

Legal & General Active Short Dated Sterling
Corporate Bond Fund

**Interim Manager's Report
for the period ended
15 April 2023
(Unaudited)**



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Manager's Investment Report

Investment Objective and Policy

The objective of the Fund is to generate income whilst preserving capital.

The Fund is actively managed and will invest at least 80% in investment grade corporate bonds denominated in Sterling or hedged back to Sterling, with minimum credit ratings of BBB- at the time of purchase. These are bonds with a credit rating from a nationally recognised statistical rating organization (NRSRO).

The Fund may invest up to 20% in bonds with minimum credit ratings of BB-. The Fund may hold up to 5% in unrated bonds whose creditworthiness is, in the opinion of the Investment Manager, of comparable quality to other bonds eligible for investment by the Fund and bonds which are downgraded below credit ratings of BBB- after purchase.

The Fund may also invest up to 20% in government bonds.

The bonds in which the Fund will invest may: (i) have varying and fixed interest repayment terms and reset terms; (ii) have varying maturities, but the average portfolio duration will be between 1 and 5 years under normal market conditions; (iii) be denominated in Sterling, Euro or US Dollar; and (iv) be issued by UK or overseas issuers.

The short dated nature of the Fund and the expected range of duration the Investment Manager maintains is aimed at preserving capital for investors.

Non-Sterling currency exposure is hedged to Sterling. Interest rate risk exposure is also hedged.

The Fund may also invest in cash, permitted deposits, money market instruments (such as Treasury bills), and collective investment schemes, including those which are operated by the Manager or an associate of the Manager. The Fund may invest in securities with bond features such as contingent convertible bonds.

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

Manager's Investment Report

During the period under review, the published price of the Fund's R-Class accumulation units increased by 6.25%.

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.

Market/Economic Review

Over the six months under review, inflationary pressures and tighter monetary policy continued to dominate the thoughts of market participants. Fears of an economic slowdown remain at the forefront of the minds of investors and, with signs that inflation has peaked in a number of developed markets, there's even tentative talk of when central banks might start cutting rates.

The UK continued to raise rates during the six months, hitting 4.25% in March – its 11th consecutive hike and taking rates to their highest level since 2008. Meanwhile, inflation has remained stubbornly high with the UK consumer price Index at 10.10% in March.

Manager's Investment Report continued

In the US, the Federal Reserve (Fed) has continued with its monetary tightening; having hiked in four successive 75 basis-point increments, it slowed its pace of rises with a 50 basis-point rise in December and 25 basis-point hikes in February and March, to take the headline rate to between 4.75% and 5%. High inflation and a stubbornly tight labour market persist, with Fed Chair Jerome Powell indicating that a return to 50 basis-point hikes is not off the cards, adding that “the ultimate level of interest rates is likely to be higher than previously anticipated”. Annualised inflation fell to 5% in March, its ninth consecutive tick downwards and its lowest level in nearly two years.

Elsewhere, Silicon Valley Bank was a notable US casualty of the banking woes that reared their heads in late February, although contagion risk seemed to be well contained. Meanwhile, Swiss regulators helped usher through a speedy takeover of Credit Suisse, with its rival UBS stepping in to rescue the challenged business in a cut-price all-share deal.

The days of widespread central-bank asset purchasing look numbered. The Bank of Japan was seemingly the last bastion of such a policy, but it intervened midway through the period to allow the 10-year government bond yield greater freedom to move. Prior to the start of the reporting period, UK political upheaval prompted Gilt yields to soar and Sterling to fall versus the US Dollar. However, this turmoil proved relatively short-lived as the prospect of more fiscally responsible governance saw Gilt yields retreat significantly from their September highs, while Sterling bucked the long-term trend and recovered ground versus the US Dollar.

Benchmark developed market government bond yields painted a mixed picture over the period. The yield on the 10-year US Treasury fell (prices rose) over the six months under review, with the fall exaggerated late in the period in reaction to fears around the global banking system. Meanwhile, the yield on the 10-year German Bund edged higher over the period, a trend matched by the 10-year UK Gilt.

Credit spreads on US, UK and European investment grade bonds narrowed over the six months under review, despite having widened on the weakening economic outlook at the start of the review period. High yield bond yield spreads, having also widened early in the period, narrowed over the six months under review.

Fund Review

There were three main drivers of the Fund's performance:

The fall in Gilt yields as government bond yields fell globally. There was growing belief from investors following the Liz Truss and Kwasi Kwarteng-induced Gilt crisis that the highs in Gilt yields for this cycle were priced in. As a result, the iBoxx 1-5 year Gilt Index fell in yield from 4.20% to 3.78%. With a fund duration of around three years, this fall in yields created a positive total return in the region of 1.50%.

Credit spreads also tightened significantly over this period, as the selling pressure created in Sterling corporate bonds during the Gilt crisis first abated and then reversed. Furthermore, fears of recession in Europe and the UK failed to fully materialise (although subsequent data has shown Germany to have been in a mild recession over the winter) and US economic data broadly surprised to the upside. As a result, the iBoxx 1-5 year corporate Index saw credit spreads fall from 285 basis points over Gilts to 205 basis points over Gilts over the period. This resulted in a positive excess return greater than 2%.

Over the period, the Fund was overweight credit risk versus the Markit iBoxx Sterling Corporates 1-5 year TR Benchmark, so has enjoyed stronger excess returns than the Benchmark 2% figure referenced above.

Manager's Investment Report continued

Returns were particularly strong during the fourth quarter of 2022, when overweight positions in Annington Plc, a speciality UK real estate business that rents property to the Ministry of Defence, significantly outperformed. German airline Lufthansa also performed strongly as did a broader range of our financial positions.

The Fund gradually reduced its overall levels of credit risk over the period as prices rose. Our longer-term view is that there should be a better opportunity to increase credit risk in the latter part of 2023 as a weaker economic backdrop in the US and UK manifests itself. Based on all historic patterns, this should present an excellent buying opportunity.

Set against this pattern of longer-term weakness is a current picture of relatively attractive overall yields within fixed income and a valuation in terms of corporate credit spreads that sits around (or is even a little cheaper than) long-term averages. This is leading to increased buying interest across fixed income and we do not wish to reduce credit risk too much further while these supports remain powerful. Overall, a relatively conservative position feels justified while we await better opportunities later in the period.

Outlook

Looking ahead, government bond markets are pricing further modest rate hikes in Europe and the US, and then easier policy by the end of the year as growth weakens and inflation pressure fades. Equity markets have been boosted by the approaching end of the rate hiking cycle, but with little risk premium for growth risks.

In particular, while banking volatility reduced during April, First Republic Bank's demise at the end of the month suggests that more stress could be expected. Geopolitics is also likely to be a headwind for markets, with the US debt ceiling approaching as well as the G7 meeting in Japan, when President Biden could reveal his long-anticipated China investment rules. Given current market valuations, we therefore maintain our overall cautious equity and credit view.

Legal & General Investment Management Limited
(Investment Adviser)
30 May 2023

Important Note from the Manager

The impacts of COVID-19 across society and business operations have significantly reduced during the course of 2022 following the vaccine roll out and milder strains of the virus coming to the fore. However, the duration of the COVID-19 pandemic and its effects cannot be determined with any certainty. As such, the Manager continues to monitor the COVID-19 pandemic on an on-going basis.

In response to 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
April 2023

Authorised Status

Authorised Status

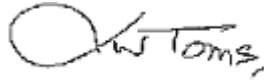
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

Directors' Statement

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



A. J. C. Craven
(Director)



L. W. Toms
(Director)

Legal & General (Unit Trust Managers) Limited
9 June 2023

Portfolio Statement

Portfolio Statement as at 15 April 2023

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 15 October 2022.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	CORPORATE BONDS		
	— 97.08% (87.61%)		
	UNITED KINGDOM		
	— 52.40% (44.00%)		
GBP1,168,000	Anglian Water Services Financing 4.5% 22/02/2026	1,158,469	0.56
GBP2,000,000	Anglian Water Services Financing 2.625% 15/06/2027	1,821,831	0.89
GBP1,109,000	Annington Funding 3.685% 12/07/2034	870,430	0.42
GBP2,248,667	Arqiva Financing 4.882% 31/12/2032	2,149,641	1.05
GBP1,492,000	Aviva 6.875% Open Maturity	1,279,390	0.62
GBP227,000	Aviva 4% 03/06/2055	177,294	0.09
GBP2,100,000	Barclays 3.25% 12/02/2027	1,920,555	0.94
GBP1,700,000	Barclays 6.369% 31/01/2031	1,719,011	0.84
USD150,000	Barclays Bank 0.063% Open Maturity	114,490	0.06
GBP2,000,000	BAT International Finance 7.25% 12/03/2024	2,022,388	0.98
GBP491,000	BAT International Finance 4% 04/09/2026	462,841	0.23
GBP1,363,000	BAT International Finance 2.25% 26/06/2028	1,120,340	0.55
GBP2,156,000	BP Capital Markets 4.25% Open Maturity	1,935,191	0.94
EUR635,000	British American Tobacco 3.75% Open Maturity	416,229	0.20
GBP1,024,000	BUPA Finance 4% Open Maturity	659,661	0.32
GBP458,094	Canary Wharf Finance II 6.455% 22/10/2033	466,166	0.23
GBP2,375,000	Canary Wharf Investment 2.625% 23/04/2025	2,003,554	0.98
GBP1,000,000	Eastern Power Networks 8.5% 31/03/2025	1,046,970	0.51
GBP665,749	Greene King Finance 5.106% 15/03/2034	607,126	0.30
GBP396,000	Greene King Finance 5.702% 15/12/2034	301,522	0.15
GBP367,335	Greene King Finance 3.593% 15/03/2035	309,198	0.15
GBP462,654	Greene King Finance 4.064% 15/03/2035	397,315	0.19
GBP1,773,000	GSK Consumer Healthcare Capital UK 2.875% 29/10/2028	1,605,402	0.78
GBP5,892,000	Hammerson 3.5% 27/10/2025	5,165,575	2.51
GBP879,000	Hammerson 6% 23/02/2026	805,094	0.39
GBP2,451,000	HSBC 2.256% 13/11/2026	2,243,023	1.09
GBP2,500,000	HSBC Bank 5.375% 04/11/2030	2,443,485	1.19
GBP2,712,000	Imperial Brands Finance 5.5% 28/09/2026	2,672,273	1.30
GBP1,685,000	Land Securities Capital Markets 1.974% 08/02/2026	1,637,136	0.80

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
UNITED KINGDOM — (cont.)			
GBP5,476,000	Land Securities Capital Markets 5.391% 31/03/2027	5,464,109	2.66
GBP1,000,000	Liberty Living Finance 2.625% 28/11/2024	941,632	0.46
GBP320,000	Lloyds Banking Group 1.875% 15/01/2026	299,023	0.15
GBP4,100,000	Lloyds Banking Group 1.985% 15/12/2031	3,526,369	1.72
GBP1,141,000	Lloyds Banking Group 6.625% 02/06/2033	1,151,285	0.56
USD527,000	Lloyds Banking Group 6.657% Open Maturity	413,825	0.20
GBP5,698,000	Logicor 2019-1 UK 1.875% 17/11/2031	5,031,817	2.45
GBP171,000	Marks & Spencer 6% 12/06/2025 ¹	168,925	0.08
GBP777,000	Marks & Spencer 3.75% 19/05/2026 ¹	703,898	0.34
GBP1,311,000	Marston's Issuer 5.177% 15/07/2032 ¹	1,154,493	0.56
GBP1,687,000	Marston's Issuer 5.641% 15/07/2035 ¹	1,236,904	0.60
GBP72,880	Mitchells & Butlers Finance 5.965% 15/12/2025 ¹	71,889	0.04
GBP400,585	Mitchells & Butlers Finance 6.013% 15/12/2030 ¹	372,086	0.18
GBP4,500,000	National Grid Electricity Distribution 3.5% 16/10/2026	4,243,815	2.07
GBP730,000	Nats En Route 1.75% 30/09/2033 ²	537,989	0.26
GBP3,000,000	NatWest Group 3.622% 14/08/2030	2,808,070	1.37
GBP784,000	NatWest Group 7.416% 06/06/2033	803,283	0.39
GBP1,100,000	Pension Insurance 5.625% 20/09/2030	990,858	0.48
GBP2,499,000	RAC Bond 4.565% 06/05/2046	2,495,251	1.21
GBP418,000	RAC Bond 4.87% 06/05/2046	385,421	0.19
GBP5,052,000	RL Finance Bonds No. 2 6.125% 30/11/2043	4,999,126	2.43
GBP5,720,000	Rothsay Life 3.375% 12/07/2026	5,247,013	2.55
GBP1,288,000	RSA Insurance Group 5.125% 10/10/2045	1,241,619	0.60
GBP4,750,000	Santander UK Group 3.625% 14/01/2026	4,500,292	2.19
GBP924,000	Santander UK Group 7.098% 16/11/2027	949,735	0.46
GBP1,000,000	Stagecoach Group 4% 29/09/2025	942,996	0.46
GBP1,371,000	Student Finance 2.666% 30/09/2029	1,343,098	0.65
GBP2,700,073	Telereal Securitisation 5.389% 10/12/2033	2,712,364	1.32
GBP818,000	Telereal Securitisation 7.098% 10/12/2033	731,878	0.36
GBP3,202,000	Thames Water Utilities Finance 1.875% 24/01/2024	3,115,011	1.52
GBP448,000	Utmost Group 6.125% Open Maturity ¹	335,973	0.16
GBP299,000	Wellcome Trust 1.5% 14/07/2071	124,772	0.06
GBP5,507,000	Whitbread Group 3.375% 16/10/2025	5,180,248	2.52

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
UNITED KINGDOM — (cont.)			
GBP4,000,000	Yorkshire Building Society 3% 18/04/2025	3,873,760	1.89
		107,630,427	52.40
IRELAND — 0.00% (0.00%)			
GBP6,000,000	Lambay Capital Securities 6.25% Open Maturity ²	—	—
CHANNEL ISLANDS — 5.23% (3.73%)			
GBP1,075,000	AA Bond 3.25% 31/07/2050	856,614	0.42
GBP468,000	AA Bond 8.95% 31/07/2050	470,616	0.23
GBP2,242,000	CPUK Finance 3.588% 28/02/2042	2,124,222	1.03
GBP2,000,000	CPUK Finance 7.239% 28/02/2042 ²	2,028,468	0.99
GBP966,000	CPUK Finance 5.876% 28/02/2047	962,880	0.47
EUR1,256,000	Heathrow Funding 1.5% 12/10/2027	1,048,192	0.51
GBP3,000,000	Heathrow Funding 6.75% 03/12/2028	3,118,080	1.52
USD132,000	HSBC Capital Funding Dollar 1 10.176% Open Maturity	128,578	0.06
		10,737,650	5.23
CONTINENTAL EUROPE — 25.06% (23.49%)			
Belgium — 0.68% (0.63%)			
GBP1,400,000	KBC Group 5.5% 20/09/2028	1,390,053	0.68
Denmark — 0.88% (0.00%)			
GBP1,842,000	Danske Bank 4.625% 13/04/2027	1,809,805	0.88
Finland — 1.32% (1.23%)			
EUR300,000	Fortum 1.625% 27/02/2026	249,332	0.12
GBP2,839,000	OP Corporate Bank 1.375% 04/09/2026	2,471,230	1.20
		2,720,562	1.32
France — 8.40% (5.24%)			
GBP800,000	AXA 5.453% Open Maturity	783,021	0.38
GBP2,100,000	Banque Federative du Credit Mutuel 4.875% 25/09/2025	2,083,368	1.01
GBP3,800,000	Banque Federative du Credit Mutuel 5% 19/01/2026	3,782,976	1.84
GBP1,700,000	Banque Federative du Credit Mutuel 1.875% 26/10/2028	1,452,837	0.71
GBP300,000	BNP Paribas 3.375% 23/01/2026	285,457	0.14
GBP2,400,000	BNP Paribas 2% 24/05/2031	2,080,656	1.01
GBP1,300,000	BNP Paribas 5.75% 13/06/2032	1,318,920	0.64
GBP1,700,000	BPCE 2.5% 30/11/2032	1,408,896	0.69
GBP1,800,000	Credit Agricole 5.75% 29/11/2027	1,791,738	0.87
GBP1,700,000	Credit Agricole 4.875% 23/10/2029	1,680,399	0.82
GBP700,000	Credit Agricole 1.874% 09/12/2031	590,534	0.29
		17,258,802	8.40
Germany — 0.56% (4.23%)			
USD1,200,000	Allianz 3.5% Open Maturity	773,025	0.38
GBP400,000	Deutsche Bank 2.625% 16/12/2024	370,443	0.18
		1,143,468	0.56

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Italy — 0.39% (0.00%)			
GBP805,000	Intesa Sanpaolo 6.5% 14/03/2029	797,124	0.39
Luxembourg — 0.38% (0.76%)			
GBP413,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034	295,411	0.14
GBP705,000	CPI Property Group 2.75% 22/01/2028	481,124	0.24
		776,535	0.38
Netherlands — 3.62% (3.75%)			
GBP1,900,000	Cooperatieve Rabobank 1.25% 14/01/2025	1,776,215	0.86
GBP2,800,000	PACCAR Financial Europe 2.375% 15/03/2025	2,671,710	1.30
GBP1,200,000	Volkswagen Financial Services 2.125% 27/06/2024	1,151,275	0.56
GBP2,000,000	Volkswagen Financial Services 0.875% 20/02/2025	1,838,912	0.90
		7,438,112	3.62
Norway — 1.59% (1.51%)			
GBP2,294,000	DNB Bank 2.625% 10/06/2026	2,175,056	1.06
GBP1,148,000	DNB Bank 4% 17/08/2027	1,096,680	0.53
		3,271,736	1.59
Spain — 2.71% (1.53%)			
GBP1,200,000	Banco Santander 3.125% 06/10/2026	1,119,358	0.54
GBP1,400,000	CaixaBank 3.5% 06/04/2028	1,261,137	0.61
GBP1,100,000	CaixaBank 6.875% 25/10/2033	1,080,094	0.53
GBP2,100,000	Telefonica Emisiones 5.375% 02/02/2026	2,107,791	1.03
		5,568,380	2.71
Sweden — 0.78% (0.70%)			
GBP849,000	Svenska Handelsbanken 4.625% 23/08/2032	789,514	0.39
GBP1,000,000	Vattenfall 2.5% 29/06/2083	802,500	0.39
		1,592,014	0.78
Switzerland — 3.75% (3.91%)			
GBP5,539,000	Credit Suisse 1.125% 15/12/2025	4,890,161	2.38
GBP1,446,000	Credit Suisse Group 7% 30/09/2027	1,463,416	0.71
GBP1,281,000	UBS 8.75% 18/12/2025	1,351,614	0.66
		7,705,191	3.75
NORTH AMERICA — 10.76% (12.84%)			
Canada — 3.95% (2.97%)			
GBP762,000	CPPIB Capital 4.375% 02/03/2026	761,710	0.37
GBP2,834,000	Ontario Teachers' Finance Trust 1.125% 15/05/2026	2,565,711	1.25
GBP2,575,000	Royal Bank of Canada 3.625% 14/06/2027	2,434,663	1.19
GBP1,861,000	Royal Bank of Canada 5% 24/01/2028	1,852,398	0.90

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Canada — (cont.)		
GBP495,000	Toronto-Dominion Bank 5.288% 11/01/2028	496,708	0.24
		8,111,190	3.95
	Cayman Islands — 0.14% (0.15%)		
GBP313,165	Trafford Centre Finance 7.03% 28/01/2029	293,936	0.14
	United States — 6.67% (9.72%)		
GBP1,144,000	General Motors Financial 5.15% 15/08/2026	1,131,164	0.55
GBP309,000	Goldman Sachs Group 4.25% 29/01/2026	301,905	0.15
USD3,300,000	Goldman Sachs Group 1.948% 21/10/2027	2,363,326	1.15
GBP3,046,000	Goldman Sachs Group 3.625% 29/10/2029	2,764,245	1.34
GBP756,000	Metropolitan Life Global Funding I 5% 10/01/2030	753,623	0.37
GBP3,645,000	New York Life Global Funding 4.35% 16/09/2025	3,591,943	1.75
GBP1,310,000	Realty Income 1.875% 14/01/2027	1,154,873	0.56
GBP1,678,000	Wells Fargo 2.125% 20/12/2023	1,640,148	0.80
		13,701,227	6.67
	MIDDLE EAST — 2.21% (1.24%)		
	United Arab Emirates — 2.21% (1.24%)		
GBP2,000,000	First Abu Dhabi Bank 0.875% 09/12/2025	1,769,180	0.86
GBP3,163,000	First Abu Dhabi Bank 1.125% 07/09/2026	2,763,489	1.35
		4,532,669	2.21
	PACIFIC BASIN — 1.42% (2.31%)		
	Australia — 1.42% (2.31%)		
GBP2,010,000	QBE Insurance Group 2.5% 13/09/2038	1,583,804	0.77
USD1,698,000	QBE Insurance Group 6.75% 02/12/2044	1,339,694	0.65
		2,923,498	1.42
	GOVERNMENT BONDS — 0.77% (0.41%)		
	UNITED KINGDOM — 0.77% (0.41%)		
GBP490,000	United Kingdom Gilt 0.125% 31/01/2028	418,852	0.20
GBP1,164,000	United Kingdom Gilt 1.625% 22/10/2028	1,061,079	0.52
GBP223,000	United Kingdom Gilt 0.625% 22/10/2050	100,626	0.05
		1,580,557	0.77
	SUPRANATIONAL — 0.00% (8.55%)		

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— 0.10% (0.14%)			
GBP(1,239,174)	Sold Sterling		
EUR1,400,000	for Euro (Expires 19/04/2023) ³	(1,880)	—
GBP(30,840)	Sold Sterling		
EUR35,000	for Euro (Expires 19/04/2023) ³	93	—
GBP(54,393)	Sold Sterling		
EUR62,000	for Euro (Expires 19/04/2023) ³	402	—
GBP(2,156,963)	Sold Sterling		
EUR2,450,000	for Euro (Expires 19/04/2023) ³	8,303	—
EUR(77,200)	Sold Euro		
GBP68,865	for Sterling (Expires 19/04/2023) ³	637	—
EUR(5,927,280)	Sold Euro		
GBP5,277,324	for Sterling (Expires 19/04/2023) ³	38,900	0.02
USD(2,600,000)	Sold US Dollars		
GBP2,127,992	for Sterling (Expires 19/04/2023) ³	50,032	0.03
USD(211,000)	Sold US Dollars		
GBP170,522	for Sterling (Expires 19/04/2023) ³	1,888	—
EUR(10,000)	Sold Euro		
GBP8,775	for Sterling (Expires 19/04/2023) ³	(63)	—
USD(150,000)	Sold US Dollars		
GBP122,867	for Sterling (Expires 19/04/2023) ³	2,985	—
USD(7,421,348)	Sold US Dollars		
GBP6,070,017	for Sterling (Expires 19/04/2023) ³	138,762	0.07
GBP(836,803)	Sold Sterling		
USD1,000,000	for US Dollars (Expires 19/04/2023) ³	(37,588)	(0.02)
GBP(41,414)	Sold Sterling		
USD50,000	for US Dollars (Expires 19/04/2023) ³	(1,453)	—
		201,018	0.10
FUTURES CONTRACTS			
— -0.04% (0.17%)			
(12)	Euro Bond Future Expiry June 2023	(37,753)	(0.02)
(3)	Euro-Bobl Future Expiry June 2023	(5,700)	—
39	Long Gilt Future Expiry June 2023	(45,996)	(0.02)
(1)	Ultra US Treasury Bonds Future Expiry June 2023	1,233	—
		(88,216)	(0.04)
Portfolio of investments⁴		201,095,738	97.91
Net other assets		4,301,966	2.09
Total net assets		£205,397,704	100.00%

¹ These are sub-investment grade fixed interest securities and represent 1.96% of the net assets of the Fund.

² These are unrated fixed interest securities and represent 1.25% of the net assets of the Fund.

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

⁴ Including investment liabilities.

Total purchases for the period: £70,636,339.

Total sales for the period: £80,844,672.

Financial Statements

Statement of Total Return for the period ended 15 April 2023

	15/04/23		15/04/22	
	£	£	£	£
Income				
Net capital gains/ (losses)		9,877,269		(14,414,714)
Revenue	4,166,178		3,561,992	
Expenses	(574,760)		(1,357,771)	
Interest payable and similar charges	(11,705)		(111,854)	
Net revenue before taxation	3,579,713		2,092,367	
Taxation	—		—	
Net revenue after taxation for the period		3,579,713		2,092,367
Total return before distributions		13,456,982		(12,322,347)
Distributions		(3,579,713)		(2,074,496)
Change in net assets attributable to Unitholders from investment activities		£9,877,269		£(14,396,843)

Statement of Change in Net Assets attributable to Unitholders for the period ended 15 April 2023

	15/04/23		15/04/22	
	£	£	£	£
Opening net assets attributable to Unitholders		208,778,211		342,405,735
Amounts received on issue of units	122,223,862		5,133,594	
Amounts paid on cancellation of units	(137,983,527)		(62,903,589)	
		(15,759,665)		(57,769,995)
Change in net assets attributable to Unitholders from investment activities		9,877,269		(14,396,843)
Retained distributions on accumulation units		2,501,504		1,331,739
Unclaimed distributions		385		1,266
Closing net assets attributable to Unitholders		£205,397,704		£271,571,902

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

Financial Statements continued

Balance Sheet as at 15 April 2023

	15/04/23 £	15/10/22 £
ASSETS		
Fixed assets:		
Investments	201,226,171	202,265,429
Current assets:		
Debtors	3,537,414	4,763,086
Cash and bank balances	4,759,113	7,104,884
Total assets	209,522,698	214,133,399
LIABILITIES		
Investment liabilities	(130,433)	–
Creditors:		
Bank overdrafts	(2,835,845)	(2,467,785)
Distributions payable	(185,445)	(158,644)
Other creditors	(973,271)	(2,728,759)
Total liabilities	(4,124,994)	(5,355,188)
Net assets attributable to Unitholders	£205,397,704	£208,778,211

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) and amended in June 2017.

2. Accounting Policies

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

(a) Basis of Preparation

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

Fund Information

Net Asset Values and Units in Issue

Class	Net Asset Value (£)	Units in Issue	Net Asset Value per Unit (p)
R-Class			
Distribution Units	1,924,501	2,144,165	89.76
Accumulation Units	3,916,943	2,137,104	183.28
F-Class			
Distribution Units	11,033	12,292	89.76
Accumulation Units	876	451	194.24
I-Class			
Distribution Units	58,138,096	64,750,638	89.79
Accumulation Units	136,620,353	68,738,863	198.75
L-Class			
Accumulation Units	4,785,902	9,434,747	50.73

Past performance is not a guide to future performance.

The price of units and any income from them may go down as well as up.

Ongoing Charges Figures

	15 Apr 23	15 Oct 22
R-Class	1.06%	1.14%
F-Class	0.66%	0.66%
I-Class	0.42%	0.42%
L-Class	0.04%	0.04%

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

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

Distribution Information

R-Class

The distribution paid on 13 May 2023 was 0.2296p per unit for distribution units and 0.4675p per unit for accumulation units.

F-Class

The distribution paid on 13 May 2023 was 0.2606p per unit for distribution units and 0.5388p per unit for accumulation units.

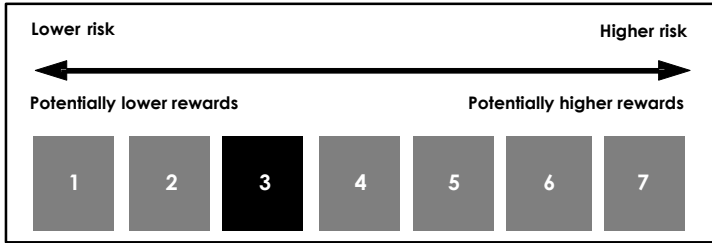
I-Class

The distribution paid on 13 May 2023 was 0.2787p per unit for distribution units and 0.6151p per unit for accumulation units.

L-Class

The distribution paid on 13 May 2023 was 0.1733p per unit for accumulation units.

Risk and Reward Profile



- 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 three because it invests in company or government bonds which are sensitive to changes in interest rates, inflation and credit. This can be driven by political and economic changes and other significant events and may cause the value to go up and down. Bonds that are closer to their maturity date tend to be more stable in value. Bonds are generally considered to be higher risk investments than cash, but lower risk than company shares.
- Even a fund in the lowest category is not a risk free investment.

General Information

Constitution

Launch date:	15 October 2001
Period end dates for distributions:	15 of each month 15 October (Final)
Distribution dates:	13 of each month 13 November (Final)
Minimum initial lump sum investment:	R-Class £20 I-Class £1,000,000 L-Class* £100,000
Valuation point:	12 noon
Fund management fees:	R-Class Annual 1.06% F-Class** Annual 0.66% I-Class Annual 0.42% L-Class* Annual 0.04%
Initial charges:	Nil for all existing unit classes

* 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 subscriptions.

Pricing and Dealing

The prices are published on the internet at 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 9:00am to 5:00pm, Monday to Friday.

Buying and Selling Units

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

ISA Status

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

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

Prospectus and Manager's Reports

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.

General Information continued

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.

Notifiable Change

Prospectus Updates

Following a review, the Risk Factors section of the Prospectus (including the Table of Fund specific risks) was updated on 30 December 2022.

With effect from 16 March 2023, the Prospectus was updated for the following:

To introduce wording to allow for the compulsory conversion or cancellation of units and to clarify the circumstances in which redemptions, conversions or cancellations may be carried out.

To introduce revised wording confirming the Trust may not be offered or sold to in the United States of America or held by U.S. Persons and that the compulsory redemption provisions as set out in the Prospectus will apply accordingly to any such U.S. Person.

To introduce wording to reflect the treatment of unclaimed distributions and client money.

General Information continued

Authorised Fund Manager

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

Directors of the Manager

M. M. Ammon
A. D. Clare* (resigned on 15 November 2022)
E. Cowhey*
A. J. C. Craven
D. J. Hosie*
R. R. Mason
L. W. Toms

*Non-executive Director

Secretary

J. McCarthy
One Coleman Street,
London EC2R 5AA

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
319 St Vincent Street,
Glasgow G2 5AS

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
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