

Investment Objective Achieving long term capital growth in real terms and steadily increasing income. Our aim is to achieve a higher rate of total return than the FTSE Actuaries All-Share Index Total Return through investing in a diversified portfolio of stocks.

Fund Managers' Comments

In February, the net asset value (on a cum income basis with debt at fair value) rose 5.4%, while the FTSE All-Share benchmark increased by 2.0%. Keeping debt at par, due to a rise in bond yields, the net asset value rose 4.0%.

Lower infection rates and an acceleration in vaccinations spurred markets higher during the month. Bond yields rose on the expectation of higher future growth and inflation, and this dominated equity market performance over the period. The largest contributor to relative performance was Johnson Service Group, a laundry services company, which will benefit from hospitality services reopening. The largest detractor from relative performance was Ceres Power, a hydrogen fuel cell company, which underperformed as higher bond yields impacted market valuations of growth assets during the month.

Over the period, we initiated a position in ConvaTec, a medical equipment company, which we see as having good exposure to a fast growing segment of the diabetes market with potential for self-help under the new CEO. We sold our position in RyanAir after a period of strong performance on valuation grounds.

James Henderson and Laura Foll, Janus Henderson

LWDB

Launch date	12 December 1889
Financial year end	31 December
Market cap	£845.21m
Benchmark	FTSE All Share
AIC sector	UK Equity Income

Portfolio Information

NAV (debt at fair value)	£795.59m
NAV per ordinary share	671.26p
Share price	698.00p
Premium / (Discount)	3.98%
AIC gross total assets	£950m
AIC gearing - AIC (net)	13.00%
Dividend quarterly	8.00p
AIC dividend yield	2.93%
Next expected dividend declaration	26 May 2021
Ongoing charges	0.48%
Management fee	0.30%
Performance fee	No

Performance Overview



	YTD %	1 year %	3 years %	5 years %	10 years %
NAV total return ^{2*} (with debt at par) ¹	1.2	3.5	17.1	66.4	141.2
NAV total return ^{2*} (with debt at fair value) ¹	2.9	4.2	15.8	61.9	131.9
FTSE Actuaries All-Share Index total return ²	1.2	(7.7)	0.4	34.1	68.2
Share price total return ²	1.2	19.7	35.0	90.4	178.3
Share price ²	1.2	12.6	19.1	57.7	96.0

¹ NAV is calculated in accordance with the Association of Investment Companies (AIC) methodology, based on performance data held by Law Debenture including fair value of IPS business and long-term borrowings.
² Source: Refinitiv.

132 years

of value creation for shareholders

+89%

outperformance of benchmark over ten years

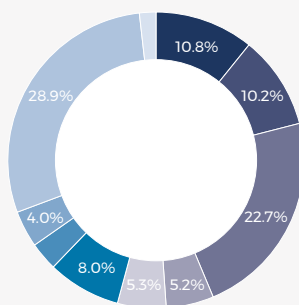
40+ years

of increasing or maintaining dividends

Top Equity Portfolio Holdings (%)

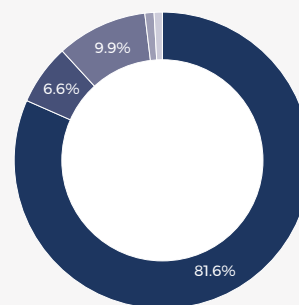
1	Rio Tinto	2.7
2	GlaxoSmithKline	2.4
3	Royal Dutch Shell	2.0
4	Barclays PLC	2.0
5	BP	2.0
6	Ceres Power	1.9
7	Royal Mail	1.7
8	HSBC	1.6
9	Prudential Corp	1.6
10	Herald Investment Trust	1.5

Sector Breakdown



● Oil & Gas	10.8%
● Basic Materials	10.2%
● Industrials	22.7%
● Consumer Goods	5.2%
● Health Care	5.3%
● Consumer Services	8.0%
● Telecommunications	3.1%
● Utilities	4.0%
● Financials	28.9%
● Technology	1.8%

Regional Breakdown



● United Kingdom	81.6%
● North America	6.6%
● Europe	9.9%
● Japan	1.0%
● Other Pacific	0.9%

Equity Portfolio

Managed by James Henderson and Laura Foll of Janus Henderson

OBJECTIVE: LONG-TERM CAPITAL GROWTH IN REAL TERMS & STEADILY INCREASING INCOME

- Focused on long-term returns
- Contrarian investment style:
 - Out of favour equities standing at valuation discounts to their long-term historical average
 - High quality companies with strong competitive advantage at attractive valuations
- Selective, bottom-up approach
- Diversified portfolio by sector and geography (predominant UK weighting)

Significant, consistent income contribution from IPS gives greater flexibility in stock selection

Independent Professional Services (IPS) business

PENSIONS

The longest established and largest UK provider of independent pension trustees

CORPORATE TRUST

A leading independent corporate trustee across international capital markets

CORPORATE SERVICES

Range of outsourced solutions to corporates internationally

INTERNATIONAL PRESENCE

United Kingdom, Cayman Islands, Channel Islands, Delaware, Dublin, Hong Kong and New York

All divisions have further potential for growth through market share gains, alongside better leveraging technology, strong relationships and a high quality brand

James Henderson and Laura Foll – Joint Portfolio Managers

James and Laura have been working together for over ten years managing UK income portfolios. They have a valuation-focused, moderately contrarian approach, aiming to identify good quality companies at the point where they are temporarily out of favour.

Denis Jackson – CEO

Appointed as CEO in 2018. Denis was formerly the director of new business enterprise at Capita and joined Law Debenture as Chief Commercial Officer in 2017. Prior to that, he spent 20 years at Citigroup before becoming regional general manager for Tibra Trading Europe Limited.

Email: Denis.Jackson@lawdeb.com

Hester Scotton – CFO

Hester joined Law Debenture in 2019 as Head of Internal Controls & Group MLRO and was then promoted to CFO in September 2020. She qualified as a Chartered Accountant at Ernst & Young and also has experience at Legal & General, Bupa and Marks & Spencer.

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Trish Houston – COO

Trish was appointed as COO in September 2020. She is a Chartered Accountant and Member of the Chartered Institute of Securities and Investments, and previously held roles at JDx Consulting Limited, Ruffer LLP and PwC.

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