

Legal & General Dynamic Bond Fund

Unit Trust (UK UCITS compliant) R-Class GBP

Base currency: GBP

Domicile: UK



FUND AIM

The objective of this Fund is to provide income and growth.

RISK AND REWARD PROFILE



The synthetic risk and reward indicator (SRRRI) is based on the historic volatility of the fund's value and it may change in the future.

The fund is in category 4 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 fluctuate.

For more information, please refer to the Key Risks section on page 3.

WHO IS THIS FUND FOR?

- This fund is designed for investors looking for growth and income from an investment in a range of bonds, derivatives and/or cash.
- Although investors can take their money out at any time, this fund may not be appropriate for those who plan to withdraw their money within five years.
- This fund is not designed for investors who cannot afford more than a minimal loss of their investment.
- If you do not understand this document we recommend you seek additional information to help you decide if this fund is right for you.

FUND FACTS

Fund size £174.8m	Fund launch date 1 May 2007
Annualised yield 4.2%	Modified duration 4.46 years

COSTS

Initial charge 0.00%	Ongoing charge 1.22%
Price basis Single swing	Dilution adjustment 0.70%- round trip

BENCHMARKS

Comparator benchmark
IA Sector: Sterling Strategic Bond

PERFORMANCE (%)



	1 month	3 months	1 year	3 years	5 years
■ Fund	-4.07	-5.74	-11.66	3.93	5.29
■ Comparator	-4.17	-6.98	-10.75	-1.94	3.42
Quartile ranking	2	2	3	2	2

12 MONTH PERFORMANCE TO MOST RECENT QUARTER (%)

12 months to 30 June	2022	2021	2020	2019	2018
Fund	-11.66	12.85	4.25	4.04	-2.62
Comparator	-10.75	6.34	3.31	5.17	0.28
Quartile ranking	3	1	2	3	4

Performance for the R Inc unit class in GBP, launched on 01 May 2007. Source: Lipper. Performance assumes all fund charges have been taken and that all income generated by the investments, after deduction of tax, remains in the fund.

Past performance is not a guide to the future.

FUND SNAPSHOT

- **What does it invest in?** Invests in all types of bonds and related investments, from UK and overseas issuers, across the risk spectrum.
- **How does it invest?** Actively managed, with wide discretion to invest in different types of securities and derivatives. Aims to hold at least 80% in bonds and will have a net exposure of at least 80% to sterling.



PORTFOLIO BREAKDOWN

All data source LGIM unless otherwise stated. Totals may not sum due to rounding.

CURRENCY EXPOSURE (PV %)

Top 5 Long / Top 5 Short

GBP	10.3	
USD	1.9	
MXN	1.0	
CLP	0.5	
COP	0.5	
INR	-1.2	
SGD	-1.2	
JPY	-1.4	
TWD	-2.0	
EUR	-2.8	

CREDIT EXPOSURE (NET %)

Credit Long/Short

High Yield	0.8	
EM Debt	0.51	
Investment Grade	0.4	

Total Net Exposure 1.71

■ Long Exposure ■ Short Exposure
◆ Net Exposure

Total net credit exposure is the impact on profit/loss to the portfolio calculated as the impact of a 10% move tighter in credit spreads based on a reference benchmark of: 1/3 Global HY, 1/3 Global IG, 1/3 EM (assuming a 5 year Duration)

CREDIT RATING EXPOSURE (PV %)

AAA	9.5	
AA	19.9	
A	1.0	
BBB	22.7	
BB	22.9	
B	17.2	
CCC	4.1	
C	0.2	
NR	0.1	
Other	2.6	

COUNTRY (PV %)

United Kingdom	32.3
United States	18.7
Australia	5.4
France	4.2
Germany	3.6
India	3.5
Switzerland	3.0
Ireland	2.4
Spain	2.3
Other	24.7

SECTOR (PV %)

<u>Corporates and Collateralised</u>	<u>61.1</u>
Banks	18.2
Industrials	6.9
Consumer Goods	6.7
Utilities	6.5
Consumer Services	5.3
Oil & Gas	3.7
Basic Materials	2.5
Technology	2.5
Financial Services	2.3
Real Estate	1.9
ABS	1.2
Health Care	1.1
Telecommunications	1.0
Insurance	0.8
Other	0.5
<u>Sovereigns</u>	<u>36.5</u>
Sovereign	36.5
<u>Cash</u>	<u>2.7</u>
Cash	2.7

TOP 10 ISSUERS (PV %)

United Kingdom	18.9
United States of America	6.1
Australia Commonwealth	3.4
Credit Suisse Group AG	2.6
Irish Life & Permanent	2.4
EDF SA	2.3
Westpac Banking Corp	2.1
Rac Group Holdings Ltd	1.7
Volkswagen Finance Luxemburg Sa	1.6
Boeing Company	1.5



LGIM GLOBAL FIXED INCOME

Legal and General investment Management (LGIM) is one of Europe's largest asset managers and a major global investor, with assets under management of £1.1tn*.

Scale and experience- Our Global Fixed Income team is responsible for over £172 billion* of actively managed assets with over 80 professionals with an average of 15 years' industry experience bringing together a blend of expertise to the management of regional and global fixed income portfolios. As part of the wider Legal & General Group, and as one of the leading global bond investors in the industry, we believe that we have a unique insight into providing suitable investment solutions that meet our clients' wider needs.

Macro-thematic approach- Our investment process combines top-down fundamental macro analysis with bottom-up stock selection, focusing on identifying turning points and new themes that drive long-term performance. Our integrated approach has helped LGIM to successfully manage portfolios and deliver risk-adjusted performance across our range of active funds.

*Source: LGIM internal data as at 30 June 2019. The AUM disclosed aggregates the assets managed by LGIM in the UK, LGIMA in the US and LGIM Asia in Hong Kong. The AUM includes the value of securities and derivatives positions.



Colin Reddie



Matthew Rees

FUND MANAGERS

As Head of Active Strategies, Colin has responsibility for both the London-based fixed income and equity teams, as well as portfolio management responsibilities for our Global Credit, Absolute Return and Equity/Credit strategies. Colin joined LGIM in 2005 and has over 30 years' experience.

Matthew was appointed Head of Global Bond Strategies in September 2019. Prior to this he was co-head of the Euro credit portfolio management team, and joined LGIM in March 2009. Matthew has more than 25 years' experience in financial markets.

KEY RISKS

- The value of an investment and any income taken from it is not guaranteed and can go down as well as up; you may not get back the amount you originally invested.
- This fund holds bonds that are traded through agents, brokers or investment banks matching buyers and sellers. This makes the bonds less easy to buy and sell than investments traded on an exchange. In exceptional circumstances the fund may not be able to sell bonds and may defer withdrawals, or suspend dealing. The Directors can only delay paying out if it is in the interests of all investors and with the permission of the fund depositary.
- The fund invests directly or indirectly in bonds which are issued by companies or governments. If these companies or governments experience financial difficulty, they may be unable to pay back some or all of the interest, original investment or other payments that they owe. If this happens, the value of the fund may fall.
- The fund could lose money if any institution providing services such as acting as counterparty to derivatives or other instruments, becomes unwilling or unable to meet its obligations to the fund.
- Derivatives are highly sensitive to changes in the value of the asset on which they are based and can increase the size of losses and gains. The impact to the fund can be greater where derivatives are used in an extensive or complex way.
- The fund may have underlying investments that are valued in currencies that are different from sterling (British pounds). Exchange rate fluctuations will impact the value of your investment. Currency hedging techniques may be applied to reduce this impact but may not entirely eliminate it.
- We may take some or all of the ongoing charges from the fund’s capital rather than the fund’s income. This increases the amount of income, but it reduces the growth potential and may lead to a fall in the value of the fund.
- Investment returns on bonds are sensitive to trends in interest rate movements. Such changes will affect the value of your investment.

For more information, please refer to the key investor information document on our website [↗](#)

LATEST DISTRIBUTION INFORMATION

For distributing unit classes, the latest payments are shown below. Please note that these payments are not guaranteed, are at the discretion of the manager and may be paid out of capital.

Type	Ex-div date	Pay date	Pence per unit
Interim	07 Mar 22	05 May 22	0.60p
Interim	07 Dec 21	05 Feb 22	0.53p
Final	06 Sep 21	05 Nov 21	0.53p
Interim	07 Jun 21	05 Aug 21	0.46p



SPOTLIGHT ON LEGAL & GENERAL INVESTMENT MANAGEMENT

We are one of Europe’s largest asset managers and a major global investor, with assets under management of £1,421.5 billion (as at 31 December 2021). We work with a wide range of global clients, including pension schemes, sovereign wealth funds, fund distributors and retail investors.

Source: LGIM internal data as at 31 December 2021. The AUM disclosed aggregates the assets managed by LGIM in the UK, LGIMA in the US and LGIM Asia in Hong Kong. The AUM includes the value of securities and derivatives positions.

DEALING INFORMATION

Valuation frequency	Daily, 3pm (UK time)
Dealing frequency	Daily
Settlement period	T+4

CODES

ISIN	R Acc	GB00B1TWM97
	R Inc	GB00B1TWMJ68
SEDOL	R Acc	B1TWM97
	R Inc	B1TWMJ6
Bloomberg	R Acc	LGDNBAA
	R Inc	LGDNBAI

TO FIND OUT MORE

 Visit www.legalandgeneral.com

 Call **0370 050 0955**

 Email investments@landg.com

Lines are open Monday to Friday 8.30am to 6.00pm. We may record and monitor calls. Call charges will vary.

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