

**Aims**

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

Underlying Fund Objective: The fund invests mainly in UK Government index-linked gilts, typically with over five years to maturity. The fund is actively managed against its benchmark, the FTSE Actuaries UK Index-Linked Gilts Over 5 Years Index. The fund can also invest in corporate bonds, overseas government bonds and fixed interest gilts. 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 FTSE Actuaries UK Index-Linked Gilts Over 5 Years Index  
Sector ABI UK Index-linked Gilts

**Identification Codes**

Sedol Code 3168604  
Mex Code PUIL  
Isin Code GB0031686040  
Citi Code P275

**Fund Overview**

Daily price (15/08/2022) 400.30  
Fund size (30/06/2022) £41.64m  
Underlying Fund size £0.00m  
Number of holdings 13  
Launch date 06/04/2001

**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**

	30/06/17 to 30/06/18	30/06/18 to 30/06/19	30/06/19 to 30/06/20	30/06/20 to 30/06/21	30/06/21 to 30/06/22
Fund	2.7%	8.9%	11.9%	-3.0%	-17.7%
Benchmark	2.0%	9.1%	11.9%	-4.4%	-19.1%

**Performance - to latest available quarter end**

	Quarter	Annualised		
	2 2022	3 Years to 30/06/22	5 Years to 30/06/22	10 Years to 30/06/22
Fund	-19.8%	-3.7%	0.0%	4.8%
Benchmark	-19.8%	-4.7%	-0.7%	4.1%

**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: Miles Tym  
Manager of the underlying fund for: 9 years, 10 months

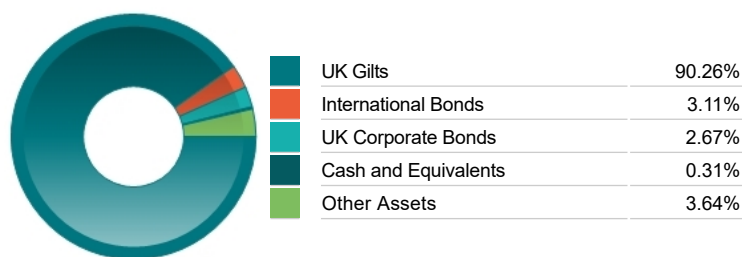
**Important Information**

- 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).
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- 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.

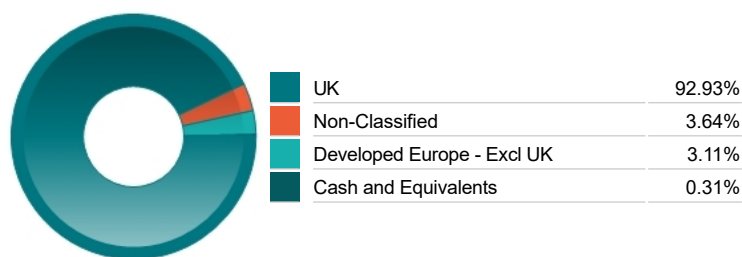
Top 10 Holdings

Name	% Weight	Sector	Country
1 1¼% Index-linked Treasury Gilt 2027	20.20%	Bonds	United Kingdom
2 ¾% Index-linked Treasury Gilt 2062	13.88%	Bonds	United Kingdom
3 ½% Index-Linked Treasury Gilt 2056	13.71%	Bonds	United Kingdom
4 ¾% Index-linked Treasury Gilt 2034	12.70%	Bonds	United Kingdom
5 ¾% Index-linked Treasury Gilt 2047	9.98%	Bonds	United Kingdom
6 ½% Index-linked Treasury Gilt 2048	7.05%	Bonds	United Kingdom
7 1¼% Index-linked Treasury Gilt 2037	5.39%	Bonds	United Kingdom
8 ½% Index-linked Treasury Gilt 2028	3.67%	Bonds	United Kingdom
9 UK I/L GILT RegS	3.64%	Non-Classified	Non-Classified
10 ORSTED A/S RegS	3.11%	Bonds	Denmark

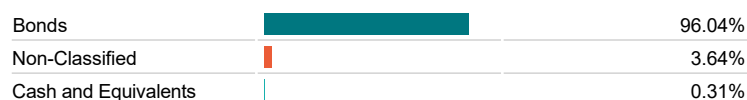
Asset Allocation



Regional Allocation



Bond Sector Breakdown



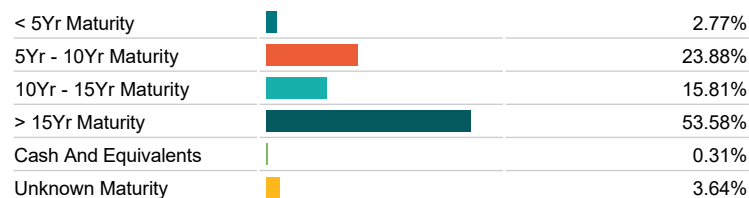
Top Country Breakdown



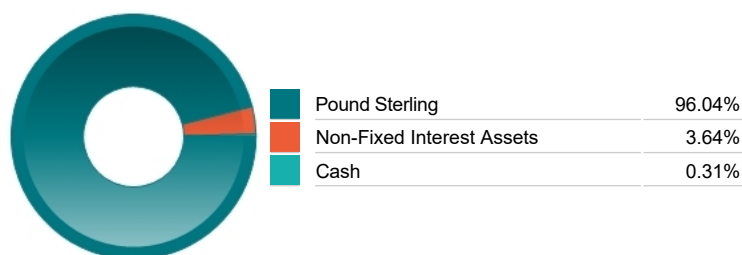
Fixed Interest Quality Profile



Fixed Interest Maturity Profile



Fixed Interest Currencies



Important Information

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## Commentary

Performance as at Q1 2022 - During the quarter, the fund manager sold 10yr index linked gilts into 20yr index linked gilts. Inflation expectations are extremely elevated resulting in dislocations in the curve. Valuations quickly moved back to more sensible levels and the position was closed at a profit to the fund.

The funds illiquid credit holding was favourably marked over the quarter resulting in a positive contribution to performance.

During the quarter the manager tactically sold long dated index linked bonds into cash which turned a relatively quick profit and was subsequently closed.

The manager bought 25/30 year index linked gilts versus shorter dated and ultras. The 30yr sector had cheapened up and gave the manager an opportunity to move away from the ultra-part of the curve. The DMO (Debt Management Office) will be bringing further 2073 issuance to the market which should put pressure on the sector to cheapen.

Source: M&G

## Important Information

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