

Legal & General
All Stocks Index Linked Gilt Index Trust
Interim Manager's Report
for the period ended
26 May 2019
(Unaudited)



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Manager's Investment Report

Investment Objective and Policy

The objective of the Trust is to track the performance of the FTSE Actuaries UK Index Linked Gilt All Stock 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.

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

Manager's Investment Report

During the period under review, the bid price of the Trust's I-Class accumulation units rose by 9.27%. 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, the Trust performance was 10.08%, compared with the Index performance of 10.09% (Source: Bloomberg), producing a tracking difference of -0.01%.

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 UK Index Linked Gilt All Stocks Index is calculated by FTSE International Limited ("FTSE"). FTSE does not sponsor, endorse or promote this product.

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Market Review

The index-linked gilt market gained ground through the period under review, despite a decelerating inflation rate, as the marked rise in volatility experienced during the fourth quarter of 2018 and more recently in May 2019 highlighted the 'safe haven' appeal of major government bond markets. Since the turn of the year, major central banks have also announced plans to postpone additional rate hikes, further underpinning government bonds.

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 four auctions, one syndication and a tender of index-linked securities during the review period, which raised a total of £9.2 billion for government funding. The only bond tapped by syndication was the 0.125% Index-linked Treasury Gilt 2041 for £2.5 billion nominal in February 2019. Each issuance resulted in a change to the

Manager's Investment Report continued

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

For the longer term, we retain a bias towards being long duration as we remain cautious about global growth and the ability of a highly leveraged global economy to withstand higher interest rates. We still believe that any uncertainty or progress in Brexit negotiations will be the leading driver of relative UK government bond performance during 2019 versus the rest of the world.

Legal & General Investment Management Limited
(Investment Adviser)
1 July 2019

Authorised Status

Authorised Status

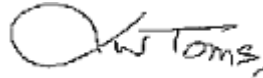
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

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 July 2019

Portfolio Statement

Portfolio Statement as at 26 May 2019

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 26 November 2018.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	GOVERNMENT BONDS		
	— 99.75% (99.48%)		
	Short Dated — 10.74% (8.83%)		
GBP16,316,417	United Kingdom Gilt Inflation Linked 0.125% 22/11/2019	18,967,690	1.28
GBP13,211,326	United Kingdom Gilt Inflation Linked 2.5% 16/04/2020	47,059,140	3.18
GBP32,385,910	United Kingdom Gilt Inflation Linked 1.875% 22/11/2022	52,377,377	3.53
GBP30,545,847	United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	40,749,090	2.75
		159,153,297	10.74
	Medium Dated — 13.63% (14.09%)		
GBP14,184,667	United Kingdom Gilt Inflation Linked 2.5% 17/07/2024	51,874,603	3.50
GBP26,998,751	United Kingdom Gilt Inflation Linked 0.125% 22/03/2026	35,378,559	2.39
GBP28,659,198	United Kingdom Gilt Inflation Linked 1.25% 22/11/2027	56,571,868	3.82
GBP11,430,000	United Kingdom Gilt Inflation Linked 0.125% 10/08/2028	14,633,178	0.98
GBP28,701,993	United Kingdom Gilt Inflation Linked 0.125% 22/03/2029	43,545,541	2.94
		202,003,749	13.63
	Long Dated — 75.38% (76.56%)		
GBP9,714,424	United Kingdom Gilt Inflation Linked 4.125% 22/07/2030	36,538,670	2.47
GBP27,503,315	United Kingdom Gilt Inflation Linked 1.25% 22/11/2032	55,840,287	3.77
GBP29,255,672	United Kingdom Gilt Inflation Linked 0.75% 22/03/2034	54,035,963	3.65
GBP18,479,566	United Kingdom Gilt Inflation Linked 2% 26/01/2035	52,729,408	3.56
GBP21,109,452	United Kingdom Gilt Inflation Linked 0.125% 22/11/2036	33,920,052	2.29
GBP26,301,022	United Kingdom Gilt Inflation Linked 1.125% 22/11/2037	63,866,378	4.31
GBP28,416,530	United Kingdom Gilt Inflation Linked 0.625% 22/03/2040	62,832,726	4.24
GBP11,613,000	United Kingdom Gilt Inflation Linked 0.125% 10/08/2041	18,763,970	1.27
GBP25,413,653	United Kingdom Gilt Inflation Linked 0.625% 22/11/2042	60,537,910	4.09
GBP32,153,823	United Kingdom Gilt Inflation Linked 0.125% 22/03/2044	62,218,323	4.20
GBP27,282,114	United Kingdom Gilt Inflation Linked 0.125% 22/03/2046	51,202,328	3.45
GBP23,545,215	United Kingdom Gilt Inflation Linked 0.75% 22/11/2047	64,310,796	4.34

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Long Dated — (cont.)			
GBP16,896,276	United Kingdom Gilt Inflation Linked 0.125% 10/08/2048	31,064,566	2.10
GBP24,916,983	United Kingdom Gilt Inflation Linked 0.5% 22/03/2050	66,078,043	4.46
GBP25,262,660	United Kingdom Gilt Inflation Linked 0.25% 22/03/2052	58,018,921	3.91
GBP20,584,787	United Kingdom Gilt Inflation Linked 1.25% 22/11/2055	79,475,880	5.36
GBP12,097,881	United Kingdom Gilt Inflation Linked 0.125% 22/11/2056	26,717,592	1.80
GBP21,974,189	United Kingdom Gilt Inflation Linked 0.125% 22/03/2058	51,172,063	3.45
GBP25,533,966	United Kingdom Gilt Inflation Linked 0.375% 22/03/2062	74,346,230	5.02
GBP14,547,247	United Kingdom Gilt Inflation Linked 0.125% 22/11/2065	38,566,081	2.60
GBP25,515,313	United Kingdom Gilt Inflation Linked 0.125% 22/03/2068	74,617,314	5.04
		1,116,853,501	75.38
Portfolio of investments		1,478,010,547	99.75
Net other assets		3,744,901	0.25
Total net assets		£1,481,755,448	100.00%

Total purchases for the period: £133,260,734.

Total sales for the period: £138,899,470.

Financial Statements

Statement of Total Return for the period ended 26 May 2019

	27/11/18 to 26/05/19		25/11/17 to 26/05/18 ¹	
	£	£	£	£
Income				
Net capital gains/ (losses)		125,052,871		(46,803,743)
Revenue	3,683,878		10,546,779	
Expenses	(1,014,493)		(988,022)	
Interest payable and similar charges	(494)		—	
Net revenue before taxation	2,668,891		9,558,757	
Taxation	—		—	
Net revenue after taxation for the period		2,668,891		9,558,757
Total return before distributions		127,721,762		(37,244,986)
Distributions		(46,416)		(50,070)
Change in net assets attributable to Unitholders from investment activities		£127,675,346		£(37,295,056)

Statement of Change in Net Assets attributable to Unitholders for the period ended 26 May 2019

	27/11/18 to 26/05/19		25/11/17 to 26/05/18 ¹	
	£	£	£	£
Opening net assets attributable to Unitholders		1,365,976,516		1,421,922,196
Amounts received on issue of units	147,673,155		61,562,534	
Amounts paid on cancellation of units	(159,569,569)		(67,340,095)	
Amounts paid on in-specie transactions	—		(38,014,834)	
		(11,896,414)		(43,792,395)
Change in net assets attributable to Unitholders from investment activities		127,675,346		(37,295,056)
Closing net assets attributable to Unitholders		£1,481,755,448		£1,340,834,745

¹ The Trust's final accounting date, usually 26 November, was moved to 24 November 2017 in order to facilitate the closure of M-Class.

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

Financial Statements continued

Balance Sheet as at 26 May 2019

	26/05/19	26/11/18
	£	£
ASSETS		
Fixed assets:		
Investments	1,478,010,547	1,358,932,287
Current assets:		
Debtors	2,603,981	2,261,516
Cash and bank balances	2,668,131	5,797,448
Total assets	<u>1,483,282,659</u>	<u>1,366,991,251</u>
LIABILITIES		
Creditors:		
Other creditors	(1,527,211)	(1,014,735)
Total liabilities	<u>(1,527,211)</u>	<u>(1,014,735)</u>
Net assets attributable to Unitholders	<u>£1,481,755,448</u>	<u>£1,365,976,516</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)
F-Class			
Distribution Units	19,327	15,391	125.57
Accumulation Units	1,570,679	1,085,906	144.64
I-Class			
Distribution Units	502,652,263	397,384,106	126.49
Accumulation Units	683,402,476	467,730,114	146.11
C-Class			
Distribution Units	211,607,795	166,499,555	127.09
Accumulation Units	82,501,872	56,189,615	146.83
L-Class			
Accumulation Units	1,036	2,000	51.80

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

	26 May 19	26 Nov 18
F-Class	0.37%	0.37%
I-Class	0.15%	0.15%
C-Class	0.10%	0.10%
L-Class ¹	0.03%	–

¹ L- Class units launched on 25 April 2019.

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 fund and is calculated based on the last period's figures.

Distribution Information

As at 26 May 2019, the whole Trust was in a shortfall position, as the expenses of the Trust exceeded distributable revenue and as such there is no interim distribution payable.

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 five 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:	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 I-Class £1,000,000 C-Class** £100,000,000 L-Class*** £100,000
Valuation point:	12 noon
Fund management fees:	F-Class* Annual 0.37% I-Class Annual 0.15% C-Class** Annual 0.10% L-Class*** Annual 0.03%
Initial charges:	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 agreement with the Manager or an affiliate of the Manager.

Pricing and Dealing

The prices are published on the internet at www.legalandgeneral.com/investments/fund-information/daily-fund-prices immediately after they become available.

Dealing in units takes place on a forward pricing basis, from 8:30am to 6:00pm, Monday to Friday.

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 0.09%, whilst over the last three years to the end of May 2019, the annualised Tracking Error of the Trust is 0.08%. 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 Change

New Unit Class: L-Class

L-Class accumulation units were launched on 25 April 2019.

General Information continued

Remuneration Disclosure

In accordance with the Undertakings for collective investment in transferable securities (UCITs) Directive, often referred to as the UCITs V Directive, the Legal & General All Stocks Index Linked Gilt Index Trust, as a UCITs Scheme, is required to disclose the aggregate remuneration paid by the UCITs Manager and by the UCITs Scheme to Identified Staff, together with the number of beneficiaries, and, where relevant, performance fees paid by the UCITs Scheme. The aggregate amount of remuneration must be broken down by category of employees or other staff members and be split into fixed and variable remuneration.

The following provides information on the remuneration of persons whose professional activities have a material impact on the management company and the funds managed by it as at 31 December 2018:

Controlled Functions

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£,000)	Remuneration related to this Trust (Pro-rated) (£'000)
36	7,644	13,053	681

Material Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£,000)	Remuneration related to this Trust (Pro-rated) (£'000)
24	2,667	3,393	27

Controlled Functions

As at 31 December 2018, Legal & General Unit Trust Managers Limited (UTM) engaged the services of seven employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further one employees of Legal & General Resources (LGR) to act as Director. In addition, there was one non-executive Director. UTM also engaged the services of a further 24 LGIMH employees and a further three L&G Resources (LGR) employees to act in a variety of Controlled Functions, including Chief Compliance Officer, Money Laundering Reporting Officer, Client Asset Oversight, Systems and Controls Functions, Significant Management Functions and Customer Functions. These employees were also engaged by other companies in the L&G Group. The aggregate remuneration received by these individuals, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of UTM.

Material Risk Takers

As at 31 December 2018, UTM engaged the services of Legal & General Investment Management's Index Fund Management team, which consists of 24 investment professionals located in our London Office. The team includes a variety of Fund Managers, Analysts and Support Staff, with the Fund Managers empowered to take discretionary investment management decisions on behalf of the Trust. The team is also engaged in managing other Legal & General UTM Funds/Schemes and is also engaged by other companies in the L&G Group. The aggregate remuneration received by the members of the team, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of the Legal & General Investment Management's Index Fund Management team.

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

*Non-executive Director

Secretary

J. McCarthy

Registrar

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

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

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

Trustee

Northern Trust Global Services SE UK Branch
Trustee and 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

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

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