

Legal & General All Stocks Index Linked
Gilt Index Trust

**Final Manager's Report
for the period ended
24 November 2017**

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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 this Trust is to track the performance of the FTSE Actuaries British Government Index-Linked All Stocks Index (after adjustment for management charge and taxation).

The Manager will seek to achieve this objective by investing primarily in Government or other public securities issued by the Government of the United Kingdom. The Manager may also invest in other assets, including Government or public securities issued by other public bodies (including those outside the United Kingdom), and may make use of optimisation techniques in order to construct and maintain a portfolio, the underlying value of which exhibits the total return performance characteristics of the Index. The Manager may invest in other Collective Investment Schemes, including those managed by companies in the Legal & General Group.

Manager's Investment Report

During the period under review, the bid price of the Trust's I-Class accumulation units rose by 4.28%. 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 and adjusted for Trust charges and taxation. On this basis, over the review period, from close of business on 25 November 2016 to the close of business on 24 November 2017 (the first and last working days of the accounting period) the Trust rose by 4.88% on a Total Return basis, compared with the Index rise of 4.86% (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.

The FTSE Actuaries British Government Index-Linked 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

The global economic background has improved over the past 12 months, led by a modest acceleration in the major developed economies. Despite a rise in commodity prices, inflationary pressures worldwide have remained subdued. In the US, economic activity has rebounded after a disappointing first quarter of 2017, as both consumer spending and business capital expenditure have picked up. Donald Trump's victory in the November presidential election focused investors on the prospect of increased infrastructure spending and tax cuts, and the Republican administration finally tabled tax reforms in September, which will now be subject to approval by Congress. The Federal Reserve (Fed) sanctioned a gradual tightening of monetary policy, raising interest rates three times over the review period. The Fed also began unwinding its asset purchase programme, known as quantitative easing (QE), in October. In recent months the recovery in economic activity has been most pronounced in the euro area, with economic confidence recording its highest level for more than a decade.

Manager's Investment Report continued

In the UK, whilst both economic and political uncertainty have heightened over the last 12 months, particularly as the June general election resulted in a hung parliament and Brexit negotiations began, economic indicators have exceeded expectations. The Bank of England raised interest rates to 0.50%, removing the emergency rate cut of 0.25% they carried out in the wake of the EU referendum vote in June 2016.

Returns from bond markets have generally been disappointing over the last 12 months. Since late 2016 longer-term interest rates in the major economies have moved higher, particularly in the US where investors discounted Fed rate hikes and looser fiscal policy. However, in the UK the sharp devaluation of Sterling following the EU referendum has fed through to inflation, which has accelerated above the Bank of England (BOE)'s 2% target to record a five-year high in recent months.

Trust Review

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

There were 11 auctions and 4 syndications of index-linked securities during the review period, which raised a total of £32.8 billion for government funding. The bonds issued by syndication were the launch of the 0.125% Index-linked Treasury Gilt 2056 for £2.25bn nominal in November 2016 and its subsequent tap for £2.5bn in July 2017, the tap for £2bn of the 0.125% Index-linked Treasury Gilt 2065, and the launch of the 0.125% Index-linked Treasury Gilt 2048 for £3bn nominal in November 2017. One bond redeemed over the review year, the 0.125% Index-linked Treasury Gilt 2017. Each issuance 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 negative cash flow during the review period. The cash flows were used to adjust the Trust's holdings in such a way so as to ensure the Trust maintained an Index distribution at all times.

Outlook

UK growth has been better than expected since the EU referendum but remains subdued and is lacklustre compared to that seen in the Eurozone. It seems apparent that the Bank of England will maintain the limited and gradual mantra they have adopted on UK interest rates. In the US in particular we are more likely to see a continued withdrawal of the loose monetary policy that has kept global asset prices so buoyant. As interest rates rise to attract money into government bonds, we could see the 'hunt for yield', where investors are forced to buy increasingly risky assets to earn a yield and what has supported credit markets in recent years, begin to fade.

The impact on UK inflation from past currency depreciation appears to be in the process of peaking. However political risk in the UK will remain elevated as Brexit negotiations continue and we have seen that Sterling remains very sensitive to political developments.

Legal & General Investment Management Limited
(Investment Adviser)
18 December 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
12 January 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 All Stocks Index Linked Gilt Index 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 All Stocks Index Linked Gilt Index Trust ("the Trust") for the period ended 24 November 2017

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
12 January 2018

Portfolio Statement

Portfolio Statement as at 24 November 2017

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 26 November 2016.

Holding/ Nominal Value	Investment	Market value £	% of Net Assets
GOVERNMENT BONDS			
— 99.79% (99.71%)			
Short Dated — 9.18% (8.28%)			
GBP17,812,000	United Kingdom Gilt Inflation Linked 0.125% 22/11/2019	20,758,030	1.46
GBP14,255,974	United Kingdom Gilt Inflation Linked 2.5% 16/04/2020	52,350,076	3.68
GBP35,227,751	United Kingdom Gilt Inflation Linked 1.875% 22/11/2022	57,414,981	4.04
		130,523,087	9.18
Medium Dated — 13.31% (13.00%)			
GBP32,238,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	41,924,457	2.95
GBP14,835,772	United Kingdom Gilt Inflation Linked 2.5% 17/07/2024	54,435,414	3.83
GBP25,702,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2026	32,241,603	2.27
GBP31,985,000	United Kingdom Gilt Inflation Linked 1.25% 22/11/2027	60,576,751	4.26
		189,178,225	13.31
Long Dated — 77.30% (78.43%)			
GBP29,969,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2029	42,877,332	3.02
GBP10,492,240	United Kingdom Gilt Inflation Linked 4.125% 22/07/2030	38,638,199	2.72
GBP31,058,000	United Kingdom Gilt Inflation Linked 1.25% 22/11/2032	59,388,399	4.18
GBP30,632,000	United Kingdom Gilt Inflation Linked 0.75% 22/03/2034	52,868,925	3.72
GBP19,260,781	United Kingdom Gilt Inflation Linked 2% 26/01/2035	52,126,414	3.67
GBP15,520,000	United Kingdom Gilt Inflation Linked 0.125% 22/11/2036	22,970,528	1.62
GBP28,948,000	United Kingdom Gilt Inflation Linked 1.125% 22/11/2037	65,470,150	4.60
GBP31,189,984	United Kingdom Gilt Inflation Linked 0.625% 22/03/2040	64,026,445	4.50
GBP27,067,000	United Kingdom Gilt Inflation Linked 0.625% 22/11/2042	59,632,118	4.19
GBP33,888,052	United Kingdom Gilt Inflation Linked 0.125% 22/03/2044	60,222,208	4.23
GBP29,928,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2046	51,470,192	3.62
GBP25,288,000	United Kingdom Gilt Inflation Linked 0.75% 22/11/2047	63,614,213	4.47
GBP5,902,000	United Kingdom Gilt Inflation Linked 0.125% 10/08/2048	9,896,717	0.70
GBP26,534,000	United Kingdom Gilt Inflation Linked 0.5% 22/03/2050	64,482,482	4.53
GBP26,882,000	United Kingdom Gilt Inflation Linked 0.25% 22/03/2052	56,353,811	3.96

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market value £	% of Net Assets
Long Dated — (cont.)			
GBP22,525,717	United Kingdom Gilt Inflation Linked 1.25% 22/11/2055	80,291,441	5.65
GBP10,042,000	United Kingdom Gilt Inflation Linked 0.125% 22/11/2056	20,111,156	1.41
GBP24,086,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2058	51,320,874	3.61
GBP26,744,985	United Kingdom Gilt Inflation Linked 0.375% 22/03/2062	71,727,558	5.04
GBP16,393,000	United Kingdom Gilt Inflation Linked 0.125% 22/11/2065	39,618,637	2.79
GBP27,147,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2068	72,096,886	5.07
		1,099,204,685	77.30
Portfolio of investments		1,418,905,997	99.79
Net other assets		3,016,199	0.21
Total net assets		£1,421,922,196	100.00%

Total purchases for the period: £159,058,109.

Total sales for the period: £271,282,515.

Independent Auditor's Report

Independent auditors' report to the Unitholders of Legal & General All Stocks Index Linked Gilt Index Trust

Report on the audit of the financial statements

Opinion

In our opinion, Legal & General All Stocks Index Linked Gilt Index Trust's financial statements:

- give a true and fair view of the financial position of the Trust as at 24 November 2017 and of the net revenue and, the net capital gains on its scheme property for the period 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 24 November 2017; the statement of total return, and the statement of change in net assets attributable to unitholders for the period 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 period 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
12 January 2018

Notes:

- a) The maintenance and integrity of the Legal & General website is the responsibility of the Authorised Fund Manager; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.
- b) Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Financial Statements

Statement of Total Return for the period ended 24 November 2017

Notes	27/11/16 to 24/11/17 ¹		01/12/15 to 26/11/16	
	£	£	£	£
Income				
Net capital gains	3	34,016,408		202,928,939
Revenue	4	31,531,904	19,168,948	
Expenses	5	(2,076,024)	(1,943,460)	
Interest payable and similar charges	7	(204)	(56)	
Net revenue before taxation		<u>29,455,676</u>	<u>17,225,432</u>	
Taxation	6	–	–	
Net revenue after taxation for the period		<u>29,455,676</u>	<u>17,225,432</u>	
Total return before distributions		<u>63,472,084</u>	<u>220,154,371</u>	
Distributions	7	(134,026)	(792,206)	
Change in net assets attributable to Unitholders from investment activities		<u>£63,338,058</u>	<u>£219,362,165</u>	

Statement of Change in Net Assets attributable to Unitholders for the period ended 24 November 2017

	27/11/16 to 24/11/17 ¹		01/12/15 to 26/11/16	
	£	£	£	£
Opening net assets attributable to Unitholders		1,478,578,913		1,235,988,770
Amounts received on issue of units		144,072,512	240,945,179	
Amounts paid on cancellation of units		<u>(264,067,287)</u>	<u>(218,053,590)</u>	
Change in net assets attributable to Unitholders from investment activities		(119,994,775)		22,891,589
Retained distributions on accumulation units		–		<u>336,389</u>
Closing net assets attributable to Unitholders		<u>£1,421,922,196</u>		<u>£1,478,578,913</u>

¹ The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class (See significant changes on page 40).

Financial Statements continued

Balance Sheet as at 24 November 2017

	Notes	24/11/17 ¹ £	26/11/16 £
ASSETS			
Fixed assets:			
Investments		1,418,905,997	1,474,276,243
Current assets:			
Debtors	8	1,354,247	1,920,244
Cash and bank balances	9	1,796,948	3,264,934
Total assets		1,422,057,192	1,479,461,421
LIABILITIES			
Creditors:			
Other creditors	10	(134,996)	(882,508)
Total liabilities		(134,996)	(882,508)
Net assets attributable to Unitholders		£1,421,922,196	£1,478,578,913

¹ The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class (See significant changes on page 40).

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

Bond revenue is accounted for on an effective yield basis, calculated with reference to the purchase price. If the Manager believes that future commitments will not be met due to the bond issuer showing signs of financial distress, revenue accruals will be discounted. Any resultant revenue from these issues will then be treated on a receipts 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. For Index Linked Gilt securities, the indexation element of revenue (which represents capital protection) is retained within the Trust so as to better enable the Trust to meet its investment objective, as approved by the FCA.

50% of the fund management fee is charged to capital and 50% is charged to 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 24 November 2017, being the last working day of the accounting period. The fair value for non-derivative securities is bid market price, excluding any accrued interest.

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 period comprise:

Non-derivative securities

Net capital gains

27/11/16 to 24/11/17	01/12/15 to 26/11/16
£	£
34,016,408	202,928,939
<u>34,016,408</u>	<u>202,928,939</u>

4. Revenue

Bond Interest

Bank interest

27/11/16 to 24/11/17	01/12/15 to 26/11/16
£	£
31,531,819	19,168,485
85	463
<u>31,531,904</u>	<u>19,168,948</u>

5. Expenses

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

Fund management fees

Total expenses

27/11/16 to 24/11/17	01/12/15 to 26/11/16
£	£
2,076,024	1,943,460
<u>2,076,024</u>	<u>1,943,460</u>

Audit fees of £12,700 plus VAT on Audit fees of £2,540 have been borne by the Manager out of its fund management fee. In the prior period, the total audit fee was £12,475 plus VAT of £2,495.

Notes to the Financial Statements continued

6. Taxation

(a) Analysis of taxation charge in period

	27/11/16 to 24/11/17	01/12/15 to 26/11/16
	£	£
Corporation tax	—	—
Current tax [note 6(b)]	—	—
Deferred tax [note 6(c)]	—	—
	<hr/>	<hr/>
Total taxation	—	—
	<hr/>	<hr/>

(b) Factors affecting taxation charge for the period

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

Net revenue before taxation	<u>29,455,676</u>	<u>17,225,432</u>
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2016: 20%)	5,891,135	3,445,086
Effects of:		
Section 400 relief	(6,550,760)	(3,548,333)
Excess management expenses not utilised	<u>659,625</u>	<u>103,247</u>
Current tax	<hr/>	<hr/>
	<hr/>	<hr/>

(c) Provision for deferred tax

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

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:

	27/11/16 to 24/11/17	01/12/15 to 26/11/16
	£	£
Interim distribution	—	631,387
Final distribution	—	—
	<u>—</u>	<u>631,387</u>
Add: Revenue deducted on cancellation of units	300,430	254,009
Less: Revenue received on creation of units	(166,404)	(245,268)
Income tax withheld	—	152,078
Distributions for the period	134,026	792,206
Interest payable and similar charges		
Bank overdraft interest	204	56
	<u>134,230</u>	<u>792,262</u>

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

	27/11/16 to 24/11/17	01/12/15 to 26/11/16
	£	£
Net revenue after taxation for the period	29,455,676	17,225,432
Add: Expenses charged to capital	1,038,012	971,628
Equalisation effect of conversions	741	3
Revenue shortfall	2,393,399	336,808
Revenue offset to capital (refer to Note 2 (e))	<u>(32,753,802)</u>	<u>(17,741,665)</u>
Distributions for the period	134,026	792,206

8. Debtors

	24/11/17	26/11/16
	£	£
Accrued revenue	1,271,879	1,381,139
Amounts receivable for creation of units	<u>82,368</u>	<u>539,105</u>
	<u>1,354,247</u>	<u>1,920,244</u>

Notes to the Financial Statements continued

9. Net uninvested cash

	24/11/17	26/11/16
	£	£
Cash and bank balances	<u>1,796,948</u>	<u>3,264,934</u>
Net uninvested cash	<u>1,796,948</u>	<u>3,264,934</u>

10. Other creditors

	24/11/17	26/11/16
	£	£
Accrued expenses	134,996	154,098
Amounts payable for cancellation of units	—	181,007
Purchases awaiting settlement	<u>—</u>	<u>547,403</u>
	<u>134,996</u>	<u>882,508</u>

11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (26 November 2016: 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 24 November 2017, if the price of the investments held by the Trust increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £70,945,300 (26 November 2016: £73,713,812).

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 24 November 2017, 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 £3,268,999. 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
24/11/17	£'000	rate	rate	interest
	£'000	£'000	£'000	£'000
Portfolio	1,418,906	1,418,906*	—	—
Other assets	3,151	1,797†	—	1,354
Other liabilities	(135)	—	—	(135)
Total	1,421,922	1,420,703	—	1,219

	Total	Floating	Fixed	No
26/11/16	£'000	rate	rate	interest
	£'000	£'000	£'000	£'000
Portfolio	1,474,276	1,474,276*	—	—
Other assets	5,185	3,265†	—	1,920
Other liabilities	(882)	—	—	(882)
Total	1,478,579	1,477,541	—	1,038

* The Trust's floating rate investments earn interest which is variable by reference to the rate of inflation as measured by the Retail Price Index.

† 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 period end the Trust had no significant exposures to currencies other than Sterling (26 November 2016: same).

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

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.

Bonds or other debt securities involve credit risk to the issuer which may be evidenced by the issuer's credit rating. Securities which are subordinated and/or have a lower credit rating are generally considered to have a higher credit risk and a greater possibility of default than more highly rated securities.

The Trust's investments in bonds expose it to the default risk of the bond issuer with regards interest payments and principal repayments. At the balance sheet date none of the bonds held by the Trust's had low credit ratings (sub-investment grade).

This risk is managed by appraising the credit profile of financial instruments and issuers in line with the Trust's investment objective and policy.

(e) Liquidity Risk

Liquidity Risk relates to the capacity to meet liabilities as they fall due. The primary source of this risk to the Trust is the liability to Unitholders for any cancellation of units.

This risk is minimised by holding a large proportion of readily realisable assets, cash balances and via access to overdraft facilities.

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(f) Fair Value

The fair value of a financial instrument is the amount for which it could be exchanged between knowledgeable, willing parties in an arm's length transaction. There is no material difference between the value of the financial assets and liabilities, as shown in the financial statements, and their fair value.

The Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the Investment Management Association in May 2014, and subsequently amended by Financial Reporting Exposure Draft 62 (FRED62), requires the classification of the Trust's financial instruments held at the period end into a 3 tiered fair value hierarchy. The 3 tiers of the hierarchy and the classification of the Trust's financial instruments as at the balance sheet date were:

24/11/17	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	1,418,905,997	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	1,418,905,997	—

26/11/16	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	1,474,276,243	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	1,474,276,243	—

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.

13. Portfolio transaction costs

As the Trust mainly invests in assets that are not subject to commissions or taxes, there are no transaction costs (26 November 2016: same).

Total purchases for the period: £159,058,109.
(26 November 2016: £270,757,177)

Total sales for the period: £271,282,515.
(26 November 2016: £243,307,341)

Notes to the Financial Statements continued

14. Unit classes

A list of unit classes in issue and the fund management fee on each unit class can be found on page 38. 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 29 to 36. The distributions per unit class are given in the distribution tables on pages 26 and 27. All classes have the same rights on winding up.

F-Class	Distribution	Accumulation
Opening Units	160,482	2,833,489
Units issued	10,029	3,119,346
Units cancelled	(164,462)	(3,917,185)
Units converted	-	(1,024,862)
Closing Units	6,049	1,010,788

M-Class	Distribution	Accumulation
Opening Units	367,627,802	518,314,757
Units issued	17,165,686	33,277,731
Units cancelled	(72,364,633)	(76,655,499)
Units converted	(5,407,505)	(351,262)
Closing Units	307,021,350	474,585,727

I-Class	Distribution	Accumulation
Opening Units	86,254,835	63,670,561
Units issued	14,625,845	26,063,854
Units cancelled	(6,364,606)	(9,062,990)
Units converted	5,486,232	(38,886)
Closing Units	100,002,306	80,632,539

C-Class	Distribution	Accumulation
Opening Units	149,837,466	25,215,449
Units issued	10,832,595	7,780,157
Units cancelled	(40,442,147)	(4,447,141)
Units converted	165,704	1,183,132
Closing Units	120,393,618	29,731,597

Notes to the Financial Statements continued

15. Ultimate controlling party and related party transactions

The Manager is regarded as a related party to the Trust because it provides key management personnel services to the Trust. The ultimate controlling party of the Manager is Legal & General Group Plc. Subsidiaries of Legal & General Group Plc are also considered related parties to the Trust.

Legal & General (Unit Trust Managers) Limited acts as the principal on all the transactions of the units in the Trust. The aggregated monies received through creations or paid on cancellations are disclosed in the statement of change in net assets attributable to unitholders.

Equalisation amounts relating to creations and cancellations of units are shown within note 7. Fees received by the Authorised Fund Manager from the Trust plus any rebates paid by the Authorised Fund Manager to the Trust are shown within notes 3, 4 and 5 as applicable. Any outstanding fees, amounts outstanding on creations or cancellations of units in the Trust, or rebates receivable by the Trust from the Manager are shown within notes 8 and 10 as applicable.

At the period end, the Manager and its associates held 0.62% (0.62% as at 26 November 2016) of the Trust's units in issue.

16. Post balance sheet market movements

As at the close of business on the balance sheet date the Net Asset Value per I-Class accumulation unit was 136.32p. The Net Asset Value per I-Class accumulation unit for the Trust as at 12 noon on 11 January 2018 was 137.10p. This represents an increase of 0.57% from the period end value.

Distribution Tables

Distribution Tables for the period ended 24 November 2017

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.

Interim Interest distribution in pence per unit					Period	
					27/11/16	to 26/05/17
F-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0035
Group 2	—	—	—	—	—	0.0035
F-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0071
Group 2	—	—	—	—	—	0.0071
M-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0474
Group 2	—	—	—	—	—	0.0474
M-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0547
Group 2	—	—	—	—	—	0.0547
I-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0474
Group 2	—	—	—	—	—	0.0474
I-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0548
Group 2	—	—	—	—	—	0.0548
C-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0570
Group 2	—	—	—	—	—	0.0570
C-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	26/07/17	26/07/16
Units						
Group 1	—	—	—	—	—	0.0658
Group 2	—	—	—	—	—	0.0658

Distribution Tables continued

Final Interest distribution in pence per unit					Period	
					27/05/17 to	24/11/17
F-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
F-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
M-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
M-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
I-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
I-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
C-Class	Gross	Income			Distribution	Distribution
Distribution	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—
C-Class	Gross	Income			Distribution	Distribution
Accumulation	Revenue	Tax*	Revenue	Equalisation	24/01/18	26/01/17
Units						
Group 1	—	—	—	—	—	—
Group 2	—	—	—	—	—	—

In the above tables, a distribution pay rate of – denotes that the Trust/Classes were in a shortfall position, and therefore no distribution payment was made.

* See Significant Changes on page 39.

Trust Information

The Comparative Tables on pages 29 to 36 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 continued

Comparative Tables

F-Class Distribution Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	112.72	96.26	92.56
Return before operating charges*	5.25	16.84	4.18
Operating charges (calculated on average price)	(0.43)	(0.38)	(0.35)
Return after operating charges*	4.82	16.46	3.83
Distributions on income units [^]	—	—	(0.13)
Closing net asset value per unit	117.54	112.72	96.26
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.28%	17.10%	4.14%
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Other Information

Closing net asset value (£)	7,110	180,895	540
Closing number of units	6,049	160,482	561
Operating charges [†]	0.37%	0.37%	0.37%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	124.00p	122.70p	99.83p
Lowest unit price	110.20p	93.25p	90.13p

[^] Distributions on income units are shown gross of taxation.

[†] 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.

¹ The Trust's final accounting date, usually 26 November, has been moved to 30 November 2015 in order to accommodate the transition of Trustee.

² The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class.

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 continued

Comparative Tables continued

F-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	129.84	110.81	106.45
Return before operating charges*	6.06	19.47	4.80
Operating charges (calculated on average price)	(0.50)	(0.44)	(0.41)
Return after operating charges*	5.56	19.03	4.39
Distributions [^]	—	(0.01)	(0.15)
Retained distributions on accumulation units [^]	—	0.01	0.12
Closing net asset value per unit	135.40	129.84	110.81
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.28%	17.17%	4.12%
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Other Information

Closing net asset value (£)	1,368,575	3,678,995	148,272
Closing number of units	1,010,788	2,833,489	133,804
Operating charges [†]	0.37%	0.37%	0.37%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	142.90p	141.50p	114.80p
Lowest unit price	126.90p	107.30p	103.70p

[^] 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 39.

[†] 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.

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Past performance is not a guide to future performance.

The price of units and any income from them may go down as well as up.

Trust Information continued

Comparative Tables continued

M-Class Distribution Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	112.92	96.21	92.46
Return before operating charges*	5.26	16.93	4.14
Operating charges (calculated on average price)	(0.17)	(0.16)	(0.14)
Return after operating charges*	5.09	16.77	4.00
Distributions on income units [^]	—	(0.06)	(0.25)
Closing net asset value per unit	118.01	112.92	96.21
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.51%	17.43%	4.33%
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Other Information

Closing net asset value (£)	362,323,953	415,122,500	349,428,686
Closing number of units	307,021,350	367,627,802	363,177,223
Operating charges [†]	0.15%	0.15%	0.15%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	124.40p	123.00p	99.66p
Lowest unit price	110.40p	93.23p	90.20p

[^] Distributions on income units are shown gross of taxation.

[†] 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.

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² The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class.

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 continued

Comparative Tables continued

M-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	130.43	111.10	106.54
Return before operating charges*	6.09	19.53	4.79
Operating charges (calculated on average price)	(0.20)	(0.18)	(0.17)
Return after operating charges*	5.89	19.35	4.62
Distributions [^]	—	(0.07)	(0.29)
Retained distributions on accumulation units [^]	—	0.05	0.23
Closing net asset value per unit	136.32	130.43	111.10
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.52%	17.42%	4.34%
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Other Information

Closing net asset value (£)	646,944,440	676,059,813	600,124,874
Closing number of units	474,585,727	518,314,757	540,147,550
Operating charges [†]	0.15%	0.15%	0.15%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	143.70p	142.10p	114.90p
Lowest unit price	127.50p	107.60p	103.90p

[^] 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 39.

[†] 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.

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² The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class.

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 continued

Comparative Tables continued

I-Class Distribution Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	113.10	96.37	92.60
Return before operating charges*	5.08	16.95	4.17
Operating charges (calculated on average price)	(0.17)	(0.16)	(0.14)
Return after operating charges*	4.91	16.79	4.03
Distributions on income units [^]	—	(0.06)	(0.26)
Closing net asset value per unit	118.01	113.10	96.37
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.34%	17.42%	4.35%
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Other Information

Closing net asset value (£)	118,015,345	97,555,768	66,567,588
Closing number of units	100,002,306	86,254,835	69,075,090
Operating charges [†]	0.15%	0.15%	0.15%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	124.50p	123.20p	99.93p
Lowest unit price	110.60p	93.38p	90.33p

[^] Distributions on income units are shown gross of taxation.

[†] 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.

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² The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class.

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 continued

Comparative Tables continued

I-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	130.65	111.28	106.71
Return before operating charges*	5.87	19.57	4.81
Operating charges (calculated on average price)	(0.20)	(0.18)	(0.17)
Return after operating charges*	5.67	19.39	4.64
Distributions [^]	—	(0.07)	(0.30)
Retained distributions on accumulation units [^]	—	0.05	0.23
Closing net asset value per unit	136.32	130.65	111.28
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.34%	17.42%	4.35%
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Other Information

Closing net asset value (£)	109,916,439	83,183,305	57,570,409
Closing number of units	80,632,539	63,670,561	51,732,410
Operating charges [†]	0.15%	0.15%	0.15%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	143.80p	142.30p	115.10p
Lowest unit price	127.70p	107.80p	104.00p

[^] 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 39.

[†] 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.

¹ The Trust's final accounting date, usually 26 November, has been moved to 30 November 2015 in order to accommodate the transition of Trustee.

² The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class.

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 continued

Comparative Tables continued

C-Class Distribution Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	113.31	96.52	92.70
Return before operating charges*	5.30	16.97	4.19
Operating charges (calculated on average price)	(0.12)	(0.11)	(0.10)
Return after operating charges*	5.18	16.86	4.09
Distributions on income units [^]	—	(0.07)	(0.27)
Closing net asset value per unit	118.49	113.31	96.52
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.57%	17.47%	4.41%
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Other Information

Closing net asset value (£)	142,648,507	169,787,935	141,942,008
Closing number of units	120,393,618	149,837,466	147,063,048
Operating charges [†]	0.10%	0.10%	0.10%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	124.80p	123.40p	100.00p
Lowest unit price	110.80p	93.52p	90.43p

[^] Distributions on income units are shown gross of taxation.

[†] 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.

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Past performance is not a guide to future performance.

The price of units and any income from them may go down as well as up.

Trust Information continued

Comparative Tables continued

C-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting period ending	27/11/16 to 24/11/17 ² (pence per unit)	01/12/15 to 26/11/16 (pence per unit)	27/11/14 to 30/11/15 ¹ (pence per unit)
Opening net asset value per unit	130.91	111.46	106.81
Return before operating charges*	6.10	19.58	4.83
Operating charges (calculated on average price)	(0.13)	(0.12)	(0.11)
Return after operating charges*	5.97	19.46	4.72
Distributions [^]	—	(0.08)	(0.31)
Retained distributions on accumulation units [^]	—	0.07	0.24
Closing net asset value per unit	136.88	130.91	111.46
* after direct transaction costs of:	—	—	—

Performance

Return after charges	4.56%	17.46%	4.42%
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Other Information

Closing net asset value (£)	40,697,827	33,009,702	20,206,393
Closing number of units	29,731,597	25,215,449	18,128,751
Operating charges [†]	0.10%	0.10%	0.10%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	144.10p	142.60p	115.20p
Lowest unit price	128.00p	107.90p	104.20p

[^] 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 39.

[†] 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.

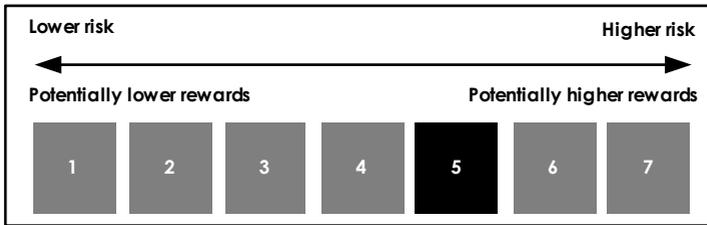
¹ The Trust's final accounting date, usually 26 November, has been moved to 30 November 2015 in order to accommodate the transition of Trustee.

² The Trust's final accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class.

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 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 investment grade bonds which generally provide lower rewards and lower risks than other investments such as sub-investment grade bonds or company shares.
- 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:	4 February 2004
Period end dates for distributions:	26 May, 26 November [^]
Distribution dates:	26 July, 26 January [^]
Minimum initial lump sum investment:	F-Class* £500 M-Class £1,000,000 I-Class £1,000,000 C-Class** £100,000,000
Valuation point:	12 noon
Fund management fees:	F-Class* Annual 0.37% M-Class Annual 0.15% I-Class Annual 0.15% C-Class** Annual 0.10%
Initial charges:	F-Class* Nil M-Class Nil I-Class Nil C-Class** Nil

[^] See Significant Changes on page 40.

* 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.

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.

General Information continued

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.

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 0.07%, whilst over the last three years to the end of November 2017, the annualised Tracking Error of the Trust is 0.07%. 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.

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.

General Information continued

Significant Changes continued

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.

Closure of M-Class

As at 24 November 2017, the M-Class was closed. All unitholders in the M-Class as at 24 November 2017 have been moved into the I-Class which is identical to the M-Class. The terms and charges are identical between the classes.

Change of Accounting Date

The Trust's Annual accounting date, usually 26 November, has been moved to 24 November 2017 in order to facilitate the closure of M-Class as detailed above. As such, the Trust's corresponding distribution payment date, usually 26 January has been moved to 24 January 2018. The accounting and distribution payment dates will revert to their normal dates after this event.

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

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Trustee and Depositary Services
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London E14 5NT

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

Independent Auditors

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London SE1 2RT

Investment Adviser

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London EC2R 5AA
Authorised and regulated by the Financial Conduct Authority

**Authorised and regulated by the
Financial Conduct Authority**

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