5,000,000	0.35
GBP 30,000,000	Nordea Bank 0.48% 06/02/2018	29,999,879	2.13
GBP 10,000,000	Oversea-Chinese Banking Corporation 0.45% 06/03/2018	10,000,000	0.71
GBP 10,000,000	Oversea-Chinese Banking Corporation 0.00% 01/05/2018	9,988,310	0.71
GBP 5,000,000	Rabobank International 0.5% 06/08/2018	5,000,000	0.35
GBP 2,500,000	Rabobank International 0.45% 05/09/2018	2,500,000	0.18
GBP 20,000,000	Societe Generale 0.52% 05/03/2018	20,000,000	1.42
GBP 10,000,000	Sumitomo Mitsui Banking Corporation 0.55% 06/02/2018	10,000,000	0.71
GBP 10,000,000	Sumitomo Mitsui Banking Corporation 0.53% 13/02/2018	10,000,108	0.71
GBP 40,000,000	Sumitomo Mitsui Banking Corporation 0.00% 12/03/2018	39,947,887	2.84
GBP 10,000,000	Sumitomo Mitsui Banking Corporation 0.54% 14/05/2018	10,000,000	0.71
GBP 25,000,000	Sumitomo Mitsui Trust & Banking Company 0.54% 30/04/2018	25,000,000	1.78
GBP 5,000,000	Svenska Handelsbanken 0.485% 07/02/2018	5,000,000	0.35
GBP 10,000,000	Svenska Handelsbanken 0.47% 08/02/2018	10,000,000	0.71

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
CERTIFICATES OF DEPOSIT — (cont.)			
GBP24,000,000	Svenska Handelsbanken 0.47% 09/02/2018	24,000,063	1.70
GBP5,000,000	Svenska Handelsbanken 0.47% 14/02/2018	5,000,000	0.36
GBP25,000,000	Svenska Handelsbanken 0.46% 28/02/2018	25,000,000	1.78
GBP5,000,000	Svenska Handelsbanken 0.465% 12/03/2018	5,000,062	0.36
GBP20,000,000	The Bank of Tokyo-Mitsubishi UFJ 0.53% 19/04/2018	20,000,000	1.42
GBP5,000,000	The Toronto-Dominion Bank 0.47% 05/04/2018	5,000,000	0.36
GBP2,500,000	The Toronto-Dominion Bank 0.49% 17/09/2018	2,500,000	0.18
GBP10,000,000	UBS 0.43% 08/06/2018	10,000,000	0.71
GBP10,000,000	UBS 0.66% 08/10/2018	10,000,000	0.71
GBP20,000,000	Wells Fargo Bank International 0.35% 27/02/2018	20,000,000	1.42
GBP10,000,000	Wells Fargo Bank International 0.5% 09/04/2018	10,000,000	0.71
GBP10,000,000	Wells Fargo Bank International 0.55% 02/05/2018	10,001,143	0.71
GBP5,000,000	Wells Fargo Bank International 0.56% 23/05/2018	5,000,000	0.36
GBP5,000,000	Wells Fargo Bank International 0.56% 24/05/2018	5,000,000	0.35
GBP10,000,000	Wells Fargo Bank International 0.58% 02/08/2018	10,000,000	0.71
		1,053,156,689	74.79
COMMERCIAL PAPER — 1.78% (1.17%)			
GBP10,000,000	Bank of China 0.00% 09/04/2018	9,987,423	0.71
GBP15,000,000	BRED Banque Populaire 0.59% 25/04/2018	15,000,000	1.07
		24,987,423	1.78
TERM DEPOSITS — 25.09% (23.32%)			
GBP50,000,000	DZ Bank 0.44% 06/02/2018	50,000,000	3.55
GBP50,000,000	Landesbank Hessen-Thueringen 0.43% 06/02/2018	50,000,000	3.55
GBP50,000,000	National Bank of Abu Dhabi 0.43% 06/02/2018	50,000,000	3.55
GBP70,000,000	Rabobank International 0.45% 06/02/2018	70,000,000	4.97
GBP50,000,000	Societe Generale 0.45% 06/02/2018	50,000,000	3.55
GBP33,300,000	Sumitomo Mitsui Banking Corporation 0.43% 06/02/2018	33,300,000	2.37

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	TERM DEPOSITS — (cont.)		
GBP50,000,000	The Bank of Tokyo-Mitsubishi 0.42% 06/02/2018	50,000,000	3.55
		353,300,000	25.09
	Portfolio of investments	1,431,444,112	101.66
	Net other liabilities	(23,323,031)	(1.66)
	Total net assets	£1,408,121,081	100.00%

These unlisted deposits have been valued at the Manager's best assessment of their fair and reasonable value.

Total purchases for the year: £74,514,036,731.

Total sales for the year: £74,406,384,319.

Independent Auditor's Report

Independent auditors' report to the Unitholders of Legal & General Cash Trust

Report on the audit of the financial statements

Opinion

In our opinion, Legal & General Cash Trust's financial statements:

- give a true and fair view of the financial position of the Trust as at 5 February 2018 and of the net revenue and the net capital gains on its scheme property for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Trust Deed.

We have audited the financial statements, included within the Annual Manager's Report (the "Annual Report"), which comprise: the balance sheet as at 5 February 2018; the statement of total return, and the statement of change in net assets attributable to unitholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the Authorised Fund Manager's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Authorised Fund Manager has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Trust's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Trust's ability to continue as a going concern.

Independent Auditor's Report continued

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Fund Manager is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Authorised Fund Manager's Report

In our opinion, the information given in the Authorised Fund Manager's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Fund Manager for the financial statements

As explained more fully in the Authorised Fund Manager's Responsibilities Statement set out on page 5, the Authorised Fund Manager is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Fund Manager is also responsible for 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.

In preparing the financial statements, the Authorised Fund Manager is responsible for 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 the Authorised Fund Manager either intend to wind up or terminate the Trust, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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 an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent Auditor's Report continued

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the Trust's unitholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

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

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
22 March 2018

Financial Statements

Statement of Total Return for the year ended 5 February 2018

Notes	05/02/18		05/02/17	
	£	£	£	£
Income				
Net capital gains	3	27,643		44,766
Revenue	4	4,724,807	2,887,326	
Expenses	5	(249,712)	(177,751)	
Interest payable and similar charges	7	(20)	(3,008)	
Net revenue before taxation		<u>4,475,075</u>	<u>2,706,567</u>	
Taxation	6	—	—	
Net revenue after taxation for the year		<u>4,475,075</u>	<u>2,706,567</u>	
Total return before distributions		4,502,718	2,751,333	
Distributions	7	(4,475,047)	(2,706,525)	
Change in net assets attributable to Unitholders from investment activities		<u>£27,671</u>	<u>£44,808</u>	

Statement of Change in Net Assets attributable to Unitholders for the year ended 5 February 2018

	05/02/18		05/02/17	
	£	£	£	£
Opening net assets attributable to Unitholders		1,286,036,611		79,547,809
Amounts received on issue of units		250,843,847	1,261,370,365	
Amounts paid on cancellation of units		<u>(133,311,128)</u>	<u>(57,538,302)</u>	
		117,532,719	1,203,832,063	
Change in net assets attributable to Unitholders from investment activities		27,671	44,808	
Retained distributions on accumulation units		<u>4,524,080</u>	<u>2,611,931</u>	
Closing net assets attributable to Unitholders		<u>£1,408,121,081</u>	<u>£1,286,036,611</u>	

Financial Statements continued

Balance Sheet as at 5 February 2018

	Notes	05/02/18 £	05/02/17 £
ASSETS			
Fixed assets:			
Investments		1,431,444,112	1,323,683,150
Current assets:			
Debtors	8	6,348,473	1,817,612
Cash and bank balances	9	331,367	999,054
Total assets		1,438,123,952	1,326,499,816
LIABILITIES			
Creditors:			
Distributions payable		—	(443,412)
Other creditors	10	(30,002,871)	(40,019,793)
Total liabilities		(30,002,871)	(40,463,205)
Net assets attributable to Unitholders		£1,408,121,081	£1,286,036,611

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. 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

Interest and revenue from short term deposits is recognised on an accruals basis.

All other revenue is recognised on an accruals basis.

(d) Treatment of expenses

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

(e) Distribution Policy

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

Fund management fees are deducted from 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 5 February 2018, being the last working day of the accounting year.

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.

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.

3. Net capital gains

The net capital gains during the year comprise:

Non-derivative securities

Net capital gains

05/02/18	05/02/17
£	£
27,643	44,766
<u>27,643</u>	<u>44,766</u>

4. Revenue

Bank interest

Deposit interest

05/02/18	05/02/17
£	£
11,807	702
4,713,000	2,886,624
<u>4,724,807</u>	<u>2,887,326</u>

5. Expenses

Payable to the Manager, associates of the Manager and agents of either of them:

Fund management fees

Total expenses

05/02/18	05/02/17
£	£
249,712	177,751
<u>249,712</u>	<u>177,751</u>

Audit fees of £7,524 plus VAT on Audit fees of £1,505 (£7,305 plus VAT of £1,461 as at 5 February 2017) have been borne by the Manager out of its fund management fee.

Notes to the Financial Statements continued

6. Taxation

(a) Analysis of taxation charge in year

	05/02/18	05/02/17
	£	£
Corporation tax	—	—
Current tax [note 6(b)]	—	—
Deferred tax [note 6(c)]	—	—
Total taxation	—	—

(b) Factors affecting taxation charge for the year

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

Net revenue before taxation	4,475,075	2,706,567
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2017: 20%)	895,015	541,313
Effects of:		
Interest distributions deductible for tax purposes	(895,015)	(541,313)
Current tax	—	—

(c) Provision for deferred tax

There is no deferred tax provision in the current or preceding year.

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:

	05/02/18	05/02/17
	£	£
First interim distribution	1,138,836	36,762
Second interim distribution	1,034,407	584,507
Third interim distribution	977,090	1,063,343
Final distribution	<u>1,373,747</u>	<u>927,319</u>
	4,524,080	2,611,931
Add: Revenue deducted on cancellation of units	58,001	18,215
Less: Revenue received on creation of units	(107,034)	(464,935)
Income tax withheld	—	541,314
Distributions for the year	<u>4,475,047</u>	<u>2,706,525</u>
Interest payable and similar charges		
Bank overdraft interest	<u>20</u>	<u>3,008</u>
	<u>4,475,067</u>	<u>2,709,533</u>

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

	05/02/18	05/02/17
	£	£
Net revenue after taxation for the year	4,475,075	2,706,567
Equalisation effect of conversions	<u>(28)</u>	<u>(42)</u>
Distributions for the year	<u>4,475,047</u>	<u>2,706,525</u>

8. Debtors

	05/02/18	05/02/17
	£	£
Accrued revenue	924,329	885,612
Amounts receivable for creation of units	3,420,998	932,000
Sales awaiting settlement	<u>2,003,146</u>	<u>—</u>
	<u>6,348,473</u>	<u>1,817,612</u>

Notes to the Financial Statements continued

9. Net uninvested cash

	05/02/18	05/02/17
	£	£
Cash and bank balances	<u>331,367</u>	<u>999,054</u>
Net uninvested cash	<u>331,367</u>	<u>999,054</u>

10. Other creditors

	05/02/18	05/02/17
	£	£
Accrued expenses	28,631	19,793
Purchases awaiting settlement	<u>29,974,240</u>	<u>40,000,000</u>
	<u>30,002,871</u>	<u>40,019,793</u>

11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (5 February 2017: 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 8. 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 the balance sheet date, the Trust had no significant exposure to market price risk (5 February 2017: same).

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 is exposed to interest rate risk through its holdings in debt securities. The market value of debt securities and any floating rate payments from debt securities held (and interest rate swaps) may fluctuate as a result of changes in interest rates. This risk is managed by the active monitoring and adjustment of the investments held by the Trust, in line with the stated investment objective and policy of the Trust.

At 5 February 2018, if interest rates on the Trust increased or decreased by 1 basis point, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £16,291 (5 February 2017: £19,381). This represents the Manager's best estimate of a reasonable possible shift in interest rates, having regard to historical volatility of those rates.

The interest rate profile of the Trust's net assets and liabilities at the balance sheet date was:

	Total	Floating	Fixed	No
05/02/18	£'000	rate	rate	interest
	£'000	£'000	£'000	£'000
Portfolio	1,431,444	1,431,444	—	—
Other assets	6,680	331†	—	6,349
Other liabilities	(30,003)	—	—	(30,003)
Total	1,408,121	1,431,775	—	(23,654)

	Total	Floating	Fixed	No
05/02/17	£'000	rate	rate	interest
	£'000	£'000	£'000	£'000
Portfolio	1,323,683	1,323,683	—	—
Other assets	2,817	999†	—	1,818
Other liabilities	(40,463)	—	—	(40,463)
Total	1,286,037	1,324,682	—	(38,645)

† The Trust's floating rate other assets and liabilities are represented by its bank balances and overdraft facilities. Cash is deposited, and overdraft facilities utilised, on normal commercial terms and earn or bear interest based on LIBOR.

(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.

At the year end the Trust had no significant exposures to currencies other than Sterling (5 February 2017: same).

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

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.

At the balance sheet date, the Trust held deposits with financial institutions with the following credit ratings from Standard & Poor's:

	% of Net Asset Value
AAA to A-	100.95%
BBB+ to BBB-	0.71%

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.

(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 year 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:

05/02/18 Basis of Valuation	Assets £	Liabilities £
Level 1 - Quoted Prices	1,431,444,112	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	1,431,444,112	—

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(f) Fair Value continued

05/02/17 Basis of Valuation	Assets £	Liabilities £
Level 1 - Quoted Prices	1,323,683,150	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	1,323,683,150	—

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.

The Trust holds short term deposits in Sterling. The fair value of these holdings, excluding any accrued interest, is the value of the cash deposit. The fair value is therefore certain and for this reason we have classified as Level 1 holdings.

13. Portfolio transaction costs

As the Trust mainly invests in assets that are not subject to commissions or taxes, there are no transaction costs (5 February 2017: same).

Total purchases for the year: £74,514,036,731
(5 February 2017: £37,421,579,333)

Total sales for the year: £74,406,384,319
(5 February 2017: £36,181,338,472)

14. Unit classes

A list of unit classes in issue and the fund management fee on each unit class can be found on page 34. 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 30 to 32. The distributions per unit class are given in the distribution tables on pages 27 and 28. All classes have the same rights on winding up.

Notes to the Financial Statements continued

14. Unit classes continued

R-Class	Accumulation
Opening Units	8,914,862
Units issued	1,918,974
Units cancelled	(2,734,974)
Units converted	(849,993)
Closing Units	7,248,869

I-Class	Accumulation
Opening Units	136,159,731
Units issued	98,248,583
Units cancelled	(25,703,753)
Units converted	822,518
Closing Units	209,527,079

L-Class	Accumulation
Opening Units	2,285,910,174
Units issued	306,280,581
Units cancelled	(210,866,523)
Units converted	—
Closing Units	2,381,324,232

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 year end, the Manager and its associates held 85.06% (89.09% as at 5 February 2017) 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 R-Class Net Asset Value per unit was 93.80p. The R-Class Net Asset Value per Unit for the Trust as at 12 noon on 20 March 2018 was 93.84p. This represents an increase of 0.04% from the year end value.

Distribution Tables

Distribution Tables for the year ended 5 February 2018

Group 1: units purchased prior to a distribution period.

Group 2: units purchased during a distribution period.

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

1st Interim Interest distribution in pence per unit			Period	
			06/02/17	to 05/05/17
R-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
Group 1	0.0267	—	0.0267	0.0137
Group 2	0.0129	0.0138	0.0267	0.0137
I-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
Group 1	0.0521	—	0.0521	0.0458
Group 2	0.0270	0.0251	0.0521	0.0458
L-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
Group 1	0.0456	—	0.0456	0.0035
Group 2	0.0223	0.0233	0.0456	0.0035

2nd Interim Interest distribution in pence per unit			Period	
			06/05/17	to 05/08/17
R-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
Group 1	0.0188	—	0.0188	0.0337
Group 2	0.0098	0.0090	0.0188	0.0337
I-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
Group 1	0.0438	—	0.0438	0.0549
Group 2	0.0193	0.0245	0.0438	0.0549
L-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
Group 1	0.0416	—	0.0416	0.0428
Group 2	0.0222	0.0194	0.0416	0.0428

Distribution Tables continued

3rd Interim Interest distribution in pence per unit			Period	
			06/08/17	to 05/11/17
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/01/18	05/01/17
Group 1	0.0145	—	0.0145	0.0367
Group 2	0.0116	0.0029	0.0145	0.0367
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/01/18	05/01/17
Group 1	0.0395	—	0.0395	0.0574
Group 2	0.0184	0.0211	0.0395	0.0574
L-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/01/18	05/01/17
Group 1	0.0394	—	0.0394	0.0448
Group 2	0.0166	0.0228	0.0394	0.0448

Final Interest distribution in pence per unit			Period	
			06/11/17	to 05/02/18
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/04/18	05/04/17
Group 1	0.0374	—	0.0374	0.0244
Group 2	0.0029	0.0345	0.0374	0.0244
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/04/18	05/04/17
Group 1	0.0637	—	0.0637	0.0444
Group 2	0.0148	0.0489	0.0637	0.0444
L-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/04/18	05/04/17
Group 1	0.0519	—	0.0519	0.0378
Group 2	0.0278	0.0241	0.0519	0.0378

Trust Information (unaudited)

The Comparative Tables on pages 30 to 32 give the performance of each active share 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.

Trust Information (unaudited) continued

Comparative Tables

R-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	05/02/18 (pence per unit)	05/02/17 (pence per unit)	05/02/16 (pence per unit)
Opening net asset value per unit	93.70	93.62	93.77
Return before operating charges*	0.33	0.43	0.46
Operating charges (calculated on average price)	(0.23)	(0.32)	(0.61)
Return after operating charges*	0.10	0.11	(0.15)
Distributions [^]	(0.10)	(0.13)	—
Retained distributions on accumulation units [^]	0.10	0.10	—
Closing net asset value per unit	93.80	93.70	93.62
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.11%	0.12%	(0.17)%
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Other Information

Closing net asset value (£)	6,799,578	8,353,477	8,278,346
Closing number of units	7,248,869	8,914,862	8,843,092
Operating charges [†]	0.25%	0.34%	0.65%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	93.81p	93.70p	93.76p
Lowest unit price	93.70p	93.61p	93.62p

[^] Distributions are shown gross of taxation. The amounts shown for 'Retained distributions on accumulation units' are net of 20% income tax, except for distributions made from April 2017 onwards, which will be paid on a gross basis – See Significant Changes on page 37.

[†] 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.

Trust Information (unaudited) continued

Comparative Tables continued

I-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	05/02/18 (pence per unit)	05/02/17 (pence per unit)	05/02/16 (pence per unit)
Opening net asset value per unit	96.94	96.75	96.54
Return before operating charges*	0.35	0.40	0.48
Operating charges (calculated on average price)	(0.15)	(0.16)	(0.22)
Return after operating charges*	0.20	0.24	0.26
Distributions [^]	(0.20)	(0.25)	(0.27)
Retained distributions on accumulation units [^]	0.20	0.20	0.22
Closing net asset value per unit	97.14	96.94	96.75
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.21%	0.25%	0.27%
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Other Information

Closing net asset value (£)	203,534,086	131,991,849	71,269,463
Closing number of units	209,527,079	136,159,731	73,660,292
Operating charges [†]	0.15%	0.17%	0.21%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	97.15p	96.93p	96.75p
Lowest unit price	96.93p	96.75p	96.53p

[^] Distributions are shown gross of taxation. The amounts shown for 'Retained distributions on accumulation units' are net of 20% income tax, except for distributions made from April 2017 onwards, which will be paid on a gross basis – See Significant Changes on page 37.

[†] 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.

Trust Information (unaudited) continued

Comparative Tables continued

L-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	05/02/18 (pence per unit)	28/04/16 to 05/02/17* (pence per unit)
Opening net asset value per unit	50.12	50.00
Return before operating charges*	0.18	0.16
Operating charges (calculated on average price)	—	—
Return after operating charges*	0.18	0.16
Distributions [^]	(0.18)	(0.16)
Retained distributions on accumulation units [^]	0.18	0.12
Closing net asset value per unit	50.30	50.12
* after direct transaction costs of:	—	—

Performance

Return after charges	0.36%	0.32%
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Other Information

Closing net asset value (£)	1,197,787,417	1,145,691,285
Closing number of units	2,381,324,232	2,285,910,174
Operating charges [†]	—	—
Direct transaction costs	0.00%	0.00%

Prices

Highest unit price	50.30p	50.11p
Lowest unit price	50.12p	50.00p

[^] Distributions are shown gross of taxation. The amounts shown for 'Retained distributions on accumulation units' are net of 20% income tax, except for distributions made from April 2017 onwards, which will be paid on a gross basis – See Significant Changes on page 37.

[†] 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.

* L-Class launched on 28 April 2016.

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.

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 number highlighted above reflects the rate at which the Trust's unit price has moved up and down in the past. If the Trust has less than five years' track record, the number also reflects the rate at which a representative benchmark has moved up and down in the past. Higher numbers mean the potential reward could be greater, but this comes with increased risk of losing money.
- The Trust is in category one as it invests in instruments which are very liquid, have short maturities which have a high credit rating and are considered lower risk than longer maturing securities.
- 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:	23 September 1992
Period end dates for distributions:	5 November, February, May and August
Distribution dates:	5 January, April, July and October
Minimum initial lump sum investment:	R-Class £500 I-Class £1,000,000 L-Class* £100,000
Valuation point:	12 noon
Fund management fees:	R-Class Annual 0.25% I-Class Annual 0.15% L-Class* Nil
Initial charges:	R-Class Nil I-Class Nil L-Class* Nil

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

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.

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.

General Information continued

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.

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

EU Savings Directive

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

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

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

General Information 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 Cash 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:

The figures relate to remuneration received in 2016, as the 2017 figures were not available at the time of preparation of this report. The remuneration figures for 2017 will be provided in the next interim report.

Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Scheme (Pro-rated) (£'000)
16	3,278	5,980	328

Material Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
54	6,889	7,931	140

Controlled Functions

As at 31 December 2016, Legal & General Unit Trust Managers Limited (UTM) engaged the services of five employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further two employees of Legal & General Resources (LGR) to act as Directors. In addition, one LGIMH employee plus one LGR employee were also engaged in Director Services during the year, but resigned in 2016. UTM also engaged the services of a further five LGIMH employees and a further two 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 and Significant Management Functions. These employees were also engaged by other companies in the L&G Group. The aggregate remuneration received by these individuals, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of UTM.

General Information continued

Material Risk Takers

As at the 31 December 2016, UTM engaged the services of Legal & General Investment Management's Fixed Income team, which consists of 54 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 Trust. 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 net assets under management of Fixed Income team.

Significant Changes

Gross Distribution Payments

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

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

Removal of Initial Commission

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

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. Morrissey (appointed 5 July 2017)
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 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

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**

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(Unit Trust Managers) Limited
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