Pru
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Understanding PruFund Series P cost and charges information

We've produced this guide to help you understand the costs and charges that you'll see, specifically on PruFund Series P which is available on non-M&G platforms. This guide shows high level information and is not designed to provide full details of the mechanics of how the PruFund range of funds work. For more information on PruFund including the full explanation of the smoothing process, visit the **PruFund on platform** webpage.

PruFund has a long-established smoothing mechanism that aims to reduce the impact of short-term-market movements, using Expected Growth Rates (EGRs) and where required, Unit Price Adjustments (UPAs), to deliver a smoothed investment journey. Each PruFund has its own EGR, and your client's investment will usually grow daily by the relevant EGR through an increase in the price of the units they hold (known as the smoothed price). The EGRs reflect our view of how each individual PruFund's underlying investments will perform over the long-term. They take into account related investment costs such as transaction costs.You can find out more about the smoothing process in our **Step-by-step guide to smoothing.**

Important points to note

As mentioned above, the EGR already accounts for investment-related costs, referred to as Further Costs and Transaction Costs. Therefore, when considering PruFund's expected net return, only the Annual Management Charge (AMC) needs to be deducted from the EGR.

The following provides an example of an assumed investment in the Series P PruFund Growth Fund. This is for illustrative purposes only and has been produced using charge information as at 7 July 2026, which is subject to change, so shouldn't be compared to an actual illustration produced for a client. Please see the FAQs at the end of this document explaining how our costs and charges are disclosed.

Fund costs and charges	Series P PruFund Growth Fund
Ongoing Cost Estimate (OCE) consisting of	1.11%
• AMC[1]	(0.80%)
• Further Costs[1]	(0.31%)
Transaction Costs	0.11%
Total fund costs[2]	**1.22%**

[1] *These are the costs and charges that make up the OCE.*
[2] *This is the total effective fund costs taking all investment-related costs into account.*

Please note the costs illustrated above reflect those applicable to the PruFund investment only. Investing through a non-M&G platform will incur additional charges, such as their platform charge, which will affect the customer's overall returns, and which will be reflected in the relevant disclosures provided by the platform.

FAQs

Why do our PruFund factsheets and illustrations only show the Annual Management Charge?

PruFund's EGRs are calculated after allowing for Further Costs and Transactions Costs. As the illustrations use these EGRs when projecting future growth, no further adjustment is needed for these costs. Including them again would effectively count them twice and could understate the expected returns shown. To provide clear and transparent representation of expected customer outcomes, our PruFund factsheets and illustrations therefore disclose the AMC, while the projected returns already reflect the impact of Further Costs and Transaction Costs.

Where are the Total Fund Costs disclosed?

The impact of these using a reduction in yield methodology is shown in each PruFund's Key Information Document.

Do Further Costs and Transaction Costs vary?

Further Costs and Transaction Costs are variable costs and are in practice likely to vary from the costs quoted. They are the estimated or predicted costs associated with an investment. They represent the expected costs based on assumptions and projections, rather than the actual realised costs. We update our estimates quarterly.

Why are reduction in yield figures shown in the funds' Key Information Documents higher?

Reduction in yield (RIY) figures are typically higher than the sum of the charges because the RIY calculation accounts for the compounding effect of charges over time on investment growth.

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