

Legal & General UK 350 Index Fund

Annual Manager's Report
for the year ended
28 February 2021



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

Manager's Investment Report

Investment Objective and Policy

The objective of the Fund is to provide a combination of growth and income by tracking the performance of the FTSE 350 Index, the "Benchmark Index".

This objective is after the deduction of charges and taxation.

The Fund will invest at least 90% in assets that are included in the Benchmark Index. The Benchmark Index consists of shares of the 350 largest companies on the UK stock market in accordance with the Index provider's methodology. Such shares in companies are from all economic sectors.

The Fund is a Replicating Fund as it replicates 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 Fund may also invest in money market instruments (such as treasury bills), cash, permitted deposits and 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 of the Manager.

The Fund may only use derivatives for Efficient Portfolio Management purposes.

Manager's Investment Report

During the year under review, the price of the Fund's A-Class accumulation units rose by 3.69%. FTSE, the Index compiler, calculates the Benchmark Index at the end of the business day using closing prices, whereas the Fund is valued using prevailing prices at 12pm. Therefore, for tracking purposes the Fund has been revalued using closing prices. On this basis over the review year, the Fund returned 0.28% on a capital only basis, compared with the FTSE 350 Index return of 0.18% (Source: Bloomberg), producing a tracking difference of +0.10%.

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

Global equity indices recorded a positive return during 2020, recovering from a turbulent period in March when COVID-19 spread worldwide and countries implemented lockdown measures. Markets plunged as fears grew of a severe global economic recession, although equities subsequently rebounded strongly as investors looked towards a recovery in economic activity in 2021, with optimism that the rollout of effective vaccines would hasten the end of the COVID-19 pandemic.

Manager's Investment Report continued

Nevertheless, returns from UK equities have been particularly disappointing over the last 12 months, with the stock market underperforming global indices by a substantial margin. Domestically focused stocks were particularly hard hit by the disruptive impact of COVID-19 and the imposition of lockdown measures, which were severe on sectors such as retailers, financials, industrials and real estate. In addition, a broad range of companies moved to suspend dividend payments and opted to preserve cash, further weakening total returns from UK equities. That said, the stock market rallied strongly over the fourth quarter of 2020, as the UK became the first country to approve COVID-19 vaccines, while a trade agreement with the EU in December averted the potentially highly disruptive impact of a 'no-deal' Brexit.

The more globally focused FTSE 100 Index (-1.48%) underperformed the more domestically focused FTSE Mid 250 Index (8.17%) during the review year.

The best performing sectors over the review year were Industrial Metals & Mining (+88.91%), Industrial Transportation (+64.99%) and Mining (+59.88%). The worst performing sectors over the review year were Oil Equipment, Services & Distribution (-26.84%), Aerospace & Defence (-26.55%) and Health Care Equipment & Services (-19.94%).

Fund Review

Companies held within the Fund are held with weightings generally proportionate to those of the Index. Hence investment activity, other than to raise or invest cash, is only necessary when there are changes in the issued share capital or free float of the constituent companies, or to the constituents of the Index.

During the year under review there were four Index reviews carried out by FTSE.

The March quarterly Index review resulted in eight additions and eight deletions.

The largest additions were Impax Environmental Markets, Hipgnosis Songs and Petropavlovsk. The largest deletions were Hunting, 888 and NewRiver REIT.

There were 40 changes to the free share capital of constituents with the largest increases being Polymetal International, IntegraFin and JD Sports Fashion and the largest decreases being Royal Dutch Shell 'A', Anglo American and WPP.

The annual Index review in June resulted in nine additions and nine deletions.

The largest additions were BB Healthcare Trust, Civitas Social Housing and Liontrust Asset Management. The largest deletions were Forterra, Elementis and Marston's.

There were 202 changes to the free share capital of constituents with the largest increases being Hargreaves Lansdown, Helios Towers and HSBC and the largest decreases being Rio Tinto, Royal Dutch Shell 'B' and RELX.

The September Index review resulted in nine additions, including CMC Markets, Indivior, Premier Foods, SDL, and Hipgnosis Songs. The 11 deletions included Bank of Georgia Group, Equiniti Group, Hammerson and Finabl following its continued suspension. There were 45 changes to the free share capital with the largest increases being for Ocado Group, Flutter Entertainment and Scottish Mortgage Investment Trust and the largest decreases were for Pershing Square and Standard Life Aberdeen.

The December Index review saw Elementis being added and the return of Hammerson, with Scottish Investment Trust and Fisher (James) & Sons moving to the FTSE SmallCap Index. Out of the 24 increases in free share capital, Aston Martin Lagonda Global and Polymetal International were the largest, whilst Scottish Mortgage Investment Trust and Standard Life Aberdeen were among the largest decreases.

Manager's Investment Report continued

Outside of the reviews there was a noticeable amount of activity including multiple cash takeovers by overseas companies taking advantage of the weak pound. Daejan was acquired by Freshwater Group (US) whilst EI Group was purchased by a private leisure European entity. Hastings Group was acquired for cash and NMC Health was removed from the Index following its continuous suspension, whilst Perpetual Income and Growth Investment Trust was voluntarily liquidated after entering a scheme of reconstruction with Murray International Trust which subsequently became an Index constituent.

There was a considerable amount of large capital raisings from £1 billion to £3 billion over the COVID-19 period as companies either looked to shore up their balance sheets and reduce debt like International Consolidated Airlines Group, Rolls-Royce and Whitbread, or looked to raise capital to take advantage of low valuations such as AVEVA Group.

Other movements included Ninety One being added to the Index after it demerged from Investec and SDL being removed following its merger with AIM constituent RWS and becoming ineligible for Index inclusion.

The largest change was Unilever (Registered) unifying its UK and Dutch structure and becoming the largest UK Company following its cross-border merger.

Outlook

The UK is a trailblazer in vaccinations, with over 50% of the adult population having had their first jab. Despite that, we think UK sentiment remains quite negative due to the repeated lockdowns and Brexit related news stories. For example, UK rate expectations are still more dovish than other developed markets and we think the Sterling remains heavily undervalued. So, with the UK being able to reopen from March we expect a strong rebound in growth ahead of unemployment likely peaking in around May.

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

Legal & General Investment Management Limited
(Investment Adviser)
23 March 2021

Important Note from the Manager

Since January 2020, global financial markets have been affected by the COVID-19 coronavirus. The virus has caused major uncertainty and disruption to businesses and everyday life. Financial markets have reacted sharply to this news, with concerns regarding the economic impact this may have on a global scale. The long-term impact on the global economy and markets will depend upon the overall scale and the duration of the outbreak, the success of vaccine rollout programs, as well as on the actions taken by governments and central banks.

Legal & General (Unit Trust Managers) Limited
March 2021

Authorised Status

Authorised Status

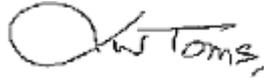
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

Directors' Statement

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



A. J. C. Craven
(Director)



L. W. Toms
(Director)

Legal & General (Unit Trust Managers) Limited
18 June 2021

Statement of Responsibilities

Statement of the Manager's Responsibilities

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

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

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

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

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

Statement of Responsibilities continued

Statement of the Trustee's Responsibilities

The Depositary in its capacity as Trustee of Legal & General UK 350 Index Fund must ensure that the Fund is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("COLL"), the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together "the Scheme documents") as detailed below.

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

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

The Depositary must ensure that:

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

Report of the Trustee

Report of the Trustee to the Unitholders of the Legal & General UK 350 Index Fund ("the Fund") for the year ended 28 February 2021

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

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

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

Northern Trust Global Services SE UK Branch
UK Trustee and Depositary Services
18 June 2021

Portfolio Statement

Portfolio Statement as at 28 February 2021

All investments are in ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 28 February 2020.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	EQUITIES — 98.17% (98.62%)		
	UNITED KINGDOM		
	— 87.40% (89.46%)		
	Oil & Gas Producers		
	— 7.93% (10.60%)		
1,173,240	BP	3,438,766	2.67
31,185	Cairn Energy	60,468	0.05
34,361	Diversified Gas & Oil	42,608	0.03
5,939	Energean	54,437	0.04
27,578	Royal Dutch Shell 'A'	400,763	0.31
218,977	Royal Dutch Shell 'B'	3,067,430	2.39
213,040	Royal Dutch Shell 'A' (Dutch Listing)	3,135,121	2.44
		10,199,593	7.93
	Oil Equipment, Services & Distribution — 0.09% (0.14%)		
37,544	John Wood Group	112,219	0.09
	Chemicals — 0.83% (0.67%)		
7,675	Croda International	479,381	0.37
34,000	Elementis	43,928	0.04
11,268	Johnson Matthey	346,040	0.27
20,598	Synthomer	94,874	0.07
4,950	Victrix	104,643	0.08
		1,068,866	0.83
	Industrial Metals & Mining — 0.27% (0.18%)		
11,760	Bodycote	84,025	0.06
34,790	Evrax	199,764	0.16
17,747	Ferrexpo	60,198	0.05
		343,987	0.27
	Mining — 7.39% (4.71%)		
72,747	Anglo American	2,026,004	1.58
20,449	Antofagasta	364,401	0.28
122,896	BHP Group	2,796,499	2.17
10,923	Fresnillo	100,033	0.08
15,000	Hochschild Mining	31,950	0.02
13,350	KAZ Minerals	110,191	0.09
186,096	Petropavlovsk	50,618	0.04
64,106	Rio Tinto	4,019,446	3.13
		9,499,142	7.39
	Construction & Materials — 0.28% (0.30%)		
41,168	Balfour Beatty	113,953	0.09
21,100	lbstock	45,112	0.03
12,383	Marshalls	84,204	0.07

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Construction & Materials — (cont.)			
2,500	Morgan Sindall Group	41,750	0.03
13,941	Polypipe Group	76,815	0.06
		<hr/>	
		361,834	0.28
Aerospace & Defense — 1.53% (2.04%)			
1,800	Avon Rubber	49,770	0.04
27,523	Babcock International Group	71,863	0.05
189,678	BAE Systems	926,956	0.72
17,000	Chemring Group	47,600	0.04
47,243	Meggitt	202,531	0.16
34,480	QinetiQ Group	104,543	0.08
442,960	Rolls-Royce	484,155	0.38
4,335	Ultra Electronics	83,059	0.06
		<hr/>	
		1,970,477	1.53
General Industrials — 1.65% (1.73%)			
20,049	Bunzl	452,105	0.35
86,044	Coats Group	52,745	0.04
75,817	DS Smith	300,311	0.23
285,033	Melrose Industries	478,998	0.37
28,772	Mondi	499,913	0.39
23,345	Smiths Group	343,989	0.27
		<hr/>	
		2,128,061	1.65
Electronic & Electrical Equipment — 0.74% (0.65%)			
22,406	Halma	515,562	0.40
16,969	Morgan Advanced Materials	51,246	0.04
3,000	Oxford Instruments	53,820	0.04
2,110	Renishaw	120,376	0.09
7,107	Spectris	214,347	0.17
		<hr/>	
		955,351	0.74
Industrial Engineering — 1.02% (0.83%)			
4,990	Hill & Smith	63,074	0.05
16,275	IMI	211,738	0.16
52,770	Rotork	187,861	0.15
4,359	Spirax-Sarco Engineering	469,900	0.37
13,370	Vesuvius	68,855	0.05
15,652	Weir Group	311,475	0.24
		<hr/>	
		1,312,903	1.02
Industrial Transportation — 0.38% (0.24%)			
1,615	Clarkson	41,102	0.03
55,593	Royal Mail	249,390	0.19
49,561	Signature Aviation	198,393	0.16
		<hr/>	
		488,885	0.38
Support Services — 2.88% (2.60%)			
14,522	Aggreko	116,394	0.09

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
Support Services — (cont.)			
26,557	Ashtead Group	1,034,926	0.80
13,800	Biffa	33,810	0.03
8,229	Calisen	21,445	0.02
105,505	Capita	48,712	0.04
6,830	Diploma	158,456	0.12
26,945	Electrocomponents	261,366	0.20
17,099	Essentra	50,305	0.04
5,436	Euromoney Institutional Investor	53,164	0.04
4,700	FDM Group	46,765	0.04
13,594	Finabl ¹	—	—
92,969	G4S	225,543	0.18
93,431	Hays	145,005	0.11
23,886	Inchcape	167,799	0.13
9,568	Intertek Group	516,672	0.40
29,140	Network International	109,275	0.09
19,630	PageGroup	94,656	0.07
109,518	Rentokil Initial	523,715	0.41
71,552	Serco Group	93,447	0.07
		3,701,455	2.88
Automobiles & Parts — 0.07% (0.03%)			
3,083	Aston Martin Lagonda Global	61,938	0.05
12,269	TI Fluid Systems	31,899	0.02
		93,837	0.07
Beverages — 3.12% (3.26%)			
16,059	Britvic	132,166	0.11
135,449	Diageo	3,873,841	3.01
		4,006,007	3.12
Food Producers — 0.69% (0.67%)			
20,661	Associated British Foods	491,112	0.38
3,228	Cranswick	111,301	0.09
4,000	Hilton Food Group	43,920	0.03
44,000	Premier Foods	39,204	0.03
28,281	Tate & Lyle	205,207	0.16
		890,744	0.69
Household Goods & Home Construction — 3.40% (3.80%)			
59,895	Barratt Developments	402,135	0.31
7,489	Bellway	212,163	0.16
6,870	Berkeley Group	284,281	0.22
30,579	Countryside Properties	140,847	0.11
14,934	Crest Nicholson	48,207	0.04
18,834	Persimmon	495,523	0.39
37,309	Reckitt Benckiser Group	2,260,179	1.76
13,024	Redrow	70,720	0.05
213,479	Taylor Wimpey	342,634	0.27
13,692	Vistry Group	115,013	0.09
		4,371,702	3.40

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Leisure Goods — 0.15% (0.10%)		
2,004	Games Workshop Group	190,380	0.15
	Personal Goods — 4.87% (2.61%)		
23,822	Burberry Group	438,444	0.34
12,951	PZ Cussons	32,183	0.02
150,121	Unilever (Registered)	5,718,109	4.45
11,632	Watches of Switzerland Group	72,584	0.06
		6,261,320	4.87
	Tobacco — 3.24% (4.18%)		
134,784	British American Tobacco	3,397,231	2.64
55,955	Imperial Brands	767,423	0.60
		4,164,654	3.24
	Health Care Equipment & Services — 0.76% (1.01%)		
95,817	ConvaTec Group	183,873	0.14
24,664	Mediclinic International	69,898	0.06
51,880	Smith & Nephew	722,688	0.56
		976,459	0.76
	Pharmaceuticals & Biotechnology — 7.64% (8.59%)		
77,524	AstraZeneca	5,467,768	4.25
6,354	Dechra Pharmaceuticals	220,103	0.17
3,920	Genus	195,686	0.15
291,072	GlaxoSmithKline	3,528,375	2.75
9,964	Hikma Pharmaceuticals	232,958	0.18
45,000	Indivior	57,555	0.05
3,623	Oxford Biomedica	36,230	0.03
9,800	PureTech Health	40,131	0.03
37,000	Vectura Group	41,662	0.03
		9,820,468	7.64
	Food & Drug Retailers — 1.75% (1.75%)		
5,970	Greggs	124,176	0.10
96,352	J Sainsbury	221,224	0.17
28,853	Ocado Group	647,750	0.50
452,894	Tesco	1,031,693	0.80
131,546	Wm Morrison Supermarkets	227,706	0.18
		2,252,549	1.75
	General Retailers — 1.91% (1.71%)		
18,040	AO World	50,512	0.04
62,391	Dixons Carphone	77,115	0.06
5,879	Dunelm Group	75,016	0.06
11,202	Frasers Group	51,910	0.04
15,957	HomeServe	167,868	0.13
34,798	Howden Joinery Group	248,179	0.19
26,778	JD Sports Fashion	222,740	0.17
124,456	Kingfisher	329,186	0.26
118,328	Marks & Spencer Group	167,493	0.13
7,521	Next	569,791	0.44

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
General Retailers — (cont.)			
29,000	Pets at Home Group	115,188	0.09
15,208	Travis Perkins	219,604	0.17
23,765	Vivo Energy	20,913	0.02
7,541	WH Smith	146,823	0.11
		2,462,338	1.91
Media — 2.73% (2.99%)			
1,800	4imprint Group	44,640	0.04
23,780	Ascential	83,896	0.07
55,801	Auto Trader Group	313,602	0.24
6,762	Future	130,777	0.10
88,749	Informa	488,475	0.38
224,355	ITV	248,024	0.19
44,428	Pearson	333,121	0.26
109,834	RELX	1,868,276	1.45
		3,510,811	2.73
Travel & Leisure — 2.89% (3.13%)			
7,837	Carnival	120,690	0.10
63,734	Cineworld Group	61,185	0.05
105,317	Compass Group	1,533,415	1.19
26,029	Domino's Pizza Group	81,262	0.06
19,521	easyJet	194,156	0.15
76,607	Firstgroup	67,031	0.05
4,900	Gamesys Group	67,032	0.05
10,841	InterContinental Hotels Group	542,267	0.42
5,005	J D Wetherspoon	61,862	0.05
14,050	Mitchells & Butlers	41,799	0.03
5,463	Mitchells & Butlers Rights	4,780	0.01
30,817	National Express Group	92,081	0.07
8,886	Rank Group	15,213	0.01
32,850	SSP Group	113,530	0.09
28,216	Trainline	146,018	0.11
11,879	Whitbread	405,905	0.32
62,262	William Hill	168,543	0.13
		3,716,769	2.89
Fixed Line Telecommunications — 0.56% (0.66%)			
516,739	BT Group	646,182	0.50
43,919	TalkTalk Telecom Group	42,492	0.03
3,201	Telecom Plus	38,220	0.03
		726,894	0.56
Mobile Telecommunications — 1.61% (1.83%)			
61,925	Airtel Africa	48,363	0.04
34,942	Helios Towers	57,445	0.05
1,583,494	Vodafone Group	1,958,782	1.52
		2,064,590	1.61
Electricity — 0.73% (0.85%)			
9,300	ContourGlobal	19,344	0.02

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Electricity — (cont.)		
24,107	Drax Group	91,896	0.07
61,496	SSE	824,661	0.64
		<hr/>	<hr/>
		935,901	0.73
	Gas, Water & Multi-utilities — 2.15% (2.71%)		
352,356	Centrica	185,762	0.14
207,321	National Grid	1,694,227	1.32
24,709	Pennon Group	219,366	0.17
14,055	Severn Trent	310,194	0.24
40,721	United Utilities Group	357,205	0.28
		<hr/>	<hr/>
		2,766,754	2.15
	Banks — 7.79% (9.63%)		
1,024,376	Barclays	1,646,377	1.28
8,390	Close Brothers Group	129,710	0.10
1,203,130	HSBC	5,184,287	4.03
39,864	Investec	77,595	0.06
4,152,673	Lloyds Banking Group	1,606,254	1.25
268,216	Natwest Group	489,628	0.38
152,786	Standard Chartered	721,914	0.56
2,070	TBC Bank Group	22,522	0.02
73,854	Virgin Money UK	136,408	0.11
		<hr/>	<hr/>
		10,014,695	7.79
	Nonlife Insurance — 0.95% (0.87%)		
12,325	Admiral Group	379,733	0.29
37,254	Beazley	128,824	0.10
83,622	Direct Line Insurance Group	267,925	0.21
60,438	RSA Insurance Group	407,715	0.32
15,200	Sabre Insurance Group	36,860	0.03
		<hr/>	<hr/>
		1,221,057	0.95
	Life Insurance — 3.58% (3.54%)		
232,141	Aviva	844,297	0.66
66,000	Just Group	59,664	0.05
350,547	Legal & General Group	914,226	0.71
31,492	Phoenix Group	224,979	0.17
154,274	Prudential	2,190,691	1.70
31,388	St. James's Place	373,360	0.29
		<hr/>	<hr/>
		4,607,217	3.58
	Real Estate Investment & Services — 0.43% (0.52%)		
10,209	CLS	22,154	0.02
37,887	Grainger	101,764	0.08
50,649	Rightmove	293,055	0.23
7,952	Savills	92,164	0.07
11,537	St. Modwen Properties	46,263	0.03
		<hr/>	<hr/>
		555,400	0.43
	Real Estate Investment Trusts — 2.21% (2.36%)		
157,393	Assura	117,887	0.09

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Real Estate Investment Trusts — (cont.)		
10,087	Big Yellow Group	113,681	0.09
53,577	British Land	264,563	0.21
47,519	Capital & Counties Properties	82,398	0.06
39,290	Civitas Social Housing	41,962	0.03
6,101	Derwent London	200,601	0.16
26,100	GCP Student Living	40,664	0.03
15,950	Great Portland Estates	107,726	0.08
230,000	Hammerson	59,570	0.05
41,407	Land Securities Group	274,942	0.21
52,794	LondonMetric Property	116,041	0.09
33,000	LXI REIT	40,656	0.03
3,807	LXI REIT Rights	—	—
76,155	Primary Health Properties	115,299	0.09
12,555	Safestore	99,875	0.08
70,560	Segro	642,802	0.50
15,058	Shaffesbury	93,134	0.07
105,200	Tritax Big Box REIT	190,096	0.15
18,444	UNITE Group	177,800	0.14
8,431	Workspace Group	64,497	0.05
		<hr/>	
		2,844,194	2.21
	Financial Services — 4.11% (3.83%)		
56,715	3i Group	633,223	0.49
17,923	AJ Bell	76,800	0.06
25,720	Ashmore Group	107,458	0.08
17,488	Brewin Dolphin	51,590	0.04
6,800	CMC Markets	27,574	0.02
21,324	Hargreaves Lansdown	324,978	0.25
22,045	IG Group	172,612	0.14
12,244	IntegraFin	61,587	0.05
15,882	Intermediate Capital Group	280,317	0.22
65,819	IP Group	75,560	0.06
31,484	John Laing Group	95,145	0.07
27,562	Jupiter Fund Management	80,757	0.06
3,665	Liontrust Asset Management	45,629	0.04
19,162	London Stock Exchange Group	1,857,947	1.45
149,600	M&G	278,705	0.22
21,335	Ninety One	46,681	0.04
23,344	OSB Group	103,881	0.08
14,648	Paragon Banking Group	65,184	0.05
17,004	Provident Financial	47,781	0.04
105,655	Quilter	154,626	0.12
3,624	Rathbone Brothers	55,520	0.04
6,583	Schroders	233,631	0.18
128,811	Standard Life Aberdeen	403,050	0.31
		<hr/>	
		5,280,236	4.11
	Equity Investment Instruments — 4.10% (3.07%)		
5,169	Aberforth Smaller Companies Trust	69,471	0.05
19,362	Alliance Trust	169,805	0.13

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Equity Investment Instruments — (cont.)		
2,190	Allianz Technology Trust	58,254	0.05
5,000	Alternative Credit Investments	43,400	0.03
6,360	AVI Global Trust	55,650	0.04
5,800	Baillie Gifford Japan Trust	61,596	0.05
17,500	Baillie Gifford Shin Nippon	40,775	0.03
16,000	Baillie Gifford US Growth Trust	51,040	0.04
7,724	Bankers Investment Trust	82,801	0.06
28,120	BB Healthcare Trust	52,022	0.04
3,000	BlackRock Smaller Companies Trust	50,580	0.04
11,300	BlackRock World Mining Trust	66,444	0.05
39,170	BMO Global Smaller Companies	56,640	0.04
2,065	Caledonia Investments	55,961	0.04
22,827	City of London Investment Trust	81,492	0.06
10,568	Edinburgh Investment Trust	58,335	0.05
19,400	Edinburgh Worldwide Investment Trust	65,863	0.05
6,900	European Opportunities Trust	47,541	0.04
32,910	F&C Investment Trust	249,458	0.19
21,483	Fidelity China Special Situations	92,270	0.07
24,727	Fidelity European Trust	66,763	0.05
12,000	Fidelity Special Values	29,640	0.02
11,918	Finsbury Growth & Income Trust	101,184	0.08
117,171	Greencoat UK Winds	149,041	0.12
4,700	Henderson Smaller Companies Investment Trust	51,042	0.04
3,966	Herald Investment Trust	81,898	0.06
24,000	HgCapital Trust	78,360	0.06
118,568	HICL Infrastructure	195,637	0.15
4,300	ICG Enterprise Trust	42,312	0.03
13,000	Impax Environmental Markets	59,345	0.05
12,572	JPMorgan American Investment Trust	72,540	0.06
72,471	JPMorgan Emerging Markets Investment Trust plc	98,416	0.08
9,900	JPMorgan European Smaller Companies Trust	45,045	0.04
9,691	JPMorgan Japanese Investment Trust	63,961	0.05
7,672	Law Debenture	53,244	0.04
47,787	Mercantile Investment Trust	115,645	0.09
13,860	Monks Investment Trust	187,664	0.15
7,086	Murray Income Trust	58,247	0.05
7,991	Murray International Trust	87,262	0.07
3,244	Pantheon International	78,829	0.06
144	Personal Assets Trust	63,576	0.05
8,262	Polar Capital Technology Trust	175,981	0.14
7,722	RIT Capital Partners	161,776	0.13
10,000	Schroder AsiaPacific Fund	63,300	0.05
9,452	Scottish American Investment Company	42,345	0.03
86,574	Scottish Mortgage Investment Trust	970,495	0.76

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Equity Investment Instruments — (cont.)		
7,118	Smithson Investment Trust	112,322	0.09
14,397	Templeton Emerging Markets Investment Trust	143,826	0.11
20,348	TR Property Investment Trust	76,915	0.06
50,525	Witan Investment Trust	112,923	0.09
3,242	Worldwide Healthcare Trust	121,089	0.09
		5,270,021	4.10
	Software & Computer Services — 0.90% (1.01%)		
28,854	Avast	135,095	0.10
6,697	AVEVA Group	231,582	0.18
4,350	Computacenter	90,480	0.07
3,500	Kainos Group	45,640	0.04
18,554	Micro Focus International	79,634	0.06
32,328	Moneysupermarket.com Group	94,398	0.07
64,692	Sage Group	367,709	0.29
7,471	Softcat	110,421	0.09
		1,154,959	0.90
	Technology Hardware & Equipment — 0.07% (0.06%)		
38,000	Spirent Communications	89,110	0.07
	IRELAND — 2.87% (2.20%)		
	Construction & Materials — 1.13% (1.04%)		
46,321	CRH	1,445,678	1.13
	General Industrials — 0.41% (0.30%)		
15,344	Smurfit Kappa Group	520,775	0.41
	Support Services — 0.35% (0.36%)		
5,774	DCC	332,005	0.26
12,230	Grafton Group	121,138	0.09
		453,143	0.35
	Beverages — 0.04% (0.05%)		
19,475	C&C Group	50,051	0.04
	Food Producers — 0.03% (0.05%)		
26,890	Greencore Group	41,142	0.03
	Health Care Equipment & Services — 0.09% (0.09%)		
15,129	UDG Healthcare	117,023	0.09
	Travel & Leisure — 0.82% (0.31%)		
7,644	Flutter Entertainment	1,056,019	0.82
	BERMUDA — 0.22% (0.25%)		
	Nonlife Insurance — 0.22% (0.25%)		
20,326	Hiscox	192,406	0.15
14,601	Lancashire	88,482	0.07
		280,888	0.22

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	CAYMAN ISLANDS — 0.05% (0.04%)		
	Equity Investment Instruments		
	— 0.05% (0.04%)		
11,682	Vietnam Enterprise Investments	68,690	0.05
	CHANNEL ISLANDS — 5.66% (5.03%)		
	Oil Equipment, Services & Distribution — 0.02% (0.04%)		
16,153	Petrofac	21,055	0.02
	Mining — 1.73% (1.27%)		
66,284	Centamin	68,372	0.05
637,471	Glencore	1,864,603	1.45
19,939	Polymetal International	289,813	0.23
		2,222,788	1.73
	Support Services — 1.95% (2.07%)		
53,712	Experian	1,234,302	0.96
13,297	Ferguson	1,121,203	0.87
43,591	IWG	158,845	0.12
		2,514,350	1.95
	Media — 0.47% (0.45%)		
70,519	WPP	600,540	0.47
	Travel & Leisure — 0.17% (0.13%)		
4,099	Wizz Air	217,657	0.17
	Real Estate Investment & Services		
	— 0.04% (0.04%)		
57,325	Sirius Real Estate	52,567	0.04
	Real Estate Investment Trusts		
	— 0.04% (0.05%)		
35,451	BMO Commercial Property Trust	24,426	0.02
39,626	UK Commercial Property REIT	27,223	0.02
		51,649	0.04
	Financial Services — 0.23% (0.11%)		
86,343	Man Group	129,558	0.10
8,000	Sanne Group	46,000	0.04
47,454	TP ICAP Group	113,367	0.09
		288,925	0.23
	Equity Investment Instruments		
	— 1.01% (0.87%)		
34,208	3i Infrastructure	98,519	0.07
17,000	Apax Global Alpha	36,125	0.03
14,395	Dexion 'B' Shares ²	59	—
35,000	Foresight Solar Fund	35,350	0.03
52,310	GCP Infrastructure Investments	53,775	0.04
7,541	Genesis Emerging Markets Fund	64,853	0.05
4,814	HarbourVest Global Private Equity	95,028	0.07
50,364	Hipgnosis Songs	57,667	0.04
98,090	International Public Partnerships	164,399	0.13
33,889	JLEN Environmental Assets Group	38,803	0.03
38,155	NextEnergy Solar Fund	38,460	0.03
9,296	Pershing Square	231,935	0.18

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	Equity Investment Instruments — (cont.)		
104,352	Renewables Infrastructure Group	134,405	0.10
17,000	Schroder Oriental Income Fund	45,985	0.04
93,652	Sequoia Economic Infrastructure Income Fund	98,897	0.08
28,064	Syncona	71,423	0.06
9,787	VinaCapital Vietnam Opportunity Fund	40,371	0.03
		1,306,054	1.01
	GERMANY — 0.16% (0.13%) Travel & Leisure — 0.16% (0.13%)		
48,955	TUI	206,590	0.16
	GIBRALTAR — 0.04% (0.01%) Travel & Leisure — 0.04% (0.01%)		
16,826	888	49,973	0.04
	ISLE OF MAN — 0.44% (0.26%) Travel & Leisure — 0.44% (0.26%)		
34,402	Entain	478,704	0.37
18,506	Playtech	86,978	0.07
		565,682	0.44
	ISRAEL — 0.06% (0.05%) Financial Services — 0.06% (0.05%)		
6,104	Plus500	83,136	0.06
	LUXEMBOURG — 0.27% (0.18%) General Retailers — 0.22% (0.14%)		
50,351	B&M European Value Retail	274,715	0.22
	Equity Investment Instruments — 0.05% (0.04%)		
38,041	BBGI SICAV	65,659	0.05
	NETHERLANDS — 0.43% (0.39%) Chemicals — 0.05% (0.04%)		
1,740	RHI Magnesita	68,521	0.05
	General Retailers — 0.38% (0.35%)		
7,001	Just Eat Takeaway.com	486,290	0.38
	SINGAPORE — 0.04% (0.00%) Electronic & Electrical Equipment — 0.04% (0.00%)		
930	XP Power	52,638	0.04
	SPAIN — 0.33% (0.38%) Travel & Leisure — 0.33% (0.38%)		
217,038	International Consolidated Airlines Group	418,124	0.33
	SWITZERLAND — 0.20% (0.24%) Beverages — 0.20% (0.24%)		
11,581	Coca-Cola HBC	260,920	0.20

Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	FUTURES CONTRACTS		
	— -0.01% (-0.10%)		
22	FTSE 100 Index Future Expiry March 2021	(13,833)	(0.01)
Portfolio of investments^{3,4}		126,219,248	98.16
Net other assets		2,369,867	1.84
Total net assets		£128,589,115	100.00%

¹ Suspended securities are valued at the Manager's best assessment of their fair and reasonable value.

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

³ All investments are admitted to an official stock exchange unless otherwise stated.

⁴ Including investment liabilities.

Total purchases for the year: £7,020,082.

Total sales for the year: £8,506,219.

Independent Auditor's Report

Independent auditor's report to the Unitholders of Legal & General UK 350 Index Fund ('the Fund')

Opinion

We have audited the financial statements of the Fund for the year ended 28 February 2021 which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Unitholders, the Balance Sheet, the Related Notes and Distribution Tables for the Fund and the accounting policies set out on pages 27 to 28.

In our opinion, the financial statements:

- give a true and fair view, in accordance with UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland, of the financial position of the Fund as at 28 February 2021 and of the net revenue and the net capital gains on the property of the Fund for the year then ended; and
- have been properly prepared in accordance with the Trust Deed, the Statement of Recommended Practice relating to UK Authorised Funds, and the COLL Rules.

Basis for opinion

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

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

Going concern

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

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

Our conclusions based on this work:

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

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

Independent Auditor's Report continued

Fraud and breaches of laws and regulations – ability to detect

Identifying and responding to risks of material misstatement due to fraud

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

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

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

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

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

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

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

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

Independent Auditor's Report continued

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

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

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

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

Other information

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

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

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

Matters on which we are required to report by exception

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

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

Independent Auditor's Report continued

Manager's responsibilities

As explained more fully in their statement set out on page 6, the Manager is responsible for: the preparation of financial statements that give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

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

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

Grant Archer
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square,
London E14 5GL
18 June 2021

Financial Statements

Statement of Total Return for the year ended 28 February 2021

	Notes	28/02/21		28/02/20	
		£	£	£	£
Income					
Net capital gains/ (losses)	3		1,608,354		(7,672,793)
Revenue	4	3,575,848		6,060,211	
Expenses	5	(623,423)		(753,832)	
Interest payable and similar charges	7	(223)		(1,114)	
Net revenue before taxation		<u>2,952,202</u>		<u>5,305,265</u>	
Taxation	6	(42,107)		(58,653)	
Net revenue after taxation for the year			<u>2,910,095</u>		<u>5,246,612</u>
Total return before distributions			4,518,449		(2,426,181)
Distributions	7		(2,910,095)		(5,246,617)
Change in Unitholders' Funds from investment activities			<u>£1,608,354</u>		<u>£(7,672,798)</u>

Statement of Change in Net Assets attributable to Unitholders for the year ended 28 February 2021

	28/02/21		28/02/20	
	£	£	£	£
Opening net assets		128,217,954		141,363,786
Amounts received on issue of units	566,878		207,132	
Amounts paid on cancellation of units	(4,688,101)		(10,841,016)	
		<u>(4,121,223)</u>		<u>(10,633,884)</u>
Change in Unitholders' Funds from investment activities		1,608,354		(7,672,798)
Retained distributions on accumulation units		2,884,030		5,160,850
Closing net assets		<u>£128,589,115</u>		<u>£128,217,954</u>

Financial Statements continued

Balance Sheet as at 28 February 2021

	Notes	28/02/21 £	28/02/20 £
ASSETS			
Fixed assets:			
Investments		126,233,081	126,445,125
Current assets:			
Debtors	8	476,262	690,528
Cash and bank balances	9	<u>2,281,654</u>	<u>1,698,167</u>
Total assets		<u>128,990,997</u>	<u>128,833,820</u>
LIABILITIES			
Investment liabilities		(13,833)	(119,960)
Creditors:			
Bank overdrafts	9	(142,484)	(173,969)
Distributions payable		(2,052)	(602)
Other creditors	10	<u>(243,513)</u>	<u>(321,335)</u>
Total liabilities		<u>(401,882)</u>	<u>(615,866)</u>
Net assets attributable to Unitholders		<u>£128,589,115</u>	<u>£128,217,954</u>

Notes to the Financial Statements

1. Statement of Compliance

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

2. Summary of Significant Accounting Policies

(a) Basis of Preparation

The Financial Statements have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss. In making this assessment, and in response to COVID-19, the Manager has considered, amongst other things, factors such as Fund size, cash flows through the Fund and Fund liquidity.

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

(b) Functional and Presentation Currency

The functional and presentation currency of the Fund is Sterling.

(c) Recognition of Revenue

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).

Underwriting commission is taken to revenue and recognised when the issue takes place, except where the Fund is required to take up all or some of the shares underwritten, in which case an appropriate proportion of the commission is deducted from the cost of those shares.

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. In order to conduct a controlled dividend flow, interim distributions will be at the Manager's discretion, up to a maximum of the distributable revenue for the period. All remaining revenue is distributed in accordance with the COLL.

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 Fund.

(f) Basis of Valuation of Investments

All investments are valued at their fair value as at 12 noon on 26 February 2021, being the last working 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 26 February 2021, being the last working day of the accounting year.

(i) Derivative Instruments

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

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

Notes to the Financial Statements continued

3. Net capital gains/(losses)

	28/02/21	28/02/20
	£	£
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	1,318,087	(7,779,465)
Derivative securities	263,286	105,513
Forward currency contracts	(1,045)	(1,119)
Currency gains	<u>28,026</u>	<u>2,278</u>
Net capital gains/(losses)	<u>1,608,354</u>	<u>(7,672,793)</u>

4. Revenue

	28/02/21	28/02/20
	£	£
UK Franked dividends	3,108,366	4,714,447
Taxable overseas dividends	—	3,454
Non-taxable overseas dividends	328,132	945,460
Interest distributions	6,768	7,148
Property dividend distributions	11,054	13,442
Property interest distributions	44,433	78,334
Futures revenue	28,459	67,689
Franked stock dividends	32,753	204,461
Unfranked stock dividends	13,277	16,608
Underwriting commission	2,180	383
Bank interest	<u>426</u>	<u>8,785</u>
	<u>3,575,848</u>	<u>6,060,211</u>

5. Expenses

	28/02/21	28/02/20
	£	£
Payable to the Manager, associates of the Manager and agents of either of them:		
Fund management fees	<u>623,423</u>	<u>753,832</u>
Total expenses	<u>623,423</u>	<u>753,832</u>

Audit fees of £9,433 plus VAT of £1,887 have been borne by the Manager out of its fund management fee. In the prior year, the total audit fee was £9,167 plus VAT of £1,833.

Notes to the Financial Statements continued

6. Taxation

(a) Analysis of taxation charge in year

	28/02/21	28/02/20
	£	£
Overseas tax	42,107	58,653
Current tax [note 6(b)]	42,107	58,653
Deferred tax [note 6(c)]	—	—
Total taxation	<u>42,107</u>	<u>58,653</u>

(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	<u>2,952,202</u>	<u>5,305,265</u>
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2020: 20%)	590,440	1,061,053
Effects of:		
DTR expensed	—	(140)
Overseas tax	42,107	58,653
Revenue not subject to taxation	(696,698)	(1,175,394)
Excess management expenses not utilised	<u>106,258</u>	<u>114,481</u>
Current tax	<u>42,107</u>	<u>58,653</u>

(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 £12,134,338 (28 February 2020: £12,028,080) due to surplus management expenses.

It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised (28 February 2020: 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:

	28/02/21	28/02/20
	£	£
Interim distribution	1,815,490	3,411,581
Final distribution	1,073,320	1,749,871
	<u>2,888,810</u>	<u>5,161,452</u>
Add: Revenue deducted on cancellation of units	24,415	86,544
Less: Revenue received on creation of units	(3,130)	(1,379)
Distributions for the year	2,910,095	5,246,617
Interest payable and similar charges		
Bank overdraft interest	223	1,114
	<u>2,910,318</u>	<u>5,247,731</u>

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

	28/02/21	28/02/20
	£	£
Net revenue after taxation for the year	2,910,095	5,246,612
Equalisation effect of conversions	—	5
Distributions for the year	2,910,095	5,246,617

8. Debtors

	28/02/21	28/02/20
	£	£
Accrued revenue	441,986	649,024
Amounts receivable for creation of units	4,000	—
Overseas tax recoverable	30,276	39,787
PID tax recoverable	—	1,717
	<u>476,262</u>	<u>690,528</u>

Notes to the Financial Statements continued

9. Net uninvested cash

	28/02/21	28/02/20
	£	£
Amounts held at futures clearing houses and brokers	180,922	189,026
Cash and bank balances	2,100,732	1,509,141
Bank overdrafts	<u>(142,484)</u>	<u>(173,969)</u>
Net uninvested cash	<u>2,139,170</u>	<u>1,524,198</u>

10. Other creditors

	28/02/21	28/02/20
	£	£
Accrued expenses	51,504	57,285
Amounts payable for cancellation of units	119,000	213,480
Purchases awaiting settlement	<u>73,009</u>	<u>50,570</u>
	<u>243,513</u>	<u>321,335</u>

11. Contingent liabilities and outstanding commitments

Contingent liabilities and outstanding commitments at the balance sheet date were:

	28/02/21	28/02/20
	£	£
Commitments on rights issues	<u>16,212</u>	<u>—</u>
Total	<u>16,212</u>	<u>—</u>

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks

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

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

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

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

(a) Market Risk arising from other price risk

Market Risk arises mainly from uncertainty about future prices. It represents the potential loss the Fund 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 Fund can be seen in the Portfolio Statement starting on page 9. Movements in the prices of these investments result in movements in the performance of the Fund. The Manager adheres to the investment guidelines established in the Trust Deed, the Prospectus, the COLL and the Fund's IOG, and in this way, monitors and controls the exposure to risk from any type of security, sector or issuer.

At 28 February 2021, if the price of the investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to unitholders would increase or decrease by approximately £6,310,962 (28 February 2020: £6,316,258).

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 Fund'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 and earn or bear interest based on LIBOR or its overseas equivalent.

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

(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.

At 28 February 2021, 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 £32,354 (28 February 2020: £39,780).

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

28/02/21 Currency	Net foreign currency assets		
	Monetary exposures £'000	Non-monetary exposures £'000	Total £'000
Euro	94	3,135	3,229
Israeli Shekel	3	—	3
US Dollar	3	—	3

28/02/20 Currency	Net foreign currency assets		
	Monetary exposures £'000	Non-monetary exposures £'000	Total £'000
Euro	36	3,942	3,978

(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 Fund's investment objective and policy.

The Fund's holdings in Futures expose the Fund to additional credit risk. Credit risk arises from the failure of the counterparty to the derivative contract to meet its financial obligations. The Fund aims to limit credit risk derived from derivative positions by carrying out transactions with reputable and well established institutions.

Notes to the Financial Statements continued

12. Financial Instruments and Associated Risks continued

(e) Liquidity Risk

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

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

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

(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.

At the balance sheet date the Fund made use of the following derivatives:

Futures (excluding Currency Futures)

Futures are used to adjust the equities exposure of the Fund in a cost effective manner. The effect of these instruments was to increase the exposure of the Fund by £1,434,840 (28 February 2020: increase the exposure by £852,215), representing 1.12% of the net asset value (28 February 2020: 0.66%).

This results in an effective equity exposure at the year end of 99.28% (28 February 2020: 99.18%) of net assets, which means that the gains or losses of the Fund will be 0.9928 (28 February 2020: 0.9918) times the gains or losses if the Fund 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 requires the classification of the Fund's financial instruments held at the year end into a 3 tiered fair value hierarchy. The 3 tiers of the hierarchy and the classification of the Fund's financial instruments as at the balance sheet date were:

28/02/21	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	126,233,081	(13,833)
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	126,233,081	(13,833)

28/02/20	Assets	Liabilities
Basis of Valuation	£	£
Level 1 - Quoted Prices	126,445,125	(119,960)
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
Total	126,445,125	(119,960)

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

28/02/21	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	7,000	2	0.03	18	0.26	7,020
Total	7,000	2	0.03	18	0.26	7,020

28/02/21	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	8,508	(2)	0.02	—	—	8,506
Total	8,508	(2)	0.02	—	—	8,506

Commissions and taxes as % of average net assets

Commissions 0.00%

Taxes 0.02%

28/02/20	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	3,862	1	0.03	15	0.39	3,878
Total	3,862	1	0.03	15	0.39	3,878

28/02/20	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	4,873	(1)	0.02	—	—	4,872
Total	4,873	(1)	0.02	—	—	4,872

Commissions and taxes as % of average net assets

Commissions 0.00%

Taxes 0.01%

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 0.08% (28 February 2020: 0.09%).

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 45. 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 41 to 43. The distributions per unit class are given in the distribution tables on page 39. All classes have the same rights on winding up.

A-Class	Accumulation
Opening Units	81,640,936
Units issued	200,399
Units cancelled	(3,047,324)
Units converted	—
Closing Units	78,794,011

I-Class	Distribution	Accumulation
Opening Units	93,580	23,032
Units issued	568,934	83,114
Units cancelled	(234,580)	(81,565)
Units converted	—	—
Closing Units	427,934	24,581

15. Ultimate controlling party and related party transactions

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

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

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

At the year end, the Manager and its associates held 0.00% (0.00% as at 28 February 2020) of the Fund's units in issue.

16. Post balance sheet market movements

As at the close of business on the balance sheet date the Net Asset Value per A-Class accumulation unit was 162.93p. The Net Asset Value per A-Class accumulation unit for the Fund as at 12 noon on 17 April 2021 was 179.10p. This represents an increase of 9.92% from the year end value.

Distribution Tables

Distribution Tables for the year ended 28 February 2021

Group 1: units purchased prior to a distribution period.

Group 2: units purchased during a distribution period.

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

Interim dividend distribution in pence per unit			Period	
			01/03/20	to 31/08/20
A-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
	Revenue	Equalisation	31/10/20	31/10/19
Group 1	2.2522	—	2.2522	4.0289
Group 2	1.3838	0.8684	2.2522	4.0289
I-Class			Distribution	Distribution
Distribution Units			Revenue	Equalisation
	Revenue	Equalisation	31/10/20	31/10/19
Group 1	0.7429	—	0.7429	N/A
Group 2	0.4432	0.2997	0.7429	N/A
I-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
	Revenue	Equalisation	31/10/20	31/10/19
Group 1	0.7534	—	0.7534	N/A
Group 2	0.0977	0.6557	0.7534	N/A

Final dividend distribution in pence per unit			Period	
			01/09/20	to 28/02/21
A-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
	Revenue	Equalisation	30/04/21	30/04/20
Group 1	1.3594	—	1.3594	2.1424
Group 2	0.7590	0.6004	1.3594	2.1424
I-Class			Distribution	Distribution
Distribution Units			Revenue	Equalisation
	Revenue	Equalisation	30/04/21	30/04/20
Group 1	0.4794	—	0.4794	0.6434
Group 2	0.2891	0.1903	0.4794	0.6434
I-Class			Distribution	Distribution
Accumulation Units			Revenue	Equalisation
	Revenue	Equalisation	30/04/21	30/04/20
Group 1	0.4936	—	0.4936	0.6434
Group 2	0.1840	0.3096	0.4936	0.6434

In the above tables, a distribution pay rate of N/A denotes that the class was not in existence as at the applicable XD date, and therefore no distribution was made. Please refer to the comparative tables on pages 41 to 43 for the launch date of these classes.

Fund Information

The Comparative Tables on pages 41 to 43 give the performance of each active unit class in the Fund.

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

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 Fund.

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.

Fund Information continued

Comparative Tables

A-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	28/02/21 (pence per unit)	28/02/20 (pence per unit)	28/02/19 (pence per unit)
Opening net asset value per unit	156.99	160.69	159.51
Return before operating charges*	6.72	(2.81)	2.16
Operating charges (calculated on average price)	(0.78)	(0.89)	(0.98)
Return after operating charges*	5.94	(3.70)	1.18
Distributions	(3.61)	(6.17)	(5.81)
Retained distributions on accumulation units	3.61	6.17	5.81
Closing net asset value per unit	162.93	156.99	160.69
* after direct transaction costs of:	0.03	0.02	0.02

Performance

Return after charges	3.78%	(2.30)%	0.74%
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Other Information

Closing net asset value (£)	128,380,336	128,164,814	141,363,786
Closing number of units	78,794,011	81,640,936	87,970,469
Operating charges†	0.52%	0.52%	0.60%
Direct transaction costs	0.02%	0.01%	0.01%

Prices

Highest unit price	169.20p	181.60p	175.00p
Lowest unit price	117.10p	157.30p	148.60p

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

Past performance is not a guide to future performance.

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

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

Fund Information continued

Comparative Tables continued

I-Class Distribution Units

Change in Net Asset Value per Unit

Accounting Year ending	29/02/20 to 28/02/21 (pence per unit)	23/09/19 to 28/02/20 ¹ (pence per unit)
Opening net asset value per unit	45.44	50.00
Return before operating charges*	1.85	(3.89)
Operating charges (calculated on average price)	(0.04)	(0.03)
Return after operating charges*	1.81	(3.92)
Distributions on income units	(1.22)	(0.64)
Closing net asset value per unit	46.03	45.44
* after direct transaction costs of:	0.01	—

Performance

Return after charges	3.98%	(7.84)%
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Other Information

Closing net asset value (£)	196,969	42,525
Closing number of units	427,934	93,580
Operating charges [†]	0.10%	0.10%
Direct transaction costs	0.02%	0.01%

Prices

Highest unit price	48.25p	53.28p
Lowest unit price	33.81p	46.17p

¹ I-Class units launched on 23 September 2019.

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

Past performance is not a guide to future performance.

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

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

Fund Information continued

Comparative Tables continued

I-Class Accumulation Units

Change in Net Asset Value per Unit

Accounting Year ending	29/02/20 to 28/02/21 (pence per unit)	23/09/19 to 28/02/20 ¹ (pence per unit)
Opening net asset value per unit	46.09	50.00
Return before operating charges*	2.00	(3.88)
Operating charges (calculated on average price)	(0.04)	(0.03)
Return after operating charges*	1.96	(3.91)
Distributions	(1.25)	(0.64)
Retained distributions on accumulation units	1.25	0.64
Closing net asset value per unit	48.05	46.09
* after direct transaction costs of:	0.01	—

Performance

Return after charges	4.25%	(7.82)%
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Other Information

Closing net asset value (£)	11,810	10,615
Closing number of units	24,581	23,032
Operating charges [†]	0.10%	0.10%
Direct transaction costs	0.02%	0.01%

Prices

Highest unit price	49.84p	53.29p
Lowest unit price	34.37p	46.17p

¹ I-Class units launched on 23 September 2019.

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

Past performance is not a guide to future performance.

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

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

Risk and Reward Profile (unaudited)



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

General Information (unaudited)

Constitution

Launch date:	26 February 1996
Period end dates for distributions:	28 February, 31 August
Distribution dates:	30 April, 31 October
Minimum initial lump sum investment:	A-Class £500 I-Class £1,000,000
Minimum monthly contributions:	A-Class £50 I-Class N/A
Valuation point:	12 noon
Fund management fees:	A-Class 0.52% I-Class 0.10%
Initial charge:	Nil for all existing unit classes

Pricing and Dealing

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

Dealing in units takes place on a forward pricing basis, from 8:30am to 6:00pm, Monday to Friday.

Buying and Selling Units

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

ISA Status

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

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

Prospectus and Manager's Reports

Copies of the Prospectus and the most recent annual or interim reports are available free of charge by telephoning 0370 050 0955 or by writing to the Manager.

Do you have difficulty in reading information in print because of a disability? If so, we can help. We are able to produce information for our clients in large print and braille. If you would like to discuss your particular requirements, please contact us on 0370 050 0955.

General Information (unaudited) continued

Information on Tracking Error

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

Using monthly returns, over the review year, the annualised Tracking Error of the Fund is 0.09%, whilst over the last three years to the end of February 2020, the annualised Tracking Error of the Fund is 0.09%. These Tracking Errors are within the anticipated Tracking Error levels set out in the Fund's Prospectus of +/-0.50% per annum.

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 UK 350 Index Fund, as a UCITs Scheme, is required to disclose the aggregate remuneration paid by the UCITs Manager and by the UCITs Scheme to Identified Staff, together with the number of beneficiaries, and, where relevant, performance fees paid by the UCITs Scheme. The aggregate amount of remuneration must be broken down by category of employees or other staff members and be split into fixed and variable remuneration.

The following provides information on the remuneration of persons whose professional activities have a material impact on the management company and the funds we manage as at 31 December 2020:

Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
89	17,974	26,604	87

Material Risk Takers

Headcount	Fixed Remuneration (£,000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
39	4,975	3,865	3

Controlled Functions

During 2020, Legal & General Unit Trust Managers Limited (UTM) engaged the services of three employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further one employee of Legal & General Resources (LGR) to act as Directors. In addition, there were three non-executive Directors. UTM also engaged the services of a further 74 LGIMH employees and a further 10 L&G Resources (LGR) employees to act in a variety of Controlled Functions, including Chief Compliance Officer, Money Laundering Reporting Officer, Client Asset Oversight, Systems and Controls Functions, Significant Management Functions and Customer Functions. These employees were also engaged by other companies in the L&G Group. The aggregate remuneration received by these individuals, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of UTM.

General Information (unaudited) continued

Material Risk Takers

As at 31 December 2020, UTM engaged the services of Legal & General Investment Management's Index Fund Management team, which consists of 39 investment professionals located in our London Office. The team includes a variety of Fund Managers, Analysts and Support Staff, with the Fund Managers empowered to take discretionary investment management decisions on behalf of the Fund. The team is also engaged in managing other Legal & General UTM Funds/Schemes and is also engaged by other companies in the L&G Group. The aggregate remuneration received by the members of the team, for all their services across the L&G Group, is disclosed in the table above. We have prorated the remuneration figures by the Net Asset Value of the UCITS Funds as a percentage of the total assets under management of the Legal & General Investment Management's Index Fund Management team.

Assessment of Value

We have now published Assessment of Value reports for our funds on legalandgeneral.com and lgim.com.

Significant Change

Changes to Pricing Methodology

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

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

The move to a standardised pricing method will:

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

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

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

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

General Information (unaudited) continued

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

A. Clare*
E. Cowhey*
A. J. C. Craven
S. Hynes
H. Solomon
L. W. Toms
A. R. Toutouchi*

*Non-executive Director

Secretary

J. McCarthy

Registrar

Legal & General (Unit Trust Managers) Limited
P.O. Box 6080,
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Dealing: 0370 050 0956
Enquiries: 0370 050 0955
Registration: 0370 050 0955

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Trustee

Northern Trust Global Services SE UK Branch
Trustee and Depositary Services
50 Bank Street,
Canary Wharf,
London E14 5NT

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

Independent Auditor

KPMG LLP
15 Canada Square,
London E14 5GL

Investment Adviser

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

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