

Legal & General  
All Stocks Index Linked Gilt Index Trust

**Final Manager's Report  
for the period ended  
26 November 2018**





# Contents

	<b>Page Number</b>
Manager's Investment Report*	2
Authorised Status*	5
Directors' Statement	5
Statement of the Manager's Responsibilities	6
Statement of the Trustee's Responsibilities	7
Report of the Trustee	8
Portfolio Statement*	9
Independent Auditor's Report	11
Statement of Total Return	14
Statement of Change in Net Assets attributable to Unitholders	14
Balance Sheet	15
Notes to the Financial Statements	16
Distribution Tables	27
Trust Information*	29
Risk and Reward Profile (unaudited)*	38
General Information (unaudited)*	39

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

# Manager's Investment Report

## Investment Objective and Policy

The investment objective of the Trust is to 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 fell by 1.83%. 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 24 November 2017 to the close of business on 26 November 2018 (the last working days of the prior and current accounting period) the Trust fell by 2.25%, compared with the Index fall of 2.23% (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 UK Index Linked Gilt All Stocks Index is calculated by FTSE International Limited ("FTSE"). FTSE does not sponsor, endorse or promote this product.

All copyright in the Index values and constituent list belongs to FTSE. Legal & General has obtained full licence from FTSE to use such copyright in the creation of this product.

"FTSE™", "FT-SE®" and "Footsie®" are trademarks of the London Stock Exchange Plc and The Financial Times Limited and are used by FTSE International Limited ("FTSE") under license.

## Market Review

Although the global economy remains on track for another year of solid growth, growth has become less synchronised in contrast to 2017 and more uneven across countries and regions. Despite a rise in commodity prices, with the oil price (Brent crude) recovering to over \$82 per barrel in September, its highest level since 2014, inflationary pressures worldwide have remained subdued by historical standards.

In the US, economic activity remains in good shape underpinned by improving consumer and business sentiment, as the impact of tax cuts and a strong labour market have boosted domestic demand. Economic growth during the third quarter was ahead of expectations as consumer spending accelerated. The Federal Reserve (Fed) sanctioned a gradual tightening of monetary policy, raising interest rates four times over the last twelve months. The Fed also continued to unwind its asset purchase

## Manager's Investment Report continued

programme, known as quantitative easing (QE), last October. In December 2017, Congress approved the Trump administration's tax reforms which include a cut in the main rate of corporation tax from 35% to 21%.

The Eurozone economy grew at its fastest pace for a decade in 2017, although there was some loss of momentum during 2018. The European Central Bank (ECB) acknowledged the 'weaker momentum' of the Eurozone economy, which grew at its slowest rate since the second quarter of 2014 during the three months to September, as the Italian economy stalled for the first time in almost four years. The ECB announced it would cease its monthly asset purchase programme by the end of 2018, and signalled interest rates are likely to remain on hold at least until mid-2019 with inflation remaining subdued.

In the UK, both economic and political uncertainty have heightened over the last 12 months, with precariousness as to the outcome of Brexit negotiations and the implications for trade with the EU. The Bank of England voted to increase interest rates to 0.5% in November 2017, removing the emergency support announced in August 2016 in the wake of the EU referendum and sanctioned a further rate hike to 0.75% in August 2018 as inflation remained above its 2% target. Although the UK economy grew at its slowest pace for six years during the first quarter of 2018 subsequently the economy has been resilient, underpinned by consumer demand and exports.

Returns from bonds have been modest over the last 12 months, although a marked rise in equity market volatility in early 2018 and in October highlighted the 'safe haven' appeal of major government bond markets. In the US, investors have discounted Fed rate hikes and looser fiscal policy. In the UK, as inflation has remained well above the Bank of England's (BoE) 2% target, index-linked gilts outperformed conventional securities. Corporate bonds have struggled to make headway on concerns about the impact of weaker UK economic growth on earnings, and uncertainty over the outcome of Brexit negotiations.

### 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 12 auctions and 2 syndications of index-linked securities during the review period, which raised a total of £17.3 billion for government funding. The bond 0.125% Index-linked Treasury Gilt 2048 was tapped by syndication for £2.75 billion nominal in February 2018. It then had a subsequent tap for £750 million by auction in April 2018. The other syndication saw the launch of the 0.125% Index-linked Treasury Gilt 2048, raising £3.25 billion. Each issuance 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.

## Manager's Investment Report continued

### Outlook

Longer term, we retain a bias towards being long duration as we remain cautious about global growth, economic impact of trade wars and the ability of a highly-leveraged global economy to withstand higher interest rates. Despite the slowdown in global manufacturing, the underlying demand is steady and inventories near neutral and we expect growth to stabilize slightly below trend. In the mid term, however, we expect UK and Eurozone headline inflation to fall but core inflation to edge higher in the US, UK and Eurozone. These higher inflation expectations should push up interest rates. Versus the rest of the world, we still believe that Brexit negotiations will be a leading driver of relative performance during early 2019.

We expect UK headline inflation to still stay below 3% unless oil prices rise further.

The BoE is likely to stay on hold with regards to monetary policy until next year (May is our base case as the transition period should be in place by then).

Legal & General Investment Management Limited  
(Investment Adviser)  
18 December 2018

## Authorised Status

### Authorised Status

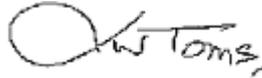
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

### Directors' Statement

We hereby certify that this Manager's Report has been prepared in accordance with the requirements of the FCA Collective Investment Schemes sourcebook.



A. J. C. Craven  
(Director)



L. W. Toms  
(Director)

Legal & General (Unit Trust Managers) Limited  
17 January 2019

## Statement of Responsibilities

### Statement of the Manager's Responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Manager to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Trust and of the net income and net gains or losses on the property of the Trust for the period.

In preparing the financial statements, the Manager is responsible for:

- selecting suitable accounting policies and then apply them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so;
- 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; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The Manager is responsible for the management of the Trust in accordance with its Trust Deed, the Prospectus and the COLL Rules.

## 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 26 November 2018**

The Depositary also has a duty to take reasonable care to ensure that the Trust is managed in accordance with the Regulations and the Scheme documents of the Trust in relation to the investment and borrowing powers applicable to the Trust.

Having carried out such procedures as we considered necessary to discharge our responsibilities as Depositary of the Trust, it is our opinion, based on the information available to us and the explanations provided, that, in all material respects the Trust, acting through the AFM:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Trust's units and the application of the Trust's income in accordance with the Regulations and the Scheme documents of the Trust; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Trust in accordance with the Regulations and the Scheme documents of the Trust.

Northern Trust Global Services SE  
UK Trustee and Depositary Services  
17 January 2019

# Portfolio Statement

## Portfolio Statement as at 26 November 2018

All investments are in investment grade securities unless otherwise stated.  
The percentages in brackets show the equivalent holdings at 24 November 2017.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>GOVERNMENT BONDS</b>		
	<b>— 99.48% (99.79%)</b>		
	<b>Short Dated — 8.83% (9.18%)</b>		
GBP17,516,417	United Kingdom Gilt Inflation Linked 0.125% 22/11/2019	20,353,456	1.49
GBP13,201,326	United Kingdom Gilt Inflation Linked 2.5% 16/04/2020	47,449,526	3.48
GBP32,630,910	United Kingdom Gilt Inflation Linked 1.875% 22/11/2022	52,768,517	3.86
		<hr/>	
		120,571,499	8.83
	<b>Medium Dated — 14.09% (13.31%)</b>		
GBP30,705,847	United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	40,366,636	2.95
GBP14,244,667	United Kingdom Gilt Inflation Linked 2.5% 17/07/2024	51,839,903	3.79
GBP27,698,751	United Kingdom Gilt Inflation Linked 0.125% 22/03/2026	35,362,189	2.59
GBP29,259,198	United Kingdom Gilt Inflation Linked 1.25% 22/11/2027	56,087,474	4.11
GBP7,180,000	United Kingdom Gilt Inflation Linked 0.125% 10/08/2028	8,837,179	0.65
		<hr/>	
		192,493,381	14.09
	<b>Long Dated — 76.56% (77.30%)</b>		
GBP29,241,993	United Kingdom Gilt Inflation Linked 0.125% 22/03/2029	42,506,611	3.11
GBP9,974,424	United Kingdom Gilt Inflation Linked 4.125% 22/07/2030	36,501,805	2.67
GBP27,703,315	United Kingdom Gilt Inflation Linked 1.25% 22/11/2032	53,353,797	3.91
GBP30,170,672	United Kingdom Gilt Inflation Linked 0.75% 22/03/2034	52,409,394	3.84
GBP18,619,566	United Kingdom Gilt Inflation Linked 2% 26/01/2035	50,008,988	3.66
GBP20,749,452	United Kingdom Gilt Inflation Linked 0.125% 22/11/2036	30,894,132	2.26
GBP26,881,022	United Kingdom Gilt Inflation Linked 1.125% 22/11/2037	60,584,256	4.43
GBP28,996,530	United Kingdom Gilt Inflation Linked 0.625% 22/03/2040	58,875,609	4.31
GBP6,683,000	United Kingdom Gilt Inflation Linked 0.125% 10/08/2041	9,835,170	0.72
GBP25,778,653	United Kingdom Gilt Inflation Linked 0.625% 22/11/2042	55,739,826	4.08
GBP32,283,823	United Kingdom Gilt Inflation Linked 0.125% 22/03/2044	56,113,807	4.11
GBP27,747,114	United Kingdom Gilt Inflation Linked 0.125% 22/03/2046	46,465,958	3.40
GBP23,980,215	United Kingdom Gilt Inflation Linked 0.75% 22/11/2047	58,561,566	4.29

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Long Dated — (cont.)</b>			
GBP15,146,276	United Kingdom Gilt Inflation Linked 0.125% 10/08/2048	24,682,255	1.81
GBP25,021,983	United Kingdom Gilt Inflation Linked 0.5% 22/03/2050	58,748,055	4.30
GBP25,512,660	United Kingdom Gilt Inflation Linked 0.25% 22/03/2052	51,406,032	3.76
GBP20,874,787	United Kingdom Gilt Inflation Linked 1.25% 22/11/2055	70,681,944	5.17
GBP12,227,881	United Kingdom Gilt Inflation Linked 0.125% 22/11/2056	23,211,852	1.70
GBP22,704,189	United Kingdom Gilt Inflation Linked 0.125% 22/03/2058	45,412,443	3.32
GBP25,603,966	United Kingdom Gilt Inflation Linked 0.375% 22/03/2062	63,750,606	4.67
GBP14,917,247	United Kingdom Gilt Inflation Linked 0.125% 22/11/2065	33,205,310	2.43
GBP25,905,313	United Kingdom Gilt Inflation Linked 0.125% 22/03/2068	62,917,991	4.61
		1,045,867,407	76.56
<b>Portfolio of investments</b>		1,358,932,287	99.48
<b>Net other assets</b>		7,044,229	0.52
<b>Total net assets</b>		£1,365,976,516	100.00%

Total purchases for the period: £122,657,780.

Total sales for the period: £148,988,982.

# Independent Auditor's Report

## Independent auditor's report to the Unitholders of Legal & General All Stocks Index Linked Gilt Index Trust ('the Trust')

### **Opinion**

We have audited the financial statements of the Trust for the period ended 26 November 2018 which comprise the Statement of Total Return, the Statement of Changes in Net Assets Attributable to Unitholders, the Balance Sheet, the Related Notes and Distribution Tables for the Trust and the accounting policies set out on pages 16 to 17.

In our opinion, the financial statements:

- give a true and fair view, in accordance with UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland, of the financial position of the Trust as at 26 November 2018 and of the net revenue and the net capital losses on the property of the Trust for the period then ended; and
- have been properly prepared in accordance with the Trust Deed, the Statement of Recommended Practice relating to UK Authorised Funds, and the COLL Rules.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Trust in accordance with, UK ethical requirements including the FRC Ethical Standard.

We have received all the information and explanations which we consider necessary for the purposes of our audit and we believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **Other matter - the impact of uncertainties due to Britain exiting the European Union on our audit**

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors, such as the continued operation of the Trust and provision of services by key outsourcers and related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the Trust's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the Trust's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a Trust and this is particularly the case in relation to Brexit.

### **Going concern**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

## Independent Auditor's Report continued

### **Other information**

The Manager (Legal & General (Unit Trust Managers) Limited) is responsible for the other information presented in the Annual Manager's Report together with the financial statements. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge.

Based solely on that work:

- we have not identified material misstatements in the other information; and
- in our opinion the information given in Manager's Report for the financial period is consistent with the financial statements.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where under the COLL Rules we are required to report to you if, in our opinion:

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

### **Manager's responsibilities**

As explained more fully in their statement set out on page 6, the Manager is responsible for: the preparation of financial statements that give a true and fair view; 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; 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 they either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities**

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

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

## Independent Auditor's Report continued

### ***The purpose of our audit work and to whom we owe our responsibilities***

This report is made solely to the Trust's unitholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes sourcebook ('the COLL Rules') issued by the Financial Conduct Authority under section 247 of the Financial Services and Markets Act 2000. Our audit work has been undertaken so that we might state to the Trust's unitholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Grant Archer  
for and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
15 Canada Square,  
London E14 5GL  
17 January 2019

## Financial Statements

### Statement of Total Return for the period ended 26 November 2018

Notes	25/11/17 to 26/11/18		27/11/16 to 24/11/17 <sup>1</sup>	
	£	£	£	£
<b>Income</b>				
Net capital (losses)/ gains	3	(52,102,012)		34,016,408
Revenue	4	26,481,627	31,531,904	
Expenses	5	(1,973,201)	(2,076,024)	
Interest payable and similar charges	7	(2,156)	(204)	
<b>Net revenue before taxation</b>		<u>24,506,270</u>	<u>29,455,676</u>	
Taxation	6	—	—	
<b>Net revenue after taxation for the period</b>		<u>24,506,270</u>	<u>29,455,676</u>	
<b>Total return before distributions</b>		<u>(27,595,742)</u>	<u>63,472,084</u>	
Distributions	7	(50,565)	(134,026)	
<b>Change in net assets attributable to Unitholders from investment activities</b>		<u><b>£(27,646,307)</b></u>	<u><b>£63,338,058</b></u>	

### Statement of Change in Net Assets attributable to Unitholders for the period ended 26 November 2018

	25/11/17 to 26/11/18		27/11/16 to 24/11/17 <sup>1</sup>	
	£	£	£	£
<b>Opening net assets attributable to Unitholders</b>		1,421,922,196		1,478,578,913
<b>Amounts received on issue of units</b>		138,195,215		144,072,512
<b>Amounts paid on cancellation of units</b>		(128,479,754)		(264,067,287)
<b>Amounts paid on in-specie transactions</b>		<u>(38,014,834)</u>		—
		(28,299,373)		(119,994,775)
<b>Change in net assets attributable to Unitholders from investment activities</b>		<u>(27,646,307)</u>		<u>63,338,058</u>
<b>Closing net assets attributable to Unitholders</b>		<u><b>£1,365,976,516</b></u>		<u><b>£1,421,922,196</b></u>

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

## Financial Statements continued

### Balance Sheet as at 26 November 2018

	Notes	26/11/18 £	24/11/17 <sup>1</sup> £
<b>ASSETS</b>			
<b>Fixed assets:</b>			
Investments		1,358,932,287	1,418,905,997
<b>Current assets:</b>			
Debtors	8	2,261,516	1,354,247
Cash and bank balances	9	<u>5,797,448</u>	<u>1,796,948</u>
<b>Total assets</b>		<b><u>1,366,991,251</u></b>	<b><u>1,422,057,192</u></b>
<b>LIABILITIES</b>			
<b>Creditors:</b>			
Other creditors	10	<u>(1,014,735)</u>	<u>(134,996)</u>
<b>Total liabilities</b>		<b><u>(1,014,735)</u></b>	<b><u>(134,996)</u></b>
<b>Net assets attributable to Unitholders</b>		<b><u>£1,365,976,516</u></b>	<b><u>£1,421,922,196</u></b>

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

# 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. 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 26 November 2018, 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 (losses)/gains

The net capital (losses)/gains during the period comprise:

Non-derivative securities

Net capital (losses)/gains

25/11/17 to 26/11/18	27/11/16 to 24/11/17
£	£
(52,102,012)	34,016,408
<u>(52,102,012)</u>	<u>34,016,408</u>

### 4. Revenue

Bond Interest

Bank interest

25/11/17 to 26/11/18	27/11/16 to 24/11/17
£	£
26,477,338	31,531,819
<u>4,289</u>	<u>85</u>
<u>26,481,627</u>	<u>31,531,904</u>

### 5. Expenses

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

Fund management fees

Total expenses

25/11/17 to 26/11/18	27/11/16 to 24/11/17
£	£
1,973,201	2,076,024
<u>1,973,201</u>	<u>2,076,024</u>

Audit fees of £11,000 plus VAT of £2,200 have been borne by the Manager out of its fund management fee. In the prior period, the total audit fee was £12,700 plus VAT of £2,540.

## Notes to the Financial Statements continued

### 6. Taxation

#### (a) Analysis of taxation charge in period

	25/11/17 to 26/11/18	27/11/16 to 24/11/17
	£	£
Corporation tax	—	—
Current tax [note 6(b)]	—	—
Deferred tax [note 6(c)]	—	—
Total taxation	—	—

#### (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	24,506,270	29,455,676
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2017: 20%)	4,901,254	5,891,135
<b>Effects of:</b>		
Section 400 relief	(5,729,636)	(6,550,760)
Excess management expenses not utilised	828,382	659,625
Current tax	—	—

#### (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:

	25/11/17 to 26/11/18	27/11/16 to 24/11/17
	£	£
Interim distribution	—	—
Final distribution	—	—
	<hr/>	<hr/>
	—	—
Add: Revenue deducted on cancellation of units	84,872	300,430
Add: Revenue deducted on in-specie transactions	44,942	—
Less: Revenue received on creation of units	(79,249)	(166,404)
	<hr/>	<hr/>
<b>Distributions for the period</b>	<b>50,565</b>	<b>134,026</b>
<b>Interest payable and similar charges</b>		
Bank overdraft interest	2,156	204
	<hr/>	<hr/>
	52,721	134,230
	<hr/>	<hr/>

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

	25/11/17 to 26/11/18	27/11/16 to 24/11/17
	£	£
Net revenue after taxation for the period	24,506,270	29,455,676
Add: Expenses charged to capital	986,601	1,038,012
Equalisation effect of conversions	806	741
Revenue shortfall	3,205,067	2,393,399
Revenue offset to capital (refer to Note 2 (e))	(28,648,179)	(32,753,802)
	<hr/>	<hr/>
<b>Distributions for the period</b>	<b>50,565</b>	<b>134,026</b>
	<hr/>	<hr/>

### 8. Debtors

	26/11/18	24/11/17
	£	£
Accrued revenue	1,267,682	1,271,879
Amounts receivable for creation of units	993,834	82,368
	<hr/>	<hr/>
	2,261,516	1,354,247
	<hr/>	<hr/>

## Notes to the Financial Statements continued

### 9. Net uninvested cash

	26/11/18	24/11/17
	£	£
Cash and bank balances	<u>5,797,448</u>	<u>1,796,948</u>
Net uninvested cash	<u>5,797,448</u>	<u>1,796,948</u>

### 10. Other creditors

	26/11/18	24/11/17
	£	£
Accrued expenses	140,517	134,996
Amounts payable for cancellation of units	196,073	—
Deferred tax	—	—
Purchases awaiting settlement	<u>678,145</u>	<u>—</u>
	<u>1,014,735</u>	<u>134,996</u>

### 11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (24 November 2017: same).

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks

The investments of a Trust in financial securities and derivatives are subject to normal market fluctuations and other risks inherent in investing in such instruments. Legal & General (Unit Trust Managers) Limited (UTM) is the Authorised Fund Manager and has responsibility for ensuring appropriate risk management processes are implemented for each Unit Trust.

The UTM Board has delegated the risk oversight function to the Fund Manager Oversight Committee (FMOC), a committee of the Legal & General Investment Management (Holdings) Limited (LGIMH) Board that meets monthly. The primary objective of the FMOC is to ensure proper oversight of the investment management activities and associated services performed by LGIM, its delegates and other Fund Managers, under the Investment Management Agreement (IMA), on behalf of UTM in its capacity as Authorised Fund Manager. The committee consists of senior members of LGIMH and members of the UTM Board. Other senior staff members are also in attendance, as required by the agenda.

Each Trust has Investment Guidelines, an Investment Objective and Investment Restrictions, against which the fund manager will operate. These are set out in Schedule 1 of the IMA between LGIM and UTM. The Schedule is maintained by each fund manager, reviewed by the LGIM Operational Risk and Compliance Teams and approved senior members of LGIMH on behalf of the UTM board. The Schedule provides the detail needed to determine the risk profile for each fund. Fund managers are not permitted to invest into any new instruments without first gaining approval from UTM.

The Investment Objective and Policy of this Trust is detailed on page 2.

#### **(a) Market Risk arising from other price risk**

Market Risk arises mainly from uncertainty about future prices. It represents the potential loss the Trust may suffer through holding market positions in the face of market movements.

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar instruments traded in the market.

The assets held by the Trust can be seen in the Portfolio Statement starting on page 9. 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 26 November 2018, 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 £67,946,614 (24 November 2017: £70,945,300).

## 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 26 November 2018, if interest rates on the Trust increased or decreased by 1 basis point, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £2,973,731. 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 £'000	Floating rate £'000	Fixed rate £'000	No interest £'000
<b>26/11/18</b>				
Portfolio	1,358,932	1,358,932*	—	—
Other assets	8,060	5,798†	—	2,262
Other liabilities	(1,015)	—	—	(1,015)
<b>Total</b>	<b>1,365,977</b>	<b>1,364,730</b>	<b>—</b>	<b>1,247</b>

	Total £'000	Floating rate £'000	Fixed rate £'000	No interest £'000
<b>24/11/17</b>				
Portfolio	1,418,906	1,418,906*	—	—
Other assets	3,151	1,797†	—	1,354
Other liabilities	(135)	—	—	(135)
<b>Total</b>	<b>1,421,922</b>	<b>1,420,703</b>	<b>—</b>	<b>1,219</b>

\* 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 (24 November 2017: same).

Forward currency contracts were not utilised during the current or 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 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:

<b>26/11/18</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	1,358,932,287	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>1,358,932,287</b>	<b>—</b>

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

#### 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 (24 November 2017: same).

Total purchases for the period: £122,657,780  
(24 November 2017: £159,058,109)

Total sales for the period: £148,988,982, including in-specie £38,007,223  
(24 November 2017: £271,282,515)

## 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 39. The net asset value per unit of each unit class and the number of units in each class are given in the comparative tables on pages 30 to 37. The distributions per unit class are given in the distribution tables on pages 27 and 28. All classes have the same rights on winding up.

<b>F-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	6,049	1,010,788
Units issued	5,132	1,595,309
Units cancelled	(370)	(746,401)
Units converted	2,912	(6,870)
Closing Units	13,723	1,852,826

<b>I-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	100,002,306	80,632,539
Units issued	37,154,107	34,671,206
Units cancelled	(38,657,505)	(71,027,075)
Units converted	299,129,159	470,179,931
Closing Units	397,628,067	514,456,601

<b>C-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	120,393,618	29,731,597
Units issued	30,629,109	7,876,654
Units cancelled	(16,814,233)	(5,150,597)
Units converted	12,940,119	(8,779)
Closing Units	147,148,613	32,448,875

### 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 0.57% (0.62% as at 24 November 2017) of the Trust's units in issue.

## Notes to the Financial Statements continued

### 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 133.77p. The Net Asset Value per I-Class accumulation unit for the Trust as at 12 noon on 15 January 2019 was 139.30p. This represents an increase of 4.13% from the period end value.

## Distribution Tables

### Distribution Tables for the period ended 26 November 2018

Group 1: units purchased prior to a distribution period.

Group 2: units purchased during a distribution period.

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

Interim Interest distribution in pence per unit			Period	
			25/11/17	to 26/05/18
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>26/07/18</b>	<b>26/07/17</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>26/07/18</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—
<b>M-Class<sup>1</sup></b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>N/A</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—
<b>M-Class<sup>1</sup></b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>N/A</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>26/07/18</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>26/07/18</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>26/07/18</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>26/07/18</b>	<b>26/07/17</b>
Group 1	—	—	—	—
Group 2	—	—	—	—

<sup>1</sup> M-Class units ceased to exist on 24 November 2017.

## Distribution Tables continued

Final Interest distribution in pence per unit			Period	
			27/05/18	to 26/11/18
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>26/01/19</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>26/01/19</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>M-Class<sup>1</sup></b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>N/A</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>M-Class<sup>1</sup></b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>N/A</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>26/01/19</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>26/01/19</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>26/01/19</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>26/01/19</b>	<b>24/01/18</b>
Group 1	Revenue	Equalisation	—	—
Group 2	—	—	—	—

<sup>1</sup> M-Class units ceased to exist on 24 November 2017.

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.

## Trust Information

The Comparative Tables on pages 30 to 37 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	25/11/17 to 26/11/18 (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	117.54	112.72	96.26
Return before operating charges*	(2.01)	5.25	16.84
Operating charges (calculated on average price)	(0.43)	(0.43)	(0.38)
Return after operating charges*	(2.44)	4.82	16.46
Distributions on income units <sup>^</sup>	—	—	—
Closing net asset value per unit	115.10	117.54	112.72
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(2.08)%	4.28%	17.10%
----------------------	---------	-------	--------

#### Other Information

Closing net asset value (£)	15,795	7,110	180,895
Closing number of units	13,723	6,049	160,482
Operating charges <sup>†</sup>	0.37%	0.37%	0.37%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices

Highest unit price	119.30p	124.00p	122.70p
Lowest unit price	111.50p	110.20p	93.25p

<sup>^</sup> Distributions on income units are shown gross of taxation.

<sup>†</sup> 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.

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

<sup>2</sup> 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	25/11/17 to 26/11/18 (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	135.40	129.84	110.81
Return before operating charges*	(2.32)	6.06	19.47
Operating charges (calculated on average price)	(0.50)	(0.50)	(0.44)
Return after operating charges*	(2.82)	5.56	19.03
Distributions <sup>^</sup>	—	—	(0.01)
Retained distributions on accumulation units <sup>^</sup>	—	—	0.01
Closing net asset value per unit	132.58	135.40	129.84
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(2.08)%	4.28%	17.17%
----------------------	---------	-------	--------

#### Other Information

Closing net asset value (£)	2,456,401	1,368,575	3,678,995
Closing number of units	1,852,826	1,010,788	2,833,489
Operating charges <sup>†</sup>	0.37%	0.37%	0.37%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices

Highest unit price	137.50p	142.90p	141.50p
Lowest unit price	128.40p	126.90p	107.30p

<sup>^</sup> 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 are paid on a gross basis.

<sup>†</sup> 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.

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

<sup>2</sup> 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 Distribution Units

##### Change in Net Asset Value per Unit

Accounting Period ending	25/11/17 to 26/11/18 <sup>3</sup> (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	—	112.92	96.21
Return before operating charges*	—	5.26	16.93
Operating charges (calculated on average price)	—	(0.17)	(0.16)
Return after operating charges*	—	5.09	16.77
Distributions on income units <sup>^</sup>	—	—	(0.06)
Closing net asset value per unit	—	118.01	112.92
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	—	4.51%	17.43%
----------------------	---	-------	--------

#### Other Information

Closing net asset value (£)	—	362,323,953	415,122,500
Closing number of units	—	307,021,350	367,627,802
Operating charges <sup>†</sup>	—	0.15%	0.15%
Direct transaction costs	—	0.00%	0.00%

#### Prices

Highest unit price	—	124.40p	123.00p
Lowest unit price	—	110.40p	93.23p

<sup>^</sup> Distributions on income units are shown gross of taxation.

<sup>†</sup> 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.

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

<sup>2</sup> 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.

<sup>3</sup> M-Class units ceased to exist on 24 November 2017. Value shown is the closing net asset value at this date.

**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	25/11/17 to 26/11/18 <sup>3</sup> (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	—	130.43	111.10
Return before operating charges*	—	6.09	19.53
Operating charges (calculated on average price)	—	(0.20)	(0.18)
Return after operating charges*	—	5.89	19.35
Distributions <sup>^</sup>	—	—	(0.07)
Retained distributions on accumulation units <sup>^</sup>	—	—	0.05
Closing net asset value per unit	—	136.32	130.43
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	—	4.52%	17.42%
----------------------	---	-------	--------

#### Other Information

Closing net asset value (£)	—	646,944,440	676,059,813
Closing number of units	—	474,585,727	518,314,757
Operating charges <sup>†</sup>	—	0.15%	0.15%
Direct transaction costs	—	0.00%	0.00%

#### Prices

Highest unit price	—	143.70p	142.10p
Lowest unit price	—	127.50p	107.60p

<sup>^</sup> 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 are paid on a gross basis.

<sup>†</sup> 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.

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

<sup>2</sup> 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.

<sup>3</sup> M-Class units ceased to exist on 24 November 2017. Value shown is the closing net asset value at this date.

**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	25/11/17 to 26/11/18 (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	118.01	113.10	96.37
Return before operating charges*	(2.02)	5.08	16.95
Operating charges (calculated on average price)	(0.18)	(0.17)	(0.16)
Return after operating charges*	(2.20)	4.91	16.79
Distributions on income units <sup>^</sup>	—	—	(0.06)
Closing net asset value per unit	115.81	118.01	113.10
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(1.86)%	4.34%	17.42%
----------------------	---------	-------	--------

#### Other Information

Closing net asset value (£)	460,497,466	118,015,345	97,555,768
Closing number of units	397,628,067	100,002,306	86,254,835
Operating charges <sup>†</sup>	0.15%	0.15%	0.15%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices

Highest unit price	120.00p	124.50p	123.20p
Lowest unit price	112.00p	110.60p	93.38p

<sup>^</sup> Distributions on income units are shown gross of taxation.

<sup>†</sup> 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.

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

<sup>2</sup> 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	25/11/17 to 26/11/18 (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	136.32	130.65	111.28
Return before operating charges*	(2.35)	5.87	19.57
Operating charges (calculated on average price)	(0.20)	(0.20)	(0.18)
Return after operating charges*	(2.55)	5.67	19.39
Distributions <sup>^</sup>	—	—	(0.07)
Retained distributions on accumulation units <sup>^</sup>	—	—	0.05
Closing net asset value per unit	133.77	136.32	130.65
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(1.87)%	4.34%	17.42%
----------------------	---------	-------	--------

#### Other Information

Closing net asset value (£)	688,212,773	109,916,439	83,183,305
Closing number of units	514,456,601	80,632,539	63,670,561
Operating charges <sup>†</sup>	0.15%	0.15%	0.15%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices

Highest unit price	138.60p	143.80p	142.30p
Lowest unit price	129.40p	127.70p	107.80p

<sup>^</sup> 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 are paid on a gross basis.

<sup>†</sup> 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.

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

<sup>2</sup> 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	25/11/17 to 26/11/18 (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	118.49	113.31	96.52
Return before operating charges*	(2.04)	5.30	16.97
Operating charges (calculated on average price)	(0.12)	(0.12)	(0.11)
Return after operating charges*	(2.16)	5.18	16.86
Distributions on income units <sup>^</sup>	—	—	(0.07)
Closing net asset value per unit	116.33	118.49	113.31
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(1.82)%	4.57%	17.47%
----------------------	---------	-------	--------

#### Other Information

Closing net asset value (£)	171,182,879	142,648,507	169,787,935
Closing number of units	147,148,613	120,393,618	149,837,466
Operating charges <sup>†</sup>	0.10%	0.10%	0.10%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices

Highest unit price	120.50p	124.80p	123.40p
Lowest unit price	112.50p	110.80p	93.52p

<sup>^</sup> Distributions on income units are shown gross of taxation.

<sup>†</sup> 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.

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

<sup>2</sup> 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 Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Period ending	25/11/17 to 26/11/18 (pence per unit)	27/11/16 to 24/11/17 <sup>2</sup> (pence per unit)	01/12/15 <sup>1</sup> to 26/11/16 (pence per unit)
Opening net asset value per unit	136.88	130.91	111.46
Return before operating charges*	(2.34)	6.10	19.58
Operating charges (calculated on average price)	(0.14)	(0.13)	(0.12)
Return after operating charges*	(2.48)	5.97	19.46
Distributions <sup>^</sup>	—	—	(0.08)
Retained distributions on accumulation units <sup>^</sup>	—	—	0.07
Closing net asset value per unit	134.40	136.88	130.91
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(1.81)%	4.56%	17.46%
----------------------	---------	-------	--------

#### Other Information

Closing net asset value (£)	43,611,202	40,697,827	33,009,702
Closing number of units	32,448,875	29,731,597	25,215,449
Operating charges <sup>†</sup>	0.10%	0.10%	0.10%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices

Highest unit price	139.20p	144.10p	142.60p
Lowest unit price	129.90p	128.00p	107.90p

<sup>^</sup> 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 are paid on a gross basis.

<sup>†</sup> 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.

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

<sup>2</sup> 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 (unaudited)



- This risk and reward indicator is based on historical data which may not be a reliable indication of the Trust's risk and reward category in the future.
- The category number highlighted above reflects the rate at which the Trust's unit price has moved up and down in the past. If the Trust has less than five years' track record, the number also reflects the rate at which the Index the Trust tracks has moved up and down in the past. Higher numbers mean the potential reward could be greater, but this comes with increased risk of losing money.
- The Trust is in category 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.
- 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 (unaudited)

### 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
Valuation point:	12 noon
Fund management fees:	F-Class* Annual 0.37% I-Class Annual 0.15% C-Class** Annual 0.10%
Initial charges:	Nil for all existing unit classes

\* F-Class units are only 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.

\*\* C-Class 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

### Pricing and Dealing

The prices are published on the internet at [www.legalandgeneral.com/investments/fund-information/daily-fund-prices](http://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](http://www.legalandgeneral.com). Units may normally be sold back to the Manager on any business day at the bid price calculated at the following valuation point.

### ISA Status

This Trust may be held within this tax advantaged savings arrangement. The favourable tax treatment of ISAs may not be maintained. For full written information, please contact your usual financial adviser or ring 0370 050 0955.

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

## **General Information (unaudited) continued**

### **Prospectus and Manager's Reports**

The Manager will send to all persons on the Unitholder Register annual and interim short form reports.

Copies of the Prospectus and the most recent annual or interim reports are available free of charge by telephoning 0370 050 0955 or by writing to the Manager.

Do you have difficulty in reading information in print because of a disability? If so, we can help. We are able to produce information for our clients in large print and braille. If you would like to discuss your particular requirements, please contact us on 0370 050 0955.

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

### **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 October 2018, the annualized tracking error 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.

## General Information (unaudited) 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 2017. At the time of publishing, figures as at 31 December 2018 were not yet available. We shall publish this data in the Scheme's interim report, due to be published in July 2019.

### Controlled Functions

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£,000)	Remuneration related to this Trust (Pro-rated) (£'000)
32	6,726	11,997	565

### Material Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£,000)	Remuneration related to this Trust (Pro-rated) (£'000)
22	2,281	3,000	22

### Controlled Functions

As at 31 December 2017, Legal & General Unit Trust Managers Limited (UTM) engaged the services of six employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further two employees of Legal & General Resources (LGR) to act as Directors. In addition there was one non-executive Director. UTM also engaged the services of a further twenty 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.

## General Information (unaudited) continued

### Material Risk Takers

As at the 31 December 2017, UTM engaged the services of Legal & General Investment Management's Index Fund Management team, which consists of 22 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 Fund. 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.

### Significant Changes

#### Change of Auditor

With effect from 28 April 2018, PricewaterhouseCoopers LLP ceased to be Independent Auditors of the Trust and KPMG LLP have been appointed. The change of Auditor has no impact on the way the Trust is operated.

#### General Data Protection Regulation (GDPR)

Legal & General takes your privacy very seriously. Under data protection legislation, we have classified ourselves as a 'data controller'. This means that we are subject to certain obligations relating to how we process personal data. These obligations include, without limitation, providing individuals with certain information regarding how we process their personal data.

We will use the personal data you have provided to us in connection with an investment in units of Legal & General All Stocks Index Linked Gilt Index Trust, including your name, age, contact details, bank account details, transactions and the invested amount, and any information regarding the dealing in units in accordance with all applicable data protection laws and our Privacy Policy which is available from 25 May 2018 at [www.lgim.com/UTMprivacy](http://www.lgim.com/UTMprivacy) (or available upon request). Our Privacy Policy sets out, amongst other things, the purpose or purposes for which your personal data is collected and intended to be processed and also contains any other information prescribed by data protection legislation.

## General Information (unaudited) continued

### Authorised Fund Manager

Legal & General (Unit Trust Managers) Limited  
Registered in England and Wales No. 01009418  
Registered office:  
One Coleman Street,  
London EC2R 5AA  
Telephone: 0370 050 3350  
Authorised and regulated by the Financial Conduct Authority

### Directors of the Manager

R. M. Bartley  
A. J. C. Craven  
S. Hynes  
H. Morrissey  
H. Solomon  
S. D. Thomas (resigned 17 October 2018)  
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  
Trustee and Depository Services  
50 Bank Street,  
Canary Wharf,  
London E14 5NT

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

### Independent Auditors

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**

Legal & General  
(Unit Trust Managers) Limited  
Registered in England and Wales No. 01009418  
Registered office:  
One Coleman Street,  
London EC2R 5AA  
[www.legalandgeneral.com](http://www.legalandgeneral.com)

