

Aims

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

Underlying Fund Objective: The fund invests mainly in UK government gilts. The fund is actively managed against its benchmark, the iBoxx Sterling Gilts Index. The fund can also invest in overseas government bonds and corporate bonds issued by UK and overseas companies and institutions. Exposure to short-term exchange rate movements from any overseas holdings is mitigated by hedging.

Performance Objective: To outperform the benchmark by 0.75% a year (before charges) on a rolling three year basis.

Benchmark

Benchmark	iBoxx Sterling Gilts Index
ABI Sector	UK Gilts

Identification Codes

Sedol Code	3168585
Mex Code	PUFIT
Isin Code	GB0031685851
Citi Code	P272

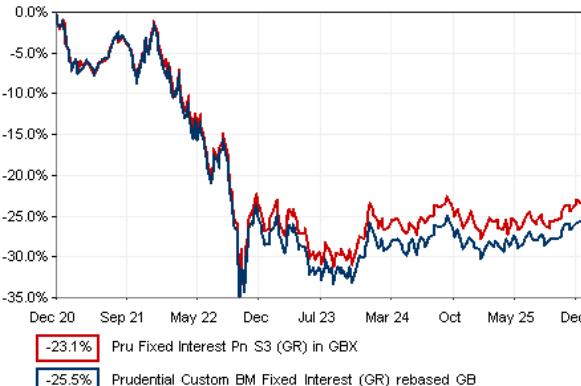
Fund Overview

Daily price (28/01/2026)	237.60
Fund size (31/12/2025)	£17.57m
Underlying Fund size	£42.96m
Number of holdings	16
Launch date	06/04/2001

Fund Charges

Annual Management Charge (AMC)	Please refer to the "Fund Guide" for your specific pension plan
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Performance



Discrete performance - to latest available quarter end

	31/12/20 to 31/12/21	31/12/21 to 31/12/22	31/12/22 to 31/12/23	31/12/23 to 31/12/24	31/12/24 to 31/12/25
Fund	-4.5%	-23.4%	4.6%	-3.9%	4.7%
Benchmark	-5.2%	-24.8%	3.6%	-4.0%	5.0%

Performance - to latest available quarter end

	Quarter	Annualised		
		4 2025	3 Years to 31/12/25	5 Years to 31/12/25
Fund	3.3%	1.7%	-5.1%	0.3%
Benchmark	3.3%	1.5%	-5.7%	-0.3%

Prudential Risk Rating

Lower to Medium Risk

These funds may invest in corporate bonds or multi-asset strategies with a higher weighting in corporate bonds (and other comparable strategies).

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.

Fund Managers



Name: Miles Tym
Manager of the underlying fund for: 13 years, 3 months

Important Information

- 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 client's investment can go down as well as up and the amount your client gets back may be less than they put in.
- This factsheet is intended for the advisers 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. You should refer to your client's 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 1 1/4% Treasury Gilt 2051	19.89%	Bonds	United Kingdom
2 4% Treasury Gilt 2029	12.66%	Bonds	United Kingdom
3 1/2% Treasury Gilt 2029	10.41%	Bonds	United Kingdom
4 4 1/4% Treasury Gilt 2029	9.65%	Bonds	United Kingdom
5 3 3/4% Treasury Gilt 2038	8.64%	Bonds	United Kingdom
6 4 1/4% Treasury Gilt 2043	8.06%	Bonds	United Kingdom
7 1 1/4% Index-linked Treasury Gilt 2038	5.55%	Bonds	United Kingdom
8 4 1/2% Treasury Gilt 2027	5.12%	Bonds	United Kingdom
9 1% Treasury Gilt 2032	4.05%	Bonds	United Kingdom
10 4 1/2% Treasury Gilt 2028	4.04%	Bonds	United Kingdom

Asset Allocation



UK Gilts	97.02%
Cash and Equivalents	2.98%

Regional Allocation



UK	97.02%
Cash and Equivalents	2.98%

Bond Sector Breakdown

Bonds	97.02%
Cash and Equivalents	2.98%

Fixed Interest Quality Profile

AA	97.02%
Cash and Equivalents	2.98%

Fixed Interest Currencies



Pound Sterling	97.02%
Cash	2.98%

Top Country Breakdown

United Kingdom	97.02%
Cash and Equivalents	2.98%

Fixed Interest Maturity Profile

< 5Yr Maturity	44.86%
5Yr - 10Yr Maturity	4.52%
10Yr - 15Yr Maturity	14.19%
> 15Yr Maturity	33.45%
Cash And Equivalents	2.98%

Important Information

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Commentary

Performance as at Q3 2025 - The portfolio's long-duration exposure was further reduced as yields declined. Given increased uncertainty ahead of the Autumn Budget, the manager considered it prudent to adopt a more defensive stance. This positioning, however, weighed on relative performance over the quarter.

The fund has continued to build its overweight position in indexlinked Gilts with maturities of 10, 20, and 30 years. The indexlinked market has experienced a more pronounced sell-off relative to the fixed-rate market, creating what we believe to be attractive value opportunities. This positioning, however, detracted from performance over the quarter. Activity in the Fund continued to focus on an active stock specific relative value approach.

The manager continues to position in the Fund in anomalously cheap securities along the gilt yield curve.

Source: M&G

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