

Legal & General High Income Trust  
**Interim Manager's Report**  
**for the period ended**  
**5 March 2019**  
**(Unaudited)**





# Contents

	<b>Page Number</b>
Manager's Investment Report	2
Authorised Status	4
Directors' Statement	4
Portfolio Statement	5
Statement of Total Return	22
Statement of Change in Net Assets attributable to Unitholders	22
Balance Sheet	23
Notes to the Financial Statements	24
Trust Information	25
Risk and Reward Profile	26
General Information	27

# Manager's Investment Report

## Investment Objective and Policy

The objective of the Trust is to invest in a variety of fixed interest securities, including overseas issues in order to achieve a high income.

Securities selected will normally be of an investment rating commensurate with the objective.

The Trust may hold derivatives for the purpose of Efficient Portfolio Management.

## Manager's Investment Report

During the period under review, the Trust's R-Class accumulation units fell by 0.47%.

**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 high yield market posted negative returns in the first half of the period, as risk assets continued to be volatile. However, high yield bonds outperformed equities, which suffered a significant sell-off. Emerging market bonds outperformed as investors become more optimistic on the prospect of a trade deal between the US and China while US high yield was weak, particularly in December. Tightening monetary conditions remain an important driver in markets and a lack of soothing words from the US Federal Reserve was a key reason for the continued risk-off tone. This was exacerbated by fragile commodity markets, with a particular focus on oil prices – much of the market weakness was focused on energy-sensitive names.

However, January witnessed a strong rebound across just about every asset class, reversing December's weakness. The combination of attractive valuations and a dovish shift from the US Federal Reserve provided the impetus for a very strong start to the year. In a speech earlier in the month, Chair Jerome Powell said that the Fed could be patient before adjusting rates. He referenced undershooting inflation data over a sustained period and contradicted messages made in December implying that the Fed was on autopilot.

Risky assets continued to rally in February, although not quite as much as they did during January. Throughout the month there were a number of positive headlines regarding key near-term risks: the US/China trade talks resulted in a further delay to new tariffs, a bumper Chinese credit number promised an improvement in economic activity and a no-deal Brexit appeared to become less likely.

## Trust Review

The Trust delivered modestly negative returns over the review period. In the first half of the period we made some notable portfolio changes in terms of strategic positioning. We moved to an underweight position in Europe owing to greater recession risk in the region, and moved from being marginally underweight to marginally overweight in North America, where we continued to see robust economic growth.

During February however, our outlook began to change again as global macro conditions improved. Having had the Federal Reserve already signal more dovishness, we began to see signs of bottoming economic activity in China and Europe.

## Manager's Investment Report continued

Consequently, we altered our stance and started to reduce our US high yield overweight position and purchase single B risk in Europe. We continued to hold a small overweight position in emerging markets high yield, where yields are attractive as the growth outlook improves and rate rises remain on hold. Overall the Trust remains positioned with more yield than the benchmark.

### **Outlook**

Looking ahead, the dovish shift from Jerome Powell is clearly very important given the concerns we have about tightening liquidity conditions, particularly in the US. Even though valuations have recovered significantly since the start of the year, they are still far from the very expensive levels we saw at the start of 2018. Therefore, tactically holding more credit risk within the portfolio makes sense to us at this juncture.

Legal & General Investment Management Limited  
(Investment Adviser)  
13 March 2019

## Authorised Status

### Authorised Status

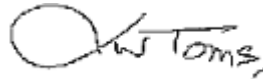
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

### Directors' Statement

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



A. J. C. Craven  
(Director)



L. W. Toms  
(Director)

Legal & General (Unit Trust Managers) Limited  
26 March 2019

# Portfolio Statement

## Portfolio Statement as at 5 March 2019

All investments are in sub-investment grade securities unless otherwise stated.  
The percentages in brackets show the equivalent holdings at 5 September 2018.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>NORTH AMERICA</b>		
	<b>— 63.65% (55.65%)</b>		
	<b>United States — 55.31% (47.67%)</b>		
USD4,540,000	Actuant 5.625% 15/06/2022	3,471,106	0.27
USD2,060,000	AK Steel 6.375% 15/10/2025	1,297,515	0.10
USD11,605,000	Alliance Resource Finance 7.5% 01/05/2025 <sup>1</sup>	9,202,978	0.71
USD2,050,000	AMC Networks 5% 01/04/2024	1,542,070	0.12
USD5,920,000	AMC Networks 4.75% 01/08/2025	4,361,953	0.34
USD3,110,000	American Axle & Manufacturing 6.25% 15/03/2026	2,306,981	0.18
USD1,752,000	American Axle & Manufacturing 6.5% 01/04/2027	1,306,272	0.10
USD2,045,000	American Builders & Contractors Supply 5.875% 15/05/2026	1,581,218	0.12
USD2,555,000	AmeriGas Partners 5.75% 20/05/2027	1,904,204	0.15
USD2,000,000	Antero Resources 5.375% 01/11/2021	1,529,121	0.12
USD5,947,000	Asbury Automotive 6% 15/12/2024	4,580,690	0.35
USD10,515,000	Bausch Health Americas 9.25% 01/04/2026	8,553,037	0.66
USD4,432,000	Beazer Homes USA 8.75% 15/03/2022	3,497,841	0.27
EUR1,520,000	Belden 3.375% 15/07/2027	1,308,749	0.10
EUR10,511,000	Belden 3.875% 15/03/2028	9,051,890	0.70
USD695,000	Berry Global 5.5% 15/05/2022	535,325	0.04
USD3,360,000	Berry Global 5.125% 15/07/2023	2,565,737	0.20
USD4,965,000	Berry Global 4.5% 15/02/2026	3,541,718	0.27
USD2,250,000	Berry Petroleum 7% 15/02/2026	1,703,187	0.13
USD3,025,000	Blue Racer Midstream Finance 6.125% 15/11/2022	2,335,752	0.18
USD2,530,000	Blue Racer Midstream Finance 6.625% 15/07/2026	1,953,538	0.15
USD1,500,000	Boyd Gaming 6.875% 15/05/2023	1,188,105	0.09
USD4,675,000	Boyd Gaming 6% 15/08/2026	3,627,537	0.28
USD7,425,000	Brink's 4.625% 15/10/2027	5,368,651	0.41
USD4,925,000	BWAY 5.5% 15/04/2024	3,681,369	0.28
USD11,502,000	Cablevision Systems 5.875% 15/09/2022	8,990,369	0.69
USD4,579,000	Caleres 6.25% 15/08/2023	3,600,826	0.28
USD3,160,000	Calpine 5.25% 01/06/2026	2,344,071	0.18
USD3,310,000	CCM Merger 6% 15/03/2022	2,565,234	0.20
USD4,000,000	CCO Capital 5.875% 01/04/2024	3,160,690	0.24
USD1,125,000	CCO Capital 5.875% 01/05/2027	870,802	0.07
USD1,500,000	CEMEX Finance 6% 01/04/2024	1,163,927	0.09
USD2,935,000	CF Industries 5.15% 15/03/2034	2,086,561	0.16
USD945,000	CFX Escrow 6% 15/02/2024	741,335	0.06

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
USD630,000	CFX Escrow 6.375% 15/02/2026	499,597	0.04
USD850,000	Cheniere Energy Partners 5.25% 01/10/2025	653,231	0.05
USD1,835,000	Cheniere Energy Partners 5.625% 01/10/2026	1,416,894	0.11
USD2,640,000	Chesapeake Energy 5.75% 15/03/2023	1,928,287	0.15
USD7,715,000	Cleaver-Brooks 7.875% 01/03/2023	5,664,399	0.44
USD3,610,000	CommScope 5% 15/06/2021	2,742,942	0.21
USD750,000	CommScope Finance 5.5% 01/03/2024	582,311	0.04
USD750,000	CommScope Finance 6% 01/03/2026	585,316	0.04
USD4,220,000	CommScope Finance 8.25% 01/03/2027	3,317,523	0.25
USD4,110,000	CommScope Technologies 5% 15/03/2027	2,771,969	0.21
USD1,575,000	Community Health Systems 6.25% 31/03/2023	1,138,446	0.09
USD495,000	Community Health Systems 8.125% 30/06/2024	302,766	0.02
USD6,070,000	CONSOL Energy 11% 15/11/2025	5,251,223	0.40
USD2,615,000	Core & Main 6.125% 15/08/2025	1,920,544	0.15
USD4,275,000	Covey Park Energy 7.5% 15/05/2025	3,017,074	0.23
USD1,570,000	Crestwood Midstream Finance 6.25% 01/04/2023	1,225,333	0.09
USD2,150,000	Crestwood Midstream Finance 5.75% 01/04/2025	1,645,845	0.13
USD5,830,000	Crown Americas Capital 4.75% 01/02/2026	4,424,207	0.34
USD3,600,000	CSC 7.5% 01/04/2028	2,895,845	0.22
USD1,325,000	CSC 6.5% 01/02/2029	1,055,777	0.08
USD2,965,000	DaVita 5% 01/05/2025	2,157,233	0.17
USD2,860,000	DCP Midstream Operating 5.375% 15/07/2025	2,251,755	0.17
USD1,980,000	Delek Logistics Partners 6.75% 15/05/2025	1,438,702	0.11
USD5,655,000	Dell 7.1% 15/04/2028	4,570,347	0.35
USD3,957,000	Dell 5.4% 10/09/2040	2,511,129	0.19
USD335,000	Dell International 7.125% 15/06/2024	269,731	0.02
USD3,500,000	Dell International 6.02% 15/06/2026 <sup>1</sup>	2,825,936	0.22
USD5,260,000	DISH DBS 5.875% 15/11/2024	3,328,040	0.26
USD4,405,000	Eldorado Resorts 6% 15/09/2026	3,388,783	0.26
USD4,050,000	EMI Music Publishing Group 7.625% 15/06/2024	3,257,826	0.25
USD5,208,000	Encompass Health 5.75% 01/11/2024	4,001,593	0.31
USD1,110,000	Endeavor Energy Resources 5.5% 30/01/2026	882,356	0.07
USD3,350,000	Endo Finance 5.75% 15/01/2022	2,364,257	0.18
USD2,513,000	Endo Finance 5.375% 15/01/2023	1,578,074	0.12
USD3,730,000	Endo Finance 6% 15/07/2023	2,326,636	0.18



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>United States — (cont.)</b>			
USD500,000	Endo Finance 5.875% 15/10/2024	378,723	0.03
USD14,108,000	Endo Finance 6% 01/02/2025	8,267,827	0.64
USD888,000	Energy Transfer 5.5% 01/06/2027	707,570	0.05
USD3,125,000	ESH Hospitality 5.25% 01/05/2025	2,371,466	0.18
USD5,685,000	Exela Finance 10% 15/07/2023	4,411,240	0.34
USD235,000	First Quality Finance 4.625% 15/05/2021	177,888	0.01
USD4,521,000	First Quality Finance 5% 01/07/2025	3,357,942	0.26
USD3,050,000	Ford Motor Credit Company 5.596% 07/01/2022 <sup>1</sup>	2,372,327	0.18
USD3,085,000	Ford Motor Credit Company 3.219% 09/01/2022 <sup>1</sup>	2,248,085	0.17
EUR643,000	Ford Motor Credit Company 3.021% 06/03/2024 <sup>1</sup>	556,671	0.04
GBP6,000,000	Ford Motor Credit Company 4.535% 06/03/2025 <sup>1</sup>	6,036,420	0.46
USD5,345,000	Freeport-McMoRan 4.55% 14/11/2024	3,990,243	0.31
USD8,855,000	Freeport-McMoRan 5.4% 14/11/2034	6,098,207	0.47
USD2,829,000	GCI 6.75% 01/06/2021	2,162,942	0.17
USD5,510,000	GCI 6.875% 15/04/2025	4,296,357	0.33
USD7,000,000	General Electric 6.75% 15/03/2032 <sup>1</sup>	6,089,742	0.47
EUR4,700,000	General Electric 2.125% 17/05/2037 <sup>1</sup>	3,527,140	0.27
GBP2,000,000	General Electric 5.375% 18/12/2040 <sup>1</sup>	2,380,542	0.18
USD1,600,000	General Electric 4.125% 09/10/2042 <sup>1</sup>	1,030,389	0.08
USD1,500,000	General Electric 4.5% 11/03/2044 <sup>1</sup>	1,022,019	0.08
USD1,650,000	Genesis Energy Finance 6% 15/05/2023	1,250,569	0.10
USD3,950,000	Genesis Energy Finance 6.25% 15/05/2026	2,780,212	0.21
USD6,185,000	GEO 6% 15/04/2026	4,365,054	0.34
USD6,128,000	GLP Finance 7% 15/06/2023	4,615,473	0.35
USD1,050,000	GLP Financing II 5.25% 01/06/2025 <sup>1</sup>	821,530	0.06
USD4,225,000	GLP Financing II 5.375% 15/04/2026 <sup>1</sup>	3,288,013	0.25
USD9,649,000	Golden Nugget 6.75% 15/10/2024	7,395,552	0.57
USD5,590,000	Griffon 5.25% 01/03/2022	4,187,271	0.32
USD6,145,000	H&E Equipment Services 5.625% 01/09/2025	4,628,277	0.36
USD2,862,000	HCA 5.375% 01/02/2025	2,247,465	0.17
USD13,845,000	HCA 5.625% 01/09/2028	10,844,729	0.83
USD2,630,000	HCA 5.875% 01/02/2029	2,085,638	0.16
USD3,712,000	Hilcorp Finance 5.75% 01/10/2025	2,788,753	0.21
USD260,000	Hilcorp Finance 6.25% 01/11/2028	193,853	0.01
USD5,020,000	Hill-Rom 5.75% 01/09/2023	3,919,047	0.30
USD5,070,000	Hill-Rom 5% 15/02/2025	3,849,971	0.30
USD2,750,000	Hologic 4.375% 15/10/2025	2,043,848	0.16
USD3,580,000	Hologic 4.625% 01/02/2028	2,614,874	0.20
USD11,672,000	Hof Topic 9.25% 15/06/2021	8,851,985	0.68
USD500,000	Hughes Satellite Systems 7.625% 15/06/2021	404,933	0.03

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
USD3,690,000	Hughes Satellite Systems 5.25% 01/08/2026 <sup>1</sup>	2,744,223	0.21
USD2,120,000	Indigo Natural Resources 6.875% 15/02/2026	1,399,658	0.11
USD8,945,000	Jack Ohio Finance 6.75% 15/11/2021	6,991,728	0.54
USD6,137,000	Jacobs Entertainment 7.875% 01/02/2024	4,890,039	0.38
USD5,705,000	JB Poindexter 7.125% 15/04/2026	4,286,055	0.33
USD4,000,000	JBS USA Finance 5.75% 15/06/2025	3,077,215	0.24
USD50,000	JPW Industries 9% 01/10/2024	37,659	—
USD5,695,000	Kennedy-Wilson 5.875% 01/04/2024	4,246,129	0.33
USD2,585,000	KGA Escrow 7.5% 15/08/2023	1,978,842	0.15
USD3,680,000	Koppers 6% 15/02/2025	2,478,467	0.19
EUR2,300,000	Kronos International 3.75% 15/09/2025	1,844,386	0.14
USD1,612,000	L Brands 6.75% 01/07/2036	1,042,861	0.08
USD8,744,000	L Brands 7.6% 15/07/2037	5,258,675	0.40
USD4,395,000	Lamb Weston 4.875% 01/11/2026	3,335,230	0.26
USD12,920,000	Land O'Lakes Capital Trust I 7.45% 15/03/2028	10,515,423	0.81
USD1,915,000	Laredo Petroleum 5.625% 15/01/2022	1,366,040	0.10
USD2,855,000	Laredo Petroleum 6.25% 15/03/2023	2,025,744	0.16
USD2,255,000	Lions Gate Capital 6.375% 01/02/2024	1,762,588	0.14
USD3,175,000	Marriott Ownership Resorts 6.5% 15/09/2026	2,493,739	0.19
USD3,915,000	Matador Resources 5.875% 15/09/2026	2,963,546	0.23
USD4,075,000	McGraw-Hill Global Education Finance 7.875% 15/05/2024	2,473,914	0.19
USD1,580,000	MEDNAX 6.25% 15/01/2027 <sup>1</sup>	1,208,006	0.09
USD5,761,000	Men's Wearhouse 7% 01/07/2022	4,360,916	0.34
USD7,840,000	Meredith 6.875% 01/02/2026	6,172,642	0.47
USD2,250,000	MGM Growth Properties Operating Partnership 5.75% 01/02/2027	1,744,849	0.13
USD3,705,000	MGM Resorts International 6% 15/03/2023	2,938,133	0.23
USD2,195,000	MGM Resorts International 4.625% 01/09/2026	1,587,127	0.12
USD5,085,000	MPT Operating Partnership 5% 15/10/2027 <sup>1</sup>	3,858,375	0.30
USD870,000	Mueller Water Products 5.5% 15/06/2026	661,867	0.05
USD1,395,000	Murphy Oil 6.875% 15/08/2024 <sup>1</sup>	1,119,809	0.09
USD2,790,000	Murphy Oil 5.75% 15/08/2025 <sup>1</sup>	2,152,074	0.17
USD5,689,000	Netflix 5.875% 15/02/2025	4,585,694	0.35
USD3,340,000	Netflix 4.375% 15/11/2026	2,443,377	0.19
EUR800,000	Netflix 3.625% 15/05/2027	702,817	0.05
USD2,025,000	Netflix 5.875% 15/11/2028	1,601,744	0.12
EUR6,107,000	Netflix 4.625% 15/05/2029	5,562,306	0.43

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
USD5,950,000	Nexstar Broadcasting 5.625% 01/08/2024	4,520,239	0.35
USD2,180,000	NGL Energy Finance 5.125% 15/07/2019	1,654,335	0.13
USD6,820,000	NGL Energy Finance 6.125% 01/03/2025	4,877,897	0.37
USD4,185,000	Nine Energy Service 8.75% 01/11/2023	3,183,807	0.24
USD745,000	Novelis 5.875% 30/09/2026	551,393	0.04
USD1,000,000	Oasis Petroleum 6.875% 15/03/2022	761,715	0.06
USD2,885,000	Oasis Petroleum 6.875% 15/01/2023	2,170,181	0.17
USD1,335,000	Oasis Petroleum 6.25% 01/05/2026	959,275	0.07
USD1,935,000	Owens-Brockway Glass Container 5% 15/01/2022	1,501,451	0.12
USD480,000	Owens-Brockway Glass Container 5.875% 15/08/2023	381,559	0.03
USD1,400,000	Owens-Brockway Glass Container 5.375% 15/01/2025	1,075,697	0.08
USD1,850,000	Owens-Brockway Glass Container 6.375% 15/08/2025	1,474,103	0.11
USD6,315,000	Park-Ohio Industries 6.625% 15/04/2027	4,696,414	0.36
USD1,280,000	Parsley Energy 5.25% 15/08/2025	956,782	0.07
USD8,475,000	Peabody Energy 6% 31/03/2022	6,509,301	0.50
USD90,000	Penske Automotive 5.375% 01/12/2024	67,615	—
USD2,915,000	Penske Automotive 5.5% 15/05/2026	2,167,862	0.17
USD6,660,000	Post 5% 15/08/2026	4,877,176	0.37
USD7,940,000	Prestige Brands 5.375% 15/12/2021	6,040,485	0.46
USD6,760,000	Pyxus International 8.5% 15/04/2021	5,168,430	0.40
USD1,645,000	QEP Resources 6.875% 01/03/2021	1,288,911	0.10
USD2,693,000	QEP Resources 5.25% 01/05/2023	1,969,553	0.15
USD1,515,000	QEP Resources 5.625% 01/03/2026	1,077,831	0.08
USD5,265,000	Quapaw Downstream Development Authority 10.5% 15/02/2023	4,055,378	0.31
EUR5,349,000	Quintiles IMS 3.25% 15/03/2025	4,697,509	0.36
USD1,000,000	Rackspace Hosting 8.625% 15/11/2024	660,216	0.05
USD460,000	Range Resources 5.75% 01/06/2021	352,571	0.03
USD2,320,000	Range Resources 5.875% 01/07/2022	1,778,182	0.14
USD1,495,000	Range Resources 5% 15/08/2022	1,108,274	0.08
USD1,404,000	Range Resources 5% 15/03/2023	1,022,834	0.08
EUR400,000	Refinitiv US 6.875% 15/11/2026	332,298	0.03
USD580,000	Resideo Funding 6.125% 01/11/2026	455,549	0.03
USD3,875,000	Rio Oil Finance 8.2% 06/04/2028	3,168,545	0.24
USD7,568,000	Rite Aid 6.125% 01/04/2023	4,924,727	0.38
USD2,945,000	Rivers Pittsburgh Finance 6.125% 15/08/2021	2,248,838	0.17
USD5,318,000	Scientific Games International 10% 01/12/2022	4,242,494	0.33

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
USD4,095,000	Scientific Games International 5% 15/10/2025	3,006,573	0.23
EUR6,756,000	Scientific Games International 3.375% 15/02/2026	5,570,908	0.43
EUR6,950,000	Scientific Games International 5.5% 15/02/2026	5,498,535	0.42
USD4,730,000	Scientific Games International 8.25% 15/03/2026	3,589,451	0.28
USD1,820,000	Select Medical 6.375% 01/06/2021	1,384,595	0.11
USD1,095,000	SESI 7.125% 15/12/2021	766,562	0.06
USD3,700,000	Shea Homes 5.875% 01/04/2023	2,709,543	0.21
USD1,200,000	Shea Homes 6.125% 01/04/2025	856,004	0.07
USD4,260,000	Sinclair Television 5.125% 15/02/2027	3,038,816	0.23
USD4,526,000	Sirius XM Radio 5.375% 15/04/2025	3,511,921	0.27
USD651,000	SM Energy 6.125% 15/11/2022	489,084	0.04
USD515,000	SM Energy 5% 15/01/2024	364,193	0.03
USD870,000	SM Energy 5.625% 01/06/2025	612,351	0.05
USD915,000	Southwestern Energy 7.5% 01/04/2026	717,800	0.05
USD5,145,000	Southwestern Energy 7.75% 01/10/2027	4,041,035	0.31
USD4,700,000	Spectrum Brands 6.125% 15/12/2024	3,522,102	0.27
USD6,725,000	Sprint 7.875% 15/09/2023	5,447,875	0.42
USD4,752,000	Sprint 7.125% 15/06/2024	3,708,705	0.28
USD2,255,000	Sprint 7.625% 15/02/2025	1,783,978	0.14
USD4,810,000	Sprint Capital 6.875% 15/11/2028	3,604,534	0.28
USD4,550,000	Sprint Capital 8.75% 15/03/2032	3,737,715	0.29
USD2,715,000	Sprint Communications 6% 15/11/2022	2,086,084	0.16
USD3,860,000	Stevens 6.125% 01/10/2026	3,002,466	0.23
USD1,145,000	Sunoco Finance 4.875% 15/01/2023	883,025	0.07
USD2,520,000	Sunoco Finance 5.875% 15/03/2028	1,893,227	0.15
EUR15,098,000	Superior Industries International 6% 15/06/2025	11,230,167	0.86
USD1,265,000	Talen Energy Supply 9.5% 15/07/2022	1,031,967	0.08
USD4,190,000	Tallgrass Energy Finance 5.5% 15/09/2024	3,259,154	0.25
USD1,530,000	Targa Resources Partners 5.25% 01/05/2023	1,178,486	0.09
USD3,345,000	Targa Resources Partners 5.375% 01/02/2027	2,557,456	0.20
USD645,000	Targa Resources Partners 6.5% 15/07/2027	516,392	0.04
USD645,000	Targa Resources Partners 6.875% 15/01/2029	518,839	0.04
USD2,915,000	Tempur Sealy International 5.625% 15/10/2023	2,256,346	0.17
USD6,455,000	Tempur Sealy International 5.5% 15/06/2026	4,899,529	0.38
USD1,881,000	Tenet Healthcare 6.75% 15/06/2023	1,460,442	0.11

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
USD3,215,000	Tenet Healthcare 6.25% 01/02/2027	2,522,107	0.19
USD9,150,000	Tesla 5.3% 15/08/2025	6,093,056	0.47
GBP1,568,000	Time Warner Cable 5.25% 15/07/2042 <sup>1</sup>	1,755,285	0.13
USD3,865,000	Titan International 6.5% 30/11/2023	2,735,050	0.21
USD1,160,000	T-Mobile USA 6.375% 01/03/2025	914,399	0.07
USD2,235,000	T-Mobile USA 4.75% 01/02/2028	1,645,190	0.13
USD605,000	TransDigm 6% 15/07/2022	468,298	0.04
USD7,930,000	TransDigm 6.25% 15/03/2026	6,160,756	0.47
USD4,425,000	TRI Pointe 5.25% 01/06/2027	2,988,617	0.23
USD3,820,000	Tribune Media 5.875% 15/07/2022	2,953,234	0.23
USD2,205,000	Trilogy International Partners 8.875% 01/05/2022	1,615,912	0.12
USD7,630,000	Uber Technologies 7.5% 01/11/2023 <sup>2</sup>	5,949,402	0.46
USD5,920,000	Uber Technologies 8% 01/11/2026 <sup>2</sup>	4,683,437	0.36
USD2,960,000	Ultra Resources 6.875% 15/04/2022	808,651	0.06
USD3,065,000	Ultra Resources 7.125% 15/04/2025	511,706	0.04
USD3,185,000	United Continental 5% 01/02/2024	2,429,083	0.19
USD540,000	United Rentals North America 5.875% 15/09/2026	420,546	0.03
USD2,135,000	United Rentals North America 6.5% 15/12/2026	1,699,656	0.13
USD1,600,000	United Rentals North America 5.5% 15/05/2027	1,220,262	0.09
USD2,190,000	United Rentals North America 4.875% 15/01/2028	1,587,137	0.12
USD12,355,000	United States Cellular 6.7% 15/12/2033	10,008,604	0.77
USD2,794,000	United States Steel 6.875% 15/08/2025	2,093,777	0.16
USD8,487,000	United States Steel 6.25% 15/03/2026	6,114,632	0.47
USD1,67,000	United States Steel 6.65% 01/06/2037	110,573	0.01
USD625,000	Univision Communications 6.75% 15/09/2022	476,665	0.04
USD2,655,000	Univision Communications 5.125% 15/05/2023	1,820,873	0.14
USD1,990,000	Univision Communications 5.125% 15/02/2025	1,325,156	0.10
USD8,025,000	USA Compression Finance 6.875% 01/04/2026	6,211,724	0.48
USD790,000	USA Compression Finance 6.875% 01/09/2027	610,747	0.05
USD2,465,000	USG 4.875% 01/06/2027	1,889,319	0.15
USD3,946,000	Vector Group 6.125% 01/02/2025	2,635,158	0.20
USD5,940,000	ViaSat 5.625% 15/09/2025	4,376,892	0.34
USD9,566,000	Vista Outdoor 5.875% 01/10/2023	6,823,782	0.52
USD4,375,000	Waste Pro USA 5.5% 15/02/2026	3,228,751	0.25
USD1,000,000	West 8.5% 15/10/2025	637,450	0.05
USD1,000,000	Whiting Petroleum 5.75% 15/03/2021	766,458	0.06

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>United States — (cont.)</b>			
USD3,725,000	Whiting Petroleum 6.625% 15/01/2026	2,770,252	0.21
USD890,000	William Lyon Homes 6% 01/09/2023	628,116	0.05
USD1,505,000	Wolverine World Wide 5% 01/09/2026	1,096,414	0.08
USD6,635,000	Wynn Las Vegas 5.25% 15/05/2027	4,802,224	0.37
		<b>719,589,608</b>	<b>55.31</b>
<b>Bermuda — 0.17% (0.13%)</b>			
USD18,000,000	Asia Aluminum 8% 23/12/2011 <sup>5</sup>	—	—
USD2,800,000	Digicel 6.75% 01/03/2023	1,508,653	0.12
USD1,000,000	GOME Retail 5% 10/03/2020	725,060	0.05
		<b>2,233,713</b>	<b>0.17</b>
<b>British Virgin Islands — 1.23% (1.25%)</b>			
USD2,500,000	Baoxin Auto Finance I 5.625% Open Maturity	1,674,120	0.13
USD2,000,000	Baoxin Auto Finance I 8.75% Open Maturity	1,515,676	0.12
USD1,345,000	Easy Tactic 9.125% 28/07/2022	1,051,154	0.08
USD2,000,000	Fortune Star 5.25% 23/03/2022	1,460,318	0.11
USD1,000,000	Greenland Global Investment 4.375% 03/07/2019	754,000	0.06
USD2,037,000	Greenland Global Investment 4.85% 17/08/2020	1,520,941	0.12
USD459,000	GTL Trade Finance 5.893% 29/04/2024 <sup>1</sup>	368,872	0.03
USD2,700,000	Prime Bloom 7.5% 19/12/2019	1,927,993	0.15
USD3,000,000	Studio City 7.25% 30/11/2021	2,357,654	0.18
USD2,000,000	Wanda Properties International 7.25% 29/01/2024	1,499,260	0.11
USD571,000	Wisdom Glory Group 5.25% Open Maturity	427,226	0.03
USD1,997,000	Yingde Gases Investment 6.25% 19/01/2023	1,476,434	0.11
		<b>16,033,648</b>	<b>1.23</b>
<b>Canada — 2.16% (2.59%)</b>			
EUR515,000	Bausch Health Companies 4.5% 15/05/2023	447,670	0.03
USD1,020,000	Bausch Health Companies 9% 15/12/2025	832,100	0.06
USD630,000	Bausch Health Companies 5.75% 15/08/2027	481,076	0.04
USD2,577,500	Bombardier 8.75% 01/12/2021	2,157,647	0.17
USD4,540,000	Bombardier 5.75% 15/03/2022	3,479,719	0.27
USD1,670,000	Bombardier 7.875% 15/04/2027	1,283,153	0.10
EUR1,576,000	CoIt 5.5% 01/07/2024	1,425,607	0.11
USD5,500,000	First Quantum Minerals 6.5% 01/03/2024	3,928,571	0.30
USD6,640,000	First Quantum Minerals 7.5% 01/04/2025	4,837,336	0.37

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Canada — (cont.)</b>		
USD4,000,000	First Quantum Minerals 6.875% 01/03/2026	2,815,405	0.22
USD1,500,000	Frontera Energy 9.7% 25/06/2023	1,161,081	0.09
USD420,000	MEG Energy 6.375% 30/01/2023	287,251	0.02
USD1,365,000	MEG Energy 7% 31/03/2024	929,681	0.07
USD2,130,000	New Red Finance 4.25% 15/05/2024	1,575,982	0.12
USD1,430,000	New Red Finance 5% 15/10/2025	1,055,340	0.08
USD972,706	Stoneway Capital 10% 01/03/2027	728,007	0.06
USD870,000	Superior General Partner 7% 15/07/2026	660,216	0.05
		<b>28,085,842</b>	<b>2.16</b>
	<b>Cayman Islands — 4.42% (3.50%)</b>		
USD400,000	Agile Group 8.5% 18/07/2021	319,280	0.02
USD1,275,000	China Aoyuan Group 7.95% 19/02/2023	965,914	0.07
USD1,200,000	China Aoyuan Property Group 6.35% 11/01/2020	912,882	0.07
USD457,000	China Aoyuan Property Group 7.95% 07/09/2021	355,240	0.03
USD1,400,000	China Aoyuan Property Group 5.375% 13/09/2022	994,194	0.08
USD2,500,000	China Evergrande 7% 23/03/2020	1,873,686	0.14
USD6,800,000	China Evergrande 6.25% 28/06/2021	4,831,879	0.37
USD1,400,000	China Evergrande 7.5% 28/06/2023	985,300	0.08
USD10,500,000	China Evergrande 8.75% 28/06/2025	7,275,967	0.56
USD2,000,000	CIFI 6.875% 23/04/2021	1,535,711	0.12
USD2,000,000	Country Garden 7.5% 09/03/2020 <sup>1</sup>	1,545,557	0.12
USD1,567,000	Dar Al-Arkan Sukuk 6.875% 21/03/2023	1,123,127	0.09
USD1,500,000	Ezdan Sukuk 4.375% 18/05/2021	975,026	0.07
USD1,500,000	Fantasia 7.375% 04/10/2021	978,690	0.07
USD1,350,000	Future Land Development 5% 16/02/2020	1,015,202	0.08
USD5,509,000	Gol Finance 7% 31/01/2025	4,018,612	0.31
USD2,000,000	Hilong 7.25% 22/06/2020	1,481,197	0.11
USD2,304,000	Kaisa Group 11.75% 26/02/2021 <sup>2</sup>	1,730,585	0.13
USD750,000	Kaisa Group 8.5% 30/06/2022 <sup>2</sup>	489,351	0.04
USD2,000,000	Kaisa Group 9.375% 30/06/2024 <sup>2</sup>	1,241,275	0.10
USD1,000,000	KWG Group 7.875% 09/08/2021	783,022	0.06
USD1,500,000	Latam Finance 7% 01/03/2026	1,142,288	0.09
USD1,125,000	Logan Property 7.5% 25/08/2022	866,184	0.07
USD1,500,000	Logan Property 5.25% 23/02/2023	1,045,822	0.08
USD500,000	Shimao Property 8.375% 10/02/2022 <sup>1</sup>	395,325	0.03
USD2,000,000	Shimao Property 4.75% 03/07/2022 <sup>1</sup>	1,493,887	0.11
USD900,000	Shimao Property 6.125% 21/02/2024 <sup>1</sup>	685,356	0.05
USD900,000	Sunac China 7.35% 19/07/2021	683,652	0.05
USD1,385,000	Sunac China 7.875% 15/02/2022	1,050,689	0.08

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Cayman Islands — (cont.)</b>			
USD1,300,000	Sunac China 8.35% 19/04/2023	991,001	0.08
USD1,000,000	Times China 6.25% 23/01/2020	758,805	0.06
USD1,000,000	Wynn Macau 4.875% 01/10/2024	730,412	0.06
USD1,600,000	Yuzhou Properties 7.9% 11/05/2021	1,243,137	0.10
USD2,062,000	Yuzhou Properties 8.5% 26/02/2024	1,559,978	0.12
USD2,000,000	Zhenro Properties Group 12.5% 02/01/2021	1,593,428	0.12
USD2,238,000	Zhenro Properties Group 9.8% 20/08/2021	1,708,263	0.13
USD8,140,000	Zhenro Properties Group 9.15% 08/03/2022	6,059,581	0.47
		<b>57,439,505</b>	<b>4.42</b>
<b>Costa Rica — 0.04% (0.04%)</b>			
USD766,000	Instituto Costarricense de Electricidad 6.375% 15/05/2043	467,221	0.04
<b>Mexico — 0.25% (0.40%)</b>			
USD2,300,000	Axtel 6.375% 14/11/2024	1,708,327	0.13
USD2,000,000	Cemex 5.7% 11/01/2025	1,543,843	0.12
		<b>3,252,170</b>	<b>0.25</b>
<b>Trinidad and Tobago — 0.07% (0.07%)</b>			
USD1,200,000	Petroleum Company of Trinidad & Tobago 9.75% 14/08/2019	893,568	0.07
<b>UNITED KINGDOM — 6.73% (6.55%)</b>			
GBP2,071,000	El Group 7.5% 15/03/2024	2,127,371	0.16
USD4,891,848	Enquest 7% 15/10/2023	3,062,625	0.24
GBP5,100,000	Iceland Bondco 6.75% 15/07/2024	4,919,684	0.38
GBP13,014,000	Iceland Bondco 4.625% 15/03/2025	11,419,785	0.88
USD700,000	International Game Technology 6.5% 15/02/2025	563,081	0.04
USD1,000,000	International Game Technology 6.25% 15/01/2027	789,945	0.06
EUR1,035,000	Jaguar Land Rover Automotive 4.5% 15/01/2026	778,896	0.06
GBP18,971,000	Johnston Press Bond 8.625% 01/06/2019	8,316,697	0.64
GBP200,000	Ladbrokes Group Finance 5.125% 08/09/2023	206,420	0.02
USD3,000,000	Liquid Telecommunications Financing 8.5% 13/07/2022	2,373,443	0.18
USD1,500,000	MARB BondCo 7% 15/03/2024	1,119,180	0.09
GBP11,237,000	Marston's Issuer 5.641% 15/07/2035	9,044,437	0.69
GBP12,300,000	Matalan Finance 6.75% 31/01/2023	11,746,500	0.90
USD16,400,000	Neptune Energy Bondco 6.625% 15/05/2025	12,230,149	0.94
GBP3,248,000	Ocado Group 4% 15/06/2024	3,264,561	0.25
USD500,000	Petra Diamonds US 7.25% 01/05/2022	352,305	0.03
USD1,200,000	Polyus Finance 5.625% 29/04/2020	922,208	0.07
USD2,300,000	Polyus Finance 5.25% 07/02/2023	1,734,857	0.13



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>UNITED KINGDOM — (cont.)</b>			
EUR9,500,000	Thomas Cook Finance 3.875% 15/07/2023	5,814,371	0.45
EUR558,000	Thomas Cook Group 6.25% 15/06/2022	398,855	0.03
USD1,200,000	Tullow Oil 6.25% 15/04/2022	916,608	0.07
USD2,000,000	Tullow Oil 7% 01/03/2025	1,514,931	0.12
USD5,028,000	Vedanta Resources 8.25% 07/06/2021	3,877,598	0.30
		<b>87,494,507</b>	<b>6.73</b>
<b>IRELAND — 0.63% (0.34%)</b>			
EUR6,021,000	James Hardie International Finance 3.625% 01/10/2026 <sup>1</sup>	5,252,603	0.40
USD1,200,000	Metalloinvest Finance 4.85% 02/05/2024	893,133	0.07
USD1,300,000	Novatek 4.422% 13/12/2022 <sup>1</sup>	984,143	0.07
USD1,000,000	Rosneft Oil 4.199% 06/03/2022 <sup>1</sup>	745,301	0.06
USD500,000	Russian Railways 5.7% 05/04/2022 <sup>1</sup>	391,915	0.03
		<b>8,267,095</b>	<b>0.63</b>
<b>CHANNEL ISLANDS — 0.45% (0.15%)</b>			
EUR8,500,000	Adient Global 3.5% 15/08/2024	5,719,814	0.44
USD200,000	Adient Global 4.875% 15/08/2026	114,969	0.01
		<b>5,834,783</b>	<b>0.45</b>
<b>ISLE OF MAN — 0.57% (0.04%)</b>			
USD600,000	AngloGold Ashanti 6.5% 15/04/2040 <sup>1</sup>	462,561	0.03
EUR3,990,000	Playtech 3.75% 12/10/2023	3,483,132	0.27
EUR4,006,000	Playtech 4.25% 07/03/2026	3,492,793	0.27
		<b>7,438,486</b>	<b>0.57</b>
<b>CONTINENTAL EUROPE — 16.42% (25.96%)</b>			
<b>Austria — 0.33% (0.56%)</b>			
EUR517,000	Egger Holzwerkstoffe 4.875% Open Maturity <sup>2</sup>	423,461	0.03
USD5,000,000	JBS Investments 7.25% 03/04/2024	3,912,957	0.30
		<b>4,336,418</b>	<b>0.33</b>
<b>France — 1.39% (3.41%)</b>			
EUR2,314,000	CMA CGM 5.25% 15/01/2025	1,721,514	0.13
EUR100,000	Eramet 4.196% 28/02/2024 <sup>2</sup>	83,842	0.01
EUR18,400,000	Holdikks 6.75% 15/07/2021	4,668,430	0.36
EUR8,900,000	Rallye 4.371% 23/01/2023 <sup>2</sup>	5,587,839	0.43
EUR8,100,000	Tereos Finance Groupe I 4.125% 16/06/2023	6,034,750	0.46
		<b>18,096,375</b>	<b>1.39</b>
<b>Georgia — 0.08% (0.05%)</b>			
USD900,000	Georgian Oil and Gas 6.75% 26/04/2021	697,523	0.05

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Georgia — (cont.)</b>			
USD500,000	Georgian Railway 7.75% 11/07/2022	402,580	0.03
		1,100,103	0.08
<b>Germany — 1.06% (2.47%)</b>			
EUR14,447,000	Nidda Healthcare 3.5% 30/09/2024	12,301,098	0.95
EUR1,566,000	Unitymedia Hessen 6.25% 15/01/2029	1,486,424	0.11
		13,787,522	1.06
<b>Italy — 1.04% (2.77%)</b>			
EUR9,442,000	CMC Ravenna 6.875% 01/08/2022	548,442	0.04
EUR4,307,000	CMC Ravenna 6% 15/02/2023	250,040	0.02
EUR17,403,000	Rekeep 9% 15/06/2022	12,673,752	0.98
		13,472,234	1.04
<b>Luxembourg — 4.73% (5.19%)</b>			
USD2,341,000	Aegea Finance 5.75% 10/10/2024	1,763,189	0.14
USD2,300,000	Alrosa Finance 7.75% 03/11/2020 <sup>1</sup>	1,841,941	0.14
USD2,000,000	CSN Resources 6.5% 21/07/2020	1,513,944	0.12
USD4,300,000	CSN Resources 7.625% 13/02/2023	3,267,249	0.25
USD3,000,000	Evrax Group 6.5% 22/04/2020	2,338,212	0.18
USD1,000,000	Evrax Group 8.25% 28/01/2021	810,093	0.06
USD1,500,000	Gazprom 7.288% 16/08/2037 <sup>1</sup>	1,306,641	0.10
USD1,500,000	Gazprom Neft 4.375% 19/09/2022 <sup>1</sup>	1,126,921	0.09
USD1,500,000	Gazprom Neft 6% 27/11/2023 <sup>1</sup>	1,186,163	0.09
USD1,000,000	Hidrovias International Finance 5.95% 24/01/2025	719,787	0.05
USD500,000	Hidrovias International Finance SARL 5.95% 24/01/2025	356,672	0.03
USD1,550,000	Intelsat Jackson 9.5% 30/09/2022	1,361,506	0.10
USD7,080,000	Intelsat Jackson 8% 15/02/2024	5,587,706	0.43
USD3,500,000	Kernel 8.75% 31/01/2022	2,668,892	0.20
USD4,000,000	MHP 7.75% 10/05/2024	2,995,408	0.23
USD2,000,000	MHP Lux 6.95% 03/04/2026	1,395,682	0.11
USD2,000,000	Minerva Luxembourg 6.5% 20/09/2026	1,470,324	0.11
USD1,500,000	Minerva Luxembourg 5.875% 19/01/2028	1,038,714	0.08
USD1,000,000	Nexa Resources 5.375% 04/05/2027	767,414	0.06
EUR4,683,000	Odyssey Europe Holdco 8% 15/05/2023	3,887,237	0.30
USD1,000,000	Puma International Financing 5% 24/01/2026	650,754	0.05
USD1,700,000	Rumo Luxembourg 7.375% 09/02/2024	1,381,232	0.11
EUR8,644,000	Samsonite Finco 3.5% 15/05/2026	7,298,095	0.56
EUR3,830,000	Samsonite Finco Sarl 3.5% 15/05/2026	3,233,654	0.25
USD12,006,000	Topaz Marine 9.125% 26/07/2022	9,115,438	0.70
USD3,375,000	Trinseo Materials Finance 5.375% 01/09/2025	2,420,318	0.19
		61,503,186	4.73

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Netherlands — 6.47% (9.02%)</b>		
USD1,500,000	Ajecorp 6.5% 14/05/2022	954,752	0.07
USD520,000	Alcoa Nederland 7% 30/09/2026	423,221	0.03
EUR4,175,901	Dutch Lion 11.25% 15/06/2020 <sup>2</sup>	3,304,221	0.25
USD1,000,000	GTH Finance 6.25% 26/04/2020	770,958	0.06
USD2,275,000	GTH Finance 7.25% 26/04/2023	1,836,294	0.14
USD2,500,000	IHS Netherlands Holdco 9.5% 27/10/2021	1,961,535	0.15
USD1,500,000	Kazakhstan Temir Zholy Finance 6.95% 10/07/2042 <sup>1</sup>	1,298,270	0.10
USD1,440,000	Marfrig Europe 8% 08/06/2023	1,131,827	0.09
EUR276,000	Maxeda DIY 6.125% 15/07/2022	228,271	0.02
USD4,000,000	Metinvest 7.75% 23/04/2023	2,968,129	0.23
USD800,000	Nostrum Oil & Gas Finance 8% 25/07/2022	354,777	0.03
USD2,700,000	Petrobras Global Finance 8.375% 23/05/2021	2,247,182	0.17
USD534,000	Petrobras Global Finance 6.125% 17/01/2022	426,714	0.03
USD6,068,000	Petrobras Global Finance 4.375% 20/05/2023	4,610,574	0.35
USD3,957,000	Petrobras Global Finance 6.25% 17/03/2024	3,170,254	0.24
USD5,000,000	Petrobras Global Finance 5.299% 27/01/2025	3,826,598	0.29
USD3,000,000	Petrobras Global Finance 8.75% 23/05/2026	2,677,746	0.21
USD1,500,000	Petrobras Global Finance 7.375% 17/01/2027	1,249,288	0.10
USD3,000,000	Petrobras Global Finance 5.999% 27/01/2028	2,298,121	0.18
USD7,500,000	Petrobras Global Finance 6.875% 20/01/2040	5,848,036	0.45
USD500,000	Petrobras Global Finance 6.75% 27/01/2041	387,498	0.03
USD1,000,000	Petrobras Global Finance 5.625% 20/05/2043	690,571	0.05
USD4,500,000	Petrobras Global Finance 7.25% 17/03/2044	3,626,921	0.28
USD8,000,000	Petrobras Global Finance 6.85% 05/06/2115	5,938,152	0.46
EUR17,191,000	Teva Pharmaceutical Finance Netherlands II 4.5% 01/03/2025	15,379,149	1.18
USD5,000,000	Teva Pharmaceutical Finance Netherlands III 2.2% 21/07/2021	3,602,633	0.28
USD4,500,000	Teva Pharmaceutical Finance Netherlands III 2.8% 21/07/2023	3,082,272	0.24
USD5,000,000	Teva Pharmaceutical Finance Netherlands III 3.15% 01/10/2026	3,135,632	0.24
USD3,000,000	Teva Pharmaceutical Finance Netherlands III 6.75% 01/03/2028	2,327,233	0.18
USD5,500,000	Teva Pharmaceutical Finance Netherlands III 4.1% 01/10/2046	2,995,590	0.23
USD1,800,000	VTR Finance 6.875% 15/01/2024	1,412,066	0.11
		<b>84,164,485</b>	<b>6.47</b>

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Spain — 0.00% (0.99%)</b>		
	<b>Sweden — 1.32% (1.50%)</b>		
EUR18,721,958	Corral Petroleum 11.75% 15/05/2021	17,177,711	1.32
	<b>SOUTH AMERICA — 1.81% (2.47%)</b>		
	<b>Argentina — 1.08% (1.21%)</b>		
USD3,815,000	AES Argentina Generacion 7.75% 02/02/2024	2,482,536	0.19
USD4,411,000	Agua y Saneamientos Argentinos 6.625% 01/02/2023	2,669,563	0.21
USD952,000	Capex 6.875% 15/05/2024	636,653	0.05
USD1,000,000	Pampa Energia 7.5% 24/01/2027	667,812	0.05
USD1,373,000	Transportadora de Gas del Sur 6.75% 02/05/2025	975,515	0.07
USD2,000,000	YPF 8.5% 23/03/2021	1,549,422	0.12
USD3,500,000	YPF 8.75% 04/04/2024	2,633,731	0.20
USD2,000,000	YPF 6.95% 21/07/2027	1,318,535	0.10
USD2,000,000	YPF 7% 15/12/2047	1,172,453	0.09
		14,106,220	1.08
	<b>Brazil — 0.54% (1.00%)</b>		
USD1,500,000	BRF 4.75% 22/05/2024 <sup>1</sup>	1,085,657	0.08
USD2,500,000	Cemig Geracao e Transmissao 9.25% 05/12/2024	2,098,482	0.16
USD5,000,000	Centrais Eletricas Brasileiras 5.75% 27/10/2021	3,879,757	0.30
		7,063,896	0.54
	<b>Chile — 0.01% (0.01%)</b>		
USD4,883,373	Inversiones Alsacia 8% 31/12/2018	92,646	0.01
	<b>Colombia — 0.04% (0.04%)</b>		
USD677,000	Colombia Telecomunicaciones 8.5% Open Maturity	531,099	0.04
	<b>Peru — 0.14% (0.21%)</b>		
USD801,000	Union Andina de Cementos 5.875% 30/10/2021	620,777	0.05
USD1,500,000	Volcan Cia Minera 5.375% 02/02/2022 <sup>1</sup>	1,162,493	0.09
		1,783,270	0.14
	<b>AFRICA — 1.11% (0.73%)</b>		
	<b>Mauritius — 1.11% (0.73%)</b>		
USD3,000,000	Azure Power Energy 5.5% 03/11/2022	2,228,253	0.17
USD2,917,000	HT Global IT Solutions 7% 14/07/2021	2,277,780	0.17
USD5,700,000	HTA Group 9.125% 08/03/2022	4,519,166	0.35
USD4,200,000	MTN Mauritius Investment 5.373% 13/02/2022	3,163,346	0.24
USD1,500,000	MTN Mauritius Investment 6.5% 13/10/2026	1,140,234	0.09
USD1,500,000	Neerg Energy 6% 13/02/2022	1,109,728	0.09
		14,438,507	1.11

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>ASIA — 2.72% (2.82%)</b>		
	<b>Azerbaijan — 0.10% (0.12%)</b>		
USD1,600,000	State Oil Company of the Azerbaijan Republic 6.95% 18/03/2030	1,338,694	0.10
	<b>Hong Kong — 0.17% (0.17%)</b>		
USD900,000	China South City 7.25% 25/01/2021	608,799	0.05
USD1,500,000	Dr. Peng HongKong 5.05% 01/06/2020	918,116	0.07
USD885,000	Yancoal International Resources Development 5.75% Open Maturity	672,564	0.05
		2,199,479	0.17
	<b>Indonesia — 0.30% (0.28%)</b>		
USD3,200,000	Bukit Makmur Mandiri Utama 7.75% 13/02/2022	2,498,348	0.19
USD2,000,000	Gajah Tunggal 8.375% 10/08/2022	1,378,578	0.11
		3,876,926	0.30
	<b>Japan — 1.25% (1.25%)</b>		
EUR11,000,000	SoftBank Group 5% 15/04/2028	9,827,312	0.76
EUR7,886,000	SoftBank Group 4% 19/09/2029	6,424,015	0.49
		16,251,327	1.25
	<b>Kazakhstan — 0.27% (0.23%)</b>		
USD2,000,000	KazMunayGas National 4.4% 30/04/2023 <sup>1</sup>	1,540,505	0.12
USD2,500,000	KazMunayGas National 5.75% 19/04/2047 <sup>1</sup>	1,926,814	0.15
		3,467,319	0.27
	<b>Singapore — 0.63% (0.77%)</b>		
USD1,500,000	ABJA Investment 4.85% 31/01/2020	1,143,449	0.09
USD3,000,000	ABJA Investment 5.95% 31/07/2024	2,299,374	0.18
USD3,022,000	Golden Energy & Resources 9% 14/02/2023	2,223,570	0.17
USD600,000	Indika Energy Capital II 6.875% 10/04/2022	464,713	0.03
USD2,200,000	Indika Energy Capital III 5.875% 09/11/2024	1,567,366	0.12
USD1,000,000	Theta Capital 7% 11/04/2022	561,462	0.04
		8,259,934	0.63
	<b>MIDDLE EAST — 0.32% (0.15%)</b>		
	<b>Turkey — 0.32% (0.15%)</b>		
USD2,746,000	Petkim Petrokimya 5.875% 26/01/2023	1,978,870	0.15
USD200,000	Turk Telekomunikasyon 3.75% 19/06/2019	151,064	0.01
USD1,500,000	Turk Telekomunikasyon 4.875% 19/06/2024	1,054,274	0.08
USD1,287,000	Turk Telekomunikasyon 6.875% 28/02/2025	971,781	0.08
		4,155,989	0.32

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>PACIFIC BASIN — 0.92% (1.29%)</b>		
	<b>Australia — 0.00% (0.08%)</b>		
	<b>Marshall Islands — 0.92% (1.21%)</b>		
USD18,836,000	Navios Maritime Acquisition 8.125% 15/11/2021	10,291,724	0.79
USD2,240,000	Scorpio Tankers 2.375% 01/07/2019 <sup>2</sup>	1,670,187	0.13
		<b>11,961,911</b>	<b>0.92</b>
	<b>FORWARD CURRENCY CONTRACTS — 1.26% (-0.05%)</b>		
GBP(2,630,055)	Sold Sterling		
EUR3,000,000	for Euro (Expires 06/03/2019) <sup>3</sup>	(49,862)	—
GBP(2,625,679)	Sold Sterling		
EUR3,000,000	for Euro (Expires 06/03/2019) <sup>3</sup>	(45,486)	—
EUR(58,818,001)	Sold Euro		
GBP51,646,675	for Sterling (Expires 06/03/2019) <sup>3</sup>	1,059,402	0.08
USD(4,500,000)	Sold US Dollars		
GBP3,467,286	for Sterling (Expires 06/03/2019) <sup>3</sup>	52,375	—
USD(110,960,366)	Sold US Dollars		
GBP84,876,469	for Sterling (Expires 06/03/2019) <sup>3</sup>	672,065	0.05
USD(110,960,366)	Sold US Dollars		
GBP84,935,331	for Sterling (Expires 06/03/2019) <sup>3</sup>	730,927	0.06
USD(10,000,000)	Sold US Dollars		
GBP7,701,698	for Sterling (Expires 06/03/2019) <sup>3</sup>	113,006	0.01
USD(7,000,000)	Sold US Dollars		
GBP5,255,632	for Sterling (Expires 06/03/2019) <sup>3</sup>	(56,452)	—
EUR(60,272,299)	Sold Euro		
GBP52,897,682	for Sterling (Expires 06/03/2019) <sup>3</sup>	1,059,619	0.08
USD(110,960,366)	Sold US Dollars		
GBP84,930,325	for Sterling (Expires 06/03/2019) <sup>3</sup>	725,921	0.06
EUR(2,578,257)	Sold Euro		
GBP2,267,389	for Sterling (Expires 06/03/2019) <sup>3</sup>	49,921	—
USD(3,500,000)	Sold US Dollars		
GBP2,708,978	for Sterling (Expires 06/03/2019) <sup>3</sup>	52,936	—
USD(110,960,366)	Sold US Dollars		
GBP84,918,236	for Sterling (Expires 06/03/2019) <sup>3</sup>	713,832	0.05
USD(7,114,317)	Sold US Dollars		
GBP5,339,023	for Sterling (Expires 06/03/2019) <sup>3</sup>	(59,813)	—
USD(103,498,770)	Sold US Dollars		
GBP79,212,375	for Sterling (Expires 06/03/2019) <sup>3</sup>	670,346	0.05
USD(110,960,366)	Sold US Dollars		
GBP84,877,183	for Sterling (Expires 06/03/2019) <sup>3</sup>	672,779	0.05
USD(113,542,462)	Sold US Dollars		
GBP87,689,020	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,585,681	0.12
EUR(5,000,000)	Sold Euro		
GBP4,337,755	for Sterling (Expires 20/03/2019) <sup>3</sup>	35,462	—
EUR(3,000,000)	Sold Euro		
GBP2,567,516	for Sterling (Expires 20/03/2019) <sup>3</sup>	(13,860)	—
USD(109,454,933)	Sold US Dollars		
GBP84,513,222	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,509,603	0.12
EUR(102,863,500)	Sold Euro		
GBP90,190,614	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,680,827	0.13
USD(113,542,461)	Sold US Dollars		
GBP87,669,182	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,565,843	0.12
USD(113,881,319)	Sold US Dollars		
GBP88,020,779	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,660,472	0.13

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>FORWARD CURRENCY CONTRACTS</b>			
<b>— (cont.)</b>			
EUR(1,700,000)	Sold Euro		
GBP1,456,651	for Sterling (Expires 20/03/2019) <sup>3</sup>	(6,128)	—
USD(113,542,461)	Sold US Dollars		
GBP87,701,022	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,597,683	0.12
EUR(2,709,621)	Sold Euro		
GBP2,336,457	for Sterling (Expires 20/03/2019) <sup>3</sup>	4,941	—
USD(113,542,461)	Sold US Dollars		
GBP87,758,748	for Sterling (Expires 20/03/2019) <sup>3</sup>	1,655,409	0.13
USD(390,414,917)	Sold US Dollars		
GBP295,025,279	for Sterling (Expires 10/04/2019) <sup>3</sup>	(711,819)	(0.05)
EUR(58,417,145)	Sold Euro		
GBP50,195,469	for Sterling (Expires 10/04/2019) <sup>3</sup>	(106,695)	(0.01)
USD(300,000,000)	Sold US Dollars		
GBP226,876,450	for Sterling (Expires 10/04/2019) <sup>3</sup>	(371,858)	(0.03)
EUR(57,251,412)	Sold Euro		
GBP49,205,900	for Sterling (Expires 10/04/2019) <sup>3</sup>	(92,468)	(0.01)
GBP(2,628,893)	Sold Sterling		
USD3,500,000	for US Dollars (Expires 20/03/2019) <sup>3</sup>	25,283	—
		<hr/> 16,379,892	<hr/> 1.26
<b>Portfolio of investments<sup>4</sup></b>		1,256,575,289	96.59
<b>Net other assets</b>		44,362,648	3.41
<b>Total net assets</b>		<hr/> £1,300,937,937	<hr/> 100.00%

<sup>1</sup> These are investment grade fixed interest securities and represent 6.05% of the net assets of the Trust.

<sup>2</sup> These are unrated fixed interest securities and represent 1.94% of the net assets of the Trust.

<sup>3</sup> Unlisted securities are valued at the Manager's best assessment of their fair and reasonable value.

<sup>4</sup> Including investment liabilities.

<sup>5</sup> Defaulted securities are valued at the Manager's best assessment of their fair and reasonable value.

Total purchases for the period: £504,666,481.

Total sales for the period: £479,197,430.

## Financial Statements

### Statement of Total Return for the period ended 5 March 2019

	05/03/19		05/03/18	
	£	£	£	£
<b>Income</b>				
Net capital losses		(38,609,183)		(16,031,586)
Revenue	39,491,379		41,137,026	
Expenses	(3,589,349)		(4,274,386)	
Interest payable and similar charges	(34,322)		(16,630)	
Net revenue before taxation	35,867,708		36,846,010	
Taxation	—		—	
Net revenue after taxation for the period		35,867,708		36,846,010
Total return before distributions		(2,741,475)		20,814,424
Distributions		(35,871,221)		(37,149,383)
Change in net assets attributable to Unitholders from investment activities		<b>£(38,612,696)</b>		<b>£(16,334,959)</b>

### Statement of Change in Net Assets attributable to Unitholders for the period ended 5 March 2019

	05/03/19		05/03/18	
	£	£	£	£
Opening net assets attributable to Unitholders		1,335,460,730		1,374,204,211
Amounts received on issue of units	47,897,092		78,236,494	
Amounts paid on cancellation of units	(49,224,230)		(62,389,766)	
		(1,327,138)		15,846,728
Change in net assets attributable to Unitholders from investment activities		(38,612,696)		(16,334,959)
Retained distributions on accumulation units		5,415,696		4,304,471
Unclaimed distributions		1,345		1,102
Closing net assets attributable to Unitholders		<b>£1,300,937,937</b>		<b>£1,378,021,553</b>

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



## Financial Statements continued

### Balance Sheet as at 5 March 2019

	05/03/19 £	05/09/18 £
<b>ASSETS</b>		
<b>Fixed assets:</b>		
Investments	1,258,089,730	1,287,481,725
<b>Current assets:</b>		
Debtors	36,659,046	41,811,629
Cash and bank balances	63,732,083	49,753,327
<b>Total assets</b>	<b>1,358,480,859</b>	<b>1,379,046,681</b>
<b>LIABILITIES</b>		
<b>Investment liabilities</b>		
	(1,514,441)	(4,123,589)
<b>Creditors:</b>		
Bank overdrafts	(20,299,806)	(21,505,168)
Distributions payable	(4,309,245)	(5,865,677)
Other creditors	(31,419,430)	(12,091,517)
<b>Total liabilities</b>	<b>(57,542,922)</b>	<b>(43,585,951)</b>
<b>Net assets attributable to Unitholders</b>	<b>£1,300,937,937</b>	<b>£1,335,460,730</b>

# Notes to the Financial Statements

## 1. Statement of Compliance

The Financial Statements have been prepared in compliance with UK Financial Reporting Standard 102 (FRS 102) and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014 (2014 SORP).

## 2. Accounting Policies

The accounting policies applied are consistent with the most recent annual Financial Statements.

### (a) Basis of Preparation

The Financial Statements have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

## Trust Information

### Net Asset Values and Units in Issue

Class	Net Asset Value (£)	Units in Issue	Net Asset Value per Unit (p)
R-Class			
Distribution Units	142,961,592	307,353,913	46.51
Accumulation Units	100,239,640	79,632,835	125.88
F-Class			
Distribution Units	316,526	674,603	46.92
Accumulation Units	283,473	216,550	130.90
I-Class			
Distribution Units	929,551,759	1,998,372,359	46.52
Accumulation Units	127,584,947	93,681,330	136.19

**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.**

### Ongoing Charges Figures

	5 Mar 19	5 Sep 18
R-Class	1.15%	1.15%
A-Class <sup>1</sup>	–	1.15%
F-Class	0.65%	0.65%
I-Class	0.41%	0.41%
X-Class <sup>1</sup>	–	0.41%

<sup>1</sup> A-Class and X-Class units were converted to R-Class and I-Class units respectively on 4 September 2018.

The Ongoing Charges Figure (OCF) is the ratio of the Trust's total disclosable costs (excluding overdraft interest) to the average net assets of the Trust.

The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a trust and is calculated based on the last period's figures.

### Distribution Information

#### R-Class

The distribution payable on 4 April 2019 is 0.1638p per unit for distribution units and 0.4416p per unit for accumulation units.

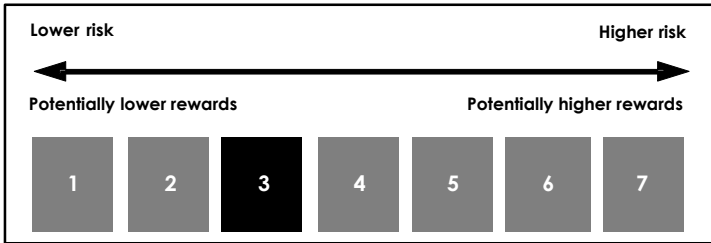
#### F-Class

The distribution payable on 4 April 2019 is 0.1840p per unit for distribution units and 0.5096p per unit for accumulation units.

#### I-Class

The distribution payable on 4 April 2019 is 0.1903p per unit for distribution units and 0.5550p per unit for accumulation units.

## Risk and Reward Profile



- The Risk and Reward Indicator table demonstrates where the Trust ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is not guaranteed to remain the same and may change over time. It is based on historical data and may not be a reliable indication of the future risk profile of the Trust. The shaded area in the table above shows the Trust's ranking on the Risk and Reward Indicator.
- The Trust is in category 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.
- Even a trust in the lowest category is not a risk free investment.

## General Information

### Constitution

Launch date:	1 November 2000	
Period end dates for distributions:	5 of each month 5 September (Final)	
Distribution dates:	4 of each month 4 October (Final)	
Minimum initial lump sum investment:	R-Class	£100
	F-Class*	£500
	I-Class	£1,000,000
Minimum monthly contributions:	R-Class	£20
	F-Class*	£50
	I-Class	N/A
Valuation point:	12 noon	
Fund management fees:	R-Class	Annual 1.15%
	F-Class*	Annual 0.65%
	I-Class	Annual 0.41%
Initial charges:	Nil for all existing unit classes	

\* Class F units are available to:

- (i) investors who have received advice from authorised intermediaries, platforms or other distributors in relation to their investment in units in the Trust; and
- (ii) distributors who the Manager reasonably considers will adequately bear the costs of marketing to and acquiring investors at no or limited cost to the Manager, and to whom the Manager has confirmed that such distributor or investor meets the criteria for investment in such units.

### Pricing and Dealing

The prices are published on the internet at [www.legalandgeneral.com/investments/fund-information/daily-fund-prices](http://www.legalandgeneral.com/investments/fund-information/daily-fund-prices) immediately after they become available.

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

### Buying and Selling Units

Units may be bought on any business day from the Manager or through a financial adviser by completing an application form or on the internet at [www.legalandgeneral.com](http://www.legalandgeneral.com). Units may normally be sold back to the Manager on any business day at the bid price calculated at the following valuation point.

### ISA Status

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

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

## **General Information continued**

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

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

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

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

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

### **EU Savings Directive**

The Trust has been reviewed against the requirements of the Directive 2003/48/EC on Taxation of savings in the form of interest payments (ESD), following the HM Revenue & Customs debt investment reporting guidance notes.

Under the Directive, information is collected about the payment of distributions to residents in certain other countries and is reported to HM Revenue & Customs to be exchanged with Tax authorities in those countries.

The Trust falls within the 25% debt investment reporting threshold. This means that details of all distributions and redemption proceeds paid to non UK investors will be reported by Legal & General (Unit Trust Managers) Limited to HM Revenue & Customs to be exchanged with the relevant Tax authorities.

### **Dual Pricing Arrangement**

The Manager's fixed dual pricing arrangement has a set spread to account for the costs of transacting in a particular Trust. 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 Trust in the form of a payment from the Manager. This provides an enhanced return to the Trust, though the size of any return will be dependent on the size of subscriptions and redemptions.

## General Information continued

### Authorised Fund Manager

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

### Directors of the Manager

R. M. Bartley (resigned 31 December 2018)  
A. J. C. Craven  
S. Hynes  
H. Morrissey  
H. Solomon  
S. D. Thomas (resigned 17 October 2018)  
L. W. Toms  
A. R. Toutouchi\*  
M. J. Zinkula

\*Non-executive Director

### Secretary

J. McCarthy

### Registrar

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

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

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

### Trustee

Northern Trust Global Services SE UK Branch  
Trustee and Depository Services  
50 Bank Street,  
Canary Wharf,  
London E14 5NT

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

### Independent Auditors

KPMG LLP  
15 Canada Square,  
London E14 5GL

### Investment Adviser

Legal & General Investment Management Limited  
One Coleman Street,  
London EC2R 5AA  
Authorised and regulated by the Financial Conduct Authority

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

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

