

Legal & General  
Global Real Estate Dividend Index Fund  
**Annual Manager's Report**  
**for the year ended**  
**20 April 2018**

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

# Manager's Investment Report

## Investment Objective and Policy

The investment objective of this Fund is to provide a combination of income and capital growth in line with global developed market property companies and Real Estate Investment Trusts. It will achieve this by aiming to track the performance of the FTSE EPRA/NAREIT Developed Dividend+ Index.

The Fund will invest primarily in the securities that make up the constituents of the Index and will be held with weightings generally proportionate to the weightings in the Index.

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

The Fund may hold derivatives for the purpose of efficient portfolio management.

## Manager's Investment Report

During the year under review, the bid price of the Fund's I-Class accumulation units fell by 8.35%. 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 3pm. Therefore, for tracking purposes, the Fund has been revalued using closing prices and foreign exchange rates. On this basis, over the review year, the Fund fell by 11.85% on a capital only basis, compared with the FTSE EPRA/NAREIT Developed Dividend+ Index fall of 11.99% on a capital only basis (Source: Bloomberg), producing a tracking difference of +0.14%.

**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.**

The FTSE EPRA/NAREIT Developed Dividend+ Index is calculated by FTSE International Limited ("FTSE"). FTSE does not sponsor, endorse or promote this product.

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## Market/Economic Review

International equities ended 2017 on a positive note. In the US, the Trump administration's tax reforms passed through Congress. The headline measure of these reforms is a reduction in the main rate of US corporation tax from 35% to 21%. At the sector level, telecoms, energy and consumer discretionary stocks were strongest. Telecoms rose after the Federal Communications Commission rolled back Obama-era net neutrality rules designed to ensure that all internet services are treated equally. Japanese equities gained further ground in December as a combination of an encouraging corporate results season and improving domestic economic indicators underpinned the market. European equities have underperformed broader global stock markets over the review year. In recent months, political concerns have resurfaced with protracted negotiations to form a new coalition government in Germany following an inconclusive election result. Attention also focused on Italy, where anti-establishment parties hostile to the EU were polling strongly ahead of the general election in March.

## Manager's Investment Report continued

However, the economic background remained positive for equity markets, with the Eurozone area growing at its fastest rate in a decade over 2017, while recent earnings announcements have highlighted improving momentum.

### Fund Review

Companies held within the Fund 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. During the review year, there have been four quarterly Index reviews.

The June 2017 review had no additions and two deletions; the largest of these being Kerry Properties (Hong Kong). There were 268 changes to the free share capital of constituents, the largest increases were GGP, Colony Starwood Homes and WP Carey (all US), while the largest decreases were Henderson Land Development (Hong Kong), Simon Property (US) and Azrieli Group (Israel). The changes resulted in two-way Index turnover of approximately 2.9%.

A larger Index review in September 2017 saw 17 additions, the largest being Park Hotels & Resorts (US) and Derwent London (UK) and five deletions of which JBG Smith Properties (US) and UOL Group (Singapore) were the largest. There were 49 changes to the free share capital of constituents with Starwood Waypoint Homes (US) and Vonovia (Germany) being the largest increases and Cheung Kong Property (Hong Kong), Dream Office (Canada) and SL Green Realty (US) being the largest decreases. The changes resulted in two-way Index turnover of approximately 3.9%.

The December 2017 Index review had no additions and one deletion being WCM Bet (Germany). There were 61 changes to the free share capital of constituents, with the largest increases being Douglas Emmett, Realty Income (both US) and Mapletree Logistics Trust (Singapore), while the largest decreases were Hansteen (UK), Spirit Realty Capital (US) and British Land (UK). The changes resulted in two-way Index turnover of approximately 0.78%.

The March 2018 Index review had no additions and two deletions; being Cedar Realty Trust (US) and ANF Immobilier (France). There were 40 changes to the free share capital of constituents, with the largest increases being Alexandria Real Estate Equities (US), GLP J-REIT and Daiwa House REIT (both Japan) while the largest decreases were SL Green Realty (US), Linked Real Estate (Hong Kong) and British Land (UK). The changes resulted in two-way Index turnover of approximately 0.67%.

Outside the Index reviews, mergers and acquisitions dominated the corporate activity. Silver Bay Realty was deleted following a USD 1.38 billion cash takeover by non-constituent Tricon Capital. Monogram Residential entered into a definitive merger agreement to be purchased for cash by a newly formed perpetual life fund called Greystar Growth and Income fund. Digital Realty Trust increased its weight in the Index after it purchased fellow constituent, Dupont Fabros Technology in an all stock merger. Likewise, Sabra Health Care increased its weight following a stock merger with Care Capital Properties.

In October 2017, Kennedy Wilson Europe Real Estate (UK) merged with mother company Kennedy Wilson Holdings Inc (US). In November 2017, Starwood Waypoint Homes merged with Invitation Homes.

At the end of the review year, the three largest countries in the Index were US (51.9%), Hong Kong (9.3%) and Japan (7.1%), while the three largest stocks were Simon Property (3.6%), Prologis (2.6%) and Public Storage (2.2%).

## **Manager's Investment Report continued**

### **Outlook**

The volatility we have seen so far in 2018 has prompted investors to consider how the rest of the economic cycle will play out and how equities, after an almost decade-long bull-run, will perform. While equity market corrections are relatively common, a prolonged bear market most likely requires a recession. Our view is that the fundamentals driving economic growth remain relatively strong; global growth is synchronised and therefore see limited recession risks in the next 12 months. The Fund remains well positioned to capture the market performance.

Legal & General Investment Management Limited  
(Investment Adviser)  
11 May 2018

## Authorised Status

### Authorised Status

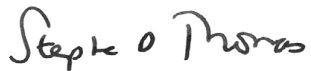
This Fund is an Authorised Unit Trust Scheme as defined in section 243 of the Financial Services and Markets Act 2000 and is a UCITS Retail Scheme within the meaning of the FCA Collective Investment Schemes sourcebook.

### 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)



S. D. Thomas  
(Director)

Legal & General (Unit Trust Managers) Limited  
8 June 2018

## 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 apply 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 Management 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.



## Statement of Responsibilities continued

### Statement of the Trustee's Responsibilities

The Depositary in its capacity as Trustee of Legal & General Global Real Estate Dividend Index Fund must ensure that the Fund is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, 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 Global Real Estate Dividend Index Fund ("the Fund") for the year ended 20 April 2018**

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 PLC  
UK Trustee and Depositary Services  
8 June 2018

# Portfolio Statement

## Portfolio Statement as at 20 April 2018

All investments are in ordinary shares unless otherwise stated. The percentages in brackets show the equivalent holdings at 20 April 2017.

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>UNITED KINGDOM — 4.80% (3.73%)</b>			
1,678,120	Assura	971,632	0.15
103,132	Big Yellow Group	927,672	0.14
704,218	British Land	4,664,740	0.71
408,643	Capital & Regional	213,720	0.03
246,400	Custodian REIT	283,360	0.04
71,928	Derwent London	2,229,049	0.34
421,914	Empiric Student Property	355,674	0.05
285,011	GCP Student Living	393,885	0.06
294,001	Grainger	888,471	0.14
567,388	Hammerson	2,966,305	0.45
298,325	Hansteen	386,033	0.06
73,533	Helical	258,469	0.04
638,849	Intu Properties	1,260,769	0.19
509,051	Land Securities Group	4,903,179	0.74
460,640	LondonMetric Property	850,341	0.13
211,978	NewRiver REIT	622,155	0.09
540,833	Primary Health Properties	592,753	0.09
144,960	Safestore	765,389	0.12
709,926	Segro	4,446,976	0.67
996,962	Tritax Big Box REIT	1,473,510	0.22
177,113	Unite Group	1,416,018	0.21
85,002	Workspace Group	864,470	0.13
		<b>31,734,570</b>	<b>4.80</b>
<b>IRELAND — 0.24% (0.11%)</b>			
481,213	Green REIT	637,942	0.10
487,185	Hibernia REIT	623,676	0.09
248,543	Irish Residential Properties REIT	297,718	0.05
		<b>1,559,336</b>	<b>0.24</b>
<b>CHANNEL ISLANDS — 0.44% (0.46%)</b>			
383,521	F&C Commercial Property Trust	553,804	0.08
162,151	F&C UK Real Estate Investment	173,502	0.03
319,484	MedicX Fund	251,114	0.04
57,900	Phoenix Spree Deutschland	209,019	0.03
384,798	Picton Property Income	338,622	0.05
232,306	Regional REIT	232,306	0.04
355,340	Schroder REIT	208,940	0.03
277,282	Standard Life Investment Property Income Trust	259,813	0.04
226,365	Target Healthcare REIT	237,684	0.04
467,328	UK Commercial Property Trust	419,661	0.06
		<b>2,884,465</b>	<b>0.44</b>

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>ISLE OF MAN — 0.05% (0.03%)</b>		
943,172	RDI REIT	331,997	0.05
	<b>CONTINENTAL EUROPE — 13.72% (11.01%)</b>		
	<b>Austria — 0.26% (0.31%)</b>		
21,700	Buwog	551,410	0.08
49,791	CA Immobilien Anlagen	1,199,823	0.18
		1,751,233	0.26
	<b>Belgium — 0.72% (0.54%)</b>		
12,607	Aedifica	835,652	0.13
14,141	Befimmo	658,733	0.10
14,773	Cofinimmo	1,397,045	0.21
11,180	Intervest Offices & Warehouses	232,011	0.03
1,422	Leasinvest Real Estate	123,020	0.02
4,981	Retail Estates	302,251	0.05
3,939	Retail Estates Rights	2,764	—
11,970	Warehouses De Pauw	1,081,662	0.16
1,492	Wereldhave Belgium	127,508	0.02
		4,760,646	0.72
	<b>Finland — 0.12% (0.19%)</b>		
278,017	Citycon	456,447	0.07
104,906	Technopolis	341,713	0.05
		798,160	0.12
	<b>France — 3.80% (3.38%)</b>		
32	Affine	487	—
16,532	Carmila	359,724	0.06
28,308	Fonciere Des Regions	2,196,144	0.33
32,911	Gecina	4,048,884	0.61
25,249	Icade	1,753,215	0.27
143,175	Klepierre	4,347,746	0.66
28,974	Mercialys	401,105	0.06
70,968	Unibail-Rodamco	11,974,632	1.81
		25,081,937	3.80
	<b>Germany — 4.56% (3.20%)</b>		
104,678	Alstria Office REIT	1,171,397	0.18
36,445	Deutsche EuroShop	929,281	0.14
253,227	Deutsche Wohnen	8,456,849	1.28
29,989	DIC Asset	268,893	0.04
56,083	Hamborner REIT	472,416	0.07
45,171	LEG Immobilien	3,677,623	0.55
105,287	TAG Immobilien	1,576,481	0.24
60,250	TLG Immobilien	1,234,499	0.19
347,657	Vonovia	12,341,064	1.87
		30,128,503	4.56
	<b>Italy — 0.12% (0.07%)</b>		
740,361	Beni Stabili	494,960	0.07

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>Italy — (cont.)</b>		
44,155	Immobiliare Grande Distribuzione SIQ SpA	305,865	0.05
		800,825	0.12
	<b>Luxembourg — 0.20% (0.15%)</b>		
78,197	Grand City Properties	1,353,676	0.20
	<b>Netherlands — 0.42% (0.37%)</b>		
34,042	Eurocommercial Properties	1,024,799	0.16
13,033	NSI	413,115	0.06
13,224	Vastned Retail	485,750	0.07
28,566	Wereldhave	828,684	0.13
		2,752,348	0.42
	<b>Norway — 0.12% (0.09%)</b>		
79,686	Entra	796,145	0.12
	<b>Spain — 0.89% (0.64%)</b>		
7,161	Axiare Patrimonio	106,345	0.02
62,285	Hispania Activos Inmobiliarios	959,328	0.14
202,423	Inmobiliaria Colonial	1,667,004	0.25
62,277	Lar Espana Real Estate	501,688	0.08
240,259	Merlin Properties	2,620,241	0.40
		5,854,606	0.89
	<b>Sweden — 1.41% (1.12%)</b>		
193,513	Castellum	2,234,011	0.34
10,827	Catena	157,519	0.03
57,911	Dios Fastigheter	284,184	0.04
94,070	Fabege	1,455,133	0.22
105,321	Hemfosa Fastigheter	944,794	0.14
77,572	Hufvudstaden 'A'	816,974	0.12
402,236	Klovern	367,280	0.06
134,752	Kungsleden	684,006	0.10
54,331	Pandox	697,833	0.11
135,815	Wallenstam	872,784	0.13
46,912	Wihlborgs Fastigheter	807,613	0.12
		9,322,131	1.41
	<b>Switzerland — 1.10% (0.95%)</b>		
9,890	Allreal	1,179,195	0.18
4,396	Mobimo	825,303	0.13
27,978	PSP Swiss Property	1,873,725	0.28
50,326	Swiss Prime Site	3,392,502	0.51
		7,270,725	1.10
	<b>NORTH AMERICA — 58.21% (62.25%)</b>		
	<b>United States — 51.86% (56.83%)</b>		
58,632	Acadia Realty Trust	967,993	0.15
20,838	Agree Realty	722,860	0.11
1,573	Alexander's Incorporated	439,126	0.07
71,253	Alexandria Real Estate Equities	6,214,929	0.94
28,167	American Assets Trust	666,679	0.10

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
97,316	American Campus Communities	2,683,310	0.41
111,244	Apartment Investment & Management 'A'	3,154,692	0.48
147,961	Apple Hospitality REIT	1,889,380	0.29
55,341	Ashford Hospitality Trust	274,137	0.04
98,412	AvalonBay Communities	11,363,389	1.72
109,590	Boston Properties	9,314,758	1.41
124,110	Brandywine Realty Trust	1,373,094	0.21
219,925	Brixmor Property	2,227,506	0.34
64,518	Camden Property Trust	3,896,408	0.59
52,190	CareTrust REIT	488,373	0.07
123,342	CBL & Associates Properties	359,197	0.05
31,079	Chatham Lodging Trust	423,704	0.06
41,561	Chesapeake Lodging Trust	869,488	0.13
84,377	Columbia Property Trust	1,232,832	0.19
70,130	Corporate Office Properties Trust	1,349,539	0.20
293,300	Cousins Properties	1,769,011	0.27
128,835	CubeSmart	2,561,067	0.39
65,951	DCT Industrial Trust	2,686,997	0.41
217,628	DDR	1,071,829	0.16
144,356	DiamondRock Hospitality	1,143,720	0.17
146,005	Digital Realty Trust	10,759,140	1.63
114,019	Douglas Emmett	2,913,547	0.44
252,036	Duke Realty	4,734,894	0.72
23,896	EastGroup Properties	1,452,010	0.22
54,317	Education Realty Trust	1,255,378	0.19
91,518	Empire State Realty Trust	1,086,327	0.16
44,624	EPR Properties	1,724,123	0.26
59,195	Equity LifeStyle Properties	3,678,033	0.56
254,833	Equity Residential	10,999,108	1.66
46,648	Essex Property Trust	7,976,774	1.21
87,049	Extra Space Storage	5,424,252	0.82
52,163	Federal Realty Investment Trust	4,210,645	0.64
83,439	First Industrial Realty Trust	1,764,071	0.27
42,654	Four Corners Property Trust	684,412	0.10
74,066	Franklin Street Properties	402,843	0.06
142,612	Gaming and Leisure Properties	3,495,571	0.53
21,222	Getty Realty	377,330	0.06
440,895	GGP	6,253,093	0.95
47,835	Global Net Lease	600,242	0.09
70,394	Government Properties Income Trust	613,498	0.09
113,156	Gramercy Property Trust	1,805,165	0.27
333,107	HCP	5,278,355	0.80
86,036	Healthcare Realty Trust	1,664,222	0.25
143,183	Healthcare Trust of America	2,550,926	0.39
26,965	Hersha Hospitality Trust	370,889	0.06
72,839	Highwoods Properties	2,218,444	0.34
116,826	Hospitality Properties Trust	2,091,360	0.32
519,524	Host Hotels & Resorts	7,216,228	1.09

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
111,610	Hudson Pacific Properties	2,498,279	0.38
84,649	Investors Real Estate Trust	317,811	0.05
68,817	Kilroy Realty	3,400,080	0.51
294,819	Kimco Realty	2,832,451	0.43
57,238	Kite Realty Group Trust	594,033	0.09
79,838	LaSalle Hotel Properties	1,758,031	0.27
168,137	Lexington Realty Trust	921,693	0.14
105,440	Liberty Property Trust	2,978,059	0.45
32,917	Life Storage	2,017,077	0.31
27,229	LTC Properties	691,900	0.10
97,084	Macerich	4,046,206	0.61
64,776	Mack-Cali Realty	778,607	0.12
259,061	Medical Properties Trust	2,320,639	0.35
81,045	Mid-America Apartment Communities	5,221,935	0.79
54,117	Monmouth Real Estate Investment	586,364	0.09
28,642	National Health Investors	1,350,120	0.20
108,507	National Retail Properties	2,933,019	0.44
36,089	National Storage Affiliates Trust	649,653	0.10
57,073	New Senior Investment	338,935	0.05
139,166	Omega Healthcare Investors	2,558,826	0.39
145,253	Paramount	1,456,677	0.22
127,043	Park Hotels & Resorts	2,589,827	0.39
48,209	Pebblebrook Hotel Trust	1,230,172	0.19
49,913	Pennsylvania REIT	330,972	0.05
128,064	Physicians Realty Trust	1,351,939	0.20
102,688	Piedmont Office Realty Trust	1,269,490	0.19
376,941	Prologis	17,520,625	2.65
14,270	PS Business Parks	1,178,166	0.18
105,804	Public Storage	14,647,169	2.22
35,308	QTS Realty Trust	887,866	0.13
55,313	Ramco-Gershenson Properties Trust	462,324	0.07
201,202	Realty Income	7,192,145	1.09
105,691	Regency Centers	4,294,027	0.65
77,438	Retail Opportunity Investments	928,593	0.14
160,020	Retail Properties of America	1,279,246	0.19
54,650	Rexford Industrial Realty	1,139,419	0.17
118,983	RLJ Lodging Trust	1,724,871	0.26
31,436	Ryman Hospitality Properties	1,780,027	0.27
126,716	Sabra Health Care REIT	1,566,539	0.24
7,793	Saul Centers	273,172	0.04
44,825	Select Income REIT	598,627	0.09
169,719	Senior Housing Properties Trust	1,834,080	0.28
17,704	Seritage Growth Properties	451,888	0.07
221,692	Simon Property	23,563,278	3.57
64,900	SL Green Realty	4,452,668	0.67
328,110	Spirit Realty Capital	1,861,866	0.28
68,281	STAG Industrial	1,171,158	0.18
122,797	Store Capital	2,155,302	0.33
73,740	Summit Hotel Properties	773,717	0.12

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>United States — (cont.)</b>		
54,131	Sun Communities	3,526,049	0.53
158,259	Sunstone Hotel Investors	1,787,050	0.27
64,638	Tanger Factory Outlet Centers	1,012,708	0.15
41,943	Taubman Centers	1,682,809	0.25
38,925	Terreno Realty	979,376	0.15
33,175	Tier REIT	442,807	0.07
188,125	UDR	4,745,422	0.72
8,802	Universal Health Realty Income Trust	374,698	0.06
72,247	Urban Edge Properties	1,049,412	0.16
20,117	Urstadt Biddle Properties	280,432	0.04
253,569	Ventas	8,578,993	1.30
692,930	Vereit	3,289,068	0.50
123,061	Vornado Realty Trust	5,777,981	0.87
134,046	Washington Prime	597,992	0.09
55,772	Washington REIT	1,097,526	0.17
84,702	Weingarten Realty Investors	1,619,676	0.24
265,101	Welltower	9,807,411	1.48
75,455	WP Carey	3,311,187	0.50
76,937	Xenia Hotels & Resorts	1,126,872	0.17
		<b>342,591,935</b>	<b>51.86</b>
	<b>Bermuda — 0.63% (0.86%)</b>		
830,455	Hong Kong Land	4,167,094	0.63
	<b>Canada — 3.28% (3.07%)</b>		
66,577	Allied Properties REIT	1,543,352	0.23
105,820	Artis REIT	808,591	0.12
26,395	Boardwalk REIT	664,553	0.10
97,392	Canadian Apartment Properties REIT	2,075,326	0.32
51,465	Canadian REIT	1,460,781	0.22
150,918	Chartwell Retirement Residences	1,277,566	0.19
124,581	Cominar REIT	879,311	0.13
64,179	Crombie REIT	445,789	0.07
116,311	Dream Global REIT	913,533	0.14
52,859	Dream Office REIT	697,871	0.11
106,553	First Capital Realty	1,209,639	0.18
33,716	Granite REIT	946,598	0.14
210,375	H&R REIT	2,426,016	0.37
61,059	Killam Apartment REIT	484,021	0.07
35,710	Northview Apartment REIT	510,700	0.08
215,019	Pure Industrial Real Estate Trust	972,782	0.15
231,476	RioCan REIT	3,023,619	0.46
83,071	Smart REIT	1,332,393	0.20
		<b>21,672,441</b>	<b>3.28</b>
	<b>Cayman Islands — 2.44% (1.49%)</b>		
1,928,267	CK Asset	11,859,871	1.80
864,803	Wharf Real Estate Investment	4,244,971	0.64
		<b>16,104,842</b>	<b>2.44</b>



## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
	<b>ASIA — 15.67% (15.10%)</b>		
	<b>Hong Kong — 6.04% (6.09%)</b>		
1,387,446	Champion REIT	694,297	0.11
1,441,446	Hang Lung Properties	2,386,909	0.36
765,527	Henderson Land Development	3,496,474	0.53
440,321	Hysan Development	1,732,693	0.26
1,550,946	Link REIT	9,637,924	1.46
4,036,953	New World Development	4,150,479	0.63
2,156,636	Sino Land	2,582,253	0.39
1,013,125	Sun Hung Kai Properties	11,347,160	1.72
753,939	Swire Properties	1,876,116	0.28
866,803	Wharf	2,003,181	0.30
		<b>39,907,486</b>	<b>6.04</b>
	<b>Japan — 7.06% (6.68%)</b>		
444	Activia Properties	1,420,016	0.22
899	Advance Residence Investment	1,652,503	0.25
1,128	Aeon REIT	843,269	0.13
1,212	Daiwa House REIT	2,071,352	0.31
194	Daiwa Office Investment	801,585	0.12
319	Frontier Real Estate Investment	938,914	0.14
463	Fukuoka REIT	509,843	0.08
2,130	GLP J-REIT	1,636,066	0.25
706	Hulic REIT	768,546	0.12
1,027	Industrial & Infrastructure Fund Investment	817,407	0.12
2,668	Invincible Investment	853,289	0.13
866	Japan Excellent	805,097	0.12
2,874	Japan Hotel REIT	1,480,572	0.22
635	Japan Logistics Fund	933,027	0.14
608	Japan Prime Realty Investment	1,535,894	0.23
880	Japan Real Estate Investment	3,280,607	0.50
1,056	Japan Rental Housing Investments	583,867	0.09
1,892	Japan Retail Fund Investment	2,573,267	0.39
257	Kenedix Office Investment	1,145,279	0.17
358	Kenedix Retail REIT	548,542	0.08
1,012	Mori Hills REIT	921,396	0.14
716	Mori Trust Sogo REIT	759,519	0.12
325	Nippon Accommodations Fund	1,025,438	0.16
907	Nippon Building Fund	3,681,552	0.56
1,255	Nippon Prologis REIT	1,922,129	0.29
85,080	Nomura Real Estate	1,479,399	0.22
2,849	Nomura Real Estate Master Fund	2,852,380	0.43
75,100	NTT Urban Development	626,079	0.09
1,823	Orix JREIT	1,985,710	0.30
883	Premier Investment	636,725	0.10
617	Sekisui House REIT	580,962	0.09
742	Sekisui House Residential Investment	574,357	0.09
147,500	Tokyo Tatemono	1,550,978	0.23
637	Tokyu REIT	610,339	0.09

## Portfolio Statement continued

Holding/ Nominal Value	Investment	Market Value £	% of Net Assets
<b>Japan — (cont.)</b>			
2,064	United Urban Investment	2,265,987	0.34
		<b>46,671,892</b>	<b>7.06</b>
<b>Singapore — 2.57% (2.33%)</b>			
1,702,150	Ascendas REIT	2,491,928	0.38
1,792,923	CapitaLand	3,616,417	0.55
1,677,324	CapitaLand Commercial Trust	1,655,245	0.25
1,643,303	CapitaLand Mall Trust	1,862,249	0.28
564,614	CDL Hospitality Trusts	523,506	0.08
940,803	Fortune REIT	796,064	0.12
1,389,758	Keppel REIT	919,333	0.14
1,380,288	Mapletree Commercial Trust	1,197,467	0.18
936,417	Mapletree Industrial Trust	1,020,562	0.15
1,459,144	Mapletree Logistics Trust	988,968	0.15
1,806,242	Suntec REIT	1,880,404	0.29
		<b>16,952,143</b>	<b>2.57</b>
<b>MIDDLE EAST — 0.11% (0.19%)</b>			
<b>Israel — 0.11% (0.19%)</b>			
20,774	Azrieli Group	712,045	0.11
<b>PACIFIC BASIN — 6.19% (6.60%)</b>			
<b>Australia — 6.09% (6.50%)</b>			
345,024	BWP Trust	564,005	0.09
240,646	Charter Hall Retail REIT	503,895	0.08
1,033,527	Cromwell Property	601,774	0.09
724,930	Dexus	3,638,321	0.55
1,259,536	Goodman	5,990,900	0.91
1,288,769	GPT	3,255,212	0.49
389,943	Investa Office Fund	910,314	0.14
2,650,424	Mirvac	3,129,906	0.47
3,645,376	Scentre	7,732,792	1.17
531,177	Shopping Centres Australasia Property	665,024	0.10
1,723,147	Stockland	3,683,506	0.56
2,308,362	Vicinity Centres	2,978,367	0.45
1,366,982	Westfield	6,546,801	0.99
		<b>40,200,817</b>	<b>6.09</b>
<b>New Zealand — 0.10% (0.10%)</b>			
1,011,748	Kiwi Property Group	689,133	0.10
<b>Portfolio of investments<sup>1</sup></b>		<b>656,851,131</b>	<b>99.43</b>
<b>Net other assets</b>		<b>3,736,755</b>	<b>0.57</b>
<b>Total net assets</b>		<b>£660,587,886</b>	<b>100.00%</b>

<sup>1</sup> All investments are admitted to an official stock exchange unless otherwise stated.

Total purchases for the year: £287,614,599.

Total sales for the year: £34,347,816.

# Independent Auditors' Report

## Independent auditors' report to the Unitholders of Legal & General Global Real Estate Dividend Index Fund

### **Opinion**

We have audited the financial statements of the Fund for the year ended 20 April 2018 which comprise the Statement of Total Return, the Statement of Changes 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 18 to 37.

In our opinion, Legal & General Global Real Estate Dividend Index Fund's 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 20 April 2018 and of the net revenue and the net capital losses 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**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

### **Other information**

The Manager (Legal & General (Unit Trust Managers) Limited) is responsible for the other information presented in the Annual 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.

## **Independent Auditors' Report continued**

### ***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.

### ***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.

### ***Auditors' 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 further 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 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.

Jatin Patel  
For and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
15 Canada Square  
E14 5GL London  
8 June 2018

## Financial Statements

### Statement of Total Return for the year ended 20 April 2018

Notes	21/04/17 to 20/04/18		25/01/16 to 20/04/17 <sup>1</sup>	
	£	£	£	£
<b>Income</b>				
Net capital (losses)/ gains	3	(70,824,545)		33,981,351
Revenue	4	22,597,261	11,637,747	
Expenses	5	(499,384)	(267,723)	
Interest payable and similar charges	7	(8,600)	(9,190)	
<b>Net revenue before taxation</b>		<u>22,089,277</u>	<u>11,360,834</u>	
Taxation	6	(3,549,835)	(1,869,529)	
<b>Net revenue after taxation for the year</b>		<u>18,539,442</u>	<u>9,491,305</u>	
<b>Total return before distributions</b>		<u>(52,285,103)</u>	<u>43,472,656</u>	
Distributions	7	(19,038,826)	(9,705,482)	
<b>Change in net assets attributable to Unitholders from investment activities</b>		<u><b>£(71,323,929)</b></u>	<u><b>£33,767,174</b></u>	

### Statement of Change in Net Assets attributable to Unitholders for the year ended 20 April 2018

	21/04/17 to 20/04/18		25/01/16 to 20/04/17 <sup>1</sup>	
	£	£	£	£
<b>Opening net assets attributable to Unitholders</b>		478,393,613		—
Amounts received on issue of units	261,011,240		396,128,579	
Amounts received on in-specie transactions	—		43,730,437	
Amounts paid on cancellation of units	(16,274,916)		(2,014,374)	
		<u>244,736,324</u>	<u>437,844,642</u>	
<b>Change in net assets attributable to Unitholders from investment activities</b>		<u>(71,323,929)</u>	<u>33,767,174</u>	
Retained distributions on accumulation units		<u>8,781,878</u>	<u>6,781,797</u>	
<b>Closing net assets attributable to Unitholders</b>		<u><b>£660,587,886</b></u>	<u><b>£478,393,613</b></u>	

<sup>1</sup>The Fund launched on 25 January 2016.

## Financial Statements continued

### Balance Sheet as at 20 April 2018

	Notes	20/04/18 £	20/04/17 £
<b>ASSETS</b>			
<b>Fixed assets:</b>			
Investments		656,851,131	475,897,052
<b>Current assets:</b>			
Debtors	8	1,762,282	17,078,581
Cash and bank balances	9	7,389,469	4,705,345
<b>Total assets</b>		<b>666,002,882</b>	<b>497,680,978</b>
<b>LIABILITIES</b>			
<b>Creditors:</b>			
Bank overdrafts	9	(1,404,287)	(247,387)
Distributions payable		(3,775,326)	(1,738,446)
Other creditors	10	(235,383)	(17,301,532)
<b>Total liabilities</b>		<b>(5,414,996)</b>	<b>(19,287,365)</b>
<b>Net assets attributable to Unitholders</b>		<b>£660,587,886</b>	<b>£478,393,613</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).

## 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.

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.

US REIT dividend revenue is accounted for partly as revenue and partly as capital, depending on the underlying REIT distribution. All REIT dividends are recognised on an ex-dividend basis.

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 capital 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 3pm on 20 April 2018, being the last working day of the accounting year. The fair value for non-derivative securities is bid market price.

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 3pm on 20 April 2018, being the last working day of the accounting year.



## Notes to the Financial Statements continued

### 3. Net capital (losses)/gains

The net capital (losses)/gains during the year comprise:

	21/04/17 to 20/04/18	25/01/16 to 20/04/17
	£	£
Non-derivative securities	(72,188,425)	33,350,958
Forward currency contracts	272,455	2,330,423
Currency losses	(222,276)	(2,292,364)
US REITS Capital Dividends	1,313,701	594,561
Transaction charges	—	(2,227)
Net capital (losses)/gains	<u>(70,824,545)</u>	<u>33,981,351</u>

### 4. Revenue

	21/04/17 to 20/04/18	25/01/16 to 20/04/17
	£	£
UK Franked dividends	12,470	1,034
Taxable overseas dividends	16,680,926	8,529,217
Non-taxable overseas dividends	4,155,680	2,228,746
Property dividend distributions	134,440	63,865
Property interest distributions	839,177	393,672
Franked stock dividends	631,781	182,576
Unfranked stock dividends	131,119	194,227
Underwriting commission	483	—
Bank interest	11,185	44,410
	<u>22,597,261</u>	<u>11,637,747</u>

### 5. Expenses

Payable to the Manager, associates of the Manager and agents of either of them:

	21/04/17 to 20/04/18	25/01/16 to 20/04/17
	£	£
Fund management fees	<u>499,384</u>	<u>267,723</u>
Total expenses	<u>499,384</u>	<u>267,723</u>

Audit fees of £9,800 plus VAT on Audit fees of £1,960 have been borne by the Manager out of its fund management fee. In the prior period, the total audit fee was £8,735 plus VAT of £1,747.

## Notes to the Financial Statements continued

### 6. Taxation

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

	21/04/17 to 20/04/18	25/01/16 to 20/04/17
	£	£
Corporation tax	3,356,351	1,696,621
Overseas tax	2,694,550	1,278,152
Double taxation relief	<u>(2,501,066)</u>	<u>(1,105,244)</u>
Current tax [note 6(b)]	3,549,835	1,869,529
Deferred tax [note 6(c)]	<u>—</u>	<u>—</u>
Total taxation	<u>3,549,835</u>	<u>1,869,529</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>22,089,277</u>	<u>11,360,834</u>
Net revenue before taxation multiplied by the applicable rate of Corporation tax of 20% (2017: 20%)	4,417,855	2,272,167
<b>Effects of:</b>		
DTR expensed	(2,501,066)	(1,105,244)
Overseas tax	2,694,550	1,278,152
Revenue not subject to taxation	<u>(1,061,504)</u>	<u>(575,546)</u>
Current tax	<u>3,549,835</u>	<u>1,869,529</u>

#### (c) Provision for deferred tax

There is no deferred tax provision in the current year or preceding period.

## 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:

	21/04/17 to 20/04/18	25/01/16 to 20/04/17
	£	£
First distribution	—	625,933
First interim distribution	4,896,021	2,398,872
Second interim distribution	4,198,193	2,518,266
Third interim distribution	4,813,987	2,438,085
Final distribution	6,095,211	3,736,886
	<u>20,003,412</u>	<u>11,718,042</u>
Add: Revenue deducted on cancellation of units	70,683	9,798
Less: Revenue deducted on in-specie transactions	—	(166,961)
Less: Revenue received on creation of units	(1,035,269)	(1,855,397)
<b>Distributions for the year</b>	<b>19,038,826</b>	<b>9,705,482</b>
<b>Interest payable and similar charges</b>		
Bank overdraft interest	8,600	9,190
	<u>19,047,426</u>	<u>9,714,672</u>

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

	21/04/17 to 20/04/18	21/04/16 to 20/04/17
	£	£
Net revenue after taxation for the year	18,539,442	9,491,305
Add: Expenses charged to capital	499,384	267,723
Deduct: Revenue carried forward	—	(1)
Tax relief on capital expenses	—	(53,545)
<b>Distributions for the year</b>	<b>19,038,826</b>	<b>9,705,482</b>

## Notes to the Financial Statements continued

### 8. Debtors

	20/04/18	20/04/17
	£	£
Accrued revenue	1,308,697	763,956
Amounts receivable for creation of units	284,002	15,949,048
Overseas tax recoverable	139,031	33,956
PID tax recoverable	10,476	—
Receivable for foreign exchange contracts	—	11,815
Sales awaiting settlement	20,076	319,806
	<u>1,762,282</u>	<u>17,078,581</u>

### 9. Net uninvested cash

	20/04/18	20/04/17
	£	£
Cash and bank balances	7,389,469	4,705,345
Bank overdrafts	<u>(1,404,287)</u>	<u>(247,387)</u>
Net uninvested cash	<u>5,985,182</u>	<u>4,457,958</u>

### 10. Other creditors

	20/04/18	20/04/17
	£	£
Accrued expenses	31,461	22,574
Amounts payable for cancellation of units	48,948	46,002
Corporation tax payable	17,285	591,377
Payable for foreign exchange contracts	208	—
Purchases awaiting settlement	<u>137,481</u>	<u>16,641,579</u>
	<u>235,383</u>	<u>17,301,532</u>

### 11. Contingent liabilities and outstanding commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (20 April 2017: same).

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks

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

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

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

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

#### **(a) Market Risk 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 20 April 2018, 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 £32,842,557 (20 April 2017: £23,794,853).

## 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 20 April 2018, 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 £6,235,495 (20 April 2017: £4,582,288).

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

20/04/18 Currency	Net foreign currency assets		
	Monetary exposures £'000	Non-monetary exposures £'000	Total £'000
Australian Dollar	133	40,201	40,334
Canadian Dollar	45	21,672	21,717
Euro	139	74,841	74,980
Hong Kong Dollar	407	56,808	57,215
Israeli New Shekel	16	712	728
Japanese Yen	334	46,672	47,006
New Zealand Dollar	6	689	695
Norwegian Krone	5	796	801
Singapore Dollar	117	16,156	16,273
Swedish Krona	24	9,322	9,346
Swiss Franc	141	7,271	7,412
US Dollar	283	346,759	347,042

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (c) Foreign Currency Risk continued

20/04/17 Currency	Net foreign currency assets		Total £'000
	Monetary exposures £'000	Non-monetary exposures £'000	
Australian Dollar	1,088	31,071	32,159
Canadian Dollar	40	14,669	14,709
Euro	219	42,914	43,133
Hong Kong Dollar	133	37,650	37,783
Israeli New Shekel	2	888	890
Japanese Yen	227	31,968	32,195
New Zealand Dollar	52	474	526
Norwegian Krone	3	454	457
Singapore Dollar	126	10,609	10,735
Swedish Krona	10	5,346	5,356
Swiss Franc	129	4,533	4,662
US Dollar	479	275,146	275,625

#### (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.

#### (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.

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

## Notes to the Financial Statements continued

### 12. Financial Instruments and Associated Risks continued

#### (f) 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 Management 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:

<b>20/04/18</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	656,851,131	—
Level 2 - Observable Market Data	—	—
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>656,851,131</b>	<b>—</b>

<b>20/04/17</b>	<b>Assets</b>	<b>Liabilities</b>
<b>Basis of Valuation</b>	<b>£</b>	<b>£</b>
Level 1 - Quoted Prices	475,894,365	—
Level 2 - Observable Market Data	2,687	—
Level 3 - Unobservable Data	—	—
<b>Total</b>	<b>475,897,052</b>	<b>—</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

20/04/18	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	287,393	81	0.03	141	0.05	287,615
<b>Total</b>	<b>287,393</b>	<b>81</b>	<b>0.03</b>	<b>141</b>	<b>0.05</b>	<b>287,615</b>

20/04/18	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	34,360	(7)	0.02	(5)	0.01	34,348
<b>Total</b>	<b>34,360</b>	<b>(7)</b>	<b>0.02</b>	<b>(5)</b>	<b>0.01</b>	<b>34,348</b>

Commissions and taxes as % of average net assets

Commissions 0.01%

Taxes 0.03%

20/04/17	Value	Commissions		Taxes		Total
Purchases	£'000	£'000	%	£'000	%	£'000
Equities	757,492	124	0.02	164	0.02	757,780
<b>Total</b>	<b>757,492</b>	<b>124</b>	<b>0.02</b>	<b>164</b>	<b>0.02</b>	<b>757,780</b>

20/04/17	Value	Commissions		Taxes		Total
Sales	£'000	£'000	%	£'000	%	£'000
Equities	315,836	(4)	—	(1)	—	315,831
<b>Total</b>	<b>315,836</b>	<b>(4)</b>	<b>—</b>	<b>(1)</b>	<b>—</b>	<b>315,831</b>

Commissions and taxes as % of average net assets

Commissions 0.05%

Taxes 0.06%

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 0.16% (20 April 2017: 0.15%).

## 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 47. 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 40 to 45. The distributions per unit class are given in the distribution tables on pages 34 to 38. All classes have the same rights on winding up.

<b>I-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	4,968,166	20,208,013
Units issued	6,932,632	27,136,337
Units cancelled	(1,376,213)	(5,302,954)
Units converted	—	—
Closing Units	10,524,585	42,041,396

<b>C-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	9,804,620	1,841,681
Units issued	4,889,331	12,253,291
Units cancelled	(7,771,207)	(12,203,682)
Units converted	—	—
Closing Units	6,922,744	1,891,290

<b>L-Class</b>	<b>Distribution</b>	<b>Accumulation</b>
Opening Units	339,292,285	373,090,130
Units issued	377,227,708	7,814,942
Units cancelled	—	—
Units converted	—	—
Closing Units	716,519,993	380,905,072

### 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 58.60% (59.37% as at 20 April 2017) of the Fund's units in issue.

## Notes to the Financial Statements continued

### 16. Post balance sheet market movements

As at the close of business on the balance sheet date the Net Asset Value per I-Class accumulation unit was 59.42p. The Net Asset Value per I-Class accumulation unit for the Fund as at 3pm on 7 June 2018 was 65.42p. This represents an increase of 10.10% from the year end value.

## Distribution Tables

### Distribution Tables for the year ended 20 April 2018

Group 1: units purchased prior to a distribution period.

Group 2: units purchased during a distribution period.

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

1st dividend distribution in pence per unit	Period	
	25/01/16	to 20/04/16 <sup>1</sup>
<b>I-Class</b>	<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>N/A</b>	<b>20/06/16</b>
Group 1		0.3602
Group 2		0.3602
<b>I-Class</b>	<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>N/A</b>	<b>20/06/16</b>
Group 1		0.3642
Group 2		0.3642
<b>C-Class</b>	<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>N/A</b>	<b>20/06/16</b>
Group 1		0.3638
Group 2		0.3638
<b>C-Class</b>	<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>N/A</b>	<b>20/06/16</b>
Group 1		0.3643
Group 2		0.3643
<b>L-Class</b>	<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>	<b>N/A</b>	<b>20/06/16</b>
Group 1		0.3629
Group 2		0.3629
<b>L-Class</b>	<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>	<b>N/A</b>	<b>20/06/16</b>
Group 1		0.3629
Group 2		0.3629

<sup>1</sup> The Fund launched on 25 January 2016, and the period from 25 January 2016 to 20 April 2017 formed part of the prior year end accounts as no report was produced as at 20 April 2016.

## Distribution Tables continued

1st Interim dividend distribution in pence per unit			Period	
			21/04/17	to 20/07/17
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/09/17</b>	<b>20/09/16</b>
Group 1	0.5487	—	0.5487	0.5600
Group 2	0.3206	0.2281	0.5487	0.5600
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/09/17</b>	<b>20/09/16</b>
Group 1	0.5693	—	0.5693	0.5614
Group 2	0.2747	0.2946	0.5693	0.5614
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/09/17</b>	<b>20/09/16</b>
Group 1	0.5486	—	0.5486	0.5583
Group 2	0.2582	0.2904	0.5486	0.5583
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/09/17</b>	<b>20/09/16</b>
Group 1	0.5697	—	0.5697	0.5620
Group 2	0.3120	0.2577	0.5697	0.5620
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/09/17</b>	<b>20/09/16</b>
Group 1	0.5496	—	0.5496	0.5572
Group 2	0.3023	0.2473	0.5496	0.5572
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/09/17</b>	<b>20/09/16</b>
Group 1	0.5702	—	0.5702	0.5605
Group 2	—	0.5702	0.5702	0.5605

## Distribution Tables continued

2nd Interim dividend distribution in pence per unit			Period	
			21/07/17	to 20/10/17
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/12/17</b>	<b>20/12/16</b>
Group 1	0.4538	—	0.4538	0.4694
Group 2	0.3087	0.1451	0.4538	0.4694
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/12/17</b>	<b>20/12/16</b>
Group 1	0.4743	—	0.4743	0.4764
Group 2	0.2588	0.2155	0.4743	0.4764
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/12/17</b>	<b>20/12/16</b>
Group 1	0.4545	—	0.4545	0.4667
Group 2	0.2509	0.2036	0.4545	0.4667
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/12/17</b>	<b>20/12/16</b>
Group 1	0.4691	—	0.4691	0.4753
Group 2	0.4092	0.0599	0.4691	0.4753
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/12/17</b>	<b>20/12/16</b>
Group 1	0.4519	—	0.4519	0.4660
Group 2	0.3292	0.1227	0.4519	0.4660
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/12/17</b>	<b>20/12/16</b>
Group 1	0.4756	—	0.4756	0.4730
Group 2	—	0.4756	0.4756	0.4730

## Distribution Tables continued

3rd Interim dividend distribution in pence per unit			Period	
			21/10/17	to 20/01/18
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/03/18</b>	<b>20/03/17</b>
Group 1	0.4566	—	0.4566	0.4103
Group 2	0.0838	0.3728	0.4566	0.4103
<b>I-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/03/18</b>	<b>20/03/17</b>
Group 1	0.4805	—	0.4805	0.4199
Group 2	0.2092	0.2713	0.4805	0.4199
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/03/18</b>	<b>20/03/17</b>
Group 1	0.4556	—	0.4556	0.4105
Group 2	0.2251	0.2305	0.4556	0.4105
<b>C-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/03/18</b>	<b>20/03/17</b>
Group 1	0.4808	—	0.4808	0.4197
Group 2	0.2417	0.2391	0.4808	0.4197
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>			<b>20/03/18</b>	<b>20/03/17</b>
Group 1	0.4565	—	0.4565	0.4131
Group 2	0.0472	0.4093	0.4565	0.4131
<b>L-Class</b>			<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>			<b>20/03/18</b>	<b>20/03/17</b>
Group 1	0.4823	—	0.4823	0.4199
Group 2	—	0.4823	0.4823	0.4199

## Distribution Tables continued

Final dividend distribution in pence per unit				Period	
				21/01/18	to
<b>I-Class</b>				<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>20/06/18</b>	<b>20/06/17</b>
Group 1		0.5145	—	0.5145	0.4904
Group 2		0.2833	0.2312	0.5145	0.4904
<b>I-Class</b>				<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>20/06/18</b>	<b>20/06/17</b>
Group 1		0.5452	—	0.5452	0.5049
Group 2		0.3217	0.2235	0.5452	0.5049
<b>C-Class</b>				<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>20/06/18</b>	<b>20/06/17</b>
Group 1		0.5130	—	0.5130	0.4928
Group 2		0.3195	0.1935	0.5130	0.4928
<b>C-Class</b>				<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>20/06/18</b>	<b>20/06/17</b>
Group 1		0.5474	—	0.5474	0.5071
Group 2		0.4012	0.1462	0.5474	0.5071
<b>L-Class</b>				<b>Distribution</b>	<b>Distribution</b>
<b>Distribution Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>20/06/18</b>	<b>20/06/17</b>
Group 1		0.5143	—	0.5143	0.4909
Group 2		0.4390	0.0753	0.5143	0.4909
<b>L-Class</b>				<b>Distribution</b>	<b>Distribution</b>
<b>Accumulation Units</b>		<b>Revenue</b>	<b>Equalisation</b>	<b>20/06/18</b>	<b>20/06/17</b>
Group 1		0.5461	—	0.5461	0.5057
Group 2		—	0.5461	0.5461	0.5057



## Fund Information

The Comparative Tables on pages 40 to 45 give the performance of each active share 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

#### I-Class Distribution Units

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

Accounting Year ending	21/04/17 to 20/04/18 (pence per unit)	25/01/16 to 20/04/17 <sup>1</sup> (pence per unit)
Opening net asset value per unit	62.52	50.00
Return before operating charges*	(5.04)	14.96
Operating charges (calculated on average price)	(0.12)	(0.15)
Return after operating charges*	(5.16)	14.81
Distributions on income units	(1.97)	(2.29)
Closing net asset value per unit	55.39	62.52
* after direct transaction costs of:	0.02	0.07

##### Performance

Return after charges	(8.25)%	29.63%
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##### Other Information

Closing net asset value (£)	5,829,368	3,106,341
Closing number of units	10,524,585	4,968,166
Operating charges <sup>†</sup>	0.20%	0.20%
Direct transaction costs	0.04%	0.11%

##### Prices

Highest unit price	64.35p	66.17p
Lowest unit price	54.22p	47.53p

<sup>1</sup> The Fund launched on 25 January 2016.

<sup>†</sup> 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	21/04/17 to 20/04/18 (pence per unit)	25/01/16 to 20/04/17 <sup>1</sup> (pence per unit)
Opening net asset value per unit	64.88	50.00
Return before operating charges*	(5.33)	15.04
Operating charges (calculated on average price)	(0.13)	(0.16)
Return after operating charges*	(5.46)	14.88
Distributions	(2.07)	(2.33)
Retained distributions on accumulation units	2.07	2.33
Closing net asset value per unit	59.42	64.88
* after direct transaction costs of:	0.03	0.07

#### Performance

Return after charges	(8.42)%	29.77%
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#### Other Information

Closing net asset value (£)	24,979,856	13,111,795
Closing number of units	42,041,396	20,208,013
Operating charges <sup>†</sup>	0.20%	0.20%
Direct transaction costs	0.04%	0.11%

#### Prices

Highest unit price	66.77p	67.20p
Lowest unit price	57.62p	47.53p

<sup>1</sup> The Fund launched on 25 January 2016.

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

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

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

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

## Fund Information continued

### Comparative Tables continued

#### C-Class Distribution Units

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

Accounting Year ending	21/04/17 to 20/04/18 (pence per unit)	25/01/16 to 20/04/17 <sup>1</sup> (pence per unit)
Opening net asset value per unit	62.58	50.00
Return before operating charges*	(5.06)	14.99
Operating charges (calculated on average price)	(0.09)	(0.12)
Return after operating charges*	(5.15)	14.87
Distributions on income units	(1.97)	(2.29)
Closing net asset value per unit	55.46	62.58
* after direct transaction costs of:	0.02	0.07

#### Performance

Return after charges	(8.23)%	29.74%
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#### Other Information

Closing net asset value (£)	3,839,467	6,135,575
Closing number of units	6,922,744	9,804,620
Operating charges <sup>†</sup>	0.15%	0.15%
Direct transaction costs	0.04%	0.11%

#### Prices

Highest unit price	64.40p	66.20p
Lowest unit price	54.30p	47.53p

<sup>1</sup> The Fund launched on 25 January 2016.

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

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

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

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

## Fund Information continued

### Comparative Tables continued

#### C-Class Accumulation Units

#### Change in Net Asset Value per Unit

Accounting Year ending	21/04/17 to 20/04/18 (pence per unit)	25/01/16 to 20/04/17 <sup>1</sup> (pence per unit)
Opening net asset value per unit	64.92	50.00
Return before operating charges*	(5.33)	15.04
Operating charges (calculated on average price)	(0.10)	(0.12)
Return after operating charges*	(5.43)	14.92
Distributions	(2.07)	(2.33)
Retained distributions on accumulation units	2.07	2.33
Closing net asset value per unit	59.49	64.92
* after direct transaction costs of:	0.03	0.07

#### Performance

Return after charges	(8.36)%	29.85%
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#### Other Information

Closing net asset value (£)	1,125,036	1,195,673
Closing number of units	1,891,290	1,841,681
Operating charges <sup>†</sup>	0.15%	0.15%
Direct transaction costs	0.04%	0.11%

#### Prices

Highest unit price	66.82p	67.22p
Lowest unit price	57.68p	47.53p

<sup>1</sup> The Fund launched on 25 January 2016.

<sup>†</sup> 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.

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## Fund Information continued

### Comparative Tables continued

#### L-Class Distribution Units

#### Change in Net Asset Value per Unit

Accounting Year ending	21/04/17 to 20/04/18 (pence per unit)	25/01/16 to 20/04/17 (pence per unit)
Opening net asset value per unit	62.62	50.00
Return before operating charges*	(5.07)	14.97
Operating charges (calculated on average price)	(0.05)	(0.06)
Return after operating charges*	(5.12)	14.91
Distributions on income units	(1.97)	(2.29)
Closing net asset value per unit	55.53	62.62
* after direct transaction costs of:	0.02	0.07

#### Performance

Return after charges	(8.18)%	29.81%
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#### Other Information

Closing net asset value (£)	397,907,919	212,454,919
Closing number of units	716,519,993	339,292,285
Operating charges <sup>†</sup>	0.08%	0.08%
Direct transaction costs	0.04%	0.11%

#### Prices

Highest unit price	64.45p	66.22p
Lowest unit price	54.36p	47.53p

<sup>1</sup> The Fund launched on 25 January 2016.

<sup>†</sup> 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.**

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## Fund Information continued

### Comparative Tables continued

#### L-Class Accumulation Units

#### Change in Net Asset Value per Unit

Accounting Year ending	21/04/17 to 20/04/18 (pence per unit)	25/01/16 to 20/04/17 <sup>1</sup> (pence per unit)
Opening net asset value per unit	64.97	50.00
Return before operating charges*	(5.35)	15.03
Operating charges (calculated on average price)	(0.05)	(0.06)
Return after operating charges*	(5.40)	14.97
Distributions	(2.07)	(2.32)
Retained distributions on accumulation units	2.07	2.32
Closing net asset value per unit	59.57	64.97
* after direct transaction costs of:	0.03	0.07

#### Performance

Return after charges	(8.31)%	29.94%
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#### Other Information

Closing net asset value (£)	226,906,240	242,389,310
Closing number of units	380,905,072	373,090,130
Operating charges <sup>†</sup>	0.08%	0.08%
Direct transaction costs	0.04%	0.11%

#### Prices

Highest unit price	66.87p	67.23p
Lowest unit price	57.77p	47.53p

<sup>1</sup> The Fund launched on 25 January 2016.

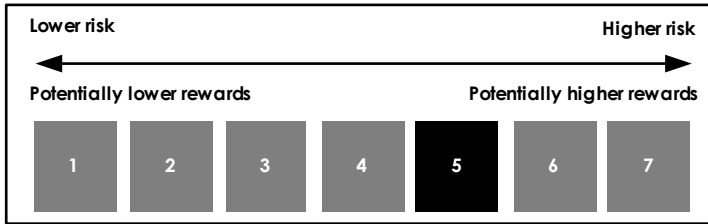
<sup>†</sup> Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a Fund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

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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.**

## Risk and Reward Profile (unaudited)



- This risk and reward profile is based on historical data which may not be a reliable indication of the Fund's risk and reward category in the future.
- The category number highlighted above reflects the rate at which the Fund's unit price has moved up and down in the past. If the Fund has less than five years' track record, the number also reflects the rate at which the Index the Fund tracks has moved up and down in the past. Higher numbers mean the potential reward could be greater, but this comes with increased risk of losing money.
- The Fund is in category five because it invests in a mixture of property company shares and REITs. Company shares are sensitive to variations in the stock market and their value can change substantially over short periods of time. REITs are sensitive to variations in the value of the underlying properties and rental income. Company shares and REITs are generally considered to be higher risk investments than bonds or cash.
- The Fund's category is not guaranteed to remain the same and may change over time.
- Even a fund in the lowest category is not a risk free investment.



## General Information

### Constitution

Launch date:	25 January 2016
Period end dates for distributions:	20 January, 20 April, 20 July, 20 October
Distribution dates:	20 March, 20 June, 20 September, 20 December
Minimum initial lump sum investment:	I-Class £1,000,000 C-Class* £100,000,000 L-Class** £500,000
Valuation point:	3pm
Fund management fees:	I-Class Annual 0.20% C-Class* Annual 0.15% L-Class** Annual 0.08%
Initial charge:	I-Class Nil C-Class* Nil L-Class** Nil

\* C-Class units are only available to distributors who actively market and distribute such units (or whom the Manager believes intend to do so) and to whom the Manager has confirmed by letter that they meet the criteria for investment in such units.

\*\* L-Class is not available to retail customers and is intended only for investment by Legal & General group companies.

### Dealing

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. Units may normally be sold back to the Manager on any business day at the bid price calculated at the following valuation point.

### Prospectus and Manager's Reports

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

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

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

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

## General Information 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 0.01%, whilst since launch on 25 January 2016 to the end of April 2018, the annualised Tracking Error of the Fund is 0.07%. These Tracking Errors are within the anticipated Tracking Error levels set out in the Fund's Prospectus of +/-0.5% per annum.

### Dual Pricing Arrangement

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

### 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 Global Real Estate Dividend 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 managed by it as at 31 December 2017:

### Controlled Functions

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Scheme (Pro-rated) (£'000)
32	6,726	11,997	170

### Market Risk Takers

Headcount	Fixed Remuneration (£'000)	Variable Remuneration (£'000)	Remuneration related to this Fund (Pro-rated) (£'000)
22	2,281	3,000	7

## General Information continued

### Controlled Functions

As at 31 December 2017, Legal & General Unit Trust Managers Limited (UTM) engaged the services of six employees of Legal & General Investment Management (Holdings) Limited (LGIMH), plus a further two employees of Legal & General Resources (LGR) to act as Directors. In addition, there was one non-executive Director. UTM also engaged the services of a further 20 LGIMH employees and a further three 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.

### Material Risk Takers

As at the 31 December 2017, UTM engaged the services of the Legal & General Investment Management's Index Investment team, which consists of 22 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 Index Investment team.

### Significant Changes

#### Change of Auditor

With effect from 28 April 2018, PricewaterhouseCoopers LLP ceased to be Independent Auditors of the Fund and KPMG LLP have been appointed. The change of Auditor has no impact on the way the Fund is operated.

### General Data Protection Regulation

Legal & General takes your privacy very seriously. Under data protection legislation, we have classified ourselves as a 'data controller'. This means that we are subject to certain obligations relating to how we process personal data. These obligations include, without limitation, providing individuals with certain information regarding how we process their personal data.

We will use the personal data you have provided to us in connection with an investment in units of Legal & General Global Real Estate Index Fund, including your name, age, contact details, bank account details, transactions and the invested amount, and any information regarding the dealing in units in accordance with all applicable data protection laws and our Privacy Policy which is available from 25 May 2018 at [www.lgim.com/UTMPrivacy](http://www.lgim.com/UTMPrivacy) (or available upon request). Our Privacy Policy sets out, amongst other things, the purpose or purposes for which your personal data is collected and intended to be processed and also contains any other information prescribed by data protection legislation.

## General Information continued

### Authorised Fund Manager

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

### Directors of the Manager

R. M. Bartley  
A. J. C. Craven  
S. Hynes  
H. Morrissey (appointed 5 July 2017)  
H. Solomon  
S. D. Thomas  
L. W. Toms  
A. R. Toutouchi\*  
M. J. Zinkula

\*Non-executive Director

### Secretary

J. McCarthy

### Registrar

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

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

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

### Trustee

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

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

### Independent Auditors

KPMG LLP  
15 Canada Square  
London E14 5GL

### Investment Adviser

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







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

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

