

Legal & General European Index Trust  
**Annual Manager's Report**  
**for the year ended**  
**31 July 2023**





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

# Manager's Investment Report

## Investment Objective and Policy

The Investment Objective and Policy of the Trust as disclosed within the Scheme Prospectus was updated with effect from 20 December 2022. The prior and updated versions of the Trust's Investment Objective and Policy are set out below.

### Prior to 20 December 2022

The objective of the Trust is to provide growth by tracking the capital performance of the FTSE World Europe ex UK Index, the "Benchmark Index". This objective is after the deduction of charges and taxation.

The Benchmark Index is comprised of shares in middle and large capitalisation companies that are in the developed and advanced emerging markets in Europe excluding the UK, in accordance with the index provider's methodology.

The Trust is a Replicating Trust as it seeks to replicate as closely as possible the constituents of the Benchmark Index by holding all, or substantially all, of the assets comprising the Benchmark Index in similar proportions to their weightings in the Benchmark Index. The Trust will have at least 90% exposure to assets that are included in the Benchmark Index.

The Trust may also invest in shares in companies which are reasonably expected to become part of the Benchmark Index in the near future or are an alternative to a constituent of the Benchmark Index and collective investment schemes, including those managed or operated by the Manager or an Associate as well as money market instruments (such as Treasury bills), cash and permitted deposits.

The Trust may only hold derivatives for Efficient Portfolio Management purposes.

### From 20 December 2022

The objective of the Trust is to track the performance of the FTSE World Europe ex UK Index (the "Benchmark Index") on a net total return basis before fees and expenses are applied. Therefore, the Trust's performance may differ from the Benchmark Index due to the deduction of fees and expenses and the impact of any tracking error factors.

The Benchmark Index is comprised of shares in middle and large capitalisation companies that are in the developed and advanced emerging markets in Europe excluding the UK, in accordance with the Index provider's methodology.

The Trust is a Replicating Trust as it seeks to replicate as closely as possible the constituents of the Benchmark Index by holding all, or substantially all, of the assets comprising the Benchmark Index in similar proportions to their weightings in the Benchmark Index. The Trust will have at least 90% exposure (directly or through depositary receipts) to assets that are included in the Benchmark Index. The Trust will generally hold assets directly but can use depositary receipts (such as American depositary receipts and global depositary receipts) to gain exposure such as when the direct asset cannot be held or is not available.

The Trust may also invest in shares in companies which are reasonably expected to become part of the Benchmark Index in the near future or are an alternative to a constituent of the Benchmark Index and Collective Investment Schemes, including those managed or operated by the Manager or an Associate as well as money market instruments (such as Treasury bills), depositary receipts (such as American depositary receipts and global depositary receipts), cash and permitted deposits.

The Trust may only hold derivatives for Efficient Portfolio Management purposes.

## Manager's Investment Report continued

### Manager's Investment Report

During the year under review, the published price of the Trust's R-Class accumulation units increased by 15.31%. FTSE, the Index compiler, calculates the Benchmark Index at the end of the business day using closing prices, whereas the Trust is valued using prevailing prices at 12 noon. Therefore, for tracking purposes, the Trust has been re-valued using closing prices and foreign exchange rates. On this basis, over the review year, the Trust returned 15.99% on a total return basis compared with the FTSE World Europe (excluding UK) Index increase of 15.19% (Source: Rimes), producing a tracking difference of 0.80%.

**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.**

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### Market/Economic Review

Over the past 12 months, inflationary pressures and tighter monetary policy continued to dominate the thoughts of market participants. Meanwhile, fears of an economic slowdown remain at the forefront of the minds of investors.

In the US, the Federal Reserve (Fed) has continued with its monetary tightening. However, having raised interest rates from near zero to between 5.00% and 5.25% in just over a year, the Fed paused its hiking in June. However, it got back to its rate-hiking work in July, lifting rates by a further 0.25% to between 5.25% and 5.50%, their highest level in 22 years.

The Bank of England (BoE) continued to raise rates during the 12 months, hitting a heady 5.25% very shortly after the end of the reporting year – its 14th consecutive hike and taking rates to their highest level since 2008.

In Europe, the European Central Bank (ECB) continued to raise rates over the year; having made 50 basis-point hikes in December, February and March, it then raised rates by 25 basis points in May, June and July to take rates to 4.25%, matching the ECB's 2001 all-time high.

The days of widespread central-bank asset purchasing look numbered, with the Bank of Japan seemingly the last bastion of such a policy, and even it intervened midway through the year to allow the 10-year government bond greater yield move freedom. It then tweaked its yield curve control once again in July.

Elsewhere, Silicon Valley Bank was a notable US casualty of the banking woes that reared their heads in late February, although contagion risk seemed to be well contained.

Global equity Indices rose strongly in US Dollar terms over the past year, despite ongoing inflationary worries, increasingly tighter developed market monetary policy and recessionary fears.

## Manager's Investment Report continued

Against this backdrop, UK equities posted a positive return in Sterling terms, albeit significantly underperforming the global average. There were strong showings from technology, industrials and consumer discretionary, but these performances were largely offset by a woeful 12 months for telecoms and real estate.

US equity markets delivered a strong return for the 12 months, outperforming the global average, in US Dollar terms. Over the past year, the knock-out performance of technology (boosted late on by excitement over the potential of artificial intelligence), along with solid showings for communication services and energy, more than offset weaker showings elsewhere.

European equities made strong gains over the 12 months and outperformed the global average in Euro terms, bouncing back having endured significant volatility during much of the year. The impact of Russia's invasion of Ukraine was damaging for the asset class during the first half of the year.

Asia Pacific equity markets rose over the past 12 months in US Dollar terms but underperformed global equities. China's commitment to a 'zero COVID' policy weighed heavily on its equity market for the first half of the reporting year, while the country also grappled with a struggling property sector and general economic growth concerns. However, Chinese equities rallied briefly after Beijing announced an easing of its pandemic restrictions at the turn of the year, seen as indication of an end to its 'zero-COVID' approach, along with a raft of support measures for its struggling property sector. Still, Chinese equities lost ground over the year, lagging late on over worries its post-pandemic recovery might not be sustained. India enjoyed a better 12 months, ending it firmly in positive territory.

Emerging markets endured a tough 12 months but made small gains in US Dollar terms. The headline decline in emerging market equities over the year masks significant variation between the Index's various constituent countries. As mentioned above, China saw heavy selling amid fears of an economic slowdown and regulatory worries, India ended in the black, while Brazil also made solid gains over the 12 months.

### Trust Review

Companies within the Trust are held with weightings generally proportionate to those of the Benchmark Index. Therefore, investment activity, other than to raise or invest cash, is only necessary when there are changes to the Benchmark Index or as a result of a corporate action.

The September 2022 quarterly Index review resulted in 59 additions and 19 deletions. There were 91 changes to the free share capital of constituents with the largest increases being ASML Holding (Germany) by 0.01%, Genmab (Denmark) by 0.04% and NIBE Industrier (Sweden) by 0.04% and the largest decreases being Nestlé (Switzerland) by -0.14%, ABB (Switzerland) by -0.05% and Nordea Bank (Finland) by -0.05%. The two-way Index turnover was 3.28%.

The December 2022 semi-annual Index review resulted in five additions and one deletion. There were 74 changes to the free share capital of constituents with the largest increases being Bank of Ireland Group (Ireland) by 0.03%, Amadeus IT Group (Spain) by 0.02% and Société Générale (France) by 0.01% and the largest decreases being Givaudan (Switzerland) by -0.06%, Vonovia (Germany) by -0.05% and Kone (Finland) by -0.04%. The two-way Index turnover was 1.72%.

The March 2023 quarterly Index review resulted in 37 additions and 15 deletions. There were 69 changes to the free share capital of constituents with the largest increases being Skandinaviska Enskilda Banken (0.02%), Assa Abloy 'B' (0.02%), and Stellantis (0.01%),

## Manager's Investment Report continued

and the largest decreases being Prosus (-0.09%), TotalEnergies (-0.04%), and UBS Group (-0.03%). The two-way Index turnover was 1.40%.

The June 2023 annual Index review resulted in four additions and one deletion. There were 279 changes to the free share capital of constituents with the largest increases being Hermès International (0.09%), Airbus (0.05%), and RWE (0.05%), and the largest decreases being Siemens (-0.10%), L'Oréal (-0.08%), and ASML Holding (-0.06%). The two-way Index turnover was 1.97%.

At the end of the year, the three largest stocks in the Index were Nestlé (3.98%), ASML Holding (3.43%), and Novo Nordisk (3.06%). The three largest countries by market value in the Index were France (23.21%), Switzerland (19.35%) and Germany (16.69%).

### Outlook

Looking ahead, market pricing reflects a higher chance of a US soft landing. And those forecasting a recession have pushed back the timing of a downturn. However, inflation is still above target levels and central banks are therefore keeping monetary conditions tight. In turn, this is leading to restrictive bank lending conditions as well as high short-term borrowing rates. A recession in the US and Europe is therefore still likely and is not reflected in equity or credit market valuations. In addition, Chinese policymakers have yet to react strongly to reverse the country's disappointing post-COVID recovery. Cautious portfolio positioning is therefore still warranted.

The Trust remains well positioned to capture the performance of the Index.

Legal & General Investment Management Limited  
(Investment Adviser)  
August 2023

### Important Note from the Manager

On 5 May 2023, the WHO Director-General concurred with the advice offered by the International Health Regulations (2005) ("IHR") Emergency Committee regarding the Coronavirus 2019 disease (COVID-19) pandemic and determined that COVID-19 is now an established and ongoing health issue which no longer constitutes a public health emergency of international concern ("PHEIC").

The Manager continues to monitor the COVID-19 pandemic on an on-going basis.

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

Legal & General (Unit Trust Managers) Limited  
August 2023

## Authorised Status

### Authorised Status

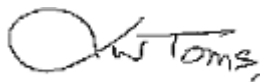
This Trust is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

### 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  
3 November 2023



# 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 Trust and of the net income and net gains or losses on the property of the Trust 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 and amended in June 2017;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Trust'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 Trust 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 Trust 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 Trust'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 European Index Trust must ensure that the Trust 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 Trust and its investors.

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

The Depositary must ensure that:

- the Trust's cash flows are properly monitored and that cash of the Trust 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 Trust are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Trust's assets is remitted to the Trust within the usual time limits;
- the Trust'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 European Index Trust ("the Trust") for the year ended 31 July 2023**

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

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

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

Northern Trust Investor Services Limited  
UK Trustee and Depositary Services  
3 November 2023

## Portfolio Statement

### Portfolio Statement as at 31 July 2023

All investments are in ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 31 July 2022.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>EQUITIES — 99.29% (98.05%)</b>		
	<b>UNITED KINGDOM — 0.03% (0.00%)</b>		
165,559	Allfunds Group	843,576	0.03
	<b>IRELAND — 0.57% (0.41%)</b>		
629,952	AIB Group	2,326,840	0.07
534,540	Bank of Ireland Group	4,426,622	0.14
88,334	Glanbia (Irish listing)	1,067,638	0.03
373,310	Irish Bank Resolution Corporation <sup>1</sup>	—	—
76,009	Kerry Group 'A' (Irish listing)	5,899,329	0.19
71,960	Kingspan Group	4,476,452	0.14
		18,196,881	0.57
	<b>CONTINENTAL EUROPE</b>		
	<b>— 97.79% (97.28%)</b>		
	<b>Austria — 0.43% (0.44%)</b>		
34,148	ANDRITZ	1,427,110	0.04
163,078	Erste Group Bank	4,875,096	0.15
70,747	OMV	2,484,511	0.08
66,963	Raiffeisen Bank International	852,420	0.03
66,219	Telekom Austria	393,074	0.01
32,986	Verbund	2,141,956	0.07
56,482	voestalpine	1,444,783	0.05
		13,618,950	0.43
	<b>Belgium — 1.63% (1.74%)</b>		
10,837	Ackermans & van Haaren	1,472,479	0.05
81,926	Ageas	2,702,110	0.09
426,460	Anheuser-Busch InBev	19,340,719	0.61
11,189	Dieteren Group	1,525,107	0.05
18,506	Elia Group	1,787,458	0.06
47,618	Groupe Bruxelles Lambert	2,998,142	0.09
121,134	KBC Group	7,119,810	0.22
198	Lotus Bakeries	1,248,353	0.04
73,515	Proximus	443,193	0.01
7,619	Sofina	1,410,374	0.04
34,651	Solvay	3,256,216	0.10
19,341	Titan Cement International	314,891	0.01
60,331	UCB	4,143,250	0.13
102,247	Umicore	2,366,342	0.07
23,563	Viohalco	134,412	—
76,918	Warehouses De Pauw CVA	1,759,030	0.06
		52,021,886	1.63
	<b>Czech Republic — 0.14% (0.15%)</b>		
79,123	CEZ	2,727,944	0.09
3,423	Colt CZ Group	68,878	—
36,079	Komerční Banka	922,395	0.03
164,292	Moneta Money Bank	505,333	0.02

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Czech Republic — (cont.)</b>			
211	Philip Morris CR	128,890	—
		4,353,440	0.14
<b>Denmark — 5.53% (5.55%)</b>			
1,331	A.P. Moeller-Maersk 'A'	2,103,338	0.07
2,282	A.P. Moeller-Maersk 'B'	3,687,595	0.12
567	Carlsberg 'A'	87,448	—
44,676	Carlsberg 'B'	5,273,154	0.17
50,622	Chr. Hansen Holding	2,979,617	0.09
57,998	Coloplast	5,611,292	0.18
329,010	Danske Bank	6,073,988	0.19
47,039	Demant	1,467,736	0.05
87,423	DSV	13,548,541	0.42
32,170	Genmab	10,341,475	0.32
32,427	H. Lundbeck 'A'	112,788	—
111,131	H. Lundbeck 'B'	425,676	0.01
771,332	Novo Nordisk	96,057,015	3.01
99,393	Novozymes 'B'	3,879,217	0.12
92,882	Orsted	6,367,174	0.20
41,553	Pandora	3,225,376	0.10
4,362	ROCKWOOL	918,750	0.03
24,714	Royal Unibrew	1,678,814	0.05
169,399	Tryg	2,602,871	0.08
495,941	Vestas Wind Systems	10,330,494	0.32
		176,772,359	5.53
<b>Finland — 2.20% (2.75%)</b>			
70,810	Elisa	2,896,115	0.09
216,324	Fortum	2,268,499	0.07
47,121	Huhtamaki	1,310,426	0.04
133,009	Kesko 'B'	2,082,801	0.07
100,441	Kojamo	758,191	0.02
160,748	Kone	6,418,747	0.20
319,176	Metso	2,809,070	0.09
205,077	Neste	5,923,045	0.19
2,599,905	Nokia	7,927,222	0.25
1,683,194	Nordea Bank	14,825,353	0.46
52,428	Orion	1,572,243	0.05
234,319	Sampo	8,074,104	0.25
285,013	Stora Enso 'R'	2,713,768	0.09
262,689	UPM-Kymmene	6,730,729	0.21
81,263	Valmet	1,678,550	0.05
238,303	Wartsila	2,336,473	0.07
		70,325,336	2.20
<b>France — 21.43% (20.37%)</b>			
90,202	Accor	2,651,644	0.08
15,896	Aéroports de Paris	1,709,899	0.05
253,799	Air Liquide	35,599,655	1.11
60,587	ALD	504,123	0.02
152,001	Alstom	3,637,773	0.11
28,140	Amundi	1,362,615	0.04

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>France — (cont.)</b>		
28,356	Arkema	2,387,616	0.08
875,806	AXA	21,118,047	0.66
21,160	BioMerieux	1,782,792	0.06
543,209	BNP Paribas	28,064,985	0.88
486,907	Bollore	2,370,265	0.07
101,282	Bouygues	2,856,598	0.09
140,726	Bureau Veritas	3,023,898	0.09
79,390	Capgemini	11,199,140	0.35
291,168	Carrefour	4,560,678	0.14
174	Cie de L'Odet	228,960	0.01
230,072	Cie de Saint-Gobain	12,147,218	0.38
345,188	Cie Generale des Etablissements Michelin	8,835,670	0.28
25,351	Covivio	942,473	0.03
541,803	Crédit Agricole	5,242,465	0.16
306,990	Danone	14,781,015	0.46
11,483	Dassault Aviation	1,738,542	0.05
329,803	Dassault Systèmes	10,988,004	0.34
124,198	Edenred	6,292,063	0.20
36,973	Eiffage	3,013,594	0.09
818,618	Engie	10,593,522	0.33
148,073	EssilorLuxottica	23,292,325	0.73
24,478	Eurazeo	1,175,842	0.04
25,433	Gecina	2,123,824	0.07
174,184	Getlink	2,381,670	0.07
16,887	Hermès International	29,304,437	0.92
16,790	ICADE	535,194	0.02
16,911	Ipsen	1,633,401	0.05
34,692	JCDecaux	502,327	0.02
35,228	Kering	15,861,694	0.50
92,226	Klépierre	1,901,044	0.06
42,879	La Francaise des Jeux	1,273,376	0.04
131,460	Legrand	10,302,312	0.32
113,971	L'Oréal	41,530,185	1.30
121,891	LVMH Moët Hennessy Louis Vuitton	88,780,069	2.78
30,453	Neoen	777,406	0.02
944,630	Orange	8,370,416	0.26
100,467	Pernod Ricard	17,322,258	0.54
113,142	Publicis Groupe	7,104,278	0.22
12,173	Rémy Cointreau	1,631,036	0.05
94,797	Renault	3,238,436	0.10
115,522	Rexel	2,205,844	0.07
170,594	Safran	22,225,387	0.70
537,767	Sanofi	44,819,463	1.40
11,830	Sartorius Stedim Biotech	2,893,123	0.09
263,537	Schneider Electric	36,748,557	1.15
73,885	SCOR	1,718,822	0.05
11,056	SEB	957,865	0.03
341,893	Société Générale	7,320,147	0.23
43,537	Sodexo	3,489,606	0.11
12,286	SOITEC	1,878,033	0.06

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>France — (cont.)</b>			
28,524	Teleperformance	3,232,200	0.10
48,828	Thales	5,704,677	0.18
1,115,302	TotalEnergies	52,867,450	1.65
48,450	Ubisoft Entertainment	1,265,511	0.04
49,371	Unibail-Rodamco-Westfield	2,160,715	0.07
102,660	Valeo	1,829,919	0.06
313,421	Véolia Environnement	7,963,393	0.25
241,405	Vinci	22,186,199	0.69
349,348	Vivendi	2,441,112	0.08
12,554	Wendel	963,807	0.03
119,818	Worldline	3,702,122	0.12
		685,248,736	21.43
<b>Germany — 16.44% (15.40%)</b>			
81,188	adidas	12,895,079	0.40
195,815	Allianz	36,634,192	1.15
438,169	BASF	18,449,111	0.58
483,394	Bayer	22,163,276	0.69
155,162	Bayerische Motoren Werke	14,837,725	0.46
27,747	Bayerische Motoren Werke (Preference Shares)	2,442,015	0.08
40,769	Bechtle	1,383,475	0.04
48,953	Beiersdorf	4,992,823	0.16
75,952	Brenntag	4,600,997	0.14
17,624	Carl Zeiss Meditec	1,592,664	0.05
512,703	Commerzbank	4,798,170	0.15
53,863	Continental	3,361,772	0.11
86,849	Covestro	3,646,721	0.11
28,626	CTS Eventim & Company	1,513,836	0.05
236,906	Daimler Truck Holding	6,952,070	0.22
91,843	Delivery Hero	3,211,972	0.10
988,138	Deutsche Bank	8,583,028	0.27
90,418	Deutsche Boerse	13,468,359	0.42
294,659	Deutsche Lufthansa	2,325,878	0.07
1,667,620	Deutsche Telekom	28,466,572	0.89
25,808	Deutsche Wohnen	488,365	0.02
463,892	DHL Group	18,610,980	0.58
18,539	DWS Group & Company	507,933	0.02
1,087,771	E.ON	10,655,862	0.33
102,567	Evonik Industries	1,656,697	0.05
11,748	Fielmann	473,034	0.01
18,541	Fraport Frankfurt Airport Services Worldwide	761,345	0.02
203,331	Fresenius & Company	4,997,045	0.16
104,859	Fresenius Medical Care & Company	4,268,924	0.13
15,515	FUCHS	398,597	0.01
33,050	FUCHS (Preference Shares)	1,065,968	0.03
80,020	GEA Group	2,641,305	0.08
29,460	Hannover Rueck	4,924,001	0.15
69,265	Heidelberg Materials	4,376,536	0.14
11,105	Hella & Company	682,051	0.02

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Germany — (cont.)</b>			
80,810	HelloFresh	1,789,114	0.06
52,851	Henkel & Company	2,889,683	0.09
82,091	Henkel & Company (Preference Shares)	4,977,108	0.16
9,572	HOCHTIEF	734,049	0.02
640,760	Infineon Technologies	21,666,912	0.68
35,403	KION Group	1,155,830	0.04
32,472	Knorr-Bremse	1,768,198	0.06
43,232	LANXESS	1,128,847	0.04
36,767	LEG Immobilien	2,005,859	0.06
425,450	Mercedes-Benz Group	26,787,340	0.84
1,049	Mercedes-Benz Group NPV	65,963	—
63,584	Merck	8,786,752	0.27
64,297	METRO	440,128	0.01
26,329	MTU Aero Engines	4,781,236	0.15
67,685	Muenchener Rueckversicherungs-Gesellschaft	20,013,300	0.63
26,364	Nemetschek	1,479,925	0.05
49,379	Puma	2,583,789	0.08
2,320	Rational	1,332,366	0.04
21,596	Rheinmetall	4,792,419	0.15
349,558	RWE	11,736,134	0.37
540,529	SAP	57,642,791	1.80
1,193	Sartorius	309,053	0.01
12,134	Sartorius (Preference Shares)	3,892,787	0.12
35,962	Scout24	1,857,674	0.06
344,086	Siemens	45,879,089	1.44
233,372	Siemens Energy	3,087,869	0.10
136,444	Siemens Healthineers	6,172,762	0.19
6,952	Sixt	652,994	0.02
7,430	Sixt (Non-voting Preference Shares)	429,570	0.01
63,837	Symrise	5,437,593	0.17
25,888	Talanx	1,235,801	0.04
456,368	Telefonica Deutschland Holding	963,411	0.03
242,697	thyssenkrupp	1,498,516	0.05
25,716	Traton	436,991	0.01
42,720	United Internet	492,511	0.02
14,048	Volkswagen	1,756,940	0.05
99,434	Volkswagen (Preference Shares)	10,346,196	0.32
336,083	Vonovia	6,077,181	0.19
7,538	Wacker Chemie	912,687	0.03
107,624	Zalando	2,872,064	0.09
		525,697,810	16.44
<b>Greece — 0.46% (0.27%)</b>			
15,293	Aegean Airlines	170,276	0.01
1,054,371	Alpha Services and Holdings	1,497,296	0.05
20,229	Athens Water Supply & Sewage	119,732	—
9,607	Autohellas Tourist and Trading	112,570	—
40,987	Ellaktor	90,358	—
1,271,983	Eurobank Ergasias Services and Holdings	1,744,130	0.06



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Greece — (cont.)</b>			
20,239	FF Group <sup>2</sup>	—	—
25,582	GEK Terna Real Estate Construction	315,557	0.01
105,146	Hellenic Telecommunications Organisation	1,314,127	0.04
33,337	HELLENIQ ENERGY Holdings	235,348	0.01
55,679	Holding Company ADMIE IPTO	114,627	—
55,240	JUMBO	1,307,819	0.04
33,700	LAMDA Development	204,667	0.01
29,247	Motor Oil Hellas Corinth Refineries	583,547	0.02
50,523	Mytilineos	1,636,463	0.05
272,466	National Bank of Greece	1,503,759	0.05
94,149	OPAP	1,297,019	0.04
331,069	Piraeus Financial Holdings	988,854	0.03
99,280	Public Power Corporation	918,900	0.03
13,439	Quest Holdings	74,932	—
16,067	Sarantis	106,261	—
25,640	Terna Energy	374,997	0.01
		14,711,239	0.46
<b>Hungary — 0.19% (0.15%)</b>			
181,113	Magyar Telekom Telecommunications	170,170	0.01
221,063	MOL Hungarian Oil & Gas	1,369,634	0.04
113,508	OTP Bank	3,248,719	0.10
69,111	Richter Gedeon	1,361,721	0.04
		6,150,244	0.19
<b>Italy — 4.12% (3.57%)</b>			
773,982	A2A	1,132,980	0.04
63,228	Amplifon	1,688,935	0.05
660,052	Assicurazioni Generali	10,947,308	0.34
117,176	Banca Mediolanum	891,151	0.03
677,582	Banco BPM	2,642,265	0.08
43,735	Buzzi	973,160	0.03
33,208	De' Longhi	648,905	0.02
10,304	DiaSorin	901,994	0.03
3,817,632	Enel	20,598,221	0.64
1,080,998	Eni	12,883,599	0.40
304,210	FinecoBank	3,683,319	0.12
382,860	Hera	928,762	0.03
175,680	Infrastrutture Wireless Italiane	1,732,273	0.05
39,833	Interpump Group	1,703,991	0.05
7,596,192	Intesa Sanpaolo	17,150,106	0.54
245,249	Italgas	1,133,916	0.04
200,812	Leonardo	2,099,802	0.07
313,204	Mediobanca Banca di Credito Finanziario	3,284,439	0.10
101,456	Moncler	5,686,458	0.18
271,944	Nexi	1,828,394	0.06
241,048	Pirelli & C.	1,010,901	0.03
224,758	Poste Italiane	2,004,124	0.06
131,289	Prismian	4,097,095	0.13

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Italy — (cont.)</b>			
47,668	Recordati Industria Chimica e Farmaceutica	1,915,265	0.06
11,074	Reply	936,152	0.03
1,087,654	Snam	4,481,138	0.14
3,159,267	Telecom Italia	691,324	0.02
5,286,987	Telecom Italia (RNC)	1,190,028	0.04
691,278	Terna - Rete Elettrica Nazionale	4,570,666	0.14
909,503	UniCredit	17,791,772	0.56
225,092	UnipolSai Assicurazioni 'A'	449,884	0.01
		<b>131,678,327</b>	<b>4.12</b>
<b>Luxembourg — 0.46% (0.53%)</b>			
228,560	Allegro.eu	1,563,088	0.05
228,657	ArcelorMittal	5,053,586	0.16
60,256	Eurofins Scientific	3,252,176	0.10
106,646	InPost	999,427	0.03
18,797	RTL Group	620,130	0.02
18,874	SUSE	175,177	0.01
232,015	Tenaris	3,016,178	0.09
		<b>14,679,762</b>	<b>0.46</b>
<b>Netherlands — 12.15% (11.27%)</b>			
46,862	Aalberts	1,643,701	0.05
198,939	ABN AMRO Bank	2,650,186	0.08
14,485	Adyen	20,936,467	0.65
867,794	Aegon	3,683,251	0.11
288,515	Airbus	33,227,681	1.04
84,642	Akzo Nobel	5,645,822	0.18
27,960	Argenx	11,006,272	0.34
22,925	ASM International	8,498,237	0.27
194,109	ASML Holding	109,011,675	3.41
72,075	ASR Nederland	2,552,787	0.08
37,632	BE Semiconductor Industries	3,518,591	0.11
482,580	CNH Industrial	5,433,174	0.17
51,674	CTP	547,868	0.02
243,226	Davide Campari-Milano	2,542,263	0.08
40,739	Euronext	2,419,999	0.08
52,232	EXOR	3,803,006	0.12
58,057	Ferrari	14,566,844	0.46
232,491	Ferrovial	6,032,767	0.19
137,874	Heineken	10,665,411	0.33
64,483	Heineken Holding	4,120,847	0.13
27,969	IMCD	3,309,662	0.10
1,736,564	ING Groep	19,782,167	0.62
60,002	JDE Peet's	1,417,473	0.04
99,938	Just Eat Takeaway.com	1,392,200	0.04
474,892	Koninklijke Ahold Delhaize	12,911,319	0.40
1,588,395	Koninklijke KPN	4,496,323	0.14
457,905	Koninklijke Philips	7,485,006	0.23
31,828	Koninklijke Vopak	935,639	0.03
137,800	NN Group	4,122,975	0.13
47,292	OCI	1,058,798	0.03

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Netherlands — (cont.)</b>			
73,477	Pepco Group	500,135	0.02
348,542	Prosus	21,619,143	0.68
112,854	QIAGEN	4,156,847	0.13
54,167	Randstad	2,479,337	0.08
60,900	Signify	1,487,792	0.05
981,941	Stellantis	15,885,909	0.50
321,181	STMicroelectronics	13,377,310	0.42
368,395	Universal Music Group	7,328,236	0.23
122,585	Wolters Kluwer	12,061,068	0.38
		<b>388,314,188</b>	<b>12.15</b>
<b>Norway — 1.42% (1.82%)</b>			
132,517	Adevinta 'B'	754,432	0.02
12,472	Aker 'A'	618,178	0.02
152,763	Aker BP	3,317,028	0.11
503,941	DNB Bank	8,061,768	0.25
451,415	Equinor	10,735,251	0.34
82,623	Gjensidige Forsikring	1,014,932	0.03
36,755	Kongsberg Gruppen	1,250,422	0.04
135,344	Leroy Seafood Group	437,808	0.01
220,318	Mowi	3,026,696	0.10
94,758	Nordic Semiconductor	1,069,118	0.03
651,640	Norsk Hydro	3,282,866	0.10
372,316	Orkla	2,283,602	0.07
30,671	Salmar	1,100,862	0.04
37,249	Schibsted 'A'	623,611	0.02
46,720	Schibsted 'B'	716,573	0.02
311,454	Telenor	2,567,704	0.08
114,822	TOMRA Systems	1,365,530	0.04
194,858	Var Energi	465,118	0.02
81,212	Yara International	2,586,530	0.08
		<b>45,278,029</b>	<b>1.42</b>
<b>Poland — 0.55% (0.46%)</b>			
76,778	Bank Polska Kasa Opieki	1,774,190	0.06
23,871	Dino Polska	2,128,744	0.07
66,556	KGHM Polska Miedz	1,576,250	0.05
543	LPP	1,443,696	0.05
286,241	ORLEN	3,968,125	0.12
419,872	Powszechna Kasa Oszczednosci Bank Polski	3,308,072	0.10
276,000	Powszechny Zaklad Ubezpieczen	2,173,463	0.07
14,458	Santander Bank Polska	1,114,311	0.03
		<b>17,486,851</b>	<b>0.55</b>
<b>Portugal — 0.34% (0.37%)</b>			
1,495,194	Banco Espirito Santo <sup>1</sup>	—	—
1,483,262	Energias de Portugal	5,455,790	0.17
246,495	Galp Energia	2,537,315	0.08
137,382	Jeronimo Martins	2,927,294	0.09
		<b>10,920,399</b>	<b>0.34</b>

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Spain — 4.97% (4.90%)</b>			
11,513	Acciona	1,377,678	0.04
104,881	ACS Actividades de Construcción y Servicios	2,877,135	0.09
34,677	Aena	4,310,175	0.13
225,366	Amadeus IT Group	12,577,301	0.39
2,945,527	Banco Bilbao Vizcaya Argentaria	18,277,909	0.57
7,890,495	Banco Santander (EUR)	24,989,119	0.78
333,748	Bankinter	1,691,964	0.05
1,864,184	CaixaBank	5,860,677	0.18
275,970	Cellnex Telecom	8,877,244	0.28
28,775	Corp ACCIONA Energías Renovables	709,393	0.02
121,171	EDP Renováveis	1,815,316	0.06
122,378	Enagas	1,704,804	0.05
155,726	Endesa	2,606,174	0.08
160,674	Grifols 'A'	1,831,705	0.06
130,642	Grifols 'B'	1,028,191	0.03
3,013,474	Iberdrola	29,571,848	0.93
518,480	Industria de Diseño Textil	15,561,840	0.49
170,688	Inmobiliaria Colonial Socimi	849,212	0.03
502,541	Mapfre	816,463	0.03
162,266	Merlin Properties Socimi	1,167,816	0.04
67,595	Naturgy Energy Group	1,611,923	0.05
214,169	Redeia Corp	2,800,716	0.09
636,275	Repsol	7,627,491	0.24
2,471,587	Telefonica	8,296,038	0.26
		158,838,132	4.97
<b>Sweden — 5.98% (6.81%)</b>			
152,493	Alfa Laval	4,438,944	0.14
479,051	Assa Abloy 'B'	8,964,245	0.28
1,245,199	Atlas Copco 'A'	13,761,945	0.43
744,531	Atlas Copco 'B'	7,139,689	0.22
52,018	Axfood	1,025,774	0.03
185,928	Beijer Ref AB	1,967,450	0.06
136,351	Boliden	3,112,853	0.10
207,925	Castellum	1,836,851	0.06
106,409	Electrolux	1,022,774	0.03
307,359	Epiroc 'A'	4,763,672	0.15
188,458	Epiroc 'B'	2,495,220	0.08
167,163	EQT	3,081,001	0.10
302,726	Essity	5,877,723	0.18
90,506	Evolution	8,779,613	0.27
297,594	Fastighets Balder	1,072,096	0.03
109,993	Getinge	1,598,052	0.05
324,800	Hennes & Mauritz 'B'	4,243,171	0.13
1,041,378	Hexagon	7,892,652	0.25
47,395	Holmen	1,425,605	0.04
200,978	Husqvarna 'B'	1,529,175	0.05
61,602	Industrivarden 'A'	1,363,476	0.04
73,563	Industrivarden 'C'	1,623,858	0.05

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Sweden — (cont.)</b>			
139,853	Indutrade	2,286,639	0.07
69,775	Investment AB Latour	1,095,374	0.03
120,134	Investor 'A'	1,903,735	0.06
930,614	Investor 'B'	14,829,912	0.46
118,409	Kinnevik 'B'	1,250,348	0.04
35,531	L E Lundbergföretagen	1,213,191	0.04
111,809	Lifco	1,760,219	0.06
716,286	Nibe Industrier	5,010,270	0.16
45,368	Saab AB	1,866,546	0.06
86,046	Sagax 'B'	1,478,879	0.05
60,951	Sagax 'D'	119,380	—
530,587	Sandvik	8,349,150	0.26
239,459	Securitas	1,609,002	0.05
803,187	Skandinaviska Enskilda Banken 'A'	7,589,166	0.24
8,590	Skandinaviska Enskilda Banken 'C'	84,727	—
176,929	Skanska 'B'	2,197,145	0.07
191,448	SKF 'B'	2,838,191	0.09
118,459	SSAB 'A'	569,649	0.02
321,411	SSAB 'B'	1,493,248	0.05
294,811	Svenska Cellulosa 'B'	3,048,677	0.10
730,893	Svenska Handelsbanken 'A'	5,020,434	0.16
18,022	Svenska Handelsbanken 'B'	152,137	—
101,639	Sweco	812,098	0.03
496,243	Swedbank 'A'	7,086,646	0.22
78,189	Swedish Orphan Biovitrum	1,193,881	0.04
271,986	Tele2	1,597,958	0.05
24,164	Telefonaktiebolaget LM Ericsson 'A'	101,993	—
1,450,649	Telefonaktiebolaget LM Ericsson 'B'	5,690,089	0.18
1,229,753	Telia Company	2,052,573	0.06
111,133	Trelleborg	2,296,834	0.07
95,184	Volvo 'A'	1,685,978	0.05
752,543	Volvo 'B'	12,989,736	0.41
272,840	Volvo Car	1,051,006	0.03
		<b>191,340,650</b>	<b>5.98</b>
<b>Switzerland — 19.35% (20.73%)</b>			
736,930	ABB	23,040,883	0.72
80,754	Adecco Group	2,553,722	0.08
241,942	Alcon	16,045,792	0.50
15,068	Bachem Holding	1,083,878	0.03
22,231	Baloise Holding	2,695,677	0.08
14,266	Banque Cantonale Vaudoise	1,241,624	0.04
1,808	Barry Callebaut	2,665,700	0.08
4,702	Belimo Holding	1,963,814	0.06
8,880	BKW	1,238,639	0.04
51	Chocoladefabriken Lindt & Spruengli	4,857,987	0.15
526	Chocoladefabriken Lindt & Spruengli (Participating Certificate)	5,038,595	0.16
252,109	Cie Financiere Richemont	31,662,714	0.99
110,136	Clariant	1,403,388	0.04

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Switzerland — (cont.)</b>			
17,757	DKSH Holding	1,109,906	0.04
85,499	DSM-Firmenich	7,401,560	0.23
1,049	Emmi	802,376	0.03
3,493	Ems-Chemie Holding	2,276,946	0.07
9,396	Flughafen Zurich	1,547,381	0.05
16,320	Geberit	7,198,205	0.23
41,681	Georg Fischer	2,195,588	0.07
3,908	Givaudan	10,207,334	0.32
17,702	Helvetia Holding	2,038,939	0.06
256,763	Holcim	13,945,114	0.44
105,267	Julius Baer Group	5,841,344	0.18
24,766	Kuehne + Nagel International	6,006,129	0.19
77,774	Logitech International	4,257,360	0.13
36,406	Lonza Group	16,421,818	0.51
1,314,934	Nestlé	126,240,553	3.95
989,073	Novartis	80,594,331	2.52
10,778	Partners Group Holding	9,409,395	0.30
23,037	PSP Swiss Property	2,107,923	0.07
7,651	Roche Holding	1,975,809	0.06
348,554	Roche Holding (Participating Certificate)	84,093,566	2.63
20,073	Schindler Holding (Participating Certificate)	3,779,251	0.12
9,270	Schindler Holding (Registered)	1,671,590	0.05
72,534	SGS	5,469,027	0.17
162,482	SIG Group	3,400,330	0.11
71,292	Sika	17,200,200	0.54
25,276	Sonova Holding	5,488,372	0.17
52,584	Straumann Holding	6,740,360	0.21
26,089	Swatch Group	1,212,243	0.04
14,195	Swatch Group 'B'	3,502,118	0.11
14,763	Swiss Life Holding	7,308,249	0.23
37,363	Swiss Prime Site	2,814,481	0.09
142,029	Swiss Re	11,602,383	0.36
12,443	Swisscom	6,228,696	0.20
6,197	Tecan Group	1,925,928	0.06
29,839	Temenos	1,968,815	0.06
1,475,042	UBS Group	25,346,185	0.79
12,813	VAT Group	4,241,974	0.13
72,967	Zurich Insurance Group	27,606,178	0.86
		618,670,370	19.35
<b>NORTH AMERICA — 0.02% (0.01%)</b>			
<b>Bermuda — 0.02% (0.01%)</b>			
347,274	AutoStore Holdings	684,778	0.02
<b>MIDDLE EAST — 0.88% (0.35%)</b>			
<b>Turkey — 0.88% (0.35%)</b>			
60,752	AG Anadolu Grubu Holding	244,116	0.01
362,300	Ahlatci Dogal Gaz Dagitim Enerji VE Yatirim	130,333	—
1,528,293	Akbank	1,276,668	0.04

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Turkey — (cont.)</b>		
19,750	Akcansa Cimento	60,061	—
54,971	Aksa Akrilik Kimya Sanayii	134,608	—
121,783	Aksa Enerji Uretim	139,855	0.01
62,729	Alarko Holding	176,749	0.01
6,100	Alfa Solar Enerji Sanayi VE Ticaret	146,804	0.01
109,593	Anadolu Efes Biracilik Ve Malt Sanayii	293,317	0.01
8,400	Anadolu Isuzu Otomotiv Sanayi Ve Ticaret	54,165	—
50,028	Arcelik	225,972	0.01
296,362	Aselsan Elektronik Sanayi Ve Ticaret	648,391	0.02
105,840	Astor Transformator Enerji Turizm Insaat Ve Petrol Sanayi Ticaret	337,425	0.01
25,513	Aygaz	88,397	—
307,171	Bera Holding	132,549	—
216,737	BİM Birlesik Magazalar	1,367,577	0.04
18,605	Borusan Mannesmann Boru Sanayi ve Ticaret	169,093	0.01
2,344	Borusan Yatirim ve Pazarlama	132,808	—
89,660	Can2 Termik	54,222	—
24,451	Cimsa Cimento Sanayi VE Ticaret	133,984	—
36,623	Coca-Cola Icecek	330,952	0.01
453,078	Dogan Sirketler Grubu Holding	168,475	0.01
26,931	Dogus Otomotiv Servis ve Ticaret	196,091	0.01
12,386	Eczacibasi Yatirim Ortakligi Holding	78,439	—
565	Ege Endustri ve Ticaret	103,745	—
77,297	EİS Eczacibasi Ilac ve Sinai ve Finansal Yatirimlar Sanayi ve Ticaret	94,739	—
910,623	Emlak Konut Gayrimenkul Yatirim Ortakligi	227,841	0.01
97,282	Enerjisa Enerji	139,760	—
914,838	Enka Insaat ve Sanayi	883,937	0.03
840,260	Eregli Demir ve Celik Fabrikalari (Erdemir)	980,938	0.03
31,034	Ford Otomotiv Sanayi	881,055	0.03
93,508	Galata Wind Enerji	66,360	—
39,918	GEN Ilac VE Saglik Urunleri Sanayi VE Ticaret	71,858	—
58,316	Girisim Elektrik Taahhut Ticaret Ve Sanayi	159,356	0.01
44,110	Gubre Fabrikalari	408,018	0.01
499,267	Haci Omer Sabanci Holding	837,585	0.03
563,686	Hektas Ticaret	501,100	0.02
18,602	Investco Holding	140,808	0.01
206,077	Is Gayrimenkul Yatirim Ortakligi	93,737	—
281,015	Is Yatirim Menkul Degerler	183,877	0.01
87,330	Iskenderun Demir ve Celik	98,779	—
118,529	Kardemir Karabuk Demir Celik Sanayi ve Ticaret 'A'	71,203	—
376,356	Kardemir Karabuk Demir Celik Sanayi ve Ticaret 'D'	266,657	0.01
188,647	Karsan Otomotiv Sanayii Ve Ticaret	66,015	—
44,877	Kiler Holding	19,999	—

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Turkey — (cont.)</b>		
19,526	Kimteks Poliuretan Sanayi VE Ticaret	67,654	—
43,409	Kizilbuk Gayrimenkul Yatirim Ortakligi	26,452	—
419,429	KOC Holding	1,634,587	0.05
41,489	Kontrolmatik Enerji Ve Muhendislik	251,026	0.01
500	Konya Cimento Sanayii	63,173	—
27,721	Kordsa Teknik Tekstil	71,277	—
501,438	Koza Altin Isletmeleri	412,519	0.01
89,387	Koza Anadolu Metal Madencilik Isletmeleri	158,590	0.01
49,142	Margun Enerji Uretim Sanayi VE Ticaret	81,026	—
71,343	Mavi Giyim Sanayi Ve Ticaret	179,119	0.01
42,953	Migros Ticaret	365,620	0.01
36,796	MLP Saglik Hizmetleri	101,027	—
39,968	Nuh Cimento Sanayi	195,740	0.01
545,071	ODAS Elektrik Uretim ve Sanayi Ticaret	189,327	0.01
18,349	Otokar Otomotiv Ve Savunma Sanayi A.S.	151,904	0.01
147,757	Oyak Cimento Fabrikalari	240,854	0.01
20,853	Oyak Yatirim Menkul Degerler	29,405	—
20,900	Pegasus Hava Tasimaciligi	517,804	0.02
95,436	Penta Teknoloji Urunleri Dagitim Ticaret	66,683	—
709,848	Petkim Petrokimya Holding	369,945	0.01
316,261	Qua Granite Hayal	70,834	—
161,288	Sarkuysan Elektrolitik Bakir Sanayi ve Ticaret	137,801	—
399,891	Sasa Polyester Sanayi	711,213	0.02
54,154	Selcuk Ecza Deposu Ticaret ve Sanayi	69,090	—
75,053	Smart Gunes Enerjisi Teknolojileri ArGE Uretim Sanayi ve Ticaret	139,216	—
124,486	Sok Marketler Ticaret	157,959	0.01
82,827	TAV Havalimanlari Holding	269,550	0.01
86,207	Tekfen Holding	112,518	—
60,837	Tofas Turk Otomobil Fabrikasi	526,794	0.02
273,815	Turk Hava Yollari	1,858,750	0.06
253,243	Turk Telekomunikasyon	156,070	0.01
11,645	Turk Traktor ve Ziraat Makineleri	236,815	0.01
623,482	Turkcell Iletisim Hizmetleri	946,227	0.03
290,651	Turkiye Garanti Bankasi	374,668	0.01
294,811	Turkiye Halk Bankasi	120,417	—
1,504,014	Turkiye Is Bankasi	658,974	0.02
432,677	Turkiye Petrol Rafinerileri	1,282,123	0.04
578,068	Turkiye Sincal Kalkinma Bankasi	101,644	—
696,515	Turkiye Sise Ve Cam Fabrikalari	1,032,972	0.03
509,543	Turkiye Vakiflar Bankasi	173,902	0.01
75,238	Ulker Biskuvi Sanayi	85,449	—
153,762	Vestel Beyaz Esva Sanayi ve Ticaret	75,747	—
68,261	Vestel Elektronik Sanayi ve Ticaret	122,977	—
1,413,129	Yapi ve Kredi Bankasi	578,012	0.02



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Turkey — (cont.)</b>			
431,145	Ziraat Gayrimenkul Yatirim Ortakligi	61,766	—
556,700	Zorlu Enerji Elektrik Uretim	68,680	—
		28,322,318	0.88
<b>FUTURES CONTRACTS</b>			
<b>— 0.00% (0.01%)</b>			
15	Euro STOXX 50 Index Future Expiry September 2023	9,393	—
11	Swiss Market Index Future Expiry September 2023	(814)	—
		8,579	—
<b>Portfolio of investments<sup>3,4</sup></b>		3,174,162,840	99.29
<b>Net other assets</b>		22,628,551	0.71
<b>Total net assets</b>		£3,196,791,391	100.00%

<sup>1</sup> Delisted securities are valued at the Manager's best assessment of their fair and reasonable value.

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

<sup>3</sup> Including investment liabilities.

<sup>4</sup> All investments are admitted to an official stock exchange unless otherwise stated.

Total purchases for the year: £271,467,271.

Total sales for the year: £379,758,356.

# Independent Auditor's Report

## Independent auditor's report to the Unitholders of Legal & General European Index Trust ('the Trust')

### Opinion

We have audited the financial statements of the Trust for the year ended 31 July 2023 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 Trust and the accounting policies set out on pages 30 and 31.

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 Trust as at 31 July 2023 and of the net revenue and the net capital gains on the property of the Trust 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 Trust 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 Trust or to cease their operations, and as they have concluded that the Trust'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 Trust's business model and analysed how those risks might affect the Trust'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 Trust'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 Trust 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 Trust’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 identified and selected a sample of journal entries made at the end of the reporting period and tested those substantively including all material post-closing entries. Based on the results of our risk assessment procedures and understanding of the process, including the segregation of duties between the Directors 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 Trust 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 Trust 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 Trust'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 Trust have not been kept; or
- the financial statements are not in agreement with the accounting records.

## **Independent Auditor's Report continued**

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

As explained more fully in their statement set out on page 7, the Manager is responsible for: the preparation of financial statements that give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Trust'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 Trust or to cease operations, or have no realistic alternative but to do so.

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

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

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

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

This report is made solely to the Trust'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 Trust'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 Trust and the Trust's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Grant Archer  
for and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
319 St Vincent Street,  
Glasgow G2 5AS  
3 November 2023

## Financial Statements

### Statement of Total Return for the year ended 31 July 2023

		31/07/23		31/07/22	
	Notes	£	£	£	£
Income					
Net capital gains/ (losses)	3	359,493,737		(339,869,095)	
Revenue	4	98,008,631		101,920,245	
Expenses	5	(2,756,445)		(3,682,625)	
Interest payable and similar charges	7	(59,248)		(164,548)	
Net revenue before taxation		95,192,938		98,073,072	
Taxation	6	(7,489,021)		(6,850,294)	
Net revenue after taxation for the year		87,703,917		91,222,778	
Total return before distributions		447,197,654		(248,646,317)	
Distributions	7	(87,703,917)		(91,222,778)	
Change in net assets attributable to Unitholders from investment activities		£359,493,737		£(339,869,095)	

### Statement of Change in Net Assets attributable to Unitholders for the year ended 31 July 2023

	31/07/23		31/07/22	
	£	£	£	£
Opening net assets attributable to Unitholders		2,993,192,019		3,538,788,964
Amounts received on issue of units	434,608,568		907,655,758	
Amounts paid on cancellation of units	(641,214,431)		(1,065,739,462)	
Amounts paid on in-specie transactions	—		(97,700,268)	
		(206,605,863)		(255,783,972)
Change in net assets attributable to Unitholders from investment activities		359,493,737		(339,869,095)
Retained distributions on accumulation units		50,710,160		50,056,122
Unclaimed distributions		1,338		—
Closing net assets attributable to Unitholders		<u>£3,196,791,391</u>		<u>£2,993,192,019</u>

## Financial Statements continued

### Balance Sheet as at 31 July 2023

	Notes	31/07/23 £	31/07/22 £
<b>ASSETS</b>			
<b>Fixed assets:</b>			
Investments		3,174,163,654	2,935,232,542
<b>Current assets:</b>			
Debtors	8	50,328,011	27,058,068
Cash and bank balances	9	83,268,706	71,618,271
<b>Total assets</b>		<b>3,307,760,371</b>	<b>3,033,908,881</b>
<b>LIABILITIES</b>			
Investment liabilities		(814)	(2,477)
<b>Creditors:</b>			
Bank overdrafts	9	(73,099,255)	(69,963)
Distributions payable		(36,634,616)	(35,317,591)
Other creditors	10	(1,234,295)	(5,326,831)
<b>Total liabilities</b>		<b>(110,968,980)</b>	<b>(40,716,862)</b>
<b>Net assets attributable to Unitholders</b>		<b>£3,196,791,391</b>	<b>£2,993,192,019</b>

# Notes to the Financial Statements

## 1. Statement of Compliance

The Financial Statements have been prepared in compliance with UK Financial Reporting Standard 102 (FRS 102) and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Association in May 2014 (2014 SORP) and amended in June 2017.

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

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

### (b) Functional and Presentation Currency

The functional and presentation currency of the Trust is Sterling.

### (c) Recognition of Revenue

Revenue from quoted equities and non-equity shares is recognised net of attributable tax credits when the security is quoted ex-dividend. Revenue from unquoted equity investments is recognised net of attributable tax credits when the dividend is declared.

Overseas revenue received after the deduction of withholding tax is shown gross of taxation, with the taxation consequences shown within the taxation charge.

Special dividends are treated as either revenue or capital depending on the facts of each particular case.

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.



## Notes to the Financial Statements continued

### 2. Summary of Significant Accounting Policies continued

#### (e) Distribution Policy

The policy is to distribute all available revenue, after deduction of those expenses which are chargeable in calculating the distribution, on an annual basis, in accordance with the COLL.

Fund Management Fees are deducted from revenue for the purpose of calculating the distribution.

The ordinary element of stock dividends is treated as revenue and forms part of the distribution. In the case of an enhanced stock dividend, the value of the enhancement is treated as capital and does not form part of the distribution.

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

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

All investments are valued at their fair value as at 12 noon on 31 July 2023, being the last business day of the accounting year. The fair value for non-derivative securities is bid market price. The fair value for derivative instruments is the cost of closing out the contract on the last working day of the accounting year.

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, with relief for overseas taxation taken where appropriate.

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 12 noon on 31 July 2023, being the last business day of the accounting year.

#### (i) Derivative Instruments

The Trust 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 Trust 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.

Derivative instruments held within the Trust 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/(losses)

	31/07/23	31/07/22
	£	£
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	352,870,510	(340,262,469)
Derivative securities	7,193,151	328,154
Forward currency contracts (losses)/gains	(442,552)	1,346
Currency (losses)/gains	(128,168)	62,713
CSDR penalty reimbursement	796	1,161
Net capital gains/(losses)	<u>359,493,737</u>	<u>(339,869,095)</u>

### 4. Revenue

	31/07/23	31/07/22
	£	£
Taxable overseas dividends	410,128	462,737
Non-taxable overseas dividends	95,746,570	97,557,022
Futures revenue	480,636	445,999
Franked stock dividends	1,186,734	3,315,660
Bank interest	<u>184,563</u>	<u>138,827</u>
	<u>98,008,631</u>	<u>101,920,245</u>

### 5. Expenses

	31/07/23	31/07/22
	£	£
Payable to the Manager, associates of the Manager and agents of either of them:		
Fund Management Fees	<u>2,756,445</u>	<u>3,682,625</u>
Total expenses	<u>2,756,445</u>	<u>3,682,625</u>

Audit fees of £13,609 plus VAT of £2,722 have been borne by the Manager out of its Fund Management Fee. In the prior year, the total audit fee was £12,028 plus VAT of £2,406.

## Notes to the Financial Statements continued

### 6. Taxation

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

	31/07/23	31/07/22
	£	£
Corporation tax	—	—
Overseas tax	7,489,021	6,850,294
Current tax [note 6(b)]	7,489,021	6,850,294
Deferred tax [note 6(c)]	—	—
Total taxation	7,489,021	6,850,294

#### (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	95,192,938	98,073,072
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2022: 20%)	19,038,588	19,614,614
<b>Effects of:</b>		
DTR expensed	(12,304)	(13,882)
Excess management expenses not utilised	360,376	573,804
Overseas tax	7,489,021	6,850,294
Revenue not subject to taxation	(19,386,660)	(20,174,536)
Current tax	7,489,021	6,850,294

#### (c) Provision for deferred tax

There is no deferred tax provision in the current or preceding year. At the year end there is a potential deferred tax asset of £22,947,159 (31 July 2022: £22,586,783) due to surplus management expenses.

It is unlikely the Trust will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised (31 July 2022: same).

## 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:

	31/07/23	31/07/22
	£	£
Final distribution	87,344,776	85,373,713
	87,344,776	85,373,713
Add: Revenue deducted on cancellation of units	6,827,600	10,381,567
Add: Revenue deducted on in-specie transactions	—	2,756,789
Less: Revenue received on creation of units	(6,468,459)	(7,289,291)
<b>Distributions for the year</b>	<b>87,703,917</b>	<b>91,222,778</b>
<b>Interest payable and similar charges</b>		
Bank overdraft interest	59,248	164,548
	87,763,165	91,387,326

### 8. Debtors

	31/07/23	31/07/22
	£	£
Accrued revenue	582,550	1,052,553
Amounts receivable for creation of units	1,781,003	7,266,997
Overseas tax recoverable	19,571,463	18,352,581
Receivable for foreign exchange contracts	—	32,872
Sales awaiting settlement	28,392,995	353,065
	50,328,011	27,058,068

### 9. Net uninvested cash

	31/07/23	31/07/22
	£	£
Amounts held at futures clearing houses and brokers	480,304	818,425
Cash and bank balances	82,788,402	70,799,846
Amounts due to futures clearing houses and brokers	(23,987)	(2,093)
Bank overdrafts	(73,075,268)	(67,870)
<b>Net uninvested cash</b>	<b>10,169,451</b>	<b>71,548,308</b>

## Notes to the Financial Statements continued

### 10. Other creditors

	31/07/23	31/07/22
	£	£
Accrued expenses	243,216	234,692
Amounts payable for cancellation of units	989,998	4,677,002
Payable for foreign exchange contracts	1,081	—
Purchases awaiting settlement	—	415,137
	<u>1,234,295</u>	<u>5,326,831</u>

### 11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitment at the balance sheet date (31 July 2022: same).

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks

The investments of a Trust 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 Trust 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 Trust is detailed on page 2.

#### **(a) Market Risk arising from other price risk**

Market Risk arises mainly from uncertainty about future prices. It represents the potential loss the Trust may suffer through holding market positions in the face of market movements.

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar instruments traded in the market.

The assets held by the Trust can be seen in the Portfolio Statement starting on page 10. Movements in the prices of these investments result in movements in the performance of the Trust. The Manager adheres to the investment guidelines established in the Trust Deed, the Prospectus, the COLL and the Trust's IOG, and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

As at the balance sheet date, if the price of the investments held by the Trust increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £158,708,142 (31 July 2022: £146,761,503).

## **Notes to the Financial Statements continued**

### **12. Financial Instruments and Associated Risks continued**

#### **(b) Interest Rate Risk**

Interest Rate Risk is the risk of movements in the value of financial instruments as a result of fluctuations in interest rates.

The Trust's only interest bearing financial instruments were its bank balances and overdraft facilities as disclosed in note 9. Cash is deposited and overdraft facilities utilised on normal commercial terms.

In the event of a change in interest rates, there would be no material impact upon the assets of the Trust.

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (c) Foreign Currency Risk

Foreign Currency Risk is the risk of movements in the value of financial instruments as a result of fluctuations in exchange rates. This risk may be managed by the use of forward currency contracts or currency futures as necessary.

Forward currency contracts were utilised during the current and the preceding year.

As at the balance sheet date, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £31,960,040 (31 July 2022: £29,742,182).

The direct foreign currency profile of the Trust's net assets at the balance sheet date was:

31/07/23 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Australian Dollar	38	—	38
Czech Koruna	6	4,353	4,359
Danish Krone	1,024	176,772	177,796
Euro	7,046	2,090,377	2,097,423
Hong Kong Dollar	1	—	1
Hungarian Forint	12	6,150	6,162
Norwegian Krone	834	45,963	46,797
Polish Zloty	175	19,550	19,725
Swedish Krona	276	191,341	191,617
Swiss Franc	12,416	611,268	623,684
Turkish Lira	7	28,322	28,329
US Dollar	7	66	73

31/07/22 Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£'000	£'000	£'000
Czech Koruna	120	4,363	4,483
Danish Krone	1,098	166,054	167,152
Euro	20,300	1,856,883	1,877,183
Hungarian Forint	2	4,534	4,536
Norwegian Krone	672	54,758	55,430
Polish Zloty	(93)	14,906	14,813
Swedish Krona	404	203,992	204,396
Swiss Franc	16,468	618,977	635,445
Turkish Lira	6	10,435	10,441
US Dollar	8	331	339



## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (d) 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.

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

#### (e) Liquidity Risk

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

The Trust 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.

#### (f) Derivative Risk - Sensitivity Analysis

Derivative Risk arises from uncertainty about future market movements. This risk is managed by the policies shown within Market risk.

As at the balance sheet date, the Trust made use of the following derivatives:

##### **Futures (excluding Currency Futures)**

Futures are used to adjust the equities exposure of the Trust in a cost effective manner. The effect of these instruments was to increase the exposure of the Trust to equities by £1,695,476 (31 July 2022: 8,413,060), representing 0.05% of the net asset value (31 July 2022: 0.28%).

This results in an effective equity exposure at the year end of 99.34% (31 July 2022: 98.34%) of net assets, which means that the gains or losses of the Trust will be 0.9934 (31 July 2022: 0.9834) times the gains or losses if the Trust was fully invested in equities.

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (g) 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 and amended in June 2017 requires the classification of the Trust'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 Trust's financial instruments as at the balance sheet date were:

<b>31/07/23</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	3,174,163,654	(814)
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>3,174,163,654</b>	<b>(814)</b>

<b>31/07/22</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	2,935,232,542	—
Level 2 - Observable Market Data	—	(2,477)
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>2,935,232,542</b>	<b>(2,477)</b>

#### Level 1

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

#### Level 2

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

#### Level 3

Valuation techniques using unobservable inputs.

## Notes to the Financial Statements continued

### 13. Portfolio transaction costs

31/07/23	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	271,177	64	0.02	226	0.08	271,467
<b>Total</b>	<b>271,177</b>	<b>64</b>	<b>0.02</b>	<b>226</b>	<b>0.08</b>	<b>271,467</b>
31/07/23	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	379,829	(71)	0.02	—	—	379,758
<b>Total</b>	<b>379,829</b>	<b>(71)</b>	<b>0.02</b>	<b>—</b>	<b>—</b>	<b>379,758</b>

Commissions and taxes as % of average net assets

Commissions 0.00%

Taxes 0.01%

31/07/22	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	118,277	24	0.02	39	0.03	118,340
<b>Total</b>	<b>118,277</b>	<b>24</b>	<b>0.02</b>	<b>39</b>	<b>0.03</b>	<b>118,340</b>
31/07/22	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	342,052	(47)	0.01	—	—	342,005
<b>Total</b>	<b>342,052</b>	<b>(47)</b>	<b>0.01</b>	<b>—</b>	<b>—</b>	<b>342,005</b>

Commissions and taxes as % of average net assets

Commissions 0.00%

Taxes 0.00%

Transaction costs consist of expenses incurred in the process of the purchase and sales of securities above the cost of the securities.

The average portfolio dealing spread, including the effect of foreign exchange, as at the balance sheet date was 0.05% (31 July 2022: 0.05%).

## 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 56. 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 46 to 54. The distributions per unit class are given in the distribution table on page 44. All classes have the same rights on winding up.

<b>R-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	7,968,769	5,974,443
Units issued	1,448,370	772,561
Units cancelled	(6,180,074)	(3,244,059)
Units converted	—	—
Closing Units	3,237,065	3,502,945

<b>F-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	1,219	9,451
Units issued	—	—
Units cancelled	—	—
Units converted	—	—
Closing Units	1,219	9,451

<b>I-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	305,833,797	91,384,783
Units issued	7,860,566	18,768,965
Units cancelled	(26,811,615)	(8,371,795)
Units converted	—	—
Closing Units	286,882,748	101,781,953

<b>C-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	80,884,971	77,264,509
Units issued	24,083,433	31,094,892
Units cancelled	(16,734,347)	(16,118,027)
Units converted	—	—
Closing Units	88,234,057	92,241,374

<b>L-Class</b>	<b>Accumulation</b>
Opening Units	1,437,340,784
Units issued	65,187,285
Units cancelled	(516,275,606)
Units converted	—
Closing Units	986,252,463

## Notes to the Financial Statements continued

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

The Manager is regarded as a related party to the Trust because it provides key management personnel services to the Trust. 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 Trust.

Legal & General (Unit Trust Managers) Limited acts as the principal on all the transactions of the units in the Trust. 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 Trust plus any rebates paid by the Authorised Fund Manager to the Trust are shown within notes 3, 4 and 5 as applicable. Any outstanding fees, amounts outstanding on creations or cancellations of units in the Trust, or rebates receivable by the Trust from the Manager are shown within notes 8 and 10 as applicable.

As at the balance sheet date, the Manager and its associates held 0.00% (5.43% as at 31 July 2022) of the Trust'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 547.89p. The Net Asset Value per R-Class accumulation unit for the Trust as at 12 noon on 31 October 2023 was 514.90p. This represents a decrease of 6.02% from the year end value.

## Distribution Table

### Distribution Table for the year ended 31 July 2023

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.

Final dividend distribution in pence per unit			Period 01/08/22 to 31/07/23	
R-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	8.2749	—	8.2749	7.7073
Group 2	8.1171	0.1578	8.2749	7.7073
R-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	12.6482	—	12.6482	11.4829
Group 2	5.3024	7.3458	12.6482	11.4829
F-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	8.7596	—	8.7596	8.1780
Group 2	—	8.7596	8.7596	8.1780
F-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	13.7949	—	13.7949	12.5489
Group 2	—	13.7949	13.7949	12.5489
I-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	9.6465	—	9.6465	8.9575
Group 2	6.7950	2.8515	9.6465	8.9575
I-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	15.9775	—	15.9775	14.4196
Group 2	6.6426	9.3349	15.9775	14.4196
C-Class			Distribution	Distribution
Distribution Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	9.8515	—	9.8515	9.0352
Group 2	6.6661	3.1854	9.8515	9.0352
C-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	16.3680	—	16.3680	14.5926
Group 2	7.8196	8.5484	16.3680	14.5926
L-Class			Distribution	Distribution
Accumulation Units	Revenue	Equalisation	30/09/23	30/09/22
Group 1	1.9168	—	1.9168	1.7335
Group 2	1.7993	0.1175	1.9168	1.7335

## Trust Information

The Comparative Tables on pages 46 to 54 give the performance of each active unit class in the Trust.

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 Trust's performance disclosed in the Manager's report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Trust.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades and research costs.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by a fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

## Trust Information continued

### Comparative Tables

#### R-Class Distribution Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	311.28	344.54	282.46
Return before operating charges*	49.28	(23.83)	68.22
Operating charges (calculated on average price)	(1.64)	(1.72)	(1.57)
Return after operating charges*	47.64	(25.55)	66.65
Distributions on income units	(8.27)	(7.71)	(4.57)
Closing net asset value per unit	350.65	311.28	344.54
* after direct transaction costs of:	0.04	0.01	0.02

#### Performance

Return after charges	15.30%	(7.42)%	23.60%
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#### Other Information

Closing net asset value (£)	11,350,627	24,804,920	297,168,867
Closing number of units	3,237,065	7,968,769	86,251,127
Operating charges <sup>†</sup>	0.50% <sup>^</sup>	0.50%	0.50%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	362.80p	365.80p	350.50p
Lowest unit price	285.50p	291.60p	268.40p

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

<sup>^</sup> The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**



## Trust Information continued

### Comparative Tables continued

#### R-Class Accumulation Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	475.26	513.13	415.16
Return before operating charges*	75.12	(35.31)	100.28
Operating charges (calculated on average price)	(2.49)	(2.56)	(2.31)
Return after operating charges*	72.63	(37.87)	97.97
Distributions	(12.65)	(11.48)	(6.72)
Retained distributions on accumulation units	12.65	11.48	6.72
Closing net asset value per unit	547.89	475.26	513.13
* after direct transaction costs of:	0.06	0.02	0.02

#### Performance

Return after charges	15.28%	(7.38)%	23.60%
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#### Other Information

Closing net asset value (£)	19,192,315	28,394,169	275,561,119
Closing number of units	3,502,945	5,974,443	53,702,160
Operating charges†	0.50%^	0.50%	0.50%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	553.80p	545.00p	515.10p
Lowest unit price	436.20p	434.40p	394.40p

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

^ The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Trust Information continued

### Comparative Tables continued

#### F-Class Distribution Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	311.73	345.02	282.86
Return before operating charges*	49.34	(23.86)	68.38
Operating charges (calculated on average price)	(1.20)	(1.25)	(1.14)
Return after operating charges*	48.14	(25.11)	67.24
Distributions on income units	(8.76)	(8.18)	(5.08)
Closing net asset value per unit	351.11	311.73	345.02
* after direct transaction costs of:	0.04	0.01	0.02

#### Performance

Return after charges	15.44%	(7.28)%	23.77%
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#### Other Information

Closing net asset value (£)	4,280	3,800	141,353
Closing number of units	1,219	1,219	40,969
Operating charges†	0.36%^	0.36%	0.36%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	363.60p	366.40p	351.40p
Lowest unit price	285.90p	292.30p	268.80p

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

^ The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Trust Information continued

### Comparative Tables continued

#### F-Class Accumulation Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	490.93	529.30	427.64
Return before operating charges*	77.69	(36.47)	103.36
Operating charges (calculated on average price)	(1.89)	(1.90)	(1.70)
Return after operating charges*	75.80	(38.37)	101.66
Distributions	(13.79)	(12.55)	(7.80)
Retained distributions on accumulation units	13.79	12.55	7.80
Closing net asset value per unit	566.73	490.93	529.30
* after direct transaction costs of:	0.06	0.02	0.03

#### Performance

Return after charges	15.44%	(7.25)%	23.77%
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#### Other Information

Closing net asset value (£)	53,562	46,398	375,697
Closing number of units	9,451	9,451	70,980
Operating charges†	0.36%^	0.36%	0.36%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	572.60p	562.40p	531.30p
Lowest unit price	450.70p	448.40p	406.40p

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

^ The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Trust Information continued

### Comparative Tables continued

#### I-Class Distribution Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	311.39	344.57	282.54
Return before operating charges*	49.75	(23.82)	68.38
Operating charges (calculated on average price)	(0.40)	(0.40)	(0.38)
Return after operating charges*	49.35	(24.22)	68.00
Distributions on income units	(9.65)	(8.96)	(5.97)
Closing net asset value per unit	351.09	311.39	344.57
* after direct transaction costs of:	0.04	0.01	0.02

#### Performance

Return after charges	15.85%	(7.03)%	24.07%
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#### Other Information

Closing net asset value (£)	1,007,213,279	952,343,364	805,854,769
Closing number of units	286,882,748	305,833,797	233,873,898
Operating charges†	0.12% <sup>^</sup>	0.12%	0.12%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	364.30p	366.30p	351.90p
Lowest unit price	286.00p	292.40p	268.70p

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

<sup>^</sup> The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Trust Information continued

### Comparative Tables continued

#### I-Class Accumulation Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	515.78	554.83	447.21
Return before operating charges*	82.38	(38.40)	108.22
Operating charges (calculated on average price)	(0.66)	(0.65)	(0.60)
Return after operating charges*	81.72	(39.05)	107.62
Distributions	(15.98)	(14.42)	(9.46)
Retained distributions on accumulation units	15.98	14.42	9.46
Closing net asset value per unit	597.50	515.78	554.83
* after direct transaction costs of:	0.07	0.02	0.03

#### Performance

Return after charges	15.84%	(7.04)%	24.06%
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#### Other Information

Closing net asset value (£)	608,149,931	471,347,663	612,498,046
Closing number of units	101,781,953	91,384,783	110,392,999
Operating charges†	0.12%^	0.12%	0.12%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	603.30p	589.90p	556.90p
Lowest unit price	473.70p	470.70p	425.30p

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

^ The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**

## Trust Information continued

### Comparative Tables continued

#### C-Class Distribution Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	311.37	344.48	282.45
Return before operating charges*	49.75	(23.80)	68.37
Operating charges (calculated on average price)	(0.20)	(0.27)	(0.28)
Return after operating charges*	49.55	(24.07)	68.09
Distributions on income units	(9.85)	(9.04)	(6.06)
Closing net asset value per unit	351.07	311.37	344.48
* after direct transaction costs of:	0.04	0.01	0.02

#### Performance

Return after charges	15.91%	(6.99)%	24.11%
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#### Other Information

Closing net asset value (£)	309,763,956	251,848,417	307,416,399
Closing number of units	88,234,057	80,884,971	89,241,541
Operating charges†	0.06% <sup>^</sup>	0.08%	0.09%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	364.40p	366.30p	351.90p
Lowest unit price	286.00p	292.30p	268.60p

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

<sup>^</sup> The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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**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.**

## Trust Information continued

### Comparative Tables continued

#### C-Class Accumulation Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	517.48	556.37	448.31
Return before operating charges*	82.68	(38.46)	108.51
Operating charges (calculated on average price)	(0.33)	(0.43)	(0.45)
Return after operating charges*	82.35	(38.89)	108.06
Distributions	(16.37)	(14.59)	(9.64)
Retained distributions on accumulation units	16.37	14.59	9.64
Closing net asset value per unit	599.83	517.48	556.37
* after direct transaction costs of:	0.07	0.02	0.03

#### Performance

Return after charges	15.91%	(6.99)%	24.10%
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#### Other Information

Closing net asset value (£)	553,287,300	399,829,313	411,509,101
Closing number of units	92,241,374	77,264,509	73,963,660
Operating charges†	0.06% <sup>^</sup>	0.08%	0.09%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	605.60p	591.60p	558.40p
Lowest unit price	475.30p	472.10p	426.30p

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

<sup>^</sup> The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

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

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

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## Trust Information continued

### Comparative Tables continued

#### L-Class Accumulation Units

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

Accounting Year ending	31/07/23 (pence per unit)	31/07/22 (pence per unit)	31/07/21 (pence per unit)
Opening net asset value per unit	60.15	64.64	52.06
Return before operating charges*	9.62	(4.46)	12.60
Operating charges (calculated on average price)	(0.03)	(0.03)	(0.02)
Return after operating charges*	9.59	(4.49)	12.58
Distributions	(1.92)	(1.73)	(1.14)
Retained distributions on accumulation units	1.92	1.73	1.14
Closing net asset value per unit	69.74	60.15	64.64
* after direct transaction costs of:	0.01	—	—

#### Performance

Return after charges	15.94%	(6.95)%	24.16%
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#### Other Information

Closing net asset value (£)	687,776,141	864,573,975	828,263,613
Closing number of units	986,252,463	1,437,340,784	1,281,249,744
Operating charges†	0.04% <sup>^</sup>	0.04%	0.04%
Direct transaction costs	0.01%	0.00%	0.00%

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

Highest unit price	70.40p	68.74p	64.88p
Lowest unit price	55.25p	54.87p	49.52p

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

<sup>^</sup> The Trust incurs costs relating to investments in closed ended funds (such as investment trusts). These costs vary and are approximately 0.00%.

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

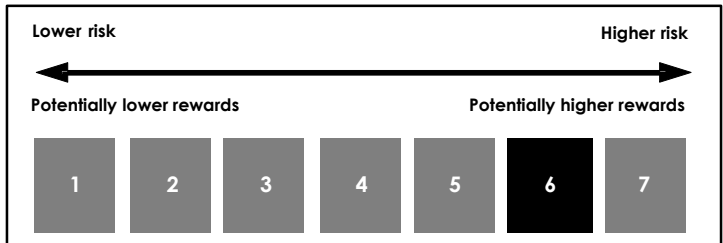
**Past performance is not a guide to future performance.**

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

**Exchange rate changes may cause the value of any overseas investments to rise or fall.**



# Risk and Reward Profile (unaudited)



- The Risk and Reward Indicator table demonstrates where the Trust 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 Trust. The shaded area in the table above shows the Trust's ranking on the Risk and Reward Indicator.
- The Trust is in category six because it invests in company shares which are sensitive to variations in the stock market. The value of company shares can change substantially over short periods of time. Company shares are generally considered to be higher risk investments than bonds or cash.
- Even a trust in the lowest category is not a risk free investment.

## General Information (unaudited)

### Constitution

Launch date:	13 June 1989										
Period end date for distribution:	31 July										
Distribution date:	30 September										
Minimum initial lump sum investment:	<table><tr><td>R-Class</td><td>£100</td></tr><tr><td>I-Class</td><td>£1,000,000</td></tr><tr><td>C-Class*</td><td>£100,000,000</td></tr><tr><td>L-Class**</td><td>£100,000</td></tr></table>	R-Class	£100	I-Class	£1,000,000	C-Class*	£100,000,000	L-Class**	£100,000		
R-Class	£100										
I-Class	£1,000,000										
C-Class*	£100,000,000										
L-Class**	£100,000										
Minimum monthly contributions:	<table><tr><td>R-Class</td><td>£20</td></tr><tr><td>I-Class</td><td>N/A</td></tr><tr><td>C-Class*</td><td>N/A</td></tr><tr><td>L-Class**</td><td>N/A</td></tr></table>	R-Class	£20	I-Class	N/A	C-Class*	N/A	L-Class**	N/A		
R-Class	£20										
I-Class	N/A										
C-Class*	N/A										
L-Class**	N/A										
Valuation point:	12 noon										
Fund Management Fees:	<table><tr><td>R-Class</td><td>Annual 0.50%</td></tr><tr><td>F-Class***</td><td>Annual 0.36%</td></tr><tr><td>I-Class</td><td>Annual 0.12%</td></tr><tr><td>C-Class*</td><td>Annual 0.06%</td></tr><tr><td>L-Class**</td><td>Annual 0.04%</td></tr></table>	R-Class	Annual 0.50%	F-Class***	Annual 0.36%	I-Class	Annual 0.12%	C-Class*	Annual 0.06%	L-Class**	Annual 0.04%
R-Class	Annual 0.50%										
F-Class***	Annual 0.36%										
I-Class	Annual 0.12%										
C-Class*	Annual 0.06%										
L-Class**	Annual 0.04%										
Initial charges:	Nil for all existing unit classes										

- \* Class C units are available to certain eligible investors who meet the criteria for investment in such units as outlined in the share class policy of the Manager, which is available to investors in the C-Class upon request. Where investors in the C-Class no longer continue to meet the criteria for investment in such units, further investment in such units may not be permitted.
- \*\* Class L units are only available to other Legal & General funds and/or companies which have entered into an agreement with the Manager or an affiliate of the Manager.
- \*\*\* Class F units are closed to new subscriptions.

### Pricing and Dealing

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

Dealing in units takes place on a forward pricing basis, from 9:00am to 5:00pm, Monday to Friday.

### Buying and Selling Units

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

### ISA Status

This Trust 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.

### **Information on Tracking Error**

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

Using monthly returns, over the review year, the annualised Tracking Error of the Trust is 0.27%, whilst over the last three years to the end of July 2023, the annualised Tracking Error of the Trust is 0.17%. These Tracking Errors are within the anticipated Tracking Error levels set out in the Trust's Prospectus of +/-0.50% per annum.

## 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 European Index Trust, 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 have a material impact on the management company and the funds we manage as at 31 December 2022:

### Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Trust (Pro-rated) (£'000)
37	9,236	11,203	898

### Material Risk Takers

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Trust (Pro-rated) (£'000)
61	6,283	4,317	71

### Controlled Functions

During 2022, Legal & General Unit Trust Managers Limited (UTM) engaged the services of four employees of Legal & General Investment Management (Holdings) Limited (LGIMH). In addition, there were three non-executive Directors. UTM also engaged the services of a further 30 LGIMH 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.

### Material Risk Takers

As at 31 December 2022, UTM engaged the services of Legal & General Investment Management's Index Fund Management team, which consists of 61 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 Trust. 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 Legal & General Investment Management's Index Fund Management team.

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

### **Assessment of Value**

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

### **Taskforce on Climate related Financial Disclosures (TCFD) Report**

In accordance with the Taskforce on Climate related Financial Disclosures (TCFD) requirements, UTM has prepared its public TCFD report which is available for investors to read and review at the following website link:  
[https://www.lgim.com/landg-assets/lgim/\\_document-library/capabilities/utm-tcfcl-legal-entity-report-2022.pdf](https://www.lgim.com/landg-assets/lgim/_document-library/capabilities/utm-tcfcl-legal-entity-report-2022.pdf).

### **Significant Change**

#### **Change of Investment Objective and Policy**

With effect from 20 December 2022, the Investment Objective & Policy was updated. The previous and revised Investment Objective and Policy are set out on page 2.

### **Notifiable Change**

#### **Prospectus Update**

Following a review, the Risk Factors section of the Prospectus (including the Table of Trust specific risks) was updated on 20 December 2022.

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

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

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

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

With effect from 23 May 2023, the Prospectus was updated for the following:

To introduce wording to confirm that units may be redeemed under certain circumstances.

## General Information (unaudited) continued

### Authorised Fund Manager

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

### Directors of the Manager

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

\*Non-executive Director

### Secretary

J. McCarthy  
One Coleman Street,  
London EC2R 5AA

### Registrar

Legal & General (Unit Trust Managers) Limited  
Brunel House,  
2 Fitzalan Road,  
Cardiff CF24 0EB  
Authorised and regulated by the Financial Conduct Authority

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

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

### Trustee

Northern Trust Investor Services Limited  
Trustee and Depositary Services  
50 Bank Street,  
Canary Wharf,  
London E14 5NT  
Authorised and regulated by the Financial Conduct Authority

### Independent Auditor

KPMG LLP  
319 St Vincent Street,  
Glasgow G2 5AS

### Investment Adviser

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



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

Legal & General  
(Unit Trust Managers) Limited  
Registered in England and Wales No. 01009418  
Registered office:  
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[www.legalandgeneral.com](http://www.legalandgeneral.com)

