

Legal & General Dynamic Bond Fund
Annual Manager's Report
for the year ended
5 September 2021



Contents

	Page Number
Manager's Investment Report*	2
Authorised Status*	5
Directors' Statement	5
Statement of the Manager's Responsibilities	6
Statement of the Trustee's Responsibilities	7
Report of the Trustee	8
Portfolio Statement*	9
Independent Auditor's Report	29
Statement of Total Return	33
Statement of Change in Net Assets attributable to Unitholders	33
Balance Sheet	34
Notes to the Financial Statements	35
Distribution Tables	47
Fund Information*	51
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 of the Manager.

Manager's Investment Report

During the year under review, the published price of the R-Class accumulation units rose by 9.12%.

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

In response to the extreme market volatility caused by the swift spread of COVID-19 around the world, and the extraordinary lockdown measures implemented to control it, central banks and governments worldwide supplied and sustained an extensive range of monetary and fiscal stimulus packages to underpin the global economy. More than 18 months into the global pandemic, the success of vaccine rollouts across the developed world, in particular, has meant that policymakers are starting to look further ahead and beyond COVID-19 emergency measures.

A key focus during the review year was the rise in yields in the opening months of 2021, especially in the US Treasury market, as the combination of extensive fiscal stimulus and successful vaccine roll-outs put investors in a 'risk-on' mood. The trajectory of 10-year gilts mirrored that of US Treasuries, with the successful vaccination programme convincing investors that brighter times are ahead. Nevertheless, credit markets have been remarkably resilient and despite some modest widening at certain points, investment grade credit spreads have broadly resumed their trend of tightening. Following the rise in government bonds yields in the opening months of 2021, yields on global government bonds fell modestly during the second quarter and continued to fall in July and August. This was due to fears of economies having reached "peak growth" due to supply chain related production cuts and fears

Manager's Investment Report continued

of the Delta variant, stemming China's recovery in particular. Investors weighed the effects of inflationary pressures, the potential for higher interest rates and a new, more transmissible COVID-19 variant against the economic reopening narrative and vaccine rollouts. Credit markets, with the exception of some US weakness due to healthy supply, have been remarkably stable, although spreads have been grinding tighter overall, reaching historically low levels in most cases.

Fund Review

Having been positioned defensively at the start of the review year amid tightening spreads, rising issuance and fears of another wave of COVID-19 infections in Europe, we gradually became more constructive throughout 2021.

Credit selection contributed to returns, with our preference for COVID-19-exposed names in retail real estate and BBB-rated cyclical names the beneficiaries of ongoing spread compression during the review year. We continue to see value in pandemic-hit sectors, with airline operator Ryanair Holdings Plc and hospitality firm Whitbread Plc both currently featuring in our top 10 holdings. Our sub-financial exposure in Europe and in the UK continues to deliver positive performance, supported by prospects of stronger growth in those regions. Later in the review year as the oil price rose, our exposure to the oil & gas sector also supported performance.

As the recovery gathered pace around the world, higher risk exposures such as emerging market debt and global high yield also delivered strong performance amidst continued demand for attractively priced assets. Later in 2021, our credit default swap tail risk hedging strategies, which we concentrated in high yield indices, detracted from performance as there was no materialisation of a downside scenario.

Rates strategies delivered mixed performance over the year: on the one hand, we positioned the portfolio with an outright short in 10-year US Treasuries in the first half of February 2021, thus bringing the Fund's duration close to zero. With an additional sizeable fiscal stimulus package imminent, our conviction grew that higher US Treasury yields would ensue. We took profit on the position early March. On the other hand, however, during the second quarter of 2021, we took a tactical short position in US 10-year rates. We held this position around significant economic data releases such as US payrolls as an attractive hedge against adverse effects of a sharp increase in US Treasury yields on credit markets. That failed to materialise and we closed the position whilst the credit exposure of the portfolio rallied.

In terms of positioning, we continue to focus on rates markets and on the potential effects of a pick-up in volatility here on credit spreads. We continue to hold a diversified exposure to credit markets, evenly spread between higher yielding assets such as emerging market debt and global high yield, and safer assets such as developed market debt.

We continue to look for pockets of value in a tightly priced market, which we found in sectors favourably exposed to a re-opening of economies after COVID, such as airlines (EasyJet, Ryanair), hospitality (Whitbread), aerospace (Boeing) and autos (Ford). We have reduced our exposure to oil & gas given the strong rally in oil prices and as we start becoming concerned about environmental regulation tightening in the US under a Biden administration. We have rotated our exposure towards higher quality holdings with better ESG profiles such as BP, and have reduced exposure to US pipelines such as ETP which would be adversely affected by stricter environmental policies.

We are maintaining a positive carry position to capture the potential upside that calm summer markets may offer. We have also built up a cash buffer to take advantage of

Manager's Investment Report continued

a potential repricing in credit markets. Our rates positions are primarily relative-value trades and would benefit from a range-bound market. We continue to believe that, as market inflation pricing moves to mandate consistent levels, being short inflation positions fit better alongside risky assets than long duration positions.

Outlook

Looking ahead, the economic slowdown caused by the Delta variant is of some concern, but this is balanced by central bankers potentially delaying policy tightening to give the economy more time to fully recover. Indeed, politicians could also be more generous with fiscal support. With corporate earnings still on an upward trajectory, the backdrop for equity markets remains reasonably strong. However, with the prospect of government bond yields heading higher as tapering approaches, credit valuations appear more vulnerable and therefore warrant a more cautious outlook.

Legal & General Investment Management Limited
(Investment Adviser)
13 December 2021

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.

Legal & General (Unit Trust Managers) Limited
October 2021

Authorised Status

Authorised Status

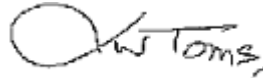
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

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
23 December 2021

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 2021

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
23 December 2021

Portfolio Statement

Portfolio Statement as at 5 September 2021

All investments are in investment grade securities or ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 5 September 2020.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	CORPORATE BONDS		
	— 79.61% (77.40%)		
	UNITED KINGDOM		
	— 12.31% (10.17%)		
GBP100,000	Allied Universal 4.875% 01/06/2028 ¹	99,140	0.05
USD2,238,000	Barclays 4.375% Open Maturity	1,639,886	0.85
EUR1,096,000	BP Capital Markets 3.625% Open Maturity	1,028,855	0.53
GBP356,000	BP Capital Markets 4.25% Open Maturity	380,920	0.20
GBP1,398,000	Canary Wharf Investment 2.625% 23/04/2025	1,426,845	0.74
EUR100,000	Deuce Finco 4.75% 15/06/2027 ¹	85,510	0.04
GBP100,000	Deuce Finco 5.5% 15/06/2027 ¹	100,831	0.05
USD505,387	EnQuest 7% 15/10/2023 ¹	349,342	0.18
USD1,000,000	Gazpromvia Gaz Finance 2.95% 27/01/2029	712,893	0.37
GBP623,750	Greene King Finance 5.318% 15/09/2031	718,641	0.37
USD3,000,000	HSBC 6.25% Open Maturity	2,278,263	1.18
GBP100,000	Iceland Bondco 4.625% 15/03/2025 ¹	97,625	0.05
GBP300,000	Iceland Bondco 4.375% 15/05/2028 ¹	278,208	0.14
GBP1,216,000	Imperial Brands Finance 5.5% 28/09/2026	1,436,574	0.75
EUR100,000	INEOS Quattro Finance 1 3.75% 15/07/2026 ¹	88,500	0.05
EUR200,000	INEOS Quattro Finance 2 2.5% 15/01/2026 ¹	173,834	0.09
EUR264,000	International Game Technology 2.375% 15/04/2028 ¹	222,561	0.12
USD245,000	Ithaca Energy North Sea 9% 15/07/2026 ¹	176,649	0.09
EUR325,000	Jaguar Land Rover Automotive 6.875% 15/11/2026 ¹	319,552	0.17
USD1,700,000	Marks & Spencer 7.125% 01/12/2037 ¹	1,466,772	0.76
USD400,000	Neptune Energy Bondco 6.625% 15/05/2025 ¹	294,600	0.15
EUR117,000	Pinnacle Bidco 5.5% 15/02/2025 ¹	103,423	0.05
GBP100,000	Pinnacle Bidco 6.375% 15/02/2025 ¹	102,375	0.05
GBP206,000	Punch Finance 6.125% 30/06/2026 ¹	210,635	0.11
USD2,806,000	SSE 4.75% 16/09/2077	2,073,811	1.08
USD1,400,000	Tullow Oil 10.25% 15/05/2026 ¹	1,051,112	0.55
USD900,000	Vedanta Resources Finance II 8.95% 11/03/2025 ¹	658,172	0.34
EUR100,000	Victoria 3.75% 15/03/2028 ¹	87,919	0.05
EUR166,000	Virgin Media Finance 3.75% 15/07/2030 ¹	143,350	0.07
GBP100,000	Virgin Media Secured Finance 4.25% 15/01/2030 ¹	101,125	0.05

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
UNITED KINGDOM — (cont.)			
GBP1,671,000	Virgin Money UK 8% Open Maturity ¹	1,773,349	0.92
GBP300,000	Vmed O2 UK Financing I 4% 31/01/2029 ¹	301,125	0.16
GBP100,000	Vmed O2 UK Financing I 4.5% 15/07/2031 ¹	101,500	0.05
GBP3,000,000	Whitbread Group 2.375% 31/05/2027	3,039,240	1.58
GBP607,000	Whitbread Group 3% 31/05/2031	626,242	0.32
		23,749,379	12.31
IRELAND — 1.61% (0.23%)			
USD400,000	Ardagh Packaging Finance 5.25% 15/08/2027 ¹	298,152	0.15
USD105,000	Endo Finance 6% 30/06/2028 ¹	47,755	0.02
EUR1,000,000	Permanent TSB Group 2.125% 26/09/2024 ¹	877,359	0.46
EUR2,005,000	Ryanair DAC 2.875% 15/09/2025	1,887,109	0.98
		3,110,375	1.61
CHANNEL ISLANDS — 1.02% (0.25%)			
GBP1,875,000	AA Bond 6.5% 31/01/2026 ¹	1,964,063	1.02
ISLE OF MAN — 0.79% (0.72%)			
USD1,800,000	Gohl Capital 4.25% 24/01/2027	1,378,516	0.71
EUR172,000	Playtech 4.25% 07/03/2026 ¹	151,112	0.08
		1,529,628	0.79
CONTINENTAL EUROPE — 27.18% (21.94%)			
Austria — 0.62% (0.55%)			
EUR124,000	ams 6% 31/07/2025 ¹	114,250	0.06
EUR1,200,000	Raiffeisen Bank International 6.125% Open Maturity ¹	1,088,241	0.56
		1,202,491	0.62
Cyprus — 0.20% (0.00%)			
USD500,000	MHP 7.75% 10/05/2024 ¹	390,800	0.20
Finland — 0.17% (0.47%)			
EUR200,000	SpA 3 Oy 3.625% 04/02/2028 ¹	174,404	0.09
USD200,000	SpA 3 Oy 4.875% 04/02/2028 ¹	145,322	0.08
		319,726	0.17
France — 3.33% (1.27%)			
EUR1,600,000	Air France-KLM 3.875% 01/07/2026 ²	1,350,431	0.70
EUR300,000	Altice France 4% 15/07/2029 ¹	257,454	0.13
EUR500,000	Banjay Entertainment 3.5% 01/03/2025 ¹	435,054	0.23
EUR200,000	CAB 3.375% 01/02/2028 ¹	173,138	0.09
EUR300,000	CGG 7.75% 01/04/2027 ¹	258,484	0.13
USD200,000	CGG 8.75% 01/04/2027 ¹	144,203	0.08
EUR300,000	Chrome Bidco 3.5% 31/05/2028 ¹	262,654	0.14
USD2,663,000	Credit Agricole 1.247% 26/01/2027	1,907,242	0.99
EUR200,000	Eramet 4.196% 28/02/2024 ²	175,669	0.09
EUR300,000	Eramet 5.875% 21/05/2025 ²	270,005	0.14

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
France — (cont.)			
EUR100,000	Faurecia 2.375% 15/06/2029 ¹	87,209	0.05
EUR400,000	IM Group 6.625% 01/03/2025 ¹	356,144	0.18
EUR100,000	La Financiere Atalian 4% 15/05/2024 ¹	84,820	0.04
EUR300,000	La Financiere Atalian 5.125% 15/05/2025 ¹	256,136	0.13
GBP100,000	La Financiere Atalian 6.625% 15/05/2025 ¹	99,875	0.05
EUR200,000	Mobilux Finance 4.25% 15/07/2028 ¹	172,096	0.09
EUR155,000	Vallourec 8.5% 30/06/2026 ¹	139,116	0.07
		6,429,730	3.33
Georgia — 0.73% (1.10%)			
USD938,000	Bank of Georgia 11.125% Open Maturity ¹	736,545	0.38
USD879,000	Georgia Global Utilities 7.75% 30/07/2025 ¹	673,997	0.35
		1,410,542	0.73
Germany — 0.56% (1.86%)			
EUR450,000	Adler Pelzer 4.125% 01/04/2024 ¹	374,595	0.19
EUR100,000	APCOA Parking 4.625% 15/01/2027 ¹	87,354	0.05
EUR200,000	Deutsche Lufthansa 3.75% 11/02/2028 ¹	176,525	0.09
EUR100,000	Deutsche Lufthansa 3.5% 14/07/2029 ¹	86,461	0.04
EUR100,000	Novelis Sheet Ingot 3.375% 15/04/2029 ¹	89,069	0.05
EUR300,000	Rebecca Bidco 5.75% 15/07/2025 ¹	269,297	0.14
		1,083,301	0.56
Greece — 1.67% (0.00%)			
EUR1,800,000	Piraeus Financial 5.5% 19/02/2030 ¹	1,512,404	0.78
EUR2,000,000	Piraeus Financial 8.75% Open Maturity ¹	1,710,544	0.89
		3,222,948	1.67
Italy — 3.80% (4.56%)			
GBP823,000	Autostrade per l'Italia 6.25% 09/06/2022 ¹	855,821	0.44
EUR1,700,000	Banca Monte dei Paschi di Siena 8.5% 10/09/2030 ¹	1,378,811	0.72
EUR100,000	Brunello Bidco 3.5% 15/02/2028 ¹	85,688	0.04
EUR300,000	Centurion Bidco 5.875% 30/09/2026 ¹	268,030	0.14
EUR2,000,000	CMC Ravenna 6% 15/02/2023 ²	25,745	0.01
EUR200,000	EVOCA 4.25% 01/11/2026 ¹	168,203	0.09
EUR1,700,000	Illimity Bank 4.375% 07/10/2031 ¹	1,482,878	0.77
EUR100,000	Libra Groupco 5% 15/05/2027 ¹	87,320	0.05
EUR1,793,000	Poste Italiane 2.625% Open Maturity ¹	1,531,022	0.79
EUR300,000	Rekeep 7.25% 01/02/2026 ¹	277,402	0.14
EUR1,200,000	Societa Cattolica di Assicurazione 4.25% 14/12/2047	1,172,982	0.61
		7,333,902	3.80

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Luxembourg — 3.01% (1.77%)			
EUR2,400,000	ADLER Group 2.25% 14/01/2029 ¹	1,982,468	1.03
EUR166,000	ARD Finance 5% 30/06/2027 ¹	146,867	0.08
EUR100,000	Arena Luxembourg Finance Sarl 1.875% 01/02/2028 ¹	80,303	0.04
GBP100,000	Cidron Aida Finco Sarl 6.25% 01/04/2028 ¹	101,750	0.05
EUR488,000	CPI Property Group 4.875% Open Maturity ¹	444,443	0.23
USD170,000	Endo Luxembourg Finance 6.125% 01/04/2029 ¹	121,192	0.06
USD200,000	Gol Finance 8% 30/06/2026 ¹	144,525	0.07
EUR200,000	Ideal Standard International 6.375% 30/07/2026 ¹	166,916	0.09
USD750,000	Kernel 6.5% 17/10/2024 ¹	575,549	0.30
EUR270,000	LSF9 Balta Issuer SARL 8.75% 31/12/2024 ¹	232,186	0.12
USD432,000	Petrorio Luxembourg Sarl 6.125% 09/06/2026 ¹	319,200	0.17
EUR200,000	PLT VII Finance Sarl 4.625% 05/01/2026 ¹	175,325	0.09
USD1,600,000	Raizen Fuels Finance 5.3% 20/01/2027	1,308,114	0.68
		5,798,838	3.01
Netherlands — 6.10% (6.39%)			
EUR300,000	Diebold Nixdorf Dutch 9% 15/07/2025 ¹	280,863	0.15
EUR200,000	Dufry One 3.375% 15/04/2028 ¹	169,006	0.09
EUR2,300,000	easyJet 1.875% 03/03/2028	1,995,126	1.03
USD240,000	EBN Finance 7.125% 16/02/2026 ¹	172,394	0.09
USD50,000	Elastic 4.125% 15/07/2029 ¹	36,547	0.02
EUR265,000	Energizer Gamma Acquisition 3.5% 30/06/2029 ¹	226,280	0.12
EUR200,000	IPD 3 5.5% 01/12/2025 ¹	178,634	0.09
EUR400,000	Kongsberg Actuation Systems 5% 15/07/2025 ¹	347,357	0.18
EUR300,000	Maxeda 5.875% 01/10/2026 ¹	266,023	0.14
USD1,886,000	Metinvest 8.5% 23/04/2026 ¹	1,558,959	0.81
USD500,000	NGD 6.75% 31/12/2026 ¹	349,444	0.18
EUR204,000	Nobel Bidco 3.125% 15/06/2028 ¹	174,412	0.09
EUR300,000	Phoenix PIB Dutch Finance 2.375% 05/08/2025 ¹	265,432	0.14
EUR102,681	Summer BidCo 9% 15/11/2025 ¹	89,661	0.05
EUR900,000	Syngenta Finance 3.375% 16/04/2026	851,503	0.44
EUR600,000	Teva Pharmaceutical Finance Netherlands II 1.875% 31/03/2027 ¹	481,284	0.25
USD2,200,000	Teva Pharmaceutical Finance Netherlands III 3.15% 01/10/2026 ¹	1,520,719	0.79
USD1,238,000	Teva Pharmaceutical Finance Netherlands III 6.75% 01/03/2028 ¹	1,005,450	0.52
EUR400,000	Trivium Packaging Finance 3.75% 15/08/2026 ¹	350,528	0.18
EUR100,000	United Group 3.125% 15/02/2026 ¹	82,548	0.04
EUR262,000	United Group 4% 15/11/2027 ¹	222,033	0.11

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Netherlands — (cont.)			
EUR1,004,000	Wizz Air Finance 1.35% 19/01/2024	879,361	0.46
EUR200,000	Ziggo 2.875% 15/01/2030 ¹	173,138	0.09
EUR100,000	Ziggo Bond 3.375% 28/02/2030 ¹	85,569	0.04
		11,762,271	6.10
Norway — 0.00% (0.36%)			
Portugal — 0.00% (1.10%)			
Romania — 0.09% (0.09%)			
EUR200,000	RCS & RDS 3.25% 05/02/2028 ¹	171,533	0.09
Spain — 4.10% (1.28%)			
EUR1,500,000	Banco de Credito Social Cooperativo 1.75% 09/03/2028 ¹	1,280,846	0.66
EUR1,500,000	Banco de Credito Social Cooperativo 5.25% 27/11/2031 ¹	1,343,574	0.70
EUR1,800,000	Banco de Sabadell 6.5% Open Maturity ¹	1,587,954	0.82
EUR1,600,000	Banco Santander 4.125% Open Maturity ¹	1,446,890	0.75
EUR1,600,000	CaixaBank 3.625% Open Maturity ¹	1,379,266	0.72
EUR200,000	Grupo Antolin-Irausa 3.5% 30/04/2028 ¹	169,032	0.09
EUR600,000	Lar Espana Real Estate Socimi 1.75% 22/07/2026	524,863	0.27
EUR200,000	NH Hotel Group 4% 02/07/2026 ¹	172,771	0.09
		7,905,196	4.10
Sweden — 0.81% (0.00%)			
EUR1,822,000	Heimstaden Bostad 2.625% Open Maturity ¹	1,552,470	0.81
Switzerland — 1.99% (1.14%)			
USD920,000	Credit Suisse Group 3.091% 14/05/2032	692,049	0.36
USD4,000,000	Credit Suisse Group 6.25% 29/12/2049 ¹	3,137,164	1.63
		3,829,213	1.99
NORTH AMERICA — 25.10% (34.73%)			
Bermuda — 0.91% (0.06%)			
USD167,000	NCL 3.625% 15/12/2024 ¹	114,532	0.06
USD100,000	NCL 5.875% 15/03/2026 ¹	72,733	0.04
USD600,000	Sagicor Financial 5.3% 13/05/2028 ¹	458,057	0.23
USD1,500,000	Tengizchevroil Finance Company International 3.25% 15/08/2030	1,114,548	0.58
USD7,000	Viking Ocean Cruises Ship VII 5.625% 15/02/2029 ¹	5,053	—
		1,764,923	0.91
British Virgin Islands — 1.86% (0.42%)			
USD750,000	Champion Path 4.5% 27/01/2026 ¹	564,044	0.29
USD200,000	Contemporary Ruiding Development 1.5% 09/09/2026	143,649	0.07
USD1,800,000	Huarong Finance 2017 4.5% Open Maturity	1,252,346	0.65

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	British Virgin Islands — (cont.)		
USD200,000	Huarong Finance II 5.5% 16/01/2025	147,632	0.08
USD992,000	Huarong Finance II 2.875% Open Maturity ²	715,068	0.37
USD1,000,000	New Metro Global 4.8% 15/12/2024 ¹	723,688	0.38
USD200,000	Scenery Journey 11.5% 24/10/2022 ¹	31,836	0.02
		3,578,263	1.86
	Canada — 1.10% (2.11%)		
USD46,000	Air Canada 3.875% 15/08/2026 ¹	33,599	0.02
USD400,000	Akumin 7% 01/11/2025 ¹	277,216	0.14
USD50,000	Akumin Escrow 7.5% 01/08/2028 ¹	34,832	0.02
USD70,000	Bausch Health Companies 7% 15/01/2028 ¹	51,798	0.03
USD75,000	Bausch Health Companies 5% 30/01/2028 ¹	51,031	0.03
USD64,000	Bausch Health Companies 4.875% 01/06/2028 ¹	47,373	0.02
USD183,000	Bausch Health Companies 7.25% 30/05/2029 ¹	134,914	0.07
USD350,000	Bausch Health Companies 5.25% 30/01/2030 ¹	234,352	0.12
USD100,000	Bausch Health Companies 5.25% 15/02/2031 ¹	66,416	0.03
USD600,000	Baytex Energy 8.75% 01/04/2027 ¹	433,150	0.23
USD250,000	Empire Communities 7% 15/12/2025 ¹	190,406	0.10
USD300,000	GFL Environmental 4% 01/08/2028 ¹	216,034	0.11
USD28,000	GFL Environmental 4.75% 15/06/2029 ¹	20,770	0.01
USD20,000	Intertape Polymer 4.375% 15/06/2029 ¹	14,709	0.01
USD200,000	Strathcona Resources 6.875% 01/08/2026 ¹	142,218	0.07
USD200,000	Telesat Canada 5.625% 06/12/2026 ¹	138,247	0.07
USD50,000	Videotron 3.625% 15/06/2029 ¹	37,134	0.02
		2,124,199	1.10
	Cayman Islands — 3.12% (4.89%)		
USD800,000	China Evergrande 8.25% 23/03/2022 ¹	184,667	0.10
USD1,200,000	China Evergrande 8.75% 28/06/2025 ¹	217,003	0.11
USD1,000,000	Kaisa Group 11.95% 22/10/2022 ¹	700,260	0.36
USD2,000,000	Lamar Funding 3.958% 07/05/2025 ¹	1,445,567	0.75
USD1,700,000	MAF Global Securities 5.5% Open Maturity ¹	1,251,554	0.65
USD200,000	Ronshine China 8.1% 09/06/2023 ¹	132,833	0.07
USD165,000	Seagate HDD Cayman 3.125% 15/07/2029 ¹	118,819	0.06
USD165,000	Seagate HDD Cayman 3.375% 15/07/2031 ¹	117,330	0.06
USD250,000	Seagate HDD Cayman 5.75% 01/12/2034 ¹	212,514	0.11
USD1,000,000	Shimao Group 3.45% 11/01/2031	678,653	0.35
USD200,000	Sunac China 6.65% 03/08/2024 ¹	139,293	0.07

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Cayman Islands — (cont.)			
USD900,000	Yuzhou Group 6% 25/10/2023 ¹	564,550	0.29
USD200,000	Yuzhou Group 6.35% 13/01/2027 ¹	106,803	0.06
USD200,000	Zhenro Properties 8.3% 15/09/2023 ¹	145,910	0.08
		6,015,756	3.12
Mexico — 2.42% (3.12%)			
USD425,000	Banco Inbursa SA Institucion De Banca Multiple Grupo Financiero Inbursa 4.375% 11/04/2027	331,823	0.17
USD1,100,000	Banco Mercantil del Norte 6.875% Open Maturity ¹	815,955	0.42
USD700,000	Petroleos Mexicanos 4.5% 23/01/2026 ¹	508,526	0.26
EUR200,000	Petroleos Mexicanos 2.75% 21/04/2027 ¹	160,514	0.08
USD800,000	Petroleos Mexicanos 5.35% 12/02/2028 ¹	573,491	0.30
EUR900,000	Petroleos Mexicanos 4.875% 21/02/2028 ¹	779,853	0.41
USD1,000,000	Petroleos Mexicanos 6.5% 23/01/2029 ¹	746,405	0.39
USD894,000	Petroleos Mexicanos 5.95% 28/01/2031 ¹	629,582	0.33
USD100,000	Petroleos Mexicanos 6.75% 21/09/2047 ¹	63,890	0.03
USD100,000	Petroleos Mexicanos 6.95% 28/01/2060 ¹	63,435	0.03
		4,673,474	2.42
Panama — 0.08% (0.13%)			
EUR100,000	Carnival 7.625% 01/03/2026 ¹	92,254	0.05
USD38,000	Carnival 9.875% 01/08/2027 ¹	31,616	0.01
USD45,000	Carnival 4% 01/08/2028 ¹	32,649	0.02
		156,519	0.08
United States — 15.61% (24.00%)			
USD305,000	99 Escrow Issuer 7.5% 15/01/2026 ¹	207,799	0.11
USD330,000	Affinity Gaming 6.875% 15/12/2027 ¹	253,218	0.13
USD300,000	Allen Media 10.5% 15/02/2028 ¹	209,266	0.11
USD150,000	Ambience Merger Sub 4.875% 15/07/2028 ¹	109,121	0.06
USD60,000	AMC Networks 4.25% 15/02/2029 ¹	42,774	0.02
USD10,278	Anagram International 15% 15/08/2025 ¹	8,310	—
USD200,000	ANGI Group 3.875% 15/08/2028 ¹	142,579	0.07
USD220,000	Arches Buyer 4.25% 01/06/2028 ¹	161,134	0.08
USD100,000	Archrock Partners 6.25% 01/04/2028 ¹	73,903	0.04
EUR300,000	Ardagh Packaging Finance 2% 01/09/2028 ¹	260,331	0.13
USD150,000	Audacy Capital 6.75% 31/03/2029 ¹	109,506	0.06
USD110,000	Beacon Roofing Supply 4.125% 15/05/2029 ¹	79,609	0.04
USD10,000	Beasley Mezzanine 8.625% 01/02/2026 ¹	7,364	—
EUR297,000	Belden 3.375% 15/07/2031 ¹	261,862	0.14

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	United States — (cont.)		
USD56,000	Belo 7.75% 01/06/2027 ¹	47,401	0.02
USD160,000	Blue Racer Midstream Finance 7.625% 15/12/2025 ¹	125,180	0.06
USD2,700,000	Boeing 2.196% 04/02/2026	1,968,306	1.02
USD50,000	Boyd Gaming 4.75% 15/06/2031 ¹	37,449	0.02
USD200,000	Brightstar Escrow 9.75% 15/10/2025 ¹	155,032	0.08
USD777,000	Broadcom 4.3% 15/11/2032	640,935	0.33
USD500,000	Brookfield Property REIT 5.75% 15/05/2026 ¹	372,690	0.19
USD20,000	Builders FirstSource 4.25% 01/02/2032 ¹	14,853	0.01
EUR200,000	Catalent Pharma Solutions 2.375% 01/03/2028 ¹	173,563	0.09
USD120,000	Catalent Pharma Solutions 3.125% 15/02/2029 ¹	85,764	0.04
USD18,000	CCO Capital 4.5% 01/06/2033 ¹	13,449	0.01
USD50,000	CCO Capital 4.25% 15/01/2034 ¹	36,506	0.02
USD100,000	Cleaver-Brooks 7.875% 01/03/2023 ¹	70,748	0.04
USD150,000	Coeur Mining 5.125% 15/02/2029 ¹	107,882	0.06
USD80,000	CommScope 8.25% 01/03/2027 ¹	60,785	0.03
USD57,000	CommScope 7.125% 01/07/2028 ¹	43,104	0.02
USD23,000	CommScope 4.75% 01/09/2029 ¹	16,832	0.01
USD190,000	CommScope Technologies 5% 15/03/2027 ¹	135,107	0.07
USD133,000	CoreLogic 4.5% 01/05/2028 ¹	95,775	0.05
USD265,000	Crocs 4.25% 15/03/2029 ¹	196,091	0.10
USD6,000	Crocs 4.125% 15/08/2031 ¹	4,380	—
USD150,000	Crowdstrike 3% 15/02/2029 ¹	109,777	0.06
USD200,000	CSC 5.75% 15/01/2030 ¹	152,505	0.08
USD125,000	Cumulus Media New 6.75% 01/07/2026 ¹	93,849	0.05
USD230,000	Diamond Sports 5.375% 15/08/2026 ¹	112,493	0.06
USD21,000	DIRECTV 5.875% 15/08/2027	15,880	0.01
USD400,000	DISH DBS 7.75% 01/07/2026 ¹	329,916	0.17
USD210,000	DISH DBS 7.375% 01/07/2028 ¹	163,162	0.08
USD30,000	DISH DBS 5.125% 01/06/2029 ¹	21,495	0.01
USD7,000	Dycom Industries 4.5% 15/04/2029 ¹	5,185	—
USD140,000	Encino Acquisition Partners 8.5% 01/05/2028 ¹	102,332	0.05
USD1,840,000	Energy Transfer Partners 6.25% 31/12/2099 ¹	1,186,184	0.61
USD2,028,000	Ford Motor 8.5% 21/04/2023 ¹	1,619,648	0.84
USD10,000	Full House Resorts 8.25% 15/02/2028 ¹	7,779	—
USD221,000	FXI 12.25% 15/11/2026 ¹	181,639	0.09
USD1,756,000	General Electric 5% Open Maturity	1,227,883	0.64
USD20,000	Genesis Energy 6.5% 01/10/2025 ¹	14,182	0.01
USD646,000	Genesis Energy 8% 15/01/2027 ¹	465,099	0.24
USD320,000	Genesis Energy 7.75% 01/02/2028 ¹	226,121	0.12
USD802,000	Global Atlantic 3.125% 15/06/2031	587,573	0.30
USD100,000	Global Infrastructure Solutions 5.625% 01/06/2029 ¹	73,997	0.04
USD7,000	Global Net Lease 3.75% 15/12/2027 ¹	4,993	—

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	United States — (cont.)		
GBP1,582,000	Goldman Sachs Group 1.5% 07/12/2027	1,586,651	0.82
USD17,000	GPS Hospitality 7% 15/08/2028 ¹	12,138	0.01
USD75,000	Graphic Packaging International 3.5% 01/03/2029 ¹	54,008	0.03
USD80,000	Gray Television 4.75% 15/10/2030 ¹	57,104	0.03
USD60,000	Griffon 5.75% 01/03/2028 ¹	45,914	0.02
USD50,000	GYP III 4.625% 01/05/2029 ¹	36,547	0.02
USD30,000	Howard Hughes 4.125% 01/02/2029 ¹	21,874	0.01
USD25,000	IEA Energy Services 6.625% 15/08/2029 ¹	17,895	0.01
USD200,000	Illuminate Buyer 9% 01/07/2028 ¹	159,183	0.08
USD50,000	Imola Merger 4.75% 15/05/2029 ¹	37,269	0.02
EUR100,000	IQVIA 2.25% 15/03/2029 ¹	86,380	0.04
USD810,000	ITT 6.5% 01/08/2029 ¹	597,910	0.31
USD145,000	Kennedy-Wilson 4.75% 01/03/2029 ¹	108,996	0.06
USD46,000	Kennedy-Wilson 4.75% 01/02/2030 ¹	34,038	0.02
USD600,000	Kosmos Energy 7.5% 01/03/2028 ¹	415,824	0.22
USD268,000	Laredo Petroleum 9.5% 15/01/2025 ¹	200,729	0.10
USD290,000	Laredo Petroleum 10.125% 15/01/2028 ¹	223,592	0.12
USD250,000	Laredo Petroleum 7.75% 31/07/2029 ¹	176,870	0.09
USD200,000	Level 3 Financing 3.75% 15/07/2029 ¹	140,774	0.07
USD100,000	Life Time 5.75% 15/01/2026 ¹	73,997	0.04
USD200,000	LSF9 Atlantis 7.75% 15/02/2026 ¹	150,693	0.08
USD33,000	Mariott Ownership Resorts 4.5% 15/06/2029 ¹	24,032	0.01
USD70,000	Men's Wearhouse 7% 01/07/2022 ³	—	—
USD70,000	Mercer International 5.125% 01/02/2029 ¹	50,787	0.03
USD140,000	Midcontinent Communications 5.375% 15/08/2027 ¹	105,111	0.05
USD100,000	Midwest Gaming Borrower 4.875% 01/05/2029 ¹	73,470	0.04
USD57,000	Millennium Escrow 6.625% 01/08/2026 ¹	42,178	0.02
USD290,000	Moss Creek Resources 7.5% 15/01/2026 ¹	188,944	0.10
USD440,000	Moss Creek Resources 10.5% 15/05/2027 ¹	305,732	0.16
USD168,000	MPT Operating Partnership 5% 15/10/2027 ¹	128,428	0.07
GBP1,051,000	MPT Operating Partnership 3.375% 24/04/2030 ¹	1,094,318	0.57
USD500,000	Murphy Oil 6.375% 15/07/2028 ¹	381,714	0.20
USD30,000	NCR 5.125% 15/04/2029 ¹	22,524	0.01
USD19,000	NCR 6.125% 01/09/2029 ¹	14,882	0.01
USD20,000	New Fortress Energy 6.75% 15/09/2025 ¹	14,691	0.01
USD50,000	New Fortress Energy 6.5% 30/09/2026 ¹	36,457	0.02
USD150,000	News 3.875% 15/05/2029 ¹	110,995	0.06

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	United States — (cont.)		
USD300,000	Nexstar Broadcasting 5.625% 15/07/2027 ¹	229,840	0.12
USD150,000	NGL Energy Finance 6.125% 01/03/2025 ¹	91,774	0.05
USD50,000	NGL Energy Finance 7.5% 01/02/2026 ¹	36,547	0.02
USD50,000	NGL Energy Finance 7.5% 15/04/2026 ¹	30,681	0.02
USD323,000	Nordstrom 2.3% 08/04/2024	233,466	0.12
USD400,000	Northern Oil and Gas 8.125% 01/03/2028 ¹	306,388	0.16
USD17,000	NRG Energy 3.875% 15/02/2032 ¹	12,455	0.01
EUR180,000	Organon Finance I 2.875% 30/04/2028 ¹	157,724	0.08
USD150,000	Pacific Gas and Electric 3.5% 15/06/2025	112,551	0.06
USD962,000	Pacific Gas and Electric 3.3% 01/08/2040	650,251	0.34
USD25,000	Park-Ohio Industries 6.625% 15/04/2027 ¹	18,272	0.01
USD43,530	Party City 0.01% 15/07/2025 ¹	29,382	0.02
USD310,000	Penn Virginia Escrow 9.25% 15/08/2026 ¹	220,406	0.11
USD250,000	Pitney Bowes 6.875% 15/03/2027 ¹	192,422	0.10
USD320,000	Pitney Bowes 7.25% 15/03/2029 ¹	246,607	0.13
USD33,000	Plantronics 4.75% 01/03/2029 ¹	23,036	0.01
USD25,000	Playtika 4.25% 15/03/2029 ¹	18,206	0.01
USD83,000	PM General Purchaser 9.5% 01/10/2028 ¹	64,426	0.03
USD42,000	Prestige Brands 3.75% 01/04/2031 ¹	29,942	0.02
EUR407,000	Primo Water 3.875% 31/10/2028 ¹	362,044	0.19
USD1,000,000	Resorts World Las Vegas 4.625% 16/04/2029	744,501	0.39
USD2,500,000	Sasol Financing USA 5.875% 27/03/2024 ¹	1,924,812	1.00
USD200,000	Scripps Escrow 5.875% 15/07/2027 ¹	148,461	0.08
USD70,000	Scripps Escrow II 3.875% 15/01/2029 ¹	50,976	0.03
USD100,000	Sinclair Television Group 5.5% 01/03/2030 ¹	70,206	0.04
USD50,000	Sinclair Television Group 4.125% 01/12/2030 ¹	35,013	0.02
USD150,000	SM Energy 6.625% 15/01/2027 ¹	109,312	0.06
USD50,000	SM Energy 6.5% 15/07/2028 ¹	36,818	0.02
USD170,000	Spanish Broadcasting System 9.75% 01/03/2026 ¹	125,794	0.07
USD12,000	Spectrum Brands 5% 01/10/2029 ¹	9,105	—
USD500,000	Speedway Motorsports 4.875% 01/11/2027 ¹	369,972	0.19
USD150,000	Standard Industries 4.375% 15/07/2030 ¹	111,807	0.06
USD400,000	Standard Industries 3.375% 15/01/2031 ¹	278,747	0.14
USD200,000	StoneMor 8.5% 15/05/2029 ¹	148,943	0.08
USD240,000	Summer BidCo 5.5% 31/10/2026 ¹	175,781	0.09
USD100,000	TEGNA 5% 15/09/2029 ¹	76,162	0.04

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
United States — (cont.)			
USD60,000	Tenet Healthcare 4.25% 01/06/2029 ¹	44,181	0.02
USD450,000	Tenneco 5.125% 15/04/2029 ¹	336,356	0.17
USD50,000	The Michaels Companies 5.25% 01/05/2028 ¹	37,179	0.02
USD260,000	The Michaels Companies 7.875% 01/05/2029 ¹	193,799	0.10
USD289,000	Titan International 7% 30/04/2028 ¹	218,680	0.11
USD2,000	TMS International 6.25% 15/04/2029 ¹	1,513	—
USD300,000	Townsquare Media 6.875% 01/02/2026 ¹	230,111	0.12
USD357,000	Trilogy International South Pacific 8.875% 15/05/2023 ¹	255,469	0.13
USD36,000	TTM Technologies 4% 01/03/2029 ¹	26,377	0.01
USD160,000	Twilio 3.625% 15/03/2029 ¹	119,571	0.06
USD80,000	Uber Technologies 4.5% 15/08/2029 ¹	56,959	0.03
USD420,000	United States Cellular 6.7% 15/12/2033 ¹	369,063	0.19
USD100,000	Univision Communications 4.5% 01/05/2029 ¹	73,184	0.04
USD440,000	Urban One 7.375% 01/02/2028 ¹	341,864	0.18
USD3,000	Victoria's Secret 4.625% 15/07/2029 ¹	2,187	—
USD150,000	Vista Outdoor 4.5% 15/03/2029 ¹	109,366	0.06
USD288,000	Western Global Airlines 10.375% 15/08/2025 ¹	233,043	0.12
USD30,000	WMG Acquisition 3% 15/02/2031 ¹	21,333	0.01
EUR100,000	WMG Acquisition 2.25% 15/08/2031 ¹	86,144	0.04
		30,102,158	15.61
SOUTH AMERICA — 1.54% (1.25%)			
Brazil — 0.85% (0.00%)			
USD1,000,000	Globo Comunicacao e Participacoes 4.843% 08/06/2025 ¹	757,652	0.39
USD1,198,000	Light Servicos de Eletricidade 4.375% 18/06/2026 ¹	887,387	0.46
		1,645,039	0.85
Chile — 0.00% (0.96%)			
Colombia — 0.69% (0.29%)			
USD1,700,000	Sura Asset Management 4.875% 17/04/2024	1,325,452	0.69
AFRICA — 1.86% (1.90%)			
Liberia — 0.01% (0.08%)			
USD12,000	Royal Caribbean Cruises 5.5% 31/08/2026 ¹	8,825	0.01
USD4,000	Royal Caribbean Cruises 5.5% 01/04/2028 ¹	2,924	—
		11,749	0.01
Mauritius — 1.66% (1.82%)			
USD614,000	Azure Power Energy 3.575% 19/08/2026 ¹	448,931	0.23
USD1,100,000	Azure Power Solar Energy 5.65% 24/12/2024 ¹	839,770	0.43

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Mauritius — (cont.)		
USD1,000,000	Greenko Investment 4.875% 16/08/2023 ¹	730,264	0.38
USD1,000,000	Greenko Mauritius 6.25% 21/02/2023 ¹	743,579	0.39
USD250,000	India Green Energy 5.375% 29/04/2024 ¹	188,827	0.10
USD340,000	India Green Power 4% 22/02/2027 ¹	245,943	0.13
		3,197,314	1.66
	Nigeria — 0.19% (0.00%)		
USD500,000	SEPLAT Energy 7.75% 01/04/2026 ¹	375,397	0.19
	ASIA — 4.74% (4.81%)		
	India — 3.20% (2.90%)		
USD1,700,000	Adani Electricity Mumbai 3.949% 12/02/2030	1,248,904	0.65
USD495,000	Adani Electricity Mumbai 3.867% 22/07/2031	359,580	0.19
USD1,000,000	Adani Green Energy 6.25% 10/12/2024 ¹	785,540	0.41
USD2,400,000	Adani International Container Terminal Private 3% 16/02/2031	1,700,314	0.88
USD750,000	Adani Transmission 4% 03/08/2026	579,084	0.30
USD380,000	Axis Bank 4.1% Open Maturity ¹	275,462	0.14
USD753,000	HDFC Bank 3.7% Open Maturity ¹	543,604	0.28
USD900,000	ReNew Power Synthetic 6.67% 12/03/2024 ¹	681,997	0.35
		6,174,485	3.20
	Indonesia — 0.41% (0.63%)		
USD1,000,000	Indonesia Asahan Aluminium 4.75% 15/05/2025	789,417	0.41
	Japan — 0.18% (1.21%)		
EUR200,000	SoftBank Group 5% 15/04/2028 ¹	184,170	0.09
EUR200,000	SoftBank Group 3.875% 06/07/2032 ¹	166,958	0.09
		351,128	0.18
	Singapore — 0.95% (0.07%)		
USD221,328	Continuum Energy Levanter 4.5% 09/02/2027 ¹	165,053	0.09
USD870,000	GLP 4.5% Open Maturity ¹	624,017	0.32
USD500,000	Medco Platinum Road 6.75% 30/01/2025 ¹	376,751	0.20
USD345,000	TML 4.35% 09/06/2026 ¹	250,208	0.13
USD551,000	Vena Energy Capital Pte 3.133% 26/02/2025	410,775	0.21
		1,826,804	0.95
	MIDDLE EAST — 1.90% (1.27%)		
	Bahrain — 0.83% (0.00%)		
USD2,000,000	The Oil and Gas Holding 7.625% 07/11/2024 ¹	1,597,300	0.83
	Israel — 0.00% (0.18%)		
	Turkey — 1.07% (1.09%)		
USD1,000,000	KOC 6.5% 11/03/2025 ¹	782,631	0.40

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Turkey — (cont.)		
USD1,000,000	Türkiye Petrol Rafinerileri 4.5% 18/10/2024 ¹	725,772	0.38
USD750,000	Yapi ve Kredi Bankasi 5.85% 21/06/2024 ¹	561,742	0.29
		2,070,145	1.07
	PACIFIC BASIN — 1.56% (0.13%)		
	Australia — 1.56% (0.13%)		
GBP1,077,000	QBE Insurance 2.5% 13/09/2038	1,077,000	0.56
USD1,100,000	Scentre Trust 2 4.75% 24/09/2080	846,520	0.44
USD1,400,000	Scentre Trust 2 5.125% 24/09/2080	1,089,619	0.56
		3,013,139	1.56
	GOVERNMENT BONDS — 13.56% (11.71%)		
	UNITED KINGDOM — 2.84% (4.62%)		
GBP4,000,000	United Kingdom Gilt 4.75% 07/12/2030	5,479,168	2.84
	CONTINENTAL EUROPE — 0.95% (1.16%)		
	Cyprus — 0.00% (0.35%)		
	Ukraine — 0.95% (0.81%)		
USD700,000	Ukraine Government International Bond 7.75% 01/09/2023 ¹	543,875	0.28
USD1,200,000	Ukraine Government International Bond 7.75% 01/09/2024 ¹	952,714	0.50
USD400,000	Ukraine Government International Bond 0.00% 31/05/2040 ¹	330,026	0.17
		1,826,615	0.95
	NORTH AMERICA — 1.77% (0.00%)		
	United States — 1.77% (0.00%)		
USD5,000,000	United States Treasury Bond 0.625% 15/08/2030	3,413,457	1.77
	SOUTH AMERICA — 0.62% (0.88%)		
	Argentina — 0.62% (0.88%)		
USD3,020,411	Argentine Republic Government International Bond 0.125% 09/07/2030 ¹	860,202	0.45
USD1,000,000	Argentine Republic Government International Bond 0.125% 09/07/2035 ¹	254,837	0.13
USD300,000	Argentine Republic Government International Bond 0.125% 09/07/2041 ¹	85,114	0.04
		1,200,153	0.62
	AFRICA — 2.04% (3.17%)		
	Egypt — 0.42% (0.95%)		
USD648,000	Egypt Government International Bond 5.75% 29/05/2024 ¹	497,929	0.26
USD400,000	Egypt Government International Bond 5.875% 11/06/2025 ¹	307,811	0.16
		805,740	0.42

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Gabon — 0.21% (0.00%)		
USD535,897	Gabon Government International Bond 6.375% 12/12/2024 ¹	416,372	0.21
	Ghana — 0.37% (0.60%)		
USD1,000,000	Ghana Government International Bond 6.375% 11/02/2027 ¹	708,418	0.37
	Kenya — 0.29% (0.97%)		
USD700,000	Kenya Government International Bond 6.875% 24/06/2024 ¹	556,498	0.29
	Nigeria — 0.75% (0.65%)		
USD1,800,000	Nigeria Government International Bond 7.625% 21/11/2025 ¹	1,455,757	0.75
	MIDDLE EAST — 0.79% (0.87%)		
	Bahrain — 0.00% (0.27%)		
	Jordan — 0.79% (0.60%)		
USD2,000,000	Jordan Government International Bond 4.95% 07/07/2025 ¹	1,514,308	0.79
	PACIFIC BASIN — 4.55% (1.01%)		
	Australia — 4.55% (1.01%)		
AUD17,680,000	Australia Government International Bond 1.75% 21/06/2051	8,772,412	4.55
	SUPRANATIONAL — 0.25% (0.96%)		
USD309,000	African Export-Import Bank 2.634% 17/05/2026	228,891	0.12
EUR100,000	Allied Universal 3.625% 01/06/2028 ¹	85,089	0.04
EUR201,000	Ardagh Packaging Finance 2.125% 15/08/2026 ¹	172,663	0.09
		486,643	0.25
	EQUITIES — 0.01% (0.00%)		
	NORTH AMERICA — 0.01% (0.00%)		
	United States — 0.01% (0.00%)		
4,429	Party City Holdco	21,870	0.01
	OPTIONS — 0.02% (-0.01%)		
(275)	1850 Put on Russell 2000 Index Expiry 30/09/2021	(49,135)	(0.02)
220	2000 Put on Russell 2000 Index Expiry 30/09/2021	83,381	0.04
		34,246	0.02
	FORWARD CURRENCY CONTRACTS — -0.07% (1.73%)		
USD(2,500,000)	Sold US Dollars		
BRL13,042,075	for Brazilian Real (Expires 28/10/2021) ⁴	(1,139)	—
USD(2,500,000)	Sold US Dollars		
BRL12,997,700	for Brazilian Real (Expires 28/10/2021) ⁴	(7,275)	—
USD(1,520,000)	Sold US Dollars		
BRL7,947,548	for Brazilian Real (Expires 03/11/2021) ⁴	849	—
USD(100,000)	Sold US Dollars		
BRL528,524	for Brazilian Real (Expires 03/11/2021) ⁴	838	—

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— (cont.)			
GBP(372,790)	Sold Sterling		
CAD650,000	for Canadian Dollar (Expires 20/10/2021) ⁴	1,602	—
USD(100,000)	Sold US Dollars		
CHF91,614	for Swiss Franc (Expires 03/11/2021) ⁴	310	—
USD(100,000)	Sold US Dollars		
DKK631,701	for Danish Krone (Expires 03/11/2021) ⁴	784	—
GBP(102,922)	Sold Sterling		
EUR120,000	for Euro (Expires 08/09/2021) ⁴	62	—
USD(100,000)	Sold US Dollars		
EUR84,934	for Euro (Expires 03/11/2021) ⁴	779	—
USD(11,196,220)	Sold US Dollars		
GBP8,062,474	for Sterling (Expires 08/09/2021) ⁴	(20,251)	(0.01)
USD(200,000)	Sold US Dollars		
GBP144,926	for Sterling (Expires 08/09/2021) ⁴	543	—
USD(50,000)	Sold US Dollars		
GBP36,556	for Sterling (Expires 08/09/2021) ⁴	460	—
USD(250,000)	Sold US Dollars		
GBP180,409	for Sterling (Expires 08/09/2021) ⁴	(70)	—
USD(150,000)	Sold US Dollars		
GBP108,259	for Sterling (Expires 08/09/2021) ⁴	(29)	—
USD(240,000)	Sold US Dollars		
GBP172,824	for Sterling (Expires 08/09/2021) ⁴	(435)	—
EUR(8,471,465)	Sold Euro		
GBP7,176,890	for Sterling (Expires 08/09/2021) ⁴	(93,270)	(0.05)
USD(155,000)	Sold US Dollars		
GBP112,986	for Sterling (Expires 08/09/2021) ⁴	1,089	—
USD(292,800)	Sold US Dollars		
GBP213,639	for Sterling (Expires 08/09/2021) ⁴	2,262	—
USD(80,000)	Sold US Dollars		
GBP58,371	for Sterling (Expires 08/09/2021) ⁴	618	—
USD(50,000)	Sold US Dollars		
GBP36,328	for Sterling (Expires 08/09/2021) ⁴	232	—
EUR(8,227,120)	Sold Euro		
GBP7,048,264	for Sterling (Expires 22/09/2021) ⁴	(13,878)	(0.01)
USD(15,809,896)	Sold US Dollars		
GBP11,544,902	for Sterling (Expires 22/09/2021) ⁴	131,917	0.07
JPY(24,948,800)	Sold Japanese Yen		
GBP163,692	for Sterling (Expires 20/10/2021) ⁴	(571)	—
AUD(6,629,000)	Sold Australian Dollar		
GBP3,567,195	for Sterling (Expires 20/10/2021) ⁴	4,310	—
EUR(13,589,353)	Sold Euro		
GBP11,638,833	for Sterling (Expires 20/10/2021) ⁴	(32,087)	(0.02)
AUD(1,650,000)	Sold Australian Dollar		
GBP878,224	for Sterling (Expires 20/10/2021) ⁴	(8,601)	—
USD(1,500,000)	Sold US Dollars		
GBP1,078,785	for Sterling (Expires 20/10/2021) ⁴	(3,988)	—
AUD(8,000,000)	Sold Australian Dollar		
GBP4,296,170	for Sterling (Expires 20/10/2021) ⁴	(3,585)	—
EUR(20,822,138)	Sold Euro		
GBP17,849,153	for Sterling (Expires 20/10/2021) ⁴	(33,486)	(0.02)
AUD(500,000)	Sold Australian Dollar		
GBP266,841	for Sterling (Expires 20/10/2021) ⁴	(1,894)	—
CAD(650,000)	Sold Canadian Dollar		
GBP375,234	for Sterling (Expires 20/10/2021) ⁴	842	—

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— (cont.)			
USD(136,994,738)	Sold US Dollars		
GBP98,851,573	for Sterling (Expires 20/10/2021) ⁴	(37,905)	(0.02)
AUD(200,000)	Sold Australian Dollar		
GBP104,730	for Sterling (Expires 20/10/2021) ⁴	(2,764)	—
USD(2,500,000)	Sold US Dollars		
INR187,385,000	for Indian Rupee (Expires 28/10/2021) ⁴	37,156	0.02
USD(2,500,000)	Sold US Dollars		
INR187,585,000	for Indian Rupee (Expires 28/10/2021) ⁴	39,122	0.02
USD(2,050,000)	Sold US Dollars		
INR154,967,700	for Indian Rupee (Expires 03/11/2021) ⁴	42,408	0.02
USD(550,000)	Sold US Dollars		
MXN11,129,810	for Mexican Peso (Expires 03/11/2021) ⁴	3,863	—
USD(1,550,000)	Sold US Dollars		
MXN31,207,100	for Mexican Peso (Expires 03/11/2021) ⁴	5,170	—
USD(2,750,000)	Sold US Dollars		
RUB203,277,971	for Russian Ruble (Expires 28/10/2021) ⁴	17,708	0.01
USD(2,250,000)	Sold US Dollars		
RUB166,306,950	for Russian Ruble (Expires 28/10/2021) ⁴	14,376	0.01
USD(2,500,000)	Sold US Dollars		
RUB185,174,250	for Russian Ruble (Expires 28/10/2021) ⁴	19,804	0.01
USD(2,500,000)	Sold US Dollars		
RUB185,701,250	for Russian Ruble (Expires 28/10/2021) ⁴	24,996	0.01
USD(3,080,000)	Sold US Dollars		
RUB232,498,020	for Russian Ruble (Expires 03/11/2021) ⁴	65,320	0.03
USD(100,000)	Sold US Dollars		
RUB7,471,568	for Russian Ruble (Expires 03/11/2021) ⁴	1,362	—
USD(3,000,000)	Sold US Dollars		
SGD4,062,804	for Singapore Dollar (Expires 28/10/2021) ⁴	21,421	0.01
USD(2,000,000)	Sold US Dollars		
SGD2,708,122	for Singapore Dollar (Expires 28/10/2021) ⁴	14,058	0.01
USD(2,500,000)	Sold US Dollars		
SGD3,377,142	for Singapore Dollar (Expires 28/10/2021) ⁴	13,261	0.01
USD(2,500,000)	Sold US Dollars		
SGD3,373,877	for Singapore Dollar (Expires 28/10/2021) ⁴	11,503	0.01
USD(5,000,000)	Sold US Dollars		
THB163,707,500	for Thai Baht (Expires 28/10/2021) ⁴	12,255	0.01
USD(700,000)	Sold US Dollars		
TRY6,337,440	for Turkish Lira (Expires 28/10/2021) ⁴	31,496	0.02
USD(1,250,000)	Sold US Dollars		
TRY10,934,838	for Turkish Lira (Expires 28/10/2021) ⁴	23,886	0.01
USD(1,250,000)	Sold US Dollars		
TRY10,918,215	for Turkish Lira (Expires 28/10/2021) ⁴	22,478	0.01

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— (cont.)			
USD(800,000)	Sold US Dollars		
TRY7,241,185	for Turkish Lira (Expires 28/10/2021) ⁴	35,860	0.02
USD(2,500,000)	Sold US Dollars		
TRY22,754,045	for Turkish Lira (Expires 28/10/2021) ⁴	122,678	0.06
USD(1,250,000)	Sold US Dollars		
TRY10,905,300	for Turkish Lira (Expires 28/10/2021) ⁴	21,384	0.01
USD(1,250,000)	Sold US Dollars		
TRY10,917,737	for Turkish Lira (Expires 28/10/2021) ⁴	22,437	0.01
USD(1,000,000)	Sold US Dollars		
TRY9,054,920	for Turkish Lira (Expires 28/10/2021) ⁴	45,116	0.02
USD(1,430,000)	Sold US Dollars		
TRY12,865,939	for Turkish Lira (Expires 03/11/2021) ⁴	54,064	0.03
USD(100,000)	Sold US Dollars		
TRY866,446	for Turkish Lira (Expires 03/11/2021) ⁴	972	—
USD(870,000)	Sold US Dollars		
TRY7,812,110	for Turkish Lira (Expires 03/11/2021) ⁴	31,590	0.02
USD(2,500,000)	Sold US Dollars		
TWD69,635,280	for Taiwan Dollar (Expires 28/10/2021) ⁴	19,004	0.01
USD(2,500,000)	Sold US Dollars		
TWD69,630,250	for Taiwan Dollar (Expires 28/10/2021) ⁴	18,873	0.01
USD(200,000)	Sold US Dollars		
TWD5,577,060	for Taiwan Dollar (Expires 03/11/2021) ⁴	1,731	—
USD(100,000)	Sold US Dollars		
TWD2,787,700	for Taiwan Dollar (Expires 03/11/2021) ⁴	844	—
GBP(138,156)	Sold Sterling		
USD190,000	for US Dollars (Expires 08/09/2021) ⁴	(992)	—
GBP(1,441,652)	Sold Sterling		
USD2,000,000	for US Dollars (Expires 20/10/2021) ⁴	2,046	—
GBP(4,366,106)	Sold Sterling		
USD6,000,000	for US Dollars (Expires 20/10/2021) ⁴	(35,013)	(0.02)
SGD(6,791,410)	Sold Singapore Dollar		
USD5,000,000	for US Dollars (Expires 28/10/2021) ⁴	(46,505)	(0.02)
RUB(187,898,000)	Sold Russian Ruble		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(46,639)	(0.02)
SGD(3,381,055)	Sold Singapore Dollar		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(15,367)	(0.01)
RUB(189,638,000)	Sold Russian Ruble		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(63,782)	(0.03)
TRY(13,511,827)	Sold Turkish Lira		
USD1,500,000	for US Dollars (Expires 28/10/2021) ⁴	(61,698)	(0.03)
TWD(69,650,000)	Sold Taiwan Dollar		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(19,390)	(0.01)
INR(188,909,000)	Sold Indian Rupee		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(52,136)	(0.03)
BRL(13,262,525)	Sold Brazilian Real		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(29,345)	(0.02)
RUB(187,964,698)	Sold Russian Ruble		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(47,296)	(0.02)
TRY(22,792,142)	Sold Turkish Lira		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(125,905)	(0.07)
THB(81,912,250)	Sold Thai Bhat		
USD2,500,000	for US Dollars (Expires 28/10/2021) ⁴	(7,422)	—

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FORWARD CURRENCY CONTRACTS			
— (cont.)			
TRY(15,756,727)	Sold Turkish Lira		
USD1,750,000	for US Dollars (Expires 28/10/2021) ⁴	(71,382)	(0.04)
TRY(15,756,046)	Sold Turkish Lira		
USD1,750,000	for US Dollars (Expires 28/10/2021) ⁴	(71,324)	(0.04)
ZAR(10,497,122)	Sold South African Rand		
USD700,000	for US Dollars (Expires 03/11/2021) ⁴	(19,433)	(0.01)
ILS(4,957,846)	Sold Israeli Shekel		
USD1,510,000	for US Dollars (Expires 03/11/2021) ⁴	(27,277)	(0.01)
INR(154,169,635)	Sold Indian Rupee		
USD2,050,000	for US Dollars (Expires 03/11/2021) ⁴	(34,569)	(0.02)
MXN(12,323,906)	Sold Mexican Peso		
USD600,000	for US Dollars (Expires 03/11/2021) ⁴	(10,780)	(0.01)
DKK(11,325,487)	Sold Danish Krone		
USD1,800,000	for US Dollars (Expires 03/11/2021) ⁴	(8,892)	—
EUR(1,680,000)	Sold Euro		
USD1,986,112	for US Dollars (Expires 03/11/2021) ⁴	(9,566)	(0.01)
CHF(2,100,670)	Sold Swiss Franc		
USD2,290,000	for US Dollars (Expires 03/11/2021) ⁴	(9,227)	—
TWD(70,943,550)	Sold Taiwan Dollar		
USD2,550,000	for US Dollars (Expires 03/11/2021) ⁴	(17,773)	(0.01)
EUR(84,534)	Sold Euro		
USD100,000	for US Dollars (Expires 03/11/2021) ⁴	(436)	—
ILS(326,020)	Sold Israeli Shekel		
USD100,000	for US Dollars (Expires 03/11/2021) ⁴	(1,285)	—
DKK(314,415)	Sold Danish Krone		
USD50,000	for US Dollars (Expires 03/11/2021) ⁴	(226)	—
RUB(14,984,100)	Sold Russian Ruble		
USD200,000	for US Dollars (Expires 03/11/2021) ⁴	(3,128)	—
CHF(301,132)	Sold Swiss Franc		
USD330,000	for US Dollars (Expires 03/11/2021) ⁴	(76)	—
USD(2,080,000)	Sold US Dollars		
ZAR30,343,063	for South African Rand (Expires 03/11/2021) ⁴	15,334	0.01
		(137,019)	(0.07)
FUTURES CONTRACTS			
— -0.05% (0.01%)			
1	Canada 10 Year Government Bond Future Expiry December 2021	(17)	—
(466)	Euro-Bobl Future Expiry December 2021	41,245	0.02
(105)	Euro-Btp Future Expiry December 2021	18,745	0.01
(31)	Euro-Bund Future Expiry December 2021	(2,128)	—
1	Euro-Buxl Future Expiry December 2021	(772)	—
(1)	Euro-Oat Future Expiry December 2021	193	—
(9)	Euro-Schatz Future Expiry December 2021	116	—
248	Long Gilt Future Expiry Dember 2021	(25,230)	(0.01)
(262)	SFE 10 Year Treasury Bond Future Expiry December 2021	24,614	0.01
(817)	Ultra US 10 Year Treasury Notes Future Expiry December 2021	(226,161)	(0.12)

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
FUTURES CONTRACTS — (cont.)			
99	Ultra US Treasury Notes Future Expiry December 2021	29,927	0.01
205	US 10 Year Treasury Notes Future Expiry December 2021	52,076	0.03
(25)	US 10 Year Treasury Notes Future Expiry September 2021	(31,246)	(0.02)
5	US 2 Year Treasury Notes Future Expiry December 2021	620	—
65	US 5 Year Treasury Notes Future Expiry December 2021	13,999	0.01
1	US Long Bond Future Expiry December 2021	378	—
(17)	US Ultra Bond CBT Future Expiry September 2021	11,404	0.01
		(92,237)	(0.05)
CREDIT DEFAULT SWAPS			
— -1.24% (-2.43%)			
EUR(4,000,000)	CDS iTraxx Europe Crossover 5% 20/12/2025 ⁵	431,274	0.22
EUR(8,000,000)	CDS iTraxx Europe Crossover 5% 20/12/2025 ⁵	862,548	0.45
EUR16,000,000	CDS iTraxx Europe Crossover 5% 20/12/2025 ⁵	(1,725,096)	(0.90)
EUR(1,400,000)	CDS iTraxx Europe Crossover 5% 20/06/2026 ⁵	147,617	0.08
EUR1,700,000	CDS iTraxx Europe Crossover 5% 20/06/2026 ⁵	(179,250)	(0.09)
EUR(4,000,000)	CDS iTraxx Europe Crossover 5% 20/06/2026 ⁵	421,764	0.22
EUR80,000,000	CDS iTraxx Europe Series 1% 20/06/2026 ⁵	(1,836,483)	(0.95)
EUR(4,000,000)	CDS iTraxx Europe Series 1% 20/06/2026 ⁵	91,824	0.05
EUR(10,500,000)	CDS iTraxx Europe Series 1% 20/06/2026 ⁵	241,038	0.12
EUR1,600,000	CDS iTraxx Europe Series 1% 20/06/2026 ⁵	(36,730)	(0.02)
EUR2,500,000	CDS iTraxx Europe Series 1% 20/06/2026 ⁵	(57,390)	(0.03)
USD(2,800,000)	CDS North America High Yield 5% 20/06/2026 ⁵	198,993	0.10
USD(1,700,000)	CDS North America High Yield 5% 20/06/2026 ⁵	120,817	0.06
USD50,000,000	CDS North America Investment Grade 1% 20/12/2025 ⁵	(894,629)	(0.46)
USD25,000,000	CDS North America Investment Grade 1% 20/12/2025 ⁵	(447,314)	(0.23)
USD(6,000,000)	CDS North America Investment Grade 1% 20/06/2026 ⁵	108,806	0.06
USD(8,950,000)	CDS North America Investment Grade 1% 20/06/2026 ⁵	162,302	0.08
		(2,389,909)	(1.24)

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
INTEREST RATE SWAPS			
— -0.09% (0.00%)			
USD2,262,500	IFS CPI1D 2.56% Expiry 05/05/2031 ⁶	(30,430)	(0.02)
USD2,262,500	IFS CPI1D 2.56% Expiry 05/05/2031 ⁶	(29,260)	(0.01)
USD2,262,500	IFS CPI1D 2.58% Expiry 05/05/2031 ⁶	(28,023)	(0.01)
USD2,262,500	IFS CPI1D 2.58% Expiry 05/05/2031 ⁶	(28,301)	(0.01)
EUR720,000	IFS CPTFE1D 1.82% Expiry 15/07/2051 ⁶	(20,804)	(0.01)
EUR480,000	IFS CPTFE1D 1.83% Expiry 15/07/2051 ⁶	(11,306)	(0.01)
EUR480,000	IFS CPTFE1D 1.84% Expiry 15/07/2051 ⁶	(10,812)	—
EUR720,000	IFS CPTFE1D 1.84% Expiry 15/07/2051 ⁶	(15,476)	(0.01)
EUR1,620,000	IFS CPTFE1D 1.84% Expiry 15/08/2051 ⁶	(32,839)	(0.02)
GBP(450,000)	IFS RPI1D 3.45% Expiry 15/07/2051 ⁶	11,138	0.01
GBP(300,000)	IFS RPI1D 3.45% Expiry 15/07/2051 ⁶	5,644	—
GBP(450,000)	IFS RPI1D 3.46% Expiry 15/07/2051 ⁶	8,168	—
GBP(300,000)	IFS RPI1D 3.46% Expiry 15/07/2051 ⁶	5,346	—
		(176,955)	(0.09)
Portfolio of investments^{7,8}		177,454,604	92.00
Net other assets		15,422,540	8.00
Total net assets		£192,877,144	100.00%

¹ These are sub-investment grade fixed interest securities and represent 57.51% of the net assets of the Fund.

² These are unrated fixed interest securities and represent 1.31% of the net assets of the Fund.

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

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

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

⁶ 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.

⁷ Including investment liabilities.

⁸ All investments are admitted to an official stock exchange unless otherwise stated.

Total purchases for the year: £433,194,936.

Total sales for the year: £426,660,503.

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 2021 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 35 to 36.

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 2021 and of the net revenue and the net capital gains 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 6, 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.

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
23 December 2021

Financial Statements

Statement of Total Return For the year ended 5 September 2021

	Notes	05/09/21		05/09/20	
		£	£	£	£
Income					
Net capital gains	3		10,920,420		5,108,213
Revenue	4	8,605,740		9,968,259	
Expenses	5	(666,914)		(754,004)	
Interest payable and similar charges	7	(570,888)		(86,868)	
Net revenue before taxation		7,367,938		9,127,387	
Taxation	6	—		—	
Net revenue after taxation for the year			7,367,938		9,127,387
Total return before distributions			18,288,358		14,235,600
Distributions	7		(7,701,410)		(9,504,437)
Change in net assets attributable to Unitholders from investment activities			£10,586,948		£4,731,163

Statement of Change in Net Assets attributable to Unitholders for the year ended 5 September 2021

	05/09/21		05/09/20	
	£	£	£	£
Opening net assets attributable to Unitholders		196,132,560		216,982,056
Amounts received on issue of units	2,608,517		2,645,396	
Amounts paid on cancellation of units	(18,737,280)		(31,216,077)	
Change in net assets attributable to Unitholders from investment activities		(16,128,763)		(28,570,681)
Retained distributions on accumulation units		10,586,948		4,731,163
Unclaimed distributions		2,286,195		2,989,926
Unclaimed distributions		204		96
Closing net assets attributable to Unitholders		£192,877,144		£196,132,560

Financial Statements continued

Balance Sheet as at 5 September 2021

	Notes	05/09/21 £	05/09/20 £
ASSETS			
Fixed assets:			
Investments		184,271,528	183,849,628
Current assets:			
Debtors	8	4,153,303	5,595,256
Cash and bank balances	9	<u>53,408,558</u>	<u>53,021,154</u>
Total assets		<u>241,833,389</u>	<u>242,466,038</u>
LIABILITIES			
Investment liabilities		(6,816,924)	(8,561,894)
Creditors:			
Bank overdrafts	9	(35,736,467)	(30,635,745)
Distributions payable		(1,433,503)	(1,804,780)
Other creditors	10	<u>(4,969,351)</u>	<u>(5,331,059)</u>
Total liabilities		<u>(48,956,245)</u>	<u>(46,333,478)</u>
Net assets attributable to Unitholders		<u>£192,877,144</u>	<u>£196,132,560</u>

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. 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.

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 3 September 2021, being the last working 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 working 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 3 September 2021, being the last working 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 gains

	05/09/21	05/09/20
	£	£
The net capital gains during the year comprise:		
Non-derivative securities	129,371	(5,180,988)
Derivative securities	1,737,594	2,442,684
Forward currency contracts	12,970,275	10,324,836
Currency losses	<u>(3,916,820)</u>	<u>(2,478,319)</u>
Net capital gains	<u>10,920,420</u>	<u>5,108,213</u>

4. Revenue

	05/09/21	05/09/20
	£	£
Bond interest	7,844,392	9,139,028
Credit default swap revenue	757,693	566,279
Futures revenue	—	164,496
Bank interest	<u>3,655</u>	<u>98,456</u>
	<u>8,605,740</u>	<u>9,968,259</u>

5. Expenses

	05/09/21	05/09/20
	£	£
Payable to the Manager, associates of the Manager and agents of either of them:		
Fund management fees	<u>666,914</u>	<u>754,004</u>
Total expenses	<u>666,914</u>	<u>754,004</u>

Audit fees of £16,882 plus VAT of £3,376 have been borne by the Manager out of its fund management fee. In the prior year, the total audit fee was £15,898 plus VAT of £3,180.

Notes to the Financial Statements continued

6. Taxation

(a) Analysis of taxation charge in year

	05/09/21	05/09/20
	£	£
Corporation tax	—	—
Current tax [note 6(b)]	—	—
Deferred tax [note 6(c)]	—	—
Total taxation	—	—

(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	7,367,938	9,127,387
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2020: 20%)	1,473,588	1,825,477
Effects of:		
Interest distributions deductible for tax purposes	(1,473,588)	(1,825,477)
Current tax	—	—

(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:

	05/09/21	05/09/20
	£	£
First interim distribution	1,691,114	1,928,796
Second interim distribution	2,041,066	2,827,563
Third interim distribution	1,852,922	1,915,056
Final distribution	<u>2,037,773</u>	<u>2,626,074</u>
	7,622,875	9,297,489
Add: Revenue deducted on cancellation of units	93,520	220,513
Less: Revenue received on creation of units	<u>(14,985)</u>	<u>(13,565)</u>
Distributions for the year	7,701,410	9,504,437
Interest payable and similar charges		
Bank overdraft interest	63,764	86,829
Futures expense	507,124	—
Interest rate swap expense	<u>—</u>	<u>39</u>
	<u>8,272,298</u>	<u>9,591,305</u>

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

	05/09/21	05/09/20
	£	£
Net revenue after taxation for the year	7,367,938	9,127,387
Add: Expenses charged to capital	333,457	377,002
Equalisation effect of conversions	<u>15</u>	<u>48</u>
Distributions for the year	7,701,410	9,504,437

Notes to the Financial Statements continued

8. Debtors

	05/09/21	05/09/20
	£	£
Accrued revenue	2,362,124	2,068,118
Amounts receivable for creation of units	38,000	—
Receivable for foreign exchange contracts	561	565
Sales awaiting settlement	<u>1,752,618</u>	<u>3,526,573</u>
	<u>4,153,303</u>	<u>5,595,256</u>

9. Net uninvested cash

	05/09/21	05/09/20
	£	£
Amounts held at futures clearing houses and brokers	3,692,993	2,932,560
Cash and bank balances	49,715,565	50,088,594
Bank overdrafts	<u>(35,736,467)</u>	<u>(30,635,745)</u>
Net uninvested cash	<u>17,672,091</u>	<u>22,385,409</u>

10. Other creditors

	05/09/21	05/09/20
	£	£
Accrued expenses	62,571	67,967
Amounts payable for cancellation of units	162,000	315,714
Purchases awaiting settlement	4,556,291	4,422,104
Swaps revenue payable	<u>188,489</u>	<u>525,274</u>
	<u>4,969,351</u>	<u>5,331,059</u>

11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (5 September 2020: 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.

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(a) Market Risk continued

Over the review year, the Fund's VaR on a 1 month 99% confidence interval, calculated using historical VaR model, ranged from its lowest 2.9% to its highest 17.1%, and an average of 12.13% of the Net Asset Value (Source: Legal & General Investment Management Internal Risk System) (As at 5 September 2020: 8.08%). This represents the maximum potential loss in the value of the Fund, with 99% confidence, over a one month period.

(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 9 to 28.

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 44.

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:

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

05/09/20	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	9,759,860	(691,279)
Level 2 - Observable Market Data	174,089,768	(7,870,615)
Level 3 - Unobservable Data	—	—
Total	183,849,628	(8,561,894)

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	Gain/(Loss) Position	Collateral Held/ (Delivered)	Type
Barclays	3,653,118	—	(29,345)	—	—
BNP Paribas	7,344,907	—	(193,330)	(180,219)	Cash
Citigroup	9,394,885	9,709,790	526,902	547,867	Cash
Deutsche Goldman	8,000,795	—	(81,652)	—	—
Sachs	18,951,549	4,331,504	110,870	86,505	Cash
HSBC	10,383,148	3,266,676	(20,061)	—	—
JPMorgan	123,106,554	—	(1,451)	149,942	Cash
Lloyds Bank	1,227,956	—	(3,209)	—	—
Merrill Lynch	19,825,176	18,047,935	(406,832)	418,109	Cash
Morgan Stanley	11,008,680	156,050,965	(2,572,657)	(945,705)	Bonds
NatWest Markets	34,429,566	—	(99,003)	—	—
SG Securities	3,625,164	—	(15,367)	—	—
Standard Bank	6,076,899	—	39,561	—	—
UBS	8,373,413	—	41,691	—	—
Total	265,401,810	191,406,870	(2,703,883)	76,499	

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 2020: same).

Total purchases for the year: £433,194,936
(5 September 2020: £517,475,006)

Total sales for the year: £426,660,503
(5 September 2020: £539,549,968)

The average portfolio dealing spread, including the effect of foreign exchange, as at the balance sheet date was 0.51% (5 September 2020: 0.69%).

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 52 to 62. The distributions per unit class are given in the distribution tables on pages 47 to 50. All classes have the same rights on winding up.

R-Class	Distribution	Accumulation
Opening Units	3,202,730	11,517,008
Units issued	226,035	376,585
Units cancelled	(804,827)	(2,099,485)
Units converted	(4,618)	(36,069)
Closing Units	2,619,320	9,758,039

F-Class	Distribution	Accumulation
Opening Units	9,315	36,166
Units issued	—	—
Units cancelled	—	(11,847)
Units converted	—	—
Closing Units	9,315	24,319

I-Class	Distribution	Accumulation
Opening Units	49,848,610	43,551,355
Units issued	1,362,943	729,447
Units cancelled	(10,584,680)	(7,643,561)
Units converted	(19,350)	45,388
Closing Units	40,607,523	36,682,629

C-Class	Accumulation
Opening Units	13,529,519
Units issued	313,924
Units cancelled	(209,307)
Units converted	—
Closing Units	13,634,136

L-Class	Distribution	Accumulation
Opening Units	177,535,136	2,000
Units issued	486,789	—
Units cancelled	(2,394,558)	—
Units converted	—	—
Closing Units	175,627,367	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.

At the year end, the Manager and its associates held 4.23% (55.56% as at 5 September 2020) 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 103.96p. The Net Asset Value per R-Class accumulation unit for the Fund as at 3pm on 20 December 2021 was 103.20p. This represents a decrease of 0.73% from the year end value.

Distribution Tables

Distribution Tables for the year ended 5 September 2021

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	
			06/09/20	to 05/12/20
R-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.4003	—	0.4003	0.4130
Group 2	0.0289	0.3714	0.4003	0.4130
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.7236	—	0.7236	0.7188
Group 2	0.2404	0.4832	0.7236	0.7188
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.4234	—	0.4234	0.4556
Group 2	—	0.4234	0.4234	0.4556
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.7976	—	0.7976	0.8002
Group 2	—	0.7976	0.7976	0.8002
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.4633	—	0.4633	0.4847
Group 2	0.0992	0.3641	0.4633	0.4847
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.8759	—	0.8759	0.8783
Group 2	0.2528	0.6231	0.8759	0.8783
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.4643	—	0.4643	0.4600
Group 2	0.1839	0.2804	0.4643	0.4600
L-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.5384	—	0.5384	0.5454
Group 2	—	0.5384	0.5384	0.5454
L-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/02/21	05/02/20
Group 1	0.5210	—	0.5210	0.5050
Group 2	—	0.5210	0.5210	0.5050

Distribution Tables continued

2nd Interim Interest distribution in pence per unit			Period	
			06/12/20	to 05/03/21
R-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.5131	—	0.5131	0.6530
Group 2	0.2391	0.2740	0.5131	0.6530
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.9328	—	0.9328	1.1406
Group 2	0.4969	0.4359	0.9328	1.1406
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.5483	—	0.5483	0.7061
Group 2	—	0.5483	0.5483	0.7061
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	1.0171	—	1.0171	1.2503
Group 2	—	1.0171	1.0171	1.2503
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.5808	—	0.5808	0.7372
Group 2	0.2823	0.2985	0.5808	0.7372
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	1.1078	—	1.1078	1.3445
Group 2	0.4817	0.6261	1.1078	1.3445
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.5851	—	0.5851	0.7067
Group 2	0.3602	0.2249	0.5851	0.7067
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.6509	—	0.6509	0.8088
Group 2	0.3559	0.2950	0.6509	0.8088
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/05/21	05/05/20
Group 1	0.6350	—	0.6350	0.7565
Group 2	—	0.6350	0.6350	0.7565

Distribution Tables continued

3rd Interim Interest distribution in pence per unit			Period	
			06/03/21	to 05/06/21
R-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.4629	—	0.4629	0.4476
Group 2	0.1541	0.3088	0.4629	0.4476
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.8499	—	0.8499	0.7914
Group 2	0.5360	0.3139	0.8499	0.7914
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.4972	—	0.4972	0.4784
Group 2	—	0.4972	0.4972	0.4784
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.9227	—	0.9227	0.8752
Group 2	—	0.9227	0.9227	0.8752
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.5297	—	0.5297	0.5176
Group 2	0.2020	0.3277	0.5297	0.5176
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	1.0196	—	1.0196	0.9563
Group 2	0.6349	0.3847	1.0196	0.9563
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.5348	—	0.5348	0.5061
Group 2	0.3710	0.1638	0.5348	0.5061
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.6072	—	0.6072	0.5782
Group 2	0.1863	0.4209	0.6072	0.5782
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/08/21	05/08/20
Group 1	0.6005	—	0.6005	0.5470
Group 2	—	0.6005	0.6005	0.5470

Distribution Tables continued

Final Interest distribution in pence per unit			Period	
			06/06/21	to 05/09/21
R-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.5265	—	0.5265	0.6462
Group 2	0.2322	0.2943	0.5265	0.6462
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.9742	—	0.9742	1.1526
Group 2	0.3812	0.5930	0.9742	1.1526
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.5738	—	0.5738	0.6940
Group 2	—	0.5738	0.5738	0.6940
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	1.0633	—	1.0633	1.2576
Group 2	—	1.0633	1.0633	1.2576
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.5972	—	0.5972	0.7289
Group 2	0.2732	0.3240	0.5972	0.7289
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	1.1594	—	1.1594	1.3583
Group 2	0.4992	0.6602	1.1594	1.3583
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.6131	—	0.6131	0.7132
Group 2	0.1037	0.5094	0.6131	0.7132
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.6702	—	0.6702	0.8002
Group 2	0.1488	0.5214	0.6702	0.8002
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	05/11/21	05/11/20
Group 1	0.6745	—	0.6745	0.7655
Group 2	—	0.6745	0.6745	0.7655

Fund Information

The Comparative Tables on pages 52 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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	52.99	51.75	52.70
Return before operating charges*	5.25	4.09	2.49
Operating charges (calculated on average price)	(0.68)	(0.69)	(0.73)
Return after operating charges*	4.57	3.40	1.76
Distributions on income units	(1.90)	(2.16)	2.71
Closing net asset value per unit	55.66	52.99	51.75
* after direct transaction costs of:	—	—	—

Performance

Return after charges	8.62%	6.57%	3.34%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	1,457,931	1,697,200	1,889,103
Closing number of units	2,619,320	3,202,730	3,650,593
Operating charges [†]	1.22%	1.35%	1.42%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	56.63p	53.97p	52.93p
Lowest unit price	52.44p	46.16p	49.60p

[†] 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	95.67	89.68	86.58
Return before operating charges*	9.52	7.21	4.33
Operating charges (calculated on average price)	(1.23)	(1.22)	(1.23)
Return after operating charges*	8.29	5.99	3.10
Distributions	(3.48)	(3.80)	(4.54)
Retained distributions on accumulation units	3.48	3.80	4.54
Closing net asset value per unit	103.96	95.67	89.68
* after direct transaction costs of:	—	—	—

Performance

Return after charges	8.67%	6.68%	3.58%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	10,143,982	11,018,409	12,289,403
Closing number of units	9,758,039	11,517,008	13,703,166
Operating charges†	1.22%	1.35%	1.42%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	104.30p	96.26p	90.94p
Lowest unit price	94.68p	81.62p	83.16p

† 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	54.51	53.15	53.99
Return before operating charges*	5.30	4.18	2.56
Operating charges (calculated on average price)	(0.53)	(0.49)	(0.49)
Return after operating charges*	4.77	3.69	2.07
Distributions on income units	(2.04)	(2.33)	(2.91)
Closing net asset value per unit	57.24	54.51	53.15
* after direct transaction costs of:	—	—	—

Performance

Return after charges	8.75%	6.94%	3.83%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	5,332	5,078	18,973
Closing number of units	9,315	9,315	35,695
Operating charges†	0.92%	0.92%	0.92%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	58.39p	55.55p	54.37p
Lowest unit price	54.01p	47.46p	50.83p

† 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	100.10	93.43	89.75
Return before operating charges*	9.99	7.54	4.51
Operating charges (calculated on average price)	(0.97)	(0.87)	(0.83)
Return after operating charges*	9.02	6.67	3.68
Distributions	(3.80)	(4.18)	(4.94)
Retained distributions on accumulation units	3.80	4.18	4.94
Closing net asset value per unit	109.12	100.10	93.43
* after direct transaction costs of:	—	—	—

Performance

Return after charges	9.01%	7.14%	4.10%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	26,538	36,203	51,712
Closing number of units	24,319	36,166	55,346
Operating charges†	0.92%	0.92%	0.92%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	109.40p	100.70p	94.74p
Lowest unit price	99.09p	85.27p	86.31p

† 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	55.52	54.03	54.81
Return before operating charges*	5.51	4.30	2.60
Operating charges (calculated on average price)	(0.37)	(0.34)	(0.34)
Return after operating charges*	5.14	3.96	2.26
Distributions on income units	(2.17)	(2.47)	(3.04)
Closing net asset value per unit	58.49	55.52	54.03
* after direct transaction costs of:	—	—	—

Performance

Return after charges	9.26%	7.33%	4.12%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	23,750,696	27,676,206	38,624,289
Closing number of units	40,607,523	49,848,610	71,484,936
Operating charges [†]	0.63%	0.63%	0.63%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	59.51p	56.59p	55.22p
Lowest unit price	54.97p	48.31p	51.63p

[†] 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	104.95	97.68	93.55
Return before operating charges*	10.47	7.89	4.72
Operating charges (calculated on average price)	(0.70)	(0.62)	(0.59)
Return after operating charges*	9.77	7.27	4.13
Distributions	(4.16)	(4.54)	(5.29)
Retained distributions on accumulation units	4.16	4.54	5.29
Closing net asset value per unit	114.72	104.95	97.68
* after direct transaction costs of:	—	—	—

Performance

Return after charges	9.31%	7.44%	4.41%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	42,080,759	45,708,139	52,458,571
Closing number of units	36,682,629	43,551,355	53,705,966
Operating charges†	0.63%	0.63%	0.63%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	115.00p	105.60p	99.03p
Lowest unit price	103.90p	89.29p	90.04p

† 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	54.55	50.71	48.50
Return before operating charges*	5.45	4.10	2.45
Operating charges (calculated on average price)	(0.29)	(0.26)	(0.24)
Return after operating charges*	5.16	3.84	2.21
Distributions	(2.20)	(2.39)	(2.78)
Retained distributions on accumulation units	2.20	2.39	2.78
Closing net asset value per unit	59.71	54.55	50.71
* after direct transaction costs of:	—	—	—

Performance

Return after charges	9.46%	7.57%	4.56%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	8,140,428	7,380,826	10,781,594
Closing number of units	13,634,136	13,529,519	21,262,579
Operating charges†	0.50%	0.50%	0.50%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	59.85p	54.89p	51.41p
Lowest unit price	54.01p	46.39p	46.69p

† 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.

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

X-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Year ending	06/09/20 to 05/09/21 (pence per unit)	24/11/18 to 05/09/20 (pence per unit)	06/09/18 to 23/11/18 ¹ (pence per unit)
Opening net asset value per unit	—	—	55.13
Return before operating charges*	—	—	(1.76)
Operating charges (calculated on average price)	—	—	(0.07)
Return after operating charges*	—	—	(1.83)
Distributions on income units	—	—	—
Closing net asset value per unit	—	—	53.30
* after direct transaction costs of:	—	—	—

Performance

Return after charges	—	—	3.32%
----------------------	---	---	-------

Other Information

Closing net asset value (£)	—	—	—
Closing number of units	—	—	—
Operating charges [†]	—	—	0.14%
Direct transaction costs	—	—	0.00%

Prices

Highest unit price	—	—	55.37p
Lowest unit price	—	—	53.28p

¹ X-Class units were moved into I-Class units on 23 November 2018. Value shown is the closing net asset value at this date.

[†] 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.

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

X-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	06/09/20 to 05/09/21 (pence per unit)	24/11/18 to 05/09/20 (pence per unit)	06/09/18 to 23/11/18 ¹ (pence per unit)
Opening net asset value per unit	—	—	104.78
Return before operating charges*	—	—	(3.33)
Operating charges (calculated on average price)	—	—	(0.14)
Return after operating charges*	—	—	(3.47)
Distributions	—	—	—
Retained distributions on accumulation units	—	—	—
Closing net asset value per unit	—	—	101.31
* after direct transaction costs of:	—	—	—

Performance

Return after charges	—	—	(3.31)%
----------------------	---	---	---------

Other Information

Closing net asset value (£)	—	—	—
Closing number of units	—	—	—
Operating charges [†]	—	—	0.14%
Direct transaction costs	—	—	0.00%

Prices

Highest unit price	—	—	105.20p
Lowest unit price	—	—	101.30p

¹ X-Class units were moved into I-Class units on 23 November 2018. Value shown is the closing net asset value at this date.

[†] 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.

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	05/09/21 (pence per unit)	05/09/20 (pence per unit)	05/09/19 (pence per unit)
Opening net asset value per unit	57.80	56.08	56.71
Return before operating charges*	5.77	4.47	2.70
Operating charges (calculated on average price)	(0.02)	(0.02)	(0.02)
Return after operating charges*	5.75	4.45	2.68
Distributions on income units	(2.47)	(2.73)	(3.31)
Closing net asset value per unit	61.08	57.80	56.08
* after direct transaction costs of:	—	—	—

Performance

Return after charges	9.95%	7.94%	4.73%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	107,270,245	102,609,378	100,867,374
Closing number of units	175,627,367	177,535,136	179,861,580
Operating charges†	0.03%	0.03%	0.03%
Direct transaction costs	0.00%	0.00%	0.00%

Prices

Highest unit price	62.15p	58.96p	57.35p
Lowest unit price	57.24p	50.23p	53.47p

† 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.

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	06/09/20 to 05/09/21 (pence per unit)	06/09/19 to 05/09/20 (pence per unit)	25/04/19 to 05/09/19 ¹ (pence per unit)
Opening net asset value per unit	56.05	51.85	50.00
Return before operating charges*	5.62	4.22	1.86
Operating charges (calculated on average price)	(0.02)	(0.02)	(0.01)
Return after operating charges*	5.60	4.20	1.85
Distributions	(2.43)	(2.57)	(0.77)
Retained distributions on accumulation units	2.43	2.57	0.77
Closing net asset value per unit	61.65	56.05	51.85
* after direct transaction costs of:	—	—	—

Performance

Return after charges	9.99%	8.10%	3.70%
----------------------	-------	-------	-------

Other Information

Closing net asset value (£)	1,233	1,121	1,037
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

Highest unit price	61.80p	56.41p	52.57p
Lowest unit price	55.53p	47.57p	50.00p

¹ L-Class Accumulation units launched on 25 April 2019.

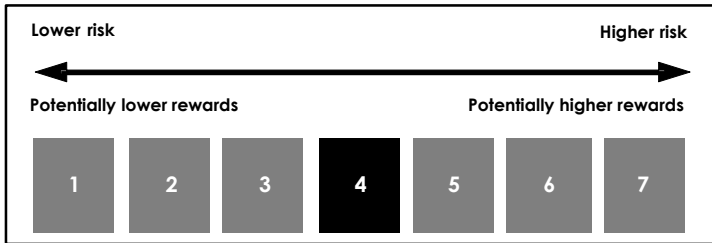
[†] Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a fund and is calculated based on the last period's figures.

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.

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 8:30am to 6:00pm, Monday to Friday.

Buying and Selling Units

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

ISA Status

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

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

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 2020:

Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
89	17,974	26,604	137

Material Risk Takers

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
46	7,946	9,694	577

Controlled Functions

During 2020, 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 three non-executive Directors. UTM also engaged the services of a further 74 LGIMH employees and a further 10 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 2020, UTM engaged the services of Legal & General Investment Management's Fixed Income Fund Management team, which consists of 46 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 and lgim.com.

Significant Changes

Changes to Pricing Methodology

We have recently reviewed the way we calculate prices for your funds. Following the review, we have decided to adopt a standardised way of pricing funds across most of our Unit Trust fund range.

Previously we used four different methods for calculating fund prices. With effect from 1 December 2020, we have adopted a 'single swing pricing' method.

The move to a standardised pricing method will:

1. Make our pricing simpler;
2. Make it easier for you to compare prices across our funds; and
3. Make it easier for you to compare our funds to funds offered by our competitors.

This new pricing method means that on each day all our customers receive the same price regardless of whether they are buying or selling their investments.

If you'd like to know more about this change and what it means for you, then you can visit our website at legalandgeneral.com/swing-pricing. If you have any questions about the change or require further information, please contact us Monday to Friday between 9.00am and 5:00pm on 0370 050 0955 or email us at investments@landg.com.

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

General Information (unaudited) continued

Significant Changes continued

Change of Depositary

The depositary 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 of NTISL as from that date.

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. Ammon (appointed 6 October 2021)
A. Clare*
E. Cowhey*
A. J. C. Craven
S. Hynes
M. Jordy* (appointed 24 March 2021)
H. Solomon (resigned 11 October 2021)
L. W. Toms
A. R. Toutouchi

*Non-executive Director

Secretary

J. McCarthy

Registrar

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

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

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

Trustee

Northern Trust Investor Services Limited
Trustee and Depository Services
50 Bank Street,
Canary Wharf,
London E14 5NT

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

Independent Auditor

KPMG LLP
15 Canada Square,
London E14 5GL

Investment Adviser

Legal & General Investment Management Limited
One Coleman Street,
London EC2R 5AA
Authorised and regulated by the Financial Conduct Authority

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

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

