

5 September 2025

Dear Investor

**Changes to the Investment Policy of the M&G Japan Fund (the “Fund”),
a sub-fund of M&G Investment Funds (1) (the “Company”)**

This letter is for your information only and has been sent to you because you are invested in the Fund. You do not need to take any action, but we recommend that you read it carefully.

We are writing to inform you of upcoming amendments to the Fund’s Investment Policy to increase the indicative number of companies that are **usually** held within the portfolio from **fewer than 50** to **fewer than 60**. We have also taken the opportunity to amend other disclosures and provide additional detail in the Investment Policy to ensure greater consistency with the way in which fund information is presented in other Fund Supplements within the Prospectus. The changes will become effective on Wednesday 22 October 2025 (the “Effective Date”).

Full details of the changes can be found in the comparison of the Fund’s current and new Investment Policy at the end of this letter and will be updated in the Fund’s Prospectus and Key Investor Information Documents from the Effective Date. Copies can be downloaded from our website www.mandg.co.uk/funds or requested from our **Customer Relations** team using the details overleaf.

There will be no change to the Fund’s Investment Objective or Investment Approach. The change will not result in any immediate changes to the Fund’s portfolio, and we do not expect any material change to its liquidity and risk profile.

Why is the change happening?

Updating the number of companies usually held by the Fund to fewer than 60 offers greater flexibility for the Investment Manager to manage portfolio risk, and provides more clarity to investors on the typical number of holdings in the Fund. The increase in the number of companies held in the Fund is expected to improve portfolio trading efficiency by allowing more time to build or reduce company positions. This provides opportunities for greater diversification via smaller positions in more companies which the Investment Manager believes have strong potential.

continued overleaf

Making changes to your investment

You may sell your investment in the Fund, or switch to (an)other M&G OEIC fund(s), free of charge, at any point before or after the changes have taken place, subject to our Terms and Conditions, which can be found in the Important Information for Investors document available on our website

www.mandg.co.uk/literature

Legal and administration costs associated with the changes

M&G will pay all costs associated with the implementation of the changes, including legal and administrative costs.

For more information

If you have any questions about the changes please contact our **Customer Relations** team by calling **0800 390 390** or **0044 1268 44 8031** if calling from overseas. Our team can take your call from (UK time) 08:00 to 18:00, Monday to Friday and 09:00 to 13:00 Saturday. For your security and to improve the quality of our service we may record and monitor telephone calls. Alternatively, you may want to consider registering for our online My Account service at www.myaccount.mandg.com where you can manage your account and contact us by secure message or our chat facility. For alternative ways to get in touch please visit www.mandg.co.uk/info

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. You can find Information on how to access financial advice on our website www.mandg.co.uk/getfinancialadvice

Yours faithfully



Laurence Mumford
Director
M&G Securities Limited

Enc. Appendix: Comparison of the current and updated Investment Policy of the M&G Japan Fund

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The changes are highlighted below in **bold**.

You may notice that the wording differs from those in the Fund's Key Investor Information Documents (KIIDs). This is because the Prospectus describes the full scope of the tools available to the fund manager and the limitations within which they must operate, whereas the information listed in the KIIDs provides a shorter description. KIIDs based on the Fund's new Investment Policy will be available to view from the Effective Date at www.mandg.co.uk/funds

M&G Japan Fund	
Investment objective (unchanged) The Fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than that of the MSCI Japan Index over any five-year period.	
Investment Policy until 21 October 2025 At least 80% of the Fund is invested directly in equity securities and equity related securities of companies across any sectors and market capitalisations that are incorporated, domiciled, or do most of their business in Japan. The Fund usually holds a concentrated portfolio of fewer than 50 companies. The Fund may also invest in other transferable securities directly and via collective investment schemes (including funds managed by M&G). The Fund may also hold cash and near cash for liquidity purposes. Derivatives may be used for Efficient Portfolio Management and hedging.	Investment Policy from 22 October 2025 At least 80% of the Fund is invested directly in equity securities and equity-related instruments of companies across any sectors and market capitalisations that are incorporated, domiciled, or do most of their business in Japan. The Fund usually holds a concentrated portfolio of fewer than 60 companies. The Fund may also invest in other transferable securities, money market instruments, cash and near cash for liquidity purposes , directly and via collective investment schemes (including funds managed by M&G). The Fund may also hold cash and near cash for liquidity purposes. Derivatives may be used for Efficient Portfolio Management and hedging.
Investment Approach (unchanged) The Fund employs a disciplined approach to investment which concentrates on the analysis and selection of individual companies. The investment approach aims to exploit price volatility. The fund manager believes that stock market mispricing can and often does occur because psychological factors (i.e. behavioural biases) prevent investors from always assessing investments rationally. As a result, market prices do not always reflect the fundamental value of companies. The Fund seeks to profit from such behavioural biases. The investment approach filters the Fund's investment universe down to a focused list of companies whose shares trade on low valuations relative to their history and the market. These companies are then subject to rigorous fundamental analysis to attain an understanding of a company's sustainable earnings. This fundamental analysis leads to a high level of conviction for each of the companies held in the Fund. The fund manager expects stock selection to be the main driver of performance.	