

**Aims**

Objective: The investment strategy of the fund is to purchase units in the M&G PP Discretionary Fund - the underlying fund.

Underlying Fund Objective: The fund provides a multi-asset approach to investment, holding a mix of UK and overseas company shares, bonds, property, cash plus listed alternative assets through other M&G PP funds or direct holdings. It is actively managed against an internal benchmark asset allocation set by the M&G Treasury & Investment Office (T&IO). It is a "fund of funds" where both active stock selection, within the underlying sector funds, and asset allocation decisions are used to add value.

Performance Objective: To outperform the internal composite benchmark by 1.15%-1.40% a year (before charges) on a rolling three year basis.

**Benchmark**

Internal composite benchmark, asset allocation set by the M&G Prudential Benchmark Treasury & Investment Office (T&IO), which includes the team formerly known as Prudential Portfolio Management Group  
Sector ABI Mixed Investment 40-85% Shares

**Identification Codes**

Sedol Code	0702254
Mex Code	PUPMD
Isin Code	GB0007022543
Citi Code	PS17

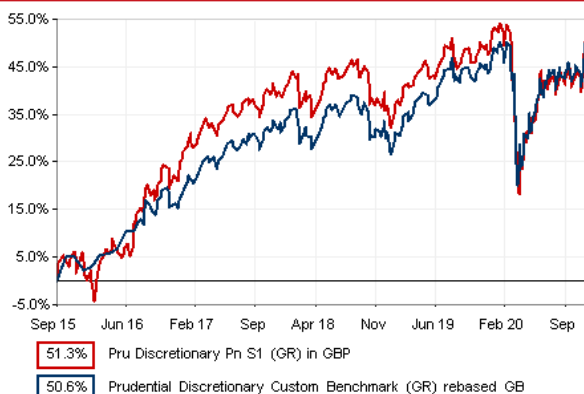
**Fund Overview**

Bid (30/11/2020)	8.08
Offer (30/11/2020)	8.51
Fund size (30/09/2020)	£441.27m
Underlying Fund size	£603.72m
Number of holdings	4622
Launch date	02/07/1991

**Fund Charges**

Annual Management Charge (AMC)	0.75%
Further Costs	0.06%
<b>Yearly Total</b>	<b>0.81%</b>

**Performance**



**Discrete performance - to latest available quarter end**

	30/09/15 to 30/09/16	30/09/16 to 30/09/17	30/09/17 to 30/09/18	30/09/18 to 30/09/19	30/09/19 to 30/09/20
Fund	19.9%	13.9%	6.3%	2.6%	-5.0%
Benchmark	16.6%	10.7%	6.3%	5.9%	-1.8%

**Performance - to latest available quarter end**

	Quarter	Annualised		
	3 2020	3 Years to 30/09/20	5 Years to 30/09/20	10 Years to 30/09/20
Fund	0.5%	1.2%	7.2%	6.7%
Benchmark	0.8%	3.4%	7.4%	7.0%

**Prudential Risk Rating**

**Medium Risk**

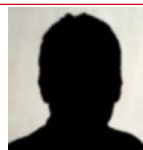
These funds may invest in multi-asset strategies with a higher weighting in equities (or with significant derivative use), while funds investing mainly in property, high yield or government bonds (such as UK Gilts) are also in this category.

These risk ratings have been developed by Prudential to help provide an indication of a fund's potential level of risk and reward based on the type of assets which may be held by the fund. Other companies may use different descriptions and as such these risk ratings should not be considered as generic across the fund management industry.

We regularly review our fund risk ratings, so they may change in the future. If, in our view, there is a material change in the fund's level of risk, for example due to a significant change to the assets held by the fund or in the way the fund is managed, we will provide information on the new risk rating. We recommend that you make sure you understand the risk rating of any fund before you invest.

You should also consider discussing your decision and the appropriateness of a fund's risk rating with an adviser.

**Fund Managers**



Name: M&G Treasury & Investment Office  
Manager of the underlying fund for: 37 years, 8 months

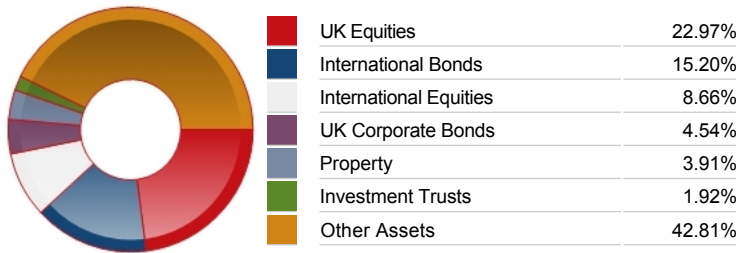
**Important Information**

- Because of changes in exchange rates the value of your investment, as well as any money you take from it, can go down as well as up.
- Some funds may invest in 'underlying' funds or other investment vehicles. The performance of our fund, compared to what it's invested in won't be exactly the same. That can be due to additional charges, cash management (needed to help people to enter and leave our fund when they want), tax and the timing of investments (this is known as a fund's dealing cycle, it varies between managers and can be several days).
- Source of portfolio data: Broadridge. Source of performance data: FE fundinfo. We can't predict the future. Past performance isn't a guide to future performance. The figures shown are intended only to demonstrate performance history of the fund, after allowing for the impact of fund charges and further costs, but take no account of any Annual Management Charge paid for by the deduction of units. Charges and further costs may vary in the future and may be higher than they are now. Fund performance is based upon the movement of the daily price and is shown as total return in GBP with gross income reinvested. The value of your investment can go down as well as up so you might get back less than you put in.
- This factsheet is intended for the trustees, sponsors, advisers and members of occupational pension schemes using Prudential group pension contracts and Prudential grouped personal pensions and Stakeholder pension contracts. Its purpose is to provide an insight into how investment markets and funds have performed over the period and is provided for information only. If you are not familiar with any of the investment terminology included, then please contact an adviser. Investors should refer to their scheme documentation (e.g. Fund Guide) for fund availability, investment strategy, any scheme information and charges. Every care has been taken in populating this output, however it must be appreciated that neither Broadridge, Prudential nor their sources guarantee the accuracy, adequacy or completeness of this information or make any warranties regarding results from its usage.

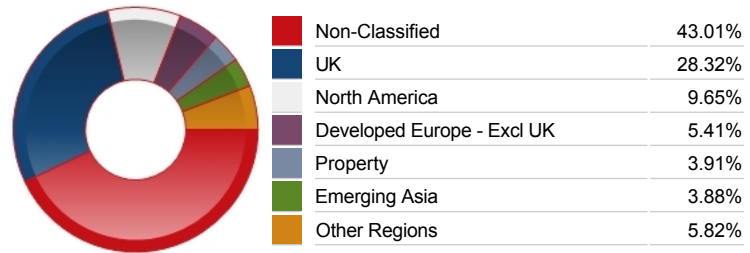
Top 10 Holdings

Name	% Weight	Sector	Country
1 PPL N AMER US EQTY Pvt	9.93%	Non-Classified	Non-Classified
2 ASTRAZENECA	1.22%	Pharmaceuticals & Biotechnology	United Kingdom
3 Segro Segro Ord GBP0.1	1.09%	Real Estate Investment Trusts	Direct Property and REITs
4 HSBC HLDGS	0.75%	Banks	United Kingdom
5 BP	0.66%	Non-Renewable Energy	United Kingdom
6 UNILEVER	0.65%	Personal Care, Drug & Grocery Stores	United Kingdom
7 RIO TINTO	0.63%	Industrial Metals & Mining	United Kingdom
8 GLAXOSMITHKLINE	0.58%	Pharmaceuticals & Biotechnology	United Kingdom
9 SAMSUNG ELECTRONICS CO	0.56%	Technology Hardware & Equipment	South Korea
10 ROYAL DUTCH SHELL	0.53%	Non-Renewable Energy	United Kingdom

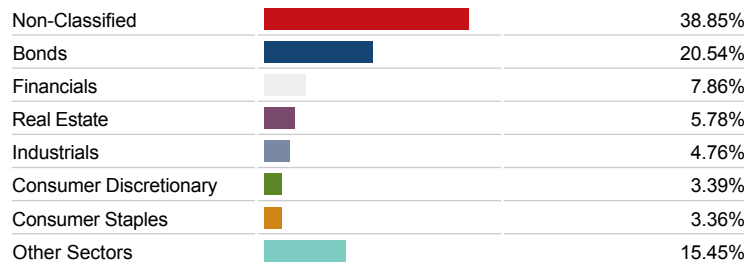
Asset Allocation



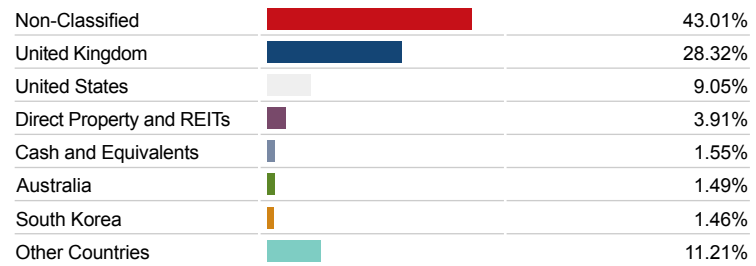
Regional Allocation



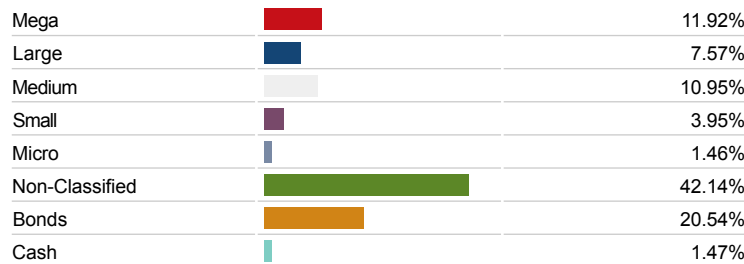
Bond Sector Breakdown



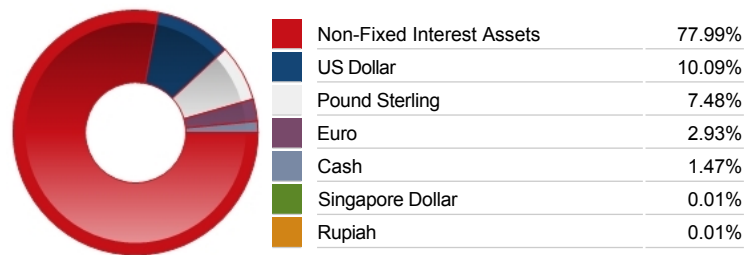
Top Country Breakdown



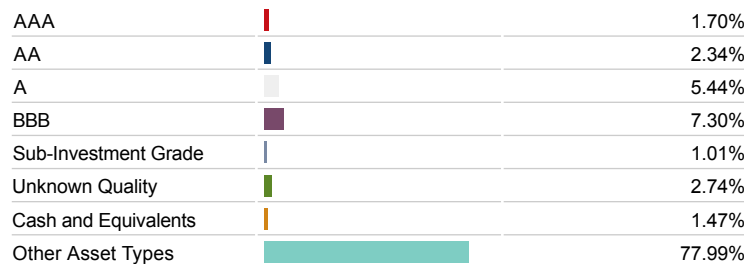
Breakdown By Market Cap (%)



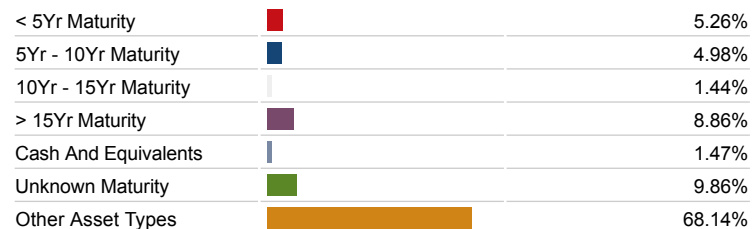
Fixed Interest Currencies



Fixed Interest Quality Profile



Fixed Interest Maturity Profile



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## Performance comment

Performance as at Q2 2020 - Performance as at Q2 2020 - An extraordinary level of central bank stimulus and government support in world's major economies came to the aid of many consumers and businesses, leading to a notable rally in the second quarter. April and May saw particularly strong stockmarket returns as the virus appeared to peak in most developed countries and the number of cases began to decline, prompting the gradual reopening of economies. The pace of gains eased in June as investors absorbed the information from the ongoing pandemic and second wave outbreaks.

The fund gained in the quarter and was marginally ahead of the benchmark. All major geographic equity markets rebounded. The US made the strongest advances, followed by Pacific markets, Europe and emerging markets, with more modest gains by Japan and the UK, all in sterling terms. Stock selection helped relative performance in the UK, but it held back relative returns in all other markets.

The second quarter was one of reflection as the crisis and subsequent steps taken by monetary and fiscal authorities required constant assessment. The path of growth remains uncertain: pockets of the virus epidemic continue to flare up across the globe and some countries have not yet brought the outbreak under control. Forecasts for economic activity vary greatly, meaning a cautious approach towards positioning is sensible.

The fund had a slightly overweight position in risk assets in the quarter, although this was reduced later when outbreaks of the virus occurred. By the end of the quarter, the fund was positioned neutrally in equities, slightly overweight in global high yield bonds and it remained underweight in investment grade European and UK investment grade corporate bonds. The fund management team believe that high yield corporate bonds still stand to benefit from central bank purchase programmes and investors' continued search for yield. The fund management team reduced an underweight allocation to property by buying the iShares UK Property ETF.

Indicators suggest the global economy will contract by an unprecedented amount compared with recent history, although forecasts suggest that the recovery will be relatively rapid compared to previous recessions. For the moment, monetary and fiscal stimulus seems to be bearing fruit, with tentative signs of a turnaround in economic sentiment emerging. Nevertheless, significant risks exist and they could seriously derail any recovery, with the potential for a second wave of the virus a real concern. Source: M&G