

Legal & General Growth Trust

**Interim Manager's
Short Report
for the period ended
15 November 2013**



Investment Objective and Policy

The investment objective of this Trust is to secure capital growth by investing in a portfolio principally of UK shares. Securities of companies with strong growth prospects will be chosen.

Risk Profile

Market Risk

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

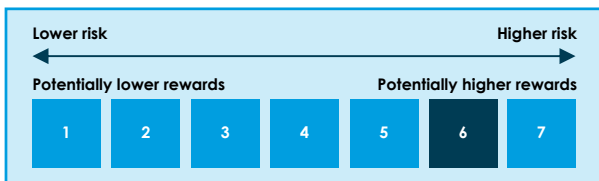
Trust Facts

Period End Dates for Distributions:	15 May, 15 Nov	
Distribution Dates:	15 Jul, 15 Jan	
Ongoing Charges Figures	15 Nov 13	15 May 13
E-Class	1.68%	1.68%
R-Class	1.68%	1.68%
I-Class	0.79%	0.79%
F-Class	1.18%	1.18%

The Ongoing Charges Figure (OCF) is the ratio of the Trust's total discloseable 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.

Risk and Reward Profile



- This risk and reward profile is based on historical data which may not be a reliable indication of the Trust's risk and reward category in the future.
- The category is based on the rate at which the value of the Trust has moved up and down in the past.
- This Trust is in category six because it invests in company shares which generally provide higher rewards and higher risks than other investments such as bonds, cash or commercial property.
- The Trust's category is not guaranteed to remain the same and may change over time.
- Even a trust in the lowest category is not a risk free investment.

Trust Performance

Accounting Date	Net Asset Value Of Trust	Net Asset Value Per Unit	Number Of Units In Issue
15 May 11			
E-Class			
Distribution Units	£160,828,177	56.64p	283,950,972
Accumulation Units	£2,181,090	64.34p	3,390,038
R-Class			
Distribution Units	£4,899,475	56.64p	8,650,292
Accumulation Units	£25,974,505	64.34p	40,371,823
I-Class			
Distribution Units	£25,553,302	56.64p	45,112,399
Accumulation Units	£8,271,807	66.18p	12,498,580
15 May 12			
E-Class			
Distribution Units	£123,166,909	52.37p	235,206,636
Accumulation Units	£1,800,288	59.78p	3,011,766
R-Class			
Distribution Units	£1,732,455	52.37p	3,308,396
Accumulation Units	£17,590,074	59.78p	29,427,236
I-Class			
Distribution Units	£6,354,507	52.36p	12,136,653
Accumulation Units	£1,685,593	62.10p	2,714,536
15 May 13			
E-Class			
Distribution Units	£117,729,070	57.51p	204,714,568
Accumulation Units	£1,806,335	66.64p	2,710,388
R-Class			
Distribution Units	£1,381,234	57.51p	2,401,929
Accumulation Units	£12,277,363	66.64p	18,422,295
I-Class			
Distribution Units	£2,857,594	57.49p	4,970,477
Accumulation Units	£912,813	69.85p	1,306,792
F-Class*			
Distribution Units	£1,053	57.95p	1,817
Accumulation Units	£1,067	67.36p	1,584
15 Nov 13			
E-Class			
Distribution Units	£123,984,394	63.03p	196,716,330
Accumulation Units	£1,947,120	73.39p	2,653,092
R-Class			
Distribution Units	£1,098,465	63.03p	1,742,848
Accumulation Units	£10,219,546	73.39p	13,924,862
I-Class			
Distribution Units	£2,473,277	63.05p	3,922,586
Accumulation Units	£812,838	77.27p	1,051,996
F-Class*			
Distribution Units	£1,155	63.57p	1,817
Accumulation Units	£10,570	74.33p	14,220

* F-Class units launched on 19 December 2012.

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.

Distribution Information

E-Class

The distribution payable on 15 January 2014 is 0.2987p net per unit for distribution units and 0.3461p net per unit for accumulation units.

R-Class

The distribution payable on 15 January 2014 is 0.2987p net per unit for distribution units and 0.3461p net per unit for accumulation units.

I-Class

The distribution payable on 15 January 2014 is 0.5474p net per unit for distribution units and 0.6650p net per unit for accumulation units.

F-Class

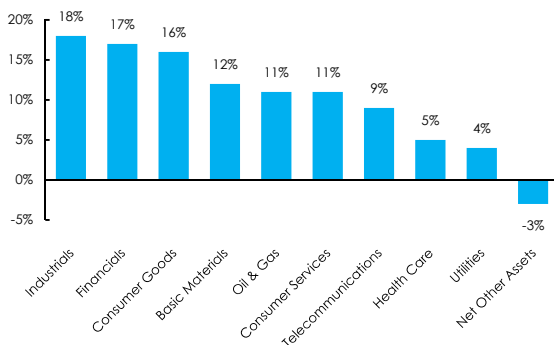
The distribution payable on 15 January 2014 is 0.4430p net per unit for distribution units and 0.5133p net per unit for accumulation units.

Portfolio Information

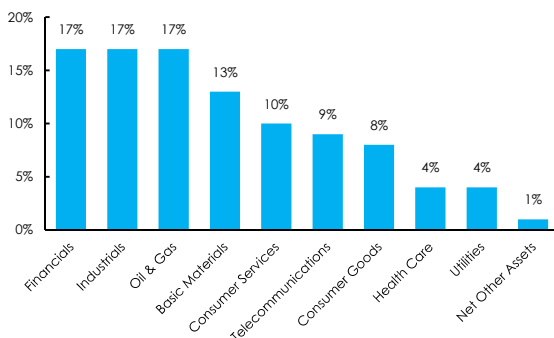
The top 10 holdings and their associated weighting for the current period and preceding year are:

Top 10 Holdings at 15 November 2013		Top 10 Holdings at 15 May 2013	
Holding	Percentage of Net Asset Value	Holding	Percentage of Net Asset Value
Howden Joinery	5.10%	Colt Group	4.74%
Shire	4.89%	Rolls-Royce	4.44%
International Consolidated Airlines	4.78%	Barclays	4.44%
Babcock International Group	4.76%	HSBC Holdings	4.43%
Vodafone	4.74%	BP	4.40%
Prudential	4.49%	Howden Joinery	4.32%
Pearson	4.34%	Prudential	4.32%
BG Group	4.34%	Berkeley Group	4.29%
Melrose Industries	4.33%	Kentz	4.28%
HSBC	4.31%	Shire	4.21%

Trust Holdings as at 15 November 2013



Trust Holdings as at 15 May 2013



Unit Price Range and Net Revenue

E-Class Units

Year	Highest Offer	Lowest Bid	Net Revenue
Distribution Units			
2008	58.75p	34.65p	0.5385p
2009	54.09p	35.77p	0.8921p
2010	58.46p	48.27p	0.4433p
2011	58.66p	45.87p	0.4098p
2012	57.07p	50.01p	0.2624p
2013 ⁽¹⁾	63.92p	52.25p	0.8544p
2014 ⁽²⁾	—	—	0.2987p
Accumulation Units			
2008	63.84p	37.90p	0.5881p
2009	60.66p	39.55p	0.9824p
2010	65.56p	54.45p	0.5201p
2011	66.62p	52.09p	0.4633p
2012	64.89p	57.08p	0.2984p
2013 ⁽¹⁾	74.09p	60.56p	0.9787p
2014 ⁽²⁾	—	—	0.3461p

R-Class Units

Year	Highest Offer	Lowest Bid	Net Revenue
Distribution Units			
2008	61.68p	34.65p	0.5385p
2009	56.80p	35.77p	0.8921p
2010	61.38p	48.27p	0.4433p
2011	61.58p	45.87p	0.4098p
2012	59.92p	50.01p	0.2624p
2013 ⁽¹⁾	67.12p	52.25p	0.8544p
2014 ⁽²⁾	—	—	0.2987p
Accumulation Units			
2008	67.03p	37.90p	0.5881p
2009	63.70p	39.54p	0.9824p
2010	68.84p	54.45p	0.5201p
2011	69.96p	52.10p	0.4633p
2012	68.14p	57.08p	0.2984p
2013 ⁽¹⁾	77.79p	60.56p	0.9787p
2014 ⁽²⁾	—	—	0.3461p

⁽¹⁾ The above tables show the highest offer and lowest bid prices to 15 November 2013.

⁽²⁾ The above tables show the net revenue per unit to 15 January 2014.

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Unit Price Range and Net Revenue continued

I-Class Units

Year	Highest Offer	Lowest Bid	Net Revenue
Distribution Units			
2008	58.81p	34.77p	0.5837p
2009	53.89p	35.46p	1.2232p
2010	58.67p	48.32p	0.8622p
2011	58.74p	46.03p	0.8845p
2012	57.23p	50.08p	0.7253p
2013 ⁽²⁾	64.17p	52.29p	1.3410p
2014 ⁽³⁾	—	—	0.5474p
Accumulation Units			
2008	63.91p	38.17p	0.6448p
2009	61.39p	39.53p	1.3514p
2010	66.83p	55.60p	0.9771p
2011	68.63p	53.82p	1.0193p
2012	67.49p	59.40p	0.8515p
2013 ⁽²⁾	77.97p	63.53p	1.6014p
2014 ⁽³⁾	—	—	0.6650p

F-Class Units*

Year	Highest Offer	Lowest Bid	Net Revenue
Distribution Units			
2012 ⁽¹⁾	55.49p	54.23p	—
2013 ⁽²⁾	64.61p	52.70p	0.7066p
2014 ⁽³⁾	—	—	0.4430p
Accumulation Units			
2012 ⁽¹⁾	63.68p	62.24p	—
2013 ⁽²⁾	75.05p	61.21p	0.8106p
2014 ⁽³⁾	—	—	0.5133p

* F-Class units were launched on 19 December 2012.

⁽¹⁾ The above table shows the highest offer and lowest bid prices from 19 December 2012 to 31 December 2012.

⁽²⁾ The above tables show the highest offer and lowest bid prices to 15 November 2013.

⁽³⁾ The above tables show the net revenue per unit to 15 January 2014.

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Manager's Investment Report

During the period under review, the bid price of the Trust's R-Class distribution units rose from 57.99p to 63.21p, an increase of 9.0%. This compares to a rise in the FTSE All-Share Index of 1.0% on a capital only basis (Source: Bloomberg).

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Market/Economic Review

Having rallied strongly in the first half of the year, the market reached a peak in late May. In May, the US Federal Reserve indicated that they were looking at beginning "tapering", the reduction in the level of quantitative easing, in the autumn. The reaction across equity and bond markets was sharply negative and speculation about when tapering might begin has been a key driver of markets throughout the period. Markets rallied strongly in September when it was delayed, though the additional uncertainty is unhelpful.

The UK has reported positive economic performance, which can be clearly seen in the GDP numbers. Employment has also continued to improve, new car sales have been exceptionally strong and house prices have begun to rise. The Bank of England has reiterated its belief in the need for low interest rates while the Government has announced schemes to promote the sales of new houses and the economy seems to have at least stabilised.

Trust Review

It is pleasing to report on such a strong performance period. The Trust has outperformed the benchmark by 8.0%. As normal for a concentrated fund, outperformance was predominantly driven by stock selection, though there was also a positive sector allocation contribution.

At the stock level, Kentz was the biggest contributor after receiving a bid approach from Oil & Gas Services peer AMEC. Though the board of Kentz rejected the bid, the Trust took advantage of the elevated price to sell its position. Howden Joinery was also a big contributor having reported a very strong trading performance, supported by the improvement in the housing market. Shire was a strong performer after management confirmed strong trading for the third quarter this year and increased its guidance for the next two years.

The largest detractor from performance was Barclays as it struggled both from poor trading and on ongoing negative news around various regulatory issues and fines. Rockhopper Exploration was another negative, weighed down by production delays and a dispute over capital gains tax with the Falkland's government. With few catalysts to move the share price forward the decision was made to exit the position. Lloyds Banking Group is not held by the Trust but has recovered strongly on the back of an improving housing market.

Trading activity has been light with the two main disposals noted above. The Trust also exited its position in Mecom. Crest Nicholson,

Manager's Investment Report continued

the house builder, was added to the portfolio. Having recently floated, Crest's exposure to the South East and its strong management team leave it ideally placed to benefit from the recovery. With significant uncertainty in the market, Imperial Tobacco was also added to the portfolio. The stock trades at a significant discount to its direct competitor and has the opportunity to improve its returns. Finally, a position has been added in Amerisur Resources, the oil production company. The portfolio is underweight to the oil majors and sees more opportunity in the smaller players. Amerisur has an excellent record in developing its existing fields at low cost.

Outlook

Although a recovery seems to be taking place in the UK, the outlook remains highly uncertain. Europe, with the exception of Germany, has continued to struggle to grow, although the fear over sovereign debt has receded. The US has struggled from political crisis to political crisis but the economy does seem to be recovering. China is also seeing less growth, though GDP is still growing at above 7%.

With recovery has come the talk of ending the exceptional monetary policies that have been in place. 'Tapering' has already had an impact and the concern remains that once the Federal Reserve commences tapering it will have negative impact on asset values. It is a fine judgement as to whether the developing global recovery can withstand the removal of liquidity.

In terms of stock picking it will be important to identify those stocks that can both grow and beat earnings expectations. With valuations at current levels this will be critical to further price performance. As always it is the Trust's primary focus to identify those stocks that will outperform in the long run.

Legal & General Investment Management Limited

(Investment Adviser)

13 December 2013

Manager's Report and Accounts

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

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

Significant Changes

Change in Fund Manager

With effect from 3 July 2013, the Fund Manager changed from Robert Churchlow to Rod Oscroft.

Minimum Investment Amounts

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

E-Class	£100,000
R-Class	£500
I-Class	£1,000,000
F-Class	£500

In addition, monthly contributions can be made into the R-Class and F-Class only, with a minimum amount of £50 per month.

Other Information

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

Manager

Legal & General (Unit Trust Managers) Limited

Registered in England No. 01009418

Registered office:

One Coleman Street,

London EC2R 5AA

Telephone: 0370 050 3350

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Trustee

National Westminster Bank Plc

Trustee and Depositary Services

135 Bishopsgate

London EC2M 3UR

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

Independent Auditors

PricewaterhouseCoopers LLP

7 More London Riverside

London SE1 2RT

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

Legal & General
(Unit Trust Managers) Limited
Registered in England No. 01009418
Registered office:
One Coleman Street,
London EC2R 5AA
www.legalandgeneral.com
GWT0114

