Prudential Long Term Bond S3

Aims

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

Underlying Fund Objective: The fund invests, via other M&G PP funds, in long-dated bonds split equally between UK Government gilts and corporate bonds. It is a "fund of funds" with the gilts component passively managed. The actively managed corporate bonds are mainly high quality sterling issues, but may include limited amounts of high yield and hedged non-sterling bonds. The split between government and corporate bonds may be reviewed from time to time.

Performance Objective: To match the performance of the benchmark as closely as possible.

Benchmark

Benchmark	50% iBoxx £ Gilts 15+ and 50% iBoxx Sterling Over 15 Years Non-Gilts Index
ABI Sector	Sterling Long Bond

Identification Codes

Sedol Code	3169403
Mex Code	PUPR
Isin Code	GB0031694036
Citi Code	P282

Fund Overview

Daily price (04/09/2025)	244.40
Fund size (31/07/2025)	£15.73m
Underlying Fund size	£15.86m
Number of holdings	219
Launch date	30/04/2002

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

	30/06/20 to 30/06/21	30/06/21 to 30/06/22	30/06/22 to 30/06/23	30/06/23 to 30/06/24	30/06/24 to 30/06/25
Fund	-5.0%	-22.8%	-19.6%	5.3%	-1.6%
Benchmark	-5.6%	-23.9%	-19.5%	4.4%	-1.9%

Performance - to latest available quarter end

	Quarter	Annualised		
	2 2025	3 Years to 30/06/25	5 Years to 30/06/25	10 Years to 30/06/25
Fund	2.3%	-5.9%	-9.4%	-0.1%
Benchmark	2.4%	-6.2%	-9.9%	-0.6%

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:	24 years, 8 months

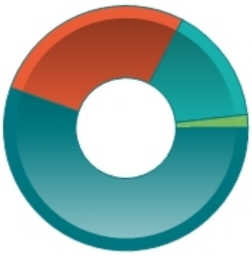
Prudential Long Term Bond S3

Portfolio data accurate as at: **31/07/25**

Top 10 Holdings

Name	% Weight	Sector	Country
1 3¼% Treasury Gilt 2044	6.14%	Bonds	United Kingdom
2 4⅜% Treasury Gilt 2054	4.77%	Bonds	United Kingdom
3 4¾% Treasury Gilt 2043	3.32%	Bonds	United Kingdom
4 4½% Treasury Gilt 2042	2.84%	Bonds	United Kingdom
5 1½% Treasury Gilt 2047	2.78%	Bonds	United Kingdom
6 4¼% Treasury Gilt 2046	2.75%	Bonds	United Kingdom
7 4¼% Treasury Gilt 2040	2.62%	Bonds	United Kingdom
8 4¼% Treasury Gilt 2055	2.49%	Bonds	United Kingdom
9 3½% Treasury Gilt 2045	2.48%	Bonds	United Kingdom
10 3¾% Treasury Gilt 2053	2.30%	Bonds	United Kingdom

Asset Allocation



UK Gilts	57.32%
UK Corporate Bonds	28.27%
International Bonds	16.08%
Alternative Trading Strategies	0.00%
Cash and Equivalents	-1.76%
Other Assets	0.09%

Bond Sector Breakdown

Bonds	101.67%
Non-Classified	0.09%
Cash and Equivalents	-1.76%

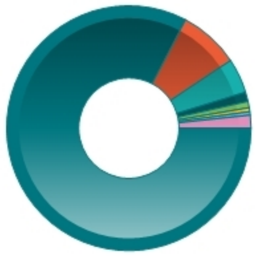
Fixed Interest Quality Profile

AAA	0.79%
AA	62.70%
A	15.87%
BBB	15.86%
Sub-Investment Grade	1.36%
Unknown Quality	5.09%
Cash and Equivalents	-1.76%
Other Asset Types	0.09%

Fixed Interest Currencies

Pound Sterling	100.40%
US Dollar	0.89%
Euro	0.38%
Non-Fixed Interest Assets	0.09%
Cash	-1.76%

Regional Allocation



UK	85.59%
Developed Europe - Excl UK	8.27%
North America	4.73%
Non-Classified	1.30%
South & Central America	0.85%
Australia & New Zealand	0.54%
Japan	0.48%
Cash and Equivalents	-1.76%

Top Country Breakdown

United Kingdom	85.59%
France	5.45%
United States	4.60%
Non-Classified	1.30%
Netherlands	1.00%
Mexico	0.85%
Luxembourg	0.74%
Other Countries	0.46%

Fixed Interest Maturity Profile

< 5Yr Maturity	0.50%
5Yr - 10Yr Maturity	0.19%
10Yr - 15Yr Maturity	1.64%
> 15Yr Maturity	99.35%
Cash And Equivalents	-1.76%
Unknown Maturity	0.09%

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.
- The Industry Classification Benchmark is a product of FTSE International Limited and has been licensed for use.

Prudential Long Term Bond S3

Commentary

Performance as at Q2 2025 - The price of UK government bonds (gilts) rose in the second quarter of 2025, outperforming both US Treasuries and German bunds (in local currency terms). The yield of the 10-year UK gilt fell to 4.5% from 4.7% at the start of the period (bond yields and prices move in opposite directions). Concerns were raised during the quarter as the Chancellor of the Exchequer, Rachel Reeves, delivered a spending review that set out £2 trillion of public spending in the coming years. This caused gilt yields to spike as investors digested the potential strain on the government's financial position, as well as the increased likelihood of tax rises later in the year. The Bank of England cut interest rates by 25 basis points to 4.25% in May; policymakers emphasised that interest rates remain on a gradual downward path, pointing to signs of a softening labour market. Short and medium-dated gilts outperformed longer-dated gilts, while inflation-linked gilts were notable laggards. UK corporate bonds outperformed government debt, returning 3.1%.

Source: M&G

Important Information