

Legal & General Emerging Markets Government
Bond (US\$) Index Fund

**Interim Manager's Report
for the period ended
10 May 2019
(Unaudited)**



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Manager's Investment Report

Investment Objective and Policy

The objective of the Fund is to provide income. The Fund will achieve this objective by investing primarily in emerging market government bonds which are included in the JPMorgan Emerging Markets Bond Index Plus.

Securities will be held with weightings generally proportionate to the weightings in the JPMorgan Emerging Markets Bond Index Plus. The bonds the Fund invests in will be composed primarily of securities issued by sovereign entities and which are denominated in US Dollar. Sub-investment grade bonds may be used.

The Fund may also invest in other transferable securities, fixed interest securities, permitted deposits, money market instruments, cash, near cash and units in collective investment schemes.

The Fund may hold derivatives for Efficient Portfolio Management purposes.

Manager's Investment Report

During the period under review, the bid price of the Fund's I-Class accumulation units rose by 6.40%. JPMorgan Chase, the Index compiler, calculates the benchmark Index at the end of the business day using closing prices, whereas the Fund is valued using prevailing prices at 12 noon. Therefore, for tracking purposes the Fund has been revalued using closing prices. On this basis over the review period, the Fund rose by 6.52%, compared with an increase in the Index of 6.58% (Source: JPMorgan Chase), producing a tracking difference of -0.06%.

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

During the review period, bond issuance levels in emerging markets were high as both sovereign and corporate borrowers looked to attract international investors. However, several emerging economies with relatively high debt levels and current-account deficits came under increased scrutiny, notably Turkey and Argentina. Although market volatility rose in the fourth quarter of 2018 on concerns that the Federal Reserve may be tightening monetary policy too aggressively, emerging bond markets rallied following the turn of the calendar year as the Federal Reserve sounded a much more cautious tone on the need for further US interest-rate hikes.

Fund Review

All investment activity was prompted either by unitholder investment or redemption, or by changes in the profile of the benchmark. The Fund experienced net positive cash flow during the review period.

The Fund's bond holdings underperformed US treasuries over the review period, the Index yield spread over US treasuries widening by 16 basis points to 417 basis points. Compared to some other emerging market (EM) debt indices, the EMBI+ Index is relatively stable, having 165 constituents at the beginning and end of the review period. There was no change to the country composition of the Index, with 16 countries represented.

Manager's Investment Report continued

The regional breakdown of the Index at the end of the review period was EMEA (Europe, Middle East and Africa) 35.24%, Asia 17.99% and Latin America 46.77%. The most significant changes were reductions in the Index weights of Argentina (-1.60%) and Russia (-0.85%), with increases in the weights of Mexico (+0.54%) and Indonesia (+0.52%).

At the end of the period the Fund held 178 bonds issued by 16 countries. The Index consisted of 165 bonds issued by 16 countries.

Outlook

With the Federal Reserve loosening its monetary stance once again, we think that the economic cycle is likely to grow longer yet. This is bullish, in our view, as it gives space for markets to go back to more mid-cycle dynamics – where investors tend to buy on the dip, instead of selling the rallies.

We believe credit risks over the coming year are less imminent. There are still severe warning signs over credit creation in China. But we struggle to identify a disaster catalyst, given the economy's fiscal space, the decent loan-to-deposit ratios within its banking sector, and its limited dependence on foreign investors. We believe the country has managed to stabilise its deleveraging process for now and expect capital flight to subside or even reverse. A rebound in Chinese economic activity is likely, pepping up the outlook for global growth over 2019.

Political risk remains a worry, given rising populism, income inequality, and tensions between US and China – with no sign of fundamental improvement – as well as fractures in Europe.

Legal & General Investment Management Limited
(Investment Adviser)
11 June 2019

Authorised Status

Authorised Status

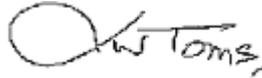
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

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
28 June 2019

Portfolio Statement

Portfolio Statement as at 10 May 2019

All investments are in investment grade securities unless otherwise stated. The percentages in brackets show the equivalent holdings at 10 November 2018.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	NORTH AMERICA		
	— 15.47% (14.52%)		
	Mexico — 12.19% (11.57%)		
USD3,002,000	Mexico Government International Bond 3.5% 21/01/2021	2,327,253	0.24
USD9,222,000	Mexico Government International Bond 3.625% 15/03/2022	7,195,241	0.73
USD13,176,000	Mexico Government International Bond 4% 02/10/2023	10,391,453	1.06
USD9,275,000	Mexico Government International Bond 3.6% 30/01/2025	7,100,992	0.72
USD10,803,000	Mexico Government International Bond 4.125% 21/01/2026	8,422,888	0.86
USD11,948,000	Mexico Government International Bond 4.15% 28/03/2027	9,279,747	0.95
USD9,186,000	Mexico Government International Bond 3.75% 11/01/2028	6,906,147	0.70
USD6,681,000	Mexico Government International Bond 6.75% 27/09/2034	6,254,696	0.64
USD12,366,000	Mexico Government International Bond 6.05% 11/01/2040	10,825,713	1.10
USD17,140,000	Mexico Government International Bond 4.75% 08/03/2044	12,803,457	1.30
USD11,204,000	Mexico Government International Bond 5.55% 21/01/2045	9,344,354	0.95
USD11,506,000	Mexico Government International Bond 4.6% 23/01/2046	8,427,202	0.86
USD7,645,000	Mexico Government International Bond 4.35% 15/01/2047	5,415,893	0.55
USD9,660,000	Mexico Government International Bond 4.6% 10/02/2048	7,102,940	0.72
USD10,262,000	Mexico Government International Bond 5.75% 12/10/2110	7,996,006	0.81
		119,793,982	12.19
	Panama — 3.28% (2.95%)		
USD5,042,000	Panama Government International Bond 3.75% 16/03/2025	3,988,066	0.40
USD4,175,000	Panama Government International Bond 7.125% 29/01/2026	3,891,579	0.40
USD4,485,000	Panama Government International Bond 3.875% 17/03/2028	3,556,133	0.36
USD3,709,000	Panama Government International Bond 9.375% 01/04/2029	4,144,213	0.42
USD7,711,000	Panama Government International Bond 6.7% 26/01/2036	7,683,168	0.78
USD4,100,000	Panama Government International Bond 4.5% 15/05/2047	3,309,123	0.34

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Panama — (cont.)		
USD7,079,000	Panama Government International Bond 4.5% 16/04/2050	5,660,427	0.58
		<hr/>	<hr/>
		32,232,709	3.28
	CONTINENTAL EUROPE		
	— 19.70% (20.66%)		
	Croatia — 1.91% (1.95%)		
USD4,288,000	Croatia Government International Bond 6.625% 14/07/2020	3,426,250	0.35
USD6,086,000	Croatia Government International Bond 6.375% 24/03/2021	4,947,036	0.50
USD5,913,000	Croatia Government International Bond 5.5% 04/04/2023	4,917,207	0.50
USD6,368,000	Croatia Government International Bond 6% 26/01/2024	5,478,768	0.56
		<hr/>	<hr/>
		18,769,261	1.91
	Hungary — 3.40% (3.90%)		
USD9,996,000	Hungary Government International Bond 6.375% 29/03/2021	8,166,582	0.83
USD6,834,000	Hungary Government International Bond 5.375% 21/02/2023	5,672,890	0.58
USD7,806,000	Hungary Government International Bond 5.75% 22/11/2023	6,654,465	0.68
USD9,100,000	Hungary Government International Bond 5.375% 25/03/2024	7,690,289	0.78
USD4,492,000	Hungary Government International Bond 7.625% 29/03/2041	5,226,063	0.53
		<hr/>	<hr/>
		33,410,289	3.40
	Romania — 2.16% (1.69%)		
USD7,812,000	Romanian Government International Bond 6.75% 07/02/2022	6,549,879	0.67
USD5,998,000	Romanian Government International Bond 4.375% 22/08/2023	4,787,474	0.49
USD3,146,000	Romanian Government International Bond 4.875% 22/01/2024	2,568,114	0.26
USD4,084,000	Romanian Government International Bond 6.125% 22/01/2044	3,676,913	0.37
USD4,594,000	Romanian Government International Bond 5.125% 15/06/2048	3,607,253	0.37
		<hr/>	<hr/>
		21,189,633	2.16
	Russian Federation — 8.38% (9.21%)		
USD8,600,000	Russian Federation 4.5% 04/04/2022	6,818,778	0.69
USD11,000,000	Russian Federation 4.875% 16/09/2023	8,891,297	0.91
USD11,000,000	Russian Federation 4.75% 27/05/2026	8,711,218	0.89
USD8,200,000	Russian Federation 4.25% 23/06/2027	6,290,184	0.64

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Russian Federation — (cont.)		
USD6,200,000	Russian Federation 4.375% 21/03/2029	4,761,173	0.48
USD12,936,000	Russian Federation 7.5% 31/03/2030	11,044,772	1.12
USD11,200,000	Russian Federation 5.625% 04/04/2042	9,480,693	0.96
USD7,200,000	Russian Federation 5.875% 16/09/2043	6,275,533	0.64
USD25,600,000	Russian Federation 5.25% 23/06/2047	20,150,512	2.05
		82,424,160	8.38
	Ukraine — 3.85% (3.91%)		
USD4,219,000	Ukraine Government International Bond 7.75% 01/09/2020 ¹	3,246,154	0.33
USD6,595,000	Ukraine Government International Bond 7.75% 01/09/2021 ¹	5,030,685	0.51
USD4,423,000	Ukraine Government International Bond 7.75% 01/09/2022 ¹	3,334,382	0.34
USD5,228,000	Ukraine Government International Bond 7.75% 01/09/2023 ¹	3,875,954	0.39
USD5,182,000	Ukraine Government International Bond 7.75% 01/09/2024 ¹	3,789,274	0.39
USD4,649,000	Ukraine Government International Bond 7.75% 01/09/2025 ¹	3,359,875	0.34
USD5,150,000	Ukraine Government International Bond 7.75% 01/09/2026 ¹	3,683,306	0.38
USD4,093,000	Ukraine Government International Bond 7.75% 01/09/2027 ¹	2,891,628	0.29
USD2,264,000	Ukraine Government International Bond 9.75% 01/11/2028 ¹	1,769,856	0.18
USD10,148,000	Ukraine Government International Bond 7.375% 25/09/2032 ¹	6,839,106	0.70
		37,820,220	3.85
	SOUTH AMERICA — 30.42% (31.13%)		
	Argentina — 10.04% (11.74%)		
USD16,357,000	Argentina Government International Bond 6.875% 22/04/2021 ¹	10,739,697	1.09
USD11,218,000	Argentina Government International Bond 5.625% 26/01/2022 ¹	6,870,184	0.70
USD10,825,000	Argentina Government International Bond 4.625% 11/01/2023 ¹	6,267,975	0.64
USD24,044,000	Argentina Government International Bond 7.5% 22/04/2026 ¹	14,217,384	1.45
USD13,147,000	Argentina Government International Bond 6.875% 26/01/2027 ¹	7,521,513	0.76
USD15,567,000	Argentina Government International Bond 5.875% 11/01/2028 ¹	8,577,270	0.87
USD2,200,000	Argentina Government International Bond 6.625% 06/07/2028 ¹	1,216,403	0.12

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Argentina — (cont.)		
USD21,200,214	Argentina Government International Bond 8.28% 31/12/2033 ¹	12,530,591	1.27
USD6,904,000	Argentina Government International Bond 7.125% 06/07/2036 ¹	3,789,194	0.39
USD20,854,000	Argentina Government International Bond 3.75% 31/12/2038 ¹	8,752,049	0.89
USD10,438,000	Argentina Government International Bond 7.625% 22/04/2046 ¹	5,771,279	0.59
USD11,638,000	Argentina Government International Bond 6.875% 11/01/2048 ¹	6,159,804	0.63
USD11,864,000	Argentina Government International Bond 7.125% 28/06/2117 ¹	6,309,184	0.64
		98,722,527	10.04
	Brazil — 8.56% (8.31%)		
USD9,615,000	Brazilian Government International Bond 4.875% 22/01/2021 ¹	7,608,933	0.77
USD7,736,000	Brazilian Government International Bond 2.625% 05/01/2023 ¹	5,755,387	0.59
USD15,880,000	Brazilian Government International Bond 4.25% 07/01/2025 ¹	12,381,226	1.26
USD2,212,000	Brazilian Government International Bond 8.75% 04/02/2025 ¹	2,116,960	0.22
USD7,207,000	Brazilian Government International Bond 6% 07/04/2026 ¹	6,108,938	0.62
USD12,729,000	Brazilian Government International Bond 4.625% 13/01/2028 ¹	9,833,743	1.00
USD3,950,000	Brazilian Government International Bond 4.5% 30/05/2029 ¹	2,966,625	0.30
USD5,782,000	Brazilian Government International Bond 8.25% 20/01/2034 ¹	5,650,126	0.58
USD7,188,000	Brazilian Government International Bond 7.125% 20/01/2037 ¹	6,494,204	0.66
USD9,217,000	Brazilian Government International Bond 5.625% 07/01/2041 ¹	7,086,868	0.72
USD13,878,000	Brazilian Government International Bond 5% 27/01/2045 ¹	9,728,552	0.99
USD11,050,000	Brazilian Government International Bond 5.625% 21/02/2047 ¹	8,359,660	0.85
		84,091,222	8.56
	Colombia — 6.82% (6.49%)		
USD3,745,000	Colombia Government International Bond 2.625% 15/03/2023	2,807,628	0.29
USD7,159,000	Colombia Government International Bond 4% 26/02/2024	5,626,870	0.57
USD3,997,000	Colombia Government International Bond 8.125% 21/05/2024	3,703,256	0.38

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Colombia — (cont.)		
USD8,245,000	Colombia Government International Bond 3.875% 25/04/2027	6,374,578	0.65
USD1,314,000	Colombia Government International Bond 4.5% 15/03/2029	1,054,984	0.11
USD6,923,000	Colombia Government International Bond 7.375% 18/09/2037	6,882,063	0.70
USD10,375,000	Colombia Government International Bond 6.125% 18/01/2041	9,281,887	0.94
USD9,178,000	Colombia Government International Bond 5.625% 26/02/2044	7,814,902	0.79
USD16,933,000	Colombia Government International Bond 5% 15/06/2045	13,407,025	1.36
USD7,361,000	Columbia Government International Bond 4.375% 12/07/2021	5,801,170	0.59
USD5,322,000	Columbia Government International Bond 4.5% 28/01/2026	4,281,059	0.44
		67,035,422	6.82
	Peru — 2.49% (2.36%)		
USD6,874,000	Peruvian Government International Bond 7.35% 21/07/2025	6,577,386	0.67
USD4,478,000	Peruvian Government International Bond 4.125% 25/08/2027	3,707,022	0.38
USD477,000	Peruvian Government International Bond 8.75% 21/11/2033	567,770	0.06
USD3,505,000	Peruvian Government International Bond 6.55% 14/03/2037	3,596,648	0.36
USD10,228,000	Peruvian Government International Bond 5.625% 18/11/2050	10,024,177	1.02
		24,473,003	2.49
	Venezuela — 2.51% (2.23%)		
USD2,850,000	Venezuela Government International Bond 7% 01/12/2018 ²	593,571	0.06
USD10,575,000	Venezuela Government International Bond 7.75% 13/10/2019 ²	2,334,751	0.24
USD3,430,000	Venezuela Government International Bond 6% 09/12/2020 ²	750,691	0.08
USD12,479,000	Venezuela Government International Bond 12.75% 23/08/2022 ²	2,826,989	0.29
USD10,850,400	Venezuela Government International Bond 9% 07/05/2023 ²	2,437,215	0.25
USD8,274,000	Venezuela Government International Bond 8.25% 13/10/2024 ²	1,842,620	0.19
USD8,506,000	Venezuela Government International Bond 7.65% 21/04/2025 ²	1,861,626	0.19

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Venezuela — (cont.)		
USD8,289,000	Venezuela Government International Bond 11.75% 21/10/2026 ²	1,941,441	0.20
USD10,727,000	Venezuela Government International Bond 9.25% 15/09/2027 ²	2,553,655	0.26
USD6,461,000	Venezuela Government International Bond 9.25% 07/05/2028 ²	1,426,461	0.14
USD16,721,500	Venezuela Government International Bond 11.95% 05/08/2031 ²	3,852,288	0.39
USD5,387,000	Venezuela Government International Bond 9.375% 13/01/2034 ²	1,323,790	0.13
USD4,210,000	Venezuela Government International Bond 7% 31/03/2038 ²	889,072	0.09
		24,634,170	2.51
	AFRICA — 3.86% (3.65%)		
	South Africa — 3.86% (3.65%)		
USD3,786,000	South Africa Government International Bond 5.875% 30/05/2022	3,065,831	0.31
USD6,838,000	South Africa Government International Bond 4.665% 17/01/2024	5,307,272	0.54
USD6,052,000	South Africa Government International Bond 5.875% 16/09/2025	4,908,159	0.50
USD5,091,000	South Africa Government International Bond 4.875% 14/04/2026	3,879,326	0.39
USD7,630,000	South Africa Government International Bond 4.3% 12/10/2028	5,472,071	0.56
USD5,700,000	South Africa Government International Bond 5.875% 22/06/2030	4,467,447	0.45
USD3,500,000	South Africa Government International Bond 5.375% 24/07/2044	2,483,220	0.25
USD3,850,000	South Africa Government International Bond 5% 12/10/2046	2,616,921	0.27
USD5,800,000	South Africa Government International Bond 5.65% 27/09/2047	4,184,854	0.43
USD2,000,000	South Africa Government International Bond 6.3% 22/06/2048	1,546,665	0.16
		37,931,766	3.86
	ASIA — 17.62% (16.85%)		
	Indonesia — 10.67% (10.12%)		
USD9,082,000	Indonesia Government International Bond 4.875% 05/05/2021	7,208,385	0.73
USD6,966,000	Indonesia Government International Bond 3.75% 25/04/2022	5,424,750	0.55

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Indonesia — (cont.)		
USD2,500,000	Indonesia Government International Bond 2.95% 11/01/2023	1,900,927	0.19
USD5,067,000	Indonesia Government International Bond 3.375% 15/04/2023	3,895,278	0.40
USD7,744,000	Indonesia Government International Bond 5.875% 15/01/2024	6,573,788	0.67
USD1,190,000	Indonesia Government International Bond 4.45% 11/02/2024	957,018	0.10
USD1,300,000	Indonesia Government International Bond 3.9% 20/08/2024	1,011,788	0.10
USD5,091,000	Indonesia Government International Bond 4.35% 10/09/2024	4,038,340	0.41
USD5,908,000	Indonesia Government International Bond 4.125% 15/01/2025	4,661,689	0.47
USD9,033,000	Indonesia Government International Bond 4.75% 08/01/2026	7,356,116	0.75
USD3,275,000	Indonesia Government International Bond 4.35% 08/01/2027	2,605,081	0.27
USD3,600,000	Indonesia Government International Bond 3.85% 18/07/2027	2,775,350	0.28
USD4,975,000	Indonesia Government International Bond 3.5% 11/01/2028	3,735,120	0.38
USD2,900,000	Indonesia Government International Bond 4.1% 24/04/2028	2,267,234	0.23
USD1,875,000	Indonesia Government International Bond 4.75% 11/02/2029	1,539,301	0.16
USD1,800,000	Indonesia Government International Bond 4.45% 20/02/2029	1,427,200	0.15
USD7,646,000	Indonesia Government International Bond 7.75% 17/01/2038	8,091,707	0.82
USD8,454,000	Indonesia Government International Bond 5.25% 17/01/2042	7,000,115	0.71
USD5,600,000	Indonesia Government International Bond 4.625% 15/04/2043	4,329,337	0.44
USD7,500,000	Indonesia Government International Bond 6.75% 15/01/2044	7,417,045	0.75
USD7,360,000	Indonesia Government International Bond 5.125% 15/01/2045	6,023,846	0.61
USD5,150,000	Indonesia Government International Bond 5.95% 08/01/2046	4,678,056	0.48

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Indonesia — (cont.)		
USD5,450,000	Indonesia Government International Bond 5.25% 08/01/2047	4,536,867	0.46
USD5,575,000	Indonesia Government International Bond 4.35% 11/01/2048	4,191,850	0.43
USD1,500,000	Indonesia Government International Bond 5.35% 11/02/2049	1,282,524	0.13
		104,928,712	10.67
	Philippines — 6.95% (6.73%)		
USD6,056,000	Philippine Government International Bond 4% 15/01/2021	4,739,293	0.48
USD5,494,000	Philippine Government International Bond 4.2% 21/01/2024	4,466,403	0.45
USD3,390,000	Philippine Government International Bond 5.5% 30/03/2026	2,990,185	0.30
USD6,862,000	Philippine Government International Bond 3% 01/02/2028	5,215,180	0.53
USD2,950,000	Philippine Government International Bond 3.75% 14/01/2029	2,373,651	0.24
USD6,778,000	Philippine Government International Bond 9.5% 02/02/2030	8,025,855	0.82
USD5,647,000	Philippine Government International Bond 7.75% 14/01/2031	6,091,809	0.62
USD3,993,000	Philippine Government International Bond 6.375% 15/01/2032	3,939,786	0.40
USD7,577,000	Philippine Government International Bond 6.375% 23/10/2034	7,718,515	0.79
USD4,475,000	Philippine Government International Bond 5% 13/01/2037	4,048,214	0.41
USD8,528,000	Philippine Government International Bond 3.95% 20/01/2040	6,875,684	0.70
USD7,870,000	Philippine Government International Bond 3.7% 01/03/2041	6,149,415	0.63
USD7,255,000	Philippine Government International Bond 3.7% 02/02/2042	5,673,842	0.58
		68,307,832	6.95
	MIDDLE EAST — 11.11% (11.09%)		
	Turkey — 11.11% (11.09%)		
USD4,018,000	Turkey Government International Bond 7% 05/06/2020 ¹	3,093,878	0.32
USD9,346,000	Turkey Government International Bond 5.625% 30/03/2021 ¹	6,972,114	0.71
USD4,000,000	Turkey Government International Bond 5.8% 21/02/2022 ¹	2,984,100	0.30
USD4,000,000	Turkey Government International Bond 5.125% 25/03/2022 ¹	2,879,532	0.29
USD8,351,000	Turkey Government International Bond 6.25% 26/09/2022 ¹	6,142,363	0.63

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Turkey — (cont.)		
USD5,091,000	Turkey Government International Bond 3.25% 23/03/2023 ¹	3,369,088	0.34
USD1,387,000	Turkey Government International Bond 7.25% 23/12/2023 ¹	1,038,490	0.11
USD8,983,000	Turkey Government International Bond 5.75% 22/03/2024 ¹	6,333,683	0.64
USD12,229,000	Turkey Government International Bond 7.375% 05/02/2025 ¹	9,109,299	0.93
USD5,946,000	Turkey Government International Bond 4.25% 14/04/2026 ¹	3,727,422	0.38
USD11,832,000	Turkey Government International Bond 4.875% 09/10/2026 ¹	7,603,158	0.77
USD11,896,000	Turkey Government International Bond 6% 25/03/2027 ¹	8,085,798	0.82
USD6,572,000	Turkey Government International Bond 5.125% 17/02/2028 ¹	4,163,646	0.42
USD8,300,000	Turkey Government International Bond 6.125% 24/10/2028 ¹	5,577,100	0.57
USD2,000,000	Turkey Government International Bond 7.625% 26/04/2029 ¹	1,464,829	0.15
USD4,709,000	Turkey Government International Bond 11.875% 15/01/2030 ¹	4,504,466	0.46
USD6,923,000	Turkey Government International Bond 6.75% 30/05/2040 ¹	4,560,968	0.46
USD9,977,000	Turkey Government International Bond 6% 14/01/2041 ¹	6,097,336	0.62
USD10,798,000	Turkey Government International Bond 4.875% 16/04/2043 ¹	5,925,475	0.60
USD13,336,000	Turkey Government International Bond 6.625% 17/02/2045 ¹	8,545,050	0.87
USD12,061,000	Turkey Government International Bond 5.75% 11/05/2047 ¹	7,067,194	0.72
		109,244,989	11.11
Portfolio of investments		965,009,897	98.18
Net other assets		17,926,467	1.82
Total net assets		£982,936,364	100.00%

¹ These are sub-investment grade fixed interest securities and represent 33.56% of the net assets of the Fund.

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

Total purchases for the period: £148,122,900.

Total sales for the period: £91,920,640.

Financial Statements

Statement of Total Return for the period ended 10 May 2019

	10/05/19		10/05/18	
	£	£	£	£
Income				
Net capital gains/ (losses)		34,792,212		(71,712,598)
Revenue	23,331,539		14,605,159	
Expenses	(724,687)		(566,894)	
Interest payable and similar charges	(88)		(5,702)	
Net revenue before taxation	<u>22,606,764</u>		<u>14,032,563</u>	
Taxation	—		—	
Net revenue after taxation for the period		<u>22,606,764</u>		<u>14,032,563</u>
Total return before distributions		57,398,976		(57,680,035)
Distributions		<u>(23,331,451)</u>		<u>(14,599,457)</u>
Change in net assets attributable to Unitholders from investment activities		<u>£34,067,525</u>		<u>£(72,279,492)</u>

Statement of Change in Net Assets attributable to Unitholders for the period ended 10 May 2019

	10/05/19		10/05/18	
	£	£	£	£
Opening net assets attributable to Unitholders		895,278,511		792,728,267
Amounts received on issue of units	112,198,763		108,636,777	
Amounts paid on cancellation of units	(42,947,864)		(13,246,885)	
Amounts paid on in-specie transactions	<u>(25,598,247)</u>		<u>—</u>	
		43,652,652		95,389,892
Change in net assets attributable to Unitholders from investment activities		34,067,525		(72,279,492)
Retained distributions on accumulation units		<u>9,937,676</u>		<u>5,926,697</u>
Closing net assets attributable to Unitholders		<u>£982,936,364</u>		<u>£821,765,364</u>

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

Financial Statements continued

Balance Sheet as at 10 May 2019

	10/05/19 £	10/11/18 £
ASSETS		
Fixed assets:		
Investments	965,009,897	876,520,374
Current assets:		
Debtors	16,977,772	12,366,731
Cash and bank balances	19,679,005	19,785,974
Total assets	<u>1,001,666,674</u>	<u>908,673,079</u>
LIABILITIES		
Creditors:		
Bank overdrafts	–	(147,878)
Distributions payable	(13,681,591)	(13,015,815)
Other creditors	(5,048,719)	(230,875)
Total liabilities	<u>(18,730,310)</u>	<u>(13,394,568)</u>
Net assets attributable to Unitholders	<u>£982,936,364</u>	<u>£895,278,511</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 Management Association in May 2014 (2014 SORP).

2. Accounting Policies

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

(a) Basis of Preparation

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

Fund Information

Net Asset Values and Units in Issue

Class	Net Asset Value (£)	Units in Issue	Net Asset Value per Unit (p)
F-Class			
Distribution Units	1,375	2,634	52.20
Accumulation Units	129,574	189,463	68.39
I-Class			
Distribution Units	11,932,286	22,795,043	52.35
Accumulation Units	415,407,181	605,396,669	68.62
C-Class			
Distribution Units	1,079,745	2,050,271	52.66
Accumulation Units	3,665,815	5,313,280	68.99
L-Class			
Distribution Units	550,720,388	1,034,553,946	53.23

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.

Ongoing Charges Figures

	10 May 19	10 Nov 18
F-Class	0.48%	0.48%
I-Class	0.29%	0.29%
C-Class	0.19%	0.19%
L-Class	0.04%	0.04%

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

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

Fund Information continued

Distribution Information

F-Class

The distribution payable on 10 July 2019 is 1.2668p per unit for distribution units and 1.6222p per unit for accumulation units.

I-Class

The distribution payable on 10 July 2019 is 1.2712p per unit for distribution units and 1.6266p per unit for accumulation units.

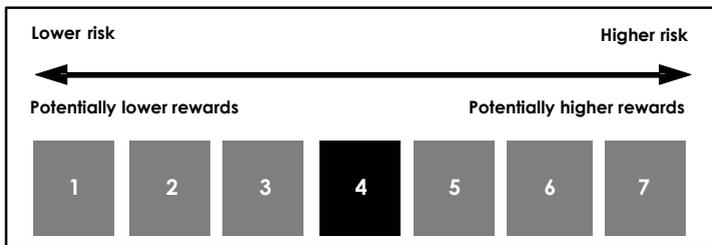
C-Class

The distribution payable on 10 July 2019 is 1.2785p per unit for distribution units and 1.6351p per unit for accumulation units.

L-Class

The distribution payable on 10 July 2019 is 1.2919p per unit for distribution units.

Risk and Reward Profile



- The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is not guaranteed to remain the same and may change over time. It is based on historical data and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table above shows the Fund's ranking on the Risk and Reward Indicator.
- The Fund is in category 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

Constitution

Launch date:	11 December 2012
Period end dates for distributions:	10 May, 10 November
Distribution dates:	10 January, 10 July
Minimum initial lump sum investment:	F-Class* £500 I-Class £1,000,000 C-Class** £100,000,000 L-Class*** £500,000
Valuation point:	12 noon
Fund Management fees:	F-Class* Annual 0.48% I-Class Annual 0.29% C-Class** Annual 0.19% L-Class*** Annual 0.04%
Initial charges:	Nil for all existing unit classes

* Class F units are available to:

- (i) investors who have received advice from authorised intermediaries, platforms or other distributors in relation to their investment in units in the Fund; and
- (ii) distributors who the Manager reasonably considers will adequately bear the costs of marketing to and acquiring investors at no or limited cost to the Manager, and to whom the Manager has confirmed that such distributor or investor meets the criteria for investment in such units.

** 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/fund-information/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.

General Information continued

ISA Status

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

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

Prospectus and Manager's Reports

The Manager will send to all persons on the Unitholder Register annual and interim short form 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.

Information on Tracking Error

The 'Tracking Error' of a Fund is the measure of the volatility of the differences between the return of the Fund and the return of the benchmark Index. It provides an indication of how closely the Fund is tracking the performance of the benchmark Index after considering things such as Fund charges and taxation.

Using monthly returns, over the review period, the annualised Tracking Error of the Fund is 0.22%, whilst over the last three years to the end of April 2019, the annualised Tracking Error of the Fund is 0.25%. These Tracking Errors are within the anticipated Tracking Error levels set out in the Fund's Prospectus of +/-0.50% per annum.

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.

Dual Pricing Arrangement

The Manager's fixed dual pricing arrangement has a set spread to account for the costs of transacting in a particular Fund. Where the Manager operates a box through which unit subscriptions and unit redemptions are netted into a single trade instruction to the Trustee, the netting reduces the actual transaction costs and this generates a revenue to the Manager. The revenue generated from this activity is calculated on a monthly basis and returned to the Fund in the form of a payment from the Manager. This provides an enhanced return to the Fund, though the size of any return will be dependent on the size of subscriptions and redemptions.

General Information continued

Authorised Fund Manager

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

Directors of the Manager

R. M. Bartley (resigned 31 December 2018)
A. J. C. Craven
S. Hynes
H. Morrissey
H. Solomon
L. W. Toms
A. R. Toutouchi*
M. J. Zinkula

*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 Global Services SE UK Branch
Trustee and Depositary 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 Auditors

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**

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(Unit Trust Managers) Limited
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