Non-UCITS retail scheme Key Investor Information

This document provides you with the key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

LF Prudential Risk Managed Active 2, Class P Income, a fund within LF Prudential Investment Funds (1) (ISIN: GB00BF232610)

The fund is managed by Link Fund Solutions Limited, part of the Asset Services Division of Link Administration Holdings Limited.

Objectives and investment policy

Objective

The fund aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit volatility (the amount by which the fund's value increases or decreases) over rolling 5 year periods to 10%. There is no guarantee that the volatility target will be met and at any time the actual volatility may be higher or lower than the long term target.

Investment Policy

The fund will invest at least 70% of its assets in other funds which are "actively managed" (i.e. the managers of active funds decide what to buy and sell rather than track the performance of, for example, an index).

The fund can invest in various asset types including; bonds (issued by companies or governments) that pay a fixed or variable amount of interest, company shares, property, infrastructure, hedge funds and cash (including money market funds).

The fund will have a bias to lower risk assets such as bonds and cash.

The Portfolio Manager forecasts the risk and return of the asset types over a number of years to determine the mix of assets to invest in to achieve the fund's objective. The Portfolio Manager will adjust the mix of assets to reflect changes in their forecasts or to take advantage of investment opportunities that in their opinion represent good value.

Please note that the objective to limit volatility may restrict the type and amount of assets the fund holds and therefore limit the potential gains and losses.

The fund will invest in a focused range of other funds (which may include funds managed by the Manager, the Portfolio Manager and their associates).

Essential features of the Fund

- The fund has the discretion to invest without the need to adhere to a particular benchmark.
- The fund is risk level 2 in a range of 5 funds, where 1 is the lowest risk and 5 indicates the highest risk.
- You can buy and sell shares in the fund every business day.
- The fund aims to distribute available income every 12 months.
- Derivatives may be used to manage the risk profile of the fund, reduce costs or generate additional income.
- Recommendation: This fund may not be appropriate for investors who plan to withdraw their money within 5 years.

Risk and reward profile

Typically lower rewards — Typically higher rewards

Lower risk — Higher risk

1	2	3	**4**	5	6	7

- This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.
- The fund has been classed as 4 because its volatility has been measured as average.
- This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.
- The risk and reward profile shown is not guaranteed to remain the same and may shift over time.
- The fund targets a risk level of 2 which is a level of risk relative to the 4 other funds in the range. The Risk and Reward profile scale above is calculated differently. The two measures are not comparable.
- Currency Risk: As the fund invests indirectly in overseas securities, exchange rates movements may, when not hedged, cause the value of your investment to increase or decrease.
- Bonds are affected by trends in interest rates and inflation. If interest rates go up the value of capital may fall and vice versa. Inflation will also decrease the real value of capital. The value of a bond is also affected by its credit rating. Bonds with a higher average yield tend to be less liquid and have a lower credit rating. Investment in bonds with a higher yield also generally brings an increased risk of default on repayment by the issuer which could affect the income and capital of the fund.
- The fund may invest indirectly in property. Property investments may be harder to buy and sell than other asset types.
- Non-UCITS Retail Scheme (NURS): The fund can be less diversified than UCITS schemes as it has higher investment limits for certain types of assets. It can also invest in assets which are not available to UCITS schemes. This can increase the potential rewards but can also increase risk.
- The value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back what you originally invested.
- For full details of the fund's risks, please see the prospectus which may be obtained from the address in 'Practical Information' below.

Charges for this Fund

The charges you pay are used to pay the costs of running the fund. These charges reduce the potential growth of your investment.

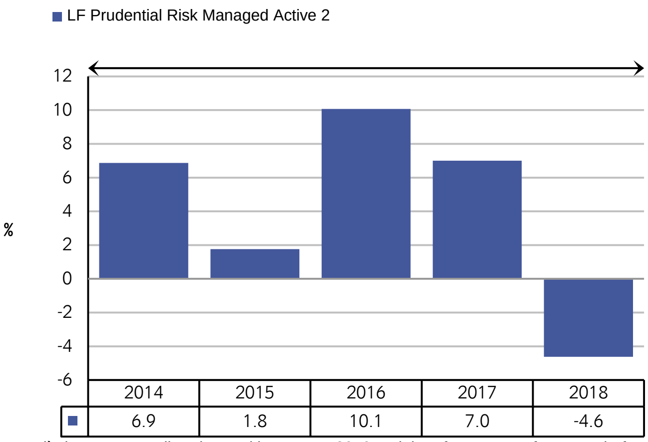
One-off charges taken before or after you invest	
Entry Charge	None
Exit Charge	None
Charges taken from the fund over the year	
Ongoing Charges	0.56%
Charges taken from the fund under certain specific conditions	
Performance Fee	None

The ongoing charges figure is an estimate of charges as at 21 January 2019. This figure may vary from year to year. The ongoing charges are taken mainly from the income of the fund. They exclude portfolio transaction costs, except in the case of an entry/exit charge paid by the fund when buying or selling units in another collective investment undertaking.

A dilution adjustment may be made which may increase or decrease the price you receive when you buy or sell shares in the fund.

For more information about charges, please see the prospectus sections 3.5 & 7, which may be obtained free of charge from the address in 'Practical Information' below.

Past performance



A: The Fund`s investment policy changed in January 2019 and therefore past performance before that date was achieved under circumstances which no longer apply.

- Past performance is not a guide to future performance
- The past performance in the chart shown opposite is net of tax and charges but excludes the entry charge that may be paid on the purchase of an investment. The share class was launched in November 2013.
- The fund was launched in January 2010 as the Prudential Cautious Portfolio and last renamed in January 2019.
- Performance is calculated using Sterling Class P Shares.

Practical information

LF Prudential Investment Funds (1)	This key investor information document describes a fund within the LF Prudential Investment Funds (1) company. The prospectus and periodic reports are prepared for the entire company.
Documents	Copies of the fund's prospectus and the latest annual and semi annual reports for the fund and LF Prudential Investment Funds (1) may be obtained from www.linkfundsolutions.co.uk or by writing to Link Fund Solutions Limited, PO Box 389, Darlington, DL1 9UF. These documents are available in English and are free of charge. Details of Link Fund Solutions' Remuneration Code are available on the website www.linkfundsolutions.co.uk. This sets out a description of how remuneration and benefits are calculated and the identities of persons responsible for awarding the remuneration and benefits. A paper copy is available free of charge on request.
Prices of shares and further information	The latest published prices of shares in the fund and other information, including how to buy and sell shares are available from www.linkfundsolutions.co.uk, by calling 0344 335 8936 during normal business hours or by writing to Link Fund Solutions Limited, PO Box 389, Darlington, DL1 9UF.
Right to switch	Subject to any restrictions on the eligibility of investors for a particular share class, a shareholder in one fund may be able at any time to switch all or some of his shares in one fund for shares in another fund in the company. Please see the prospectus for full details.
Fund Segregation	LF Prudential Investment Funds (1) is an umbrella fund with segregated liability between funds. This means that the holdings of this fund are maintained separately under UK law from the holdings of other funds of LF Prudential Investment Funds (1) and your investment in this fund will not be affected by any claims against another fund of LF Prudential Investment Funds (1).
Depositary	NatWest Trustee and Depositary Services Limited
Tax	UK tax legislation may have an impact on your personal tax position.

This fund is authorised in the United Kingdom by the Financial Conduct Authority. Link Fund Solutions Limited is authorised in the United Kingdom and regulated by the Financial Conduct Authority.

This key investor information is accurate as at 08/03/2019.