

Legal & General
Global Inflation Linked Bond Index Fund
Annual Manager's Report
for the year ended
5 June 2018

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

Manager's Investment Report

Investment Objective and Policy

The objective of the Fund is to achieve income and capital growth in line with the performance of the Barclays World Government Ex UK Inflation Linked Bonds TR Hedged GBP Index (the "Index") (after adjustment for management charges and taxation).

The Fund will invest predominantly in securities that are included in the Index.

The Fund will be passively managed and employs a sampling strategy whereby such securities will be held with weightings generally proportionate to the weightings in the Index. The bonds the Fund invests in will be composed primarily of securities issued by sovereign entities excluding the UK which are denominated in the currency of the issuer and which are inflation linked. Sub-investment grade bonds may be held. The Fund may also invest in other transferable securities, fixed interest securities, permitted deposits, money market instruments, cash, near cash and units in collective investment schemes.

The Fund will use forward foreign exchange or currency future derivatives in order to manage the currency exposure in line with the Index. This may mean that, at times, the Fund may use derivatives for investment purposes. The Fund may also hold other types of derivatives for efficient portfolio management purposes only.

Manager's Investment Report

During the year under review, the price of the Fund's F-Class accumulation units rose by 0.02%. Barclays, the Index compiler, calculates the benchmark Index at the end of the business day using closing prices, whereas the Fund is valued using prevailing prices at 3pm. Therefore, for tracking purposes the Fund has been revalued using closing prices and adjusted for the effects of charges and taxation. On this basis, over the review year, the Fund performance was 0.48%, compared with the Index performance of 0.49% (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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Market/Economic Review

The global economic background has improved over the past twelve months, led by solid growth in the major developed economies. Inflationary pressures have remained subdued despite a rise in the oil price (Brent Crude) to \$79 per barrel in May, the highest price since 2014. The US economic activity remains in good shape, underpinned by improving consumer and business sentiment, a strong labour market and a recovery in the energy sector. The Federal Reserve (Fed) sanctioned a gradual tightening of monetary policy, raising interest rates three times over the last twelve months. The Fed also began unwinding its asset purchase programme, known as quantitative easing (QE), in October. In December, 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 a recent slowdown in Germany and France has led to some loss of momentum. The European Central Bank (ECB) announced it would reduce its monthly asset purchase programme with effect from 2018 but with inflation remaining subdued the ECB has signalled monetary policy will remain accommodative. In the UK, both economic and political uncertainty have heightened over the last 12 months, as the June 2017 general election resulted in a hung parliament and Brexit negotiations began. The Bank of England

Manager's Investment Report continued

voted to increase interest rates to 0.5% in November, removing the emergency support announced in August 2016 in the wake of the EU referendum. The UK economy grew at its slowest pace for six years during the first quarter of 2018. Japan recorded eight consecutive quarters of growth as monetary policy has remained loose, although the economy contracted during the first quarter of 2018 as a decline in household consumption offset a rise in business spending. Over the past year, yields in the major government market of US, UK and Germany have risen as the markets have priced in expectations of rate rises from the US Fed, the UK and the end of the ECB's asset purchase programme. With inflation subdued the yield curves have generally flattened with yields at the shorter end rising the most.

Fund Review

The US had 12 monthly auctions over the year, totalling \$132 billion of new issuance. New 10-year bonds were launched in July 2017 and January 2018 and both were subsequently re-opened another two times. There were three 30-year bond auctions with a new benchmark bond launched in February 2018. Similarly, the 5-year sector saw issuance three times with a new benchmark bond issued in April 2018. Three bonds; July 2018, January 2019 and April 2019, all left the Index after their remaining life to maturity fell below one year. For the remaining countries within the Index, five bonds left the Index; one each from Australia, France, Italy, Japan and Sweden. Five bonds joined the Index; one each from Australia, Denmark, France, Japan and Italy.

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

Outlook

The near term global growth outlook remains strong and broad-based; the escalating US-China trade tensions pose the biggest risk to global growth. The US Fed is likely to continue hiking once a quarter, with inflation now close to target and pipeline price pressures building. In Europe, the ECB has signalled tapering but no rate increases until late 2019, whilst concerns still remain that Italy's fledgling coalition government is on a collision course with the European Union.

Legal & General Investment Management Limited
(Investment Adviser)
26 June 2018

Authorised Status

Authorised Status

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

Directors' Statement

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



A. J. C. Craven
(Director)



S. D. Thomas
(Director)

Legal & General (Unit Trust Managers) Limited
30 July 2018

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 Fund and of the net income and net gains or losses on the property of the Fund 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 Fund'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 Fund 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 Fund 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 Global Inflation Linked Bond Index Fund must ensure that the Fund 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 Fund and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Fund in accordance with the Regulations.

The Depositary must ensure that:

- the Fund's cash flows are properly monitored and that cash of the Fund 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 Fund are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Fund's assets is remitted to the Fund within the usual time limits;
- the Fund'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 Global Inflation Linked Bond Index Fund ("the Fund") for the year ended 5 June 2018

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

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

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

Northern Trust Global Services PLC
UK Trustee and Depositary Services
30 July 2018

Portfolio Statement

Portfolio Statement as at 5 June 2018

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 5 June 2017.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	NORTH AMERICA		
	— 62.74% (64.36%)		
	United States — 60.00% (61.56%)		
USD10,685,000	US Treasury Index Linked Bond 1.875% 15/07/2019	9,531,227	0.75
USD16,140,000	US Treasury Index Linked Bond 1.375% 15/01/2020	14,143,525	1.12
USD36,380,000	US Treasury Index Linked Bond 0.125% 15/04/2020	28,748,360	2.27
USD24,382,000	US Treasury Index Linked Bond 1.25% 15/07/2020	21,277,274	1.68
USD31,426,900	US Treasury Index Linked Bond 1.125% 15/01/2021	27,238,659	2.15
USD36,890,000	US Treasury Index Linked Bond 0.125% 15/04/2021	28,642,453	2.26
USD30,540,000	US Treasury Index Linked Bond 0.625% 15/07/2021	25,427,781	2.01
USD31,330,000	US Treasury Index Linked Bond 0.125% 15/01/2022	25,411,805	2.00
USD37,400,000	US Treasury Index Linked Bond 0.125% 15/04/2022	28,135,523	2.22
USD34,120,000	US Treasury Index Linked Bond 0.125% 15/07/2022	27,261,925	2.15
USD29,070,000	US Treasury Index Linked Bond 0.125% 15/01/2023	22,989,670	1.81
USD15,300,000	US Treasury Index Linked Bond 0.625% 15/04/2023	11,481,601	0.91
USD28,630,700	US Treasury Index Linked Bond 0.375% 15/07/2023	22,756,256	1.80
USD35,815,000	US Treasury Index Linked Bond 0.625% 15/01/2024	28,602,479	2.26
USD35,329,900	US Treasury Index Linked Bond 0.125% 15/07/2024	26,952,120	2.13
USD34,053,000	US Treasury Index Linked Bond 0.25% 15/01/2025	26,078,685	2.06
USD20,240,000	US Treasury Index Linked Bond 2.375% 15/01/2025	22,233,090	1.75
USD34,700,000	US Treasury Index Linked Bond 0.375% 15/07/2025	26,781,101	2.11
USD30,860,000	US Treasury Index Linked Bond 0.625% 15/01/2026	24,066,628	1.90
USD16,950,000	US Treasury Index Linked Bond 2% 15/01/2026	17,454,615	1.38
USD30,755,000	US Treasury Index Linked Bond 0.125% 15/07/2026	22,879,411	1.80
USD31,850,000	US Treasury Index Linked Bond 0.375% 15/01/2027	23,833,543	1.88
USD10,825,000	US Treasury Index Linked Bond 2.375% 15/01/2027	11,382,001	0.90
USD30,560,000	US Treasury Index Linked Bond 0.375% 15/07/2027	22,602,282	1.78

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
United States — (cont.)			
USD25,920,000	US Treasury Index Linked Bond 0.5% 15/01/2028	19,112,793	1.51
USD14,230,000	US Treasury Index Linked Bond 1.75% 15/01/2028	13,817,361	1.09
USD13,760,000	US Treasury Index Linked Bond 3.625% 15/04/2028	20,143,802	1.59
USD9,608,500	US Treasury Index Linked Bond 2.5% 15/01/2029	9,791,615	0.77
USD16,054,800	US Treasury Index Linked Bond 3.875% 15/04/2029	23,990,012	1.89
USD4,846,700	US Treasury Index Linked Bond 3.375% 15/04/2032	6,782,436	0.53
USD12,745,000	US Treasury Index Linked Bond 2.125% 15/02/2040	13,718,076	1.08
USD17,287,500	US Treasury Index Linked Bond 2.125% 15/02/2041	18,490,888	1.46
USD17,830,000	US Treasury Index Linked Bond 0.75% 15/02/2042	14,205,774	1.12
USD19,109,200	US Treasury Index Linked Bond 0.625% 15/02/2043	14,475,171	1.14
USD18,770,000	US Treasury Index Linked Bond 1.375% 15/02/2044	16,560,791	1.31
USD18,160,700	US Treasury Index Linked Bond 0.75% 15/02/2045	13,747,807	1.08
USD16,320,000	US Treasury Index Linked Bond 1% 15/02/2046	13,039,856	1.03
USD15,450,000	US Treasury Index Linked Bond 0.875% 15/02/2047	11,747,874	0.93
USD6,500,000	US Treasury Index Linked Bond 1% 15/02/2048	5,003,003	0.39
		760,539,273	60.00
Canada — 2.74% (2.80%)			
CAD4,308,000	Canadian Government Index Linked Bond 4.25% 01/12/2021	4,506,535	0.35
CAD4,306,000	Canadian Government Index Linked Bond 4.25% 01/12/2026	4,925,749	0.39
CAD4,784,000	Canadian Government Index Linked Bond 4% 01/12/2031	5,813,671	0.46
CAD3,415,000	Canadian Government Index Linked Bond 3% 01/12/2036	3,620,801	0.29
CAD5,646,000	Canadian Government Index Linked Bond 2% 01/12/2041	5,105,283	0.40
CAD6,372,000	Canadian Government Index Linked Bond 1.5% 01/12/2044	5,175,918	0.41
CAD6,192,000	Canadian Government Index Linked Bond 1.25% 01/12/2047	4,572,376	0.36
CAD1,760,000	Canadian Government Real Return Bond 0.5% 01/12/2050	1,021,646	0.08
		34,741,979	2.74
CONTINENTAL EUROPE			
— 30.66% (29.06%)			
Denmark — 0.36% (0.31%)			
DKK26,285,000	Denmark Government Index Linked Bond 0.1% 15/11/2023	3,530,920	0.28

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Denmark — (cont.)		
DKK7,800,000	Denmark Government Index Linked Bond 0.1% 15/11/2030	1,015,243	0.08
		<hr/>	<hr/>
		4,546,163	0.36
	France — 13.61% (12.77%)		
EUR9,475,000	France Government Index Linked Bond 1.3% 25/07/2019	9,366,567	0.74
EUR16,845,000	France Government Index Linked Bond 2.25% 25/07/2020	20,141,095	1.59
EUR5,740,000	France Government Index Linked Bond 0.1% 01/03/2021	5,425,391	0.43
EUR6,055,000	France Government Index Linked Bond 0.1% 25/07/2021	5,779,847	0.45
EUR15,445,000	France Government Index Linked Bond 1.1% 25/07/2022	16,824,240	1.33
EUR10,548,000	France Government Index Linked Bond 2.1% 25/07/2023	12,293,133	0.97
EUR13,255,000	France Government Index Linked Bond 0.25% 25/07/2024	13,286,677	1.05
EUR7,700,000	France Government Index Linked Bond 0.1% 01/03/2025	7,466,273	0.59
EUR13,692,000	France Government Index Linked Bond 1.85% 25/07/2027	16,631,476	1.31
EUR5,445,000	France Government Index Linked Bond 0.1% 01/03/2028	5,289,624	0.42
EUR7,445,000	France Government Index Linked Bond 3.4% 25/07/2029	12,413,359	0.98
EUR8,380,000	France Government Index Linked Bond 0.7% 25/07/2030	8,840,392	0.70
EUR8,945,000	France Government Index Linked Bond 3.15% 25/07/2032	15,445,722	1.22
EUR2,980,000	France Government Index Linked Bond 0.1% 25/07/2036	2,875,318	0.23
EUR9,545,000	France Government Index Linked Bond 1.8% 25/07/2040	14,649,595	1.15
EUR5,930,000	France Government Index Linked Bond 0.1% 25/07/2047	5,748,016	0.45
		<hr/>	<hr/>
		172,476,725	13.61
	Germany — 4.18% (3.73%)		
EUR13,335,568	Germany (Federal Republic) Index Linked Bond 1.75% 15/04/2020	13,928,197	1.10
EUR11,933,939	Germany (Federal Republic) Index Linked Bond 0.1% 15/04/2023	11,993,247	0.94
EUR11,455,000	Germany (Federal Republic) Index Linked Bond 0.1% 15/04/2026	11,493,750	0.91
EUR8,456,855	Germany (Federal Republic) Index Linked Bond 0.5% 15/04/2030	9,022,162	0.71
EUR5,920,000	Germany (Federal Republic) Index Linked Bond 0.1% 15/04/2046	6,552,300	0.52
		<hr/>	<hr/>
		52,989,656	4.18
	Italy — 8.53% (8.63%)		
EUR13,990,000	Italy Government Index Linked Bond 2.35% 15/09/2019	14,393,701	1.14

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Italy — (cont.)		
EUR13,310,000	Italy Government Index Linked Bond 2.1% 15/09/2021	13,696,032	1.08
EUR8,180,000	Italy Government Index Linked Bond 0.1% 15/05/2022	7,262,435	0.57
EUR3,000,000	Italy Government Index Linked Bond 0.1% 15/05/2023	2,567,033	0.20
EUR13,745,000	Italy Government Index Linked Bond 2.6% 15/09/2023	15,359,595	1.21
EUR9,905,000	Italy Government Index Linked Bond 2.35% 15/09/2024	9,633,966	0.76
EUR10,355,000	Italy Government Index Linked Bond 3.1% 15/09/2026	11,197,958	0.89
EUR7,850,000	Italy Government Index Linked Bond 1.3% 15/05/2028	6,833,676	0.54
EUR8,770,000	Italy Government Index Linked Bond 1.25% 15/09/2032	7,502,923	0.59
EUR10,120,000	Italy Government Index Linked Bond 2.35% 15/09/2035	11,917,304	0.94
EUR7,230,000	Italy Government Index Linked Bond 2.55% 15/09/2041	7,765,275	0.61
		108,129,898	8.53
	Spain — 2.74% (2.25%)		
EUR8,095,000	Spain Government Index Linked Bond 0.55% 30/11/2019	7,513,285	0.59
EUR4,325,000	Spain Government Index Linked Bond 0.3% 30/11/2021	4,096,784	0.33
EUR10,465,000	Spain Government Index Linked Bond 1.8% 30/11/2024	10,922,468	0.86
EUR5,426,000	Spain Government Index Linked Bond 0.65% 30/11/2027	5,186,035	0.41
EUR7,075,000	Spain Government Index Linked Bond 1% 30/11/2030	6,976,579	0.55
		34,695,151	2.74
	Sweden — 1.24% (1.37%)		
SEK27,370,000	Swedish Government Index Linked Bond 4% 01/12/2020	3,628,153	0.28
SEK26,060,000	Swedish Government Index Linked Bond 0.25% 01/06/2022	2,568,422	0.20
SEK18,675,000	Swedish Government Index Linked Bond 1% 01/06/2025	1,992,923	0.16
SEK16,100,000	Swedish Government Index Linked Bond 0.125% 01/06/2026	1,639,456	0.13
SEK5,800,000	Swedish Government Index Linked Bond 0.125% 01/12/2027	588,014	0.05
SEK24,810,000	Swedish Government Index Linked Bond 3.5% 01/12/2028	4,186,222	0.33
SEK10,900,000	Swedish Government Index Linked Bond 0.125% 01/06/2032	1,138,155	0.09
		15,741,345	1.24
	ASIA — 3.79% (3.42%)		
	Japan — 3.79% (3.42%)		
JPY138,000,000	Japanese Government Index Linked Bond 1.4% 10/06/2018	968,839	0.08

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Japan — (cont.)		
JPY290,000,000	Japanese Government Index Linked Bond 0.1% 10/09/2023	2,135,430	0.17
JPY416,000,000	Japanese Government Index Linked Bond 0.1% 10/03/2024	3,053,494	0.24
JPY569,500,000	Japanese Government Index Linked Bond 0.1% 10/09/2024	4,083,007	0.32
JPY1,890,000,000	Japanese Government Index Linked Bond 0.1% 10/03/2025	13,604,889	1.07
JPY1,633,000,000	Japanese Government Index Linked Bond 0.1% 10/03/2026	11,800,126	0.93
JPY1,709,000,000	Japanese Government Index Linked Bond 0.1% 10/03/2027	12,428,305	0.98
		48,074,090	3.79
	PACIFIC BASIN — 2.25% (2.32%)		
	Australia — 1.61% (1.68%)		
AUD4,210,000	Australia Government Index Linked Bond 4% 20/08/2020	4,390,061	0.35
AUD4,075,000	Australia Government Index Linked Bond 1.25% 21/02/2022	2,681,942	0.21
AUD5,725,000	Australia Government Index Linked Bond 3% 20/09/2025	4,574,293	0.36
AUD3,250,000	Australia Government Index Linked Bond 0.75% 21/11/2027	1,868,775	0.15
AUD3,670,000	Australia Government Index Linked Bond 2.5% 20/09/2030	2,932,571	0.23
AUD3,090,000	Australia Government Index Linked Bond 2% 21/08/2035	2,228,222	0.18
AUD2,710,000	Australia Government Index Linked Bond 1.25% 21/08/2040	1,674,208	0.13
		20,350,072	1.61
	New Zealand — 0.64% (0.64%)		
NZD4,235,000	New Zealand Government Index Linked Bond 2% 20/09/2025	2,463,269	0.19
NZD3,755,000	New Zealand Government Index Linked Bond 3% 20/09/2030	2,386,991	0.19
NZD3,640,000	New Zealand Government Index Linked Bond 2.5% 20/09/2035	2,166,807	0.17
NZD1,900,000	New Zealand Government Index Linked Bond 2.5% 20/09/2040	1,103,481	0.09
		8,120,548	0.64
	FORWARD CURRENCY CONTRACTS		
	— -1.34% (0.61%)		
GBP(143,949) AUD253,000	Sold Sterling for Australian Dollar (Expires 05/06/2018) ¹	73	—
GBP(838,987) AUD1,485,000	Sold Sterling for Australian Dollar (Expires 07/06/2018) ¹	6,160	—
GBP(246,814) CAD430,000	Sold Sterling for Canadian Dollar (Expires 05/06/2018) ¹	424	—

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— (cont.)			
GBP(1,481,362)	Sold Sterling for Canadian Dollar (Expires 07/06/2018) ¹	(13,559)	—
CAD2,555,000			
GBP(30,909)	Sold Sterling for Danish Krone (Expires 05/06/2018) ¹	38	—
DKK263,000			
GBP(186,984)	Sold Sterling for Danish Krone (Expires 07/06/2018) ¹	(486)	—
DKK1,589,000			
GBP(2,608,915)	Sold Sterling for Euro (Expires 05/06/2018) ¹	3,137	—
EUR2,983,000			
GBP(15,784,884)	Sold Sterling for Euro (Expires 07/06/2018) ¹	(53,615)	—
EUR18,010,000			
CAD(65,467,000)	Sold Canadian Dollar for Sterling (Expires 07/06/2018) ¹	(583,578)	(0.05)
GBP37,026,064			
NZD(16,251,000)	Sold New Zealand Dollar for Sterling (Expires 07/06/2018) ¹	(202,233)	(0.02)
GBP8,324,278			
DKK(40,460,000)	Sold Danish Krone for Sterling (Expires 07/06/2018) ¹	31,961	—
GBP4,780,666			
JPY(7,284,200,000)	Sold Japanese Yen for Sterling (Expires 07/06/2018) ¹	(1,141,152)	(0.09)
GBP48,531,979			
AUD(38,284,000)	Sold Australian Dollar for Sterling (Expires 07/06/2018) ¹	(786,081)	(0.06)
GBP21,002,224			
USD(1,090,461,000)	Sold US Dollars for Sterling (Expires 07/06/2018) ¹	(23,115,472)	(1.82)
GBP793,525,646			
SEK(211,938,000)	Sold Swedish Krona for Sterling (Expires 07/06/2018) ¹	(308,418)	(0.02)
GBP17,771,739			
EUR(460,988,052)	Sold Euro for Sterling (Expires 07/06/2018) ¹	3,167,339	0.25
GBP405,828,467			
JPY(7,155,919,000)	Sold Japanese Yen for Sterling (Expires 05/07/2018) ¹	708,119	0.06
GBP49,534,378			
EUR(426,413,000)	Sold Euro for Sterling (Expires 05/07/2018) ¹	1,258,249	0.10
GBP374,015,347			
CAD(61,479,000)	Sold Canadian Dollar for Sterling (Expires 05/07/2018) ¹	444,272	0.04
GBP35,737,194			
USD(1,030,757,000)	Sold US Dollars for Sterling (Expires 05/07/2018) ¹	3,481,379	0.27
GBP774,236,186			
SEK(185,798,000)	Sold Swedish Krona for Sterling (Expires 05/07/2018) ¹	16,590	—
GBP15,879,487			
NZD(15,604,000)	Sold New Zealand Dollar for Sterling (Expires 05/07/2018) ¹	39,635	—
GBP8,214,552			
AUD(36,140,000)	Sold Australian Dollar for Sterling (Expires 05/07/2018) ¹	17,143	—
GBP20,558,496			
DKK(38,374,000)	Sold Danish Krone for Sterling (Expires 05/07/2018) ¹	15,733	—
GBP4,523,553			
GBP(341,475)	Sold Sterling for Japanese Yen (Expires 05/06/2018) ¹	256	—
JPY50,000,000			
GBP(2,018,931)	Sold Sterling for Japanese Yen (Expires 07/06/2018) ¹	(2,594)	—
JPY295,681,000			
GBP(57,131)	Sold Sterling for New Zealand Dollar (Expires 05/06/2018) ¹	61	—
NZD109,000			

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— (cont.)			
GBP(317,712) NZD614,000	Sold Sterling for New Zealand Dollar (Expires 07/06/2018) ¹	4,439	—
GBP(21,933) NZD42,000	Sold Sterling for New Zealand Dollar (Expires 05/07/2018) ¹	71	—
GBP(110,991) SEK1,300,000	Sold Sterling for Swedish Krona (Expires 05/06/2018) ¹	187	—
GBP(741,166) SEK8,677,000	Sold Sterling for Swedish Krona (Expires 07/06/2018) ¹	(942)	—
GBP(5,397,415) USD7,211,000	Sold Sterling for US Dollars (Expires 05/06/2018) ¹	(5,932)	—
GBP(31,856,079) USD42,577,000	Sold Sterling for US Dollars (Expires 07/06/2018) ¹	29,636	—
		(16,989,160)	(1.34)
Portfolio of investments²		1,243,415,740	98.10
Net other assets		24,092,969	1.90
Total net assets		£1,267,508,709	100.00%

¹ Unlisted securities are valued at the Manager's best assessment of their fair and reasonable value.

² Including investment liabilities.

Total purchases for the year: £569,761,605.

Total sales for the year: £240,144,279.

Independent Auditor's Report

Independent auditor's report to the Unitholders of Legal & General Global Inflation Linked Bond Index Fund ('the Fund')

Opinion

We have audited the financial statements of the Fund for the year ended 5 June 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 Fund and the accounting policies set out on pages 19 to 20.

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 Fund as at 5 June 2018 and of the net revenue and the net capital losses on the property of the Fund for the year 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 Fund 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.

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.

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 year is consistent with the financial statements.

Independent Auditor's Report continued

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 Fund 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 5, 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 Fund'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 Fund 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.

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

This report is made solely to the Fund'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 Fund'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 Fund and the Fund's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Jatin Patel
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square,
E14 5GL London
30 July 2018

Financial Statements

Statement of Total Return for the year ended 5 June 2018

Notes	05/06/18		05/06/17	
	£	£	£	£
Income				
Net capital losses	3	(15,189,071)		(7,386,046)
Revenue	4	20,670,453	14,171,271	
Expenses	5	(2,189,369)	(1,434,489)	
Interest payable and similar charges	7	(15,794)	(3,237)	
Net revenue before taxation		<u>18,465,290</u>	<u>12,733,545</u>	
Taxation	6	—	—	
Net revenue after taxation for the year		<u>18,465,290</u>	<u>12,733,545</u>	
Total return before distributions		3,276,219	5,347,499	
Distributions	7	(18,465,290)	(12,733,545)	
Change in net assets attributable to Unitholders from investment activities		<u>£(15,189,071)</u>	<u>£(7,386,046)</u>	

Statement of Change in Net Assets attributable to Unitholders for the year ended 5 June 2018

	05/06/18		05/06/17	
	£	£	£	£
Opening net assets attributable to Unitholders		958,373,826		488,984,487
Amounts received on issue of units		452,383,594	525,636,224	
Amounts paid on cancellation of units		(137,978,264)	(55,467,642)	
		<u>314,405,330</u>	<u>470,168,582</u>	
Change in net assets attributable to Unitholders from investment activities		(15,189,071)	(7,386,046)	
Retained distributions on accumulation units		9,918,624	6,606,803	
Closing net assets attributable to Unitholders		<u>£1,267,508,709</u>	<u>£958,373,826</u>	

Financial Statements continued

Balance Sheet as at 5 June 2018

	Notes	05/06/18 £	05/06/17 £
ASSETS			
Fixed assets:			
Investments		1,269,629,802	956,172,949
Current assets:			
Debtors	8	43,541,130	7,623,165
Cash and bank balances	9	<u>2,911,576</u>	<u>3,818,928</u>
Total assets		<u>1,316,082,508</u>	<u>967,615,042</u>
LIABILITIES			
Investment liabilities		(26,214,062)	(8,052)
Creditors:			
Bank overdrafts	9	(11,169)	(1,053,749)
Distributions payable		(4,880,961)	(5,226,353)
Other creditors	10	<u>(17,467,607)</u>	<u>(2,953,062)</u>
Total liabilities		<u>(48,573,799)</u>	<u>(9,241,216)</u>
Net assets attributable to Unitholders		<u>£1,267,508,709</u>	<u>£958,373,826</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. 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 Fund 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. For Index Linked Gilt securities, the indexation element of revenue (which represents capital protection) forms part of distributable revenue. This will have the effect of increasing the distribution yield of the Fund during times of global inflation (or reducing the yield if there is global deflation) but will have a negative impact on the capital value of the Fund in real terms, when taking inflation into account. 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 year. All remaining revenue is distributed in accordance with the COLL.

Fund management fees are deducted from 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 Fund.

Notes to the Financial Statements continued

2. Summary of Significant Accounting Policies continued

(f) Basis of valuation of investments

All investments are valued at their fair value as at 3pm on 5 June 2018, being the last working day of the accounting year. The fair value for non-derivative securities is bid market price, excluding any accrued interest. The fair value for derivative instruments is the cost of closing out the contract on the last working day of the accounting year.

To reduce counterparty default risk, the Fund may hold or pledge collateral with counterparties to some derivative positions. Collateral will either be in the form of cash or highly rated government bonds. Any collateral received by the Fund does not form part of its financial assets as disclosed within the accounts and would only become scheme property in the event of the counterparty defaulting on its financial obligations to the Fund. Where collateral is pledged to a counterparty, the asset remains part of the scheme property of the Fund and is shown within the financial assets of the Fund.

Where values cannot be readily determined, the securities are valued at the Manager's best assessment of their fair and reasonable value.

(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.

(h) Foreign exchange

Transactions in foreign currencies are translated at the rate of exchange ruling on the date of the transaction. Where applicable, assets and liabilities denominated in foreign currencies are translated into Sterling at the rates of exchange ruling at 3pm on 5 June 2018, being the last working day of the accounting year.

3. Net capital losses

	05/06/18	05/06/17
	£	£
The net capital losses during the year comprise:		
Non-derivative securities	(28,249,723)	62,034,971
Forward currency contracts	12,391,341	(64,212,426)
Currency gains/(losses)	669,311	(5,208,591)
Net capital losses	<u>(15,189,071)</u>	<u>(7,386,046)</u>

Notes to the Financial Statements continued

4. Revenue

	05/06/18	05/06/17
	£	£
Bond interest	20,668,076	14,170,614
Bank interest	<u>2,377</u>	<u>657</u>
	<u>20,670,453</u>	<u>14,171,271</u>

5. Expenses

	05/06/18	05/06/17
	£	£
Payable to the Manager, associates of the Manager and agents of either of them:		
Fund management fees	<u>2,189,369</u>	<u>1,434,489</u>
Total expenses	<u>2,189,369</u>	<u>1,434,489</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 year, the total audit fee was £12,685 plus VAT of £2,537.

Notes to the Financial Statements continued

6. Taxation

(a) Analysis of taxation charge in year

	05/06/18	05/06/17
	£	£
Corporation tax	—	—
Current tax [note 6(b)]	—	—
Deferred tax [note 6(c)]	—	—
Total taxation	—	—

(b) Factors affecting taxation charge for the year

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	18,465,290	12,733,545
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2017: 20%)	3,693,058	2,546,709
Effects of:		
Interest distributions deductible for tax purposes	(3,693,058)	(2,546,709)
Current tax	—	—

(c) Provision for deferred tax

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

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:

	05/06/18	05/06/17
	£	£
Interim distribution	8,408,126	3,150,914
Final distribution	<u>10,495,924</u>	<u>10,261,151</u>
	18,904,050	13,412,065
Add: Revenue deducted on cancellation of units	461,509	223,995
Less: Revenue received on creation of units	(900,269)	(1,560,030)
Income tax withheld	<u>—</u>	<u>657,515</u>
Distributions for the year	18,465,290	12,733,545
Interest payable and similar charges		
Bank overdraft interest	<u>15,794</u>	<u>3,237</u>
	<u>18,481,084</u>	<u>12,736,782</u>

8. Debtors

	05/06/18	05/06/17
	£	£
Accrued revenue	4,757,065	3,700,604
Amounts receivable for creation of units	1,516,744	3,367,984
Sales awaiting settlement	<u>37,267,321</u>	<u>554,577</u>
	<u>43,541,130</u>	<u>7,623,165</u>

9. Net uninvested cash

	05/06/18	05/06/17
	£	£
Cash and bank balances	2,911,576	3,818,928
Bank overdrafts	<u>(11,169)</u>	<u>(1,053,749)</u>
Net uninvested cash	<u>2,900,407</u>	<u>2,765,179</u>

Notes to the Financial Statements continued

10. Other creditors

	05/06/18	05/06/17
	£	£
Accrued expenses	247,634	175,493
Amounts payable for cancellation of units	9,693,941	83,066
Payable for foreign exchange contracts	5,890,500	4,338
Purchases awaiting settlement	1,635,532	2,690,165
	<u>17,467,607</u>	<u>2,953,062</u>

11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (5 June 2017: same).

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks

The investments of a Fund 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 Fund 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 Fund 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 Fund 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 Fund can be seen in the Portfolio Statement starting on page 8. Movements in the prices of these investments result in movements in the performance of the Fund. The Manager adheres to the investment guidelines established in the Trust Deed, the Prospectus, the COLL and the Fund's IOG, and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

At 5 June 2018, if the price of the investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £62,170,787 (5 June 2017: £47,808,245).

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 Fund 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 Fund, in line with the stated investment objective and policy of the Fund.

At 5 June 2018, if interest rates on the Fund 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 £1,049,497 (5 June 2017: £808,868). 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 Fund's net assets and liabilities at the balance sheet date was:

	Total	Floating	Fixed	No
05/06/18	£'000	rate	rate	interest
	£'000	£'000	£'000	£'000
Portfolio	1,243,416	1,260,405*	—	(16,989)
Other assets	46,453	2,912†	—	43,541
Other liabilities	(22,360)	(11)†	—	(22,349)
Total	1,267,509	1,263,306	—	4,203

	Total	Floating	Fixed	No
05/06/17	£'000	rate	rate	interest
	£'000	£'000	£'000	£'000
Portfolio	956,165	950,317*	—	5,848
Other assets	11,442	3,819†	—	7,623
Other liabilities	(9,233)	(1,054)†	—	(8,179)
Total	958,374	953,082	—	5,292

* The Fund's floating rate investments earn interest which is variable, based on the changes of inflation within each country.

† The Fund'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 or its overseas equivalent.

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(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.

Forward currency contracts were utilised during the current and the preceding year.

At 5 June 2018, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £381,626 (5 June 2017: £20,563).

The direct foreign currency profile of the Fund's net assets at the balance sheet date was:

05/06/18 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Australian Dollar	(20,795)	20,350	(445)
Canadian Dollar	(36,814)	34,742	(2,072)
Danish Krone	(4,771)	4,546	(225)
Euro	(377,737)	368,291	(9,446)
Japanese Yen	(47,983)	48,074	91
New Zealand Dollar	(8,054)	8,121	67
Swedish Krona	(17,526)	15,741	(1,785)
US Dollar	(784,888)	760,539	(24,349)

05/06/17 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Australian Dollar	(16,079)	16,080	1
Canadian Dollar	(27,637)	26,879	(758)
Danish Krone	(2,994)	2,991	(3)
Euro	(262,223)	262,351	128
Japanese Yen	(32,864)	32,805	(59)
New Zealand Dollar	(6,057)	6,132	75
Swedish Krona	(13,155)	13,123	(32)
US Dollar	(587,249)	589,955	2,706

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 Fund'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 Fund'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 Fund'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 Fund 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.

(f) Derivative Risk - Sensitivity Analysis

Derivative Risk arises from uncertainty about future market movements. This risk is managed by the policies shown within Market risk.

At the balance sheet date, no derivatives were held that could impact the Fund in a significant way (5 June 2017: same).

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(g) 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 Fund's financial instruments held at the year end into a 3 tiered fair value hierarchy. The 3 tiers of the hierarchy and the classification of the Fund's financial instruments as at the balance sheet date were:

05/06/18	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	1,176,951,621	—
Level 2 - Observable Market Data	92,678,181	(26,214,062)
Level 3 - Unobservable Data	—	—
Total	1,269,629,802	(26,214,062)

05/06/17	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	890,394,874	—
Level 2 - Observable Market Data	65,778,075	(8,052)
Level 3 - Unobservable Data	—	—
Total	956,172,949	(8,052)

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.

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(h) Financial Derivative Instruments and Collateral

During the year the Fund made use of 'Over the Counter' (OTC) Derivative Instruments. These types of transactions introduce Counterparty Risk, where a counterparty may fail to meet its financial commitments.

In order to reduce this risk, collateral may be held by the Fund. The counterparties to these transactions and any collateral held by the Fund at the balance sheet date is shown below:

Global exposure and collateral

Counterparty	Derivative Groups: Forward Currency Contracts*	Gain/(Loss) Position	Collateral Held/(Delivered)
Barclays	258,009,161	(4,279,656)	nil
BNP Paribas	282,025	(10,425)	nil
Citigroup	8,935,816	(90,130)	nil
Deutsche	261,782,461	(4,346,088)	nil
Goldman Sachs	167,015,153	(4,552,872)	nil
HSBC	39,789,185	(732,061)	nil
JP Morgan	15,587,166	66,668	nil
Lloyds	237,054,133	(3,960,373)	nil
Merrill Lynch	101,668,833	(215,456)	nil
NatWest Markets	2,934	4,123	nil
RBC Europe	160,153,112	(4,561,840)	nil
RBS	17,082,356	(302,926)	nil
Standard Bank	13,822,194	(30,489)	nil
UBS	90,170,671	417,392	nil
Westpac Banking	16,178,784	(373,634)	nil
Total	1,387,533,984	(22,967,767)	nil

* Includes the exposure from unsettled spot currency contracts at year end.

To reduce the Fund's exposure to Counterparty Default Risk, the Fund holds or delivers cash or investment grade government bonds as collateral.

No collateral was held or delivered at the balance sheet date in the current year.

13. Portfolio transaction costs

As the Fund mainly invests in assets that are not subject to commissions or taxes, there are no transaction costs (5 June 2017: same).

Total purchases for the year: £569,761,605
(5 June 2017: £601,327,221)

Total sales for the year: £240,144,279
(5 June 2017: £210,901,370)

The average portfolio dealing spread, including the effect of foreign exchange, as at the balance sheet date was 0.09% (5 June 2017: 0.13%).

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 44. 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 36 to 42. The distributions per unit class are given in the distribution tables on pages 33 and 34. All classes have the same rights on winding up.

F-Class	Distribution	Accumulation
Opening Units	288,247	414,488
Units issued	—	31,674
Units cancelled	—	—
Units converted	—	—
Closing Units	288,247	446,162

I-Class	Distribution	Accumulation
Opening Units	148,700,699	724,233,389
Units issued	63,539,514	422,703,671
Units cancelled	(26,787,950)	(109,620,204)
Units converted	(16,610)	19,058
Closing Units	185,435,653	1,037,335,914

C-Class	Distribution	Accumulation
Opening Units	173,094,952	175,708,823
Units issued	36,097,518	110,721,275
Units cancelled	(89,358,510)	(22,625,593)
Units converted	4,765	(7,665)
Closing Units	119,838,725	263,796,840

L-Class	Distribution
Opening Units	574,356,836
Units issued	211,717,446
Units cancelled	(11,166,259)
Units converted	—
Closing Units	774,908,023

Notes to the Financial Statements continued

15. Ultimate controlling party and related party transactions

The Manager is regarded as a related party to the Fund because it provides key management personnel services to the Fund. 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 Fund.

Legal & General (Unit Trust Managers) Limited acts as the principal on all the transactions of the units in the Fund. 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 Fund plus any rebates paid by the Authorised Fund Manager to the Fund are shown within notes 3, 4 and 5 as applicable. Any outstanding fees, amounts outstanding on creations or cancellations of units in the Fund, or rebates receivable by the Fund from the Manager are shown within notes 8 and 10 as applicable.

At the year end, the Manager and its associates held 7.98% (11.37% as at 5 June 2017) of the Fund's units in issue.

16. Post balance sheet market movements

As at the close of business on the balance sheet date the Net Asset Value per F-Class accumulation unit was 53.67p. The Net Asset Value per F-Class accumulation unit for the Fund as at 3pm on 25 July 2018 was 53.80p. This represents an increase of 0.24% from the year end value.

Distribution Tables

Distribution Tables for the year ended 5 June 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	
			06/06/17	to 05/12/17
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.2987	—	0.2987	0.1674
Group 2	—	0.2987	0.2987	0.1674
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.3058	—	0.3058	0.1693
Group 2	0.2250	0.0808	0.3058	0.1693
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.3629	—	0.3629	0.1981
Group 2	0.2657	0.0972	0.3629	0.1981
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.3736	—	0.3736	0.2012
Group 2	0.2683	0.1053	0.3736	0.2012
C-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.3896	—	0.3896	0.2107
Group 2	0.2647	0.1249	0.3896	0.2107
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.4021	—	0.4021	0.2142
Group 2	0.2419	0.1602	0.4021	0.2142
L-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/18	05/02/17
Group 1	0.4165	—	0.4165	0.2236
Group 2	0.3159	0.1006	0.4165	0.2236

Distribution Tables continued

Final Interest distribution in pence per unit			Period	
			06/12/17	to 05/06/18
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.3468	—	0.3468	0.4789
Group 2	—	0.3468	0.3468	0.4789
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.3571	—	0.3571	0.4858
Group 2	0.2473	0.1098	0.3571	0.4858
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.4105	—	0.4105	0.5427
Group 2	0.3020	0.1085	0.4105	0.5427
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.4255	—	0.4255	0.5536
Group 2	0.3193	0.1062	0.4255	0.5536
C-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.4373	—	0.4373	0.5704
Group 2	0.3241	0.1132	0.4373	0.5704
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.4544	—	0.4544	0.5820
Group 2	0.3423	0.1121	0.4544	0.5820
L-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/18	05/08/17
Group 1	0.4638	—	0.4638	0.5972
Group 2	0.3541	0.1097	0.4638	0.5972

Fund Information

The Comparative Tables on pages 36 to 42 give the performance of each active share class in the Fund.

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 Fund's performance disclosed in the Manager's report, which is calculated based on the latest published price.

Fund Information continued

Comparative Tables

F-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	52.41	52.74	51.01
Return before operating charges*	0.29	0.63	2.08
Operating charges (calculated on average price)	(0.27)	(0.27)	(0.26)
Return after operating charges*	0.02	0.36	1.82
Distributions on income units [^]	(0.65)	(0.69)	(0.09)
Closing net asset value per unit	51.78	52.41	52.74
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.04%	0.68%	3.57%
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Other Information

Closing net asset value (£)	149,265	151,068	172,104
Closing number of units	288,247	288,247	326,321
Operating charges [†]	0.51%	0.51%	0.51%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	53.01p	54.17p	52.84p
Lowest unit price	51.62p	51.59p	50.52p

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

[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Fund Information continued

Comparative Tables continued

F-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	53.65	53.33	51.51
Return before operating charges*	0.29	0.63	2.10
Operating charges (calculated on average price)	(0.27)	(0.27)	(0.26)
Return after operating charges*	0.02	0.36	1.84
Distributions [^]	(0.66)	(0.70)	(0.09)
Retained distributions on accumulation units [^]	0.66	0.66	0.07
Closing net asset value per unit	53.67	53.65	53.33
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.04%	0.68%	3.57%
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Other Information

Closing net asset value (£)	239,456	222,384	278,777
Closing number of units	446,162	414,488	522,702
Operating charges [†]	0.51%	0.51%	0.51%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	54.43p	54.78p	53.43p
Lowest unit price	52.85p	52.41p	51.09p

[^] Distributions are shown gross of taxation. The amounts shown for 'Retained distributions on accumulation units' are net of 20% income tax, except for distributions made from April 2017 onwards, which will be paid on a gross basis.

[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Fund Information continued

Comparative Tables continued

I-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	52.52	52.83	51.06
Return before operating charges*	0.28	0.62	2.09
Operating charges (calculated on average price)	(0.14)	(0.14)	(0.14)
Return after operating charges*	0.14	0.48	1.95
Distributions on income units [^]	(0.77)	(0.79)	(0.18)
Closing net asset value per unit	51.89	52.52	52.83
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.27%	0.91%	3.82%
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Other Information

Closing net asset value (£)	96,227,765	78,096,523	29,403,388
Closing number of units	185,435,653	148,700,699	55,660,829
Operating charges [†]	0.27%	0.27%	0.27%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	53.19p	54.29p	52.95p
Lowest unit price	51.74p	51.70p	50.58p

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

[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Fund Information continued

Comparative Tables continued

I-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	54.07	53.62	51.68
Return before operating charges*	0.29	0.65	2.12
Operating charges (calculated on average price)	(0.15)	(0.15)	(0.14)
Return after operating charges*	0.14	0.50	1.98
Distributions [^]	(0.80)	(0.81)	(0.18)
Retained distributions on accumulation units [^]	0.80	0.76	0.14
Closing net asset value per unit	54.21	54.07	53.62
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.26%	0.92%	3.83%
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Other Information

Closing net asset value (£)	562,379,684	391,562,505	96,099,978
Closing number of units	1,037,335,914	724,233,389	179,233,726
Operating charges [†]	0.27%	0.27%	0.27%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	54.92p	55.11p	53.71p
Lowest unit price	53.27p	52.76p	51.32p

[^] Distributions are shown gross of taxation. The amounts shown for 'Retained distributions on accumulation units' are net of 20% income tax, except for distributions made from April 2017 onwards, which will be paid on a gross basis.

[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Fund Information continued

Comparative Tables continued

C-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	52.57	52.85	51.09
Return before operating charges*	0.29	0.64	2.08
Operating charges (calculated on average price)	(0.09)	(0.09)	(0.09)
Return after operating charges*	0.20	0.55	1.99
Distributions on income units [^]	(0.83)	(0.83)	(0.23)
Closing net asset value per unit	51.94	52.57	52.85
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.38%	1.04%	3.90%
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Other Information

Closing net asset value (£)	62,244,329	90,990,921	46,768,007
Closing number of units	119,838,725	173,094,952	88,490,799
Operating charges [†]	0.17%	0.17%	0.17%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	53.26p	54.33p	52.99p
Lowest unit price	51.79p	51.74p	50.61p

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

[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Fund Information continued

Comparative Tables continued

C-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	54.22	53.72	51.74
Return before operating charges*	0.30	0.64	2.12
Operating charges (calculated on average price)	(0.09)	(0.09)	(0.09)
Return after operating charges*	0.21	0.55	2.03
Distributions [^]	(0.86)	(0.85)	(0.24)
Retained distributions on accumulation units [^]	0.86	0.80	0.19
Closing net asset value per unit	54.43	54.22	53.72
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.39%	1.02%	3.92%
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Other Information

Closing net asset value (£)	143,578,555	95,278,014	89,289,953
Closing number of units	263,796,840	175,708,823	166,220,004
Operating charges [†]	0.17%	0.17%	0.17%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	55.11p	55.22p	53.81p
Lowest unit price	53.43p	52.88p	51.39p

[^] Distributions are shown gross of taxation. The amounts shown for 'Retained distributions on accumulation units' are net of 20% income tax, except for distributions made from April 2017 onwards, which will be paid on a gross basis.

[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Fund Information continued

Comparative Tables continued

L-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Year ending	05/06/18 (pence per unit)	05/06/17 (pence per unit)	05/06/16 (pence per unit)
Opening net asset value per unit	52.59	52.87	51.11
Return before operating charges*	0.30	0.64	2.08
Operating charges (calculated on average price)	(0.04)	(0.04)	(0.04)
Return after operating charges*	0.26	0.60	2.04
Distributions on income units [^]	(0.88)	(0.88)	(0.28)
Closing net asset value per unit	51.97	52.59	52.87
* after direct transaction costs of:	—	—	—

Performance

Return after charges	0.49%	1.13%	3.99%
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Other Information

Closing net asset value (£)	402,689,655	302,072,411	226,972,280
Closing number of units	774,908,023	574,356,836	429,303,995
Operating charges [†]	0.07%	0.07%	0.07%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	53.31p	54.37p	53.03p
Lowest unit price	51.82p	51.78p	50.63p

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

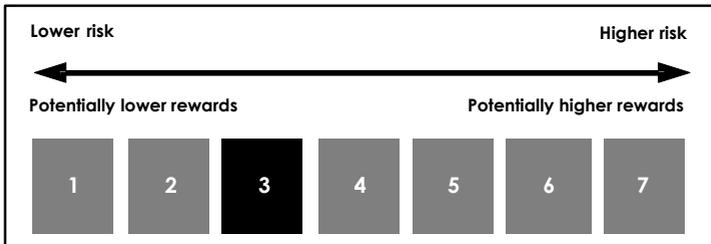
[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a Fund and is calculated based on the last period's figures.

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.

Exchange rate changes may cause the value of any overseas investments to rise or fall.

Risk and Reward Profile



- This risk and reward profile is based on historical data which may not be a reliable indication of the Fund's risk and reward category in the future.
- The category number highlighted above reflects the rate at which the Fund's unit price has moved up and down in the past. If the Fund has less than five years' track record, the number also reflects the rate at which the Index the Fund 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 Fund is in category three 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 Fund's category is not guaranteed to remain the same and may change over time.
- Even a fund in the lowest category is not a risk free investment.

General Information

Constitution

Launch date:	28 August 2013	
Period end dates for distributions:	5 June, 5 December	
Distribution dates:	5 August, 5 February	
Minimum initial lump sum investment:	F-Class*	£500
	I-Class	£1,000,000
	C-Class^	£100,000,000
	L-Class†	£100,000
Minimum monthly contributions:	F-Class*	£50
	I-Class	N/A
	C-Class^	N/A
	L-Class†	N/A
Valuation point:	3pm	
Fund management fees:	F-Class*	Annual 0.51%
	I-Class	Annual 0.27%
	C-Class^	Annual 0.17%
	L-Class†	Annual 0.07%
Initial charge:	F-Class*	Nil
	I-Class	Nil
	C-Class^	Nil
	L-Class†	Nil

* 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 Fund 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 only available to distributors who actively market and distribute such units (or whom the Manager believes intends to do so) and to whom the Manager has confirmed by letter that they meet the criteria for investment in such units.

† L-Class is not available to retail customers and is intended only for investment by Legal & General group companies.

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 Fund 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 Fund is the measure of the volatility of the differences between the return of the Fund and the return of the benchmark Index. It provides an indication of how closely the Fund is tracking the performance of the benchmark Index after considering things such as Fund charges and taxation.

Using monthly returns, over the review year, the annualised Tracking Error of the Fund is 0.06%, whilst over the last three years to the end of June 2018, the annualised Tracking Error of the Fund is 0.04%. These Tracking Errors are within the anticipated Tracking Error levels set out in the Fund's Prospectus of +/-0.50% per annum.

EU Savings Directive

The Fund 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 Fund 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.

Dual Pricing Arrangement

The Manager's fixed dual pricing arrangement has a set spread to account for the costs of transacting in a particular Fund. Where the Manager operates a box through which unit subscriptions and unit redemptions are netted into a single trade instruction to the Trustee, the netting reduces the actual transaction costs and this generates a revenue to the Manager. The revenue generated from this activity is calculated on a monthly basis and returned to the Fund in the form of a payment from the Manager. This provides an enhanced return to the Fund, though the size of any return will be dependent on the size of subscriptions and redemptions.

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 Global Inflation Linked Bond Index Fund, 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:

Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Scheme (Pro-rated) (£'000)
32	6,726	11,997	373

Material Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
22	2,281	3,000	14

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 20 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 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 Index Fund Management team.

General Information continued

Significant Changes

Change of Auditor

With effect from 28 April 2018, PricewaterhouseCoopers LLP ceased to be Independent Auditors of the Fund and KPMG LLP have been appointed. The change of Auditor has no impact on the way the Fund 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 Global Inflation Linked Bond Index Fund, 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 (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 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 (appointed 5 July 2017)
H. Solomon
S. D. Thomas
L. W. Toms
A. R. Toutouchi*
M. J. Zinkula

*Non-executive Director

Secretary

J. McCarthy

Registrar

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

Dealing: 0370 050 0956

Enquiries: 0370 050 0955

Registration: 0370 050 0955

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

Trustee

Northern Trust Global Services PLC
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

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Financial Conduct Authority**

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(Unit Trust Managers) Limited
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