



# Costs and charges for value for money assessments

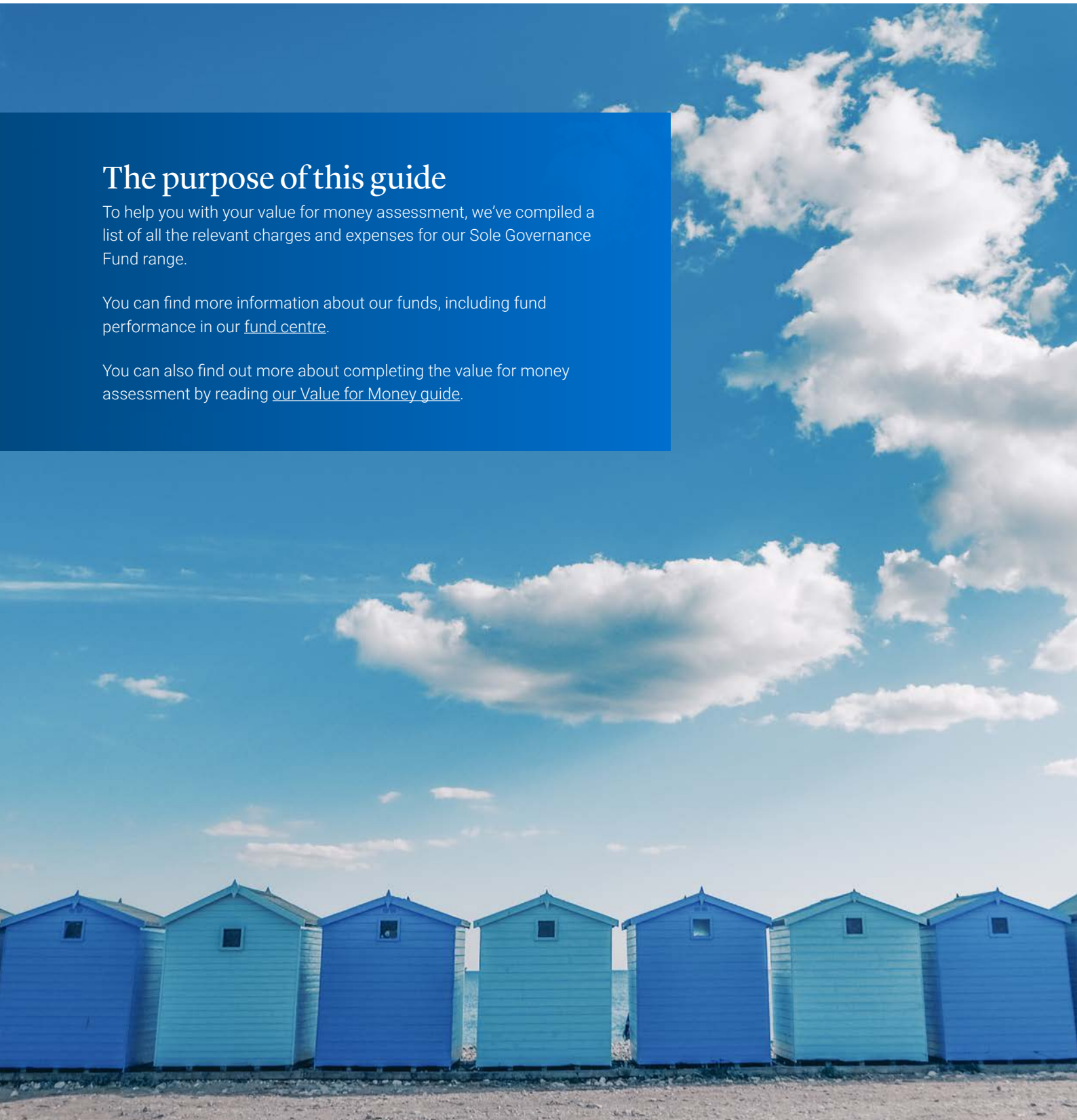
The Legal & General Mastertrust Guide

## The purpose of this guide

To help you with your value for money assessment, we've compiled a list of all the relevant charges and expenses for our Sole Governance Fund range.

You can find more information about our funds, including fund performance in our [fund centre](#).

You can also find out more about completing the value for money assessment by reading [our Value for Money guide](#).





## Understanding transaction costs

Transaction costs are the average costs incurred over the previous financial year as a necessary part of buying and selling the fund's underlying investments to achieve the investment objective. A proportion of these costs is recovered directly from investors joining and leaving the fund. In the case of shares, broker commissions are paid by the fund on each transaction. Transfer taxes and/or stamp duty may also be payable. In addition, there's what's known as a 'dealing spread' which is the difference between the buying and selling prices of the underlying investments. Unlike shares, other types of investments such as bonds, money market instruments, and derivatives, have no separately identifiable transaction costs. Instead, these costs form part of the dealing spread. We capture these costs using the methodology set out in Financial Conduct Authority (FCA) rules and PRIIPs (packaged retail investment and insurance products) guidance.

Implicit<sup>1</sup> transaction costs are calculated as the difference between the price at which a deal was struck, and the mid-market price of an asset at the time the order was placed in the market (arrival price). Where the arrival price isn't available, the implicit cost is calculated as the difference between the price at which a deal was struck and the mid-market opening price on the day of the trade. Where the mid-market opening price isn't available, the mid-market previous closing price is used. Where the previous mid-market closing price isn't available, a fixed fee is used to estimate the implicit costs of each trade.

Where the fund holds an investment managed by a third party, the transaction costs provided by the third-party manager are represented in this report as an indirect external fund transaction cost. Legal & General cannot guarantee the accuracy, integrity or completeness of such third-party data. The recipient understands and acknowledges that any third-party data in the disclosure may contain inaccuracies and/or omissions and may not be independently verified. Where transaction cost information has not been made available by a third party, transaction costs incurred in the externally managed fund have been estimated or excluded from this report.

In accordance with FCA regulatory requirements, where aggregated transaction costs result in a negative value, these costs have been adjusted to zero for reporting purposes.

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<sup>1</sup> An implicit cost refers to any cost that has already occurred but isn't necessarily shown or reported as a separate expense.

L&G fund	Fund name and factsheet link	Asset class	Style	Investment management charge (IMC)*	Additional expenses**	Fund management charge (FMC)***	Transaction costs****
EAB3	L&G PMC Cash Fund 3	Cash	Active	0.09%	0.00%	0.09%	0.00%
NEB3	L&G PMC Ethical Global Equity Index Fund 3	Equity	Passive	0.30%	0.00%	0.30%	0.00%
BTD3	Legal & General MT Fossil Fuel Free Climate Equity Index Fund	Equity	Passive	0.12%	0.05%	0.17%	0.03%
BJ13	L&G PMC Future World Fund 3	Equity	Passive	0.24%	0.00%	0.24%	0.10%
BC03	Legal & General Mastertrust Global Developed Equity Index Fund	Equity	Passive	0.10%	0.00%	0.10%	0.07%
BD73	Legal & General Mastertrust Smaller Companies Index Fund	Equity	Passive	0.22%	0.00%	0.22%	0.09%
BZ03	Legal & General Mastertrust Global Real Estate Equity Index Fund	Equity	Passive	0.19%	0.00%	0.19%	0.05%
BB43	L&G PMC HSBC Islamic Global Equity Index Fund 3	Equity	Passive	0.23%	0.12%	0.35%	0.0%
B6X3	Legal & General Mastertrust Impact Fund	Equity	Active	0.50%	0.03%	0.53%	0.07%
BRN3	Legal & General MT Active Global Equity Fund	Equity	Active	0.65%	0.06%	0.72%	0.07%
B7X3	Legal & General Mastertrust UK Smaller Companies Fund	Equity	Active	0.50%	0.02%	0.52%	0.14%
NBC3	L&G PMC UK Equity Index Fund 3	Equity	Passive	0.10%	0.00%	0.10%	0.03%
BD03	Legal & General Mastertrust Emerging Markets Index Fund	Equity	Passive	0.25%	0.00%	0.25%	0.02%
NED3	L&G PMC World (ex UK) Equity Index Fund 3	Equity	Passive	0.12%	0.00%	0.12%	0.06%
NEM3	L&G PMC AAA-AA-A Corporate Bond All Stocks Index Fund 3	Fixed interest	Passive	0.12%	0.00%	0.12%	0.00%
B7N3	L&G PMC Janus Henderson Fixed Interest Monthly Income Fund 3	Fixed interest	Active	0.62%	0.04%	0.66%	0.32%
BD83	Legal & General Mastertrust Short Dated Bond Index Fund	Fixed interest	Passive	0.12%	0.00%	0.12%	0.00%
BD93	Legal & General Mastertrust Active Diversified Growth Fund	Multi-asset	Active	0.80%	0.04%	0.84%	0.08%
NTW3	L&G PMC Multi-Asset Fund 3	Multi-asset	Active	0.13%	0.00%	0.13%	0.05%
NWD3	L&G PMC Retirement Income Multi-Asset Fund 3	Multi-asset	Active	0.28%	0.03%	0.31%	0.10%
B0M3	L&G PMC Threadneedle Managed Equity 3	Multi-asset	Active	0.40%	0.09%	0.49%	0.00%
B5N3	L&G PMC Sustainable Property Fund 3	Property	Active	0.44%	0.84%	1.28%	0.00%
BE13	L&G PMC 2015 - 2020 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.07%
BE23	L&G PMC 2020 - 2025 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.06%

L&G fund	Fund name and factsheet link	Asset class	Style	Investment management charge (IMC)*	Additional expenses**	Fund management charge (FMC)***	Transaction costs****
BE33	L&G PMC 2025 - 2030 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.06%
BE43	L&G PMC 2030 - 2035 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.07%
BE53	L&G PMC 2035 - 2040 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.08%
BE63	L&G PMC 2040 - 2045 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.08%
BE73	L&G PMC 2045 - 2050 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.10%
BE83	L&G PMC 2050 - 2055 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.10%
BE93	L&G PMC 2055 - 2060 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.11%
BE03	L&G PMC 2060 - 2065 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.11%
BF13	L&G PMC 2065 - 2070 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.11%
BQB3	L&G PMC 2070 - 2075 Target Date Fund 3	Target date	Active	0.15%	0.00%	0.15%	0.11%
NEN3	L&G PMC Future World Annuity Aware Fund 3	Fixed interest	Active	0.12%	0.00%	0.12%	0.00%
BZ13	L&G MT Future World Multi-Asset Fund	Fixed interest	Active	0.16%	0.00%	0.16%	0.04%
B8X3	L&G PMC Global Diversified Credit 3	Fixed interest	Active	0.30%	0.03%	0.33%	0.00%

\*Investment management charge (IMC) = This charge covers the cost of managing the fund.

\*\*Additional expenses (AE) = This charge includes variable expenses that are not included in the investment management charge.

\*\*\*Fund management charge (FMC) = This charge is the sum of the investment management charge (IMC) and additional expenses (AE).

\*\*\*\*Transaction costs = This reflects costs incurred by the fund as a necessary part of buying and selling the fund's underlying investments to achieve the investment objective. A proportion of these costs is recovered directly from investors joining and leaving the fund. Using the Cost Transparency Initiative (CTI) guidance, transaction costs have been calculated on an 'ex-post' basis, based on actual returns reflecting the 12-month period ending 30 June 2023.

## Contact us

For further information about LGIM, please visit [lgim.com](https://www.lgim.com) or contact your usual LGIM representative



### Important information

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