

Legal & General Dynamic Bond Fund  
**Annual Manager's Report**  
**for the year ended**  
**5 September 2022**





# Contents

	<b>Page Number</b>
Manager's Investment Report*	2
Authorised Status*	6
Directors' Statement	6
Statement of the Manager's Responsibilities	7
Statement of the Trustee's Responsibilities	8
Report of the Trustee	9
Portfolio Statement*	10
Independent Auditor's Report	30
Statement of Total Return	34
Statement of Change in Net Assets attributable to Unitholders	34
Balance Sheet	35
Notes to the Financial Statements	36
Distribution Tables	48
Fund Information*	52
Risk and Reward Profile (unaudited)*	63
General Information (unaudited)*	64

\*These collectively comprise the Authorised Fund Manager's Report.

# Manager's Investment Report

## Investment Objective and Policy

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

The Fund is actively managed and may invest at least 80% in investment grade and sub-investment grade bonds (corporate and government) that are listed or traded in an OECD country. These are bonds with a credit rating from a nationally recognised statistical rating organisation (NRSRO) or non-rated bonds that are deemed equivalent by the Manager. The Fund will have a net exposure of at least 80% to Sterling.

The Fund may also use a variety of derivative transactions for both investment purposes and Efficient Portfolio Management. Where considered in the interests of investors, derivatives may be used to synthetically alter the characteristic of the bonds, such as to protect against credit and duration risk. The types of derivatives used include credit default swaps, interest rate swaps, foreign exchange and other Over the Counter (OTC) instruments as well as exchange traded instruments including futures and options. The use of derivatives for these purposes may be extensive and may affect the volatility or risk profile of the Fund although this is not the intention.

The Fund may also invest in transferable securities, such as shares in companies, asset and mortgage backed securities and loans, contingent convertible bonds, collective investment schemes, cash, permitted deposits and money market instruments (such as treasury bills).

The collective investment schemes in which the Fund may invest in may include those which are operated by the Manager or an Associate.

## Manager's Investment Report

During the year, the published price of the R-Class Accumulation units fell by 9.17%.

**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

Over the past 12 months, inflationary pressures and tighter monetary policy have increasingly dominated the thoughts of market participants, with the pandemic-era support from central banks now a distant memory. Fears of an economic slowdown are now at the forefront of the minds of investors.

Despite fears of rising inflation amid strong economic growth and continued central bank support, the US Federal Reserve (Fed) kept rates low for the first part of the year, as did its European counterpart. The Bank of England (BoE) proved the frontrunner, acting in December. Despite measures of US consumer price inflation showing rapid rises, the Fed repeatedly argued that higher inflation would prove temporary, and that interest rates would not increase until its twin goals of sustained inflation of 2% and maximum employment had been met.

However, during the second half of the year, having started tapering its emergency asset purchasing programme, the Fed acknowledged that inflationary forces can no longer be labelled 'transitory' and monetary tightening was required. Indeed, after months of 'will they? won't they?', the Fed finally bit the bullet and hiked rates in February. In May, it lifted rates to 1% and in June and July it hiked by a combined 1.50% (two raises of 0.75%) to 2.50%. US annualised consumer price inflation sits at 8.50%, having edged down from 9.10% in June, a 40-year high.

## Manager's Investment Report continued

With growing fears that the US is heading for recession over the medium term, Fed rhetoric has done little to ease concerns. Fed Chair Jay Powell used his Jackson Hole speech in August to deliver what many see as his most hawkish message yet; announcing that the Fed must 'keep at it until the job is done', Powell seemed to accept that a sustained period of weaker growth was the necessary cost of successfully reducing inflation. The US shrank in each of the first two quarters of 2022.

Having blinked first among developed market policymakers at the end of 2021, the UK continued to raise rates during the six months, hitting a 13-year high of 1.75% in August with inflation at over 10%. Market expectations suggest UK rates could be as high as 4% come May next year.

The days of widespread central-bank asset purchasing look numbered, with the Bank of Japan seemingly the last bastion of such a policy. In Europe, having stubbornly held off tightening monetary policy for as long as it could, in July, the European Central Bank (ECB) lifted rates by 50 basis points to 0%, after eight years in negative territory. A further hike is expected in September, with Eurozone inflation at a record high of 9.10% in August.

Meanwhile, Russia's invasion of Ukraine in February 2022 prompted fears of a global geopolitical crisis while the ramifications for the energy sector, and energy consumers, continues to be felt keenly.

Yields on government bonds rose initially as the improving economic backdrop since the onset of the pandemic led investors to favour equities, although the rise tailed off four months into the review year on inflationary worries and the return COVID-19-related risk aversion. Yields rose strongly once again, and sustained their rise, as inflationary pressures and then monetary tightening action re-took the reins.

Investment-grade bond spreads in the US, UK and Europe effectively tracked underlying government bond yields for much of the review year, widening around the time of Russia's invasion of Ukraine. High yield saw spreads widen over the year as a whole; the move was exaggerated by the Ukraine invasion in February.

The marked rise in the strength of the US Dollar over most of the year under review also put emerging market borrowing costs in the spotlight.

### Fund Review

The L&G Dynamic Bond Fund has generated a negative return in absolute, Sterling and net of fees terms, but has outperformed the IA Strategic Bond Fund sector median and broader Credit markets which have suffered from double-digit down returns.

Whilst we are disappointed in the fact that we haven't managed to avoid the downturn in credit markets this year, we are pleased that we've managed to mitigate our drawdown significantly in relation to the large sell-off in credit markets during the same year.

What we believe we have managed well is our duration exposure. During the year, we held a medium-term view that rates were on an upward trajectory, which led us to sell duration on various markets. By end of June, we had zero duration in the portfolio (we hedged bond duration by selling bond futures). This positioning performed well amidst the aggressive repricing of monetary policy in the US, Europe and in the UK. We also had a tactical long duration exposure in July as we believed that market participants would start worrying about recession rather than inflation. That position also contributed significantly to returns.

## Manager's Investment Report continued

On the other hand, what hasn't worked is our diversified exposure to Emerging Market Debt, which detracted from returns amidst the Russia-Ukraine war and as investors repriced the risk premium that they had associated to Emerging Markets. Our exposure to European Cocos and Corporate Hybrids also detracted from performance as market participants repriced those bonds to maturity rather than first call date.

The events in the past few months have provided us with valuable insights on changes in correlation dynamics between credit spreads and government bond yields. Owning duration would have been a poor hedge in 2022 and we understood this early enough to avoid major pitfalls. We have continued to refine our understanding of those dynamics and continue to apply it to the portfolio, not shying away from big moves in duration exposure.

We have also been thinking about concentration risk and how contagion can hurt a seemingly diversified exposure. We have seen this with Emerging Market Debt this year, where the Ukraine-Russia war impacted sentiment on the entire asset class, leading to large-scale inflows, which was detrimental, and we have also experienced this with a repricing to maturity of most Cocos and Corporate Hybrids that we owned. We are currently reviewing those exposures and have started trimming those as markets have stabilised this summer.

### Outlook

Recession risks have continued to dominate market moves and we expect this to continue in the foreseeable future. In Europe, consensus growth estimates are dropping as the cost of energy rises. Meanwhile, the US economy is stuck between a rock and a hard place, with the Fed having to bring forward rate rises. The UK is in an unenviable position, with a combination of lower growth than the US, and higher inflation than Europe which have been exacerbated by Brexit-driven labour shortages.

Corporate fundamentals have held up well, with leverage levels now back at their pre-COVID-19 levels. Sectors with a high ability to pass-through inflationary pressures are in a stronger position than others, bringing about pockets of opportunity. We are watching corporate behaviour closely, especially merger and acquisition and share buyback trends, which would deteriorate corporate balance sheet quality should they rise.

That said, we believe that a large proportion of those recession risks are priced in, with both yields and spreads both markedly higher compared to the end of 2021, with yields reaching levels not seen for over a decade.

Legal & General Investment Management Limited  
(Investment Adviser)  
28 September 2022

## **Manager's Investment Report continued**

### **Important Note from the Manager**

Since January 2020, global financial markets have been affected by the COVID-19 pandemic. Whilst causing major uncertainty within markets and disrupting businesses, as well as everyday life, the success of vaccination rollout programs around the globe has seen markets stabilise and a degree of normality return. As lockdown measures in major economies are relaxed, we are cognisant of an upturn in infection rates and the potential for restrictions and volatility to return. As such, the Manager is monitoring the situation on an on-going basis.

In response to recent events in Eastern Europe, the Manager is closely monitoring financial markets and any potential liquidity and volatility risks which may have an impact on the Fund.

Legal & General (Unit Trust Managers) Limited  
September 2022

## Authorised Status

### Authorised Status

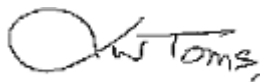
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

### 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  
19 December 2022



# Statement of Responsibilities

## Statement of the Manager's Responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Manager to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Fund and of the net income and net gains or losses on the property of the Fund for the period.

In preparing the financial statements, the Manager is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The Manager is responsible for the management of the Fund in accordance with its Trust Deed, the Prospectus and the COLL Rules.

The Manager is responsible for the maintenance and integrity of the corporate and financial information included on the Fund's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## Statement of Responsibilities continued

### Statement of the Trustee's Responsibilities

The Depositary in its capacity as Trustee of Legal & General Dynamic Bond Fund must ensure that the Fund is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("COLL"), the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Fund and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Fund in accordance with the Regulations.

The Depositary must ensure that:

- the Fund's cash flows are properly monitored and that cash of the Fund is booked in cash accounts in accordance with the Regulations;
- the sale, issue, repurchase, redemption and cancellation of units are carried out in accordance with the Regulations;
- the value of units of the Fund are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Fund's assets is remitted to the Fund within the usual time limits;
- the Fund's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager ("the AFM"), which is the UCITS Management Company, are carried out (unless they conflict with the Regulations).

# Report of the Trustee

## **Report of the Trustee to the Unitholders of the Legal & General Dynamic Bond Fund ("the Fund") for the year ended 5 September 2022**

The Depositary also has a duty to take reasonable care to ensure that the Fund is managed in accordance with the Regulations and the Scheme documents of the Fund in relation to the investment and borrowing powers applicable to the Fund.

Having carried out such procedures as we considered necessary to discharge our responsibilities as Depositary of the Fund, it is our opinion, based on the information available to us and the explanations provided, that, in all material respects the Fund, acting through the AFM:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Fund's units and the application of the Fund's income in accordance with the Regulations and the Scheme documents of the Fund; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Fund in accordance with the Regulations and the Scheme documents of the Fund.

Northern Trust Investor Services Limited  
UK Trustee and Depositary Services  
19 December 2022

## Portfolio Statement

### Portfolio Statement as at 5 September 2022

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 5 September 2021.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>CORPORATE BONDS</b>		
	<b>— 63.67% (79.61%)</b>		
	<b>UNITED KINGDOM</b>		
	<b>— 11.70% (12.31%)</b>		
GBP400,000	Allied Universal 4.875% 01/06/2028 <sup>1</sup>	314,000	0.17
GBP1,115,000	Aviva 6.875% Open Maturity	1,016,657	0.56
USD2,200,000	Barclays 8% Open Maturity	1,843,922	1.02
GBP2,100,000	BAT International Finance 2.25% 09/09/2052	926,638	0.51
GBP831,000	BAT International Finance 4% 23/11/2055	472,093	0.26
EUR266,000	BP Capital Markets 3.625% Open Maturity	196,275	0.11
EUR100,000	British American Tobacco 3% Open Maturity	66,130	0.04
EUR971,000	British American Tobacco 3.75% Open Maturity	626,552	0.35
EUR600,000	Carnival 1% 28/10/2029 <sup>1</sup>	273,315	0.15
GBP200,000	Deuce Finco 5.5% 15/06/2027 <sup>1</sup>	156,927	0.09
USD355,000	Energean 6.5% 30/04/2027 <sup>1</sup>	275,967	0.15
USD340,387	EnQuest 7% 15/10/2023 <sup>1</sup>	286,772	0.16
USD1,000,000	Gazprom 2.95% 27/01/2029 <sup>2</sup>	427,305	0.24
GBP2,000,000	Hammerson 6% 23/02/2026	1,865,564	1.03
USD2,475,000	HSBC 4.6% 29/12/2049 <sup>3</sup>	1,677,585	0.93
GBP400,000	Iceland Bondco 4.625% 15/03/2025 <sup>1</sup>	294,000	0.16
GBP100,000	Iceland Bondco 4.375% 15/05/2028 <sup>1</sup>	65,125	0.04
GBP1,216,000	Imperial Brands Finance 5.5% 28/09/2026	1,189,661	0.66
EUR100,000	Jaguar Land Rover Automotive 6.875% 15/11/2026 <sup>1</sup>	73,054	0.04
GBP1,100,000	Just Group 5% Open Maturity	766,326	0.42
GBP100,000	Maison Finco 6% 31/10/2027 <sup>1</sup>	72,118	0.04
USD1,300,000	Marks & Spencer 7.125% 01/12/2037 <sup>1</sup>	1,064,391	0.59
GBP100,000	Marston's Issuer 5.641% 15/07/2035 <sup>1</sup>	77,985	0.04
GBP100,000	Pinnacle Bidco 6.375% 15/02/2025 <sup>1</sup>	88,500	0.05
USD400,000	Polyus Finance 3.25% 14/10/2028 <sup>3</sup>	167,354	0.09
GBP400,000	Punch Finance 6.125% 30/06/2026 <sup>1</sup>	334,037	0.19
GBP1,600,000	RAC Bond 5.25% 04/11/2027 <sup>1</sup>	1,283,446	0.71
GBP1,700,000	RAC Bond 4.87% 06/05/2046	1,587,916	0.88
GBP100,000	Rolls-Royce 5.75% 15/10/2027 <sup>1</sup>	92,494	0.05
USD2,396,000	Tullow Oil 10.25% 15/05/2026 <sup>1</sup>	1,904,563	1.05
USD1,400,000	Vedanta Resources Finance II 8.95% 11/03/2025 <sup>1</sup>	925,349	0.51
EUR100,000	Victoria 3.625% 24/08/2026 <sup>1</sup>	67,242	0.04
EUR400,000	Victoria 3.75% 15/03/2028 <sup>1</sup>	252,071	0.14

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>UNITED KINGDOM — (cont.)</b>			
GBP500,000	Vmed O2 UK Financing I 4% 31/01/2029 <sup>1</sup>	411,250	0.23
		21,142,584	11.70
<b>IRELAND — 2.51% (1.61%)</b>			
USD600,000	Ardagh Packaging Finance 5.25% 15/08/2027 <sup>1</sup>	370,127	0.20
USD600,000	Credit Bank of Moscow 3.875% 21/09/2026 <sup>2</sup>	106,831	0.06
EUR2,000,000	Permanent TSB Group 2.125% 26/09/2024 <sup>1</sup>	1,681,077	0.93
EUR2,800,000	Permanent TSB Group 5.25% 30/06/2025 <sup>1</sup>	2,384,439	1.32
		4,542,474	2.51
<b>CHANNEL ISLANDS — 0.00% (1.02%)</b>			
<b>ISLE OF MAN — 0.52% (0.79%)</b>			
USD1,200,000	Gohl Capital 4.25% 24/01/2027	940,854	0.52
<b>CONTINENTAL EUROPE — 22.98% (27.18%)</b>			
<b>Austria — 1.17% (0.62%)</b>			
EUR2,400,000	Raiffeisen Bank International 6.125% Open Maturity	1,784,495	0.99
USD438,000	Suzano Austria 2.5% 15/09/2028	320,507	0.18
		2,105,002	1.17
<b>Cyprus — 0.00% (0.20%)</b>			
<b>Estonia — 0.72% (0.00%)</b>			
EUR1,514,000	Luminor Bank 5% 29/08/2024	1,304,385	0.72
<b>Finland — 0.08% (0.17%)</b>			
USD200,000	Ahlstrom-Munksjö Holding 3 4.875% 04/02/2028 <sup>1</sup>	141,135	0.08
<b>France — 3.66% (3.33%)</b>			
USD1,800,000	BNP Paribas 4.625% Open Maturity	1,151,040	0.64
USD200,000	CGG 8.75% 01/04/2027 <sup>1</sup>	152,864	0.08
USD2,194,000	Electricite de France 5.25% Open Maturity	1,830,850	1.01
USD800,000	Electricite de France 4.5% 04/12/2069	542,931	0.30
EUR100,000	Eramet 5.875% 21/05/2025 <sup>3</sup>	85,882	0.05
EUR100,000	IM Group 6.625% 01/03/2025 <sup>1</sup>	83,363	0.05
EUR410,000	La Financiere Atalian 4% 15/05/2024 <sup>1</sup>	335,594	0.19
EUR200,000	La Financiere Atalian 5.125% 15/05/2025 <sup>1</sup>	163,910	0.09
EUR3,000,000	Unibail-Rodamco-Westfield 2.125% Open Maturity	2,266,992	1.25
		6,613,426	3.66
<b>Georgia — 0.45% (0.73%)</b>			
USD938,000	Bank of Georgia 11.125% Open Maturity <sup>1</sup>	805,530	0.45

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Germany — 1.91% (0.56%)</b>			
EUR200,000	Adler Pelzer 4.125% 01/04/2024 <sup>1</sup>	142,450	0.08
EUR1,700,000	Deutsche Bank 5% 05/09/2030	1,433,591	0.79
EUR500,000	Deutsche Bank 5.625% 19/05/2031	423,290	0.23
EUR1,300,000	Deutsche Bank 4% 24/06/2032	1,003,293	0.55
EUR100,000	Deutsche Lufthansa 3.75% 11/02/2028 <sup>1</sup>	69,612	0.04
EUR100,000	Deutsche Lufthansa 3.5% 14/07/2029 <sup>1</sup>	65,510	0.04
EUR400,000	Renk 5.75% 15/07/2025 <sup>1</sup>	319,485	0.18
		<b>3,457,231</b>	<b>1.91</b>
<b>Greece — 0.34% (1.67%)</b>			
EUR963,000	Piraeus Financial 8.75% Open Maturity <sup>1</sup>	608,197	0.34
<b>Italy — 1.15% (3.80%)</b>			
EUR1,200,000	Banca Monte dei Paschi di Siena 8.5% 10/09/2030 <sup>1</sup>	501,728	0.28
EUR413,097	CMC Ravenna 0.00% 31/12/2026 <sup>4</sup>	—	—
EUR206,548	CMC Ravenna 2% 31/12/2026 <sup>4</sup>	—	—
USD1,900,000	UniCredit 5.861% 19/06/2032	1,423,980	0.79
USD200,000	UniCredit 7.296% 02/04/2034	155,708	0.08
		<b>2,081,416</b>	<b>1.15</b>
<b>Latvia — 1.14% (0.00%)</b>			
EUR2,610,000	Citadele Banka 1.625% 22/11/2026	2,064,682	1.14
<b>Liechtenstein — 1.11% (0.00%)</b>			
EUR2,363,000	Swiss Life Finance I 3.25% 31/08/2029	1,996,362	1.11
<b>Luxembourg — 0.60% (3.01%)</b>			
EUR500,000	ADLER Group 2.25% 14/01/2029 <sup>1</sup>	224,139	0.12
USD200,000	Gol Finance 8% 30/06/2026 <sup>1</sup>	121,125	0.07
EUR900,000	Grand City Properties 1.5% Open Maturity	595,486	0.33
EUR300,000	Ideal Standard International 6.375% 30/07/2026 <sup>1</sup>	151,294	0.08
		<b>1,092,044</b>	<b>0.60</b>
<b>Malta — 0.02% (0.00%)</b>			
USD27,000	VistaJet Malta Finance 7.875% 01/05/2027 <sup>1</sup>	21,599	0.01
USD30,000	VistaJet Malta Finance 6.375% 01/02/2030 <sup>1</sup>	22,473	0.01
		<b>44,072</b>	<b>0.02</b>
<b>Netherlands — 5.35% (6.10%)</b>			
EUR100,000	Dufry One 2% 15/02/2027 <sup>1</sup>	68,847	0.04
EUR100,000	Dufry One 3.375% 15/04/2028 <sup>1</sup>	69,612	0.04
USD1,100,000	Enel Finance International 5.5% 15/06/2052	836,077	0.46
EUR300,000	Energizer Gamma Acquisition 3.5% 30/06/2029 <sup>1</sup>	197,040	0.11
EUR400,000	Iberdrola International 1.825% Open Maturity	260,571	0.14
EUR2,800,000	Iberdrola International 2.25% Open Maturity	1,909,063	1.06

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Netherlands — (cont.)</b>			
USD2,636,000	ING Groep 4.25% Open Maturity	1,579,004	0.87
EUR100,000	Maxeda DIY Holding 5.875% 01/10/2026 <sup>1</sup>	61,712	0.03
EUR100,000	Nobel Bidco 3.125% 15/06/2028 <sup>1</sup>	60,224	0.03
USD404,000	Prosus 3.257% 19/01/2027	303,827	0.17
USD1,500,000	Prosus 4.85% 06/07/2027	1,198,593	0.66
EUR200,000	Teva Pharmaceutical Finance Netherlands II 1.875% 31/03/2027 <sup>1</sup>	136,560	0.07
EUR1,116,000	Teva Pharmaceutical Finance Netherlands II 4.375% 09/05/2030 <sup>1</sup>	764,869	0.42
USD500,000	Teva Pharmaceutical Finance Netherlands III 4.75% 09/05/2027 <sup>1</sup>	381,729	0.21
EUR100,000	United Group 5.25% 01/02/2030 <sup>1</sup>	65,560	0.04
EUR1,005,000	VIA Outlets 1.75% 15/11/2028	697,353	0.39
EUR600,000	Volkswagen International Finance 3.748% Open Maturity	445,822	0.25
EUR600,000	Volkswagen International Finance 4.375% Open Maturity	429,878	0.24
EUR100,000	VZ Secured Financing 3.5% 15/01/2032 <sup>1</sup>	65,087	0.04
EUR100,000	VZ Vendor Financing II 2.875% 15/01/2029 <sup>1</sup>	66,061	0.04
EUR100,000	Ziggo 2.875% 15/01/2030 <sup>1</sup>	67,148	0.04
		9,664,637	5.35
<b>Romania — 0.15% (0.09%)</b>			
EUR400,000	RCS & RDS 3.25% 05/02/2028 <sup>1</sup>	267,571	0.15
<b>Spain — 2.69% (4.10%)</b>			
EUR1,400,000	Banco de Credito Social Cooperativo 1.75% 09/03/2028 <sup>1</sup>	942,974	0.52
EUR2,000,000	Banco de Sabadell 5.375% 08/09/2026	1,727,712	0.95
EUR1,600,000	Banco Santander 4.125% Open Maturity	1,055,180	0.58
EUR200,000	Grupo Antolin-Irausa 3.5% 30/04/2028 <sup>1</sup>	119,622	0.07
EUR1,200,000	Ibercaja Banco 3.75% 15/06/2025	1,023,797	0.57
		4,869,285	2.69
<b>Sweden — 0.42% (0.81%)</b>			
EUR917,000	Swedbank 3.625% 23/08/2032 <sup>3</sup>	761,186	0.42
<b>Switzerland — 2.02% (1.99%)</b>			
GBP665,000	Credit Suisse Group 2.125% 15/11/2029	499,158	0.28
USD3,500,000	Credit Suisse Group 6.25% Open Maturity	2,709,757	1.50
USD525,000	UBS Group 4.988% 05/08/2033	437,416	0.24
		3,646,331	2.02
<b>NORTH AMERICA — 15.21% (25.10%)</b>			
<b>Bermuda — 0.29% (0.91%)</b>			
USD100,000	NCL 5.875% 15/03/2026 <sup>1</sup>	69,151	0.04
USD10,000	NCL 5.875% 15/02/2027 <sup>1</sup>	7,760	—
USD6,000	NCL 7.75% 15/02/2029 <sup>1</sup>	4,160	—

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Bermuda — (cont.)</b>			
USD600,000	Tengizchevroil Finance Company International 4% 15/08/2026	448,639	0.25
		529,710	0.29
<b>British Virgin Islands — 0.46% (1.86%)</b>			
USD200,000	Champion Path 4.85% 27/01/2028 <sup>1</sup>	112,897	0.06
USD300,000	Contemporary Ruiding Development 2.625% 17/09/2030 <sup>3</sup>	211,708	0.12
USD200,000	Huarong Finance II 5.5% 16/01/2025	161,550	0.09
USD200,000	Huarong Finance II 4.875% 22/11/2026	148,087	0.08
USD200,000	Scenery Journey 11.5% 24/10/2022 <sup>1</sup>	7,328	0.01
USD200,000	Studio City Finance 6.5% 15/01/2028 <sup>1</sup>	94,305	0.05
USD200,000	Studio City Finance 5% 15/01/2029 <sup>1</sup>	89,680	0.05
		825,555	0.46
<b>Canada — 0.49% (1.10%)</b>			
USD200,000	Akumin 7% 01/11/2025 <sup>1</sup>	147,652	0.08
USD50,000	Akumin Escrow 7.5% 01/08/2028 <sup>1</sup>	34,120	0.02
USD8,000	Bausch Health Companies 6.125% 01/02/2027 <sup>1</sup>	5,090	—
USD90,000	Bausch Health Companies 7% 15/01/2028 <sup>1</sup>	28,277	0.02
USD75,000	Bausch Health Companies 5% 30/01/2028 <sup>1</sup>	22,968	0.01
USD64,000	Bausch Health Companies 4.875% 01/06/2028 <sup>1</sup>	37,243	0.02
USD20,000	Bausch Health Companies 6.25% 15/02/2029 <sup>1</sup>	6,145	—
USD250,000	Bausch Health Companies 7.25% 30/05/2029 <sup>1</sup>	78,712	0.04
USD200,000	Bausch Health Companies 5.25% 30/01/2030 <sup>1</sup>	60,798	0.04
USD130,000	Bausch Health Companies 5.25% 15/02/2031 <sup>1</sup>	42,342	0.02
USD318,000	Empire Communities 7% 15/12/2025 <sup>1</sup>	236,413	0.13
USD320,000	Telesat Canada 4.875% 01/06/2027 <sup>1</sup>	149,492	0.08
USD60,000	Videotron 3.625% 15/06/2029 <sup>1</sup>	43,541	0.03
		892,793	0.49
<b>Cayman Islands — 1.13% (3.12%)</b>			
USD800,000	China Evergrande 8.25% 23/03/2022 <sup>2</sup>	46,520	0.03
USD1,200,000	China Evergrande 8.75% 28/06/2025 <sup>2</sup>	71,083	0.04
USD650,000	Country Garden 5.125% 17/01/2025 <sup>1</sup>	247,989	0.14
USD250,000	Country Garden 4.2% 06/02/2026 <sup>1</sup>	91,833	0.05
USD500,000	Kaisa Group 11.95% 22/10/2022 <sup>1</sup>	51,027	0.03
USD500,000	Oryx Funding 5.8% 03/02/2031 <sup>1</sup>	410,663	0.23
USD1,000,000	Sands China 3.8% 08/01/2026 <sup>1</sup>	739,892	0.41
USD202,000	Seagate HDD Cayman 3.125% 15/07/2029 <sup>1</sup>	136,853	0.07
USD2,000	Seagate HDD Cayman 3.375% 15/07/2031 <sup>1</sup>	1,326	—



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Cayman Islands — (cont.)</b>			
USD155,000	Seagate HDD Cayman 5.75% 01/12/2034 <sup>1</sup>	118,491	0.06
USD200,000	Shimao Group 6.125% 21/02/2024 <sup>2</sup>	22,888	0.01
USD200,000	Sunac China 8.35% 19/04/2023 <sup>1</sup>	24,705	0.01
USD250,000	Sunac China 7.95% 11/10/2023 <sup>1</sup>	30,941	0.02
USD200,000	Sunac China 6.65% 03/08/2024 <sup>1</sup>	24,698	0.01
USD500,000	Yuzhou Group 6% 25/10/2023 <sup>1</sup>	29,314	0.02
		2,048,223	1.13
<b>Mexico — 1.65% (2.42%)</b>			
USD750,000	Banco Inbursa SA Institucion De Banca Multiple Grupo Financiero Inbursa 4.125% 06/06/2024	644,895	0.36
USD250,000	Banco Mercantil del Norte 6.75% Open Maturity <sup>1</sup>	208,214	0.12
USD1,000,000	Banco Santander Mexico 5.375% 17/04/2025	876,145	0.48
USD1,350,000	Petroleos Mexicanos 4.5% 23/01/2026	1,051,765	0.58
USD100,000	Petroleos Mexicanos 5.5% 27/06/2044	52,113	0.03
USD110,000	Petroleos Mexicanos 6.75% 21/09/2047	60,811	0.03
USD150,000	Petroleos Mexicanos 6.95% 28/01/2060	82,751	0.05
		2,976,694	1.65
<b>Panama — 0.01% (0.08%)</b>			
USD15,000	Carnival 6% 01/05/2029 <sup>1</sup>	9,772	0.01
<b>United States — 11.18% (15.61%)</b>			
USD33,000	Adtalem Global Education 5.5% 01/03/2028 <sup>1</sup>	26,517	0.02
USD192,000	Affinity Gaming 6.875% 15/12/2027 <sup>1</sup>	142,677	0.08
USD60,000	Allegiant Travel 7.25% 15/08/2027 <sup>1</sup>	51,908	0.03
USD300,000	Allen Media 10.5% 15/02/2028 <sup>1</sup>	131,585	0.07
USD92,000	AMC Networks 4.25% 15/02/2029 <sup>1</sup>	65,627	0.04
USD10,797	Anagram International 15% 15/08/2025 <sup>1</sup>	9,706	0.01
USD350,000	ANGI Group 3.875% 15/08/2028 <sup>1</sup>	230,003	0.13
USD220,000	Arches Buyer 4.25% 01/06/2028 <sup>1</sup>	152,790	0.08
USD180,000	At Home Group 4.875% 15/07/2028 <sup>1</sup>	116,667	0.06
USD150,000	Audacy Capital 6.75% 31/03/2029 <sup>1</sup>	40,386	0.02
USD10,000	Beasley Mezzanine 8.625% 01/02/2026 <sup>1</sup>	6,688	—
USD56,000	Belo 7.75% 01/06/2027 <sup>1</sup>	47,423	0.03
USD210,000	BlueLinx 6% 15/11/2029 <sup>1</sup>	153,897	0.09
USD1,500,000	Boeing 2.196% 04/02/2026	1,191,121	0.66
USD777,000	Broadcom 4.3% 15/11/2032	608,781	0.34
USD50,000	Brookfield Property REIT 4.5% 01/04/2027 <sup>1</sup>	36,696	0.02
USD85,000	Brundage-Bone Concrete Pumping 6% 01/02/2026 <sup>1</sup>	66,809	0.04
USD50,000	Builders FirstSource 4.25% 01/02/2032 <sup>1</sup>	34,710	0.02

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
USD50,000	Builders FirstSource 6.375% 15/06/2032 <sup>1</sup>	39,467	0.02
USD214,000	Camelot Return Merger Sub 8.75% 01/08/2028 <sup>1</sup>	170,999	0.10
USD13,000	CCO Holdings 6.375% 01/09/2029 <sup>1</sup>	10,924	0.01
USD50,000	CCO Holdings 4.75% 01/02/2032 <sup>1</sup>	36,412	0.02
USD18,000	CCO Holdings 4.5% 01/06/2033 <sup>1</sup>	12,408	0.01
USD100,000	CCO Holdings 4.25% 15/01/2034 <sup>1</sup>	67,331	0.04
USD2,200,000	Celanese US 5.9% 05/07/2024 <sup>3</sup>	1,929,016	1.07
USD1,106,000	Celanese US 6.33% 15/07/2029	951,684	0.53
USD120,000	Charter Communications Operating 3.7% 01/04/2051	68,664	0.04
USD385,000	Charter Communications Operating 3.85% 01/04/2061	215,789	0.12
USD1,060,000	Charter Communications Operating 3.95% 30/06/2062	594,301	0.33
USD5,000	CommScope 8.25% 01/03/2027 <sup>1</sup>	3,691	—
USD57,000	CommScope 7.125% 01/07/2028 <sup>1</sup>	39,912	0.02
USD23,000	CommScope 4.75% 01/09/2029 <sup>1</sup>	17,084	0.01
USD250,000	CommScope Technologies 5% 15/03/2027 <sup>1</sup>	172,636	0.10
USD220,000	CoreLogic 4.5% 01/05/2028 <sup>1</sup>	149,042	0.08
USD110,000	Crocs 4.25% 15/03/2029 <sup>1</sup>	77,417	0.04
USD30,000	Crocs 4.125% 15/08/2031 <sup>1</sup>	20,601	0.01
USD200,000	CSC Holdings 5.75% 15/01/2030 <sup>1</sup>	134,557	0.07
USD120,000	Dell International 3.45% 15/12/2051	66,618	0.04
USD33,000	Encompass Health 4.5% 01/02/2028 <sup>1</sup>	25,306	0.01
USD100,000	Energizer 6.5% 31/12/2027 <sup>1</sup>	80,654	0.04
USD10,000	Energizer 4.375% 31/03/2029 <sup>1</sup>	7,125	—
USD696,000	Energy Transfer 6.25% 31/12/2099	507,605	0.28
USD50,000	EQM Midstream Partners 7.5% 01/06/2027 <sup>1</sup>	43,309	0.02
USD50,000	EQM Midstream Partners 7.5% 01/06/2030 <sup>1</sup>	42,817	0.02
USD310,000	Foot Locker 4% 01/10/2029 <sup>1</sup>	217,144	0.12
USD100,000	Ford Motor 6.1% 19/08/2032 <sup>1</sup>	84,683	0.05
USD73,000	Ford Motor 4.75% 15/01/2043 <sup>1</sup>	47,803	0.03
GBP1,000,000	Ford Motor Credit 4.535% 06/03/2025 <sup>1</sup>	938,920	0.52
USD25,000	Full House Resorts 8.25% 15/02/2028 <sup>1</sup>	19,834	0.01
USD221,000	FXI 12.25% 15/11/2026 <sup>1</sup>	159,636	0.09
USD110,000	Global Infrastructure Solutions 7.5% 15/04/2032 <sup>1</sup>	78,343	0.04
USD50,000	Global Net Lease 3.75% 15/12/2027	35,727	0.02
USD100,000	GPS Hospitality 7% 15/08/2028 <sup>1</sup>	54,825	0.03
USD5,000	Gray Escrow II 5.375% 15/11/2031 <sup>1</sup>	3,672	—
USD80,000	Gray Television 4.75% 15/10/2030 <sup>1</sup>	57,164	0.03
USD90,000	GrubHub 5.5% 01/07/2027 <sup>1</sup>	60,386	0.03
USD50,000	GYP III 4.625% 01/05/2029 <sup>1</sup>	36,696	0.02
USD14,000	Hilcorp Energy I 6.25% 15/04/2032 <sup>1</sup>	10,941	0.01
USD100,000	HP 4.75% 01/03/2029	83,863	0.05
USD25,000	IEA Energy Services 6.625% 15/08/2029 <sup>1</sup>	21,605	0.01

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>United States — (cont.)</b>			
USD312,000	Illuminate Buyer 9% 01/07/2028 <sup>1</sup>	236,436	0.13
USD117,000	KB Home 7.25% 15/07/2030 <sup>1</sup>	97,692	0.05
USD145,000	Kennedy-Wilson 4.75% 01/03/2029 <sup>1</sup>	103,541	0.06
USD46,000	Kennedy-Wilson 4.75% 01/02/2030 <sup>1</sup>	32,025	0.02
USD150,000	Kohl's 3.375% 01/05/2031	92,642	0.05
USD200,000	Kosmos Energy 7.5% 01/03/2028 <sup>1</sup>	147,218	0.08
USD160,000	Laredo Petroleum 10.125% 15/01/2028 <sup>1</sup>	141,052	0.08
USD262,000	Laredo Petroleum 7.75% 31/07/2029 <sup>1</sup>	219,230	0.12
USD204,000	Level 3 Financing 3.75% 15/07/2029 <sup>1</sup>	140,655	0.08
USD200,000	Likewise 9.75% 15/10/2025 <sup>1</sup>	163,501	0.09
USD220,000	LSF11 A5 HoldCo 6.625% 15/10/2029 <sup>1</sup>	160,507	0.09
USD202,000	LSF9 Atlantis 7.75% 15/02/2026 <sup>1</sup>	160,872	0.09
USD50,000	Macy's Retail 5.875% 01/04/2029	37,185	0.02
USD35,000	Macy's Retail 5.875% 15/03/2030	25,629	0.01
USD35,000	Macy's Retail 6.125% 15/03/2032	25,471	0.01
USD200,000	Macy's Retail 4.5% 15/12/2034 <sup>1</sup>	118,386	0.07
USD10,000	Macy's Retail 5.125% 15/01/2042 <sup>1</sup>	5,863	—
USD100,000	Macy's Retail 4.3% 15/02/2043	52,266	0.03
USD70,000	Men's Wearhouse 7% 01/07/2022 <sup>2</sup>	6	—
USD2,950,000	Meta Platforms 4.65% 15/08/2062	2,277,192	1.26
USD108,000	Midwest Gaming Borrower 4.875% 01/05/2029 <sup>1</sup>	80,671	0.05
USD75,000	Millennium Escrow 6.625% 01/08/2026 <sup>1</sup>	51,747	0.03
USD36,000	MIWD Holdco II 5.5% 01/02/2030 <sup>1</sup>	25,539	0.01
USD192,000	Moss Creek Resources 7.5% 15/01/2026 <sup>1</sup>	150,255	0.08
USD200,000	Moss Creek Resources 10.5% 15/05/2027 <sup>1</sup>	165,678	0.09
EUR100,000	Netflix 3.875% 15/11/2029	78,314	0.04
EUR100,000	Netflix 3.625% 15/06/2030	76,853	0.04
USD50,000	Nielsen Finance 4.5% 15/07/2029 <sup>1</sup>	43,434	0.02
USD50,000	Nielsen Finance 4.75% 15/07/2031 <sup>1</sup>	43,382	0.02
USD8,000	NuStar Logistics 6.375% 01/10/2030 <sup>1</sup>	6,254	—
USD20,000	Owens & Minor 4.5% 31/03/2029 <sup>1</sup>	14,680	0.01
USD25,000	Park-Ohio Industries 6.625% 15/04/2027 <sup>1</sup>	18,022	0.01
USD43,530	Party City 0.01% 15/07/2025 <sup>1</sup>	23,819	0.01
USD1,000,000	Periana 5.95% 19/04/2026 <sup>1</sup>	790,029	0.44
USD250,000	Pitney Bowes 6.875% 15/03/2027 <sup>1</sup>	163,253	0.09
USD175,000	Pitney Bowes 7.25% 15/03/2029 <sup>1</sup>	103,728	0.06
USD50,000	Playtika 4.25% 15/03/2029 <sup>1</sup>	35,966	0.02
USD200,000	PM General Purchaser 9.5% 01/10/2028 <sup>1</sup>	152,023	0.08
USD51,000	Prestige Brands 3.75% 01/04/2031 <sup>1</sup>	35,089	0.02
EUR100,000	Primo Water 3.875% 31/10/2028 <sup>1</sup>	72,951	0.04
USD200,000	Rackspace Technology 5.375% 01/12/2028 <sup>1</sup>	93,184	0.05
USD700,000	Sasol Financing USA 5.875% 27/03/2024 <sup>1</sup>	605,550	0.34

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>United States — (cont.)</b>			
USD302,000	Scripps Escrow II 5.375% 15/01/2031 <sup>1</sup>	214,315	0.12
USD20,000	Sinclair Television Group 5.5% 01/03/2030 <sup>1</sup>	13,499	0.01
USD50,000	Sinclair Television Group 4.125% 01/12/2030 <sup>1</sup>	35,610	0.02
USD120,000	Sonic Automotive 4.625% 15/11/2029 <sup>1</sup>	87,719	0.05
USD170,000	Sonic Automotive 4.875% 15/11/2031 <sup>1</sup>	121,965	0.07
USD450,000	Sotheby's 5.875% 01/06/2029 <sup>1</sup>	344,694	0.19
USD20,000	Southwestern Energy 7.75% 01/10/2027 <sup>1</sup>	17,968	0.01
USD170,000	Spanish Broadcasting System 9.75% 01/03/2026 <sup>1</sup>	115,169	0.06
USD40,000	Spectrum Brands 5.5% 15/07/2030 <sup>1</sup>	29,952	0.02
USD150,000	Standard Industries 4.375% 15/07/2030 <sup>1</sup>	102,612	0.06
USD202,000	StoneMor 8.5% 15/05/2029 <sup>1</sup>	151,322	0.08
USD240,000	Summer Bidco 5.5% 31/10/2026 <sup>1</sup>	181,219	0.10
EUR400,000	Superior Industries International 6% 15/06/2025 <sup>1</sup>	282,347	0.16
USD100,000	TEGNA 5% 15/09/2029 <sup>1</sup>	82,656	0.05
USD20,000	The Gap 3.625% 01/10/2029 <sup>1</sup>	11,817	0.01
USD35,000	The Gap 3.875% 01/10/2031 <sup>1</sup>	20,576	0.01
USD260,000	The Michaels Companies 7.875% 01/05/2029 <sup>1</sup>	150,172	0.08
USD160,000	Townsquare Media 6.875% 01/02/2026 <sup>1</sup>	129,478	0.07
USD50,000	Univision Communications 7.375% 30/06/2030 <sup>1</sup>	42,884	0.02
USD288,000	Western Global Airlines 10.375% 15/08/2025 <sup>1</sup>	227,096	0.13
EUR200,000	WMG Acquisition 2.25% 15/08/2031 <sup>1</sup>	133,018	0.07
USD21,000	Wynn Las Vegas 5.25% 15/05/2027 <sup>1</sup>	16,469	0.01
USD150,000	Xerox 5.5% 15/08/2028 <sup>1</sup>	112,372	0.06
		20,203,321	11.18
<b>SOUTH AMERICA — 1.72% (1.54%)</b>			
<b>Brazil — 0.42% (0.85%)</b>			
USD1,000,000	Light Servicos de Eletricidade 4.375% 18/06/2026 <sup>1</sup>	757,162	0.42
<b>Colombia — 1.30% (0.69%)</b>			
USD500,000	Bancolombia 4.875% 18/10/2027 <sup>1</sup>	402,232	0.22
USD1,250,000	Ecopetrol 4.125% 16/01/2025	1,023,255	0.57
USD600,000	SURA Asset Management 4.875% 17/04/2024	514,410	0.28
USD500,000	SURA Asset Management 4.375% 11/04/2027	413,023	0.23
		2,352,920	1.30
<b>AFRICA — 1.65% (1.86%)</b>			
<b>Liberia — 0.03% (0.01%)</b>			
USD12,000	Royal Caribbean Cruises 5.5% 31/08/2026 <sup>1</sup>	8,390	—

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Liberia — (cont.)</b>		
USD70,000	Royal Caribbean Cruises 5.375% 15/07/2027 <sup>1</sup>	47,274	0.03
		55,664	0.03
	<b>Mauritius — 1.22% (1.66%)</b>		
USD571,327	Azure Power Energy 3.575% 19/08/2026 <sup>1</sup>	319,072	0.18
USD1,200,000	Azure Power Solar Energy 5.65% 24/12/2024 <sup>1</sup>	698,728	0.39
USD650,000	Greenko Investment 4.875% 16/08/2023 <sup>1</sup>	539,432	0.30
USD561,000	Greenko Wind Project 5.5% 06/04/2025 <sup>1</sup>	436,228	0.24
USD250,000	India Green Energy 5.375% 29/04/2024 <sup>1</sup>	208,211	0.11
		2,201,671	1.22
	<b>Nigeria — 0.40% (0.19%)</b>		
USD500,000	Access Bank 6.125% 21/09/2026 <sup>1</sup>	354,671	0.19
USD500,000	SEPLAT Energy 7.75% 01/04/2026 <sup>1</sup>	378,903	0.21
		733,574	0.40
	<b>ASIA — 4.23% (4.74%)</b>		
	<b>Hong Kong — 1.75% (0.00%)</b>		
USD2,735,000	Hongkong & Shanghai Banking 0.496% Open Maturity	1,805,359	1.00
USD1,550,000	Lenovo Group 5.875% 24/04/2025	1,353,677	0.75
		3,159,036	1.75
	<b>India — 1.38% (3.20%)</b>		
USD1,000,000	Adani Green Energy 6.25% 10/12/2024 <sup>1</sup>	835,975	0.46
USD960,000	Adani International Container Terminal Private 3% 16/02/2031	674,086	0.37
USD875,000	Adani Transmission Step-One 4.25% 21/05/2036 4.25% 21/05/2036	631,048	0.35
USD500,000	JSW Infrastructure 4.95% 21/01/2029 <sup>1</sup>	359,310	0.20
		2,500,419	1.38
	<b>Indonesia — 0.00% (0.41%)</b>		
	<b>Japan — 0.04% (0.18%)</b>		
EUR100,000	SoftBank Group 5% 15/04/2028 <sup>1</sup>	70,043	0.04
	<b>Singapore — 0.96% (0.95%)</b>		
USD941,378	Continuum Energy Levanter 4.5% 09/02/2027 <sup>1</sup>	675,566	0.37
USD600,000	GLP 4.5% Open Maturity	352,366	0.20
USD470,000	GLP Pte 4.6% Open Maturity <sup>1</sup>	257,176	0.14
USD551,000	Vena Energy Capital 3.133% 26/02/2025	451,209	0.25
		1,736,317	0.96
	<b>South Korea — 0.10% (0.00%)</b>		
USD200,000	POSCO 4.5% 04/08/2027	171,259	0.10

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>MIDDLE EAST — 1.21% (1.90%)</b>		
	<b>Bahrain — 0.39% (0.83%)</b>		
USD800,000	The Oil and Gas Holding 7.625% 07/11/2024 <sup>1</sup>	703,522	0.39
	<b>Israel — 0.23% (0.00%)</b>		
USD500,000	Energean Israel Finance 4.5% 30/03/2024 <sup>1</sup>	415,816	0.23
	<b>Turkey — 0.59% (1.07%)</b>		
USD750,000	Mersin Uluslararası Liman İşletmeciliği 5.375% 15/11/2024 <sup>1</sup>	599,981	0.33
USD600,000	Turkcell İletişim Hizmetleri 5.75% 15/10/2025 <sup>1</sup>	461,198	0.26
		1,061,179	0.59
	<b>PACIFIC BASIN — 1.94% (1.56%)</b>		
	<b>Australia — 1.94% (1.56%)</b>		
USD5,900,000	Westpac Banking 1.65% Open Maturity	3,502,161	1.94
	<b>GOVERNMENT BONDS</b>		
	<b>— 29.24% (13.56%)</b>		
	<b>UNITED KINGDOM — 15.80% (2.84%)</b>		
GBP3,500,000	United Kingdom Gilt 4.25% 07/12/2027	3,719,114	2.06
GBP13,600,000	United Kingdom Gilt 4.25% 07/06/2032 4.25% 07/06/2032	15,110,416	8.36
GBP4,600,000	United Kingdom Treasury Bill 0.00% 06/02/2023	4,547,730	2.52
GBP5,237,838	United Kingdom Treasury Bill 0.00% 27/02/2023	5,166,027	2.86
		28,543,287	15.80
	<b>CONTINENTAL EUROPE</b>		
	<b>— 0.86% (0.95%)</b>		
	<b>Cyprus — 0.71% (0.00%)</b>		
EUR1,831,000	Cyprus Government International Bond 0.95% 20/01/2032	1,278,552	0.71
	<b>Ukraine — 0.15% (0.95%)</b>		
USD300,000	Ukraine Government International Bond 7.75% 01/09/2024 <sup>1</sup>	51,331	0.03
USD850,000	Ukraine Government International Bond 7.75% 01/09/2025 <sup>1</sup>	142,876	0.08
USD300,000	Ukraine Government International Bond 7.75% 01/09/2026 <sup>1</sup>	51,302	0.03
USD200,000	Ukraine Government International Bond 7.375% 25/09/2032 <sup>1</sup>	30,903	0.01
		276,412	0.15
	<b>NORTH AMERICA — 5.94% (1.77%)</b>		
	<b>United States — 5.94% (1.77%)</b>		
USD7,000,000	United States Treasury Bond 1.25% 15/08/2031	5,161,672	2.86
USD6,700,000	United States Treasury Note/Bond 2.625% 31/07/2029	5,575,574	3.08
		10,737,246	5.94

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>SOUTH AMERICA — 0.17% (0.62%)</b>		
	<b>Argentina — 0.17% (0.62%)</b>		
USD1,191,476	Argentine Republic Government International Bond 0.5% 09/07/2030 <sup>1</sup>	244,266	0.13
USD300,000	Argentine Republic Government International Bond 0.125% 09/07/2041 <sup>1</sup>	67,145	0.04
		311,411	0.17
	<b>AFRICA — 3.69% (2.04%)</b>		
	<b>Angola — 0.64% (0.00%)</b>		
USD1,400,000	Angolan Government International Bond 9.5% 12/11/2025 <sup>1</sup>	1,161,318	0.64
	<b>Egypt — 0.26% (0.42%)</b>		
USD700,000	Egypt Government International Bond 5.8% 30/09/2027 <sup>1</sup>	469,970	0.26
	<b>Gabon — 0.37% (0.21%)</b>		
USD900,000	Gabon Government International Bond 6.95% 16/06/2025 <sup>1</sup>	668,471	0.37
	<b>Ghana — 0.00% (0.37%)</b>		
	<b>Ivory Coast — 0.63% (0.00%)</b>		
USD1,400,000	Ivory Coast Government International Bond 6.375% 03/03/2028 <sup>1</sup>	1,135,370	0.63
	<b>Kenya — 0.26% (0.29%)</b>		
USD600,000	Republic of Kenya Government International Bond 6.875% 24/06/2024 <sup>1</sup>	463,699	0.26
	<b>Namibia — 0.30% (0.00%)</b>		
USD700,000	Namibia International Bonds 5.25% 29/10/2025 <sup>1</sup>	545,530	0.30
	<b>Nigeria — 0.62% (0.75%)</b>		
USD1,450,000	Nigeria Government International Bond 7.625% 21/11/2025 <sup>1</sup>	1,120,782	0.62
	<b>Senegal — 0.61% (0.00%)</b>		
USD1,350,000	Senegal Government International Bond 6.25% 30/07/2024 <sup>1</sup>	1,102,771	0.61
	<b>MIDDLE EAST — 0.63% (0.79%)</b>		
	<b>Jordan — 0.63% (0.79%)</b>		
USD1,400,000	Jordan Government International Bond 4.95% 07/07/2025 <sup>1</sup>	1,146,046	0.63
	<b>PACIFIC BASIN — 2.15% (4.55%)</b>		
	<b>Australia — 1.21% (4.55%)</b>		
AUD5,928,000	Australia Government Bond 1.75% 21/06/2051	2,182,849	1.21
	<b>New Zealand — 0.94% (0.00%)</b>		
NZD4,270,000	New Zealand Government Bond 2.75% 15/05/2051	1,692,170	0.94
	<b>SUPRANATIONAL — 0.63% (0.25%)</b>		
USD1,109,000	African Export-Import Bank 2.634% 17/05/2026	861,020	0.48

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>SUPRANATIONAL — (cont.)</b>		
EUR400,000	Ardagh Packaging Finance 2.125% 15/08/2026 <sup>1</sup>	271,877	0.15
		1,132,897	0.63
	<b>EQUITIES — 0.00% (0.01%)</b>		
	<b>NORTH AMERICA — 0.00% (0.01%)</b>		
	<b>United States — 0.00% (0.01%)</b>		
	<b>OPTIONS — 0.00% (0.02%)</b>		
28,000,000	120 Put on USD/JPY Option 15/09/2022	—	—
	<b>FORWARD CURRENCY CONTRACTS — -2.74% (-0.07%)</b>		
GBP(1,716,757)	Sold Sterling		
AUD3,000,000	for Australian Dollar (Expires 12/10/2022) <sup>4</sup>	52,484	0.03
GBP(1,870,471)	Sold Sterling		
AUD3,170,000	for Australian Dollar (Expires 12/10/2022) <sup>4</sup>	(973)	—
USD(2,140,000)	Sold US Dollars		
BRL11,190,531	for Brazilian Real (Expires 14/09/2022) <sup>4</sup>	17,319	0.01
USD(100,000)	Sold US Dollars		
BRL537,899	for Brazilian Real (Expires 14/09/2022) <sup>4</sup>	3,320	—
USD(5,000,000)	Sold US Dollars		
BRL26,692,500	for Brazilian Real (Expires 10/11/2022) <sup>4</sup>	69,678	0.04
USD(850,000)	Sold US Dollars		
CHF809,324	for Swiss Franc (Expires 14/09/2022) <sup>4</sup>	(21,101)	(0.01)
USD(100,000)	Sold US Dollars		
CHF95,035	for Swiss Franc (Expires 14/09/2022) <sup>4</sup>	(2,642)	—
USD(1,410,000)	Sold US Dollars		
CLP1,252,813,200	for Chilean Peso (Expires 14/09/2022) <sup>4</sup>	33,173	0.02
USD(100,000)	Sold US Dollars		
CLP83,754,000	for Chilean Peso (Expires 14/09/2022) <sup>4</sup>	(2,765)	—
USD(650,000)	Sold US Dollars		
CLP571,811,500	for Chilean Peso (Expires 14/09/2022) <sup>4</sup>	9,544	0.01
USD(1,770,000)	Sold US Dollars		
COP7,414,689,300	for Columbian Peso (Expires 14/09/2022) <sup>4</sup>	(103,661)	(0.06)
USD(100,000)	Sold US Dollars		
DKK690,352	for Danish Krone (Expires 14/09/2022) <sup>4</sup>	(6,790)	—
USD(250,000)	Sold US Dollars		
DKK1,829,041	for Danish Krone (Expires 14/09/2022) <sup>4</sup>	(5,011)	—
USD(500,000)	Sold US Dollars		
EUR464,124	for Euro (Expires 14/09/2022) <sup>4</sup>	(33,976)	(0.02)
USD(150,000)	Sold US Dollars		
EUR147,418	for Euro (Expires 14/09/2022) <sup>4</sup>	(3,138)	—
GBP(70,267)	Sold Sterling		
EUR81,350	for Euro (Expires 29/09/2022) <sup>4</sup>	(61)	—
GBP(2,328,919)	Sold Sterling		
EUR2,710,000	for Euro (Expires 12/10/2022) <sup>4</sup>	11,359	0.01



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>FORWARD CURRENCY CONTRACTS</b>			
<b>— (cont.)</b>			
GBP(4,222,890)	Sold Sterling		
EUR5,000,000	for Euro (Expires 12/10/2022) <sup>4</sup>	94,967	0.05
USD(3,921,085)	Sold US Dollars		
GBP3,208,756	for Sterling (Expires 08/09/2022) <sup>4</sup>	(196,829)	(0.11)
USD(3,927,233)	Sold US Dollars		
GBP3,239,188	for Sterling (Expires 15/09/2022) <sup>4</sup>	(171,346)	(0.09)
USD(266,750)	Sold US Dollars		
GBP220,916	for Sterling (Expires 15/09/2022) <sup>4</sup>	(10,738)	(0.01)
EUR(100,000)	Sold Euro		
GBP84,494	for Sterling (Expires 22/09/2022) <sup>4</sup>	(1,777)	—
EUR(1,844,510)	Sold Euro		
GBP1,556,984	for Sterling (Expires 22/09/2022) <sup>4</sup>	(34,293)	(0.02)
USD(3,791,448)	Sold US Dollars		
GBP3,151,677	for Sterling (Expires 22/09/2022) <sup>4</sup>	(140,558)	(0.08)
EUR(1,928,205)	Sold Euro		
GBP1,629,115	for Sterling (Expires 29/09/2022) <sup>4</sup>	(34,937)	(0.02)
USD(50,000)	Sold US Dollars		
GBP42,227	for Sterling (Expires 29/09/2022) <sup>4</sup>	(1,184)	—
EUR(155,000)	Sold Euro		
GBP131,344	for Sterling (Expires 29/09/2022) <sup>4</sup>	(2,422)	—
USD(3,866,914)	Sold US Dollars		
GBP3,284,725	for Sterling (Expires 29/09/2022) <sup>4</sup>	(72,654)	(0.04)
USD(5,500,000)	Sold US Dollars		
GBP4,522,717	for Sterling (Expires 12/10/2022) <sup>4</sup>	(251,513)	(0.14)
JPY(24,948,800)	Sold Japanese Yen		
GBP152,832	for Sterling (Expires 12/10/2022) <sup>4</sup>	(1,630)	—
EUR(2,050,000)	Sold Euro		
GBP1,741,965	for Sterling (Expires 12/10/2022) <sup>4</sup>	(28,356)	(0.02)
EUR(350,000)	Sold Euro		
GBP297,526	for Sterling (Expires 12/10/2022) <sup>4</sup>	(4,724)	—
CAD(100,000)	Sold Canadian Dollar		
GBP63,930	for Sterling (Expires 12/10/2022) <sup>4</sup>	(2,108)	—
NZD(4,100,000)	Sold New Zealand Dollar		
GBP2,098,953	for Sterling (Expires 12/10/2022) <sup>4</sup>	(68,823)	(0.04)
CAD(78,000)	Sold Canadian Dollar		
GBP50,084	for Sterling (Expires 12/10/2022) <sup>4</sup>	(1,425)	—
EUR(2,000,000)	Sold Euro		
GBP1,699,518	for Sterling (Expires 12/10/2022) <sup>4</sup>	(27,625)	(0.01)
USD(58,000,000)	Sold US Dollars		
GBP48,699,435	for Sterling (Expires 12/10/2022) <sup>4</sup>	(1,646,987)	(0.91)
USD(995,000)	Sold US Dollars		
GBP840,004	for Sterling (Expires 12/10/2022) <sup>4</sup>	(23,698)	(0.01)
USD(5,800,000)	Sold US Dollars		
GBP4,893,111	for Sterling (Expires 12/10/2022) <sup>4</sup>	(141,531)	(0.08)
USD(2,000,000)	Sold US Dollars		
GBP1,641,040	for Sterling (Expires 12/10/2022) <sup>4</sup>	(95,043)	(0.05)
EUR(4,200,000)	Sold Euro		
GBP3,561,701	for Sterling (Expires 12/10/2022) <sup>4</sup>	(65,299)	(0.04)
CAD(50,000)	Sold Canadian Dollar		
GBP32,445	for Sterling (Expires 12/10/2022) <sup>4</sup>	(574)	—
EUR(37,051,491)	Sold Euro		
GBP31,526,636	for Sterling (Expires 12/10/2022) <sup>4</sup>	(469,970)	(0.26)
USD(57,885,215)	Sold US Dollars		
GBP48,624,487	for Sterling (Expires 12/10/2022) <sup>4</sup>	(1,622,297)	(0.90)
USD(1,500,000)	Sold US Dollars		
GBP1,237,868	for Sterling (Expires 12/10/2022) <sup>4</sup>	(64,195)	(0.04)

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>FORWARD CURRENCY CONTRACTS</b>			
<b>— (cont.)</b>			
CAD(50,000)	Sold Canadian Dollar		
GBP32,155	for Sterling (Expires 12/10/2022) <sup>4</sup>	(864)	—
USD(2,000,000)	Sold US Dollars		
GBP1,650,066	for Sterling (Expires 12/10/2022) <sup>4</sup>	(86,017)	(0.05)
AUD(14,049,000)	Sold Australian Dollar		
GBP7,952,879	for Sterling (Expires 12/10/2022) <sup>4</sup>	(332,476)	(0.18)
USD(1,600,000)	Sold US Dollars		
HUF646,818,880	for Hungarian Forint (Expires 14/09/2022) <sup>4</sup>	(11,311)	(0.01)
USD(1,820,000)	Sold US Dollars		
ILS6,211,611	for Israeli Shekel (Expires 14/09/2022) <sup>4</sup>	1,122	—
USD(2,500,000)	Sold US Dollars		
INR199,885,000	for Indian Rupee (Expires 10/11/2022) <sup>4</sup>	(9,975)	—
USD(7,500,000)	Sold US Dollars		
INR597,077,250	for Indian Rupee (Expires 10/11/2022) <sup>4</sup>	(57,768)	(0.03)
USD(5,000,000)	Sold US Dollars		
INR400,059,000	for Indian Rupee (Expires 10/11/2022) <sup>4</sup>	(16,828)	(0.01)
USD(150,000)	Sold US Dollars		
JPY20,731,673	for Japanese Yen (Expires 14/09/2022) <sup>4</sup>	(2,154)	—
USD(1,700,000)	Sold US Dollars		
JPY228,092,706	for Japanese Yen (Expires 20/09/2022) <sup>4</sup>	(66,146)	(0.04)
USD(2,320,000)	Sold US Dollars		
MXN47,707,097	for Mexican Peso (Expires 14/09/2022) <sup>4</sup>	57,054	0.03
GBP(431,282)	Sold Sterling		
NZD820,000	for New Zealand Dollar (Expires 12/10/2022) <sup>4</sup>	2,273	—
GBP(158,217)	Sold Sterling		
SEK2,000,000	for Swedish Krona (Expires 12/10/2022) <sup>4</sup>	2,618	—
USD(2,500,000)	Sold US Dollars		
SGD3,474,283	for Singapore Dollar (Expires 10/11/2022) <sup>4</sup>	(22,040)	(0.01)
USD(2,500,000)	Sold US Dollars		
SGD3,480,355	for Singapore Dollar (Expires 10/11/2022) <sup>4</sup>	(18,288)	(0.01)
USD(5,000,000)	Sold US Dollars		
THB176,773,500	for Thai Baht (Expires 10/11/2022) <sup>4</sup>	(124,498)	(0.07)
USD(410,000)	Sold US Dollars		
TRY7,430,009	for Turkish Lira (Expires 14/09/2022) <sup>4</sup>	(4,251)	—
USD(850,000)	Sold US Dollars		
TRY15,568,200	for Turkish Lira (Expires 14/09/2022) <sup>4</sup>	(1,022)	—
USD(1,530,000)	Sold US Dollars		
TRY25,124,257	for Turkish Lira (Expires 14/09/2022) <sup>4</sup>	(139,084)	(0.08)
USD(100,000)	Sold US Dollars		
TWD2,897,350	for Taiwan Dollar (Expires 14/09/2022) <sup>4</sup>	(4,967)	—
USD(450,000)	Sold US Dollars		
TWD13,255,200	for Taiwan Dollar (Expires 14/09/2022) <sup>4</sup>	(16,215)	(0.01)

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>FORWARD CURRENCY CONTRACTS</b>			
<b>— (cont.)</b>			
USD(800,000)	Sold US Dollars		
TWD23,928,800	for Taiwan Dollar (Expires 14/09/2022) <sup>4</sup>	(18,541)	(0.01)
GBP(169,093)	Sold Sterling		
USD199,650	for US Dollars (Expires 08/09/2022) <sup>4</sup>	4,310	—
TRY(12,591,943)	Sold Turkish Lira		
USD700,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	11,681	0.01
CHF(145,394)	Sold Swiss Franc		
USD150,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	1,445	—
DKK(11,429,111)	Sold Danish Krone		
USD1,640,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	98,901	0.06
COP(888,542,000)	Sold Columbian Peso		
USD200,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	1,907	—
TWD(3,036,600)	Sold Taiwan Dollar		
USD100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	1,032	—
BRL(3,259,007)	Sold Brazilian Real		
USD670,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	35,573	0.02
EUR(99,563)	Sold Euro		
USD100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	985	—
MXN(6,189,888)	Sold Mexican Peso		
USD300,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	(8,284)	—
MXN(1,996,542)	Sold Mexican Peso		
USD100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	138	—
DKK(740,509)	Sold Danish Krone		
USD100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	973	—
EUR(1,700,000)	Sold Euro		
USD1,814,943	for US Dollars (Expires 14/09/2022) <sup>4</sup>	110,149	0.06
JPY(149,115,120)	Sold Japanese Yen		
USD1,100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	33,822	0.02
JPY(88,641,963)	Sold Japanese Yen		
USD650,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	16,720	0.01
CHF(2,052,998)	Sold Swiss Franc		
USD2,120,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	22,108	0.01
COP(1,467,864,000)	Sold Columbian Peso		
USD370,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	37,542	0.02
ILS(1,331,406)	Sold Israeli Shekel		
USD400,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	8,356	0.01
TWD(68,782,150)	Sold Taiwan Dollar		
USD2,350,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	97,098	0.05
EUR(94,460)	Sold Euro		
USD100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	5,385	—
COP(3,498,352,000)	Sold Columbian Peso		
USD800,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	18,417	0.01
DKK(702,426)	Sold Danish Krone		
USD100,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	5,389	—
CLP(319,403,000)	Sold Chilean Peso		
USD350,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	(16,688)	(0.01)
MXN(2,997,735)	Sold Mexican Peso		
USD150,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	80	—
COP(1,651,406,000)	Sold Columbian Peso		
USD400,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	28,111	0.02
BRL(1,006,286)	Sold Brazilian Real		
USD200,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	5,012	—
CHF(191,576)	Sold Swiss Franc		
USD200,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	3,949	—

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>FORWARD CURRENCY CONTRACTS</b>			
<b>— (cont.)</b>			
BRL(1,061,794)	Sold Brazilian Real		
USD200,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	(4,292)	—
TRY(4,809,458)	Sold Turkish Lira		
USD250,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	(10,617)	(0.01)
CLP(1,075,633,200)	Sold Chilean Peso		
USD1,160,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	(72,416)	(0.04)
ILS(4,763,170)	Sold Israeli Shekel		
USD1,420,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	20,324	0.01
HUF(61,070,955)	Sold Hungarian Forint		
USD150,000	for US Dollars (Expires 14/09/2022) <sup>4</sup>	141	—
GBP(123,536)	Sold Sterling		
USD150,000	for US Dollars (Expires 15/09/2022) <sup>4</sup>	6,729	—
GBP(209,808)	Sold Sterling		
USD247,300	for US Dollars (Expires 15/09/2022) <sup>4</sup>	4,955	—
JPY(227,069,000)	Sold Japanese Yen		
USD1,700,000	for US Dollars (Expires 20/09/2022) <sup>4</sup>	72,474	0.04
GBP(256,319)	Sold Sterling		
USD295,400	for US Dollars (Expires 22/09/2022) <sup>4</sup>	186	—
GBP(84,518)	Sold Sterling		
USD100,000	for US Dollars (Expires 29/09/2022) <sup>4</sup>	2,306	—
GBP(53,692)	Sold Sterling		
USD63,000	for US Dollars (Expires 29/09/2022) <sup>4</sup>	1,007	—
GBP(9,310,790)	Sold Sterling		
USD11,000,000	for US Dollars (Expires 12/10/2022) <sup>4</sup>	237,669	0.13
GBP(4,220,820)	Sold Sterling		
USD5,000,000	for US Dollars (Expires 12/10/2022) <sup>4</sup>	119,389	0.07
GBP(3,378,555)	Sold Sterling		
USD4,000,000	for US Dollars (Expires 12/10/2022) <sup>4</sup>	93,612	0.05
GBP(7,080,983)	Sold Sterling		
USD8,250,000	for US Dollars (Expires 12/10/2022) <sup>4</sup>	80,361	0.04
GBP(3,478,040)	Sold Sterling		
USD4,000,000	for US Dollars (Expires 12/10/2022) <sup>4</sup>	(5,873)	—
GBP(847,137)	Sold Sterling		
USD1,000,000	for US Dollars (Expires 12/10/2022) <sup>4</sup>	20,904	0.01
SGD(3,485,885)	Sold Singapore Dollar		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	14,870	0.01
INR(402,325,000)	Sold Indian Rupee		
USD5,000,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	(7,649)	—
INR(201,962,500)	Sold Indian Rupee		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	(12,466)	(0.01)
TRY(50,789,306)	Sold Turkish Lira		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	(102,303)	(0.06)
INR(200,882,750)	Sold Indian Rupee		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	(802)	—
INR(198,407,500)	Sold Indian Rupee		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	25,934	0.01
INR(200,747,500)	Sold Indian Rupee		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	658	—
BRL(13,958,450)	Sold Brazilian Real		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	(135,932)	(0.07)
INR(200,350,750)	Sold Indian Rupee		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	4,944	—
TWD(74,140,500)	Sold Taiwan Dollar		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	68,399	0.04
THB(90,941,500)	Sold Thai Bhat		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	1,354	—

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>FORWARD CURRENCY CONTRACTS</b>			
<b>— (cont.)</b>			
THB(48,984,730)	Sold Thai Bhat		
USD1,351,351	for US Dollars (Expires 10/11/2022) <sup>4</sup>	4,851	—
SGD(3,487,960)	Sold Singapore Dollar		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	13,588	0.01
SGD(3,479,132)	Sold Singapore Dollar		
USD2,500,000	for US Dollars (Expires 10/11/2022) <sup>4</sup>	19,043	0.01
THB(81,722,973)	Sold Thai Bhat		
USD2,252,252	for US Dollars (Expires 10/11/2022) <sup>4</sup>	6,137	—
THB(50,605,126)	Sold Thai Bhat		
USD1,396,396	for US Dollars (Expires 10/11/2022) <sup>4</sup>	5,307	—
		(4,943,285)	(2.74)
<b>FUTURES CONTRACTS</b>			
<b>— 0.74% (-0.05%)</b>			
(28)	Canada 10 Year Government Bond Future Expiry December 2022	6,848	—
(96)	Euro-Bobl Future Expiry December 2022	(3,217)	—
(48)	Euro-Btp Future Expiry December 2022	46,677	0.03
195	Euro-Bund Future Expiry December 2022	(930,075)	(0.51)
39	Euro-Buxl Future Expiry December 2022	(2,142)	—
(1)	Euro-Oat Future Expiry December 2022	500	—
(35)	Euro-Schatz Future Expiry December 2022	(1,919)	—
(258)	Long Gilt Future Expiry December 2022	840,276	0.46
290	SFE 10 Year Treasury Bond Future Expiry September 2022	(275,425)	(0.15)
(43)	Ultra US Treasury Bonds Future Expiry December 2022	119,629	0.07
(721)	Ultra US Treasury Notes Future Expiry December 2022	1,083,887	0.60
(503)	US 10 Year Treasury Notes Future Expiry December 2022	529,392	0.29
(4)	US 2 Year Treasury Notes Future Expiry December 2022	299	—
(129)	US 5 Year Treasury Notes Future Expiry December 2022	42,016	0.02
63	US Treasury Bonds Future Expiry December 2022	(70,150)	(0.04)
(60)	S&P 500 Index Future Expiry October 2022	(50,725)	(0.03)
		1,335,871	0.74
<b>CREDIT DEFAULT SWAPS</b>			
<b>— 0.48% (-1.24%)</b>			
USD6,700,000	CDS Boeing Company 1% 20/06/2027 <sup>5</sup>	207,552	0.12
USD1,800,000	CDS Boeing Company 1% 20/06/2027 <sup>5</sup>	55,760	0.03
USD947,000	CDS Boeing Company 1% 20/06/2027 <sup>5</sup>	29,336	0.02

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>CREDIT DEFAULT SWAPS — (cont.)</b>			
USD1,753,000	CDS Boeing Company 1% 20/06/2027 <sup>5</sup>	54,304	0.03
EUR1,000,000	CDS CMA CGM 5% 20/06/2027 <sup>5</sup>	23,969	0.01
EUR(770,000)	CDS Fortum 1% 20/12/2026 <sup>5</sup>	(48,629)	(0.03)
EUR(480,000)	CDS Fortum 1% 20/06/2027 <sup>5</sup>	(33,755)	(0.02)
USD2,700,000	CDS General Electric Company 1% 20/06/2027 <sup>5</sup>	35,831	0.02
USD2,700,000	CDS General Electric Company 1% 20/06/2027 <sup>5</sup>	35,831	0.02
USD(2,500,000)	CDS General Motors Company 5% 20/06/2027 <sup>5</sup>	266,651	0.15
USD(2,500,000)	CDS General Motors Company 5% 20/06/2027 <sup>5</sup>	266,651	0.15
USD(2,500,000)	CDS General Motors Company 5% 20/06/2027 <sup>5</sup>	266,651	0.15
EUR1,000,000	CDS Hapag-Lloyd 5% 20/06/2027 <sup>5</sup>	(12,782)	(0.01)
EUR5,500,000	CDS Henkel 1% 20/06/2027 <sup>5</sup>	(81,538)	(0.04)
EUR(1,000,000)	CDS INEOS Group 5% 20/06/2027 <sup>5</sup>	60,559	0.03
EUR(2,300,000)	CDS iTRAXX Europe Crossover 5% 20/06/2027 <sup>5</sup>	(42,914)	(0.02)
EUR3,100,000	CDS iTRAXX Europe Crossover 5% 20/06/2027 <sup>5</sup>	57,840	0.03
EUR9,000,000	CDS iTRAXX Europe Crossover 5% 20/06/2027 <sup>5</sup>	167,924	0.09
EUR(18,000,000)	CDS iTRAXX Europe Crossover 5% 20/06/2027 <sup>5</sup>	(335,848)	(0.19)
EUR9,000,000	CDS iTRAXX Europe Crossover 5% 20/06/2027 <sup>5</sup>	167,924	0.09
EUR14,000,000	CDS iTRAXX Europe Series 1% 20/06/2027 <sup>5</sup>	74,396	0.04
EUR(5,000,000)	CDS iTRAXX Europe Series 1% 20/06/2027 <sup>5</sup>	(26,570)	(0.01)
EUR(6,600,000)	CDS iTRAXX Europe Series 1% 20/06/2027 <sup>5</sup>	(35,072)	(0.02)
EUR1,000,000	CDS K+S 5% 20/06/2027 <sup>5</sup>	(21,219)	(0.01)
EUR(1,000,000)	CDS Ladbros Coral Group 1% 20/06/2027 <sup>5</sup>	(129,679)	(0.07)
USD792,000	CDS North America High Yield 5% 20/06/2027 <sup>5</sup>	7,984	0.01
USD(1,800,000)	CDS North America Investment Grade 1% 20/06/2027 <sup>5</sup>	5,398	—
USD16,000,000	CDS North America Investment Grade 1% 20/06/2027 <sup>5</sup>	(47,981)	(0.03)
USD(11,700,000)	CDS North America Investment Grade 1% 20/06/2027 <sup>5</sup>	35,086	0.02
EUR(2,500,000)	CDS Renault 1% 20/12/2026 <sup>5</sup>	(211,443)	(0.12)
EUR(1,000,000)	CDS Rolls-Royce 1% 20/06/2027 <sup>5</sup>	(121,148)	(0.07)
EUR5,000,000	CDS Volkswagen International Finance 1% 20/12/2026 <sup>5</sup>	153,749	0.09
EUR625,000	CDS Volkswagen International Finance 1% 20/12/2026 <sup>5</sup>	19,219	0.01
EUR625,000	CDS Volkswagen International Finance 1% 20/12/2026 <sup>5</sup>	19,219	0.01
		863,256	0.48

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>INTEREST RATE SWAPS</b>			
<b>— -0.13% (-0.09%)</b>			
EUR12,800,000	OIS ESTR1D 1.45% Expiry 15/08/2031 <sup>6</sup>	(271,405)	(0.15)
EUR(6,600,000)	OIS ESTR1D 2.07% Expiry 15/08/2031 <sup>6</sup>	33,487	0.02
		<hr/> (237,918) <hr/>	<hr/> (0.13) <hr/>
<b>Portfolio of investments<sup>7,8</sup></b>		166,041,920	91.89
<b>Net other assets</b>		14,647,186	8.11
<b>Total net assets</b>		<hr/> £180,689,106 <hr/>	<hr/> 100.00% <hr/>

<sup>1</sup> These are sub-investment grade fixed interest securities and represent 28.71% of the net assets of the Fund.

<sup>2</sup> Defaulted securities are valued at the Manager's best assessment of their fair and reasonable value.

<sup>3</sup> These are unrated fixed interest securities and represent 2.68% of the net assets of the Fund.

<sup>4</sup> Unlisted securities are valued at the Manager's best assessment of their fair and reasonable value.

<sup>5</sup> A Credit Default Swap (CDS) position denoted as a negative nominal indicates the Fund has sold protection, whilst a CDS position denoted as a positive nominal indicates the Fund has bought protection.

<sup>6</sup> An Interest Rate Swap (IRS) position denoted as a negative nominal indicates the Fund has paid fixed rate to receive floating, whilst an IRS position denoted as a positive nominal indicates the Fund has paid floating rate to receive fixed.

<sup>7</sup> Including investment liabilities.

<sup>8</sup> All investments are admitted to an official stock exchange unless otherwise stated.

Total purchases for the year: £375,199,151.

Total sales for the year: £361,541,257.

# Independent Auditor's Report

## Independent auditor's report to the Unitholders of Legal & General Dynamic Bond Fund ('the Fund')

### **Opinion**

We have audited the financial statements of the Fund for the year ended 5 September 2022 which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Unitholders, the Balance Sheet, the Related Notes and Distribution Tables for the Fund and the accounting policies set out on pages 36 to 37.

In our opinion, the financial statements:

- give a true and fair view, in accordance with UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland, of the financial position of the Fund as at 5 September 2022 and of the net revenue and the net capital losses on the property of the Fund for the year then ended; and
- have been properly prepared in accordance with the Trust Deed, the Statement of Recommended Practice relating to UK Authorised Funds, and the COLL Rules.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Fund in accordance with, UK ethical requirements including the FRC Ethical Standard.

We have received all the information and explanations which we consider necessary for the purposes of our audit and we believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **Going concern**

The Manager has prepared the financial statements on the going concern basis as they do not intend to liquidate the Fund or to cease their operations, and as they have concluded that the Fund's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over their ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

In our evaluation of the Manager's conclusions, we considered the inherent risks to the Fund's business model and analysed how those risks might affect the Fund's financial resources or ability to continue operations over the going concern period.

Our conclusions based on this work:

- we consider that the Manager's use of the going concern basis of accounting in the preparation of the financial statements is appropriate;
- we have not identified, and concur with the Manager's assessment that there is not, a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the Fund's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the Fund will continue in operation.



## Independent Auditor's Report continued

### ***Fraud and breaches of laws and regulations – ability to detect***

#### *Identifying and responding to risks of material misstatement due to fraud*

To identify risks of material misstatement due to fraud (“fraud risks”) we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- Enquiring of directors as to the Fund’s high-level policies and procedures to prevent and detect fraud, as well as whether they have knowledge of any actual, suspected or alleged fraud;
- Assessing the segregation of duties in place between the Manager, the Trustee, the Administrator and the Investment Adviser;
- Reading board minutes.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe there is a fraud risk related to revenue recognition because the revenue is principally nonjudgemental and based on publicly available information, with limited opportunity for manipulation. We did not identify any additional fraud risks.

We evaluated the design and implementation of the controls over journal entries and other adjustments and made inquiries of the Administrator about inappropriate or unusual activity relating to the processing of journal entries and other adjustments. We substantively tested all material post-closing entries and, based on the results of our risk assessment procedures and understanding of the process, including the segregation of duties between the Manager and the Administrator, no further high-risk journal entries or other adjustments were identified.

#### *Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations*

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the Manager and the Administrator (as required by auditing standards) and discussed with the Directors the policies and procedures regarding compliance with laws and regulations.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the Fund is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related authorised fund legislation maintained by the Financial Conduct Authority) and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

## Independent Auditor's Report continued

Secondly, the Fund is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: money laundering, data protection and bribery and corruption legislation recognising the Fund's activities. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Directors and the Administrator and inspection of regulatory and legal correspondence, if any. Therefore if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

### *Context of the ability of the audit to detect fraud or breaches of law or regulation*

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

### **Other information**

The Manager (Legal & General (Unit Trust Managers) Limited) is responsible for the other information presented in the Annual Manager's Report together with the financial statements. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information; and
- in our opinion the information given in Manager's Report for the financial year is consistent with the financial statements.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where under the COLL Rules we are required to report to you if, in our opinion:

- proper accounting records for the Fund have not been kept; or
- the financial statements are not in agreement with the accounting records.

## Independent Auditor's Report continued

### ***Manager's responsibilities***

As explained more fully in their statement set out on page 7, the Manager is responsible for: the preparation of financial statements that give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

### ***Auditor's responsibilities***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### ***The purpose of our audit work and to whom we owe our responsibilities***

This report is made solely to the Fund's unitholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes sourcebook ("the COLL Rules") issued by the Financial Conduct Authority under section 247 of the Financial Services and Markets Act 2000. Our audit work has been undertaken so that we might state to the Fund's unitholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund and the Fund's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.



Kamilla Racinska  
for and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
15 Canada Square,  
London E14 5GL  
19 December 2022

## Financial Statements

### Statement of Total Return For the year ended 5 September 2022

Notes	05/09/22		05/09/21	
	£	£	£	£
<b>Income</b>				
Net capital (losses)/gains	3	(26,919,448)		10,920,420
Revenue	4	11,615,190	8,605,740	
Expenses	5	(639,848)	(666,914)	
Interest payable and similar charges	7	(1,539,186)	(570,888)	
Net revenue before taxation		9,436,156	7,367,938	
Taxation	6	(38,431)	—	
Net revenue after taxation for the year		9,397,725	7,367,938	
Total return before distributions		(17,521,723)		18,288,358
Distributions	7	(9,717,649)		(7,701,410)
Change in net assets attributable to Unitholders from investment activities		£(27,239,372)		£10,586,948

### Statement of Change in Net Assets attributable to Unitholders for the year ended 5 September 2022

	05/09/22		05/09/21	
	£	£	£	£
Opening net assets attributable to Unitholders		192,877,144		196,132,560
Amounts received on issue of units		24,533,839	2,608,517	
Amounts paid on cancellation of units		(12,974,783)	(18,737,280)	
		11,559,056		(16,128,763)
Change in net assets attributable to Unitholders from investment activities		(27,239,372)		10,586,948
Retained distributions on accumulation units		3,492,278		2,286,195
Unclaimed distributions		—		204
Closing net assets attributable to Unitholders		£180,689,106		£192,877,144

## Financial Statements continued

### Balance Sheet as at 5 September 2022

	Notes	05/09/22 £	05/09/21 £
<b>ASSETS</b>			
<b>Fixed assets:</b>			
Investments		175,467,977	184,271,528
<b>Current assets:</b>			
Debtors	8	3,265,881	4,153,303
Cash and bank balances	9	66,697,409	53,408,558
<b>Total assets</b>		<b>245,431,267</b>	<b>241,833,389</b>
<b>LIABILITIES</b>			
<b>Investment liabilities</b>			
		(9,426,057)	(6,816,924)
<b>Creditors:</b>			
Bank overdrafts	9	(46,112,940)	(35,736,467)
Distributions payable		(2,013,226)	(1,433,503)
Other creditors	10	(7,189,938)	(4,969,351)
<b>Total liabilities</b>		<b>(64,742,161)</b>	<b>(48,956,245)</b>
<b>Net assets attributable to Unitholders</b>			
		<b>£180,689,106</b>	<b>£192,877,144</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 Association in May 2014 (2014 SORP).

## 2. Summary of Significant Accounting Policies

### (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. In making this assessment, and in response to COVID-19, the Manager has considered, amongst other things, factors such as Fund size, cash flows through the Fund and Fund liquidity in its assessment of the Fund's ability to meet its liabilities as they fall due at least the twelve month period from the date the financial statements are signed. Based on this assessment, the Manager deems the basis of preparation appropriate.

The principal accounting policies which have been applied consistently are set out below.

### (b) Functional and Presentation Currency

The functional and presentation currency of the Fund is Sterling.

### (c) Recognition of Revenue

Bond revenue is accounted for on an effective yield basis, calculated with reference to the purchase price. If the Manager believes that future commitments will not be met due to the bond issuer showing signs of financial distress, revenue accruals will be discounted. Any resultant revenue from these issues will then be treated on a receipts basis.

Revenue from derivative instruments is treated in accordance with note 2(i).

All other revenue is recognised on an accruals basis.

### (d) Treatment of Expenses

All expenses (other than those relating to the purchase and sale of investments) are charged against revenue on an accruals basis.

### (e) Distribution Policy

The policy is to distribute all available revenue, after deduction of those expenses which are chargeable in calculating the distribution. In order to conduct a controlled dividend flow, interim distributions will be at the Manager's discretion, up to a maximum of the distributable revenue for the period. All remaining revenue is distributed in accordance with the COLL.

50% of the Fund Management Fee is charged to capital and 50% is charged to revenue for the purpose of calculating the distribution. This increases the amount of the distribution paid, but reduces the capital growth potential of the Fund. Marginal tax relief is not accounted for in determining the distribution.

Distributions which have remained unclaimed by Unitholders for over six years are credited to the capital property of the Fund.

## Notes to the Financial Statements continued

### 2. Summary of Significant Accounting Policies continued

#### (f) Basis of Valuation of Investments

All investments are valued at their fair value as at 3pm on 5 September 2022, being the last business day of the accounting year. The fair value for non-derivative securities is bid market price, excluding any accrued interest. The fair value for derivative instruments is the cost of closing out the contract on the last business day of the accounting year.

Where collateral is pledged to a counterparty, the asset remains part of the scheme property of the Fund and is shown within the financial assets of the Fund.

Where values cannot be readily determined, the securities are valued at the Manager's best assessment of their fair and reasonable value.

#### (g) Taxation

Provision is made for taxation at current rates on the excess of investment revenue over expenses.

Deferred tax is provided for on all timing differences that have originated but not reversed by the balance sheet date, other than those differences that are regarded as permanent. Any liability to deferred tax is provided for at the average rate of tax expected to apply.

#### (h) Foreign Exchange

Transactions in foreign currencies are translated at the rate of exchange ruling on the date of the transaction. Where applicable, assets and liabilities denominated in foreign currencies are translated into Sterling at the rates of exchange ruling at 3pm on 5 September 2022, being the last business day of the accounting year.

#### (i) Derivative Instruments

The Fund may make use of financial derivative instruments for Efficient Portfolio Management (EPM) purposes. EPM aims to reduce risk, reduce costs, or generate additional capital or income for the Fund with an acceptably low level of risk. These aims allow for tactical asset allocation, which is a temporary switch in investment exposure through the use of derivatives rather than trading the underlying securities.

As well as the use of financial derivative instruments as part of efficient portfolio management, the Fund may also make use of derivatives in the pursuit of the investment objective. Derivative instruments can be used to adjust investment exposure or to try to take advantage of perceived movements in prices or spreads.

Derivative instruments held within the Fund have been accounted for and taxed in accordance with the Statement of Recommended Practice for Authorised Funds (IA SORP 2014). Returns on derivative transactions have been treated as either revenue or capital depending on the motives and circumstances on acquisition.

## Notes to the Financial Statements continued

### 3. Net capital (losses)/gains

The net capital (losses)/gains during the year comprise:

	05/09/22	05/09/21
	£	£
Non-derivative securities	(21,384,407)	129,371
Derivative securities	15,024,431	1,737,594
Forward currency contracts	(22,557,253)	12,970,275
Currency gains/(losses)	1,997,635	(3,916,820)
CSDR reimbursement	146	—
Net capital (losses)/gains	<u>(26,919,448)</u>	<u>10,920,420</u>

### 4. Revenue

	05/09/22	05/09/21
	£	£
Bond interest	8,052,164	7,844,392
Credit default swap revenue	3,531,209	757,693
Bank interest	<u>31,817</u>	<u>3,655</u>
	<u>11,615,190</u>	<u>8,605,740</u>

### 5. Expenses

Payable to the Manager, associates of the Manager and agents of either of them:

	05/09/22	05/09/21
	£	£
Fund Management Fees	<u>639,848</u>	<u>666,914</u>
Total expenses	<u>639,848</u>	<u>666,914</u>

Audit fees of £17,936 plus VAT of £3,587 have been borne by the Manager out of its Fund Management Fee. In the prior year, the total audit fee was £16,882 plus VAT of £3,376.



## Notes to the Financial Statements continued

### 6. Taxation

#### (a) Analysis of taxation charge in year

	05/09/22	05/09/21
	£	£
Corporation tax	—	—
Overseas tax	38,431	—
Current tax [note 6(b)]	38,431	—
Deferred tax [note 6(c)]	—	—
Total taxation	38,431	—

#### (b) Factors affecting taxation charge for the year

The current tax charge excludes capital gains and losses for the reason that Authorised Unit Trusts are not subject to Corporation Tax on these items. Current tax differs from taxation assessed on net revenue before taxation as follows:

Net revenue before taxation	9,436,156	7,367,938
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2021: 20%)	1,887,231	1,473,588
<b>Effects of:</b>		
Interest distributions deductible for tax purposes	(1,887,231)	(1,473,588)
Overseas tax	38,431	—
Current tax	38,431	—

#### (c) Provision for deferred tax

There is no deferred tax provision in the current or preceding year.

## Notes to the Financial Statements continued

### 7. Distributions

The distributions take account of revenue received on the creation of units and revenue deducted on the cancellation of units and comprise:

	05/09/22	05/09/21
	£	£
First interim distribution	2,170,110	1,691,114
Second interim distribution	2,415,867	2,041,066
Third interim distribution	2,041,878	1,852,922
Final distribution	3,211,737	2,037,773
	<u>9,839,592</u>	<u>7,622,875</u>
Add: Revenue deducted on cancellation of units	77,219	93,520
Less: Revenue received on creation of units	(199,162)	(14,985)
<b>Distributions for the year</b>	<b>9,717,649</b>	<b>7,701,410</b>
<b>Interest payable and similar charges</b>		
Bank overdraft interest	66,658	63,764
Futures expense	1,472,528	507,124
	<u>1,539,186</u>	<u>570,888</u>

The differences between the net revenue after taxation and the distributions for the year are as follows:

	05/09/22	05/09/21
	£	£
Net revenue after taxation for the year	9,397,725	7,367,938
Add: Expenses charged to capital	319,924	333,457
Equalisation effect of conversions	—	15
<b>Distributions for the year</b>	<b>9,717,649</b>	<b>7,701,410</b>

### 8. Debtors

	05/09/22	05/09/21
	£	£
Accrued revenue	2,258,828	2,362,124
Amounts receivable for creation of units	321,000	38,000
Receivable for foreign exchange contracts	5,949	561
Sales awaiting settlement	680,104	1,752,618
	<u>3,265,881</u>	<u>4,153,303</u>

## Notes to the Financial Statements continued

### 9. Net uninvested cash

	05/09/22	05/09/21
	£	£
Amounts held at futures clearing houses and brokers	3,323,175	3,692,993
Cash and bank balances	63,374,234	49,715,565
Bank overdrafts	<u>(46,112,940)</u>	<u>(35,736,467)</u>
Net uninvested cash	<u>20,584,469</u>	<u>17,672,091</u>

### 10. Other creditors

	05/09/22	05/09/21
	£	£
Accrued expenses	61,864	62,571
Amounts payable for cancellation of units	56,999	162,000
Purchases awaiting settlement	7,056,182	4,556,291
Swaps revenue payable	<u>14,893</u>	<u>188,489</u>
	<u>7,189,938</u>	<u>4,969,351</u>

### 11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (5 September 2021: same).

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks

The investments of a Fund in financial securities and derivatives are subject to normal market fluctuations and other risks inherent in investing in such instruments. Legal & General (Unit Trust Managers) Limited (UTM) is the Authorised Fund Manager and has responsibility for ensuring appropriate risk management processes are implemented for each Unit Trust.

The UTM Board has delegated the risk oversight function to the Fund Manager Oversight Committee (FMOC), a committee of the Legal & General Investment Management (Holdings) Limited (LGIMH) Board that meets monthly. The primary objective of the FMOC is to ensure proper oversight of the investment management activities and associated services performed by LGIM, its delegates and other Fund Managers, under the Investment Management Agreement (IMA), on behalf of UTM in its capacity as Authorised Fund Manager. The committee consists of senior members of LGIMH and members of the UTM Board. Other senior staff members are also in attendance, as required by the agenda.

Each Fund has Investment Guidelines, an Investment Objective and Investment Restrictions, against which the fund manager will operate. These are set out in Schedule 1 of the IMA between LGIM and UTM. The Schedule is maintained by each fund manager, reviewed by the LGIM Operational Risk and Compliance Teams and approved senior members of LGIMH on behalf of the UTM board. The Schedule provides the detail needed to determine the risk profile for each fund. Fund managers are not permitted to invest into any new instruments without first gaining approval from UTM.

The Investment Objective and Policy of this Fund is detailed on page 2.

#### (a) Market Risk

The Fund's investment objective is stated on page 2. In pursuing its objective, the Fund holds financial instruments which expose it to various types of risk. The main risks include market price risk, foreign currency risk, interest rate risk and derivative risk. These risks and the policies for managing them are disclosed earlier within this note.

The use of futures, options and swaps are subject to the investment guidelines and borrowing powers established in the Trust Deed, the Prospectus and the COLL.

Financial derivative instruments tend to have a greater volatility than the securities to which they relate and they bear a corresponding greater degree of risk. This may lead to high volatility in the unit price of the Fund and may cause the Fund's risk profile to rise.

The Manager uses Value at Risk (VaR) to monitor and control derivative exposure. VaR provides an indication of the potential gain or loss to the Fund, given a specified movement in the wider market and in a specified range of circumstances. VaR is a historical measure which cannot take into account all potential future trends, which may not follow historical patterns.

Over the review year, the Fund's VaR on a 1 month 99% confidence interval, calculated using historical VaR model, ranged from its lowest 1.81% to its highest 8.80%, and an average of 3.81% of the Net Asset Value (Source: Legal & General Investment Management Internal Risk System) (As at 5 September 2021: 12.13%). This represents the maximum potential loss in the value of the Fund, with 99% confidence, over a one month period.

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (b) Credit Risk

Credit Risk is the risk of suffering financial loss as a result of a counterparty to a financial transaction being unable to fulfil their financial obligations as they fall due.

Bonds or other debt securities involve credit risk to the issuer which may be evidenced by the issuer's credit rating. Securities which are subordinated and/or have a lower credit rating are generally considered to have a higher credit risk and a greater possibility of default than more highly rated securities.

The Fund's investments in bonds expose it to the default risk of the bond issuer with regards interest payments and principal repayments. Bond holdings with low credit ratings (sub-investment grade) or those that are not rated by a reputable credit rating agency (unrated) are disclosed in the Portfolio Statement on pages 10 to 29.

The Fund's holdings in Derivatives expose the Fund to additional credit risk. Credit risk arises from the failure of the counterparty to the derivative contract to meet its financial obligations. The Fund aims to limit credit risk derived from derivative positions by carrying out transactions with reputable and well established institutions and by obtaining collateral from the counterparties in a form and level which complies with the terms of the collateral agreements with the counterparty. The collateral will be used to reduce counterparty default risk exposure.

Exposures to counterparties through derivative positions and the collateral held at the balance sheet date can be seen on page 45.

This risk is managed by appraising the credit profile of financial instruments and issuers in line with the Fund's investment objective and policy.

#### (c) Liquidity Risk

Liquidity Risk relates to the capacity to meet liabilities as they fall due. The primary source of this risk to the Fund is the liability to Unitholders for any cancellation of units.

The Fund can also be exposed to liquidity risk through its commitments under derivative contracts, whereby additional margin payments or collateral payments may need to be posted with the counterparty or clearing house.

This risk is minimised by holding a large proportion of readily realisable assets, cash balances and via access to overdraft facilities.

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (d) Fair Value

The fair value of a financial instrument is the amount for which it could be exchanged between knowledgeable, willing parties in an arm's length transaction. There is no material difference between the value of the financial assets and liabilities, as shown in the financial statements, and their fair value.

The Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the Investment Association in May 2014 requires the classification of the Fund's financial instruments held at the year end into a 3 tiered fair value hierarchy. The 3 tiers of the hierarchy and the classification of the Fund's financial instruments as at the balance sheet date were:

<b>05/09/22</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	41,950,057	(1,333,653)
Level 2 - Observable Market Data	133,517,920	(8,092,404)
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>175,467,977</b>	<b>(9,426,057)</b>

<b>05/09/21</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	9,191,193	(334,689)
Level 2 - Observable Market Data	175,080,335	(6,482,235)
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>184,271,528</b>	<b>(6,816,924)</b>

#### Level 1

The unadjusted quoted price in an active market for assets or liabilities that the entity can access at the measurement date.

#### Level 2

Valuation techniques using observable inputs other than quoted prices within Level 1.

#### Level 3

Valuation techniques using unobservable inputs.

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (e) Financial Derivative Instruments and Collateral

During the year, the Fund made use of 'Over the Counter' (OTC) Derivative Instruments. These types of transactions introduce Counterparty Risk, where a counterparty may fail to meet its financial commitments.

In order to reduce this risk, collateral may be held by the Fund. The counterparties to these transactions and any collateral held by the Fund at the balance sheet date is shown below:

#### Global exposure and collateral

Counterparty	Derivative Groups: Forward Currency Contracts	Swaps/Options	Gain/(Loss) Position	Collateral Held/ (Delivered)	Type
Barclays	7,129,554	—	16,018	—	—
BNP Paribas	16,069,667	—	31,907	—	—
Citigroup	9,256,201	11,776,640	133,056	120,867	Cash
Deutsche	35,400,672	—	(592,804)	639,220	Cash/Bond
Goldman Sachs	19,293,809	19,440,746	212,262	189,933	Cash
HSBC	13,615,157	41,043,559	(353,247)	(1,294,967)	Cash
JPMorgan	49,493,352	7,177,891	(1,234,818)	(1,010,101)	Cash
Lloyds Bank	21,395,418	—	171,907	—	—
Merrill Lynch	24,746,255	413,797	(229,093)	(250,367)	Cash
Morgan Stanley	16,101,316	5,959,121	(494,400)	(565,796)	Cash
NatWest	—	—	—	—	—
Markets	55,303,656	—	(1,762,476)	—	—
SG Securities	8,921,505	—	(76,370)	—	—
Standard Bank	4,511,240	—	(111,291)	—	—
UBS	14,647,981	—	(28,598)	(94,967)	Cash
<b>Total</b>	<b>295,885,783</b>	<b>85,811,754</b>	<b>(4,317,947)</b>	<b>(2,266,178)</b>	

To reduce the Fund's exposure to Counterparty Default Risk, the Fund holds or delivers cash or investment grade government bonds as collateral.

The Fund also holds exchange traded derivatives which have minimal Counterparty Risk exposure.

### 13. Portfolio transaction costs

As the Fund mainly invests in assets that are not subject to commissions or taxes, there are no transaction costs (5 September 2021: same).

Total purchases for the year: £375,199,151  
(5 September 2021: £433,194,936)

Total sales for the year: £361,541,257  
(5 September 2021: £426,660,503)

The average portfolio dealing spread, including the effect of foreign exchange, as at the balance sheet date was 0.77% (5 September 2021: 0.51%).

## Notes to the Financial Statements continued

### 14. Unit classes

A list of unit classes in issue and the Fund Management Fee on each unit class can be found on page 64. The net asset value per unit of each unit class and the number of units in each class are given in the comparative tables on pages 53 to 62. The distributions per unit class are given in the distribution tables on pages 48 to 51. All classes have the same rights on winding up.

<b>R-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	2,619,320	9,758,039
Units issued	7,661	181,650
Units cancelled	(1,186,791)	(2,280,336)
Units converted	—	—
Closing Units	1,440,190	7,659,353

<b>F-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	9,315	24,319
Units issued	—	—
Units cancelled	(6,940)	—
Units converted	—	—
Closing Units	2,375	24,319

<b>I-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	40,607,523	36,682,629
Units issued	2,485,605	20,399,580
Units cancelled	(8,217,955)	(4,236,744)
Units converted	—	—
Closing Units	34,875,173	52,845,465

<b>C-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	—	13,634,136
Units issued	2,000	108,509
Units cancelled	—	(220,051)
Units converted	—	—
Closing Units	2,000	13,522,594

<b>L-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	175,627,367	2,000
Units issued	534,690	—
Units cancelled	(1,692,555)	—
Units converted	—	—
Closing Units	174,469,502	2,000



## Notes to the Financial Statements continued

### 15. Ultimate controlling party and related party transactions

The Manager is regarded as a related party to the Fund because it provides key management personnel services to the Fund. The ultimate controlling party of the Manager is Legal & General Group Plc. Subsidiaries of Legal & General Group Plc are also considered related parties to the Fund.

Legal & General (Unit Trust Managers) Limited acts as the principal on all the transactions of the units in the Fund. The aggregated monies received through creations or paid on cancellations are disclosed in the statement of change in net assets attributable to unitholders.

Equalisation amounts relating to creations and cancellations of units are shown within note 7. Fees received by the Authorised Fund Manager from the Fund plus any rebates paid by the Authorised Fund Manager to the Fund are shown within notes 3, 4 and 5 as applicable. Any outstanding fees, amounts outstanding on creations or cancellations of units in the Fund, or rebates receivable by the Fund from the Manager are shown within notes 8 and 10 as applicable.

As at the balance sheet date, the Manager and its associates held 4.08% (4.23% as at 5 September 2021) of the Fund's units in issue.

### 16. Post balance sheet market movements

As at the close of business on the balance sheet date, the Net Asset Value per R-Class accumulation unit was 94.14p. The Net Asset Value per R-Class accumulation unit for the Fund as at 3pm on 15 December 2022 was 99.03p. This represents an increase of 5.19% from the year end value.

## Distribution Tables

### Distribution Tables for the year ended 5 September 2022

Group 1: units purchased prior to a distribution period.

Group 2: units purchased during a distribution period.

Equalisation is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to the holders of these units as a return of capital. As capital it is not liable to Income Tax but must be deducted from the cost of units for Capital Gains Tax purposes.

1st Interim Interest distribution in pence per unit			Period 06/09/21 to 06/12/21 <sup>1</sup>	
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.5299	—	0.5299	0.4003
Group 2	0.0858	0.4441	0.5299	0.4003
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.9889	—	0.9889	0.7236
Group 2	0.3336	0.6553	0.9889	0.7236
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.5675	—	0.5675	0.4234
Group 2	—	0.5675	0.5675	0.4234
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	1.0793	—	1.0793	0.7976
Group 2	—	1.0793	1.0793	0.7976
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.6001	—	0.6001	0.4633
Group 2	0.2371	0.3630	0.6001	0.4633
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	1.1769	—	1.1769	0.8759
Group 2	0.3446	0.8323	1.1769	0.8759
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.6224	—	0.6224	0.4643
Group 2	0.2190	0.4034	0.6224	0.4643
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.6732	—	0.6732	0.5384
Group 2	0.1528	0.5204	0.6732	0.5384
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/02/22</b>	<b>05/02/21</b>
Group 1	0.6775	—	0.6775	0.5210
Group 2	—	0.6775	0.6775	0.5210

## Distribution Tables continued

2nd Interim Interest distribution in pence per unit			Period	
			07/12/21	to 05/03/22
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	0.5973	—	0.5973	0.5131
Group 2	0.0850	0.5123	0.5973	0.5131
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	1.1264	—	1.1264	0.9328
Group 2	0.5319	0.5945	1.1264	0.9328
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	0.6400	—	0.6400	0.5483
Group 2	—	0.6400	0.6400	0.5483
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	1.2288	—	1.2288	1.0171
Group 2	—	1.2288	1.2288	1.0171
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	0.6695	—	0.6695	0.5808
Group 2	0.2888	0.3807	0.6695	0.5808
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	1.3267	—	1.3267	1.1078
Group 2	0.6266	0.7001	1.3267	1.1078
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	0.7001	—	0.7001	0.5851
Group 2	0.3231	0.3770	0.7001	0.5851
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	0.7435	—	0.7435	0.6509
Group 2	0.1494	0.5941	0.7435	0.6509
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/05/22</b>	<b>05/05/21</b>
Group 1	0.7615	—	0.7615	0.6350
Group 2	—	0.7615	0.7615	0.6350

## Distribution Tables continued

3rd Interim Interest distribution in pence per unit			Period	
			06/03/22	to 05/06/22
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.4983	—	0.4983	0.4629
Group 2	0.0750	0.4233	0.4983	0.4629
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.9510	—	0.9510	0.8499
Group 2	0.4515	0.4995	0.9510	0.8499
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.5280	—	0.5280	0.4972
Group 2	—	0.5280	0.5280	0.4972
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	1.0323	—	1.0323	0.9227
Group 2	—	1.0323	1.0323	0.9227
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.5641	—	0.5641	0.5297
Group 2	0.2626	0.3015	0.5641	0.5297
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	1.1320	—	1.1320	1.0196
Group 2	0.5821	0.5499	1.1320	1.0196
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.5445	—	0.5445	N/A
Group 2	—	0.5445	0.5445	N/A
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.5989	—	0.5989	0.5348
Group 2	0.2066	0.3923	0.5989	0.5348
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.6324	—	0.6324	0.6072
Group 2	0.1015	0.5309	0.6324	0.6072
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/08/22</b>	<b>05/08/21</b>
Group 1	0.6500	—	0.6500	0.6005
Group 2	—	0.6500	0.6500	0.6005

## Distribution Tables continued

Final Interest distribution in pence per unit			Period	
			06/06/22 to	05/09/22
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	0.8056	—	0.8056	0.5265
Group 2	0.0627	0.7429	0.8056	0.5265
<b>R-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	1.5528	—	1.5528	0.9742
Group 2	0.7053	0.8475	1.5528	0.9742
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	0.8387	—	0.8387	0.5738
Group 2	—	0.8387	0.8387	0.5738
<b>F-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	1.6712	—	1.6712	1.0633
Group 2	—	1.6712	1.6712	1.0633
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	0.8872	—	0.8872	0.5972
Group 2	0.3615	0.5257	0.8872	0.5972
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	1.7998	—	1.7998	1.1594
Group 2	0.6908	1.1090	1.7998	1.1594
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	0.8400	—	0.8400	N/A
Group 2	—	0.8400	0.8400	N/A
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	0.9467	—	0.9467	0.6131
Group 2	0.1559	0.7908	0.9467	0.6131
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	0.9698	—	0.9698	0.6702
Group 2	0.1690	0.8008	0.9698	0.6702
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>Revenue</b>	<b>Equalisation</b>	<b>05/11/22</b>	<b>05/11/21</b>
Group 1	1.0170	—	1.0170	0.6745
Group 2	—	1.0170	1.0170	0.6745

<sup>1</sup> To facilitate the partial transfer of unitholder administration, the Fund's first interim accounting date was moved to 6 December 2021.

In the above tables, a distribution pay rate of N/A denotes that the class was not in existence as at the applicable XD date, and therefore no distribution was made. Please refer to the comparative tables on pages 53 to 62 for the launch date of these classes.

## Fund Information

The Comparative Tables on pages 53 to 62 give the performance of each active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's report, which is calculated based on the latest published price.

## Fund Information continued

### Comparative Tables

#### R-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	55.66	52.99	51.75
Return before operating charges*	(4.55)	5.25	4.09
Operating charges (calculated on average price)	(0.64)	(0.68)	(0.69)
Return after operating charges*	(5.19)	4.57	3.40
Distributions on income units	(2.43)	(1.90)	(2.16)
Closing net asset value per unit	48.04	55.66	52.99
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(9.32)%	8.62%	6.57%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	691,874	1,457,931	1,697,200
Closing number of units	1,440,190	2,619,320	3,202,730
Operating charges <sup>†</sup>	1.22%	1.22%	1.35%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	55.96p	56.63p	53.97p
Lowest unit price	47.59p	52.44p	46.16p

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### R-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	103.96	95.67	89.68
Return before operating charges*	(8.61)	9.52	7.21
Operating charges (calculated on average price)	(1.21)	(1.23)	(1.22)
Return after operating charges*	(9.82)	8.29	5.99
Distributions	(4.62)	(3.48)	(3.80)
Retained distributions on accumulation units	4.62	3.48	3.80
Closing net asset value per unit	94.14	103.96	95.67
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(9.45)%	8.67%	6.68%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	7,210,747	10,143,982	11,018,409
Closing number of units	7,659,353	9,758,039	11,517,008
Operating charges†	1.22%	1.22%	1.35%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	104.60p	104.30p	96.26p
Lowest unit price	91.72p	94.68p	81.62p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**



## Fund Information continued

### Comparative Tables continued

#### F-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	57.24	54.51	53.15
Return before operating charges*	(5.24)	5.30	4.18
Operating charges (calculated on average price)	(0.50)	(0.53)	(0.49)
Return after operating charges*	(5.74)	4.77	3.69
Distributions on income units	(2.57)	(2.04)	(2.33)
Closing net asset value per unit	48.93	57.24	54.51
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(10.03)%	8.75%	6.94%
----------------------	----------	-------	-------

#### Other Information

Closing net asset value (£)	1,162	5,332	5,078
Closing number of units	2,375	9,315	9,315
Operating charges†	0.92%	0.92%	0.92%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	57.74p	58.39p	55.55p
Lowest unit price	48.47p	54.01p	47.46p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### F-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	109.12	100.10	93.43
Return before operating charges*	(9.04)	9.99	7.54
Operating charges (calculated on average price)	(0.96)	(0.97)	(0.87)
Return after operating charges*	(10.00)	9.02	6.67
Distributions	(5.01)	(3.80)	(4.18)
Retained distributions on accumulation units	5.01	3.80	4.18
Closing net asset value per unit	99.12	109.12	100.10
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(9.16)%	9.01%	7.14%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	24,105	26,538	36,203
Closing number of units	24,319	24,319	36,166
Operating charges†	0.92%	0.92%	0.92%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	109.80p	109.40p	100.70p
Lowest unit price	96.53p	99.09p	85.27p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### I-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	58.49	55.52	54.03
Return before operating charges*	(4.79)	5.51	4.30
Operating charges (calculated on average price)	(0.35)	(0.37)	(0.34)
Return after operating charges*	(5.14)	5.14	3.96
Distributions on income units	(2.72)	(2.17)	(2.47)
Closing net asset value per unit	50.63	58.49	55.52
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(8.79)%	9.26%	7.33%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	17,656,207	23,750,696	27,676,206
Closing number of units	34,875,173	40,607,523	49,848,610
Operating charges†	0.63%	0.63%	0.63%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	58.81p	59.51p	56.59p
Lowest unit price	50.15p	54.97p	48.31p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### I-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	114.72	104.95	97.68
Return before operating charges*	(9.53)	10.47	7.89
Operating charges (calculated on average price)	(0.69)	(0.70)	(0.62)
Return after operating charges*	(10.22)	9.77	7.27
Distributions	(5.44)	(4.16)	(4.54)
Retained distributions on accumulation units	5.44	4.16	4.54
Closing net asset value per unit	104.50	114.72	104.95
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(8.91)%	9.31%	7.44%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	55,225,005	42,080,759	45,708,139
Closing number of units	52,845,465	36,682,629	43,551,355
Operating charges†	0.63%	0.63%	0.63%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	115.40p	115.00p	105.60p
Lowest unit price	101.80p	103.90p	89.29p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

.

.

## Fund Information continued

### Comparative Tables continued

#### C-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Period ending	16/03/22 to 05/09/22 <sup>1</sup> (pence per unit)
Opening net asset value per unit	50.00
Return before operating charges*	(0.65)
Operating charges (calculated on average price)	(0.12)
Return after operating charges*	(0.77)
Distributions on income units	(1.38)
Closing net asset value per unit	47.85
* after direct transaction costs of:	—

#### Performance

Return after charges	(1.54)%
----------------------	---------

#### Other Information

Closing net asset value (£)	957
Closing number of units	2,000
Operating charges <sup>†</sup>	0.50%
Direct transaction costs	0.00%

#### Prices<sup>2</sup>

Highest unit price	51.01p
Lowest unit price	47.42p

<sup>1</sup> C-Class Distribution units launched on 16 March 2022.

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>2</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### C-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	59.71	54.55	50.71
Return before operating charges*	(4.96)	5.45	4.10
Operating charges (calculated on average price)	(0.29)	(0.29)	(0.26)
Return after operating charges*	(5.25)	5.16	3.84
Distributions	(2.87)	(2.20)	(2.39)
Retained distributions on accumulation units	2.87	2.20	2.39
Closing net asset value per unit	54.46	59.71	54.55
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(8.79)%	9.46%	7.57%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	7,364,595	8,140,428	7,380,826
Closing number of units	13,522,594	13,634,136	13,529,519
Operating charges†	0.50%	0.50%	0.50%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	60.04p	59.85p	54.89p
Lowest unit price	53.01p	54.01p	46.39p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### L-Class Distribution Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	61.08	57.80	56.08
Return before operating charges*	(5.01)	5.77	4.47
Operating charges (calculated on average price)	(0.02)	(0.02)	(0.02)
Return after operating charges*	(5.03)	5.75	4.45
Distributions on income units	(3.02)	(2.47)	(2.73)
Closing net asset value per unit	53.03	61.08	57.80
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(8.24)%	9.95%	7.94%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	92,513,324	107,270,245	102,609,378
Closing number of units	174,469,502	175,627,367	177,535,136
Operating charges <sup>†</sup>	0.03%	0.03%	0.03%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	61.43p	62.15p	58.96p
Lowest unit price	52.52p	57.24p	50.23p

<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

**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.**

## Fund Information continued

### Comparative Tables continued

#### L-Class Accumulation Units

##### Change in Net Asset Value per Unit

Accounting Year ending	05/09/22 (pence per unit)	05/09/21 (pence per unit)	05/09/20 (pence per unit)
Opening net asset value per unit	61.65	56.05	51.85
Return before operating charges*	(5.13)	5.62	4.22
Operating charges (calculated on average price)	(0.02)	(0.02)	(0.02)
Return after operating charges*	(5.15)	5.60	4.20
Distributions	(3.11)	(2.43)	(2.57)
Retained distributions on accumulation units	3.11	2.43	2.57
Closing net asset value per unit	56.50	61.65	56.05
* after direct transaction costs of:	—	—	—

#### Performance

Return after charges	(8.35)%	9.99%	8.10%
----------------------	---------	-------	-------

#### Other Information

Closing net asset value (£)	1,130	1,233	1,121
Closing number of units	2,000	2,000	2,000
Operating charges†	0.03%	0.03%	0.03%
Direct transaction costs	0.00%	0.00%	0.00%

#### Prices<sup>1</sup>

Highest unit price	62.01p	61.80p	56.41p
Lowest unit price	54.96p	55.53p	47.57p

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. 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.

<sup>1</sup> Highest and lowest unit prices are based on published prices.

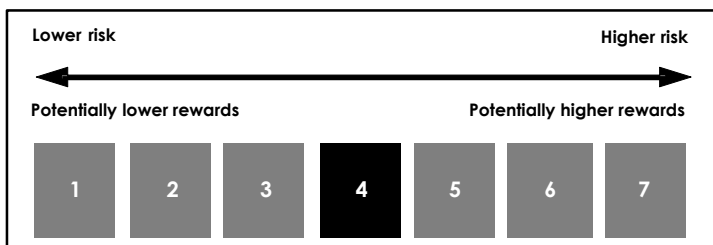
**Past performance is not a guide to future performance.**

**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.**



## Risk and Reward Profile (unaudited)



- The Risk and Reward Indicator table demonstrates where the Fund 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 Fund. The shaded area in the table above shows the Fund's ranking on the Risk and Reward Indicator.
- The Fund is in category four 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 fund in the lowest category is not a risk free investment.

## General Information (unaudited)

### Constitution

Launch date:	1 May 2007
Period end dates for distributions:	5 March, June, September, December
Distribution dates:	5 February, May, August, November
Minimum initial lump sum investment:	R-Class £100 I-Class £1,000,000 C-Class* £50,000,000 L-Class** £100,000
Valuation point:	3pm
Fund Management Fees:	R-Class Annual 1.22% F-Class*** Annual 0.92% I-Class Annual 0.63% C-Class* Annual 0.50% L-Class** Annual 0.03%
Initial charges:	Nil for all existing unit classes

\* Class C 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.

\*\* Class L units are only available to other Legal & General funds and/or companies which have entered into an agreement with the Manager or an affiliate of the Manager.

\*\*\* Class F units are closed to new subscription.

### Pricing and Dealing

The prices are published on the internet at [www.legalandgeneral.com/investments/funds/prices-and-reports/daily-fund-prices](http://www.legalandgeneral.com/investments/funds/prices-and-reports/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 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.

## **General Information (unaudited) continued**

### **Prospectus and Manager's 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 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.

## General Information (unaudited) continued

### Remuneration Disclosure

In accordance with the Undertakings for collective investment in transferable securities (UCITs) Directive, often referred to as the UCITs V Directive, the Legal & General Dynamic Bond Fund, as a UCITs Scheme, is required to disclose the aggregate remuneration paid by the UCITs Manager and by the UCITs Scheme to Identified Staff, together with the number of beneficiaries, and, where relevant, performance fees paid by the UCITs Scheme. The aggregate amount of remuneration must be broken down by category of employees or other staff members and be split into fixed and variable remuneration.

The following provides information on the remuneration of persons whose professional activities had a material impact on the management company and the funds we manage during 2021:

#### Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
80	16,714	24,937	235

#### Material Risk Takers

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
58	8,307	12,830	45

#### Controlled Functions

During 2021, Legal & General Unit Trust Managers Limited (UTM) engaged the services of three employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further one employee of Legal & General Resources (LGR) to act as Directors. In addition there were four non-executive Directors. UTM also engaged the services of a further 64 LGIMH employees and a further eight L&G Resources (LGR) employees to act in a variety of Controlled Functions, including Chief Compliance Officer, Money Laundering Reporting Officer, Client Asset Oversight, Systems and Controls Functions, Significant Management Functions and Customer Functions. These employees were also engaged by other companies in the L&G Group. The aggregate remuneration received by these individuals, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of UTM.

## General Information (unaudited) continued

### Material Risk Takers

As at 31 December 2021, UTM engaged the services of Legal & General Investment Management's Fixed Income Fund Management team, which consists of 58 investment professionals located in our London Office. The team includes a variety of Fund Managers, Analysts and Support Staff, with the Fund Managers empowered to take discretionary investment management decisions on behalf of the Fund. The team is also engaged in managing other Legal & General UTM Funds/Schemes and is also engaged by other companies in the L&G Group. The aggregate remuneration received by the members of the team, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of the Fixed Income Fund Management team.

### Assessment of Value

We have now published Assessment of Value reports for our funds on [legalandgeneral.com](http://legalandgeneral.com) and [lgim.com](http://lgim.com).

### Significant Changes

#### Change of Trustee and Depositary

The depositary, in its capacity as trustee, of the Fund has changed with effect from 30 October 2021. The depositary is the entity we are required by regulation to appoint to carry out certain services in relation to the Fund, namely, safekeeping of the assets, cash monitoring and regulatory oversight.

As you may know, the depositary of the Fund was Northern Trust Global Services SE, UK branch ("NTGS-UK"). NTGS-UK is the UK branch of Northern Trust Global Services SE, which is a bank established in Luxembourg, and was permitted to provide trustee and depositary services into the UK by virtue of having extra permissions in the UK.

As a consequence of the UK's decision to leave the European Union, however, the UK financial services regulator which regulates NTGS-UK, the Financial Conduct Authority ("FCA"), has provided that UK branches of EU banks are no longer able to provide trustee and depositary services into the UK and those services have to be provided from a UK incorporated company. The FCA has provided a grace period for firms to implement the new rules which came into force on 1 January 2021.

In order to comply with the new rules, Northern Trust has established Northern Trust Investor Services Limited ("NTISL") to be the new trustee and depositary. NTISL is a company established in England and Wales and is authorised by the FCA to be a trustee and depositary. NTISL will provide the same services as NTGS-UK with the same processes and procedures in place. The change of depositary took place on 30 October 2021 and we have amended the Prospectus of the Fund to reflect the details.

#### Change of Accounting Date

The Fund's first interim accounting date, usually 5 December, was moved to 6 December 2021 in order to facilitate the partial transfer of unitholder administration. This change does not impact the operations of the Fund or unitholders investment. The accounting dates will revert to their normal dates after this event.

### New Unit Class

C-Class distribution units were launched on 16 March 2022.

## General Information (unaudited) 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

M. M. Ammon (appointed on 6 October 2021)  
A. D. Clare\*  
E. Cowhey\*  
A. J. C. Craven  
D. J. Hosie\* (appointed on 1 June 2022)  
S. Hynes (resigned on 30 April 2021)  
M. Jordy\* (resigned on 31 May 2022)  
R. R. Mason (appointed on 5 May 2022)  
L. W. Toms  
A. R. Toutouchi (resigned on 1 November 2021)

\*Non-executive Director

### Secretary

J. McCarthy

### Registrar

Legal & General (Unit Trust Managers) Limited  
Brunel House,  
2 Fitzalan Road,  
Cardiff CF24 0EB  
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 Investor Services Limited  
Trustee and Depositary Services  
50 Bank Street,  
Canary Wharf,  
London E14 5NT  
Authorised and regulated by the Financial Conduct Authority

### Independent Auditor

KPMG LLP  
15 Canada Square,  
London E14 5GL

## **General Information (unaudited) continued**

### **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)

