

Legal & General All Stocks Gilt Index Trust

**Interim Manager's Report
for the period ended
25 November 2019
(Unaudited)**



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Manager's Investment Report

Investment Objective and Policy

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

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

Prior to 7 August 2019

The objective of the Trust is to track the total return of UK Government Securities as represented by the FTSE Actuaries UK Conventional Gilts All Stocks Index after adjustment for management charges and taxation, by investment in a representative sample of stocks.

For the purposes of Efficient Portfolio Management, any of the forms of derivative in the Prospectus may be effected.

From 7 August 2019

The objective of the Trust is to provide a combination of growth and income by tracking the performance of the FTSE Actuaries UK Conventional Gilts All Stocks Index, the "Benchmark Index". This objective is after the deduction of charges and taxation.

The Benchmark Index is comprised of all British Government conventional securities quoted on the London Stock Exchange in accordance with the Index provider's methodology.

The Trust is a Replicating Fund as it seeks to replicate as closely as possible the constituents of the Benchmark Index by holding all, or substantially all, of the assets comprising the Benchmark Index in similar proportions to their weightings in the Benchmark Index. The Trust will have at least 90% exposure to assets that are included in the Benchmark Index.

The Trust may also invest in government or other public bonds issued by the government of the United Kingdom which are reasonably expected to become part of the Benchmark Index in the near future or are an alternative to a constituent of the Benchmark Index and collective investment schemes, including those managed or operated by the Manager or an associate of the Manager as well as money market instruments (such as treasury bills), cash and permitted deposits.

The Trust will not invest in money market instrument or deposits apart from the use of cash and near cash.

The Trust und may only use derivatives for Efficient Portfolio Management purposes.

Manager's Investment Report

During the period under review, the bid price of the Trust's I-Class accumulation units rose by 3.43%. FTSE, the Index compiler, calculates the benchmark Index at the end of the business day using closing prices, whereas the Trust is valued using prevailing prices at 12 noon. Therefore, for tracking purposes the Trust has been revalued using closing prices. On this basis over the review period, the Trust rose by 3.61%, compared with the Index rise of 3.59% (Source: Bloomberg), producing a tracking difference of +0.02%.

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.

Manager's Investment Report continued

The FTSE Actuaries UK Conventional Gilts All Stocks Index is calculated by FTSE International Limited ("FTSE"). FTSE does not sponsor, endorse or promote this product.

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Market/Economic Review

Gilts ended the period with modest gains, performing broadly in line with wider global government bonds. Market strength early in the period, driven by Brexit-related uncertainties and muted world economic growth, subsequently faded as US-led cuts in world interest rates, optimism over improved US-China trade relations and hopes of greater Brexit clarity reduced demand for 'safe haven' assets.

Gilts began the period on a firm note, buoyed by a combination of international and domestic factors. Ongoing concerns that escalating US-China trade tensions were dragging on global growth, raising the risk of a recession, highlighted the appeal of ultralow risk assets such as gilts. Moreover, muted inflation across leading economies raised expectations that global interest rates could fall later in 2019. Brexit-related uncertainties added to the appeal of gilts. Prime Minister Theresa May, having failed to win support for the EU Withdrawal Bill, announced her resignation date of 7th June. After clinching the Conservative Party leadership, Boris Johnson became Prime Minister in late July, pledging that the UK would leave the EU 'with or without a deal' on the 31st October. The perceived rising risk of a 'disorderly' Brexit, escalating US-China trade tensions and confirmation that the UK's economic resilience was finally fading as data showed that the economy had contracted by -0.2% during the second quarter, saw 10-year gilt yields fall to 0.40% in August.

Gilts produced resilient returns in September, buoyed by a slide in inflation and political uncertainties weeks ahead of the scheduled Brexit date. However, the market softened over the remainder of the period, partly reflecting the reduced perceived risk of a 'no deal' Brexit as Parliament forced Prime Minister Johnson to seek an extension to the departure timetable, with the EU subsequently agreeing a departure date of 31st January 2020. Subsequently, Prime Minister Johnson sought to garner domestic support for a revised Brexit withdrawal agreement, eventually winning MPs' approval for a 12th December general election. Meanwhile, progress in US-China talks raised expectations of a provisional trade deal, thereby diminishing the appeal of safe haven assets, particularly as multiple cuts in US interest rates eased earlier worries over global recession risks. Although the UK economy avoided recession with growth of 0.4% during the third quarter, year-on-year growth fell to a near-decade low of 1.0%. Even as UK inflation fell to just 1.5%, global investors' preference for risk-based assets such as equities nevertheless saw the gilt market end the period on a relatively soft note.

Trust Review

All investment activity was prompted either by unit holder investment or redemption, or by changes in the profile of the benchmark.

During the review period there were 15 gilt auctions, one outright sale and one syndication, raising a total of £46.8 billion for government funding. The bond issued by syndication was a tap of the 1½% Treasury Gilt 2054 for £4 billion nominal in September. The 0 7/8% Treasury Gilt 2029 was issued for approximately

Manager's Investment Report continued

£3.16 billion nominal in June, and was the subject of four further auctions over the period, raising a total of £15.10 billion. The 0% Treasury Gilt 2025, which was issued for approximately £3.37 billion nominal in June, was the subject of three further auctions over the period, raising a total of £12.8 billion. Two bonds were redeemed: the 1¾% Treasury Gilt 2019 and the 3¾% Treasury Gilt 2019. Each auction, syndication and redemption resulted in a change to the constituent weightings of the benchmark Index and required the Trust to be rebalanced in line with the revised Index distribution.

The Trust experienced net positive cash flow during the period. The cash flows were used to adjust the Trust's holdings in such a way so as to ensure the Trust maintained the Index distribution at all times.

Outlook

The growing prospect of a preliminary 'Phase One' US-China trade deal has diminished the appeal of ultralow risk global government bonds over recent weeks. While three 0.25% cuts in US interest rates since July and new support measures from other leading central banks, combined with optimism over reduced trade barriers, have reduced the risk of a damaging global recession, the Bank of England has retained a 'wait and see' approach over interest rate moves. With UK economic growth soft and inflation far below the official 2.0% target, two members of the Bank's 9-strong Monetary Policy Committee have recently favoured cutting borrowing costs. Looking beyond the December general election, should the UK leave the EU in January as scheduled, the outlook for the UK economy will be influenced by the outcome of subsequent trade negotiations, particularly should the government aim to complete even a provisional EU trade deal by the end of 2020. While investors look forward to the prospect of greater political clarity emerging, Bank of England policymakers have scope to reduce interest rates to underpin trading activity should economic growth remain lacklustre in early 2020.

Legal & General Investment Management Limited
(Investment Adviser)
20 December 2019

Authorised Status

Authorised Status

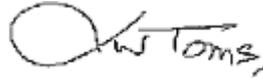
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

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
16 January 2020

Portfolio Statement

Portfolio Statement as at 25 November 2019

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 25 May 2019.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
GOVERNMENT BONDS			
— 97.09% (96.81%)			
Short Dated — 26.31% (28.90%)			
GBP27,108,174	United Kingdom Gilt 4.75% 07/03/2020	27,414,442	2.05
GBP30,096,674	United Kingdom Gilt 2% 22/07/2020	30,351,533	2.27
GBP21,844,170	United Kingdom Gilt 3.75% 07/09/2020	22,366,267	1.67
GBP29,526,583	United Kingdom Gilt 1.5% 22/01/2021	29,815,914	2.23
GBP21,014,918	United Kingdom Gilt 8% 07/06/2021	23,394,080	1.75
GBP25,461,028	United Kingdom Gilt 3.75% 07/09/2021	26,913,045	2.01
GBP33,806,810	United Kingdom Gilt 4% 07/03/2022	36,495,973	2.73
GBP25,686,461	United Kingdom Gilt 0.5% 22/07/2022	25,703,208	1.92
GBP26,378,958	United Kingdom Gilt 1.75% 07/09/2022	27,297,711	2.04
GBP25,612,099	United Kingdom Gilt 0.75% 22/07/2023	25,850,804	1.93
GBP23,940,064	United Kingdom Gilt 2.25% 07/09/2023	25,519,797	1.90
GBP25,260,000	United Kingdom Gilt 1% 22/04/2024	25,814,457	1.93
GBP22,787,939	United Kingdom Gilt 2.75% 07/09/2024	25,216,017	1.88
		352,153,248	26.31
Medium Dated — 16.85% (16.87%)			
GBP31,647,971	United Kingdom Gilt 5% 07/03/2025	39,076,762	2.92
GBP10,270,000	United Kingdom Gilt 0.625% 07/06/2025	10,327,512	0.77
GBP25,740,349	United Kingdom Gilt 2% 07/09/2025	27,990,519	2.09
GBP23,831,092	United Kingdom Gilt 1.5% 22/07/2026	25,408,496	1.90
GBP20,848,770	United Kingdom Gilt 1.25% 22/07/2027	21,961,469	1.64
GBP27,495,882	United Kingdom Gilt 4.25% 07/12/2027	35,541,315	2.66
GBP24,080,000	United Kingdom Gilt 1.625% 22/10/2028	26,201,930	1.96
GBP17,291,257	United Kingdom Gilt 6% 07/12/2028	25,520,166	1.91
GBP13,200,000	United Kingdom Gilt 0.875% 22/10/2029	13,422,776	1.00
		225,450,945	16.85
Long Dated — 53.93% (51.04%)			
GBP29,588,610	United Kingdom Gilt 4.75% 07/12/2030	42,194,660	3.15
GBP31,453,145	United Kingdom Gilt 4.25% 07/06/2032	44,109,891	3.30

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Long Dated — (cont.)		
GBP28,306,517	United Kingdom Gilt 4.5% 07/09/2034	42,007,183	3.14
GBP26,563,839	United Kingdom Gilt 4.25% 07/03/2036	39,228,946	2.93
GBP22,680,896	United Kingdom Gilt 1.75% 07/09/2037	24,887,747	1.86
GBP22,346,356	United Kingdom Gilt 4.75% 07/12/2038	36,209,164	2.71
GBP20,474,733	United Kingdom Gilt 4.25% 07/09/2039	31,589,687	2.36
GBP22,139,139	United Kingdom Gilt 4.25% 07/12/2040	34,625,680	2.59
GBP23,839,197	United Kingdom Gilt 4.5% 07/12/2042	39,410,865	2.94
GBP23,991,167	United Kingdom Gilt 3.25% 22/01/2044	33,880,806	2.53
GBP24,704,490	United Kingdom Gilt 3.5% 22/01/2045	36,568,945	2.73
GBP20,934,748	United Kingdom Gilt 4.25% 07/12/2046	35,232,134	2.63
GBP21,869,135	United Kingdom Gilt 1.5% 22/07/2047	23,038,390	1.72
GBP11,530,000	United Kingdom Gilt 1.75% 22/01/2049	12,868,633	0.96
GBP17,570,420	United Kingdom Gilt 4.25% 07/12/2049	30,663,229	2.29
GBP20,981,315	United Kingdom Gilt 3.75% 22/07/2052	35,153,522	2.63
GBP7,877,000	United Kingdom Gilt 1.625% 22/10/2054	8,750,638	0.65
GBP23,022,504	United Kingdom Gilt 4.25% 07/12/2055	43,454,562	3.25
GBP16,175,832	United Kingdom Gilt 1.75% 22/07/2057	18,884,184	1.41
GBP20,966,666	United Kingdom Gilt 4% 22/01/2060	39,806,431	2.97
GBP17,321,950	United Kingdom Gilt 2.5% 22/07/2065	25,384,971	1.90
GBP17,246,170	United Kingdom Gilt 3.5% 22/07/2068	31,978,849	2.39
GBP10,045,000	United Kingdom Gilt 1.625% 22/10/2071	11,870,176	0.89
		721,799,293	53.93
Portfolio of investments		1,299,403,486	97.09
Net other assets		38,984,839	2.91
Total net assets		£1,338,388,325	100.00%

Total purchases for the period: £371,885,895.

Total sales for the period: £142,033,258.

Financial Statements

Statement of Total Return for the period ended 25 November 2019

	25/11/19		25/11/18	
	£	£	£	£
Income				
Net capital gains/ (losses)		26,432,423		(8,713,021)
Revenue	7,424,981		6,662,014	
Expenses	(847,604)		(688,048)	
Interest payable and similar charges	—		(1,282)	
Net revenue before taxation	6,577,377		5,972,684	
Taxation	—		—	
Net revenue after taxation for the period		6,577,377		5,972,684
Total return before distributions		33,009,800		(2,740,337)
Distributions		(7,010,839)		(6,317,411)
Change in net assets attributable to Unitholders from investment activities		£25,998,961		£(9,057,748)

Statement of Change in Net Assets attributable to Unitholders for the period ended 25 November 2019

	25/11/19		25/11/18	
	£	£	£	£
Opening net assets attributable to Unitholders		1,084,945,729		947,415,789
Amounts received on issue of units	363,848,469		61,550,789	
Amounts paid on cancellation of units	(141,269,838)		(39,401,848)	
		222,578,631		22,148,941
Change in net assets attributable to Unitholders from investment activities		25,998,961		(9,057,748)
Retained distributions on accumulation units		4,864,587		2,887,917
Unclaimed distributions		417		—
Closing net assets attributable to Unitholders		£1,338,388,325		£963,394,899

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 25 November 2019

	25/11/19 £	25/05/19 £
ASSETS		
Fixed assets:		
Investments	1,299,403,486	1,050,338,224
Current assets:		
Debtors	12,209,782	9,958,401
Cash and bank balances	<u>30,159,378</u>	<u>29,010,652</u>
Total assets	<u>1,341,772,646</u>	<u>1,089,307,277</u>
LIABILITIES		
Creditors:		
Distributions payable	(3,044,266)	(3,502,062)
Other creditors	<u>(340,055)</u>	<u>(859,486)</u>
Total liabilities	<u>(3,384,321)</u>	<u>(4,361,548)</u>
Net assets attributable to Unitholders	<u>£1,338,388,325</u>	<u>£1,084,945,729</u>

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. 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	111,198	211,716	52.52
Accumulation Units	1,954,270	3,662,601	53.36
F-Class			
Distribution Units	1,385	1,079	128.36
Accumulation Units	434,061	184,448	235.33
I-Class			
Distribution Units	372,409,635	288,222,956	129.21
Accumulation Units	638,236,792	267,721,917	238.40
C-Class			
Distribution Units	140,670,861	108,651,365	129.47
Accumulation Units	153,556,555	64,182,938	239.25
L-Class			
Accumulation Units	31,013,568	58,865,595	52.69

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

	25 Nov 19	25 May 19
R-Class	0.53%	0.53%
F-Class	0.37%	0.37%
I-Class	0.15%	0.15%
C-Class	0.10%	0.10%
L-Class	0.03%	0.03%

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.

Trust Information continued

Distribution Information

R-Class

The distribution payable on 25 January 2020 is 0.2590p per unit for distribution units and 0.2618p per unit for accumulation units.

F-Class

The distribution payable on 25 January 2020 is 0.6886p per unit for distribution units and 1.2493p per unit for accumulation units.

I-Class

The distribution payable on 25 January 2020 is 0.7619p per unit for distribution units and 1.3977p per unit for accumulation units.

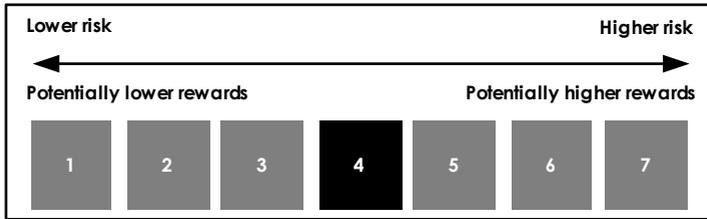
C-Class

The distribution payable on 25 January 2020 is 0.7800p per unit for distribution units and 1.4328p per unit for accumulation units.

L-Class

The distribution payable on 25 January 2020 is 0.3245p per unit for accumulation units.

Risk and Reward Profile



- 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 four because it invests in company or government bonds which are sensitive to changes in interest rates, inflation and credit. This can be driven by political and economic changes and other significant events and may cause the value to go up and down. Bonds that are closer to their maturity date tend to be more stable in value. Bonds are generally considered to be higher risk investments than cash, but lower risk than company shares.
- Even a trust in the lowest category is not a risk free investment.

General Information

Constitution

Launch date:	8 March 1981
Period end dates for distributions:	25 May, 25 November
Distribution dates:	25 July, 25 January
Minimum initial lump sum investment:	R-Class £100 F-Class* £500 I-Class £1,000,000 C-Class** £100,000,000 L-Class*** £100,000
Minimum monthly contributions:	R-Class £20 F-Class* N/A I-Class N/A C-Class** N/A L-Class*** N/A
Valuation point:	12 noon
Fund Management Fees:	R-Class Annual 0.53% F-Class* Annual 0.37% I-Class Annual 0.15% C-Class** Annual 0.10% L-Class*** Annual 0.03%
Initial charge:	Nil for all existing unit classes

* Class F units are available to:

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

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

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

Pricing and Dealing

The prices are published on the internet at www.legalandgeneral.com/investments/funds/prices-and-reports/daily-fund-prices 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

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.

Information on Tracking Error

The 'Tracking Error' of a Trust is the measure of the volatility of the differences between the return of the Trust and the return of the benchmark Index. It provides an indication of how closely the Trust is tracking the performance of the benchmark Index after considering things such as Trust charges and taxation.

Using monthly returns, over the review period, the annualised Tracking Error of the Trust is 0.04%, whilst over the last three years to the end of November 2019, the annualised Tracking Error of the Trust is 0.04%. These Tracking Errors are within the anticipated Tracking Error levels set out in the Trust's Prospectus of +/-0.25% per annum.

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.

Assessment of Value

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

General Information 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.

Publication of Short Report Discontinued

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

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

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

*Non-executive Director

Secretary

J. McCarthy

Registrar

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

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

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

Trustee

Northern Trust Global Services SE UK Branch
Trustee and Depositary Services
50 Bank Street,
Canary Wharf,
London E14 5NT

Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority

Independent Auditors

KPMG LLP
15 Canada Square,
London E14 5GL

Investment Adviser

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

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Financial Conduct Authority**

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