

Legal & General Asian Income Trust



Unit Trust (UCITS compliant) I-Class GBP

Base currency: **GBP**

Domicile: **UK**

FUND AIM

The objective of the Fund is to provide income and growth above those of the FTSE Asia Pacific ex-Japan TR Net Index (the "Benchmark Index"). The Fund aims to outperform the Benchmark Index by 2% per annum. This objective is before the deduction of any charges and measured over rolling three year periods.

RISK AND REWARD PROFILE



The synthetic risk and reward indicator (SRRI) is based on the historic volatility of the fund's value and it may change in the future.

The fund is in category 5 because it invests in company shares which are sensitive to variations in the stock market. The value of company shares can change substantially over short periods of time.

For more information, please refer to the Key Risks section on page 3.

WHO IS THIS FUND FOR?

- This fund is designed for investors looking for a combination of Income and growth from an investment in company shares from the Asian Pacific and Australasian regions.
- Although investors can take their money out at any time, this fund may not be appropriate for those who plan to withdraw their money within five years.
- This fund is not designed for investors who cannot afford more than a minimal loss of their investment.
- If you do not understand this document we recommend you seek additional information to help you decide if this fund is right for you.

FUND FACTS

Fund size £414.1m	Launch date 10 Nov 2008
Historical yield 4.2%	

COSTS

Initial charge 0.00%	Ongoing charge 0.83%
Price basis Dual	Bid / Offer spread 0.47%

BENCHMARKS

Target benchmark
FTSE Asia Pacific ex Japan TR Net Index

Comparator benchmark
IA sector: Asia Pacific excluding Japan

For detail on price basis methodologies please refer to the 'Guide to Investing With Us' found on our website. [↗](#)

PERFORMANCE (%)



	1 month	3 months	1 year	3 years	5 years
■ Fund	-4.75	1.84	3.97	27.11	43.11
■ Index	-3.80	3.69	1.71	28.82	52.70
Relative to Index	-0.95	-1.85	2.26	-1.71	-9.59
Comparator	-4.01	4.44	3.68	29.88	55.29

12 MONTH PERFORMANCE TO MOST RECENT QUARTER (%)

12 months to 30 June	2019	2018	2017	2016	2015
Fund	7.01	3.82	28.72	5.35	4.32
Index	5.09	6.99	27.70	6.78	8.55
Relative to Index	1.92	-3.17	1.02	-1.43	-4.23
Comparator	4.99	7.38	28.63	6.41	8.46

Performance for the I Inc unit class in GBP, launched on 17 August 2012. Source: Lipper. Performance assumes all fund charges have been taken and that all income generated by the investments, after deduction of tax, remains in the fund.

Past performance is not a guide to the future.

FUND SNAPSHOT

- **What does it invest in?** Invests at least 80% in shares in companies throughout Asia, including Australasia, but excluding Japan.
- **How does it invest?** Actively managed, with holdings in between 40 and 80 companies on average over a typical market cycle of 3-5 years.

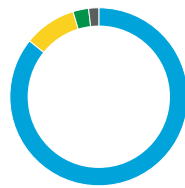


PORTFOLIO BREAKDOWN

All data source LGIM unless otherwise stated. Totals may not sum due to rounding.

COUNTRY (%)

 Australia	31.3
 China	22.6
 Taiwan	11.0
 Hong Kong	9.1
 Singapore	7.4
 India	5.9
 Korea	4.7
 New Zealand	3.2
 Thailand	3.0
 Other	1.8



MARKET CAPITALISATION (%)

Large	85.8
Mid	9.5
Small	2.9
Micro	0.0
Cash and Equivalents	1.8













■ Top 10 holdings 34.9%
■ Rest of portfolio 65.1%
No. of holdings 58











TOP 10 HOLDINGS (%)

Transurban Group	4.5
Taiwan Semiconductor Manufacturing	4.4
China Mobile	3.9
Qantas Airways	3.7
Telstra Corp	3.5
Westpac Banking Corp	3.4
China Construction Bank	3.3
Petrochina	3.0
DBS Group Holdings	2.7
Amcor CDI	2.5

SECTOR (%)

Financials	27.4	
Industrials	16.9	
Telecommunications	13.7	
Consumer Services	12.4	
Technology	8.2	
Basic Materials	7.9	
Oil & Gas	6.2	
Utilities	3.4	
Consumer Goods	3.0	
Unclassified	0.9	

TOP 5 STOCK OVER/UNDERWEIGHTS (%)

	Fund	Relative	
Transurban Group	4.5	4.0	
Qantas Airways	3.7	3.6	
Telstra Corp	3.5	3.3	
China Mobile	3.9	3.2	
Petrochina	3.0	2.8	
Commonwealth Bank of Aust	0.0	-1.7	
AIA Group Ltd	0.0	-2.1	
Samsung Electronics	0.0	-3.1	
Alibaba Group Holding	0.0	-3.8	
Tencent Holdings	0.0	-4.3	

FUND MANAGER COMMENTARY

The re-escalation in global trade tensions continues to drive market direction. Investor risk appetite remains highly sensitive to newsflow between the US and China as uncertainty continues to weigh on economic data. Monthly activity readings for China disappointingly reflect the negative impact of these drawn out trade disputes. Meanwhile, global central banks continue to review policy and decisions about future asset purchases.

Turning to Asia equity market performance, we saw countries with high commodity exposure have a mixed month, while other cyclicals underperformed. By region, Macau, Hong Kong and Singapore underperformed. However, it was a better month for India, Taiwan and Thailand. Meanwhile, Australia and China performed in line with the index. At the style level, it proved a tough month for Value as defensive sectors outperformed. Financials and Resources were the worst performing sectors.

The Asian Income fund saw small relative underperformance in the period. Gains in Australia – following a positive reporting season – alongside Taiwan, were offset by weakness in China. Sector allocation was broadly neutral. Leading positive contributors were Mediatek, Qantas and Chicony Electronics. Not owning Tencent was a relative positive. On the flipside, Coal India, SJM Holdings, CIMC Vehicles Group, Fletcher Building and Amcor detracted value. For activity, we bought a new position in China Overseas Land & Investment.



PAUL HILLSLEY

Paul joined LGIM in 2006 and is the lead fund manager for the Asian income portfolios. He has managed the Asian Income Trust since its inception. He began his investment career in 1991 at Phillips and Drew Fund Management, now called UBS Global Asset Management, and developed broad experience across UK, Europe, Japan and, predominantly, Asia ex Japan, over subsequent years. At LGIM Paul launched the Asian Income Trust in November 2008 and in 2013 formed the Global Income Team which, together with Andrew Koch, Stephen Message and Veeral Gandhi forms the core of the firm's equity income expertise. He read engineering, economics and management at Lincoln College, Oxford University, and is an associate of the Society of Investment Professionals.

KEY RISKS

- The value of your investment and any income you take from it may fall as well as rise and is not guaranteed. You might get back less than you invest.
- The fund could lose money if any institution providing services such as acting as counterparty to derivatives or other instruments, becomes unwilling or unable to meet its obligations to the fund.
- Derivatives are highly sensitive to changes in the value of the asset on which they are based and can increase the size of losses and gains.
- The fund may have underlying investments that are valued in currencies that are different from sterling (British pounds). Exchange rate fluctuations will impact the value of your investment. Currency hedging techniques may be applied to reduce this impact but may not entirely eliminate it.
- We may take some or all of the ongoing charges from the fund's capital rather than the fund's income. This increases the amount of income, but it reduces the growth potential and may lead to a fall in the value of the fund.

For more information, please refer to the key investor information document on our website [↗](#)

LATEST DISTRIBUTION INFORMATION

For distributing unit classes, the latest payments are shown below. Please note that these payments are not guaranteed, are at the discretion of the manager and may be paid out of capital.

Type	Ex-div date	Pay date	Pence per unit
Interim	11 Jun 19	10 Aug 19	5.94p
Interim	11 Mar 19	10 May 19	4.00p
Interim	11 Dec 18	08 Feb 19	2.59p
Final	17 Sep 18	09 Nov 18	10.66p



SPOTLIGHT ON LEGAL & GENERAL INVESTMENT MANAGEMENT

We are one of Europe's largest asset managers and a major global investor, with assets under management of £1,134.5 billion (as at 30 June 2019). We work with a wide range of global clients, including pension schemes, sovereign wealth funds, fund distributors and retail investors.

The AUM disclosed aggregates the assets managed by LGIM in the UK, LGIMA in the US and LGIM Asia in Hong Kong. The AUM includes the value of securities and derivatives positions.

DEALING INFORMATION

Valuation frequency	Daily, 12pm (UK time)
Dealing frequency	Daily
Settlement period	T+4

CODES

ISIN	I Acc	GB00B409KQ03
	I Inc	GB00B7XH5V20
SEDOL	I Acc	B409KQ0
	I Inc	B7XH5V2
Bloomberg	I Acc	LEGFARI LN
	I Inc	LGASIII LN

TO FIND OUT MORE

 Visit www.legalandgeneral.com

 Call **0370 050 0955**

 Email investments@landg.com

Lines are open Monday to Friday 8.30am to 6.00pm. We may record and monitor calls. Call charges will vary.

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