

Legal & General
Mixed Investment Income 20-60% Fund

**Annual Manager's
Short Report
for the year ended
30 October 2018**



Investment Objective and Policy

The objective of the Fund is to deliver both an income return and capital growth.

The Manager will aim to identify a combination of investments that are expected to produce high income (relative to that generally available from the investments permitted), together with the potential for capital growth.

The Fund invests in a broad range of UK and overseas companies' shares, fixed interest securities, cash and other assets including those giving indirect exposure to commodities and property. Between 20% and 60% of the Fund's property will have an exposure to shares.

Exposure to these asset classes will be achieved usually through investment in collective investment schemes but may also be achieved by investing directly in shares, fixed interest securities, cash, near cash, deposits and money market instruments. At times the Fund may be fully invested in collective investments schemes only or direct investments only. The collective investment schemes invested in include index-tracking or actively-managed funds managed by Legal & General.

The Fund will use derivatives for Efficient Portfolio Management purposes only.

Risk Profile

Credit Risk

This Fund holds investments in Collective Investment Schemes which directly invest in financial securities such as bonds. With these investments, there is a risk of suffering loss due to a party not meeting its financial obligations.

Market 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. The Manager adheres to the investment guidelines and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

Currency Risk

This Fund holds Collective Investment Schemes that invest in overseas financial securities. The performance of the Fund may therefore be affected by changes in exchange rates, through its holdings in these schemes.

Interest Rate Risk

This Fund holds investments in interest distributing Funds. The performance of the Fund may therefore be affected by changes in interest rates, through its holdings in these schemes.

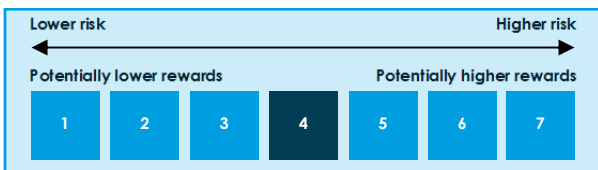
Fund Facts

| | | |
|-------------------------------------|---|-----------|
| Period End Dates for Distributions: | 30 of each month (28 in February), 30 October (Final) | |
| Distribution Dates: | 29 of each month (27 in February), 29 November (Final) | |
| Ongoing Charges Figures: | 30 Oct 18 | 30 Oct 17 |
| F-Class | 0.65% | 0.66% |
| I-Class | 0.51% | 0.52% |
| C-Class | 0.41% | 0.42% |
| D-Class | 1.01% | 1.02% |
| L-Class | 0.09% | 0.10% |

The Ongoing Charges Figure (OCF) is the ratio of the Fund's total disclosable costs (excluding overdraft interest) and all costs suffered through holdings in underlying Collective Investment Schemes, 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.

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 a representative mix of the underlying funds 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.
- This Fund is in category four because the mix of different asset types in which the Fund invests has a balancing effect on the rate at which the Fund share price moves up and down. This type of fund is generally considered to be higher risk than one investing only in bonds and lower risk than one investing only in 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.

Distribution Information

F-Class

The distribution payable on 29 November 2018 is 0.3864p per unit for distribution units and 0.4126p per unit for accumulation units.

I-Class

The distribution payable on 29 November 2018 is 0.3916p per unit for distribution units and 0.4316p per unit for accumulation units.

C-Class

The distribution payable on 29 November 2018 is 0.3941p per unit for distribution units and 0.4356p per unit for accumulation units.

D-Class

The distribution payable on 29 November 2018 is 0.3873p per unit for distribution units and 0.4293p per unit for accumulation units.

L-Class

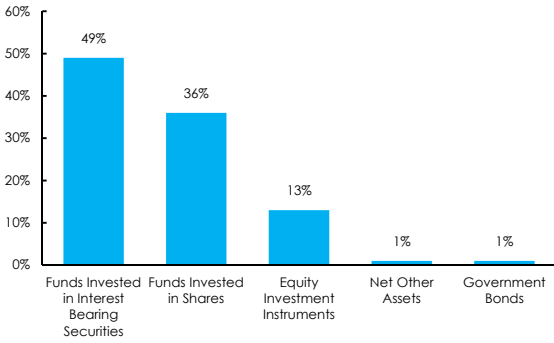
The distribution payable on 29 November 2018 is 0.3923p per unit for distribution units.

Portfolio Information

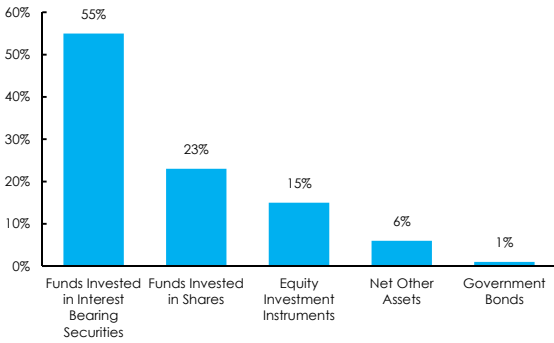
The top 10 holdings and their associated weighting at the current and preceding year ends were:

| Top 10 Holdings at 30 October 2018 | | Top 10 Holdings at 30 October 2017 | |
|--|----------------------------------|--|----------------------------------|
| Holding | Percentage of Net Asset Value | Holding | Percentage of Net Asset Value |
| Legal & General (N) Tracker Trust 'I' Inc | 13.16% | Legal & General High Income Trust 'I' Inc | 12.88% |
| Legal & General Emerging Markets Government Bond (US\$) Index Fund 'L' Inc | 10.39% | Legal & General Emerging Markets Government Bond (US\$) Index Fund 'L' Inc | 10.86% |
| Legal & General High Income Trust 'I' Inc | 9.92% | Legal & General Managed Monthly Income Trust 'I' Inc | 9.76% |
| Legal & General Managed Monthly Income Trust 'I' Inc | 9.02% | LGIM Global Corporate Bond Fund 'B' Acc | 9.29% |
| Legal & General Emerging Markets Government Bond (Local Currency) Index Fund 'L' Inc | 7.94% | Legal & General (N) Tracker Trust 'I' Inc | 7.47% |
| Legal & General European Index Trust 'I' Inc | 7.04% | Legal & General Emerging Markets Government Bond (Local Currency) Index Fund 'L' Inc | 6.24% |
| LGIM Global Corporate Bond Fund 'B' Acc | 6.92% | Legal & General Global Real Estate Dividend Index Fund 'L' Inc | 5.98% |
| iShares UK Dividend UCITS ETF | 6.65% | iShares UK Dividend UCITS ETF | 5.96% |
| Legal & General Global Real Estate Dividend Index Fund 'L' Inc | 6.34% | Legal & General Sterling Corporate Bond Index 'L' Inc | 5.28% |
| Legal & General Global Infrastructure Index Fund 'L' Inc | 5.08% | iShares Euro Stoxx Select Dividends | 4.03% |

Fund Holdings as at 30 October 2018



Fund Holdings as at 30 October 2017



Comparative Tables

F-Class Distribution Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 01/06/16 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 55.60 | 54.45 | 50.00 |
| Return before operating charges* | (1.25) | 3.52 | 5.41 |
| Operating charges (calculated on average price) | (0.35) | (0.36) | (0.15) |
| Return after operating charges* | (1.60) | 3.16 | 5.26 |
| Distributions on income units | (2.00) | (2.01) | (0.81) |
| Closing net asset value per unit | 52.00 | 55.60 | 54.45 |
| * after direct transaction costs of**: | — | — | — |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (2.88)% | 5.80% | 10.52% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|--------|-------|-------|
| Closing net asset value (£) | 23,631 | 1,112 | 1,089 |
| Closing number of units | 45,446 | 2,000 | 2,000 |
| Operating charges† | 0.65% | 0.66% | 0.66% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 56.11p | 56.73p | 55.14p |
| Lowest unit price | 52.09p | 52.26p | 49.97p |

¹ F-Class Units launched on 1 June 2016.

** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

† 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. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

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.

Comparative Tables continued

F-Class Accumulation Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 01/06/16 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 58.49 | 55.25 | 50.00 |
| Return before operating charges* | (1.45) | 3.61 | 5.40 |
| Operating charges (calculated on average price) | (0.37) | (0.37) | (0.15) |
| Return after operating charges* | (1.82) | 3.24 | 5.25 |
| Distributions | (2.12) | (2.05) | (0.81) |
| Retained distributions on accumulation units | 2.12 | 2.05 | 0.81 |
| Closing net asset value per unit | 56.67 | 58.49 | 55.25 |
| * after direct transaction costs of**: | — | — | — |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (3.11)% | 5.86% | 10.50% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|--------|-------|-------|
| Closing net asset value (£) | 40,241 | 637 | 1,105 |
| Closing number of units | 71,008 | 1,089 | 2,000 |
| Operating charges† | 0.65% | 0.66% | 0.66% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 59.31p | 58.73p | 55.67p |
| Lowest unit price | 55.90p | 53.14p | 49.97p |

¹ F-Class Units launched on 1 June 2016.

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Comparative Tables continued

I-Class Distribution Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 57.15 | 55.92 | 50.00 |
| Return before operating charges* | (1.35) | 3.54 | 8.15 |
| Operating charges (calculated on average price) | (0.29) | (0.28) | (0.29) |
| Return after operating charges* | (1.64) | 3.26 | 7.86 |
| Distributions on income units | (2.04) | (2.03) | (1.94) |
| Closing net asset value per unit | 53.47 | 57.15 | 55.92 |
| * after direct transaction costs of**: | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (2.87)% | 5.83% | 15.72% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|-------|-------|---------|
| Closing net asset value (£) | 972 | 1,039 | 80,795 |
| Closing number of units | 1,818 | 1,818 | 144,483 |
| Operating charges† | 0.51% | 0.52% | 0.52% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 57.66p | 58.29p | 56.65p |
| Lowest unit price | 53.57p | 53.66p | 48.08p |

¹ The Fund launched on 5 October 2015.

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Comparative Tables continued

I-Class Accumulation Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 61.38 | 57.99 | 50.00 |
| Return before operating charges* | (1.45) | 3.69 | 8.28 |
| Operating charges (calculated on average price) | (0.31) | (0.30) | (0.29) |
| Return after operating charges* | (1.76) | 3.39 | 7.99 |
| Distributions | (2.22) | (2.14) | (1.96) |
| Retained distributions on accumulation units | 2.22 | 2.14 | 1.96 |
| Closing net asset value per unit | 59.62 | 61.38 | 57.99 |
| * after direct transaction costs of**: | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (2.87)% | 5.85% | 15.98% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|-------|-------|---------|
| Closing net asset value (£) | 982 | 1,011 | 81,531 |
| Closing number of units | 1,647 | 1,647 | 140,589 |
| Operating charges† | 0.51% | 0.52% | 0.52% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 62.37p | 61.70p | 58.44p |
| Lowest unit price | 58.77p | 55.78p | 48.35p |

¹ The Fund launched on 5 October 2015.

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Comparative Tables continued

C-Class Distribution Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|---|--|--|---|
| Opening net asset value per unit | 57.39 | 56.10 | 50.00 |
| Return before operating charges* | (1.33) | 3.58 | 8.27 |
| Operating charges (calculated on average price) | (0.23) | (0.24) | (0.23) |
| Return after operating charges* | (1.56) | 3.34 | 8.04 |
| Distributions on income units | (2.05) | (2.05) | (1.94) |
| Closing net asset value per unit | 53.78 | 57.39 | 56.10 |
| * after direct transaction costs of ^{**} : | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (2.72)% | 5.95% | 16.08% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|-------------|------------|------------|
| Closing net asset value (£) | 71,505,158 | 41,624,960 | 11,110,661 |
| Closing number of units | 132,948,407 | 72,534,785 | 19,806,604 |
| Operating charges† | 0.41% | 0.42% | 0.42% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 57.92p | 58.50p | 56.80p |
| Lowest unit price | 53.87p | 53.84p | 48.11p |

¹ The Fund launched on 5 October 2015.

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Comparative Tables continued

C-Class Accumulation Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 61.69 | 58.17 | 50.00 |
| Return before operating charges* | (1.46) | 3.77 | 8.41 |
| Operating charges (calculated on average price) | (0.25) | (0.25) | (0.24) |
| Return after operating charges* | (1.71) | 3.52 | 8.17 |
| Distributions | (2.24) | (2.16) | (1.97) |
| Retained distributions on accumulation units | 2.24 | 2.16 | 1.97 |
| Closing net asset value per unit | 59.98 | 61.69 | 58.17 |
| * after direct transaction costs of**: | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (2.77)% | 6.05% | 16.34% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|-----------|-----------|-----------|
| Closing net asset value (£) | 1,705,563 | 1,260,920 | 757,855 |
| Closing number of units | 2,843,421 | 2,044,041 | 1,302,819 |
| Operating charges† | 0.41% | 0.42% | 0.42% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 62.74p | 61.99p | 58.62p |
| Lowest unit price | 59.08p | 55.97p | 48.38p |

¹ The Fund launched on 5 October 2015.

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Comparative Tables continued

D-Class Distribution Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|---|--|--|---|
| Opening net asset value per unit | 56.68 | 55.73 | 50.00 |
| Return before operating charges* | (1.26) | 3.58 | 8.24 |
| Operating charges (calculated on average price) | (0.56) | (0.58) | (0.57) |
| Return after operating charges* | (1.82) | 3.00 | 7.67 |
| Distributions on income units | (2.03) | (2.05) | (1.94) |
| Closing net asset value per unit | 52.83 | 56.68 | 55.73 |
| * after direct transaction costs of ^{**} : | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (3.21)% | 5.38% | 15.34% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|--------------------------------|-----------|---------|---------|
| Closing net asset value (£) | 651,795 | 466,563 | 255,102 |
| Closing number of units | 1,233,681 | 823,162 | 457,720 |
| Operating charges [†] | 1.01% | 1.02% | 1.02% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 57.16p | 57.91p | 56.49p |
| Lowest unit price | 52.93p | 53.46p | 48.01p |

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Comparative Tables continued

D-Class Accumulation Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 60.99 | 57.82 | 50.00 |
| Return before operating charges* | (1.40) | 3.78 | 8.40 |
| Operating charges (calculated on average price) | (0.61) | (0.61) | (0.58) |
| Return after operating charges* | (2.01) | 3.17 | 7.82 |
| Distributions | (2.22) | (2.16) | (1.97) |
| Retained distributions on accumulation units | 2.22 | 2.16 | 1.97 |
| Closing net asset value per unit | 58.98 | 60.99 | 57.82 |
| * after direct transaction costs of**: | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (3.30)% | 5.48% | 15.64% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|---------|---------|---------|
| Closing net asset value (£) | 391,680 | 349,896 | 174,312 |
| Closing number of units | 664,056 | 573,733 | 301,481 |
| Operating charges† | 1.01% | 1.02% | 1.02% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 61.79p | 61.31p | 58.27p |
| Lowest unit price | 58.28p | 55.61p | 48.28p |

¹ The Fund launched on 5 October 2015.

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Comparative Tables continued

L-Class Distribution Units

Change in Net Asset Value per Unit

| Accounting Year ending | 31/10/17 to 30/10/18 (pence per unit) | 31/10/16 to 30/10/17 (pence per unit) | 05/10/15 to 30/10/16 ¹ (pence per unit) |
|--|--|--|---|
| Opening net asset value per unit | 56.93 | 56.25 | 50.00 |
| Return before operating charges* | (1.33) | 2.77 | 8.23 |
| Operating charges (calculated on average price) | (0.05) | (0.06) | (0.05) |
| Return after operating charges* | (1.38) | 2.71 | 8.18 |
| Distributions on income units | (2.03) | (2.03) | (1.93) |
| Closing net asset value per unit | 53.52 | 56.93 | 56.25 |
| * after direct transaction costs of**: | — | — | 0.01 |

Performance

| | | | |
|----------------------|---------|-------|--------|
| Return after charges | (2.42)% | 4.82% | 16.36% |
|----------------------|---------|-------|--------|

Other Information

| | | | |
|-----------------------------|-------|-------|-----------|
| Closing net asset value (£) | 738 | 785 | 5,618,736 |
| Closing number of units | 1,379 | 1,379 | 9,989,035 |
| Operating charges† | 0.09% | 0.10% | 0.10% |
| Direct transaction costs | 0.00% | 0.00% | 0.01% |

Prices

| | | | |
|--------------------|--------|--------|--------|
| Highest unit price | 57.48p | 58.03p | 56.95p |
| Lowest unit price | 53.57p | 54.00p | 48.15p |

¹ The Fund launched on 5 October 2015.

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

Manager's Investment Report

During the year under review, the bid price of the Fund's I-Class accumulation units fell by 2.61%. The Fund over-performed its peer group as funds within the Investment Association Mixed Investment 20-60% Sector delivered a mean (average) return of -2.71% (Source: Lipper Hindsight).

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 broadly improved over the past twelve months, driven increasingly by the strength of domestic demand in the major economies. 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 remained in reasonable shape underpinned by improving consumer and business sentiment, as the impact of tax cuts, and a strong labour market have boosted domestic demand. US economic growth accelerated during the second quarter of 2018 to its fastest rate of growth in almost four years. The Federal Reserve (Fed) sanctioned a gradual tightening of monetary policy, raising interest rates four times over the last twelve months. The Fed also began unwinding its asset purchase programme, known as quantitative easing (QE), last 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 there was some loss of momentum during the first half of 2018 with a slowdown in Germany and France, the region's two largest economies. The European Central Bank (ECB) announced it would cease its monthly asset purchase programme by the end of 2018. With inflation remaining subdued the ECB has signalled interest rates are likely to remain on hold at least until mid-2019.

In the UK, both economic and political uncertainty heightened over the last 12 months, with precariousness as to the outcome of Brexit negotiations and the implications for trade with the EU. The UK economy grew at its slowest pace for six years during the first quarter of 2018, although growth recovered somewhat during the second quarter. 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.

Manager's Investment Report continued

Looking at the Asian economies, Japan recorded eight consecutive quarters of growth as monetary policy has remained loose, although the economy contracted during the first quarter of 2018, before subsequently rebounding in the second quarter. The Chinese authorities have adopted a range of policy initiatives to facilitate the economy's transition from export and investment-driven growth towards consumption and services, while tightening regulation of shadow banking and encouraging debt reduction in the broader economy. Recent Chinese economic indicators suggest year-on-year growth remains in line with the government's 6.5% target.

Amongst other emerging economies, Brazil saw a turn in fortunes after a two-year recession ended in 2017 while the Russian economy has expanded for eight consecutive quarters, given the boost of a recovery in commodity markets.

More recently, October saw a market correction for equities which severely impacted 2018's performance to date, although was not of the same order of magnitude as a similar event in February. Credit spreads widened modestly, and yields for developed-market bonds jumped higher. Emerging market debt assets, particularly local currency denominated debt, has suffered over 2018 to date.

Fund Review

The Fund saw a negative return over the review year. The Fund's holdings in emerging market debt contributed negatively to performance, as did equities, which sold off during October. Between a market correction in February and October's sell-off, risk assets, particularly US equities, had performed well against the backdrop of a strengthening global economy and US tax cuts, although Trump's on-going trade adventurism with China and Germany gave cause for concern. In Europe, political populism was a concern as Italy's government prepared to loosen its fiscal belt.

Towards the end of the year under review, we closed our world telecoms position as the underlying companies of our investment changed following the reclassification of several key stocks. Following strong performance, we reduced our European utilities holdings. As we upgraded our medium-term view on emerging market equities from slightly negative to neutral, we topped up our position in the asset class.

Manager's Investment Report continued

Outlook

We have seen a correction that should be large enough to make US equities look less expensive than other equity markets. Overall, equity markets do not look expensive especially when compared to other asset classes such as government bonds. Secondly, the global economy looks to be in good shape with a combination of solid growth, low recession risk and transparent central banks, a generally supportive environment for equities.

Legal & General Investment Management Limited

(Investment Adviser)

9 November 2018

Manager's Report and Accounts

Copies of the most recent Interim and Annual Long Form Manager's Reports are available free of charge by telephoning 0370 050 0955, by writing to the Manager or are available on the internet at www.legalandgeneral.com/investments/fund-information/managers-reports.

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

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.

Minimum Investment Amounts

The minimum initial lump sum investment amounts for each class are as follows:

| | |
|---------|--------------|
| F-Class | £20 |
| I-Class | £1,000,000 |
| C-Class | £100,000,000 |
| D-Class | £100 |
| L-Class | £100,000 |

Regular monthly investments are available to those Unitholders who have a regular savings plan with the Manager. Regular monthly contributions can be made into the Fund with a minimum amount of £20 per month.

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 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.

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

Other Information

The information in this report is designed to enable unitholders to understand how the Fund has performed during the year under review and how it is invested at the year end. Further information on the activities and performance of the Fund can be obtained by telephoning 0370 050 0955 or by writing to the Manager.

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

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 Mixed Investment Income 20-60% 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.

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

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

Trustee

Northern Trust Global Services SE

Trustee and Depositary Services

50 Bank Street,

Canary Wharf,

London E14 5NT

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

Independent Auditors

KPMG LLP

15 Canada Square,

London E14 5GL

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

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