

LONDON (Standard & Poor's) Jan. 9, 2008

Standard & Poor's Ratings Services said today it assigned its highest principal stability fund rating of 'AAAm' to the sub-fund of LGIM Liquidity Funds PLC - LGIM Sterling Liquidity Fund. The assignment of this rating coincides with the launch of the fund today. The rating is based on Standard & Poor's analysis of the fund's credit quality, liquidity, market price exposure, and management.

Legal & General Investment Management Ltd., fund manager of the LGIM Sterling Liquidity Fund, has established the fund to offer institutional investors a high level of current income and daily liquidity, as is consistent with the preservation of capital. The assigned rating reflects the fund's extremely strong capacity to maintain principal stability and to limit exposure to principal losses due to credit, market, and/or liquidity risks. The fund is managed by an experienced team of investment professionals, which is responsible for managing assets of approximately Â£44 billion at London-based Legal & General Investment Management Ltd., the asset management arm of Legal & General Group PLC (AA-/Stable/A-1+).

The investment team operates under conservative investment practices and strict internal controls to meet the fund's objectives. The LGIM Sterling Liquidity Fund will invest in a highly diversified portfolio of high-quality, short-term securities and money market instruments including CPs, CDs, bank deposits, and fixed and floating government and corporate bonds. The fund will maintain strong credit quality standards by investing all assets in securities or with counter-parties rated at least 'A-1' by Standard & Poor's, or deemed to be of equivalent credit quality.

To enhance the portfolios' liquidity and diminish sensitivity to changing interest rates, a weighted average maturity of 60 days or less will be maintained. The LGIM Sterling Liquidity Fund targets a stable £1.00 net asset value per share and will be managed so as to maintain a 'AAAm' principal stability fund rating. Standard & Poor's will review pertinent fund information and portfolio reports on a weekly basis as part of its surveillance process.

LGIM Sterling Liquidity Fund is a sub-fund of an open-ended investment company with variable capital, constituted as an umbrella fund under the laws of Ireland. It is authorized by the Irish Financial Services Regulatory Authority as an Undertaking for Collective Investments in Transferable Securities (UCITS) under the European Communities Regulations, 2003.

BNY Trust Company (Ireland) Ltd. has been appointed custodian and BNY Fund Services (Ireland) Ltd. has been delegated to perform all administrative duties that arise in connection with the administration of the funds. Both entities are subsidiaries of the Bank of New York Trust Company, NA (AA-/Positive/A-1+) rated by Standard & Poor's.