

Suspension of all dealings in the Legal and General Assurance (Pensions Management) Limited ("PMC") Managed Property Fund and Hybrid Property Fund

Dear Policyholder,

We are writing to you in respect of the Funds noted above. You hold Units in this Fund(s) within your unit linked insurance policy (the "Policy") issued by Legal and General Assurance (Pensions Management) Limited ("PMC").

This letter is to confirm that in light of extreme market volatility and the current exceptional circumstances in the UK property market, we have taken the difficult decision to suspend all dealings in the Legal and General Assurance (Pensions Management) Limited ("PMC") Managed Property Fund (PF Section C, AABA, AABB, KJ) and Hybrid Property Fund (PF Sections XY and YL) (together the "Funds").

The suspension will apply to any instructions to be effected on or after the valuation point at 12.00 midday on 20th March 2020. This means we are unable to process any instruction to buy, sell, transfer or switch Units in the Funds placed after midday on the 19th March 2020 Dealing Day. Any monies received for purchases will not be accepted and will be returned to investors. In accordance with your Policy the decision to suspend processing all dealing requests in the Funds will remain in place until further notice.

Why have we suspended dealing in the fund?

Given the impact of the COVID-19 virus outbreak on global financial markets, the Fund's independent valuers, CBRE Ltd, has introduced a material valuation uncertainty clause as of 17th March to its valuations of the underlying properties in the Fund. This means we cannot be confident about the valuation of properties and therefore in the interests of policyholders and in the light of our regulatory responsibilities, we have taken the decision to suspend the Funds.

This uncertainty reflects the unprecedented set of circumstance caused by the COVID-19 virus impacting market activity across all sectors. The independent valuers are unable to rely on previous market experience to inform their opinion of values of the properties held by the Funds. We believe this suspension to be the fairest outcome for all investors, taking an appropriate forward looking view through the current crisis. We have taken this action as a prudent and temporary measure until such times as these extreme conditions stabilise and the uncertainty around property valuations is removed.

Please note the suspension is not as a result of liquidity concerns and we have not seen any change in investor behaviour with regards investments and redemptions.

Fund Positioning

Despite the suspension, the Funds' strategic positions are well placed for the long-term UK property market outlook with assets diversified across sectors and across the UK.

At present, we have appropriate levels of cash liquidity in each of these Funds.

What happens next?

We will continue to monitor the Funds and the market closely and take all actions that we consider to be in the best interests of investors, with a view to resuming dealing in the Funds as soon as possible. We continue to engage frequently with our regulators, the FCA and PRA, our independent valuers and with industry bodies such as the Association of Real Estate Funds. Once valuation certainty has been re-established by the independent valuers, we will look to reopen the Funds as soon as we are able.

For now, any requests to subscribe, surrender or exchange Units of the Funds under your Policy during the suspension will not be processed. If you placed orders to subscribe, surrender or exchange Units since the Funds were suspended, we ask that you kindly re-submit them once dealing resumes.

We intend to continue to calculate and publish indicative prices of the Funds during the period of suspension.

Finally, we appreciate your patience and understanding at what is a challenging time for everyone and please do contact your Client Director if you have any questions. In addition we have also notified your Investment Consultant should you need advice on the content of this notification. We will of course be in contact once the suspension has been removed.

Terms defined in the Policy shall bear the same meaning when used in this letter unless the context otherwise requires.

Kind regards,

Sarah Aitken, Director

For and on behalf of Legal and General Assurance (Pensions Management) Limited