

2024 年 5 月

親愛的投資者：

M&G (Lux)投資基金(1) (「本公司」) 的子基金公開說明書及投資政策的變更

除非下文另有定義，本函中所使用的術語與公開說明書中的含義相同。

謹此通知您，以下變更將於 2024 年 5 月 21 日生效：

- 一、修訂所有基金投資政策，以更好地反映盧森堡當前的監管預期
- 二、公開說明書中有關股東通知之修訂

一、修訂所有基金投資政策

基金的投資目標和投資方法將維持不變。本節所述修訂不會導致基金投資範圍產生任何影響，因為它們只是透過每檔基金可投資部分更詳細之描述，以提供股東更高透明度。您無需因這封信而採取任何行動。

背景

UCITS 只能投資於 2010 年 12 月 17 日盧森堡有關可轉讓證券集體投資企業法律 (「UCITS 法」) 中定義的合格資產。他們的投資政策更詳細地規定了他們期望投資哪些符合條件的資產，以實現他們的投資目標。

然而，基金可能有充分理由不時持有其他資產。例如，歐洲股票基金可能會發現自己因合併或收購而持有美國股票，或者固定收益基金可能會在其債券重組中獲得股票。我們認為，有時間出售這些投資以試圖獲得最佳回報是主動基金管理的一部分。

為此規定，並按照以往的共同市場慣例，每檔基金的投資政策均包括一般的「清掃條款」(「條款」)，允許基金持有比投資政策主要部分明確描述的更廣泛的合資格資產

根據盧森堡的監管要求，將對規定進行修訂，以具體說明基金可能持有的資產類型。該條文將規定，作為其各自投資政策的一部分，基金可以：

- 投資於可轉讓證券集體投資企業（“UCITS”）和其他被認為符合其各自投資政策的集體投資承諾（“UCI”）；
- 投資於現金和準現金（定義見公開說明書）；
- 因公司行為（如併購和重組）而獲得某些不符合其各自投資政策的資產；每檔基金一般會盡可能出售該等資產，但若投資經理認為符合投資者的最佳利益，則可繼續持有該等資產中不超過其資產淨值的 10%。

由於這些修訂規定了每檔基金可以投資的資產，因此本次修訂也促使我們對某些基金投資政策的其他部分作出某些相應的澄清。更改的詳細資訊可以在下面找到。

最後，除上述內容外，我們還進行了一些更改，以提高投資政策中使用的語言的一致性，並使投資者更容易比較基金。因此，上述變更適用於本公司的所有基金。

除了提高一致性和可比性外，這些變化還旨在澄清哪些資產可以包括在每檔基金的投資範圍內，並在相關情況下澄清現金和準現金投資的確切百分比。

有關基金投資政策修訂重點，載於本通知附錄 1。

1. 股票和多資產基金

這些基金除了可以投資於股票（如公司股票）外，還可以投資於允許購買股票的其他工具。這些債券包括股份、認股權證及可換股債券，均受投資政策條文所涵蓋。為使所有基金更清楚及保持一致，投資政策將予以更新，以澄清基金可投資於股票相關工具，或在相關情況下，以「股票相關工具」取代「股票相關證券」的提述。

2. 所有基金

所有基金均可投資於現金及準現金，以維持流動資金，亦可追求各自的投資目標。因此，所有基金的投資政策將更新，以澄清它們可以根據每檔基金的投資政策投資於現金和準現金（具有相關投資限額）。

二、公開說明書有關股東通知之修訂

公開說明書將進行更新，以澄清與基金和公司相關的任何相關通知或其他通信可能會在 M&G 的網站 www.mandg.com 上發佈（除非另有要求），以及郵寄給投資者的通信。

與變更相關的法律和行政費用

與變更相關的所有法律和行政費用將由 M&G 承擔。

更改您的投資

您可以隨時根據我們的條款和條件，出售您的投資，或免費將其轉換為本公司的另一個子基金。

聯繫方式

我們客戶服務團隊的電子郵件地址將從 csmandg@rbc.com 更改為 csmandg@caceis.com。

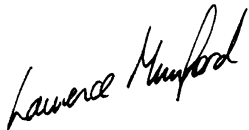
此次收購不會導致您管理投資於本公司之方式發生任何變化。所有聯繫方式（包括註冊及過戶代理人之註冊地址）皆保持不變。

了解更多信息

如果您對上述變更可能產生之影響有任何疑問或需要更多信息，請隨時聯繫您平時的 M&G 聯繫人，或者發送電子郵件至 csmandg@caceis.com 諮詢我們的客戶服務團隊。我們的營業時間為歐洲中部時間週一至週五 09:00 至 18:00。為了安全並提高我們的服務質量，我們可能會對電話進行錄音和監控。

請注意，我們無法向您提供投資建議。如果您不確定變更可能對您造成的影響，您應該諮詢財務顧問。

Yours Sincerely



Laurence Mumford
Chair, M&G (Lux) Investment Funds 1

附錄一基金現行及最新投資政策前後對照

修改過的段落以**粗體字**標示。

您可能會注意到，這些文字與基金的關鍵投資者資訊文件（KIIDs）中的文字有所不同。這是因為說明書描述了基金經理可用的工具的完整範圍，以及他們必須遵守的限制，而 KIIDs 中列出的資訊則提供了較短的描述。基於新的投資目標、投資政策和投資策略的 KIIDs 將可在 www.mandg.com 上查看。

請注意，本附錄中包含的投資政策是經金融監管委員會（CSSF）批准的**最新、具有法律效力的英文公開說明書中包含的原始英文措辭的翻譯**。在任何情況下，英文原文都應優先於任何翻譯。

M&G 環球股息基金

本基金投資設立於任何國家（包含新興市場）之各產業及各市值規模公司之股權證券和股權相關工具至少達其資產淨值之百分之八十。本基金通常持有少於 50 檔股票。

本基金得透過滬港通及深港通投資於中國 A 股。

本基金投資符合 ESG 標準的證券，採用排除方法和正面 ESG 傾向，其詳載於本基金補充文件之先契約文件。

本基金也可能投資於其他資產，~~包括集體投資計劃、現金和約當現金、存款和權證。~~

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金可使用衍生工具進行對沖和有效的投資組合管理。

M&G ESG 巴黎協議全球永續股票基金

本基金投資設立於任何國家（包含新興市場）之各產業及各市值規模具永續發展性公司之股權證券和股權相關工具或至少達其資產淨值之百分之八十。本基金之集中投資組合通常持有少於 40 家公司。

本基金投資於符合 ESG 標準之證券，採用排除法和正向 ESG 結果，並且應用永續性投資策略，以實現永續性投資目標，如同本基金補充文件之先契約文件中所述。

~~本基金亦間接透過基金投資(例如 UCITS 或其他 UCI 包含 M&G 管理的基金)，也可能投資於可轉換證券像是短天期債券和貨幣市場證券作為流動性、現金及約當現金的管理。~~

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金得運用衍生性工具以達到避險及有效投資組合管理等目的。

M&G 入息基金

本基金之投資方式具高度靈活性，得自由投資於全球各地所發行不同類型或任何計價幣別之資產。

本基金通常會依下列配置進行投資：40-80% 在固定收益、10-50% 在股權證券和股權相關工具股票及 0-20% 在其他資產。

本基金通常投資於下述資產類別中以獲取收益為主之資產：固定收益證券、股權證券和股權相關工具股票、現金與存款。本基金亦得投資於貨幣、約當現金與認股權證。投資管理機構一般會將本基金超過 70% 之資產淨值投入歐元（或其他歐元避險貨幣）計價資產。

本基金通常會進行直接投資。本基金亦得透過其他集體投資計畫，與衍生性商品進行間接投資。本基金得為有效管理投資組合及避險之目的，運用衍生性金融工具以達到其投資目標。本基金得取得市場中合成型空頭部位（持有衍生性商品以尋求於所連結資產價值下滑期間創造正報酬）、貨幣、證券、指數與其他證券之集合。

本基金得投資於以下固定收益工具：

- 公司、政府、地方當局、政府機構或特定國際公共機構所發行或擔保之債券；
- 發行人位於新興市場之債券；
- 於中國銀行間債券市場交易、以在岸人民幣計價中國境內之債券；

- 經認可評等機構評等為投資等級之債券；
- 未評等債券與評等為次級投資等級之債券，最高可佔本基金資產淨值之 40%；
- 資產擔保證券，最高可佔本基金資產淨值之 10%； 及
- 價值源自債券、利率或信用風險之衍生性商品；及
- **現金（指 2010 年法律第 41(1) 條允許的存款）及準現金。**

本基金得投資之權益工具包括(a)直投公司股份，以及(b)其價值源自於公司股份之衍生性商品。本基金可通過滬港通和深港通投資於中國 A 股。

為此目的之其他資產，包括其他不構成固定收益或權益工具之可轉讓證券、可轉換債券與應急可轉債。本基金投資應急可轉債，最高可占其資產淨值之 5%。

本基金欲投資於符合 ESG 標準之標的，應用了在基金補充文件先契約文件中所述的排除法。

衍生性工具可用以滿足本基金之投資目標，如以避險為目的，以及增加投資組合管理效率為目的使用之。本基金為達成目標，可投資之衍生性工具包括但不限於即期與遠期合約、場內交易期貨、交換合約、信用違約交換、選擇權及總報酬交換。

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

M&G 日本基金

本基金至少將百分之八十之資產淨值投資於設立於日本或其主要經濟活動於日本進行之公司之股權證券和股權相關工具。本基金通常持有少於 50 檔股票。

投資管理機構相信市場錯價會發生且經常發生，此係因心理因素（即行為偏誤）可能妨礙投資人合理評估其投資。因此，市場價格未必均反映其基本面價值。

投資管理機構相信其有可能自該等於日本股票市場上普遍存在之行為偏誤取得系統性獲利。

本基金投資於符合 ESG 標準的證券，採用排除法及正面 ESG 傾向，如同在基金補充文件之先契約文件所述。

~~本基金也可能投資於其他資產，包括集體投資計劃、現金和約當現金、存款和權證。~~

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金可使用衍生工具進行對沖和有效的投資組合管理。

M&G 日本小型股基金

本基金投資至少其資產淨值之 80% 於設立於日本、其主要辦事機構位於日本、或其主要經濟活動於日本進行之小型公司之股權證券和股權相關工具。

小型公司之定義為日本全部公開上市公司中總市值屬於後二分之一之公司。

本基金通常持有少於 50 間公司之集中性投資組合。

本基金投資於符合 ESG 標準的證券，採用排除法和正面 ESG 傾向，其詳載於本基金補充文件之先契約文件中。

然而，本基金可以在所有的 ESG 評等中進行投資。本基金的計算方法不包括無 ESG 評等的證券，也不包括現金、約當現金、部分衍生品和一些集體投資計劃。

~~本基金也可直接或通過集體投資計劃（包含由 M&G 管理之基金）投資於其他可轉讓證券、現金和約當現金。~~

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金可使用衍生工具進行對沖和有效的投資組合管理。

M&G 北美股息基金

本基金投資設立於美國及加拿大或其主要經濟活動於美國及加拿大進行之各產業及各市值規模公司之股權證券和股權相關工具至少達其資產淨值之百分之八十。本基金通常持有少於 50 檔股票。

本基金投資符合 ESG 標準的證券，並應用 ESG 排除法與正面 ESG 傾向，其詳載於本基金補充文件之先契約文件中。

~~本基金也可能投資於其他資產，包括集體投資計劃、現金和約當現金、存款和權證。~~

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金可使用衍生工具進行對沖和有效的投資組合管理。

M&G ESG 巴黎協議泛歐永續股票基金

本基金投資設立於歐洲或於歐洲進行其主要經濟活動之各產業及各市值規模具永續發展性的公司之股權證券和股權相關工具，至少達其資產淨值之百分之八十。本基金通常投資於少於 35 家公司。

本基金投資於符合 ESG 標準之有價證券，採用 ES 排除法與正面 ESG 結果，此外還採用了本基金補充文件先契約文件中所述的可持續投資策略，以實現可持續投資目標。

~~本基金亦間接透過基金投資(例如 UCITS 或其他 UCI, 包含 M&G 管理的基金), 也可能投資於可轉換證券, 例如短天期債券和用於流動性管理之貨幣市場證券、現金及約當現金。~~

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金得運用衍生性工具以達到避險及有效投資組合管理等目的。

M&G 新興市場債券基金

本基金具有投資各類新興市場債券之彈性，包括主權債券、公司債及當地貨幣債券。

本基金投資至少其資產淨值之 80% 於由新興市場政府或其機構、地方主管機關、公家機關、準主權機構、超國家組織及設立於新興市場國家之公司或其主要經濟活動於新興市場國家進行之公司所發行或保證之債務證券(得以任何貨幣計價)。

本基金得投資於未達投資等級及未經信用評等之有價證券，二者合計最高可達其資產淨值之 100%。本基金可投資之債務證券，無任何信用品質之限制。

本基金得投資以人民幣計價在中國銀行間債券市場交易的中國境內債務證券。

本基金得投資於資產擔保證券及應急可轉債，最高各可達其資產淨值之 10%。

本基金力求符合 ESG 標準的投資，並採用本基金補充文件先契約文件中所述的排除方法。

本基金通常會進行直接投資。本基金亦得間接透過衍生性金融工具建立多頭及空頭部位，並取得超過本基金資產淨值之投資曝險，以便於上漲及下跌之市場中均能增加潛在報酬。本基金得為有效管理投資組合及避險之目的，運用衍生性金融工具以達到其投資目標。該等工具可能包括(但不限於)即期與遠期契約、交易所交易之期貨、選擇權、信用違約交換、利率交換及信用連結債券。

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金(即 2010 年法律第 41(1) 條允許的存款)及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金也可能投資於其他資產，包括集體投資計劃、現金和約當現金、存款、權證和其他債務證券。

M&G 收益優化基金

本基金至少將百分之五十之資產淨值投資於債務證券，包括投資等級債券、高收益債券、未經評等證券及資產擔保證券。此等證券可能由政府及其機構、公家機關、準主權實體、超國家組織及公司所發行。此等證券之發行人可能位於任何國

家（包含新興市場），並以任何貨幣計價。至少百分之八十之資產淨值將以歐元計價或以歐元避險。

雖然本基金之整體存續期間並無負值，本基金仍可能於個別固定收益市場產生負存續期間。

本基金得投資於未達投資等級及未經信用評等之有價證券，二者合計最高可達其資產淨值之百分之百。本基金可投資之債務證券，無任何信用品質之限制。

本基金得投資以在岸人民幣計價、且於中國銀行間債券市場交易之中國境內債務證券。

本基金亦得持有最高達其資產淨值百分之二十之應急可轉債及最高達其資產淨值百分之二十之資產擔保證券。

本基金為具彈性之債券基金，得廣泛投資於投資管理機構認為有價值之固定收益資產。當確定最佳收益來源時，本基金亦可彈性投資最高達其資產淨值百分之二十於股票。

本基金力求進行符合 ESG 標準的投資，並採用本基金補充文件先契約文件中所述的排除方法。

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金亦得投資於可轉讓證券、現金及約當現金、直接或集體投資計畫（可轉讓證券集合投資計畫(UCITS)或其他包含 M&G 管理基金的 UCIS）。

本基金得為有效管理投資組合及避險之目的，運用衍生性金融工具以達到其投資目標。該等工具可能包括（但不限於）即期與遠期契約、交易所交易之期貨、信用違約交換、總報酬交換、利率交換與信用聯結票據。

M&G 短期優質債券基金

本基金至少將百分之八十之資產淨值投資於投資等級公司所發行之固定及浮動利率債務證券及資產擔保證券。

本基金亦得投資於高收益公司債、由政府或其機構、公家機關、準主權實體及超國家組織發行之債務證券。本基金亦得投資於未經評等債券。本基金得投資之高收益債務證券並無信用品質之限制。

此等證券得由全世界任何國家（包含新興市場）發行並以任何貨幣計價。本基金不採貨幣觀點，且目標為將任何非歐元資產以歐元避險。

本基金之投資流程係同時依據由上而下之總體經濟觀點及個別證券之基本面分析。

本基金投資短期公司債及/或使投資組合整體存續期間較短之證券，以限制利率波動對本基金資本價值之影響。

本基金得投資於高收益及未經評等證券合計最高達本基金資產淨值百分之二十。

本基金得持有最高達其資產淨值百分之百之資產擔保證券及最高達其資產淨值百分之二十之應急可轉債。

本基金得投資資產擔保證券，包含不動產抵押擔保證券（商用、機構住宅、優質住宅、非優質住宅）、現金擔保債務憑證、現金擔保貸款憑證、車貸、次級車貸、消費者信貸、信用卡、學生貸款、航空器貸款/租賃、設備租賃、小型企業貸款/租賃、整體企業證券化、單戶住宅租賃及其他證券化資產。

本基金追求投資於符合 ESG 標準之標的，並採用本基金補充文件之先契約文件中所述之排除法。

本基金通常會進行直接投資。本基金亦得間接透過衍生性金融工具建立多頭及空頭部位，以達到本基金投資目標及有效投資組合管理。該等衍生性工具亦得用於避險目的。此類衍生性工具包括（但不限於）即期及遠期合約、交易所交易之期貨、信用違約交換以及利率交換。

除上述之外，本基金還可以投資於 UCITS 和其他 UCI，只要被認為與其投資政策一致。本基金可投資於現金（即 2010 年法律第 41(1) 條允許的存款）及準現金。除非本投資政策另有允許，現金和準現金投資不得超過基金淨值的 20%。

本基金可能因不符合其投資政策的併購和重組等公司行為而獲得某些資產。本基金通常會盡可能處置此類資產，但如果投資經理人認為這符合投資者的最佳利益，則可能會繼續在此類資產中持有最多其資產淨值的 10%。

本基金亦得投資於其他資產，包括集體投資計畫、現金及約當現金、存款、股票、認股權證及其他債務證券。

21 May 2024

Dear Shareholder

Changes to the Prospectus and Investment Policies for the sub-funds (the “Funds”) of M&G (Lux) Investment Funds 1 (the “Company”)

Defined terms used in this letter have the same meaning as in the Prospectus, unless otherwise defined hereafter.

I am writing to inform you that the following changes will be effective from 21 May 2024:

- I. Amendments to all the Funds’ Investment Policies
These are being made in order to better reflect current regulatory expectations in Luxembourg.
- II. Change to the Prospectus relating to Shareholder notifications

I. Amendments to all the Funds’ Investment Policies

The Funds’ Investment Objectives and Investment Approaches will remain unchanged. The amendments described in this section will have no impact on the Funds’ investment universes as they solely seek to enhance transparency for Shareholders by providing a more detailed description of what each Fund can invest in. The changes will not result in any immediate changes to the Funds’ portfolios, and we do not expect any material change to their liquidity and risk profiles. You do not need to take any action as a result of this letter.

Background

UCITS may only invest in eligible assets as defined in the Luxembourg law of 17 December 2010 relating to undertakings for collective investment (the “**UCITS Law**”). Then their Investment Policies set out in more detail which eligible assets they expect to invest in, in pursuit of their Investment Objectives.

Funds may however have good reasons to hold other assets from time to time. For example, a European equity fund might find itself holding a US equity as a result of a merger or acquisition, or a fixed income fund might receive an equity as part of one of its bond holdings restructuring. Having the time to sell these investments to try to achieve the best possible return is, in our opinion, part of active fund management.

continued

In order to allow for this, and in line with past common market practice, each Fund's Investment Policy includes a general "sweeper provision" (the "**Provision**") which allows them to hold a broader range of eligible assets than that expressly described in the main part of the Investment Policy.

The Provision will be amended to specify the types of assets that may be held by the Funds, in compliance with Luxembourg regulatory requirements. The Provision will set out that the Funds may, as part of their respective Investment Policies:

- invest in Undertakings for Collective Investment in Transferrable Securities ("**UCITS**") and other Undertaking for Collective Investment ("**UCIs**") considered to be consistent with their respective Investment Policies;
- invest in cash and near cash (as defined in the Prospectus);
- receive certain assets as a consequence of corporate actions (such as mergers and acquisitions and restructures) that are not consistent with their respective investment policies; each Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

As the changes specify what assets each Fund is permitted to invest in, this amendment also causes us to make certain consequential clarifications to other parts of some of the Funds' Investment Policies. Details of the changes can be found below.

Finally, in addition to the above, we have made some changes to improve the consistency of language used in the Investment Policies and make it easier for investors to compare the Funds. As a result the above change applies to all Funds in the Company.

In addition to better consistency and comparability, the changes are also intended to clarify which assets may be included in the investment universe of each Fund and, where relevant, clarify the precise percentages of cash and near cash investments.

The amended Investment Policies of the Funds, highlighting the changes, can be found in the Appendix of this notice.

1. Equity and multi asset Funds

These Funds can, as well as investing in equities (such as company shares), invest in other instruments which allow the acquisition of shares. These include share rights, warrants and convertible bonds, which are all covered by the Provision in the Investment Policies. To make this clearer and provide consistency across all the Funds, the Investment Policies will be updated to either clarify that the Funds may invest in equity-related instruments or, where relevant, replace the references to "equity-related **securities**" with "equity-related **instruments**".

continued overleaf

2. All Funds

All Funds can invest in cash and near cash for liquidity purposes, but also in pursuit of their respective Investment Objectives. The Investment Policies of all Funds will therefore be updated to clarify that they can invest in cash and near cash (with the relevant investment limit), in accordance with each Fund's Investment Policy.

II. Change to the Prospectus relating to Shareholder notifications

The prospectus will be updated to clarify that any relevant notifications or other communications related to the Funds and the Company may be published on M&G's website www.mandg.com (unless otherwise required), in addition to the communications mailed to impacted Shareholders.

Legal and administration costs associated with the changes

All legal and administration costs associated with the changes will be borne by M&G.

Making changes to your investment

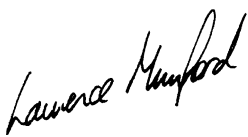
You may sell your investment, or switch it to another Fund of the Company, free of charge, at any point subject to our terms and conditions.

For more information

If you are in any doubt as to the contents of this letter or require further information, please do not hesitate to contact your usual M&G contact or, for operational queries, our Customer Services team by email at csmang@caaceis.com or by telephone on +352 2605 9944. We are open from 09:00 to 18:00 CET Monday to Friday. For security and to improve the quality of our service we may record and monitor telephone calls.

Please be aware that we are not in a position to give you investment advice. If you are uncertain as to how the changes may affect you, you should consult a financial adviser.

Yours faithfully



Laurence Mumford
Chair, M&G (Lux) Investment Funds 1

Enc. Appendix: Comparison of current and updated Investment Policies for the Funds

Appendix: Comparison of current and updated Investment Policies for the Funds

Changes of the Funds' Investment Policies have been highlighted in **bold**.

The Funds' Key Information Documents (or Key Investor Information Documents (KIIDs) for UK investors) will be updated accordingly.

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Equity Funds

M&G (Lux) Asian Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies that are domiciled in, or conducting the major part of their economic activity in, the Asia Pacific region (excluding Japan).

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect or via the QFI status granted to the Investment Manager.

The Fund may invest up to 5% of its Net Asset Value in equity securities and equity-related **instruments securities** of SPACs.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Better Health Solutions Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities and equity related instruments of companies across any sector and market capitalisation that are domiciled, incorporated or listed in any developed market. The Fund has a concentrated portfolio of usually fewer than 40 companies.

The Fund may also invest in the equity securities and equity related instruments of companies that are domiciled, incorporated or listed in emerging markets, including investments in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect up to 20% of its Net Asset Value.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivatives for efficient portfolio management and hedging.

M&G (Lux) Climate Solutions Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities and equity related instruments of companies across any sector and market capitalisation that are domiciled, incorporated or listed in any developed market. The Fund has a concentrated portfolio and usually holds fewer than 40 stocks.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

The Fund may also invest in the equity securities and equity related instruments of companies that are domiciled, incorporated or listed in emerging markets, including investments in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect up to 20% of its Net Asset Value. Such equity securities and equity related instruments are also subject to the impact assessment methodology and exclusions above.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivatives for efficient portfolio management and hedging.

M&G (Lux) Diversity and Inclusion Fund

At least 80% of the Fund's Net Asset Value is invested in the equity securities and equity related instruments of Diversity Companies and Inclusion Companies (as defined in the precontractual annex to this Fund Supplement) across any sector and market capitalisation that are domiciled, incorporated or listed in any country, including emerging markets. The Fund has a concentrated portfolio of usually fewer than 40 companies.

The Fund Invests in assets that meet its ESG Criteria, applying an Exclusionary Approach, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

Derivatives may be used for efficient portfolio management and hedging.

M&G (Lux) European Strategic Value Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies across any sector and market capitalisation that are domiciled in, or conducting the major part of their economic activity in Europe.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Global Artificial Intelligence Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities and equity related instruments of companies (including closed-ended real estate investment trusts, which may represent up to 20% of the Net Asset Value of the Fund), across any sector and market capitalisation that are domiciled, incorporated, or listed in any country, including Emerging Markets.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G) and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect or via the QFI status granted to the Investment Manager.

The Fund may invest up to 5% of its Net Asset Value in equity securities and equity-related ~~securities~~ **instruments** of SPACs.

Derivatives may be used for Efficient Portfolio Management and hedging.

M&G (Lux) Global Dividend Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund usually holds fewer than 50 stocks.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Global Emerging Markets Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities, **equity-related instruments** and convertible bonds of companies domiciled in, or conducting the major part of their economic activity in, emerging markets. The Fund may hold up to 10% of its Net Asset Value in convertible bonds.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Global Listed Infrastructure Fund

The Fund invests at least 80% of its Net Asset Value in eligible publicly-listed equity securities, **equity-related instruments** and convertible bonds issued by infrastructure companies, investment trusts and closed-ended real estate investment trusts ("REITs") across any market capitalisation that are domiciled in any country, including emerging markets.

The minimum 80% allocation may include ordinary shares, preference shares and convertible bonds (the Fund may hold up to a maximum of 20% of its Net Asset value in Convertible Bonds). Infrastructure companies include those involved in the following business activities: utilities, energy, transport, health, education, security, communications and transactions. The Fund is expected to exhibit lower volatility and offer a higher dividend yield than the global equities market which is consistent with the characteristics of infrastructure securities. The Fund usually holds fewer than 50 stocks.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and SDG-aligned investing as described in the precontractual annex to this Fund Supplement.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

~~The Fund may also invest in other assets including collective investment schemes, other transferable securities, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Global Maxima Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect or via the QFI status granted to the Investment Manager.

~~The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

Derivatives may be used for efficient portfolio management and hedging.

M&G (Lux) Global Sustain Paris Aligned Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of sustainable companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund has a concentrated portfolio of usually fewer than 40 companies.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Outcome, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivatives for efficient portfolio management and hedging.

M&G (Lux) Global Themes Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities and equity related instruments of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G) and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

Derivatives may be used for Efficient Portfolio Management and hedging.

M&G (Lux) Japan Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies that are domiciled in, or conducting the major part of their economic activity in, Japan. The Fund usually holds fewer than 50 stocks.

The Investment Manager believes that market mispricings can and often do occur because psychological factors (i.e. behavioural biases) may prevent investors from always assessing investments rationally. As a result, market prices do not always reflect fundamental values.

The Investment Manager believes that it is possible to profit systematically from such behavioural biases that are prevalent in the Japanese equity market.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally

dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Japan Smaller Companies Fund

The Fund invests at least 80% of its Net Asset Value in equity securities **and equity-related instruments** of smaller companies that are incorporated, domiciled, or do most of their business in Japan.

Smaller companies are defined as the bottom half in terms of total market capitalisation of all publicly listed companies in Japan.

The Fund usually holds a concentrated portfolio of fewer than 50 companies.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

Derivatives may be used for efficient portfolio management and hedging.

M&G (Lux) North American Dividend fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies across any sector and market capitalisation that are domiciled in, or conducting the major part of their economic activity in, the US and Canada. The Fund usually holds fewer than 50 stocks.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) North American Value fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies across any sector and market capitalisation that are domiciled in, or conducting the major part of their economic activity in, the US and Canada.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

M&G (Lux) Pan European Sustain Paris Aligned Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of sustainable companies across any sectors and market capitalisations that are domiciled in, or conducting the major part of their economic activity in, Europe. The Fund has a concentrated portfolio of usually fewer than 35 companies.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Outcome, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivatives for efficient portfolio management and hedging.

M&G (Lux) Positive Impact Fund

The Fund invests at least 80% of its Net Asset Value in the equity securities **and equity-related instruments** of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund has a concentrated portfolio and usually holds fewer than 40 stocks.

The Fund invests in securities that meet the ESG Criteria, applying an exclusionary approach, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

~~The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

Derivatives may be used for efficient portfolio management and hedging.

M&G (Lux) TAP Global Listed Infrastructure Fund

The Fund invests at least 80% of its Net Asset Value in eligible publicly-listed equity securities, **equity-related instruments** and convertible bonds issued by infrastructure companies, investment trusts and closed-ended real estate investment trusts ("REITs", which may represent up to 30% of the Net Asset Value of the Fund) across any market capitalisation that are domiciled in any country, including emerging markets (for the avoidance of doubt, investments in emerging markets may represent up to 20% of the Net Asset Value of the Fund).

The minimum 80% allocation may include ordinary shares, preference shares and convertible bonds (the Fund may hold up to a maximum of 20% of its Net Asset value in convertible bonds). Infrastructure companies include those involved in the following business activities: utilities, energy, transport, health, education, security, communications and transactions. The Fund is expected to exhibit lower volatility and offer a higher dividend yield than the global equities market which is consistent with the characteristics of infrastructure securities. The Fund usually holds fewer than 50 stocks.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach (including the exclusions adopted in consideration of the Transition Acceleration Policy, also referred to as "TAP", as described in the ESG Criteria) and SDG-aligned investing, as described in the precontractual annex to this Fund Supplement. The TAP includes norms based and sector based exclusions based on environmental and social characteristics and accordingly the Fund Exclusion Types determined in consideration of the TAP also include such norms and sector based restrictions.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

~~The Fund may also invest in collective investment schemes, other transferable securities and money market instruments, cash and near cash, deposits and warrants.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of

the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Convertibles Funds

M&G (Lux) Global Convertibles Fund

The Fund invests at least 70% of its Net Asset Value in convertible securities denominated in any currency. Issuers of these securities may be located in any country, including emerging markets. Exposure to these securities may be achieved, either directly or indirectly, through various combinations of corporate bonds, equities and derivatives.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purposes of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options and credit default swaps.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive ESG Tilt as described in the precontractual annex to this Fund Supplement.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purposes of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options and credit default swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 30% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including debt securities, equity securities, collective investment schemes, cash and near cash, deposits and warrants.~~

Fixed income Funds

M&G (Lux) Emerging Markets Bond Fund

The Fund has the flexibility to invest across all types of emerging market debt, which includes sovereign, corporate and local currency debt.

The Fund invests at least 80% of its Net Asset Value in debt securities denominated in any currency, issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities, quasi-sovereigns, supranational bodies and by companies that are domiciled in, or conducting the major part of their economic activity in emerging markets.

The Fund may invest up to a combined maximum of 100% of the Fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 10% of its Net Asset Value in contingent convertible debt securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, warrants and other debt instruments.~~

M&G (Lux) Emerging Markets Hard Currency Bond Fund

The Fund will invest at least 80% of its Net Asset Value in emerging markets debt instruments issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities, quasi-sovereigns and supranational bodies denominated in hard currency. It may also take limited exposure to debt instruments issued by emerging market companies or instruments denominated in emerging market currencies. The Investment Manager has the discretion to identify the countries that it considers to qualify as emerging markets.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund's exposure to these assets will typically be gained directly. The Fund may also invest indirectly via derivative instruments.

Derivative instruments can be used to meet the Fund's investment objective and for efficient portfolio management. The derivative instruments that the Fund may invest in include spot and forward contracts, exchange traded futures, swaps, credit default swaps, total return swaps and options.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in cash, near cash, deposits, other debt instruments and other collective investment schemes.~~

M&G (Lux) Euro Corporate Bond Fund

The Fund invests at least 70% of its Net Asset Value in investment grade corporate bonds denominated in any European currency. Issuers of these securities may be located in any country, including emerging markets.

The Fund may also invest in high yield corporate bonds, unrated bonds, government and public securities denominated in any European currency. More than 70% of the Fund's assets will be in Euro or hedged back to Euro. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund may invest up to a combined maximum of 30% of the Fund's Net Asset Value in below investment grade and unrated securities.

The Fund may hold up to a maximum of 20% of its Net Asset Value in Contingent Convertible Debt Securities and up to a maximum of 20% of its Net Asset Value in Asset-Backed Securities.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

The Fund will typically invest directly. The Fund may also invest indirectly via derivatives instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, Spot and Forward Contracts, Exchange Traded Futures, Options, Credit Default Swaps, Interest Rate Swaps and Credit Linked Notes (CLNs).

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 30% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, and other debt instruments.~~

M&G (Lux) European Inflation Linked Corporate Bond Fund

The Fund will invest at least 50% of its Net Asset Value in inflation-linked investment grade corporate bonds. Exposure may either be gained through direct holdings or synthetically by using combinations of inflation-linked government bonds and derivatives to create similar risk exposures. A minimum of 90% of the Fund's Net Asset Value will be exposed directly to Euro denominated assets or non-Euro exposures which have been hedged back to Euro.

Additionally the Fund may also invest in the following fixed income instruments:

- fixed rate bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies, subject to a maximum of 40% of the Fund's Net Asset Value;
- floating rate notes, subject to a maximum of 50% of the Fund's Net Asset Value;
- bonds from issuers located in emerging markets, subject to a maximum of 20% of the Fund's Net Asset Value;
- unrated bonds and bonds which are rated sub-investment grade, subject to a maximum of 30% of the Fund's Net Asset Value;
- Asset-backed securities subject to a maximum of 20% of the Fund's Net Asset Value.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

Derivatives can be used to meet the Fund's investment objective, for hedging purposes, and for efficient portfolio management. The derivative instruments that the Fund can invest in include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 50% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in cash, currencies, near cash, deposits, other debt instruments, other derivatives, preferred shares, warrants and other funds.~~

M&G (Lux) Global Corporate Bond Fund (renamed, as from 29 May 2024, M&G (Lux) Global Credit Investment Fund)

The Fund invests at least 80% of its Net Asset Value in investment grade corporate bonds denominated in any currency. The Fund does not take currency views and aims to hedge any non-USD assets to USD. Issuers of these securities may be located in any country, including emerging markets. The Fund may also invest in

high yield corporate bonds, government and public securities denominated in any currency. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund uses an investment process that is based on both a top-down macroeconomic view and fundamental analysis of individual securities.

The Fund may invest up to a combined maximum of 20% of the Fund's Net Asset Value in below investment grade and unrated securities.

The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants and other debt securities.~~

M&G (Lux) Global Floating Rate High Yield Fund

The Fund invests at least 70% of its Net Asset Value in high yield floating rate bonds issued by companies or governments anywhere in the world and denominated in any currency. The Fund does not take currency views and aims to hedge any non-USD assets to USD. Exposure to these securities may be achieved, either directly or synthetically, through various combinations of government securities, corporate bonds and derivatives.

The investment process of the Fund is based on the bottom-up analysis of individual bond issues whilst remaining aware of macroeconomic developments.

In addition to high yield securities, the Fund may invest in unrated debt securities up to a combined maximum of 100% of the Fund's Net Asset Value. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and, up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

Derivative instruments, both long and short can be used to meet the Fund's objective, for efficient portfolio management and for the purpose of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 30% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~**The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, equities, warrants and other debt securities.**~~

M&G (Lux) Global High Yield Bond Fund

The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies denominated in any currency. The Fund does not take any currency views and aims to hedge any non-USD assets to USD. Issuers of these securities may be located in any country, including emerging markets.

The investment process of the Fund is based on the bottom-up analysis of individual bond issues whilst remaining aware of macroeconomic developments.

In addition to high yield securities, the Fund may invest in unrated debt securities up to a combined maximum of 100% of the Fund's Net Asset Value. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~**The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, equities, warrants and other debt securities.**~~

M&G (Lux) Global Macro Bond Fund

The Fund invests at least 80% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets and denominated in any currency.

There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in high yield and unrated debt securities.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may invest up to 100% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in asset-backed securities, including mortgage-backed securities (commercial, agency residential, prime residential, non-prime residential), cash collateralised debt obligation, cash collateralised loan obligation, auto prime, auto subprime, consumer loan, credit card, student loan, aircraft loan/lease, equipment lease, small business loan/lease, whole business securitisation, single family rentals and other securitised assets.

The Fund is a flexible bond fund that allows investment across a broad range of fixed income assets according to where the Investment Manager finds value. The Investment Manager also seeks to add value through active management of the Fund's exposure to global currencies. The Investment process of the Fund is based on macroeconomic research to identify global investment themes and opportunities.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, warrants and other debt instruments.~~

M&G (Lux) Optimal Income Fund

The Fund invests at least 50% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi-sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets, and denominated in any currency. At least 80% of the Net Asset Value will be in EUR or hedged into EUR.

While the Fund's overall duration will not be negative, the Fund may derive negative duration from individual fixed income markets.

The Fund may invest up to a combined maximum of 100% of the Fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 20% of its Net Asset Value in asset-backed securities.

The Fund is a flexible bond fund that allows investment across a broad range of fixed income assets according to where the Investment Manager finds value. In identifying the optimal income stream, the Fund also has the flexibility to invest up to a maximum of 20% of its Net Asset Value in equities.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 50% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (i.e. UCITS and other UCIs including funds managed by M&G).~~

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, total return swaps, interest rate swaps and credit linked notes.

M&G (Lux) Short Dated Corporate Bond Fund

The Fund invests at least 80% of its Net Asset Value in fixed and floating rate debt securities issued by investment grade companies and in asset-backed securities.

The Fund may also invest in high yield corporate bonds, debt securities issued by governments and their agencies, public authorities, quasi-sovereigns and supranational bodies. The Fund may also invest in unrated bonds. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

These securities may be issued anywhere in the world, including emerging markets and denominated in any currency. The Fund does not take currency views and aims to hedge any non-EUR assets to EUR.

The Fund uses an investment process that is based on both a top-down macroeconomic view and fundamental analysis of individual securities.

The Fund invests in short dated corporate bonds and/or securities which on aggregate produce a low portfolio duration, in order to limit the effect of interest rate movements on the Fund's capital value.

The Fund may invest up to a combined maximum of 20% of the Fund's Net Asset Value in high yield and unrated securities.

The Fund may hold up to 100% of its Net Asset Value in asset-backed securities and up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in asset-backed securities, including mortgage-backed securities (commercial, agency residential, prime residential, non-prime residential), cash collateralised debt obligation, cash collateralised loan obligation, auto prime, auto subprime, consumer loan, credit card, student loan, aircraft loan/lease, equipment lease, small business loan/lease, whole business securitisation, single family rentals and other securitised assets.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective and for efficient portfolio management. Such derivative instruments may also be used for the purpose of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps, and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, equities, warrants and other debt securities.~~

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund

The Fund invests at least 80% of its Net Asset Value in debt securities issued by companies and quasi-sovereigns that are incorporated, domiciled, or do most of their business activity in emerging markets, and are denominated in hard currency.

The Fund may also invest in debt securities issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities and supranational bodies and other debt securities denominated in any currency.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in below investment grade and unrated debt securities.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and a Positive ESG Outcome as described in the precontractual annex to this Fund Supplement.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities.

The Fund may invest in contingent convertible debt securities up to 20% of its Net Asset Value.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (i.e. UCITS and other UCIs including funds managed by M&G).~~

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and credit linked notes.

M&G (Lux) Sustainable Global High Yield Bond Fund

The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies located anywhere in the world including emerging markets, and denominated in any currency.

The Fund does not take currency views and aims to hedge any non-USD assets to USD. There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in high yield and unrated debt securities.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and a Positive ESG Outcome as described in the precontractual annex to this Fund Supplement.

The Fund may invest up to 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such-assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (i.e. UCITS and other UCIs including funds managed by M&G).~~

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

M&G (Lux) Sustainable Macro Flexible Credit Fund

The Fund invests at least 70% of its Net Asset Value in corporate bonds, government bonds, cash (**meaning deposits permitted by article 41(1) of the 2010 Law**) and near cash, money market instruments, asset-backed securities, and preference shares.

The Fund may invest up to 40% of its Net Asset Value in asset-backed securities and mortgage-backed securities (including, but not limited to, consumer ABS, cash collateralised loan obligations, and whole-business securitisation).

The Fund may invest in convertible bonds including up to 20% of its Net Asset Value in contingent convertible debt securities.

Issuers of these securities may be located in any country, including emerging markets. Investments may be denominated in any currency however at least 75% of the Fund's Net Asset Value will be denominated in Euro or hedged back to Euro.

There are no credit quality restrictions applicable to these investments.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and a Positive ESG Outcome as described in the precontractual annex to this Fund Supplement.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities.~~

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchanged traded futures, options, credit default swaps, and interest rate swaps.

M&G (Lux) Sustainable Optimal Income Bond Fund

The Fund invests at least 70% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi-sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets, and denominated in any currency.

While the Fund's overall duration will not be negative, the Fund may derive negative duration from individual fixed income markets.

The Fund may invest up to a combined maximum of 100% of the Fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 20% of its Net Asset Value in asset-backed securities.

Currency exposures in the Fund are typically in EUR or hedged back to EUR.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and a Positive ESG Outcome as described in the precontractual annex to this Fund Supplement.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 30% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, total return swaps, interest rate swaps.

Multi asset Funds

M&G (Lux) Dynamic Allocation Fund

The Fund has a highly flexible investment approach with the freedom to invest in different types of assets issued anywhere in the world and denominated in any currency.

The Fund will normally invest within the following net allocation ranges: 0-80% in fixed income, 20-60% in ~~equities~~ **equity securities and equity-related instruments** and 0-20% in 'other' assets.

The Fund will typically use derivatives to gain exposure to these assets. The Fund may also use derivatives to take short positions (holding derivatives with the aim of delivering a positive return when the assets they are linked to fall in value) and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. Derivatives can be used to meet the Fund's investment objective, for hedging purposes, and for efficient portfolio management. The derivative instruments that the Fund can invest in to achieve its objectives include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options, and total return swaps. ~~The Fund may also invest directly in these assets, or indirectly through other collective investment schemes. The Fund can also invest in currencies, cash, near cash, deposits and warrants.~~

The Investment Manager will normally seek to hold more than 30% of the Fund's Net Asset Value in euro denominated assets (or other currencies hedged back to euro). Additionally, the Investment Manager will seek to hold a minimum of 60% of the Fund's Net Asset Value in a combination of USD, sterling and euro denominated assets (these can be direct or hedged positions).

Fixed income instruments that the fund may invest in include the following:

- derivatives whose value is derived from bonds, interest rates or credit risk;
- bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies;
- bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;
- bonds which are rated investment grade by a recognised rating agency;
- unrated bonds and bonds which are rated sub-investment grade, up to 60% of the Fund's Net Asset Value; ~~and~~
- Asset-backed securities, up to 20% of the Fund's Net Asset Value; **and**

- **Cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash.**

Equity **securities and equity-related** instruments that the Fund may invest in include (a) derivatives whose value is derived from company shares and (b) direct company shares. The Fund may invest in China A Shares via the QFI status granted to the Investment Manager.

Other assets, for this purpose, include other transferable securities that do not constitute fixed income or equity instruments, convertible bonds and contingent convertible debt securities. Contingent convertible debt securities are subject to a maximum of 5% of the Fund's Net Asset Value. Also included in 'other assets', mostly to provide a relatively uncorrelated source of returns to the Fund, are shares in closed-ended real estate investment trusts or investments in companies acting in real estate and/or infrastructure sector.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

M&G (Lux) Episode Macro Fund

The Fund has a highly flexible investment approach, with the freedom to invest in fixed income securities, ~~equities~~ **equity securities and equity-related instruments** (including closed-ended real estate investment trusts), convertible bonds, asset-backed securities, currencies, cash (**meaning deposits permitted by article 41(1) of the 2010 Law**), near cash ~~and deposits~~. These assets can be issued anywhere in the world, including emerging markets, and denominated in any currency.

The Fund will mostly gain exposure to these assets by taking investment positions at index or sector level through derivative instruments, but it may also invest directly. The Fund may also use derivative instruments to take long and short positions in markets, currencies, securities, and groups of securities and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. This may result in a net long or net short position at the overall fund level.

The Fund may invest up to a combined maximum of 60% of its Net Asset Value in below investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may invest up to 20% of its Net Asset Value in contingent convertible debt securities and up to 20% of its Net Asset Value in asset-backed securities.

The Investment Manager seeks to allocate capital between different types of assets in response to investment opportunities created by changes in economic conditions and the valuation of assets. Asset allocation may change significantly and rapidly, and exposure to certain markets, sectors or currencies may at times be concentrated. Short-term volatility of the Fund may therefore be high.

Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, currency swaps, credit default swaps, interest rate swaps, credit linked notes and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other assets including collective investment schemes, warrants, and other transferable securities.~~

M&G (Lux) Global Target Return Fund

The Fund has a highly flexible investment approach with the freedom to invest in different types of investment assets issued anywhere in the world.

The Fund will primarily invest in the following asset classes: bonds, ~~shares~~ **equities securities and equity-related instruments**, currencies, cash (**meaning deposits permitted by article 41(1) of the 2010 Law**) and near cash ~~and deposits~~. The Fund will mostly gain exposure to these assets by investing through derivative instruments, but may also invest directly. ~~The Fund may also invest through other collective investment schemes.~~

In cases where the Investment Manager believes that investment opportunities are limited to a few areas, or where the available investment opportunities would add too much risk to the Fund, the Fund may temporarily hold high levels of cash.

The Fund may take short positions (holding derivative instruments with the aim of delivering a positive return when the assets they are linked to fall in value) in markets, currencies, securities, indices and other groups of securities. The Fund also has the flexibility to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets.

Derivative instruments can be used to meet the Fund's investment objective and for efficient portfolio management. The derivative instruments that the Fund may invest in include spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

The bonds that the Fund may invest in include the following:

bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies, convertible bonds, bonds from issuers located in emerging markets;

Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;

bonds which are rated above investment grade by a recognised rating agency; and

sub-investment grade bonds and unrated bonds, up to 60% of the Fund's Net Asset Value.

The Fund may invest up to 10% of its Net Asset value in asset-backed securities and up to 20% of its Net Asset value in contingent convertible debt securities.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest in other deposits and warrants which may be issued anywhere in the world and denominated in any currency.~~

M&G (Lux) Income Allocation Fund

The Fund has a highly flexible investment approach with the freedom to invest in different types of assets issued anywhere in the world and denominated in any currency.

The Fund will normally invest within the following net allocation ranges: 40-80% in fixed income, 10-50% in ~~equities~~ **equity securities and equity-related instruments**, and 0-20% in 'other' assets.

The Fund will typically invest in income-generating assets from the following asset classes: fixed income securities, **equity securities and equity-related instruments** ~~equities, cash and deposits~~. ~~The Fund can also invest in currencies near cash and warrants.~~ The Investment Manager will normally seek to hold more than 70% of the Fund's Net Asset Value in euro denominated assets or in other currencies hedged back to euro. The Fund's exposure to these assets will mostly be gained directly. ~~The Fund may also invest indirectly through other collective investment schemes, and via derivatives.~~ Derivatives can be used to meet the Fund's investment objective, for hedging purposes and for efficient portfolio management. The Fund may take synthetic short positions (holding derivative instruments with the aim of delivering a positive return when the assets they are linked to fall in value) in markets, currencies, securities, indices and other groups of securities.

Fixed income instruments that the fund may invest in include the following:

- bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies;
- bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;
- bonds which are rated investment grade by a recognised rating agency;
- unrated bonds and bonds which are rated sub-investment grade, up to 40% of the Fund's Net Asset Value;
- Asset-backed securities, up to 10% of the Fund's Net Asset Value; ~~and~~
- derivatives whose value is derived from bonds, interest rates or credit risk; **and**
- **cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash.**

Equity instruments that the Fund may invest in include (a) direct company shares and (b) derivatives whose value is derived from company shares. The Fund may invest in China A Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Exchange.

Other assets, for this purpose, include other transferable securities that do not constitute fixed income or equity instruments, convertible bonds and contingent convertible debt securities. The Fund may invest up to 5% of its Net Asset Value in contingent convertible debt securities.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

Derivatives instruments can be used to meet the Fund's investment objective, for hedging purposes, and for efficient portfolio management. The derivative instruments that the Fund can invest in to achieve its objectives include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options, and total return swaps.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

M&G (Lux) Sustainable Allocation Fund

The Fund invests in a diversified range of asset classes, such as ~~equities, equity-related~~ **equity**-securities, **equity-related instruments**, debt securities, cash (**meaning deposits permitted by article 41(1) of the 2010 Law**) and near cash. These investments may be from anywhere in the world, including emerging markets, and denominated in any currency.

Typically, the Fund holds 20-60% of its Net Asset Value in equities and equity-related **instruments securities**, 20-80% in debt securities, and 0-20% in other assets.

The Fund's investments may include:

- up to 40% of its Net Asset Value in sub-investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.
- up to 10% of its Net Asset Value in asset-backed securities;
- up to 5% of its Net Asset Value in contingent convertible debt securities;
- China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect;
- Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive Outcome, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

Fund typically invests 20-50% of its Net Asset Value in positive impact assets with a minimum of 20% and no maximum exposure.

In addition to the above, the Fund may also invest in UCITS and other UCIS, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest indirectly via other collective investment schemes (including funds managed by M&G) and derivatives.~~

The Fund normally seeks to hold more than 70% of its Net Asset Value in Euro denominated assets or in other currencies hedged back to Euro.

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

M&G (Lux) Sustainable Multi Asset Growth Fund

The Fund has the flexibility to invest in a wide range of asset classes, such as ~~equities, equity-related~~ **equity securities, equity-related instruments**, debt securities, cash (**meaning deposits permitted by article 41(1) of the 2010 Law**) and near cash. These investments may be from anywhere in the world, including emerging markets, and denominated in any currency.

Typically, the Fund holds 55-100% of its Net Asset Value in equities and equity-related ~~securities~~ **instruments**, but there is no obligation on the Investment Manager to hold a particular level of equity exposure.

The Fund's investments may include:

- up to 40% of its Net Asset Value in sub-investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.
- up to 10% of its Net Asset Value in asset-backed securities;
- up to 5% of its Net Asset Value in contingent convertible debt securities;
- China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect;
- Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and Positive Outcome, in addition to its sustainable investment strategy used in pursuit of the sustainable investment objective, as described in the precontractual annex to this Fund Supplement.

The Fund typically invests 20-50% of its Net Asset Value in positive impact assets with a minimum of 20% and no maximum exposure.

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such

assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

~~The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.~~

The Fund normally seeks to hold at least 70% of its Net Asset Value in Euro denominated assets or in other currencies hedged back to Euro.

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

Fixed maturity funds

M&G (Lux) Fixed Maturity Bond Fund 2

The Fund invests at least 65% of its Net Asset Value in investment grade debt securities. These securities can be issued or guaranteed by governments and public issuers, and companies. Issuers can be located anywhere in the world, including emerging markets. These securities can be denominated in any currency. The Fund may invest up to 35% in below investment grade and unrated debt securities.

Unrated securities may be considered above or below investment grade in the opinion of the Investment Manager, but, for the purposes of this investment restriction, all unrated securities shall be aggregated with securities rated below investment grade.

The Fund may also hold up to a maximum of 10% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 10% of its Net Asset Value in asset-backed securities.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, and other debt instruments.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 40% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

Currency exposures are typically in the Fund's Reference Currency or hedged back to its Reference Currency.

The Fund will typically invest directly. The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchanged traded futures, options, credit default swaps, and interest rate swaps and credit linked notes.

In the period leading up to the Maturity Date, the Fund may hold progressively higher levels of cash and near cash in order to fund the return of capital to investors. Consequently, the financial terms of the investment policy described herein may no longer be relevant in the 6 months preceding the Maturity Date. The precontractual annex to this Fund Supplement explains the way in which the Exclusionary Approach applies during this period.

M&G (Lux) Fixed Maturity Bond Fund 3

The Fund invests at least 50% of its Net Asset Value in investment grade debt securities. These securities can be issued or guaranteed by governments and public issuers, and companies. Issuers can be located anywhere in the world, including emerging markets. These securities can be denominated in any currency. The Fund may invest up to 50% in below investment grade and unrated debt securities.

Unrated securities may be considered above or below investment grade in the opinion of the Investment Manager, but, for the purposes of this investment restriction, all unrated securities shall be aggregated with securities rated below investment grade.

The Fund may also hold up to a maximum of 10% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 10% of its Net Asset Value in asset-backed securities.

The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.

~~The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, and other debt instruments.~~

In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 50% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.

The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.

Currency exposures are typically in the Fund's Reference Currency or hedged back to its Reference Currency.

The Fund will typically invest directly. The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchanged traded futures, options, credit default swaps, and interest rate swaps and credit linked notes.

In the period leading up to the Maturity Date, the Fund may hold progressively higher levels of cash and near cash in order to fund the return of capital to investors. Consequently, the financial terms of the investment policy described herein may no longer be relevant in the 6 months preceding the Maturity Date. The precontractual annex to this Fund Supplement explains the way in which the Exclusionary Approach applies during this period.