Distribution Number 25

Legal & General Sterling Corporate Bond Index Fund

Interim Manager's Report for the period ended 20 November 2018 (Unaudited)

Legal & General

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Manager's Investment Report

Investment Objective and Policy

The objective of the Fund is to track the performance of the Markit iBoxx Sterling Non-Gilts ex BBB Index (after adjustment for management charge and taxation).

The Fund will invest primarily in the securities that make up the constituents of the Markit iBoxx Sterling Non-Gilts ex BBB Index. Securities in the Markit iBoxx Sterling Non-Gilts ex BBB Index will be held with weightings generally proportionate to their issuance of debt.

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

Manager's Investment Report

During the period under review, the bid price of the Fund's I-Class accumulation units rose by 0.31%. Markit iBoxx, 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 12 noon. Therefore, for tracking purposes, the Fund has been revalued using closing prices. On this basis, over the review period, the Fund rose by 0.05%, compared with the Index fall of 0.06% (Source: Bloomberg), producing a tracking difference of +0.11%.

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.

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Market/Economic Review

The major international bond markets struggled to make headway in local currency terms although as with equities, currency movements translated into a modest gain for Sterling-based investors. Central banks have continued to withdraw the extraordinary monetary support that has been in place since the global financial crisis. The US Federal Reserve (Fed) raised interest rates by 0.25% in June and again in September, signalling another hike before the year-end and further tightening in 2019. The Fed also continued unwinding its asset purchase programme, known as quantitative easing (QE).

Although the European Central Bank announced it would cease its QE programme at the end of 2018, the central bank has reassured investors that it would not raise interest rates at least until mid-2019.

Gilts ended the review period marginally higher, as investors became more concerned about the global economic outlook for 2019. The theme of monetary tightening had dominated the market during the third quarter. Although early August's 0.25% UK interest rate rise had been largely priced in, the unanimous Monetary Policy Committee vote surprised investors, particularly so with uncertainty surrounding Brexit negotiations. Index-linked gilts marginally outperformed their conventional counterparts as inflation remained above its 2% target. Sterling-denominated corporate bonds have underperformed gilts, affected by concerns about the UK economic outlook and corporate profits, with the deadline for the conclusion of Brexit negotiations fast approaching.

Fund Review

All investment activity was prompted either by unit holder activity or by monthly changes in the profile of the benchmark Index.

During the period 36 bonds were added to the Index. 28 of these were new issues, 8 were bonds upgraded from a BBB to an A rating. 6 bonds left the Index after being downgraded to a BBB rating. 13 bonds exited the Index after falling below one year to maturity, 3 bonds exited the Index following tender offers which left the amount outstanding below the minimum required. The Fund participated in 47 new issues and tap auctions across sectors such as telecoms, financials, utilities, housing associations, consumer goods and mortgage-backed securities.

The Fund experienced net positive cash flow during the period. 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. The Fund was also rebalanced at each month end in line with the revised Index distribution.

Outlook

Looking ahead, the near-term global growth outlook remains solid despite some pockets of weakness in recent months (Japan, Euro area, parts of Emerging Markets). Global manufacturing has slowed, but as underlying demand is steady and inventories near neutral, growth should stabilize slightly below trend. We still believe that Brexit negotiations will be a leading driver of relative performance during the first quarter of 2019 with parliament unlikely to have a meaningful vote until the beginning of next year, the potential for material news (in either direction) should occur in the next few months. The BoE is likely to stay on hold with regards to monetary policy until next year (May is our base case as the transition period should be in place by then). Risks of two hikes in 2019 have faded in light of the sharp oil price decline.

The Fund remains well placed to capture the performance of the Index.

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

L. W. Toms
(Director)

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

Portfolio Statement

Portfolio Statement as at 20 November 2018

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 20 May 2018.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	CORPORATE BONDS — 95.67% (96.48%)		
	UNITED KINGDOM — 33.83% (34.88%)		
GBP548,000	A2Dominion Housing Group 3.5% 15/11/2028	553,499	0.08
GBP600,000	Affinity Sutton Capital Markets 5.981% 17/09/2038	837,604	0.13
GBP563,000	Affinity Sutton Capital Markets 4.25% 08/10/2042	647,443	0.10
GBP578,000	Affinity Water Programme Finance 5.875% 13/07/2026	723,233	0.11
GBP1,760,000	Affordable Housing Finance 2.893% 11/08/2043	1,922,436	0.29
GBP1,036,000	Affordable Housing Finance 3.8% 20/05/2044	1,291,515	0.19
GBP333,000	Anglian Water Services Financing 5.837% 30/07/2022	383,672	0.06
GBP586,000	Anglian Water Services Financing 6.875% 21/08/2023	720,951	0.11
GBP217,000	Anglian Water Services Financing 1.625% 10/08/2025	209,197	0.03
GBP650,000	Anglian Water Services Financing 4.5% 05/10/2027	747,254	0.11
GBP518,000	Anglian Water Services Financing 6.625% 15/01/2029	695,352	0.10
GBP540,000	Anglian Water Services Financing 2.75% 26/10/2029	540,681	0.08
GBP467,000	Anglian Water Services Financing 6.293% 30/07/2030	623,168	0.09
GBP370,000	Artesian Finance II 6% 30/09/2033	512,300	0.08
GBP2,650,209	Aspire Defence Finance 4.674% 31/03/2040	3,176,665	0.47
GBP178,000	Assura Financing 3% 19/07/2028	176,669	0.03
GBP670,000	Aster Treasury 4.5% 18/12/2043	798,888	0.12
GBP190,000	Aviva 6.875% Open Maturity	192,599	0.03
GBP825,000	Bank of Scotland 4.875% 20/12/2024	973,391	0.15
GBP1,683,000	Barclays Bank 4.25% 12/01/2022	1,830,330	0.27
GBP225,227	BBC Pacific Quay Finance 5.565% 25/07/2034	277,039	0.04
GBP1,425,000	BG Energy Capital 5.125% 01/12/2025	1,715,043	0.26
GBP2,031,000	BG Energy Capital 5% 04/11/2036	2,661,981	0.40
GBP231,000	Blend Funding 3.459% 21/09/2047	228,139	0.03
GBP1,413,000	BP Capital Markets 1.177% 12/08/2023	1,376,326	0.21
GBP477,000	BP Capital Markets 2.03% 14/02/2025	473,373	0.07
GBP526,000	BP Capital Markets 2.274% 03/07/2026	524,205	0.08

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP700,000	BPHA Finance 4.816% 11/04/2044[1]	855,197	0.13
GBP359,000	British Land 2.375% 14/09/2029	340,921	0.05
GBP169,000	Broadgate Financing 4.949% 05/04/2031	197,737	0.03
GBP980,000	Broadgate Financing 4.999% 05/10/2031	1,170,500	0.17
GBP95,000	Broadgate Financing 4.851% 05/04/2033	117,673	0.02
GBP404,200	Broadgate Financing 5.098% 05/04/2033	464,098	0.07
GBP975,000	Broadgate Financing 4.821% 05/07/2033	1,242,284	0.19
GBP441,000	Bromford Housing 3.125% 03/05/2048	418,973	0.06
GBP386,000	BUPA Finance 3.375% 17/06/2021	402,396	0.06
GBP328,000	BUPA Finance 2% 05/04/2024	323,395	0.05
GBP752,517	Canary Wharf Finance II 6.455% 22/10/2033	942,268	0.14
GBP265,316	Canary Wharf Finance II 6.8% 22/10/2033	340,963	0.05
GBP620,000	Canary Wharf Finance II 5.952% 22/10/2037	862,555	0.13
GBP667,000	Cardiff University 3% 07/12/2055	683,415	0.10
GBP480,000	Catalyst Housing 3.125% 31/10/2047	452,256	0.07
GBP691,000	Circle Anglia Social Housing 7.25% 12/11/2038	1,088,063	0.16
GBP600,000	Circle Anglia Social Housing 5.2% 02/03/2044	782,277	0.12
GBP620,000	Clarion Funding 3.125% 19/04/2048	582,233	0.09
GBP325,000	Close Brothers Finance 3.875% 27/06/2021	338,650	0.05
GBP338,000	Close Brothers Finance 2.75% 19/10/2026	327,536	0.05
GBP904,000	Close Brothers Group 2.75% 26/04/2023	894,643	0.13
GBP1,030,000	Clydesdale Bank 4.625% 08/06/2026	1,228,003	0.18
GBP1,005,000	Community Finance 1 5.017% 31/07/2034	1,293,671	0.19
GBP129,000	Compass Group 2% 05/09/2025	128,526	0.02
GBP600,000	Compass Group 3.85% 26/06/2026	670,769	0.10
GBP921,000	Compass Group 2% 03/07/2029	882,095	0.13
GBP1,436,503	Connect Plus M25 Issuer 2.607% 31/03/2039	1,432,078	0.21
GBP229,000	Coventry Building Society 1% 05/05/2020	226,802	0.03
GBP950,000	Coventry Building Society 5.875% 28/09/2022	1,078,093	0.16
GBP412,000	Coventry Building Society 1.875% 24/10/2023	396,674	0.06
GBP891,759	CTRL Section 1 Finance 5.234% 02/05/2035	1,117,909	0.17
GBP320,000	East Finance 5.486% 15/06/2042	422,227	0.06

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP102,197	Equity Release Funding No 1 5.7% 26/02/2031	120,481	0.02
GBP899,162	Equity Release Funding No 2 5.88% 26/05/2032	1,087,301	0.16
GBP289,000	Equity Release Funding No 3 5.05% 26/04/2033	350,772	0.05
GBP73,261	Exchequer Partnership No 2 5.396% 13/07/2036	94,469	0.01
GBP85,000	Friends Life 12% 21/05/2021	104,102	0.02
GBP1,289,000	Friends Life 8.25% 21/04/2022	1,512,049	0.23
GBP422,000	GB Social Housing 5.193% 12/02/2038	499,821	0.07
GBP500,000	Genfinance II 6.064% 21/12/2039	682,367	0.10
GBP1,316,000	GlaxoSmithKline Capital 3.375% 20/12/2027	1,440,394	0.21
GBP2,348,000	GlaxoSmithKline Capital 5.25% 19/12/2033	3,063,769	0.46
GBP1,156,000	GlaxoSmithKline Capital 6.375% 09/03/2039	1,722,625	0.26
GBP1,750,000	GlaxoSmithKline Capital 5.25% 10/04/2042	2,349,774	0.35
GBP1,365,000	GlaxoSmithKline Capital 4.25% 18/12/2045	1,626,821	0.24
GBP532,000	Great Places Housing Group 4.75% 22/10/2042	640,001	0.10
GBP312,241	Greater Gabbard OFTO 4.137% 29/11/2032	349,253	0.05
GBP85,000	Guardian Royal Exchange 6.625% 21/08/2023	101,644	0.02
GBP135,000	Guinness Partnership 9.125% 31/01/2025	187,562	0.03
GBP200,000	Guinness Partnership 4% 24/10/2044	222,732	0.03
GBP792,719	Gwynt y Mor OFTO 2.778% 17/02/2034	803,962	0.12
GBP397,000	Harbour Funding 5.28% 31/03/2044	494,473	0.07
GBP1,165,000	High Speed Rail Finance 1 4.375% 01/11/2038	1,375,679	0.21
GBP183,000	Housing & Care 21 3.288% 08/11/2049	176,611	0.03
GBP1,436,000	HSBC 2.175% 27/06/2023	1,421,155	0.21
GBP952,000	HSBC 6.5% 20/05/2024	1,130,598	0.17
GBP2,527,000	HSBC 2.256% 13/11/2026	2,380,823	0.36
GBP1,616,000	HSBC 5.75% 20/12/2027	1,829,849	0.27
GBP1,801,000	HSBC 2.625% 16/08/2028	1,700,866	0.25
GBP1,050,000	HSBC 6.75% 11/09/2028	1,276,657	0.19
GBP1,500,000	HSBC 7% 07/04/2038	1,918,626	0.29
GBP1,489,000	HSBC 6% 29/03/2040	1,708,598	0.25
GBP316,000	HSBC Bank 6.5% 07/07/2023	369,597	0.06
GBP469,000	HSBC Bank 5.375% 04/11/2030	526,764	0.08
GBP1,572,000	HSBC Bank 5.375% 22/08/2033	1,775,995	0.26
GBP177,000	HSBC Bank 6.25% 30/01/2041	221,967	0.03
GBP1,092,000	HSBC Bank 4.75% 24/03/2046	1,145,634	0.17

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP350,000	Hutchison Whampoa Finance UK 5.625% 24/11/2026	427,781	0.06
GBP210,000	Hyde Housing Association 5.125% 23/07/2040	263,705	0.04
GBP571,186	Integrated Accommodation Services 6.48% 31/03/2029	705,339	0.11
GBP800,000	Intu Metrocentre Finance 4.125% 06/12/2023	841,138	0.13
GBP480,000	Intu SGS Finance 3.875% 17/03/2023	496,685	0.07
GBP1,068,000	Intu SGS Finance 4.25% 17/09/2030	1,100,714	0.16
GBP650,000	Intu SGS Finance 4.625% 17/03/2033	700,280	0.10
GBP1,611,110	Juturna European Loan Conduit No 16 5.064% 10/08/2033	1,937,737	0.29
GBP154,000	Karbon Homes 3.375% 15/11/2047	151,033	0.02
GBP674,000	Land Securities Capital Markets 1.974% 08/02/2026	673,948	0.10
GBP1,038,000	Land Securities Capital Markets 5.391% 31/03/2027	1,237,226	0.18
GBP269,000	Land Securities Capital Markets 2.375% 29/03/2029	269,577	0.04
GBP775,000	Land Securities Capital Markets 2.399% 08/02/2031	772,765	0.12
GBP1,354,000	Land Securities Capital Markets 2.625% 22/09/2039	1,282,594	0.19
GBP756,000	Land Securities Capital Markets 2.75% 22/09/2059	673,483	0.10
GBP2,637,000	LCR Finance 4.5% 07/12/2028	3,303,905	0.49
GBP899,000	LCR Finance 4.5% 07/12/2038	1,242,501	0.19
GBP1,906,000	LCR Finance 5.1% 07/03/2051	3,158,678	0.47
GBP250,000	Leeds Building Society 4.25% 17/12/2018	250,575	0.04
GBP300,000	Leeds Building Society 4.875% 16/11/2020	321,604	0.05
GBP566,000	Legal & General Finance 5.875% 11/12/2031	744,439	0.11
GBP210,000	Legal & General Finance 5.875% 05/04/2033	275,761	0.04
GBP200,000	Libra Longhurst Group Treasury 5.125% 02/08/2038	246,568	0.04
GBP264,000	Libra Longhurst Group Treasury 3.25% 15/05/2043	251,848	0.04
GBP350,000	Lloyds Bank 2.75% 09/12/2018	350,256	0.05
GBP1,150,000	Lloyds Bank 1.75% 31/03/2022	1,163,846	0.17
GBP921,000	Lloyds Bank 7.5% 15/04/2024	1,148,508	0.17
GBP2,708,000	Lloyds Bank 5.125% 07/03/2025	3,237,484	0.48
GBP2,238,000	Lloyds Bank 4.875% 30/03/2027	2,727,988	0.41
GBP2,163,000	Lloyds Bank 6% 08/02/2029	2,910,968	0.43
GBP1,378,000	Lloyds Bank 6.5% 17/09/2040	1,916,194	0.29
GBP2,062,000	Lloyds Banking Group 2.25% 16/10/2024	1,963,100	0.29
GBP741,000	London & Quadrant Housing Trust 2.625% 05/05/2026	749,808	0.11

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP300,000	London & Quadrant Housing Trust 2.625% 28/02/2028	298,321	0.04
GBP400,000	London & Quadrant Housing Trust 2.25% 20/07/2029	382,544	0.06
GBP300,000	London & Quadrant Housing Trust 4.625% 05/12/2033	356,780	0.05
GBP310,000	London & Quadrant Housing Trust 5.5% 27/01/2040	407,718	0.06
GBP645,000	London & Quadrant Housing Trust 3.75% 27/10/2049	676,179	0.10
GBP415,000	London & Quadrant Housing Trust 3.125% 28/02/2053	385,529	0.06
GBP701,000	London & Quadrant Housing Trust 2.75% 20/07/2057	583,902	0.09
GBP300,000	London Stock Exchange Group 9.125% 18/10/2019	320,512	0.05
GBP1,166,767	Longstone Finance 4.791% 19/04/2036	1,342,918	0.20
GBP962,000	Martlet Homes 3% 09/05/2052	863,407	0.13
GBP833,537	Meadowhall Finance 4.986% 12/01/2032	1,007,675	0.15
GBP125,427	Meadowhall Finance 4.988% 12/07/2037	151,745	0.02
GBP184,000	Mercantile Investment Trust 6.125% 25/02/2030	236,628	0.04
GBP300,000	Merseylink Issuer 3.842% 31/03/2043	371,780	0.06
GBP332,000	Metropolitan Funding 4.125% 05/04/2048	368,384	0.06
GBP373,225	Mitchells & Butlers Finance 5.574% 15/12/2028	421,964	0.06
GBP538,000	Motability Operations Group 6.625% 10/12/2019	567,188	0.08
GBP772,000	Motability Operations Group 5.375% 28/06/2022	874,869	0.13
GBP812,000	Motability Operations Group 3.75% 16/07/2026	901,255	0.13
GBP815,000	Motability Operations Group 4.375% 08/02/2027	937,473	0.14
GBP591,000	Motability Operations Group 5.625% 29/11/2030	774,695	0.12
GBP438,000	Motability Operations Group 2.375% 14/03/2032	419,254	0.06
GBP866,000	Motability Operations Group 3.625% 10/03/2036	945,061	0.14
GBP147,000	National Grid Electricity Transmission 5.875% 02/02/2024	175,139	0.03
GBP470,000	National Grid Electricity Transmission 4% 08/06/2027	532,219	0.08
GBP250,000	National Grid Gas 6.375% 03/03/2020	265,878	0.04
GBP1,800,000	National Westminster Bank 5.125% 13/01/2024	2,104,740	0.31
GBP823,000	Nationwide Building Society 2.25% 29/04/2022	833,347	0.12

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP1,288,000	Nationwide Building Society 5.625% 28/01/2026	1,622,622	0.24
GBP803,000	Nationwide Building Society 3% 06/05/2026	812,453	0.12
GBP1,199,000	Nationwide Building Society 3.25% 20/01/2028	1,223,582	0.18
GBP711,612	Nats En Route 5.25% 31/03/2026	813,646	0.12
GBP1,850,000	Network Rail Infrastructure Finance 4.625% 21/07/2020	1,962,036	0.29
GBP1,025,000	Network Rail Infrastructure Finance 3% 07/09/2023	1,110,676	0.17
GBP1,067,000	Network Rail Infrastructure Finance 4.75% 22/01/2024	1,251,104	0.19
GBP1,389,000	Network Rail Infrastructure Finance 4.375% 09/12/2030	1,769,911	0.26
GBP2,298,000	Network Rail Infrastructure Finance 4.75% 29/11/2035	3,191,118	0.48
GBP83,000	Northern Electric Finance 8.875% 16/10/2020	94,187	0.01
GBP145,000	Northern Electric Finance 5.125% 04/05/2035	184,537	0.03
GBP210,000	Northern Powergrid 7.25% 15/12/2022	254,813	0.04
GBP193,000	Northern Powergrid Yorkshire 9.25% 17/01/2020	209,703	0.03
GBP610,000	Northern Powergrid Yorkshire 5.125% 04/05/2035	776,360	0.12
GBP500,000	Notting Hill Housing Trust 3.75% 20/12/2032	531,744	0.08
GBP506,000	Notting Hill Housing Trust 5.25% 07/07/2042	637,137	0.10
GBP1,578,000	Notting Hill Housing Trust 3.25% 12/10/2048	1,464,613	0.22
GBP500,000	Notting Hill Housing Trust 4.375% 20/02/2054	573,825	0.09
GBP151,000	NRAM 6.375% 02/12/2019	158,215	0.02
GBP782,283	Octagon Healthcare Funding 5.333% 31/12/2035	953,594	0.14
GBP458,000	Optivo Finance 3.283% 22/03/2048	446,180	0.07
GBP563,000	Orbit Capital 3.5% 24/03/2045	556,354	0.08
GBP688,000	Orbit Capital 3.375% 14/06/2048	667,972	0.10
GBP500,000	Paragon Treasury 3.625% 21/01/2047	504,913	0.08
GBP908,000	Peabody Capital No 2 3.25% 14/09/2048	859,117	0.13
GBP550,000	Peabody Capital No 2 4.625% 12/12/2053	668,432	0.10
GBP634,000	Penarian Housing Finance 3.212% 07/06/2052	593,777	0.09
GBP1,000,000	PRS Finance 1.75% 24/11/2026	1,003,032	0.15
GBP1,075,000	Prudential 6.875% 20/01/2023	1,295,073	0.19
GBP343,000	Prudential 5.875% 11/05/2029	441,060	0.07
GBP137,489	Quadrant Housing Finance 7.76% 10/02/2033	189,698	0.03

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP900,000	Rio Tinto Finance 4% 11/12/2029	1,026,425	0.15
GBP830,000	Riverside Finance 3.875% 05/12/2044	894,090	0.13
GBP791,000	Rolls-Royce 3.375% 18/06/2026	833,473	0.12
GBP362,750	RSL Finance No 1 6.625% 31/03/2038	492,898	0.07
GBP736,000	Sanctuary Capital 6.697% 23/03/2039	1,100,320	0.16
GBP779,000	Sanctuary Capital 5% 26/04/2047	1,004,821	0.15
GBP1,211,000	Santander UK 1.875% 17/02/2020	1,212,945	0.18
GBP1,866,000	Santander UK 5.125% 14/04/2021	2,031,645	0.30
GBP700,000	Santander UK 1.625% 10/05/2021	694,616	0.10
GBP2,083,000	Santander UK 5.75% 02/03/2026	2,623,995	0.39
GBP1,850,000	Santander UK 5.25% 16/02/2029	2,363,079	0.35
GBP1,100,000	Santander UK 3.875% 15/10/2029	1,173,636	0.18
GBP782,000	Segro 5.625% 07/12/2020	840,783	0.13
GBP810,000	Segro 2.375% 11/10/2029	766,873	0.11
GBP510,000	Segro 5.75% 20/06/2035	662,259	0.10
GBP295,000	Segro 2.875% 11/10/2037	267,815	0.04
GBP1,291,000	Society of Lloyd's 4.75% 30/10/2024	1,341,220	0.20
GBP500,000	Society of Lloyd's 4.875% 07/02/2047	493,975	0.07
GBP509,000	Southern Electric Power Distribution 5.5% 07/06/2032	634,682	0.09
GBP696,000	Southern Electric Power Distribution 4.625% 20/02/2037	798,872	0.12
GBP894,000	Southern Gas Networks 4.875% 21/03/2029	1,058,261	0.16
GBP309,000	Southern Housing Group 3.5% 19/10/2047	304,360	0.05
GBP104,000	Sovereign Housing Capital 5.705% 10/09/2039	141,533	0.02
GBP600,000	Sovereign Housing Capital 4.768% 01/06/2043	743,616	0.11
GBP730,000	SSE 4.25% 14/09/2021	781,716	0.12
GBP350,000	SSE 5.875% 22/09/2022	401,858	0.06
GBP1,073,000	SSE 8.375% 20/11/2028	1,565,232	0.23
GBP515,000	SSE 6.25% 27/08/2038	705,496	0.11
GBP150,000	Standard Chartered 4.375% 18/01/2038	158,984	0.02
GBP700,000	Swan Housing Capital 3.625% 05/03/2048	691,299	0.10
GBP72,325	Telereal Securitisation 4.974% 10/12/2033	81,622	0.01
GBP529,221	Telereal Securitisation 5.389% 10/12/2033	627,950	0.09
GBP439,323	Telereal Securitisation 5.553% 10/12/2033	524,032	0.08
GBP734,049	Telereal Securitisation 5.948% 10/12/2033	892,138	0.13
GBP458,000	The Co-Operative Bank 4.75% 11/11/2021	488,855	0.07
GBP707,000	THFC Funding No 1 5.125% 21/12/2037	876,376	0.13

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP420,000	THFC Funding No 2 6.35% 08/07/2041	594,418	0.09
GBP1,669,000	THFC Funding No 3 5.2% 11/10/2043	2,117,142	0.32
GBP500,000	Together Housing Finance 4.5% 17/12/2042	582,301	0.09
GBP930,000	Transport for London 2.25% 09/08/2022	954,679	0.14
GBP435,000	Transport for London 2.125% 24/04/2025	441,603	0.07
GBP200,000	Transport for London 4.5% 31/03/2031	234,368	0.04
GBP1,300,000	Transport for London 4% 12/09/2033	1,530,747	0.23
GBP200,000	Transport for London 5% 31/03/2035	251,752	0.04
GBP1,200,000	Transport for London 3.875% 23/07/2042	1,384,182	0.21
GBP772,000	Transport for London 3.625% 15/05/2045	862,240	0.13
GBP720,000	Transport for London 4% 07/04/2064	908,737	0.14
GBP578,000	Unilever 1.125% 03/02/2022	573,191	0.09
GBP425,000	Unilever 1.375% 15/09/2024	416,792	0.06
GBP385,000	Unilever 1.875% 15/09/2029	367,991	0.05
GBP732,000	UNITE USAF II 3.374% 30/06/2023	777,800	0.12
GBP400,000	UNITE USAF II 3.921% 30/06/2030	439,366	0.07
GBP678,000	United Utilities Water 5.75% 25/03/2022	769,686	0.11
GBP877,000	United Utilities Water 5.625% 20/12/2027	1,092,549	0.16
GBP310,000	United Utilities Water 5% 28/02/2035	386,995	0.06
GBP458,000	United Utilities Water Finance 2% 14/02/2025	450,957	0.07
GBP550,000	University of Cambridge 3.75% 17/10/2052	684,065	0.10
GBP437,000	University of Cambridge 2.35% 27/06/2078	382,082	0.06
GBP299,000	University of Leeds 3.125% 19/12/2050	310,000	0.05
GBP500,000	University of Liverpool 3.375% 25/06/2055	553,610	0.08
GBP525,000	University of Manchester 4.25% 04/07/2053	679,536	0.10
GBP1,394,000	University of Oxford 2.544% 08/12/2117	1,169,772	0.17
GBP580,000	University of Southampton 2.25% 11/04/2057	487,719	0.07
GBP270,000	Wales & West Utilities Finance 6.25% 30/11/2021	306,898	0.05
GBP800,000	Wales & West Utilities Finance 4.625% 13/12/2023	905,890	0.14
GBP653,000	Wales & West Utilities Finance 5.75% 29/03/2030	832,945	0.12
GBP171,000	Wales & West Utilities Finance 3% 03/08/2038	164,475	0.02
GBP600,000	Wellcome Trust 4% 09/05/2059	792,065	0.12

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	UNITED KINGDOM — (cont.)		
GBP1,465,000	Wellcome Trust 2.517% 07/02/2118	1,218,628	0.18
GBP676,000	Wellcome Trust Finance 4.75% 28/05/2021	733,839	0.11
GBP945,000	Wellcome Trust Finance 4.625% 25/07/2036	1,229,260	0.18
GBP600,000	Wessex Water Services Finance 4% 24/09/2021	638,922	0.10
GBP228,000	Wessex Water Services Finance 5.375% 10/03/2028	278,244	0.04
GBP367,000	Wessex Water Services Finance 5.75% 14/10/2033	487,157	0.07
GBP450,000	Wheatley Group Capital 4.375% 28/11/2044	500,906	0.07
GBP550,000	WHG Treasury 4.25% 06/10/2045	616,581	0.09
GBP474,956	White City Property Finance 5.12% 17/04/2035	584,293	0.09
GBP731,000	WM Treasury 2 3.25% 20/10/2048	694,127	0.10
GBP300,000	Yorkshire Building Society 3.5% 21/04/2026	301,699	0.05
GBP992,000	Zurich Finance UK 6.625% Open Maturity	1,080,883	0.16
		226,831,090	33.83
	IRELAND — 1.13% (1.72%)		
GBP250,000	Dali Capital 4.799% 21/12/2037	300,520	0.05
GBP206,000	ESB Finance 6.5% 05/03/2020	218,633	0.03
GBP731,000	Freshwater Finance 5.182% 20/04/2035	945,345	0.14
GBP200,000	Freshwater Finance 4.556% 03/04/2036	241,813	0.04
GBP741,000	Freshwater Finance 4.607% 17/10/2036	903,392	0.13
GBP154,000	GE Capital UK Funding Unlimited 5.625% 25/04/2019	155,661	0.02
GBP749,000	GE Capital UK Funding Unlimited 4.375% 31/07/2019	755,668	0.11
GBP878,000	GE Capital UK Funding Unlimited 5.875% 04/11/2020	904,249	0.14
GBP139,000	GE Capital UK Funding Unlimited 5.125% 24/05/2023	142,802	0.02
GBP533,000	GE Capital UK Funding Unlimited 4.125% 13/09/2023	525,376	0.08
GBP759,000	GE Capital UK Funding Unlimited 5.875% 18/01/2033	785,315	0.12
GBP536,000	GE Capital UK Funding Unlimited 6.25% 05/05/2038	563,256	0.08
GBP958,000	GE Capital UK Funding Unlimited 8% 14/01/2039	1,168,779	0.17
		7,610,809	1.13
	CHANNEL ISLANDS — 1.70% (1.79%)		
GBP255,000	ASIF III Jersey 5% 18/12/2018	255,699	0.04
GBP232,000	Heathrow Funding 9.2% 29/03/2023	272,046	0.04

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	CHANNEL ISLANDS — (cont.)		
GBP1,748,000	Heathrow Funding 5.225% 15/02/2025	1,982,092	0.30
GBP175,000	Heathrow Funding 7.075% 04/08/2028	234,503	0.04
GBP1,528,000	Heathrow Funding 6.75% 03/12/2028	1,973,643	0.29
GBP1,945,000	Heathrow Funding 6.45% 10/12/2031	2,632,729	0.39
GBP1,521,000	Heathrow Funding 5.875% 13/05/2043	2,047,748	0.31
GBP1,236,000	Heathrow Funding 4.625% 31/10/2046	1,439,309	0.21
GBP634,000	Heathrow Funding 2.75% 09/08/2051	530,201	0.08
		11,367,970	1.70
	CONTINENTAL EUROPE — 28.07% (27.16%)		
	Austria — 0.23% (0.09%)		
GBP420,000	Oesterreichische Kontrollbank 0.75% 07/03/2022	413,987	0.06
GBP950,000	Oesterreichische Kontrollbank 1.125% 15/12/2022	944,565	0.14
GBP133,000	Oesterreichische Kontrollbank 5.75% 07/12/2028	179,032	0.03
		1,537,584	0.23
	Denmark — 0.10% (0.11%)		
GBP700,000	Kommunekredit 1.375% 12/10/2022	702,831	0.10
	Finland — 0.37% (0.38%)		
GBP341,000	Municipality Finance 1.25% 07/03/2019	341,299	0.05
GBP750,000	Municipality Finance 0.75% 15/12/2020	745,074	0.11
GBP573,000	Municipality Finance 1.25% 07/12/2022	573,831	0.09
GBP820,000	OP Corporate Bank 2.5% 20/05/2022	840,993	0.12
		2,501,197	0.37
	France — 7.29% (7.54%)		
GBP1,300,000	Banque Federative du Credit Mutuel 0.875% 08/06/2020	1,285,534	0.19
GBP700,000	Banque Federative du Credit Mutuel 1.375% 20/12/2021	689,325	0.10
GBP600,000	Banque Federative du Credit Mutuel 1.875% 13/12/2022	595,166	0.09
GBP506,000	BNP Paribas 2.375% 20/11/2019	510,434	0.08
GBP1,106,000	BNP Paribas 1.125% 16/08/2022	1,071,691	0.16
GBP300,000	Caisse des Dépôts 1.5% 23/12/2019	301,460	0.04
GBP800,000	Caisse des Dépôts 0.5% 12/06/2020	792,642	0.12
GBP186,000	Caisse Francaise de Financement Local 5.5% 16/07/2026	232,568	0.03
GBP353,000	Cie de Financement Foncier 5.5% 26/01/2027	450,077	0.07
GBP308,000	Credit Agricole 5.5% 17/12/2021	343,278	0.05
GBP1,200,000	Dexia Credit Local 2% 17/06/2020	1,213,606	0.18

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	France — (cont.)		
GBP1,400,000	Dexia Credit Local 0.875% 07/09/2021	1,381,516	0.21
GBP1,600,000	Dexia Credit Local 1.125% 15/06/2022	1,582,437	0.24
GBP900,000	Dexia Credit Local 1.625% 08/12/2023	903,770	0.13
GBP1,100,000	Dexia Credit Local 2.125% 12/02/2025	1,122,585	0.17
GBP750,000	Electricite de France 6.875% 12/12/2022	900,249	0.13
GBP1,050,000	Electricite de France 6.25% 30/05/2028	1,339,858	0.20
GBP1,079,000	Electricite de France 5.875% 18/07/2031	1,370,868	0.20
GBP2,750,000	Electricite de France 6.125% 02/06/2034	3,582,332	0.53
GBP900,000	Electricite de France 5.5% 27/03/2037	1,085,575	0.16
GBP2,900,000	Electricite de France 5.5% 17/10/2041	3,535,538	0.53
GBP2,200,000	Electricite de France 5.125% 22/09/2050	2,580,239	0.38
GBP2,400,000	Electricite de France 6% 23/01/2114	2,943,454	0.44
GBP800,000	Engie 6.125% 11/02/2021	881,300	0.13
GBP700,000	Engie 7% 30/10/2028	972,716	0.14
GBP2,100,000	Engie 5% 01/10/2060	2,856,412	0.43
GBP1,193,000	IXIS Corporate & Investment Bank 5.875% 24/02/2020	1,260,765	0.19
GBP932,000	LVMH 1% 14/06/2022	919,385	0.14
GBP779,000	SNCF Mobilites 5.375% 18/03/2027	980,643	0.15
GBP1,290,000	SNCF Reseau 5.5% 01/12/2021	1,450,283	0.22
GBP1,786,000	SNCF Reseau 5.25% 07/12/2028	2,305,549	0.34
GBP1,008,000	SNCF Reseau 5.25% 31/01/2035	1,387,214	0.21
GBP857,000	SNCF Reseau 5% 11/03/2052	1,302,080	0.19
GBP995,000	SNCF Reseau 4.83% 25/03/2060	1,548,526	0.23
GBP306,000	Société Générale 5% 20/12/2018	306,913	0.05
GBP300,000	Suez 5.375% 02/12/2030	377,806	0.06
GBP896,000	Total Capital International 2.25% 17/12/2020	912,184	0.14
GBP720,000	Total Capital International 2.25% 09/06/2022	737,644	0.11
GBP420,000	Total Capital International 1.25% 16/12/2024	406,828	0.06
GBP463,000	Total Capital International 1.75% 07/07/2025	457,896	0.07
		48,878,346	7.29
	Germany — 11.85% (10.93%)		
GBP222,000	Aareal Bank 1% 04/06/2020	220,996	0.03
GBP500,000	Aareal Bank 1.5% 16/06/2022	500,456	0.08
GBP500,000	BASF 1.375% 21/06/2022	497,323	0.07
GBP230,000	BASF 0.875% 06/10/2023	222,152	0.03
GBP674,000	BASF 1.75% 11/03/2025	668,839	0.10

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Germany — (cont.)		
GBP800,000	Bayerische Landesbank 1.25% 20/12/2021	795,006	0.12
GBP300,000	Daimler 1% 20/12/2019	297,717	0.04
GBP1,002,000	Daimler 2.75% 04/12/2020	1,018,733	0.15
GBP700,000	Daimler 1.5% 18/08/2021	689,208	0.10
GBP200,000	Daimler 2.375% 16/12/2021	201,445	0.03
GBP1,160,000	Daimler 1.5% 13/01/2022	1,136,350	0.17
GBP474,000	Daimler 2.125% 07/06/2022	472,683	0.07
GBP600,000	Daimler 2% 04/09/2023	589,835	0.09
GBP420,000	Deutsche Bahn Finance 2.75% 20/06/2022	439,010	0.07
GBP353,000	Deutsche Bahn Finance 1.375% 07/07/2025	344,911	0.05
GBP1,149,000	Deutsche Bahn Finance 3.125% 24/07/2026	1,248,834	0.19
GBP1,000,000	Deutsche Pfandbriefbank 1.875% 20/12/2019	1,006,559	0.15
GBP700,000	Deutsche Pfandbriefbank 1% 04/12/2020	694,891	0.10
GBP600,000	Deutsche Pfandbriefbank 1.5% 16/12/2021	600,554	0.09
GBP400,000	Erste Abwicklungsanstalt 1% 07/03/2019	400,035	0.06
GBP300,000	FMS Wertmanagement 1.25% 08/03/2019	300,326	0.05
GBP2,000,000	FMS Wertmanagement 1.125% 13/12/2019	2,003,044	0.30
GBP1,500,000	FMS Wertmanagement 0.625% 06/03/2020	1,493,193	0.22
GBP2,600,000	FMS Wertmanagement 0.875% 14/05/2021	2,588,550	0.39
GBP2,100,000	FMS Wertmanagement 0.875% 14/02/2022	2,082,658	0.31
GBP2,900,000	FMS Wertmanagement 1% 07/09/2022	2,877,763	0.43
GBP1,700,000	FMS Wertmanagement 1.125% 07/09/2023	1,685,740	0.25
GBP500,000	FMS Wertmanagement 1.375% 07/03/2025	498,123	0.07
GBP707,000	Henkel AG & Company 0.875% 13/09/2022	691,910	0.10
GBP6,453,000	Kreditanstalt fuer Wiederaufbau 1.125% 23/12/2019	6,465,777	0.96
GBP1,838,000	Kreditanstalt fuer Wiederaufbau 1.625% 05/06/2020	1,856,428	0.28
GBP3,390,000	Kreditanstalt fuer Wiederaufbau 0.375% 15/12/2020	3,343,920	0.50
GBP3,360,000	Kreditanstalt fuer Wiederaufbau 1.375% 01/02/2021	3,383,480	0.51
GBP4,900,000	Kreditanstalt fuer Wiederaufbau 5.55% 07/06/2021	5,447,595	0.81
GBP1,920,000	Kreditanstalt fuer Wiederaufbau 0.875% 15/03/2022	1,901,334	0.28
GBP1,800,000	Kreditanstalt fuer Wiederaufbau 1% 15/12/2022	1,782,666	0.27

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Germany — (cont.)		
GBP1,000,000	Kreditanstalt fuer Wiederaufbau 1.25% 29/12/2023	996,676	0.15
GBP1,627,000	Kreditanstalt fuer Wiederaufbau 5% 10/09/2024	1,953,295	0.29
GBP1,239,000	Kreditanstalt fuer Wiederaufbau 5.5% 18/06/2025	1,553,186	0.23
GBP5,138,000	Kreditanstalt fuer Wiederaufbau 6% 07/12/2028	7,147,575	1.07
GBP3,126,000	Kreditanstalt fuer Wiederaufbau 5.75% 07/06/2032	4,568,339	0.68
GBP1,225,000	Kreditanstalt fuer Wiederaufbau 5% 09/06/2036	1,764,799	0.26
GBP787,000	Kreditanstalt fuer Wiederaufbau 4.875% 15/03/2037	1,119,290	0.17
GBP1,125,000	Landeskreditbank Baden-Wuerttemberg Foerderbank 1.125% 17/05/2021	1,124,934	0.17
GBP850,000	Landeskreditbank Baden-Wuerttemberg Foerderbank 0.875% 07/03/2022	840,126	0.13
GBP480,000	Landeskreditbank Baden-Wuerttemberg Foerderbank 1.375% 15/12/2023	480,168	0.07
GBP925,000	Landwirtschaftliche Rentenbank 1.5% 23/12/2019	930,309	0.14
GBP773,000	Landwirtschaftliche Rentenbank 1.375% 15/12/2020	778,194	0.12
GBP700,000	Landwirtschaftliche Rentenbank 1.125% 12/05/2021	701,026	0.10
GBP1,900,000	Landwirtschaftliche Rentenbank 1.125% 15/12/2023	1,883,356	0.28
GBP475,000	Landwirtschaftliche Rentenbank 1.375% 08/09/2025	472,078	0.07
GBP900,000	Muenchener Rueckversicherungs-Gesellschaft 6.625% 26/05/2042	1,008,540	0.15
GBP400,000	NRW Bank 1.25% 15/12/2021	400,513	0.06
GBP1,300,000	NRW Bank 1% 15/06/2022	1,288,758	0.19
		79,459,206	11.85
	Luxembourg — 0.07% (0.07%)		
GBP438,000	Nestle Finance International 2.25% 30/11/2023	453,046	0.07
	Netherlands — 5.01% (5.34%)		
GBP200,000	ABN AMRO Bank 1% 30/06/2020	198,180	0.03
GBP1,400,000	ABN AMRO Bank 2.375% 07/12/2021	1,420,395	0.21
GBP1,200,000	ABN AMRO Bank 1.375% 07/06/2022	1,175,644	0.18
GBP427,000	Aegon 6.125% 15/12/2031	572,087	0.09
GBP942,000	Aegon 6.625% 16/12/2039	1,374,001	0.21
GBP1,200,000	Allianz Finance 4.5% 13/03/2043	1,512,232	0.23
GBP1,399,000	Bank Nederlandse Gemeenten 1.375% 09/12/2019	1,404,146	0.21
GBP750,000	Bank Nederlandse Gemeenten 1.125% 24/05/2021	749,910	0.11
GBP868,000	Bank Nederlandse Gemeenten 5.375% 07/06/2021	959,314	0.14

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Netherlands — (cont.)		
GBP1,300,000	Bank Nederlandse Gemeenten 1% 15/03/2022	1,289,179	0.19
GBP720,000	Bank Nederlandse Gemeenten 1% 17/06/2022	712,858	0.11
GBP500,000	Bank Nederlandse Gemeenten 1.625% 26/08/2025	502,204	0.07
GBP500,000	Bank Nederlandse Gemeenten 5.2% 07/12/2028	649,344	0.10
GBP858,000	BMW Finance 1.875% 29/06/2020	859,793	0.13
GBP425,000	BMW Finance 1% 17/11/2021	413,737	0.06
GBP475,000	BMW Finance 2.375% 01/12/2021	481,118	0.07
GBP915,000	BMW Finance 0.875% 16/08/2022	876,724	0.13
GBP500,000	BMW International Investment 1.75% 19/04/2022	495,215	0.07
GBP595,000	BMW International Investment 1.875% 11/09/2023	584,638	0.09
GBP545,000	Cooperatieve Rabobank 4.625% 13/01/2021	580,671	0.09
GBP1,932,000	Cooperatieve Rabobank 2.25% 23/03/2022	1,963,391	0.29
GBP1,130,000	Cooperatieve Rabobank 4% 19/09/2022	1,222,418	0.18
GBP289,000	Cooperatieve Rabobank 4.875% 10/01/2023	324,483	0.05
GBP810,000	Cooperatieve Rabobank 5.25% 14/09/2027	896,489	0.13
GBP1,950,000	Cooperatieve Rabobank 4.625% 23/05/2029	2,050,581	0.31
GBP216,000	Cooperatieve Rabobank 4.55% 30/08/2029	255,344	0.04
GBP763,000	Cooperatieve Rabobank 5.25% 23/05/2041	1,022,267	0.15
GBP750,000	Cooperatieve Rabobank 5.375% 03/08/2060	1,066,717	0.16
GBP850,000	Elm B.V. 6.302% Open Maturity	852,176	0.13
GBP951,000	ING Bank 5.375% 15/04/2021	1,036,406	0.15
GBP765,000	JT International Financial Services 2.75% 28/09/2033	742,732	0.11
GBP386,000	Linde Finance 5.875% 24/04/2023	457,365	0.07
GBP220,000	Nederlandse Waterschapsbank 2% 28/12/2018	220,246	0.03
GBP700,000	Nederlandse Waterschapsbank 1% 09/12/2019	699,891	0.10
GBP300,000	Nederlandse Waterschapsbank 0.875% 20/12/2021	296,785	0.04
GBP712,000	Nederlandse Waterschapsbank 5.375% 07/06/2032	984,431	0.15
GBP825,000	Shell International Finance 2% 20/12/2019	831,023	0.12
GBP400,000	Siemens Financieringsmaatschappij 2.75% 10/09/2025	422,048	0.06
GBP1,300,000	Siemens Financieringsmaatschappij 3.75% 10/09/2042	1,472,175	0.22
		33,628,358	5.01

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Norway — 1.08% (0.90%)		
GBP921,000	DNB Bank 4.25% 27/01/2020	950,618	0.14
GBP580,000	Equinor 6.125% 27/11/2028	771,566	0.12
GBP1,312,000	Equinor 6.875% 11/03/2031	1,917,291	0.29
GBP450,000	Equinor 4.25% 10/04/2041	548,899	0.08
GBP500,000	Kommunalbanken 0.875% 08/12/2020	497,929	0.07
GBP1,550,000	Kommunalbanken 1.125% 30/11/2022	1,542,126	0.23
GBP500,000	Kommunalbanken 1.5% 15/12/2023	503,615	0.08
GBP500,000	SpareBank 1 Boligkreditt 1.75% 18/12/2023	501,462	0.07
		7,233,506	1.08
	Spain — 0.12% (0.00%)		
GBP800,000	Banco Santander 2.75% 12/09/2023	789,971	0.12
	Sweden — 1.92% (1.80%)		
GBP889,000	Investor 5.5% 05/05/2037	1,191,895	0.18
GBP420,000	Kommuninvest I Sverige 1.125% 06/09/2019	420,370	0.06
GBP600,000	Nordea Bank 2.125% 13/11/2019	604,409	0.09
GBP1,630,000	Nordea Bank 2.375% 02/06/2022	1,663,089	0.25
GBP1,125,000	Skandinaviska Enskilda Banken 3% 18/12/2020	1,156,296	0.17
GBP960,000	Skandinaviska Enskilda Banken 1.25% 05/08/2022	941,988	0.14
GBP900,000	Svensk Exportkredit 0.625% 07/12/2020	892,059	0.13
GBP450,000	Svensk Exportkredit 1.375% 15/12/2022	451,786	0.07
GBP550,000	Svenska Handelsbanken 3% 20/11/2020	565,889	0.09
GBP850,000	Svenska Handelsbanken 2.375% 18/01/2022	866,187	0.13
GBP787,000	Svenska Handelsbanken 1.625% 18/06/2022	781,305	0.12
GBP750,000	Svenska Handelsbanken 2.75% 05/12/2022	775,288	0.12
GBP291,000	Swedbank 1.625% 15/04/2019	291,420	0.04
GBP973,000	Swedbank 1.25% 29/12/2021	954,955	0.14
GBP634,000	Swedbank 1.625% 28/12/2022	623,055	0.09
GBP700,000	Swedbank Hypotek 1.125% 07/12/2021	694,282	0.10
		12,874,273	1.92
	Switzerland — 0.03% (0.00%)		
GBP171,000	UBS 6.375% 19/11/2024	178,192	0.03
	NORTH AMERICA — 14.89% (15.34%)		
	Canada — 1.19% (1.22%)		
GBP595,000	Bank of Montreal 1.375% 29/12/2021	588,572	0.09
GBP459,000	Bank of Montreal 1.625% 21/06/2022	456,255	0.07
GBP850,000	Bank of Nova Scotia 0.75% 14/09/2021	836,102	0.12

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Canada — (cont.)		
GBP580,000	Bank of Nova Scotia 1.25% 08/06/2022	568,470	0.09
GBP500,000	Bank of Nova Scotia 1.75% 23/12/2022	496,245	0.07
GBP1,000,000	Canadian Imperial Bank of Commerce 1.125% 30/06/2022	988,752	0.15
GBP680,000	Export Development Canada 1.375% 16/12/2019	682,819	0.10
GBP850,000	Export Development Canada 1% 15/12/2020	848,936	0.13
GBP750,000	Export Development Canada 0.875% 07/12/2021	743,695	0.11
GBP650,000	Export Development Canada 1.375% 08/12/2023	652,080	0.10
GBP822,000	Royal Bank of Canada 1.125% 22/12/2021	816,660	0.12
GBP300,000	Toronto-Dominion Bank 1% 13/12/2021	296,437	0.04
		7,975,023	1.19
	Cayman Islands — 2.35% (2.32%)		
GBP413,000	Affinity Water Programme Finance 4.5% 31/03/2036	501,998	0.07
GBP144,000	ASIF II 6.375% 05/10/2020	156,078	0.02
GBP868,000	Dwr Cymru Financing 6.907% 31/03/2021	977,990	0.15
GBP397,000	Dwr Cymru Financing 6.015% 31/03/2028	517,148	0.08
GBP995,000	Dwr Cymru Financing 2.5% 31/03/2036	944,972	0.14
GBP50,000	Dwr Cymru Financing 4.473% 31/03/2057	65,847	0.01
GBP1,278,000	IPIC GMTN 6.875% 14/03/2026	1,655,381	0.25
GBP50,000	Lunar Funding I 5.494% 29/07/2020	52,778	0.01
GBP300,000	Lunar Funding I 5.75% 18/10/2033	406,755	0.06
GBP499,000	Southern Water Services Finance 5% 31/03/2021	538,086	0.08
GBP653,000	Southern Water Services Finance 6.64% 31/03/2026	834,595	0.12
GBP805,000	Southern Water Services Finance 6.192% 31/03/2029	1,060,827	0.16
GBP250,000	Southern Water Services Finance 5% 31/03/2041	320,384	0.05
GBP241,000	Southern Water Services Finance 4.5% 31/03/2052	302,812	0.04
GBP800,000	Southern Water Services Finance 5.125% 30/09/2056	1,132,447	0.17
GBP100,000	Thames Water Utilities Cayman Finance 4.375% 03/07/2034	111,181	0.02
GBP750,053	Trafford Centre Finance 6.5% 28/07/2033	987,602	0.15
GBP970,000	Yorkshire Power Finance 7.25% 04/08/2028	1,347,520	0.20
GBP350,000	Yorkshire Water Finance 6% 21/08/2019	361,696	0.05

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Cayman Islands — (cont.)		
GBP514,000	Yorkshire Water Finance 6.588% 21/02/2023	613,160	0.09
GBP50,000	Yorkshire Water Finance 6.454% 28/05/2027	64,655	0.01
GBP350,000	Yorkshire Water Finance 3.625% 01/08/2029	380,204	0.06
GBP1,005,000	Yorkshire Water Finance 6.601% 17/04/2031	1,389,878	0.21
GBP100,000	Yorkshire Water Finance 5.5% 28/05/2037	131,710	0.02
GBP600,000	Yorkshire Water Finance 6.375% 19/08/2039	875,340	0.13
		15,731,044	2.35
	Mexico — 0.74% (0.79%)		
GBP1,200,000	America Movil 5% 27/10/2026	1,405,896	0.21
GBP933,000	America Movil 5.75% 28/06/2030	1,167,231	0.17
GBP550,000	America Movil 4.948% 22/07/2033	655,105	0.10
GBP1,588,000	America Movil 4.375% 07/08/2041	1,767,665	0.26
		4,995,897	0.74
	United States — 10.61% (11.01%)		
GBP555,000	American Honda Finance 1.3% 21/03/2022	548,460	0.08
GBP700,000	American Honda Finance 2.625% 14/10/2022	722,690	0.11
GBP1,415,000	Apple 3.05% 31/07/2029	1,523,205	0.23
GBP700,000	Apple 3.6% 31/07/2042	782,816	0.12
GBP1,340,000	Bank of America 5.5% 04/12/2019	1,394,716	0.21
GBP1,500,000	Bank of America 6.125% 15/09/2021	1,671,129	0.25
GBP1,437,000	Bank of America 2.3% 25/07/2025	1,404,495	0.21
GBP475,000	Bank of America 4.25% 10/12/2026	520,604	0.08
GBP2,150,000	Bank of America 7% 31/07/2028	2,853,566	0.43
GBP464,000	BMW US Capital 2% 20/11/2019	465,919	0.07
GBP600,000	Brown-Forman 2.6% 07/07/2028	600,365	0.09
GBP150,000	Cargill 5.375% 02/03/2037	195,828	0.03
GBP98,000	Citigroup 6.25% 02/09/2019	101,562	0.01
GBP1,337,000	Citigroup 5.15% 21/05/2026	1,545,331	0.23
GBP848,000	Citigroup 6.8% 25/06/2038	1,210,350	0.18
GBP1,215,000	Citigroup 7.375% 01/09/2039	1,854,005	0.28
GBP972,000	Comcast 5.5% 23/11/2029	1,221,260	0.18
GBP105,000	Federal National Mortgage Association 5.375% 07/06/2021	115,459	0.02
GBP368,000	Federal National Mortgage Association 5.375% 07/12/2028	477,902	0.07
GBP468,000	General Electric 6.25% 29/09/2020	485,974	0.07
GBP423,000	General Electric 5.5% 07/06/2021	435,755	0.06
GBP238,000	General Electric 5.25% 07/12/2028	241,875	0.04
GBP135,000	General Electric 5.625% 16/09/2031	142,081	0.02
GBP519,000	General Electric 5.375% 18/12/2040	487,330	0.07
GBP366,000	Goldman Sachs 7.125% 07/08/2025	456,438	0.07
GBP1,858,000	Goldman Sachs 4.25% 29/01/2026	1,986,405	0.30

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	United States — (cont.)		
GBP818,000	Goldman Sachs 7.25% 10/04/2028	1,073,694	0.16
GBP1,315,000	Goldman Sachs 3.125% 25/07/2029	1,253,191	0.19
GBP1,325,000	International Business Machines 2.75% 21/12/2020	1,359,616	0.20
GBP350,000	International Business Machines 2.625% 05/08/2022	362,705	0.05
GBP800,000	Johnson & Johnson 5.5% 06/11/2024	974,368	0.14
GBP1,043,000	JPMorgan Chase 1.875% 10/02/2020	1,047,001	0.16
GBP1,300,000	JPMorgan Chase 3.5% 18/12/2026	1,388,665	0.21
GBP800,000	MetLife 5.25% 29/06/2020	844,660	0.13
GBP499,000	MetLife 5.375% 09/12/2024	588,885	0.09
GBP875,000	Metropolitan Life Global Funding I 1.125% 15/12/2021	863,416	0.13
GBP500,000	Metropolitan Life Global Funding I 1.625% 09/06/2022	496,305	0.07
GBP754,000	Metropolitan Life Global Funding I 2.625% 05/12/2022	778,839	0.12
GBP868,000	Metropolitan Life Global Funding I 2.875% 11/01/2023	905,601	0.13
GBP700,000	Metropolitan Life Global Funding I 3.5% 30/09/2026	759,627	0.11
GBP1,465,000	Morgan Stanley 2.625% 09/03/2027	1,426,972	0.21
GBP1,059,000	Nestle 1.75% 09/12/2020	1,069,120	0.16
GBP640,000	Nestle 1% 11/06/2021	635,142	0.09
GBP628,000	New York Life Global Funding 1% 15/12/2021	616,523	0.09
GBP1,141,000	New York Life Global Funding 1.75% 15/12/2022	1,142,254	0.17
GBP824,000	PepsiCo 2.5% 01/11/2022	859,565	0.13
GBP800,000	Pfizer 6.5% 03/06/2038	1,219,667	0.18
GBP3,136,000	Pfizer 2.735% 15/06/2043	2,978,153	0.44
GBP612,000	Procter & Gamble 1.375% 03/05/2025	597,524	0.09
GBP617,000	Procter & Gamble 1.8% 03/05/2029	595,327	0.09
GBP257,000	Procter & Gamble 5.25% 19/01/2033	341,506	0.05
GBP1,003,000	Prologis 2.25% 30/06/2029	940,150	0.14
GBP217,000	Tennessee Valley Authority 5.35% 07/06/2021	237,673	0.03
GBP427,000	Tennessee Valley Authority 5.625% 07/06/2032	582,559	0.09
GBP382,000	Tennessee Valley Authority 4.625% 07/06/2043	508,005	0.08
GBP525,000	Toyota Motor Credit 1.125% 07/09/2021	518,536	0.08
GBP1,041,000	Toyota Motor Credit 1% 27/09/2022	1,012,585	0.15
GBP900,000	United Parcel Service 5.125% 12/02/2050	1,259,964	0.19
GBP785,000	Walmart 5.75% 19/12/2030	1,064,141	0.16
GBP1,568,000	Walmart 5.625% 27/03/2034	2,165,138	0.32
GBP2,031,000	Walmart 5.25% 28/09/2035	2,765,783	0.41
GBP490,000	Walmart 4.875% 19/01/2039	648,569	0.10
GBP1,430,000	Wells Fargo 2.125% 22/04/2022	1,427,357	0.21
GBP783,000	Wells Fargo 1.375% 30/06/2022	760,985	0.11

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	United States — (cont.)		
GBP1,200,000	Wells Fargo 5.25% 01/08/2023	1,336,154	0.20
GBP1,125,000	Wells Fargo 2.125% 20/12/2023	1,110,232	0.17
GBP2,145,000	Wells Fargo 2% 28/07/2025	2,048,910	0.31
GBP729,000	Wells Fargo 3.5% 12/09/2029	757,700	0.11
GBP1,708,000	Wells Fargo 4.625% 02/11/2035	2,012,946	0.30
GBP1,450,000	Wells Fargo 4.875% 29/11/2035	1,615,808	0.24
GBP802,000	Westfield America Management 2.625% 30/03/2029	773,152	0.11
		71,170,193	10.61
	ASIA — 0.97% (1.01%)		
	Japan — 0.61% (0.64%)		
GBP650,000	East Japan Railway 4.75% 08/12/2031	818,953	0.12
GBP800,000	East Japan Railway 5.25% 22/04/2033	1,060,444	0.16
GBP400,000	East Japan Railway 4.875% 14/06/2034	511,493	0.08
GBP400,000	East Japan Railway 4.5% 25/01/2036	496,926	0.07
GBP1,028,000	Japan Bank for International Cooperation 2.625% 15/12/2020	1,056,638	0.16
GBP160,000	Japan Finance Organization for Municipalities 5.75% 09/08/2019	165,081	0.02
		4,109,535	0.61
	Singapore — 0.30% (0.31%)		
GBP860,000	Temasek Financial I 4.625% 26/07/2022	958,062	0.15
GBP721,000	Temasek Financial I 5.125% 26/07/2040	1,017,718	0.15
		1,975,780	0.30
	South Korea — 0.06% (0.06%)		
GBP425,000	Korea Development Bank 1.75% 15/12/2022	422,616	0.06
	SUPRANATIONAL — 12.54% (12.10%)		
GBP1,375,000	Asian Development Bank 0.75% 24/03/2022	1,360,013	0.20
GBP720,000	Asian Development Bank 1% 15/12/2022	714,370	0.11
GBP1,050,000	Asian Development Bank 1.375% 15/12/2023	1,052,833	0.16
GBP500,000	Asian Development Bank 1.375% 07/03/2025	497,877	0.07
GBP785,000	Council of Europe Development Bank 1.25% 23/12/2019	787,237	0.12
GBP850,000	Council of Europe Development Bank 0.625% 15/06/2022	832,804	0.12
GBP600,000	Council Of Europe Development Bank 1.125% 15/12/2021	599,438	0.09
GBP345,000	Eurofima 5.5% 07/06/2032	475,024	0.07
GBP500,000	European Bank for Reconstruction & Development 1.25% 15/12/2022	500,100	0.07

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	SUPRANATIONAL — (cont.)		
GBP1,001,000	European Bank for Reconstruction & Development 5.625% 07/12/2028	1,356,679	0.20
GBP400,000	European Bank for Reconstruction & Development 5.125% 07/06/2032	545,979	0.08
GBP3,475,000	European Investment Bank 0.625% 17/01/2020	3,464,721	0.52
GBP2,861,000	European Investment Bank 2.25% 07/03/2020	2,909,288	0.43
GBP834,000	European Investment Bank 0.875% 15/03/2021	831,061	0.12
GBP3,986,000	European Investment Bank 5.375% 07/06/2021	4,411,653	0.66
GBP4,175,000	European Investment Bank 1.125% 07/09/2021	4,174,825	0.62
GBP430,000	European Investment Bank 4.25% 07/12/2021	469,299	0.07
GBP4,210,000	European Investment Bank 2.5% 31/10/2022	4,409,975	0.66
GBP2,650,000	European Investment Bank 0.875% 15/12/2023	2,587,009	0.39
GBP1,500,000	European Investment Bank 1.375% 07/03/2025	1,488,795	0.22
GBP2,792,000	European Investment Bank 5.5% 15/04/2025	3,465,067	0.52
GBP2,550,000	European Investment Bank 1% 21/09/2026	2,430,456	0.36
GBP614,000	European Investment Bank 3.75% 07/12/2027	720,277	0.11
GBP1,304,000	European Investment Bank 0% 07/12/2028	1,091,487	0.16
GBP3,907,000	European Investment Bank 6% 07/12/2028	5,398,654	0.81
GBP2,380,000	European Investment Bank 4.5% 07/06/2029	2,988,509	0.45
GBP3,432,000	European Investment Bank 5.625% 07/06/2032	4,899,945	0.73
GBP2,167,000	European Investment Bank 3.875% 08/06/2037	2,732,643	0.41
GBP2,787,000	European Investment Bank 5% 15/04/2039	4,072,922	0.61
GBP1,777,000	European Investment Bank 4.5% 07/03/2044	2,540,929	0.38
GBP1,679,000	European Investment Bank 4.625% 12/10/2054	2,673,603	0.40
GBP338,000	Inter-American Development Bank 5.25% 07/06/2021	373,370	0.06
GBP950,000	Inter-American Development Bank 0.625% 15/12/2021	935,085	0.14
GBP1,020,000	Inter-American Development Bank 1.25% 15/12/2023	1,018,048	0.15
GBP500,000	Inter-American Development Bank 1.375% 15/12/2024	499,885	0.07
GBP1,430,000	International Bank for Reconstruction & Development 1.375% 15/12/2020	1,439,938	0.21

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	SUPRANATIONAL — (cont.)		
GBP611,000	International Bank for Reconstruction & Development 5.4% 07/06/2021	677,630	0.10
GBP1,465,000	International Bank for Reconstruction & Development 0.375% 15/06/2021	1,440,603	0.22
GBP750,000	International Bank for Reconstruction & Development 0.75% 07/12/2021	742,107	0.11
GBP2,250,000	International Bank for Reconstruction & Development 1% 19/12/2022	2,234,898	0.33
GBP360,000	International Bank for Reconstruction & Development 0.625% 15/12/2023	349,150	0.05
GBP877,000	International Bank for Reconstruction & Development 4.875% 07/12/2028	1,134,150	0.17
GBP788,000	International Bank for Reconstruction & Development 5.75% 07/06/2032	1,150,737	0.17
GBP700,000	International Finance 1.25% 15/12/2023	698,652	0.10
GBP1,000,000	International Finance 1.375% 07/03/2025	996,975	0.15
GBP677,000	Nordic Investment Bank 5.25% 26/11/2019	705,924	0.11
GBP900,000	Nordic Investment Bank 0.625% 02/11/2021	887,204	0.13
GBP475,000	Nordic Investment Bank 1.125% 15/12/2022	473,613	0.07
GBP1,400,000	Nordic Investment Bank 1.125% 15/12/2023	1,389,826	0.21
GBP320,000	Nordic Investment Bank 5.2% 07/06/2032	445,714	0.07
		84,076,981	12.54
	PACIFIC BASIN — 2.54% (2.48%)		
	Australia — 2.34% (2.27%)		
GBP725,000	BHP Billiton Finance 3.25% 25/09/2024	776,779	0.12
GBP1,950,000	BHP Billiton Finance 4.3% 25/09/2042	2,314,773	0.35
GBP525,000	Commonwealth Bank of Australia 1.125% 22/12/2021	520,987	0.08
GBP160,000	Commonwealth Bank of Australia 4.875% 19/12/2023	160,253	0.02
GBP1,550,000	Commonwealth Bank of Australia 3% 04/09/2026	1,681,611	0.25
GBP500,000	Macquarie Bank 3.5% 18/12/2020	518,375	0.08
GBP510,000	National Australia Bank 1.875% 20/02/2020	512,733	0.08
GBP680,000	National Australia Bank 0.875% 26/06/2020	673,239	0.10
GBP600,000	National Australia Bank 1.125% 10/11/2021	595,656	0.09

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Australia — (cont.)		
GBP848,000	National Australia Bank 5.125% 09/12/2021	932,556	0.14
GBP425,000	National Australia Bank 1.375% 27/06/2022	418,744	0.06
GBP770,000	National Australia Bank 3% 04/09/2026	837,270	0.12
GBP420,000	Scentre Management 2.375% 08/04/2022	427,107	0.06
GBP1,153,000	Scentre Management 3.875% 16/07/2026	1,240,513	0.18
GBP120,000	SGSP Australia Assets 5.125% 11/02/2021	128,682	0.02
GBP500,000	Toyota Finance Australia 1.625% 11/07/2022	498,170	0.07
GBP315,000	Vicinity Centres 3.375% 07/04/2026	325,829	0.05
GBP553,000	Westfield America Management 2.125% 30/03/2025	541,433	0.08
GBP710,000	Westpac Banking 5% 21/10/2019	733,441	0.11
GBP850,000	Westpac Banking 1% 30/06/2022	839,673	0.13
GBP700,000	Westpac Banking 2.625% 14/12/2022	720,665	0.11
GBP300,000	Westpac Banking 2.125% 02/05/2025	296,326	0.04
		15,694,815	2.34
	New Zealand — 0.20% (0.21%)		
GBP300,000	ASB Finance 1% 07/09/2020	296,755	0.04
GBP236,000	Fonterra Cooperative Group 9.375% 04/12/2023	316,877	0.05
GBP700,000	Westpac Securities 2.5% 13/01/2021	712,932	0.11
		1,326,564	0.20
	GOVERNMENT BONDS — 1.98% (1.41%)		
	UNITED KINGDOM — 1.00% (0.52%)		
GBP3,150,000	United Kingdom Gilt 2% 22/07/2020	3,217,322	0.48
GBP2,400,000	United Kingdom Gilt 0.75% 22/07/2023	2,380,658	0.35
GBP1,150,000	United Kingdom Gilt 1.75% 07/09/2037	1,127,000	0.17
		6,724,980	1.00
	CHANNEL ISLANDS — 0.20% (0.21%)		
GBP451,000	Guernsey Government International Bond 3.375% 12/12/2046	494,645	0.07
GBP700,000	Jersey Government International Bond 3.75% 09/06/2054	846,357	0.13
		1,341,002	0.20
	ISLE OF MAN — 0.03% (0.03%)		
GBP149,000	Isle of Man Government International Bond 5.375% 14/08/2034	202,870	0.03

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	CONTINENTAL EUROPE — 0.27% (0.30%)		
	Belgium — 0.13% (0.13%)		
GBP198,000	Belgium Government International Bond 9.375% 21/02/2020	217,889	0.03
GBP450,000	Belgium Government International Bond 5.7% 28/05/2032	626,403	0.10
		844,292	0.13
	Finland — 0.14% (0.17%)		
GBP298,000	Finland Government International Bond 1.5% 19/12/2019	299,666	0.04
GBP638,000	Finland Government International Bond 1.625% 15/12/2020	645,687	0.10
		945,353	0.14
	NORTH AMERICA — 0.46% (0.32%)		
	Canada — 0.46% (0.32%)		
GBP1,267,000	Province of Alberta Canada 1% 15/11/2021	1,255,476	0.19
GBP595,000	Province of Manitoba Canada 0.75% 15/12/2021	584,647	0.08
GBP255,000	Province of Quebec Canada 0.875% 24/05/2022	251,074	0.04
GBP1,000,000	Province of Quebec Canada 1.5% 15/12/2023	1,001,934	0.15
		3,093,131	0.46
	MIDDLE EAST — 0.02% (0.03%)		
	Israel — 0.02% (0.03%)		
GBP100,000	Israel Government International Bond 6.875% 21/10/2034	148,160	0.02
Portfolio of investments		654,824,615	97.65
Net other assets		15,739,529	2.35
Total net assets		£670,564,144	100.00%

[1] These are unrated fixed interest securities and represent 0.13% of the net assets of the Fund.

Total purchases for the period: £77,500,679.

Total sales for the period: £48,743,501.

Financial Statements

Statement of Total Return for the period ended 20 November 2018

		20/11/18		20/11/17
	£	£	£	£
Income				
Net capital losses		(5,492,607)		(9,435,167)
Revenue	7,426,215		6,732,044	
Expenses	(233,379)		(225,774)	
Interest payable and similar charges	(7)		—	
Net revenue before taxation	7,192,829		6,506,270	
Taxation	—		—	
Net revenue after taxation for the period		7,192,829		6,506,270
Total return before distributions		1,700,222		(2,928,897)
Distributions		(7,426,207)		(6,732,039)
Change in net assets attributable to Unitholders from investment activities		**£(5,725,985)**		**£(9,660,936)**

Statement of Change in Net Assets attributable to Unitholders for the period ended 20 November 2018

		20/11/18		20/11/17
	£	£	£	£
Opening net assets attributable to Unitholders		648,634,296		567,333,446
Amounts received on issue of units	51,099,417		108,427,061	
Amounts paid on cancellation of units	(25,579,861)		(58,318,944)	
		25,519,556		50,108,117
Change in net assets attributable to Unitholders from investment activities		(5,725,985)		(9,660,936)
Retained distributions on accumulation units		2,136,277		2,307,249
Closing net assets attributable to Unitholders		**£670,564,144**		**£610,087,876**

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

Balance Sheet as at 20 November 2018

	20/11/18 £	20/05/18 £
ASSETS		
Fixed assets:		
Investments	654,824,615	634,917,926
Current assets:		
Debtors	10,665,484	14,345,174
Cash and bank balances	8,757,905	7,541,524
Total assets	**674,248,004**	**656,804,624**
LIABILITIES		
Creditors:		
Distributions payable	(2,716,667)	(2,472,285)
Other creditors	(967,193)	(5,698,043)
Total liabilities	**(3,683,860)**	**(8,170,328)**
Net assets attributable to Unitholders	**£670,564,144**	**£648,634,296**

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.

Fund 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	47,559	96,196	49.44
Accumulation Units	51,138	102,429	49.93
F-Class			
Distribution Units	1,076	1,998	53.85
Accumulation Units	1,158	1,862	62.19
I-Class			
Distribution Units	46,193,918	85,433,523	54.07
Accumulation Units	177,731,504	285,021,901	62.36
C-Class			
Distribution Units	13,073,958	24,117,777	54.21
Accumulation Units	13,786,671	22,058,125	62.50
L-Class			
Distribution Units	419,677,162	769,990,230	54.50

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.

Ongoing Charges Figures

	20 Nov 18	20 May 18
R-Class†	0.52%	–
F-Class	0.37%	0.37%
I-Class	0.14%	0.14%
C-Class	0.09%	0.09%
L-Class	0.03%	0.03%

† R-Class Units launched on 12 June 2018.

The Ongoing Charges Figure (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.

Distribution Information

R-Class

The distribution payable on 20 January 2019 is 0.2805p per unit for distribution units and 0.2817p per unit for accumulation units.

F-Class

The distribution payable on 20 January 2019 is 0.3033p per unit for distribution units and 0.3528p per unit for accumulation units.

I-Class

The distribution payable on 20 January 2019 is 0.3067p per unit for distribution units and 0.3517p per unit for accumulation units.

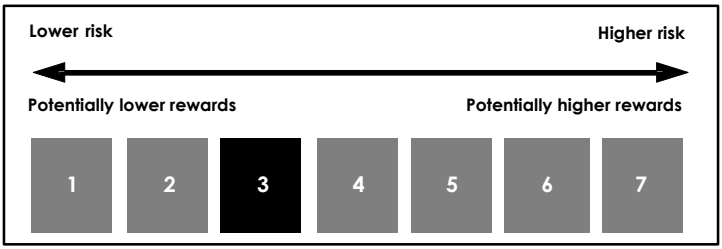
C-Class

The distribution payable on 20 January 2019 is 0.3074p per unit for distribution units and 0.3524p per unit for accumulation units.

L-Class

The distribution payable on 20 January 2019 is 0.3091p per unit for distribution units.

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 investment grade bonds which generally provide higher rewards and higher risks than investments in cash and lower rewards and lower risks than investments in sub-investment grade bonds or 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 2012	
Period end dates for distributions:	20 February, 20 May 20 August, 20 November	
Distribution dates:	20 January, 20 April, 20 July, 20 October	
Minimum initial lump sum investment:	R-Class†	£100
	F-Class*	£500
	I-Class	£1,000,000
	C-Class**	£100,000,000
	L-Class^	£500,000
Minimum monthly contributions:	R-Class†	£20
	F-Class*	N/A
	I-Class	N/A
	C-Class**	N/A
	L-Class^	N/A
Valuation point:	12 noon	
Fund management fees:	R-Class†	Annual 0.52%
	F-Class*	Annual 0.37%
	I-Class	Annual 0.14%
	C-Class**	Annual 0.09%
	L-Class^	Annual 0.03%
Initial charges:	R-Class†	Nil
	F-Class*	Nil
	I-Class	Nil
	C-Class**	Nil
	L-Class^	Nil

† With effect from 12 June 2018 – See Significant Change on page 36.

* 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 units are not available to retail customers and are intended only for investment by Legal & General group of 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.

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 period, the annualised Tracking error of the Fund is 0.11%, whilst over the last three years to the end of October 2018, the annualised Tracking Error of the Fund is 0.10%. 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.

Significant Change

New Unit Class: R-Class

With effect from 12 June 2018, R-Class units have launched within the Fund, with accumulation and distribution units available.

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
H. Solomon
S. D. Thomas (resigned 17 October 2018)
L. W. Toms
A. R. Toutounchi*
M. J. Zinkula

*Non-executive Director

Secretary

J. McCarthy

Registrar

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

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

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

Trustee

Northern Trust Global Services SE
Trustee and 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

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
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