

# **L&G USD Corporate Bond Screened UCITS ETF**

## **FUND SUPPLEMENT**

### **No.42**

*A sub-fund of Legal & General UCITS ETF Plc, an umbrella investment company with variable capital and segregated liability between its Funds incorporated with limited liability in Ireland under registration number 459936.*

The Company and the Directors, whose names appear on page 10 of the Prospectus, are the persons responsible for the information contained in this Fund Supplement and accept responsibility accordingly. To the best of the knowledge and belief of the Company and the Directors (who have taken all reasonable care to ensure that such is the case), the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of the information.

This Fund Supplement contains information relating to the L&G USD Corporate Bond Screened UCITS ETF (the “Fund”) which is a separate Fund of Legal & General UCITS ETF Plc (the “Company”), an umbrella fund with segregated liability between its Funds. This Fund Supplement forms part of and should be read in the context of, and together with, the Company’s Prospectus dated 23 February 2022 and any other applicable addenda. Investors should also refer to the Company’s latest published annual report and audited financial statements (if any) and, if published after such report, a copy of the latest semi-annual report and unaudited financial statements. Capitalised expressions used and not defined in this Fund Supplement shall bear the meanings as set out in the Prospectus. If you are in any doubt about the action to be taken or the contents of this Fund Supplement, please consult your stockbroker, bank manager, lawyer, accountant or other independent professional adviser who, if such advice is taken in the United Kingdom, is an organisation or firm authorised or exempted pursuant to the FSMA.

Potential investors should consider the risk factors set out in the Prospectus and in this Fund Supplement before investing in this Fund. An investment in the Fund involves certain risks and may only be suitable for persons who are able to assume the risk of losing their entire investment.

The Prospectus sets forth information on investment risk, management and administration of the Fund, valuation, subscription, redemption and transfer procedures and details of fees and expenses payable by the Fund and should be read subject to the information herein.

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The date of this Fund Supplement is 19 September 2025.

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## INVESTMENT OBJECTIVE

The investment objective of L&G USD Corporate Bond Screened UCITS ETF (the “**Fund**”) is to provide exposure to the US Dollar-denominated investment grade corporate bond market.

## INVESTMENT POLICY

In order to achieve this investment objective, the Fund will seek to track the performance of the J.P. Morgan Global Credit Index (GCI) ESG Investment Grade USD Custom Maturity Index (the “**Index**”) subject to the deduction of the TER and other expenses associated with operating the Fund as further described in the “Fees and Expenses” section of the Prospectus. It will do so by investing primarily in an optimised portfolio of fixed income securities that, as far as possible and practicable, consists of the component securities of the Index in similar proportions to their weightings in the Index. The Fund will utilise optimisation/representative sampling techniques in order to achieve the Fund’s investment objective, including by reducing overall transaction costs and taxes. In utilising such techniques, the Investment Manager will aim to identify and invest in a representative sample or sub-set of the component securities of the Index, whose risk and return characteristics closely resemble the risk and return characteristics of the Index as a whole. This is generally achieved through the use of quantitative analysis (i.e. application of mathematical rules-based analysis based on the risk and return characteristics of the Index components) with the level of sampling techniques used by the Fund being determined by the nature of the Index components. It is therefore not expected that the Fund will hold each and every underlying constituent of the Index at all times or hold them in the same proportion as their weightings in the Index.

Where consistent with its investment objective, the Fund may also invest in:

- transferable securities that are not component securities of the Index whose risk and return characteristics closely resemble the risk and return characteristics of constituents of the Index or of the Index as a whole. Such securities may include bonds issued by corporate, sovereign or quasi-sovereign issuers. Such instruments may be fixed and/or floating rate and may be of any credit rating or may be unrated; and
- FDIs namely, “unfunded” OTC Swaps, bond futures, corporate and sovereign credit default swaps (CDS), FX forwards and FX non-deliverable forwards (each described in more detail below) which may be used for investment purposes (such as gaining exposure to the Index and/or any particular constituents of the Index and/or to gain exposure to one or more currencies in which the Index constituents are denominated), hedging against movements of the currency in which a Share class is denominated relative to the currencies in which the Fund’s assets are denominated, where different (any such Share class hedging transactions will be undertaken in accordance with the Company’s currency hedging policy as set out in the section entitled “Hedging at Share class level” in the Prospectus) and for efficient portfolio management purposes in accordance with the terms set out in the sections entitled “*Fund Investments*”, “*Efficient Portfolio Management Techniques*”, “Unfunded OTC Swap Model” and Schedule II of the Prospectus. While the Fund may invest up to 100% of its Net Asset Value in total return “unfunded” OTC Swaps, it is not expected that this flexibility will be used. The Fund will only invest in FDIs as provided for in the RMP prepared by the Investment Manager in respect of the Fund and filed with the Central Bank.

The Fund may invest in the following FDIs:

“**unfunded” OTC Swaps**”, the Fund will receive the return of the Index (or relevant constituents thereof) from the counterparties in return for periodic payments from the Fund to such counterparties. As these swaps are “unfunded”, the cash received by the Fund from investor subscriptions is retained by the Fund (i.e. it is not transferred to the relevant counterparties as would be the case with a “funded” swap) and invested and managed in accordance with the arrangements described in the Prospectus.

“**bond futures**”, a contract to buy or sell a certain quantity of a bond at a pre-determined future date and at a price agreed through a transaction undertaken on an exchange. The Fund may purchase and sell bond index futures contracts for hedging, cash management, and efficient portfolio management.

**“corporate and sovereign credit default swaps (CDS)”**, a contract whereby a seller agrees to pay compensation to a buyer for the default of corporate or sovereign bonds in return for the buyer’s payment of a periodic fee. Should the Fund use CDS in the circumstances described above, the Fund may be a buyer or seller of the CDS. Where the Fund is a seller of CDS and there is a default on the underlying corporate or sovereign bond, the Fund would be obliged to compensate the CDS buyer for the loss on the corporate or sovereign bond in question, resulting in a reduction to the Net Asset Value of the Fund.

**“FX forwards”**, is a contractual agreement between the Investment Manager and a bank, or a non-bank provider, to exchange a pair of currencies at a set rate on a future date. The Fund may invest in FX forwards to reduce the currency risk in the Fund.

**“FX non-deliverable forwards”**, is a cash-settled, and usually short-term, contract to exchange a pair of currencies at a set rate on a future date.

The Fund may, in addition, employ other techniques relating to transferable securities, including entering into securities lending transactions, investing in repurchase and reverse repurchase transactions and short term money market collective investment schemes, for the purpose of efficient portfolio management only, in accordance with the terms set out in the section entitled *“Efficient Portfolio Management Techniques”* and Schedule II of the Prospectus. While the Fund may invest up to 100% of its Net Asset Value in repurchase and reverse repurchase transactions it is not expected that this flexibility will be used.

The maximum proportion of the Net Asset Value of the Fund that can be subject to securities lending is 45%. The proportion of the Net Asset Value of the Fund that will be subject to securities lending is expected to range from 0% to 20%.

## TRACKING ERROR

The estimated anticipated (ex-ante) tracking error for the Fund in normal market conditions is 1.00% (annualised), which is the anticipated volatility of the difference between the return of the Fund’s portfolio and the return of the Index. Investors are specifically referred to the section headed “Tracking error” in the Prospectus.

The anticipated tracking error figure referenced above is in respect of an unhedged Share class as against the Index which is also unhedged.

## SUSTAINABILITY

The Fund promotes environmental and social characteristics, and therefore it is a financial product referred to in Article 8 of the SFDR. Further information on the environmental and social characteristics of the Fund can be found in the Sustainability Disclosure annex of this Fund Supplement.

## INDEX DESCRIPTION

The Index measures the performance of certain US Dollar-denominated investment grade corporate bonds with at least 6 months to maturity at each month end rebalancing and issued by developed market issuers. Fixed rate, floating rate, hybrid (i.e. bonds which have a convertible feature, although the Fund will not invest in contingent convertible bonds (CoCos)), step-up (i.e. bonds which have increasing coupons), PIK (i.e. bonds which pay interest in additional bonds rather than in cash), toggle (i.e. bonds which offer the issuer the option to defer an interest payment by agreeing to pay an increased coupon in the future), amortizers (i.e. bonds which, in addition to the coupon payments, make partial repayment of the principal, meaning the principal amount outstanding is decreased over the bond’s life), perpetuals (i.e. bonds which have a fixed coupon but have no maturity date), Sukuk bonds (i.e. bonds which comply with Islamic religious law) and all subordinated financial bonds (a class of bonds that rank lower than other types of bonds in terms of the priority acceded to their repayment in circumstances where the issuer of the bonds is liquidated) except AT1 qualify for inclusion in the Index. The Index is rebalanced on a monthly basis on the last weekday of the month. The Index includes investment grade bonds with a minimum amount outstanding of at least USD500 million.

A bond is classified as investment grade when the middle rating or 2<sup>nd</sup> highest rating from S&P, Moody's, and Fitch is investment grade (i.e. BBB-Equivalent or above). When a rating from only two agencies is available, the lower rating has to be investment grade; and when only one agency rates a bond, that single rating has to be investment grade.

The Index is designed to provide exposure to securities of issuers that satisfy certain environmental, social and governance (“**ESG**”) requirements, as defined by the index provider and as disclosed in the index methodology document. An ESG scoring and screening methodology is applied by the Index to tilt towards issuers ranked higher on ESG criteria and green bond issues, and to underweight and exclude issuers that rank lower. The Index applies J.P. Morgan ESG issuer scores (the “**JESG Scores**”), allocated on the basis of each issuer's adherence to ESG principles, to adjust the market value of index constituents. JESG Scores are a 0-100 percentile rank calculated based on ESG scores from third-party research providers. The JESG Scores incorporate a 3-month rolling average of the 3<sup>rd</sup> party ESG scores. Corporate issuers with no coverage by the third-party research providers default to their region-sector JESG Score. The Index excludes issuers with revenue from the following industries: (a) thermal coal; (b) tobacco; and (c) weapons. Issuers not in compliance with the UN Global Compact principles, as identified by third party research providers and issuers with JESG Scores less than 20 are also excluded.

Each security in the Index is initially weighted according to market capitalisation and its weighting is then adjusted based on the JESG scoring described above such that the total weight of all securities adds up to 100%.

The JESG Scores determine the ESG rating band to be allocated to the securities (the “**ESG Rating Band**”). Each issuer will be assigned an ESG Rating Band depending on their JESG Score between 1-5, with 5 being the worst. The ESG Rating Band is used to scale each issue's baseline index market value. Securities which fall into band 5 will be excluded from the Index and not eligible for inclusion for the following 12 months. If an instrument is categorized as a “green bond” by the Climate Bonds Initiative (an independent not-for-profit organisation providing a certification programme for bonds that contribute to addressing climate change), the security will receive a one-band upgrade. Green bonds by issuers already in Band 1 will not receive any further upgrades.

The Index is calculated in USD.

#### Gross Total Return

Total return bond indices measure the market performance of bonds, taking into account both the movements in the market price of the bonds and any coupon (interest) payments declared thereon. The Index is a *gross* total return index which means that coupon (interest) amounts are treated as being reinvested into the Index *gross* (i.e. without adjustment for implied withholding taxes).

#### Further Information

The information set out above is a summary of the principal features of the Index and does not purport to be an exhaustive description. Further information with respect to the component selection criteria, calculation and rebalancing methodology and treatment of corporate events can be found at [https://www.jpmorgan.com/country/US/en/jpmorgan/investbk/solutions/research/indices/composition\\_docs](https://www.jpmorgan.com/country/US/en/jpmorgan/investbk/solutions/research/indices/composition_docs). The constituents and weightings of the Index and various other informational materials can be found at <https://www.jpmorgan.com/country/US/en/jpmorgan/investbk/solutions/research/indices/composition>.

	ISIN	Bloomberg	Reuters
<b>Index</b>			
J.P. Morgan Global Credit Index (GCI) ESG Investment Grade USD Custom Maturity Index	N/A	JPEIUCM	.JPEIUCM

As at the date of this Fund Supplement, J.P. Morgan Securities LLC (the Index Provider) and the Index are not included in the Benchmarks Regulation Register. The provision of the Index is on the basis of the transition period provided under the Benchmarks Regulation.

## Portfolio Composition

The portfolio of Investments held by the Fund is available daily at [www.lgim.com](http://www.lgim.com)

## **PROFILE OF A TYPICAL INVESTOR**

Only Authorised Participants may purchase ETF Shares in the Fund directly from the Company. All other investors may acquire or purchase ETF Shares only through the secondary market.

It is expected that investors in the Fund will be informed investors who have taken professional advice and who understand (and are able to bear) the risk of losing their investment and who can accept the levels of risks associated with investing in the fixed income market.

## **RISK MANAGEMENT**

The Fund's global exposure, being the incremental exposure and leverage generated by the Fund through its use of FDI, shall be calculated on at least a daily basis using the commitment approach and, in accordance with the requirements of the Central Bank, may at no time exceed 100% of the Fund's Net Asset Value. As noted in the "*Investment Policy*" section above, the Fund's use of FDI is an ancillary element of the investment policy in that it is an alternative means of gaining exposure to the Index, or one or more of the constituents of the Index. Regardless of whether exposure to the underlying constituents is obtained by direct investment in the constituents, or by gaining exposure to the constituents through the use of FDI, the same notional value shall be committed to the investment by the Fund. Accordingly, it is not expected that the Fund will be leveraged.

## **RISK FACTORS**

Investors are specifically referred both to the section headed "*Risk Factors*" and to Schedule II in the Prospectus and should consider all relevant risk factors prior to investing in the Fund, including those relating to investment in fixed income securities.

An investment in the Fund exposes an investor to the market risks associated with fluctuations in the Index and the value of securities comprised in the Index. The value of the Index can increase as well as decrease and the value of an investment will fluctuate accordingly. Investors can lose all of the capital invested in the Fund.

### Hedged Share Classes

Currency-hedging transactions carried out in respect of any particular hedged Share class are designed to minimise the effect, on the returns of the relevant hedged Share class, of movements in the currency of denomination of the Index constituents relative to the "hedged" currency of the relevant hedged Share class.

Investors should only invest in a hedged Share class if they are willing to forego potential gains from appreciations in the currency of denomination of the Index constituents against the "hedged" currency of the relevant hedged Share class.

Currency hedging employed with respect to a hedged Share class aims to reduce currency risk rather than to eliminate it completely. Investors should also refer to the risk factor entitled "Currency" in the section of the Prospectus entitled "Risk Factors".

## THE SHARES

The Fund currently has eight classes of ETF Shares, as detailed in the table below. Additional classes of Shares may be added in the future in accordance with the requirements of the Central Bank.

Share Class	Share Class Type	Share Class Currency	Minimum Subscription / Redemption Amount	TER*	Dividend policy**
USD Distributing ETF	ETF Shares	USD	100,000 Shares	0.09%	Semi-annual
USD Accumulating ETF	ETF Shares	USD	100,000 Shares	0.09%	N/A
EUR Hedged Distributing ETF	ETF Shares	EUR	100,000 Shares	Up to 0.14% per annum or such lower amount as may be advised to shareholders from time to time.	Semi-annual
EUR Hedged Accumulating ETF	ETF Shares	EUR	100,000 Shares	Up to 0.14% per annum or such lower amount as may be advised to shareholders from time to time.	N/A
GBP Hedged Distributing ETF	ETF Shares	GBP	100,000 Shares	Up to 0.14% per annum or such lower amount as may be advised to shareholders from time to time.	Semi-annual
GBP Hedged Accumulating ETF	ETF Shares	GBP	100,000 Shares	Up to 0.14% per annum or such lower amount as may be advised to shareholders from time to time.	N/A
CHF Hedged Distributing ETF	ETF Shares	CHF	100,000 Shares	Up to 0.14% per annum or such lower amount as may be advised to shareholders from time to time.	Semi-annual
CHF Hedged Accumulating ETF	ETF Shares	CHF	100,000 Shares	Up to 0.14% per annum or such lower amount as may be advised to shareholders from time to time.	N/A

\*Expressed as a % per annum of the Net Asset Value of the Share class.

\*\*The Promoter shall maintain and publish on [www.lgim.com](http://www.lgim.com) a “Dividend Calendar” containing details of the proposed dates relating to the declaration and payment of dividends which may be amended from time to time.

Shares are freely transferable subject to and in accordance with the provisions of the Articles and as set out in the Prospectus.

As with other Irish companies limited by shares, the Company is required to maintain a register of Shareholders. ETF Shares will be held by the Common Depository’s Nominee (as registered holder) in registered form. Only persons appearing on the register of Shareholders (i.e. the Common Depository’s Nominee) will be a Shareholder. Fractional Shares will not be issued. No temporary documents of title or Share certificates will be issued (save for the Global Share Certificate, as set out in the Prospectus). A trade confirmation will be sent by the Administrator to the Authorised Participants.

## DIVIDEND POLICY

Where the Company intends to declare dividends with respect to one or more classes of Shares of the Fund, the proposed frequency of such dividend declarations (for example, *quarterly* or *annually*) shall be as set out in the table included above in the section entitled “*The Shares*”.

Where dividends are paid, they shall be paid out of the net income of the Fund which is attributable to the relevant class of Shares. Dividends payable in respect of any particular class of Shares shall be paid in the currency in which such Share class is denominated. Where the currency in which a Share class is denominated differs from the Base Currency of the Fund, dividends shall be converted into the relevant class currency and any costs associated with such conversion shall be charged to the relevant Share class.

### Income Equalisation

The Manager may implement income equalisation arrangements with a view to ensuring that the level of distributions from distributing Share classes is not affected by the timing of the issue, switching or redemption of Shares during the relevant accounting period. As a result, the same fixed distribution amount per Share based on the distributable income of the Fund is paid on each Share of a distributing Share class at the end of the accounting period. Where income equalisation arrangements are applied, an equalization rate is calculated in respect of a Share at the date of the issue, switching or redemption of the Share to reflect the equalised part of income accrued, which is incorporated in the distributable income at the end of the accounting period.

### Currency of Payment and Foreign Exchange Transactions

Where an investor requests that a dividend is paid in a major currency other than the currency in which the relevant Share class is denominated, any necessary foreign exchange transactions will be arranged by the International Central Securities Depository (subject to this option being made available by the relevant International Central Securities Depository) for the account of, and at the risk and expense of, the relevant investor.

## STOCK EXCHANGE LISTINGS

As at the date of this Fund Supplement, the following classes of ETF Shares have been admitted to trading on the stock exchanges listed below. Applications for the admission to additional stock exchanges of existing and new classes of ETF Shares may be made from time to time.

Share Class	Share Class Type	Listing Exchange	Listing Currency	ISIN	Bloomberg code	Reuters code
USD Distributing ETF	ETF Shares	London Stock Exchange	USD	IE00BLRPRD67	USDC LN	USDC.L
		London Stock Exchange	GBX	IE00BLRPRD67	USDG LN	USDG.L
		Borsa Italiana	EUR	IE00BLRPRD67	USDC IM	USDC.MI
		Deutsche Borse	EUR	IE00BLRPRD67	USAB GY	USABG.DE
		SIX Swiss Exchange	CHF	IE00BLRPRD67	USDC SW	USDC.S

## ISSUE OF SHARES

Share class	Initial Offer Period	Initial Offer Price
USD Accumulating ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period.</p>	<p>The price per Share is expected to be approximately USD 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>
EUR Hedged Distributing ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period</p>	<p>The price per Share is expected to be approximately EUR 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>
EUR Hedged Accumulating ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period</p>	<p>The price per Share is expected to be approximately EUR 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>
GBP Hedged Distributing ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period</p>	<p>The price per Share is expected to be approximately GBP 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>
GBP Hedged Accumulating ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period</p>	<p>The price per Share is expected to be approximately GBP 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>



CHF Hedged Distributing ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period</p>	<p>The price per Share is expected to be approximately CHF 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>
CHF Hedged Accumulating ETF	<p>The continuing initial offer period shall end at 4:00 p.m. (UK time) on 19 September 2025 or such other time as the Directors may determine.</p> <p>Initial applications for Shares must be received during the Initial Offer Period</p>	<p>The price per Share is expected to be approximately CHF 10. However, the actual initial price per Share will depend on the actual cost to the Company of purchasing the relevant Investments. Details of the Initial Offer Price will be available from the Administrator and on <a href="http://www.lgim.com">www.lgim.com</a>.</p>

## DEALING PROCEDURES

The procedures for subscribing for and redeeming of Shares are outlined in the Prospectus. Subscriptions and redemptions in the Fund may be in cash or, where agreed with the Manager or its delegate, on an *in specie* basis.

Shares may be subscribed for in the manner set out in the Prospectus under the heading “*Subscriptions*”, beginning on page 54.

Shares in the Fund may be redeemed as described in the Prospectus under the heading “*Redemptions*” beginning on page 60.

In the context of each application for subscription for or redemption of Shares, the Manager (or its appointed delegate) shall have sole discretion as to whether Duties and Charges are charged as a fixed amount or charged to match the exact cost to the Company of purchasing or selling the relevant underlying Investments. Where Duties and Charges are charged as a fixed amount, such fixed amount shall not exceed 5% of Net Asset Value of Shares being applied for or redeemed.

## DEALING INFORMATION

Base Currency	USD
Dealing Currency	The dealing currency for each class of Shares is the currency of denomination of the relevant class of Shares.
Business Day	A day on which banks and markets and exchanges are open for business in the United Kingdom.
Dealing Day	An Index Publication Day and a day on which no Significant Markets are closed for business or such Business Day(s) as the Directors may from time to time determine (subject to advance Shareholder notice) for dealings in the Fund provided always that there shall be at least one Dealing Day each fortnight. The Promoter maintains an online “ <i>Dealing Day Calendar</i> ” at: <a href="http://www.lgim.com">www.lgim.com</a> , where advance notice of all expected Dealing Days for the Fund is published on an ongoing basis. The Dealing Day Calendar is also available on request from the Manager and from the Promoter.

Dealing Deadline	The cut-off time in respect of any Dealing Day for receipt of applications for subscriptions and redemptions in the Fund as shall be set out on <a href="http://www.lgim.com">www.lgim.com</a> , which information shall be kept up to date.
Minimum Subscription Amount	Please refer to the table contained in the section above entitled " <i>The Shares</i> ".
Minimum Redemption Amount	Please refer to the table contained in the section above entitled " <i>The Shares</i> ".
Settlement Time	<p>Settlement of subscriptions shall generally occur within two Business Days after the relevant Dealing Day (unless otherwise agreed with the Manager or its delegate).</p> <p>Settlement of redemptions shall generally occur within two Business Days after the relevant Dealing Day (unless otherwise agreed with the Manager or its delegate).</p>
Valuation	<p>The Valuation Point is 4.00 pm EST (Eastern Standard Time) or such time as the Directors may from time to time determine in relation to the valuation of the assets and liabilities of the Fund, subject to advance Shareholder notice. For the avoidance of doubt, the Valuation Point shall be after the Dealing Deadline for the relevant Dealing Day. The Investment Manager publishes (and updates from time to time) a document containing a list of all Valuation Points applicable to the Company's Funds at: <a href="http://www.lgim.com">www.lgim.com</a>. This document is also available on request from the Manager and from the Investment Manager.</p> <p>Investments of the Fund which are listed or traded on a Regulated Market for which quotations are readily available shall, subject to the provisions of the Articles, be valued at the closing mid-market price.</p>
TER	<p>Please refer to the table contained in the section above entitled "<i>The Shares</i>" for the TER applicable to each Share class.</p> <p>Brokerage and extraordinary expenses are excluded from the TER figure – see section entitled "<i>Fees and Expenses</i>" on page 69 of the Prospectus.</p> <p>Fees and expenses relating to the establishment of the Fund are borne by the Manager.</p>

## TAXATION

A description of the taxation applicable to the Company and investors is outlined under the heading "*Taxation*" in the Prospectus.

## INDEX DISCLAIMER

Neither J.P. Morgan nor any of their respective affiliates (collectively, the "**Index Parties**") makes any representation or warranty, express or implied, to investors in the Fund or any member of the public regarding the advisability of investing in financial products generally or in the Fund particularly or the ability of the Index or any sub-indices thereto (individually and collectively, the "**Index**") to track general market performance. The Index Parties have no obligation to take the needs or interests of the Fund or investors in the Fund into consideration in determining, composing or calculating the Index. The Index Parties have no obligation or liability in connection with the administration, marketing or trading of the Fund.

None of the Index Parties shall be liable (whether in negligence or otherwise) to any person for any error in the Index and the Index Parties are under no obligation to advise any person of any error therein. None of Index Parties nor their respective affiliates shall have any liability for any act or failure to act by any such party in connection with the calculation, adjustment or maintenance of the Index. Although each of the Index Parties will obtain information concerning the Index from publicly available sources it believes reliable, it will not independently verify this information. Accordingly, no representation, warranty or undertaking (express or implied) is made and no responsibility is accepted by any of the Index Parties or their respective affiliates as to the accuracy, completeness and timeliness of information concerning the Index, or as to the continuance of calculation or publication of the Index.

The Fund is not sponsored, promoted, sold or supported in any other manner by J.P. Morgan nor does J.P. Morgan offer any express or implicit guarantee or assurance either with regard to the results of using the Index and/or Index trade mark or the Index price at any time or in any other respect. The Index is calculated and published by J.P. Morgan. J.P. Morgan uses its best efforts to ensure that the Index is calculated correctly. Irrespective of its obligations towards the Company, J.P. Morgan has no obligation to point out errors in the Index to third parties including but not limited to investors and/or financial intermediaries of the Fund. Neither publication of the Index by J.P. Morgan nor the licensing of the Index or Index trade mark for the purpose of use in connection with the Fund constitutes a recommendation by J.P. Morgan to invest capital in the Fund nor does it in any way represent an assurance or opinion of J.P. Morgan with regard to any investment in this financial instrument.

**Template pre-contractual disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Product name:**

L&G USD Corporate Bond Screened UCITS ETF

**Legal entity identifier:**

213800RJN8I6V7AW9Z31

## Environmental and/or social characteristics

**Does this financial product have a sustainable investment objective?**

☒ ☐ ☐ **Yes**

☒ ☐ ☒ **No**

☐ It will make a minimum of **sustainable investments with an environmental objective**: \_\_%

☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ It will make a minimum of **sustainable investments with a social objective**: \_\_%

☐ It **promotes Environmental/Social (E/S) characteristics** and while it does not have as its objective a sustainable investment, it will have a minimum proportion of \_\_% of sustainable investments

☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ with a social objective

☒ It promotes E/S characteristics, but **will not make any sustainable investments**



**What environmental and/or social characteristics are promoted by this financial product?**

The Fund promotes the following environmental characteristics related to climate change:

- Reduction of greenhouse gas emission intensity;
- Avoiding investments in certain fossil fuels; and
- Support of renewable energy.

The Fund also promotes the following other environmental characteristics:

- Support of biodiversity and responsible land use; and
- Reduction of emissions to water and support of water management.

The Fund promotes the following social characteristics relating to social norms and standard:

- Human rights, labour rights and anti-corruption as set out in the principles of the UN Global Compact, and
- Avoiding the financing of controversial weapons.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

The Fund promotes the above-mentioned characteristics by tracking the J.P. Morgan Global Credit Index (GCI) ESG Investment Grade USD Custom Maturity Index (the "Index"), which is a designated reference benchmark for the purpose of attaining the environmental and social characteristics promoted by the Fund. Whilst environmental and social characteristics are promoted through the application of the sustainability-related investment strategy set out below, investors are reminded that these environmental and social characteristics are not sustainable investment objectives.

● ***What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?***

- The index provider's ESG score of the Index compared to the ESG score of the relevant comparator index;
- The proportion of the relevant comparator index excluded through the application of the exclusionary criteria set out below.

● ***What are the objectives of the sustainable investments that the financial product partially intends to make and how does the sustainable investment contribute to such objectives?***

The Fund does not commit to making any sustainable investments.

● ***How do the sustainable investments that the financial product partially intends to make, not cause significant harm to any environmental or social sustainable investment objective?***

Not applicable.

- *How have the indicators for adverse impacts on sustainability factors been taken into account?*

Not applicable.

- *How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

Not applicable.

**Principal adverse impacts** are the most significant negative impact of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and anti-bribery matters.

*The EU Taxonomy sets out a "do not significantly harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.*

The "do not significantly harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## Does this financial product consider principal adverse impacts on sustainability factors?

- ☒ Yes, the Fund considers principal adverse impacts on sustainability factors. The Investment Manager takes the adverse sustainability indicators listed in Table 1 of Annex I of the SFDR Level 2 Measures into account, except for a small subset of indicators as explained above. The Fund considers principal adverse impacts, that are identified using the above-mentioned indicators, by tracking the Index that employs the sustainability-related investment strategy outlined below in line with its methodology.

For example, the Fund uses the 'Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises' indicator (indicator 10 of Table 1 of Annex I of SFDR) to identify principal adverse impacts relating to social matters set out in the UN Global Compact principles and then considers and takes actions in relation to principal adverse impacts identified through tracking the Index that excludes companies that violate such principles.

Further information on how the Manager and the Investment Manager consider principal adverse impacts on an entity level can be found in the Sustainability Policy which is available on LGIM's website. Reporting on principal adverse impacts on sustainability factors will be made available in the annual report of the Fund.

☐ No



## What investment strategy does this financial product follow?

The Fund follows the sustainability-related investment strategy as described below by tracking the Index that:

- excludes issuers with a certain level of revenue from thermal coal, oil sands, tobacco and weapons sectors,
- excludes issuers not in compliance with the United Nations Global Compact principles, as determined by the Index provider's methodology, and
- positively tilts towards issuers ranked higher on ESG criteria and underweights or excludes lower ranking issuers.

The Index applies an ESG issuer score which is calculated by the Index provider based on normalised raw ESG scores from third-party research providers. The scores are divided into bands that are used to scale each issue's baseline index market value.

Additionally, the Index incorporates positive screening techniques whereby 'green' bonds (bonds which are created to fund projects that have positive environmental and/ or climate benefits) of the same issuer are prioritised by the Index.

The Index is consistent with the environmental and social characteristics of the Fund by providing exposure to such securities of issuers in accordance with the Index methodology described above and disclosed in further detail on the JP Morgan Website.

- ☒ ***What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?***

The Fund aims to track the Index in accordance with its investment policy. As a result, the investment strategy set out above is binding on the investment decision-making process of the Fund.

**The investment strategy** guides investment decisions based on factors such as investment objectives and risk tolerance.

**Good governance** practices include sound management structures, employee relations, remuneration of staff and tax compliance.

● **What is the committed minimum rate to reduce the scope of the investments considered prior to the application of that investment strategy?**

The Fund excludes investments in issuers as set out in the investment strategy and binding requirements outlined above; however, the Fund does not target a specific minimum rate of reduction from its investment universe.

● **What is the policy to assess good governance practices of the investee companies?**

The Investment Manager ensures that the issuers of investments in which the Fund is invested follow good governance practices by tracking an index that excludes issuers that (i) fail to meet globally accepted norms and standards relating to governance matters (such as the UN Global Compact principles), or (ii) are involved in incidents with negative governance implications. As part of its due diligence the Investment Manager assessed the Index to ensure compliance with these requirements.

In addition, the Investment Manager also integrates the principles of good governance practices into its stewardship and engagement approach by setting expectations with issuers' management regarding good governance practices; actively engaging with the issuers; and supporting policymakers and legislators to ensure there is strong regulation and standards.



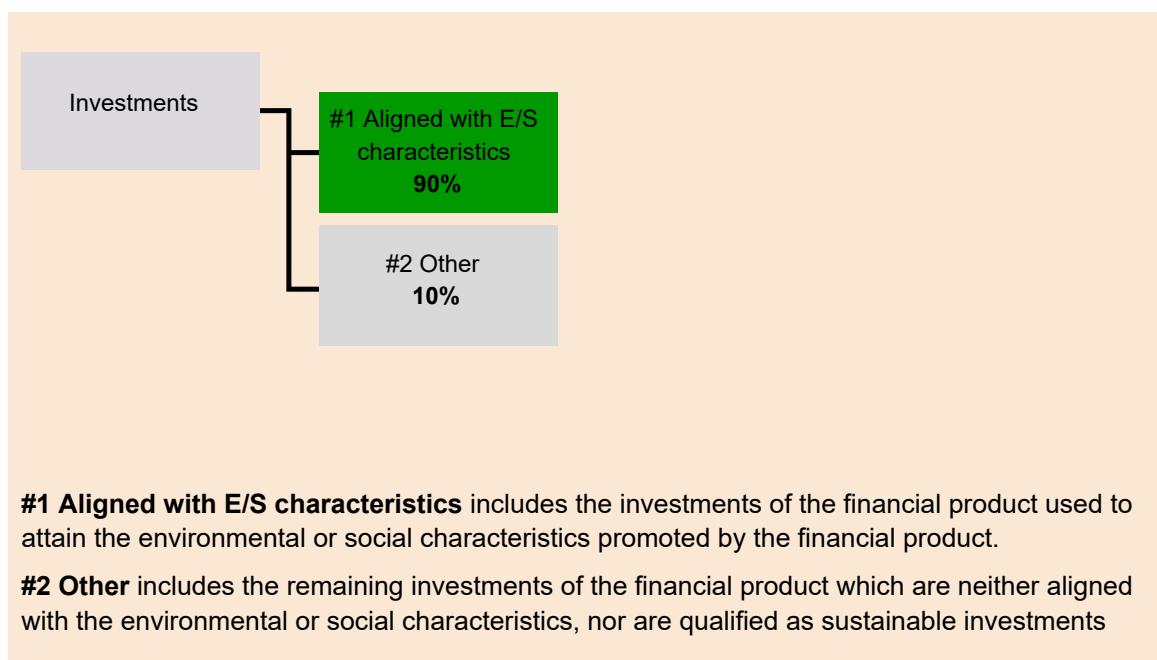
**Asset allocation** describes the share of investments in specific assets.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**What is the asset allocation planned for this financial product?**

The Fund invests at least 90% of its portfolio in investments to meet the environmental and social characteristics that it promotes (#1), all of which provide direct exposure to issuers. The remaining portion of investments are not used to attain the environmental and social characteristics and will fall under #2 Other. The Fund does not commit to making any sustainable investments.



● **How does the use of derivatives attain the environmental or social characteristics promoted by the financial product?**

The Fund does not make use of derivatives to attain the environmental and social characteristics it promotes.



**To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?**



While the Fund promotes environmental and social characteristics within the meaning of Article 8 of the SFDR, it does not currently commit to investing in any “sustainable investments” within the meaning of the SFDR. Accordingly, it should be noted that the investments underlying the Fund do not take into account the EU criteria for environmentally sustainable economic activities within the meaning of the Taxonomy Regulation.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

● **Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy<sup>(1)</sup>?**

☐ Yes:

☐ In fossil gas

☐ In nuclear energy

☒ No

*The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.*

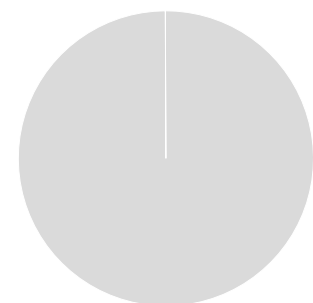
1. Taxonomy-alignment of investments including sovereign bonds\*



100%

- ☒ Taxonomy-aligned: Fossil gas
- ☒ Taxonomy-aligned: Nuclear
- ☒ Taxonomy-aligned (no fossil gas & nuclear)
- ☐ Non Taxonomy-aligned

2. Taxonomy-alignment of investments excluding sovereign bonds\*



100%

- ☒ Taxonomy-aligned: Fossil gas
- ☒ Taxonomy-aligned: Nuclear
- ☒ Taxonomy-aligned (no fossil gas & nuclear)
- ☐ Non Taxonomy-aligned

This graph represents up to 100.00% of the total Investments.

\* For the purpose of these graphs, 'sovereigns bonds' consist of all sovereign exposures.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective -see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.





are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



● **What is the minimum share of investments in transitional and enabling activities?**

The Fund does not commit to making any investment in transitional and enabling activities.



**What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?**

The Fund does not commit to a minimum share of sustainable investments.



**What is the minimum share of socially sustainable investments?**

The Fund does not commit to a minimum share of socially sustainable investments.

**What investments are included under “#2 Other”, what is their purpose and are there any minimum environmental or social safeguards?**

Other holdings may include cash, depositary receipts, money market funds and derivatives. Such investments may be used for investment purposes and efficient portfolio management. Derivatives may also be used for currency hedging for any currency hedged share classes. Environmental or social safeguards applied by the Index are only applied to instruments that are used to attain exposure to an Index constituent.

The Investment Manager considers ESG factors, including analysis from the relevant responsible investing methodologies as part of assessing the credit risk profile of its most significant counterparties. The Investment Manager has an internal control framework in place to consider and take appropriate action in the event that a significant counterparty fails to meet any minimum standards in respect of such ESG factors as defined by the Investment Manager.



**Reference benchmarks** are indexes to measure whether the financial products attain the environmental or social characteristics that they promote.

**Is a specific index designated as a reference benchmark to determine whether this financial product is aligned with the environmental and/or social characteristics that it promotes?**

Yes, the Index is designated as a reference benchmark.

● ***How is the reference benchmark continuously aligned with each of the environmental or social characteristics promoted by the financial product?***

The Index is aligned with each of the environmental and social characteristics of the Fund by providing exposure to issuers in accordance with the sustainability-related investment strategy described above. At each index rebalance, the selection criteria of the Index are applied to its constituents.

● ***How is the alignment of the investment strategy with the methodology of the index ensured on a continuous basis?***

The Fund invests, in a portfolio of securities that, as far as possible and practicable, consists of the component securities of the Index in similar proportions to their weightings in the Index.

● ***How does the designated index differ from a relevant broad market index?***

The Index differs from the relevant broad market index as a result of the application of the sustainability-related investment strategy described above as it results in a smaller investment universe than the broad market index due to the exclusions employed. The sustainability-related investment strategy will also impact the weightings of the Index constituents compared to the broad market index.

● ***Where can the methodology used for the calculation of the designated index be found?***

For further information in relation to the Index methodology please see:  
[Index Research Factsheet](#)



**Where can I find more product specific information online?**

More product-specific information can be found on the website: More product-specific information can be found on the website:

[L&G USD Corporate Bond Screened UCITS ETF - L&G Fund Centre](#)