

**Aims**

The fund aims to deliver long term growth through investing in a diversified range of assets both in the UK and globally. At any time, the fund will invest at least 10% of its assets in equities but not more than 40%. Investments are managed across asset classes and across world markets with a focus on long run investment potential as forecast on a rolling 10 years basis. The fund may invest in a range of permitted assets which include equities, bonds, property and cash accessed directly or indirectly via appropriate fund vehicles. The fund may include other assets as deemed appropriate by both the manager and current regulations.

**Benchmark**

**Benchmark** Internal composite benchmark, asset allocation set by the M&G Treasury & Investment Office (T&IO).  
**Sector** ABI Mixed Investment 20-60% Shares

**Identification Codes**

**Sedol Code** BSPBV88  
**Mex Code** VNAAAD  
**Isin Code** GB00BSPBV885  
**Citi Code** M41R

**Fund Overview**

**Daily price (09/10/2024)** 158.80  
**Fund size (31/08/2024)** £507.24m  
**Number of holdings** 9177  
**Launch date** 27/02/2015

**Fund Charges**

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

**Performance**



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

	30/09/19 to 30/09/20	30/09/20 to 30/09/21	30/09/21 to 30/09/22	30/09/22 to 30/09/23	30/09/23 to 30/09/24
Fund	2.0%	8.5%	-13.3%	7.1%	13.9%
Benchmark	0.8%	7.6%	-13.7%	8.0%	11.4%

**Performance - to latest available quarter end**

	Quarter	Annualised		
	3 2024	3 Years to 30/09/24	5 Years to 30/09/24	10 Years to 30/09/24
Fund	3.8%	1.9%	3.2%	n/a
Benchmark	2.8%	1.2%	2.4%	n/a

**Prudential Risk Rating**

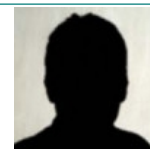
**Lower to Medium Risk**

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:** M&G BlackRock M&G Treasury & Investment Office  
**Manager for:** 9 years, 7 months 9 years, 7 months 9 years, 7 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 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.

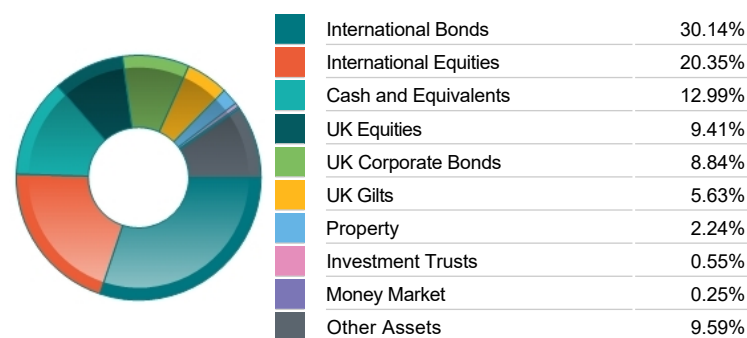
**Top 10 Fund Holdings**

Name	% Weight
1 M&G PP All Stocks Corporate Bond Institutional Acc	21.58%
2 Eastspring US Corporate Bond Class EG (hedged)	9.66%
3 BlackRock Aquila UK Equity Index S2 (HP)	8.97%
4 M&G (LUX) FCP Asian Local CCY Bond Class ZI	5.82%
5 M&G PP High Yield Corporate Bond	4.75%
6 BlackRock Aquila US Equity S2 (HP)	4.38%
7 M&G Total Return Credit Investment Class PP GBP	3.93%
8 M&G PP Long Dated Corporate Bond Fund	3.91%
9 BlackRock Aquila European Equity Index S2 (HP)	3.87%
10 M&G European Credit Investment Class E GBP Hedged	2.85%

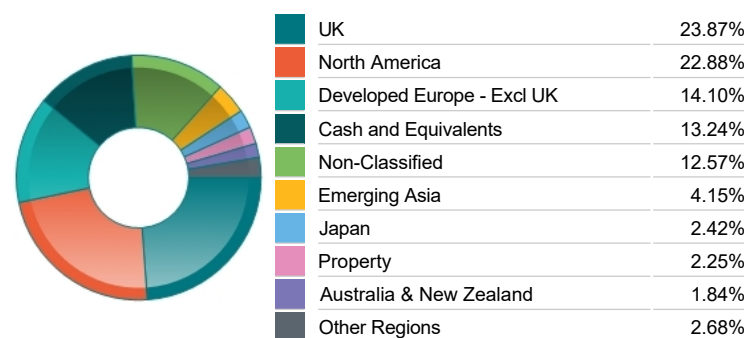
**Top 10 Holdings**

Name	% Weight
1 Eastspring US Corporate Bond Class EG (hedged)	9.66%
2 ¾% Treasury Gilt 2026	0.84%
3 ASTRAZENECA	0.74%
4 ¼% Treasury Gilt 2026	0.71%
5 SHELL	0.71%
6 5% Treasury Stock 2025	0.61%
7 4½% Treasury Gilt 2028	0.60%
8 HSBC HOLDINGS	0.53%
9 iShares iShares plc European Property Yield UCITS ETF EUR (Dist)	0.49%
10 UNILEVER	0.47%

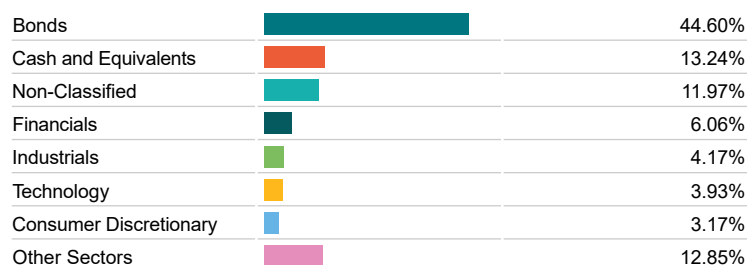
**Asset Allocation**



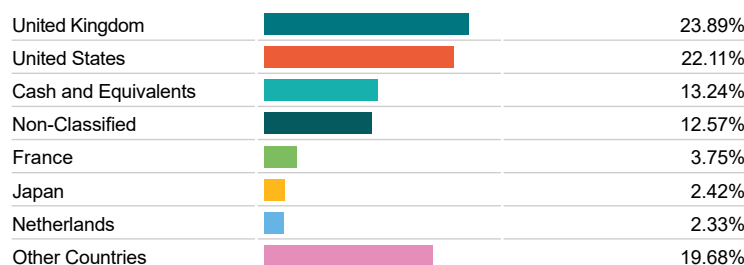
**Regional Allocation**



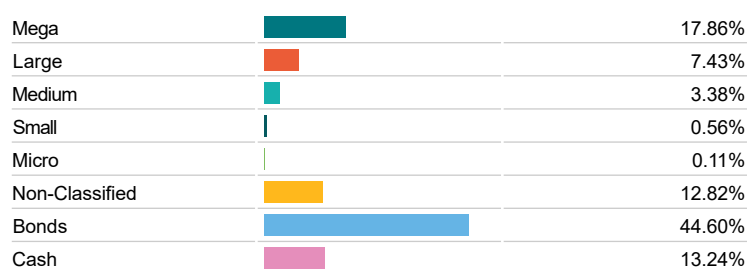
**Sector Breakdown**



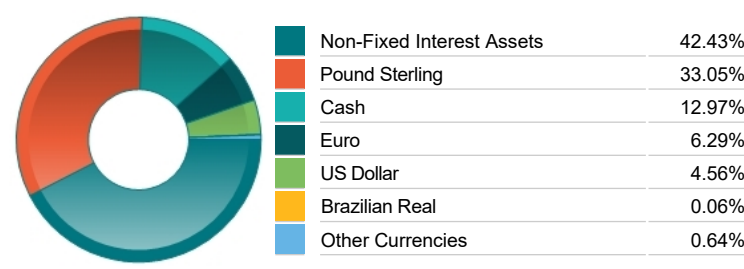
**Top Country Breakdown**



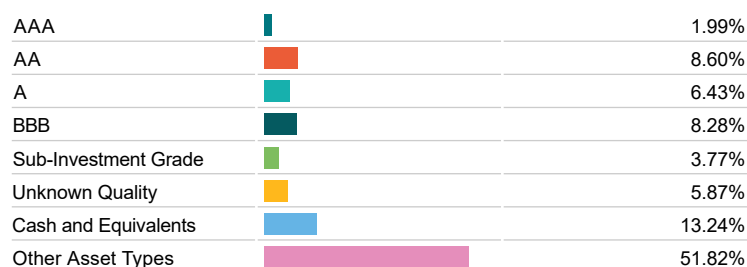
**Breakdown By Market Cap (%)**



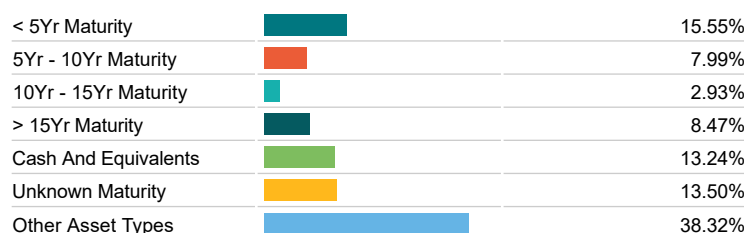
**Fixed Interest Currencies**



**Fixed Interest Quality Profile**



**Fixed Interest Maturity Profile**



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## Commentary

Performance as at Q2 2024 - Initial worries about seemingly persistent inflation gave way to a more positive environment for global equities as investors increasingly anticipated cuts to interest rates. The European Central Bank (ECB) cut rates in June, while the US Federal Reserve indicated that further hikes were unlikely. Global equity markets gained in the second quarter, but bonds largely struggled over the three months as Sovereign bonds encountered challenges, amid some investor concerns over the pace of interest rate cuts and political uncertainties. The funds advanced in the quarter on an absolute basis. Emerging markets and US equity were among the strongest performing areas, while Japan declined, all in sterling terms. As well as positive sentiment on the back of the greater likelihood of interest rate cuts in the near term, optimism regarding artificial intelligence (AI) and related technology companies also provided a boost to US equities. In the UK, inflation reached the Bank of England's (BoE) target level, raising hopes for a rate cut in the summer. The prospect of a widely predicted outcome to the UK's general election in early July was broadly welcomed by investors. The Japanese yen weakened notably over the quarter, leading to an erosion in returns for sterling-based investors. Corporate bonds broadly outperformed government debt in the quarter. For the second consecutive quarter, riskier high yield bonds were among the best performers. market observers adjusted their expectations for the path of interest rates to a more gradual pace of rate cuts. Tactically, we retain an above-index allocation to equities funded from a net below-index fixed income position and cash, which added positively over the quarter as equities outperformed bonds. In a series of tactical moves, we first reduced the allocation to Chinese equities (to a neutral position relative to the index), due to fading sentiment regarding China's economic stimulus measures. Later in the period we reduced the position in European equities (to a neutral position relative to the index), owing to increased political risk and the possibility of instability in France stemming from the recent election. The allocation to UK equities was taken from neutral to an above-index position.

Source: M&G

## Important Information

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