

**M&G Investment funds**  
Annual Value  
Assessment Report



# How to use this report

The side button arrows   that are on the left and right hand side of each page can be used to navigate forwards and backwards between pages.

Whilst navigating the document, you can return to the contents section at the bottom of this page anytime, by clicking the **TAP HERE** [Contents page](#) on the top-right of every page that follows.

To go directly to a section, click on one of the 8 **TAP HERE** buttons at the bottom of this page.

Our analysis for each fund is listed in alphabetical order in the ‘Overall fund ratings’ section and can be accessed by clicking on each of the two **TAP HERE** buttons, which appear to the right of each fund name.

After viewing a fund page overview, click the  button on the top-right to close that page to return to the overall fund rating section.

This report reflects our assessment of value delivered to investors in M&G’s wide range of funds over the assessment period 1 April 2023 – 31 March 2024.

It is important to note that every M&G fund typically has several share classes, each offering different levels of service to different groups of investors. Since we have assessed value by the share class of each fund, this report will be much more useful if you know which share class(es) you hold.

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# How we assess value

## What you need to know

When it comes to this Value Assessment, there are two important pieces of information to know:

1. **Your fund name**  
eg 'M&G Charibond Charities Fixed Interest Fund'
2. **Your share class**  
this is a letter, such as 'A', 'I', 'R', etc

Our assessment for each fund and its associated share class captures 'accumulation' (Acc) or 'income' (Inc) units so you will not need this information.

A summary for each M&G share class – including who generally invests in them and the services they receive can be found in the summary section of this report.

**TAP HERE** [Summary section](#)

## How to check your M&G holdings

- If you invest directly through our online-based service, myM&G, you can log in to find details of your holdings.
- If you invest directly with M&G using our postal or phone-based service, or have invested through an adviser, details of your holdings will be on your latest half-yearly statement. If you can't find this paperwork, please give us a call and we will be happy to help.
- If you invest in M&G funds through an online platform, you should be able to find details of your holdings on your online account.

**Please note** that the views expressed in this Report should not be taken as a recommendation or advice on how the fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a financial adviser.

**Please note** that the latest information on fund performance is available on the M&G website, [click here](#).

## Methodology

Our own detailed methodology for each of the seven criteria as laid out by the FCA is across each of our funds and their associated share classes. The assessment is based on objective and rigorous analysis of what we consider to be the most relevant metrics of value. The rating or 'scores' awarded for each of the seven criteria determine an overall rating for that respective share class of a fund. The criteria do not carry equal importance. We have attached greater weighting to fund performance and, to a lesser extent, quality of services, based on what investors have told us they consider most important in customer testing and surveys. The other five criteria are given equal weighting in our assessment.

Our commitment to you in ensuring that our approach and process undertaken is thorough and robust is at the essence of this Value Assessment report. We have closely adhered to the FCA's rules and guidance in order to work in your best interests and have outlined our approach to independently evaluate each of the seven criteria that comprise our Value Assessment below using data as at 31 March 2024.

We have actively developed and refined our methodology process over the past few years using various data sources to evidence and reach our conclusions. This Value Assessment report has awarded a 'score' or rating for each fund against specific measures reviewed, and then assessed from a holistic viewpoint to produce an overall rating for the fund. This process is detailed on the pages to follow.

## FCA Criteria

### 1. Quality of services

We continue to evaluate the quality of each service delivered to M&G investors, including the series of areas below that are delivered to different investor groups. These are broadly grouped as follows:

- **Investment services and framework**  
These include investment capability, strategy, decision making, trading and stewardship.
- **Fund and asset servicing**  
These are our middle office and back office functions and services which are vital to the effective running of our funds. This includes pricing, audit, operational risk, oversight, custody and reporting.
- **Authorised Corporate Director**  
The Board of MGSL is responsible for ensuring funds are run in the best interests of investors.



- **Brand**  
The integrity and strength of the M&G brand, as valued by investors.
- **Client services**  
The investors' experience and those services that are directly provided to investors, such as the online, phone and postal services used by M&G's direct customers and the support we provide to professional investors.

We appraise value according to key performance indicators that have been set for each sub-service delivered by M&G. These make use of external referencing, where possible. By mapping our ratings or 'scores' for each sub-service to the relevant share classes, we assess quality of service by share class.

## 2. Investment performance

We measure investment performance against all the stated objectives of a fund, and against its benchmark, to evaluate whether value has been delivered over an appropriate time period. Where funds also have non-financial objectives, or are managed in line with sustainability-related considerations, we also evaluate whether these have been achieved and analyse various other measures within their investment policy and strategy. Since the investment returns delivered by a fund vary by share class, because each carries its own level of charges, we analyse investment performance by share class.



To assess the investment performance of each fund and share class, we took each of the following into account:

- We compare the investment outcomes of each share class, net of charges where relevant, against the financial performance objectives stated in the fund's prospectus and against the fund's performance comparator.
- Where relevant, we evaluate whether funds have also achieved their non-financial objectives, or have been managed in line with sustainability theme considerations that are defined in their investment policy or approach.
- We assess whether the fund and share class is appropriately structured to meet its investment objectives in future.
- We assess the extent to which our charges affect the returns that investors have achieved, or might achieve.
- We further assess the investment outcomes of each share class, net of charges where relevant, at regular intervals over the last 10 years (or since the fund's inception, if more recent). Broadly speaking, a 'satisfactory' rating means a fund's share class has met its objective or performed in line with its benchmark over the longer term,

within a given tolerance. Where a fund's share class has met its objective and outperformed its benchmark, we award a 'good' rating. Where a fund, in addition to this, has delivered a longer track record of outperformance for its investors, we rate a share class as 'outstanding'. Where a share class has underperformed its benchmark, but we believe is appropriately structured to meet its objectives going forward, performance will be rated as 'must improve'.

Persistently failing to meet objectives over the longer term will result in a share class being rated 'unsatisfactory' if a fund is deemed to not be appropriately structured to meet its investment objectives in the future. Where funds have hedged share classes, their returns can differ quite markedly (positively or negatively) from their unhedged counterparts. This can be due to the effects of successful currency hedging, not necessarily fund performance. The performance ratings awarded to hedged share classes therefore reflect those of their unhedged counterparts, except where they have a different benchmark. For funds that also have non-financial objectives, or are managed in line with sustainability-themed considerations, we separately commented on whether value has been delivered against those, in our opinion, under 'Focus on Sustainability'. Where we believe funds have demonstrated that they have met their respective impact or sustainability-related objectives, or that their investment decisions have been driven by relevant considerations, we rate those funds as 'good'. Where they have not demonstrated this, they are rated as 'must improve'.

## 3. Costs of the Authorised Fund Manager (AFM)



We assess the costs of the AFM, who is responsible for the overall management of M&G funds, by evaluating the total costs of running each fund in relation to the average total costs of running similar funds within M&G's fund range. We look at the breakdown of our fund charges and also consider costs in relation to the charges paid by investors – M&G's profit margin – to help evaluate whether charges are proportional to the costs of running a fund.

The fund-by-fund assessment evaluates the total costs of running each fund in relation to the average total costs of running similar funds within M&G's UK-based fund range. We also consider costs that are shared by all M&G funds in relation to the overall charges paid by investors – taking a holistic view across the M&G fund range – to help evaluate whether charges are proportional to the costs of running a fund. All of a fund's share classes will have the same rating.

Where the total costs of running a fund are in line with those of comparable M&G funds, we rate that fund as 'satisfactory'. Where they are lower, we rate that fund as 'good'. And where they are materially higher, we rate it as 'must improve'.

#### 4. Economies of scale

We consider economies of scale are being shared with our investors and assess the extent to which any savings arising from the scale of a fund are reflected in value for our investors. At M&G, cost savings can come in two forms. Firstly, by outsourcing certain services to specialist third parties that provide services to the fund management industry. Secondly, when a fund's assets under management grow above a certain size, it makes them more cost effective to run. M&G applies a discount to a fund's annual charge when its assets under management exceed £1 billion. Our analysis of economies of scale goes further and checks whether M&G's formal economies of scale mechanism is competitive within the wider marketplace to assess the extent to which value is being provided to you.



In the last few years, M&G has shared cost savings with all investors by applying discounts to the annual charges of funds whose assets under management are above a certain size where M&G considers there are material savings to pass on. Our analysis not only considers whether a fund achieves economies of scale but also whether M&G's formal economies of scale mechanism is competitive within the marketplace.

The Board notes the work across various business areas across M&G, in particular Finance, in challenging the existing methodology to prove it provides value for money for all investors.

#### 5. Comparable market rates

We compare the charges for each of our funds to those of their competitors, to ascertain whether relative value is being offered to our investors. Each share class offers different levels of service and carries a different charge. For each, we first analyse charges for the fund's 'primary' share class against the charges of competitor funds in the market. We then compare for share classes that receive an additional service from M&G and assess the charges that are effectively paid for them – in the form of higher annual charges – against those of competitors.



For each fund in this report, we have visually compared the annual charge of the fund's 'primary' share class against the median average of its competitors (ie the peer group that the fund is part of). This peer group is often an independent fund's sector, as classified by Morningstar or the Investment Association (IA).

Where the sector is deemed insufficient, a custom peer group has been used that we believe best reflects the characteristics of the fund in question. The share class used for comparison is typically the 'sterling I' share class, since this is the one usually available through third party distributors of our UK-based funds.

For each share class of each fund, we have evaluated our charges to those of similar fund offerings in the market. We first compare the charges for each of our funds to those of other funds in their peer group. This is often the fund's sector, as classified by Morningstar or the IA. Where the sector is deemed insufficient, a custom peer group has been used that we believe best reflects the characteristics of the fund in question. We look at funds' annual charges, inclusive of any discount based on economies of scale, and excluding transaction and extraordinary costs. Since we believe passively managed funds (ie those funds whose objective is to track an index) are not comparable to actively managed funds, we only compare the charges of our actively managed funds with those of other actively managed funds, and vice versa.

If a fund's annual charge is lower than most comparable funds, we rate its primary share class as 'good'. This year the Board reviewed the methodology used in previous years' ratings where the cheapest decile was rated as 'outstanding'. To ensure consistency, we have taken steps to improve the methodology by ranking the bottom decile as 'must improve'. If a fund's annual charges are more or less in line with the median average of its peer group, it will be rated as 'satisfactory'. For those investor groups (and therefore share classes) who use phone and postal services or web-based services, we compare our charges to other fund managers, or platform providers, that offer similar services. Again, if the effective cost we charge for a given service is cheaper than most of our competitors, we will award a rating of 'good' or better. Conversely, if a service is more expensive, we rate it as 'must improve'. For share classes that effectively include a price for the client services also provided by M&G, on top of investment management, we then combine these two ratings to arrive at an overall assessment for each share class of a fund.

#### 6. Comparable M&G services

We compare the charges for each of our funds managed by M&G to those of similar funds and institutional mandates, to ascertain whether relative value is being offered to investors. M&G provides investment management services to a large range of customers who pay different charges, but receive different services in return. No investor should be paying materially more than others to access a very similar product.



### 7. Share classes

We analyse who invests in the share classes of each fund, as different share classes cater for different customer needs, and evaluate whether our investors are in the most appropriate share class they are eligible for. Each share class offers different levels of service and carries a different charge. Where investors are paying higher charges to invest in the same fund, the level of charges should appropriately reflect the services delivered and the costs of providing them. We independently assess the costs and points of differentiation between the individual share classes in each fund to analyse whether these are justified.



To reflect the different characteristics of each of the criteria, and the different metrics of value, we have developed an in-house set of rules that allows us to translate our assessment into a relative rating on a five-point scale.

### Our value rating scale

Throughout this report, we have summarised our conclusions according to the following five-point scale. This reflects an underlying score that has been awarded to each share class for each of the criteria. These are combined to create an overall rating for each share class of a fund.

#### Outstanding

Where a fund has delivered exceptional value to its investors.



#### Good

Where a fund has delivered above-average value to its investors.



#### Satisfactory

Where a fund has delivered value to its investors overall, with only minor exceptions if any.



#### Must improve

Where a fund has not delivered value to all of its investors, falling short of expectations in certain areas, and where the Board is paying close scrutiny.



#### Unsatisfactory

Where a fund has not delivered value to all of its investors, and where the Board has determined that steps must be taken by M&G to improve value.





# Key definitions

**Accumulation shares** A type of share where distributions are automatically reinvested and reflected in the value of the shares.

**Active management** An approach to investing whereby capital is allocated according to the judgement of the investor or fund manager(s). The active investor aims to beat the returns from the stock market or specified index/sector, rather than to match them.

**Asset** Anything having commercial or exchange value that is owned by a business, institution or individual.

**Asset allocation** Apportioning a portfolio's assets according to risk tolerance and investment goals.

**Asset class** Category of assets, such as cash, company shares, fixed income securities and their sub-categories, as well as tangible assets such as real estate.

**Bond** A loan in the form of a security, usually issued by a government or company, which normally pays a fixed rate of interest over a given time period, at the end of which the initial amount borrowed is repaid.

**Bottom-up selection** Selecting stocks based on the attractiveness of a company.

**Capital at risk** The risk an investor faces that he or she may lose all or part of the assets invested.

**Capital growth** Occurs when the current value of an investment is greater than the initial amount invested.

**Capital return** The term for the gain or loss derived from an investment over a particular period. Capital return includes capital gain or loss only and excludes income (in the form of interest or dividend payments).

**Comparative sector** A group of funds with similar investment objectives and/or types of investment, as classified by bodies such as the Investment Association (IA) or Morningstar. Sector definitions are mostly based on the main assets a fund should invest in, and may also have a geographic focus. Sectors can be the basis for comparing the different characteristics of similar funds, such as their performance or charging structure.

**Convertible bonds** Fixed income securities that can be exchanged for predetermined amounts of company shares at certain times during their life.

**Corporate bonds** Fixed income securities issued by a company. They are also known as bonds and can offer higher interest payments than bonds issued by governments as they are often considered more risky.

**Credit** The borrowing capacity of an individual, company or government. More narrowly, the term is often used as a synonym for fixed income securities issued by companies.

**Credit rating** An independent assessment of a borrower's ability to repay its debts. A high rating indicates that the credit rating agency considers the issuer to be at low risk of default; likewise, a low rating indicates high risk of default. Standard & Poor's, Fitch and Moody's are the three most prominent credit rating agencies. Default means that a company or government is unable to meet interest payments or repay the initial investment amount at the end of a security's life.

**Default** When a borrower does not maintain interest payments or repay the amount borrowed when due.

**Derivatives** Financial instruments whose value, and price, are dependent on one or more underlying assets. Derivatives can be used to gain exposure to, or to help protect against, expected changes in the value of the underlying investments. Derivatives may be traded on a regulated exchange or traded over the counter.

**Distribution** Distributions represent a share in the net income of the fund and are paid out to income shareholders or reinvested for accumulation shareholders at set times of the year (monthly, quarterly, half-yearly or annually). They may either be in the form of interest distributions or dividend distributions.

**Diversification** The practice of investing in a variety of assets. This is a risk management technique where, in a well diversified portfolio, any loss from an individual holding should be offset by gains in other holdings, thereby lessening the impact on the overall portfolio.

**Dividend** Dividends represent a share in the profits of the company and are paid out to a company's shareholders at set times of the year.

**Duration** A measure of the sensitivity of a fixed income security, also called a bond, or bond fund to changes in interest rates. The longer a bond or bond fund's duration, the more sensitive it is to interest rate movements.

**Emerging market** Economies in the process of rapid growth and increasing industrialisation. Investments in emerging markets are generally considered to be riskier than those in developed markets.

**Equities** Shares of ownership in a company.

**ESG investing** A variety of investment approaches that incorporates environmental, social and governance factors into the investment process.

**Exposure** The proportion of a fund invested in a particular share/fixed income security, sector/region, usually expressed as a percentage of the overall portfolio.

**Fixed income security** A loan in the form of a security, usually issued by a government or company, which normally pays a fixed rate of interest over a given time period, at the end of which the initial amount borrowed is repaid. Also referred to as a bond.

**Fundamentals (economic)** A basic principle, rule, law, or the like, that serves as the groundwork of a system. Economic fundamentals are factors such as inflation, employment, economic growth.

**Government bonds** Fixed income securities issued by governments, that normally pay a fixed rate of interest over a given time period, at the end of which the initial investment is repaid.

**Hedging** A method of reducing unnecessary or unintended risk.

**High yield bonds** Fixed income securities issued by companies with a low credit rating from a recognised credit rating agency. They are considered to be at higher risk of default than better quality, ie higher-rated fixed income securities but have the potential for higher rewards. Default means that a company or government is unable to meet interest payments or repay the initial investment amount at the end of a security's life.

**Impact investing** An investment philosophy which supports companies that are working to provide significant societal or environmental benefit, in addition to generating a financial return.

**Income shares** A type of share where distributions are paid out as cash on the payment date.

**Index** An index represents a particular market or a portion of it, serving as a performance indicator for that market.

**Inflation** The rate of increase in the cost of living. Inflation is usually quoted as an annual percentage, comparing the average price this month with the same month a year earlier.

**Interest rate risk** The risk that a fixed income investment will lose value if interest rates rise.

**Investment grade bonds** Fixed income securities issued by a company with a medium or high credit rating from a recognised credit rating agency. They are considered to be at lower risk from default than those issued by companies with lower credit ratings. Default means that a company or government is unable to meet interest payments or repay the initial investment amount at the end of a security's life.

**Leverage** When referring to a company, leverage is the level of a company's debt in relation to its assets. A company with significantly more debt than capital is considered to be leveraged. It can also refer to a fund that borrows money or uses derivatives to magnify an investment position.

**Macroeconomic** Refers to the performance and behaviour of an economy at the regional or national level. Macroeconomic factors such as economic output, unemployment, inflation and investment are key indicators of economic performance. Sometimes abbreviated to 'macro'.

**Maturity** The length of time until the initial investment amount of a fixed income security is due to be repaid to the holder of the security.

**Monetary policy** A central bank's regulation of money in circulation and interest rates.

**Ongoing Charging Figure** The OCF covers all the fees incurred for operating a fund throughout its financial year. These include the annual charge for managing the fund, legal fees, administration and various other services, such as depository, trustee, custody and audit.

**Risk** The chance that an investment's return will be different to what is expected. Risk includes the possibility of losing some or all of the original investment.

**Security** Financial term for a paper asset – usually a share in a company or a fixed income security also known as a bond.

**Share class** Each M&G fund has different share classes, such as 'A', 'R' and 'I'. Each has a different level of charges and minimum investment. Details on charges and minimum investments can be found in the Important Information for Investors document and/or the Key Investor Information Documents.

**Sustainable Development Goals (SDGs)** A United Nations sponsored set of goals, targets and indicators covering a range of sustainable development issues that UN member states are expected to use to frame their agendas to 2030.

**Sustainable investing** Sustainable investing involves making investment decisions incorporating Environmental, Social and Governance (ESG) factors whilst trying to have a positive effect, or reduce negative effects, on the environment and society through active ownership and/or portfolio construction.

**Total return** The term for the gain or loss derived from an investment over a particular period. Total return includes income (in the form of interest or dividend payments) and capital gains.

**Valuation** The worth of an asset or company based on its current price.

**Volatility** The degree to which a given security, fund or index rapidly changes. It is calculated as the degree of deviation from the norm for that type of investment over a given time period. The higher the volatility, the riskier the security tends to be.

**Yield** This refers to either the interest received from a fixed income security or to the dividends received from a share. It is usually expressed as a percentage based on the investment's costs, its current market value or its face value. Dividends represent a share in the profits of the company and are paid out to a company's shareholders at set times of the year.



# A summary of M&G fund share classes

## What is a share class?

A share class is a type of fund shares held by investors in a fund. Share classes differ by levels of charge and/or by other features, for example hedging against currency risk. Each M&G fund has different share classes, such as A, R and I, and each share class has a different level of charges and minimum investment. For the majority of M&G funds, investors can choose between the following share classes:

- Sterling class A shares
- Sterling class I shares
- Sterling class R shares

Each share class has been designed with different investment needs in mind. For your information and to provide further context for our Value Assessment, we have created a summary below of all our classes and explained who typically invests in them.

Share class	
<p>The 'A' class is predominantly held by:</p> <ul style="list-style-type: none"> <li>• individuals who invest directly with M&amp;G and administer their own investments by phone and post</li> <li>• individuals who invest through a financial adviser, to whom a commission will have been paid</li> <li>• minimum investment level (lump sum): £500.</li> </ul>	<p>The 'R' share class is predominantly held by:</p> <ul style="list-style-type: none"> <li>• individuals who invest through a financial adviser, to whom no commission will be paid, and who typically paid a fee for financial advice</li> <li>• minimum investment level (lump sum): £500</li> <li>• individuals who invest directly through M&amp;G's online-based service, myM&amp;G, and whose investments on myM&amp;G have an overall value of less than £250,000.</li> </ul>
<p>The 'I' share class is predominantly held by:</p> <ul style="list-style-type: none"> <li>• investors who invest through a platform or a financial adviser, who will normally charge fees for their services that are in addition to the fund's charges</li> <li>• individuals who invest directly through M&amp;G's online-based service, myM&amp;G, and whose investments on myM&amp;G have an overall value of at least £250,000</li> <li>• individuals who invest directly with M&amp;G and administer their own investments by phone and post, and whose investment in a given fund is £500,000 or more.</li> </ul>	<p>The 'PP' share class is predominantly held by:</p> <ul style="list-style-type: none"> <li>• professional investors who invest through the M&amp;G Wealth platform</li> <li>• UK Wealth managers.</li> </ul>
<p>Hedged share classes are indicated by the '-H' suffix. This means the effects of movements between a fund's base currency and the currency of the hedged share class are mitigated, reducing investors' exposure to currency fluctuations.</p>	<p>Non-sterling share classes are those denominated in either Euros or US Dollars (USD):</p> <ul style="list-style-type: none"> <li>• 'Euro A' / 'USD A' shares are distributed to investors through European distributors. Rebates are paid by M&amp;G to the distributor. Charges are the same or higher than the sterling 'A' shares for any given fund</li> <li>• 'Euro C' / 'USD C' shares are distributed to investors through European distributors. No rebates are paid by M&amp;G to the distributor.</li> </ul>

# Action to improve value during 2023-2024

In the 2023 assessment we identified certain issues where we found value could be improved, which undermined the overall value delivered to you in some funds. We highlight below the steps taken to resolve these issues.

The issues last year	Our action since the last Value Assessment
<p><b>M&amp;G Recovery Fund</b></p> <p>Criteria 2. Investment performance</p> <p>The fund had consistently fallen short of its performance target.</p>	<p>Last year, the fund failed to meet its performance objective and was rated as 'unsatisfactory'.</p> <p>The Board scrutinised a comprehensive review of the fund with the Chief Investment Officer of Equities, Multi Asset and Sustainability, observing the positive impact of changes made to the portfolio construction and risk management over recent times. As a result, the Board have decided to record a 'must improve' rating for all share classes in the fund this year.</p> <p>We wrote to customers in May 2024 regarding changes to the fund to give the manager more flexibility in picking stocks. We, the Board, continue to monitor progress, particularly in relation to performance, with the Chief Investment Officer of Equities, Multi Asset and Sustainability.</p>
<p><b>MyM&amp;G</b></p> <p>Criteria 1. Quality of services</p> <p>The service did not fully meet its client servicing target.</p>	<p>M&amp;G's online-based service, myM&amp;G, was rated as 'must improve' last year following an increase in customer complaint resolution times. Despite improvements to the platform, myM&amp;G has been rated as 'must improve' again under the 'quality of services' criterion this year. This is primarily due to the difficulty of driving changes with the supplier to the platform. The Board has raised these concerns to the business and is closely following the remedial actions that are being taken.</p>



# Summary of findings

The value assessment covers the 12 months up to 31 March 2024. After careful consideration of all seven criteria we believe that most M&G funds have delivered at least satisfactory value in this period. A fund is regarded as offering value where the overall rating is either satisfactory, good or outstanding.

We, the Board, are pleased to report that over 90% of funds by assets under management (AUM) remain rated as satisfactory or above.

## Investment performance

The market environment of interest rate rises and geopolitical and economic uncertainty during the review period has continued, but we saw notable improvements in several funds' performance, in particular the M&G Global Convertibles Fund, the M&G Episode Growth Fund and the M&G Managed Growth Fund. Furthermore, the M&G Japan Smaller Companies Fund and M&G Optimal Income Fund continue to deliver value to investors, in relation to their performance. We are however aware that some of the funds still have challenges with investment performance such as the M&G North American Value Fund and the M&G Global Dividend Fund. However, after a comprehensive review of such underperforming funds, the Board and Investment teams remain confident that the funds' investment process has the ability to deliver on their investment objectives.

As part of the Board's ongoing commitment to investors, we review independent and external evidence as part of our wider Assessment of value. We note that at the Investment Week Fund Manager of the Year Awards 2024, M&G Investments was judged 'Group of the Year' for the second year running. The M&G Japan Fund won the 'Japan Equities Fund Award' and a number of funds, including the M&G Emerging Markets Bond Fund, M&G Optimal Income Fund and the M&G Short Dated Corporate Bond Fund, were highly commended.

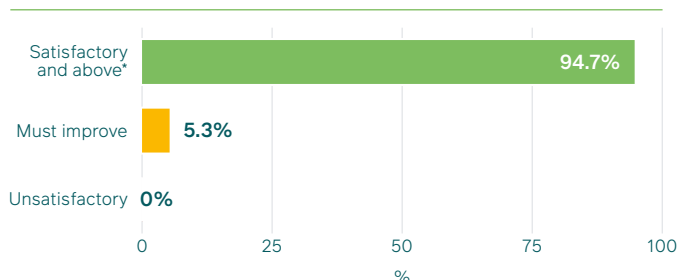
## Actions for future focus

In 2023, the Board noted issues were identified with the online service myM&G. We are disappointed that all the issues with the platform are not solved, but we will continue to monitor progress to build on the improvements made.

We are pleased to report the M&G Recovery Fund is not rated as unsatisfactory this year. The fund manager and investment team have made changes to the portfolio construction over recent times which have led to improvements in the fund performance during the review period.

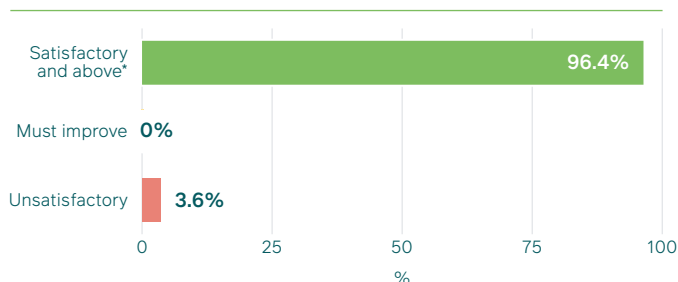
### Overall fund ratings 2024

By total assets under management (£), by share class



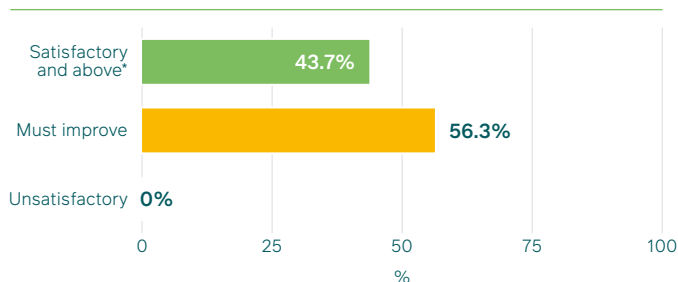
### Overall fund ratings 2023

By total assets under management (£), by share class



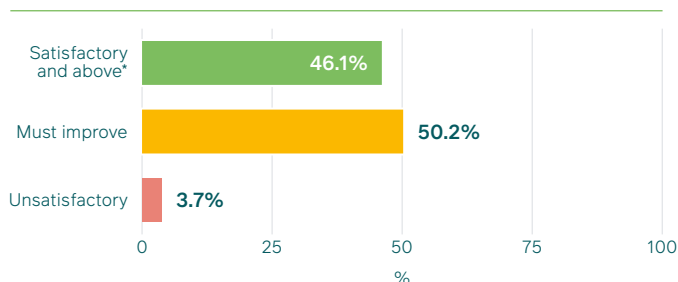
### Investment performance ratings 2024

By total assets under management (£), by share class, excluding those of new funds where no rating has been made



### Investment performance ratings 2023

By total assets under management (£), by share class, excluding those of new funds where no rating has been made



\*Where a fund's share classes have an overall value rating of 'satisfactory', 'good' or 'outstanding'.

Furthermore, the Board notes that Analogue Services, under the 'quality of services' criterion, was rated as 'must improve' during the review period due to longer than expected customer complaint resolution times in the M&G call centre. The Board will continue to monitor the actions taken by the business for improved outcomes for investors. We look forward to reporting on the improvements that have been made in the next assessment.

## Changes since last year's report

In the review period, M&G launched two funds: The M&G Global Corporate Bond Fund and the M&G Global AI Themes Fund.

Several funds closed during the review period including the M&G Property Portfolio, the M&G European Corporate Bond Fund, the M&G Emerging Markets Monthly Income Fund, the M&G European Index Tracker Fund, the M&G Absolute Return Bond Fund and the M&G Global Enhanced Equity Premia Fund. These have not been included in this year's report.

We also note several fund benchmark changes during the review period where details can be found in the 'fund benchmarks' section in the report.

## Incorporation of Environmental, Social and Governance (ESG) factors into investing

ESG is a growing fundamental part of our business and we continue to build on our in-house Sustainability team recognising that sustainability is central to how we manage investor funds.

The Sustainability Disclosure Requirements (SDR) were published by the Financial Conduct Authority (FCA) in November 2023 with an update on SDR and Investment Labels (PS23/16). These new regulations apply to all investment products with sustainable characteristics aiming for greater ease and understanding by introducing greater transparency, accountability and comparability. Any changes due to SDR will be reflected in the 2025 Assessment.

For the current report, the non-financial objectives have been reviewed by the Board. They are scored with input from Investment Management and Investment Risk. These scores come under performance and are included under 'Focus on Sustainability'.





# Overall fund ratings

## Summary of value by fund

Fund name	Fund page 1	Fund page 2	A	R	I	PP
M&G Asian Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	2
M&G Better Health Solutions Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	2	2	2	2
M&G Charibond Charities Fixed Interest Fund (Charibond)*	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>				
M&G Charity Multi Asset Fund*	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>				
M&G Climate Solutions Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	2	2
M&G Corporate Bond Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	2	2
M&G Dividend Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	
M&G Emerging Markets Bond Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	2	2	2	1
M&G Episode Allocation Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Episode Growth Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Episode Income Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Equities Investment Fund for Charities (Charifund)*	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>				
M&G European Sustain Paris Aligned Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	2	2	2	2
M&G Gilt & Fixed Interest Income Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3		3	2
M&G Global AI Themes Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	2	2	2	
M&G Global Convertibles Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Global Corporate Bond Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	2
M&G Global Dividend Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Global Emerging Markets Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Global Floating Rate High Yield Fund**	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>				
M&G Global Government Bond Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	2	2	
M&G Global High Yield Bond Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	3
M&G Global Listed Infrastructure Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3		3	3
M&G Global Macro Bond Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	2	2	2	2
M&G Global Strategic Value Fund	<a href="#">TAP HERE</a>	<a href="#">TAP HERE</a>	3	3	3	

In this summary we have only included the overall value ratings for the most common sterling share classes in our funds.

**Please note** that these overall ratings are to be understood alongside, not instead of, the ratings awarded to each of a fund's share classes by criteria.

**Please click through to our assessment of a fund (by clicking on the fund name or page number) for details of all share classes**, including non-sterling ones.

For certain funds, the ratings shown in this table are for different share classes to those indicated. These are highlighted in the table as follows:

\*These funds only have one share class, 'sterling', whose overall rating is presented under 'A' in this table.

\*\*These funds only have hedged share classes. Their overall ratings are presented under their corresponding share class letter in this table, eg 'A-H' is presented as 'A', etc.

**Remember**, different share classes carry different charges, meaning investment returns will be higher on share classes with lower annual charges. The share class you hold will depend on how you invest with M&G.

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Fund name	Fund page 1	Fund page 2	A	R	I	PP
M&G Global Sustain Paris Aligned Fund	TAP HERE	TAP HERE	3	3	3	2
M&G Global Target Return Fund	TAP HERE	TAP HERE	3		3	3
M&G Global Themes Fund	TAP HERE	TAP HERE	3	3	3	3
M&G Index-Linked Bond Fund	TAP HERE	TAP HERE	3		3	2
M&G Index Tracker Fund	TAP HERE	TAP HERE	3	2	2	
M&G Japan Fund	TAP HERE	TAP HERE	2	2	2	2
M&G Japan Smaller Companies Fund	TAP HERE	TAP HERE	2	2	1	2
M&G Managed Growth Fund	TAP HERE	TAP HERE	3	3	3	3
M&G North American Dividend Fund	TAP HERE	TAP HERE	3	3	3	3
M&G North American Value Fund	TAP HERE	TAP HERE	3	3	3	3
M&G Optimal Income Fund	TAP HERE	TAP HERE	3	2	2	2
M&G Positive Impact Fund	TAP HERE	TAP HERE	3	3	3	3
M&G Recovery Fund	TAP HERE	TAP HERE	4	4	4	4
M&G Short Dated Corporate Bond Fund	TAP HERE	TAP HERE	2		2	2
M&G Smaller Companies Fund	TAP HERE	TAP HERE	3	3	3	
M&G Strategic Corporate Bond Fund	TAP HERE	TAP HERE	3	3	2	2
M&G Sustainable Global Corporate Bond Fund	TAP HERE	TAP HERE	3	3	3	2
M&G Sustainable Global High Yield Bond Fund**	TAP HERE	TAP HERE				
M&G Sustainable Multi Asset Balanced Fund	TAP HERE	TAP HERE	2	2	2	2
M&G Sustainable Multi Asset Cautious Fund	TAP HERE	TAP HERE	2	2	2	2
M&G Sustainable Multi Asset Fund	TAP HERE	TAP HERE	3	3	3	3
M&G Sustainable Multi Asset Growth Fund	TAP HERE	TAP HERE	2	2	2	2
M&G UK Income Distribution Fund	TAP HERE	TAP HERE	3	3	3	
M&G UK Inflation Linked Corporate Bond Fund	TAP HERE	TAP HERE	3	3	3	3
M&G UK Sustain Paris Aligned Fund	TAP HERE	TAP HERE	3	3	3	2

In this summary we have only included the overall value ratings for the most common sterling share classes in our funds.

**Please note** that these overall ratings are to be understood alongside, not instead of, the ratings awarded to each of a fund's share classes by criteria.

**Please click through to our assessment of a fund (by clicking on the fund name or page number) for details of all share classes**, including non-sterling ones.

For certain funds, the ratings shown in this table are for different share classes to those indicated. These are highlighted in the table as follows:

\*These funds only have one share class, 'sterling', whose overall rating is presented under 'A' in this table.

\*\*These funds only have hedged share classes. Their overall ratings are presented under their corresponding share class letter in this table, eg 'A-H' is presented as 'A', etc.

**Remember**, different share classes carry different charges, meaning investment returns will be higher on share classes with lower annual charges. The share class you hold will depend on how you invest with M&G.

## Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable



# Introducing the Board

## The Board statement

The Board of M&G Securities Limited (MGSL) is pleased to publish its 2024 annual assessment of the value provided to investors in each of MGSL's UK-based funds (hereafter M&G funds). The purpose of this report is to show the value that has been delivered against a defined set of criteria including: fair pricing for our fund offering, the quality-of-service investors receive, as well as long-term investment performance.

During the period under review the FCA issued their guidance on Consumer Duty which was effective from July 2023. Under the Duty, firms must act to deliver good outcomes for retail customers and aim to address issues that risk causing foreseeable consumer harm. The Board has given attention to Consumer Duty and believes that the ongoing focus on good customer outcomes will enhance the value provided to investors.

## Our commitment to delivering value

In response to investor feedback we have designed a new condensed report format, which we hope provides greater clarity and accessibility for our investors navigating around the report.

The Board is pleased to say that the business has made progress on the issues that were highlighted in last year's report. We report on the action taken to resolve issues identified in the 2023 report in the subsequent pages.

The Board hopes this report provides investors with a clear insight into the service they receive and the value in the funds provided by M&G. We welcome any suggestions and feedback on this report.

## The Board



**Laurence Mumford**  
Chairman of M&G Securities Limited (MGSL)

Board member since 2004  
30 years' industry experience



**Sean Fitzgerald**  
Chief Financial Officer at M&G Investments

MGSL board member since 2020  
30 years' industry experience



**Neal Brooks**  
Global Head of Product & Distribution at M&G Investments

MGSL board member since 2021  
28 years' industry experience



**Phil Jelfs**  
Global Head of Product, Asset Management at M&G Investments

MGSL board member since 2013  
24 years' industry experience



**Carolan Dobson**  
Independent non-executive director of MGSL

MGSL board member since 2018  
30 years' industry experience



**Michelle McGrade**  
Independent non-executive director of MGSL

MGSL board member since 2018  
37 years' industry experience

# Fund benchmarks

## M&G Asian Fund

### Benchmark: MSCI AC Asia Pacific (ex Japan) Index

With effect from 1 July 2011 the benchmark is now the MSCI AC Asia Pacific (ex Japan) Index.

Prior to 1 July 2011 the benchmark was the MSCI AC Far East (ex Japan) Index.

The fund initially launched on 14 September 1973 and re-launched on 16 August 1996. On this date, the fund name and objective changed.

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Better Health Solutions Fund

### Benchmark: MSCI World Index (Gross)

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G Charibond Charities Fixed Interest Fund (Charibond)

### Benchmark: A composite index comprising:

**50% of the ICE BoAML 1-15 Gilt Index;**

**50% of the ICE BoAML 1-15 Non-Gilt Index**

The benchmark is a target which the fund seeks to outperform. The composite index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Charity Multi Asset Fund

### Benchmark: A composite index comprising:

**45% FTSE All-Share Index;**

**30% MSCI ACWI (ex UK) Index;**

**12.5% ICE BoAML 1-15 Gilt Index;**

**12.5% ICE BoAML 1-15 Non-Gilt Index**

The benchmark is a target which the fund seeks to outperform. The composite index has been chosen as it best reflects the scope of the fund's investment policy and is used solely to measure the fund's performance. The target yield has been chosen as it is an achievable target given the fund's investment policy. The benchmark and target yield do not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has freedom in choosing which assets to buy, hold and sell in the fund within the constraints set by the objective and investment policy. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Climate Solutions Fund

### Benchmark: MSCI World Index (Gross)

The benchmark is a target against which the fund's financial performance can be measured. The index has been chosen as benchmark as it best reflects the financial aspects of the fund's investment policy. The benchmark does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G Corporate Bond Fund

### Benchmark: iBoxx Sterling Corporates GBP Index

Prior to 6 March 2023 the benchmark was (IA) Sterling Corporate Bond Sector Average.

The benchmark is a target which the fund seeks to outperform. The sector has been chosen as the fund's benchmark as the fund is a constituent of the sector. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.

## M&G Dividend Fund

### Benchmark: FTSE All-Share Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and income objective and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Emerging Markets Bond Fund

### Benchmark: A composite index comprising:

**1/3 JPM EMBI Global Diversified Index;  
1/3 JPM CEMBI Broad Diversified Index;  
1/3 JPM GBI-EM Global Diversified Index**

The benchmark is a target which the fund seeks to outperform. The composite index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Episode Allocation Fund

### Benchmark: SONIA +5%

With effect from 20 July 2021 the benchmark will be SONIA +5%.

Prior to 20 July 2021 the benchmark was the 3-month GBP LIBOR +5%.

The benchmark is a target which the fund seeks to achieve. The rate has been chosen as the fund's benchmark as it is an achievable performance target and best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which assets to buy, hold and sell in the fund.

## M&G Episode Growth Fund

### Benchmark: (IA) Mixed Investment 40-85% Shares Sector

With effect from 2 February 2021 the benchmark is now the (IA) Mixed Investment 40-85% Shares Sector.

From 10 December 2019 to 2 February 2021 the Bloomberg Barclays Global Aggregate Index was changed to the GBP Hedged version.

Prior to 10 December 2019 the benchmark was a composite index comprising 2/3 MSCI ACWI Index and 1/3 Bloomberg Barclays Global Aggregate Index.

The benchmark is a target which the fund seeks to outperform. The composite index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Episode Income Fund

### Benchmark: n/a

The fund is actively managed and it has no benchmark. Investors can assess the performance of the fund by its objective to provide a growing level of income and capital growth of 2-4% per annum, both measured over any three-year period.

The fund's annual report for each financial year will include details of the fund's performance in relation to its objective.

## M&G Equities Investment Fund for Charities (Charifund)

### Benchmark: FTSE All-Share Index

The FTSE All-Share Index is a comparator benchmark against which the fund's total return performance can be measured. The index has been chosen as it best reflects the scope of the fund's investment policy. The FTSE All-Share Index is also a target benchmark for yield. The UK Retail Prices Index (RPI) is a target benchmark for capital growth. The benchmarks are targets which the fund seeks to outperform. The target yield and capital growth level have been chosen as they are achievable targets given the fund's investment policy.

The target benchmarks and comparator benchmark do not constrain the fund's portfolio construction. The fund is actively managed. The fund manager has freedom in choosing which assets to buy, hold and sell in the fund within the constraints set by the objective and investment policy. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G European Sustain Paris Aligned Fund

### Benchmark: MSCI Europe (ex UK) Index

With effect from 31 August 2021 the benchmark is now the MSCI Europe (ex UK) Index.

Prior to 31 August 2021 the benchmark was the MSCI Europe Index.

The fund changed its name, investment objective and investment strategy on 31 August 2021.

Prior to this date, the fund was named M&G Pan European Select Fund.

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Gilt & Fixed Interest Income Fund

### Benchmark: FTSE UK Conventional Gilts All Stocks Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global AI Themes Fund

### Benchmark: MSCI ACWI Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.

## M&G Global Convertibles Fund

### Benchmark: Refinitiv Global Focus Convertible Bond Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents. For unhedged share classes, the benchmark is shown in the share class currency.

For currency hedged share classes, the benchmark is hedged to the share class currency.

## M&G Global Corporate Bond Fund

### Benchmark: Bloomberg Global Aggregate Corporate Index (GBP Hedged)

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.

## M&G Global Dividend Fund

### Benchmark: MSCI ACWI Index

With effect from 1 January 2012 the benchmark is now the MSCI ACWI Index.

Prior to 1 January 2012 the benchmark was the FTSE World Index.

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's target benchmark as it best reflects the scope of the fund's investment policy. The target benchmark is used solely to measure the fund's performance and income objective and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global Emerging Markets Fund

### Benchmark: MSCI Emerging Markets Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global Floating Rate High Yield Fund

### Benchmark: ICE BofAML Global Floating Rate High Yield Index (3% constrained) GBP Hedged

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which assets to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents. For unhedged share classes, the benchmark is shown in sterling.

For currency hedged share classes, the benchmark is hedged to sterling.

## M&G Global Government Bond Fund

### Benchmark: Bloomberg Global Treasury Index Unhedged USD

Prior to 6 March 2023 the benchmark was the (IA) Global Government Bond sector.

The benchmark is a target which the fund seeks to outperform. The sector has been chosen as the fund's benchmark as the fund is a constituent of the sector. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.

## M&G Global High Yield Bond Fund

### Benchmark: ICE BofAML Global High Yield Index (GBP Hedged)

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global Listed Infrastructure Fund

### Benchmark: MSCI ACWI Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global Macro Bond Fund

### Benchmark: Bloomberg Global Aggregate Index Unhedged USD

Prior to 5 March 2023 the benchmark was (IA) Global Mixed Bond Sector Average.

The benchmark is a target which the fund seeks to outperform. The sector has been chosen as the fund's benchmark as the fund is a constituent of the sector. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.



## M&G Global Strategic Value Fund

### Benchmark: MSCI ACWI Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global Sustain Paris Aligned Fund

### Benchmark: MSCI World Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Global Target Return Fund

### Benchmark: SONIA +2-4%

The benchmark is a target which the fund seeks to achieve. The rate has been chosen as the fund's benchmark as it is an achievable performance target and best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance objective and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which assets to buy, hold and sell in the fund.

## M&G Global Themes Fund

### Benchmark: MSCI ACWI Index

With effect from 17 November 2017 the benchmark is the MSCI ACWI Index.

Prior to 17 November 2017 the benchmark was the FTSE Global Basics Composite Index.

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Index-Linked Bond Fund

### Benchmark: FTSE UK Index-linked Gilts All Stocks Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Index Tracker Fund

### Benchmark: FTSE All-Share Index

The index is a constraining benchmark for the fund.

The fund is passively managed and aims to track the return of the index. The fund's holdings are therefore unlikely to significantly deviate from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G Japan Fund

### Benchmark: MSCI Japan Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.



## M&G Japan Smaller Companies Fund

### Benchmark: Russell/Nomura Mid-Small Cap Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G Managed Growth Fund

### Benchmark: (IA) Flexible Investment Sector

The benchmark is a target which the fund seeks to outperform. The composite index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Benchmark returns stated in share class currency.

## M&G North American Dividend Fund

### Benchmark: S&P 500 Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

For unhedged share classes, the benchmark is shown in sterling. For currency hedged share classes, the benchmark is hedged to sterling.

## M&G North American Value Fund

### Benchmark: S&P 500 Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G Optimal Income Fund

### Benchmark: A composite index comprising:

**1/3 Bloomberg Global Treasury Index GBP Hedged;  
1/3 Bloomberg Global Aggregate Corporate Index  
GBP Hedged; 1/3 Bloomberg Global High Yield Index  
GBP Hedged**

Prior to 6 March 2023 the benchmark was (IA) Sterling Strategic Corporate Bond Sector Average.

The benchmark is a target which the fund seeks to outperform. The sector has been chosen as the fund's benchmark as the fund is a constituent of the sector. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.

## M&G Positive Impact Fund

### Benchmark: MSCI ACWI Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G Recovery Fund

### Benchmark: FTSE All-Share Index

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in the share class currency.

## M&G Short Dated Corporate Bond Fund

### Benchmark: Markit iBoxx EUR Corporates 1-3 year Index (GBP Hedged)

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the target benchmark's constituents. The benchmark is shown in sterling.

The benchmark has been used since 2018.

## M&G Smaller Companies Fund

### Benchmark: Numis Smaller Companies Index excluding Investment Companies

The Numis index is a target benchmark which the fund seeks to outperform. The Numis index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The Numis index is used to measure the fund's performance and, together with the FTSE All-Share Index and the Alternative Investment Market, constrain the fund's portfolio construction as they define the investment universe of the fund.

The fund is actively managed. Within the given constraints, the fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in sterling.

## M&G Strategic Corporate Bond Fund

### Benchmark: With effect from 6 March 2023 the benchmark is the iBoxx Sterling Corporates GBP Index

Prior to 6 March 2023 the benchmark was (IA) Sterling Corporate Bond Sector Average.

The benchmark is a target which the fund seeks to outperform. The sector has been chosen as the fund's benchmark as the fund is a constituent of the sector. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Benchmark returns stated in share class currency.

## M&G Sustainable Global Corporate Bond Fund

### Benchmark: Bloomberg MSCI Global Corporate ESG BB+ Sustainable SRI Bond Index

This benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. This benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed and the fund manager has freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

For unhedged share classes, the benchmark is shown in the share class currency. For currency hedged share classes, the benchmark is hedged to the share class currency.

## M&G Sustainable Global High Yield Bond Fund

### Benchmark: Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index (Hedged GBP)

Prior to 10 May 2022 the fund was known as M&G Global High Yield ESG Bond Fund.

Prior to 10 May 2022 the benchmark was ICE BofAML Global High Yield Index (GBP Hedged).

The new benchmark is an index reflecting the sustainable global high yield bond market. The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

## M&G Sustainable Multi Asset Balanced Fund

**Benchmark: (IA) Mixed Investment 20-60% Shares Sector**

The benchmark is a comparator against which the fund's financial performance can be measured. The sector has been chosen as the benchmark as it reflects the financial aspects of the fund's investment policy. The benchmark does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund within the constraints set by the fund's objective and investment policy.

The benchmark is shown in sterling.

## M&G Sustainable Multi Asset Cautious Fund

**Benchmark: (IA) Mixed Investment 0-35% Shares Sector**

The benchmark is a comparator against which the fund's financial performance can be measured. The sector has been chosen as the benchmark as it reflects the financial aspects of the fund's investment policy. The benchmark does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund within the constraints set by the fund's objective and investment policy.

The benchmark is shown in sterling.

## M&G Sustainable Multi Asset Fund

**Benchmark: n/a**

The fund is actively managed and it has no benchmark. Investors can assess the performance of the fund by its objective to provide a total return of 4 to 8% per annum over any five-year period.

The fund's annual report for each financial year will include details of the fund's performance in relation to its objective.

## M&G Sustainable Multi Asset Growth Fund

**Benchmark: (IA) Flexible Investment Sector**

The benchmark is a comparator against which the fund's financial performance can be measured. The sector has been chosen as the benchmark as it reflects the financial aspects of the fund's investment policy. The benchmark does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund within the constraints set by the fund's objective and investment policy.

The benchmark is shown in sterling.

## M&G UK Income Distribution Fund

**Benchmark: A composite index comprising:  
70% FTSE All Share Index;  
30% FTSE UK Conventional Gilts All Stocks Index**

This composite index is the fund's total return benchmark. The yield benchmark is the FTSE All-Share Index.

The benchmarks are targets which the fund seeks to outperform, and have been chosen as they best reflect the scope of the fund's investment policy. The benchmarks are used solely to measure the fund's performance and do not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the constituents of the benchmarks.

The total return benchmark is shown in sterling.

## M&G UK Inflation Linked Corporate Bond Fund

**Benchmark: UK Consumer Prices Index**

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

For unhedged and hedged share classes, the benchmark is shown in sterling.

## M&G UK Sustain Paris Aligned Fund

**Benchmark: FTSE All-Share Index**

The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents. The fund changed its name, investment objective and investment strategy on 13 July 2022. Prior to this date, the fund was named M&G UK Select Fund.

The benchmark is shown in the share class currency.

## Notes





# M&G Asian Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including the fund's investment performance objective. We are pleased to report the reduced annual charge on the sterling A, I and R share classes from 16 May 2023 provided enhanced value to investors. Overall, we find that, at least, 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.00%	3	3	3	3	1	2	3	2
Sterling I	0.60%	3	3	3	3	1	1	3	2
Sterling PP	0.50%	2	3		3	1	1	3	2
Sterling R	0.85%	3	3	3	3	1	2	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 AC Asia Pacific (ex Japan) Index over any five-year period.

The fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>3.4%</b>	<b>-2.0%</b>	<b>3.8%</b>
Sterling A	3.5%	2.9%	5.0%
Sterling I	4.0%	3.3%	5.5%
Sterling PP	–	–	–
Sterling R	3.7%	3.0%	5.3%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.09 – 30.06.11: MSCI AC Far East (ex Japan) Index;  
01.07.11 – Present: MSCI AC Asia Pacific (ex Japan) Index

The total return benchmark is shown in sterling.  
For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



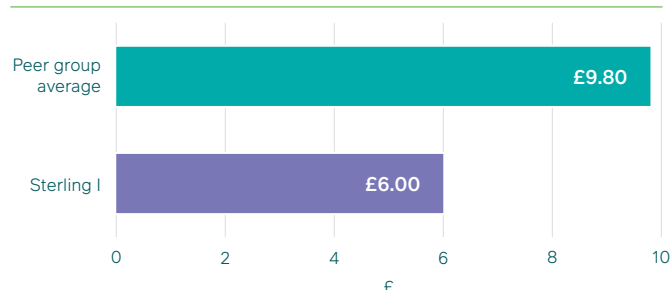
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate all share classes as at least 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Better Health Solutions Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, although we are unable to assess the fund's performance against its objectives as the fund only launched in June 2021. We are pleased to report that investors benefit from annual charges that we find to be lower than most competitors. Overall, we find that 'good' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.10%	2	3	□	3	2	2	3	2
Sterling I	0.70%	2	3	□	3	2	1	3	2
Sterling PP	0.60%	2	3	□	3	2	1	3	2
Sterling R	0.95%	2	3	□	3	2	2	3	2
Sterling Z	0.00%	2	3	□	3	2	□	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (capital growth plus income), net of the Ongoing Charges Figure, than the MSCI World Index over any five-year period
- to invest in companies that deliver solutions to the challenge of better health and well-being.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>23.0%</b>	<b>12.4%</b>	<b>13.3%</b>
Sterling A	8.9%	–	–
Sterling I	9.3%	–	–
Sterling PP	9.4%	–	–
Sterling R	9.0%	–	–
Sterling Z	10.0%	–	–

Past performance is not a guide to future performance.

**Benchmark:** MSCI World Index

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund has demonstrated that its investment universe is driven by ESG themed considerations. We therefore rate its performance against these considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



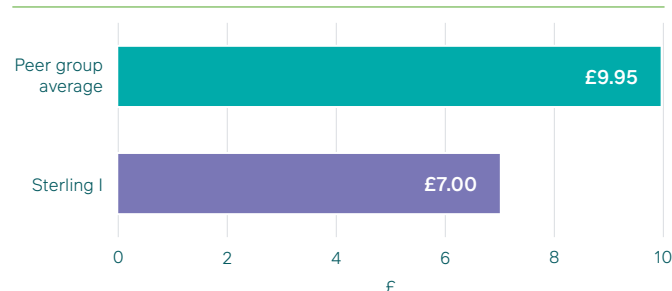
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'good'. The fund recently launched, and is less than three years old, so the fund's economies of scale cannot be fully assessed against the criterion.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the share classes at least as 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Charibond Charities Fixed Interest Fund (Charibond)

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to the charities that invest in it over the review period. The fund launched in November 2019 so we are unable to assess the fund's performance against its objective. We are pleased to report the fund's economies of scale criterion is rated as 'outstanding', and that the fund's charges are the lowest among competitor funds. Overall, we find that 'good' value has been delivered to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling	0.30%	2	3	□	3	1	1	□	2

#### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 a composite index comprising one half Gilts and one half UK corporate bonds, over any five-year period.

The composite index is 50% of the ICE BoAML 1-15 Gilt Index and 50% of the ICE BoAML 1-15 Non Gilt Index.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>4.1%</b>	<b>-2.4%</b>	<b>-</b>
Sterling	4.6%	-1.1%	-

Past performance is not a guide to future performance.

**Benchmark:** 50% of the ICE BoAML 1-15 Gilt Index; 50% of the ICE BoAML 1-15 Non-Gilt Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



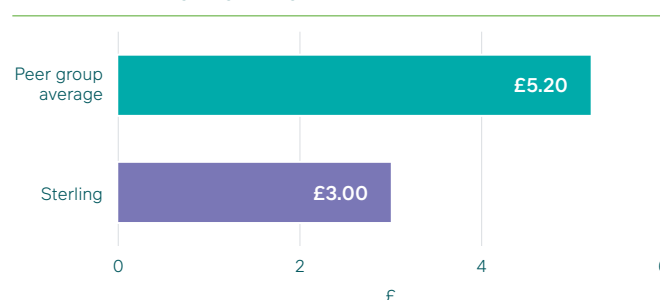
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are less expensive than most competitor funds, so we rate the fund as 'outstanding'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Charity Multi Asset Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to the charities that invest in it over the review period. We find that value has been achieved across all criteria although, having launched in November 2019, we are unable to fully assess the fund's performance against the investment objective. We are pleased to report that the fund is rated 'good' under the comparable market rates criterion, where the fund's annual charges are lower than most competitors. Overall, the fund is rated as delivering 'good' value to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling	0.56%	2	3		2	1	2		2

#### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than that of a composite index\* over any five-year period
- to provide an annual yield of at least 3%.

There is no guarantee that the fund will achieve its investment objective over this, or any other period. The income distributions and the value of investments may rise and fall and investors may not recoup the amount they originally invested.

Having only recently launched, the fund's performance cannot be assessed against its objective. However, the fund has met its annual yield objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>11.3%</b>	<b>6.4%</b>	<b>-</b>
Sterling	6.4%	6.1%	-

Past performance is not a guide to future performance.

**Benchmark:** \*45% FTSE All-Share Index;  
30% MSCI ACWI (ex UK) Index;  
12.5% ICE BoAML 1-15 Gilt Index;  
12.5% ICE BoAML 1-15 Non-Gilt Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



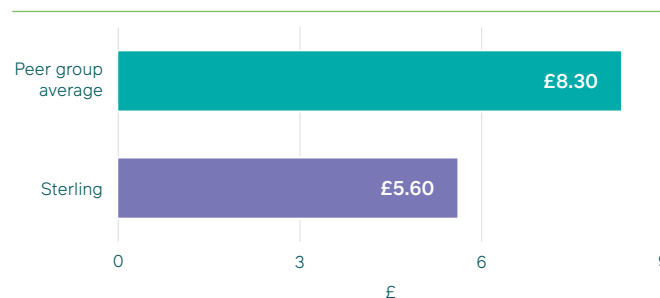
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are less expensive than most competitor funds, so we rate the fund as 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Climate Solutions Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across most criteria, although as the fund launched in November 2020, we are unable to fully assess the fund's performance against its objectives over a five-year period. Overall, we are pleased to report that at least 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.15%	3	3	□	3	2	3	3	2
Sterling I	0.75%	2	3	□	3	2	2	3	2
Sterling PP	0.65%	2	3	□	3	2	1	3	2
Sterling R	1.00%	3	3	□	3	2	3	3	2
Sterling Z	0.05%	2	3	□	3	2	1	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charges Figure, than the MSCI World Index over any five-year period
- to invest in companies that aim to deliver solutions to the challenge of climate change.

Having only recently launched, the fund's performance cannot be assessed against its financial objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>23.0%</b>	<b>12.4%</b>	<b>13.3%</b>
Sterling A	-0.1%	0.5%	-
Sterling I	0.3%	0.9%	-
Sterling PP	0.4%	1.0%	-
Sterling R	0.1%	0.7%	-
Sterling Z	1.0%	1.6%	-

Past performance is not a guide to future performance.

### Benchmark: MSCI World Index (Gross)

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund is well aligned with its impact objective, having demonstrated how the revenues of portfolio holdings stem from activities aligned to the UN Sustainable Development Goals. We therefore rate its performance against non-financial considerations as 'good'.

## 4. Economies of scale



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 5. Comparable market rates



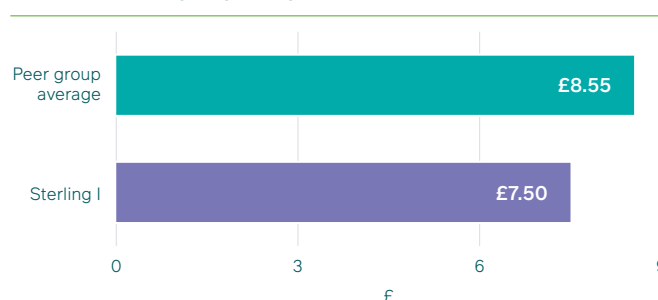
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'good'.

## 6. Comparable M&G services



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'good'.

### Annual cost per £1,000 invested – based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 7. Share classes



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 8. Focus on sustainability



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Corporate Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across most criteria. We find that we have provided value in investment performance across all share classes apart from the 'A' share class. We are pleased to report the fund's economies of scale criterion is rated as 'outstanding'. Overall, we find that at least 'satisfactory' value has been delivered, with the 'I' and 'PP' share classes rated as 'good' value for investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.83%	3	3	4	3	1	3	3	2
Sterling I	0.43%	2	3	2	3	1	3	3	2
Sterling PP	0.33%	2	3	2	3	1	2	3	2
Sterling R	0.68%	3	3	3	3	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than the average return of the iBoxx Sterling Corporates GBP Index over any five-year period.

Most of the fund's share classes have been rated as at least 'satisfactory' for performance, while the 'A' share classes are rated as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>7.5%</b>	<b>-2.3%</b>	<b>0.5%</b>
Sterling A	7.1%	-2.2%	0.4%
Sterling I	7.5%	-1.8%	0.9%
Sterling PP	7.6%	-1.7%	1.0%
Sterling R	7.3%	-2.1%	0.6%

Past performance is not a guide to future performance.

**Benchmark:** Prior to 06.03.2023: (IA) Sterling Corporate Bond Sector Average; 07.03.2023 – Present: iBoxx Sterling Corporates GBP Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



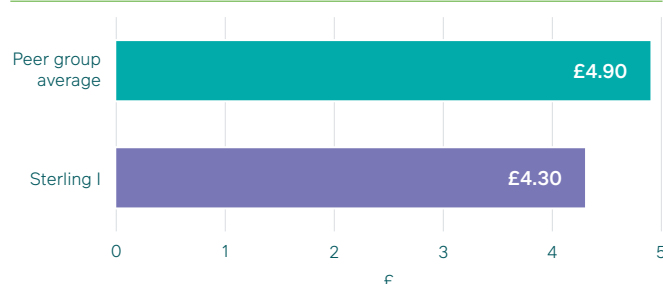
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) £ Corporate Bond

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Dividend Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to investors over the review period. We find that value has been achieved across all criteria, except investment performance which has been rated as 'must improve'. The fund fell short on the objective of outperforming the MSCI ACWI Index, but delivered in providing a higher yield than the MSCI ACWI Index. Inflation and interest rates were key drivers of UK stocks throughout the period. We are pleased to report the economies of scale criterion is rated as 'outstanding' for the fund. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.14%	3	3	4	3	1	3		2
Sterling I	0.74%	3	3	4	3	1	2		2
Sterling R	0.99%	3	3	4	3	1	3		2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	We, the Board, have carefully considered the fund's performance and strategy. The investment environment remains challenging where recent rate hikes have hampered dividend strategies. The Board are confident that the fund is suitably positioned over a longer time horizon, particularly with a view to capital appreciation, to achieve its investment objectives.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has three aims:

- to provide an annual yield higher than that of the FTSE All-Share Index
- to provide an income stream that increases every year
- to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than that of the FTSE All-Share Index over any five-year period.

While the fund has met its yield objective, the fund did not meet its other investment objectives over the five-year period ending 31 March 2024. Therefore all share classes are rated as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>8.4%</b>	<b>8.0%</b>	<b>5.4%</b>
Sterling A	2.4%	4.0%	3.3%
Sterling I	2.9%	4.4%	3.7%
Sterling R	2.6%	4.2%	3.5%

Past performance is not a guide to future performance.

**Benchmark:** FTSE All-Share Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



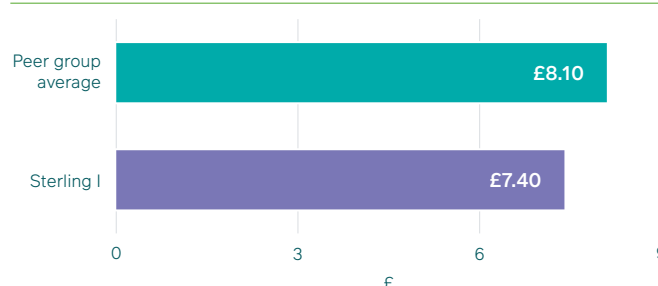
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Emerging Markets Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including investment performance. The fund is rated 'outstanding' under the economies of scale criterion. Overall, we find that at least 'good' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.08%	2	3	2	2	1	3	3	2
Sterling I	0.68%	2	3	2	2	1	2	3	2
Sterling I-H	0.71%	2	3	2	2	1	2	3	2
Sterling PP	0.58%	1	3	1	2	1	1	3	2
Sterling PP-H	0.61%	1	3	1	2	1	1	3	2
Sterling R	0.93%	2	3	2	2	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 a composite index over any five-year period.

The composite index is made up of one third JPM EMBI Global Diversified Index, one third JPM CEMBI Broad Diversified Index and one third JPM GBI-EM Global Diversified Index.

All of the fund's share classes met their investment objective over the review period and we rate the fund overall as at least 'good' for performance, with some share classes rated as 'outstanding'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>6.2%</b>	<b>2.0%</b>	<b>1.8%</b>
Sterling A	9.7%	3.4%	2.8%
Sterling I	10.1%	3.9%	3.3%
Sterling I-H	11.3%	-0.2%	1.2%
Sterling PP	10.2%	4.0%	3.4%
Sterling PP-H	11.5%	-0.1%	-
Sterling R	9.8%	3.6%	3.0%

Past performance is not a guide to future performance.

**Benchmark:** 1/3 JPM EMBI Global Diversified;  
1/3 JPM CEMBI Broad Diversified;  
1/3 JPM GBI-EM Global Diversified

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



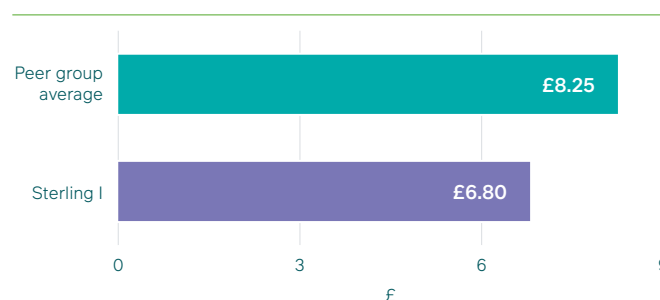
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Episode Allocation Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance as the fund did not meet its five-year objective. Against a volatile backdrop, the fund delivered a positive return but underperformed against its benchmark. However, we are pleased to report the fund has been rated as 'outstanding' under the economies of scale criterion. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.11%	3	3	4	3	1	3		2
Sterling I	0.71%	3	3	4	3	1	2		2
Sterling PP	0.61%	3	3	4	3	1	2		2
Sterling R	0.96%	3	3	4	3	1	3		2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to deliver a total return (the combination of capital growth and income) of at least 5% per annum above the Sterling Overnight Index Average (SONIA), before any charges are taken, over any five-year period.

The fund did not meet its total return objective over the five-year period ending 31 March 2024. We therefore rate the fund as 'must improve' for performance.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>10.4%</b>	<b>7.6%</b>	<b>6.8%</b>
Sterling A	9.8%	4.7%	3.7%
Sterling I	10.1%	5.0%	4.1%
Sterling PP	10.2%	5.1%	4.2%
Sterling R	9.9%	4.8%	3.9%

Past performance is not a guide to future performance. Fund returns are shown net of charges.

**Benchmark:** SONIA +5%

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

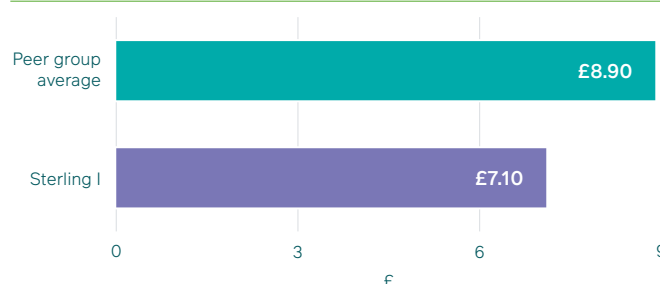
## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes as at least 'satisfactory'.

### Annual cost per £1,000 invested –

based on the ongoing charges for similar funds



**Sector:** (IA) Mixed Investment 20-60% Shares

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Episode Growth Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria. We are pleased to report the economies of scale criterion was rated as 'outstanding' for the fund. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.13%	3	3	3	2	1	3	□	2
Sterling I	0.73%	3	3	3	2	1	3	□	2
Sterling PP	0.63%	3	3	3	2	1	2	□	2
Sterling R	0.98%	3	3	3	2	1	3	□	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income) net of the Ongoing Charge Figure, than the average return of the (IA) Mixed Investment 40-85% Shares Sector over any five-year period.

All of the fund's share classes met their investment objective over the review period. This fund has been rated overall as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>10.1%</b>	<b>3.4%</b>	<b>6.5%</b>
Sterling A	12.2%	7.0%	6.6%
Sterling I	12.3%	7.3%	7.0%
Sterling PP	12.4%	7.4%	7.2%
Sterling R	12.3%	7.1%	6.8%

Past performance is not a guide to future performance.

**Benchmark:** 26.02.93 – 10.12.19: 2/3 MSCI ACWI Index, 1/3 Bloomberg Barclays Global Aggregate GBP Index; 10.12.19 – 02.02.21: 2/3 MSCI ACWI Index, 1/3 Bloomberg Barclays Global Aggregate GBP Hedged Index; 02.02.21 – Present (IA) Mixed Investment 40-85% Shares Sector

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



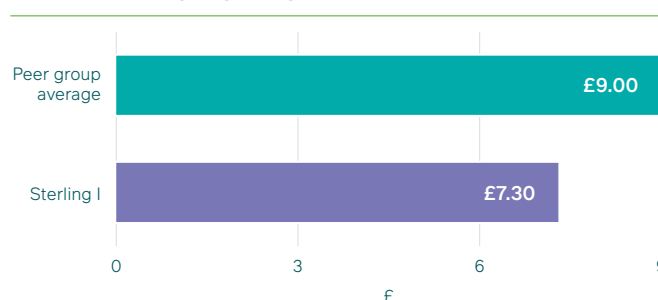
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'satisfactory'.

Annual cost per £1,000 invested – based on the ongoing charges for similar funds



**Sector:** (IA) Mixed Investment 40-85% Shares

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Episode Income Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across most criteria, except the fund's performance criterion which has been rated as 'must improve'. Like some of the other Multi Asset funds, the fund suffered from the shift in market conditions in 2022 (with higher inflation and interest rates) and the subsequent correlated declines in bonds and equities. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.05%	3	3	4	3	1	3	3	2
Sterling I	0.66%	3	3	4	3	1	2	3	2
Sterling PP	0.56%	3	3	4	3	1	2	3	2
Sterling R	0.90%	3	3	4	3	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide:

- a growing level of income over any three-year period
- capital growth of 2-4% per annum, net of the Ongoing Charge Figure, over any three-year period.

The fund did not meet its capital growth or income objectives over the three-year period ending 31 March 2024. Therefore, we rate all share classes as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
Sterling A	6.6%	2.0%	3.0%
Sterling I	6.9%	2.3%	3.4%
Sterling PP	7.0%	2.4%	3.5%
Sterling R	6.7%	2.1%	3.2%

Past performance is not a guide to future performance.

**Benchmark:** n/a

The fund is actively managed and it has no benchmark.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



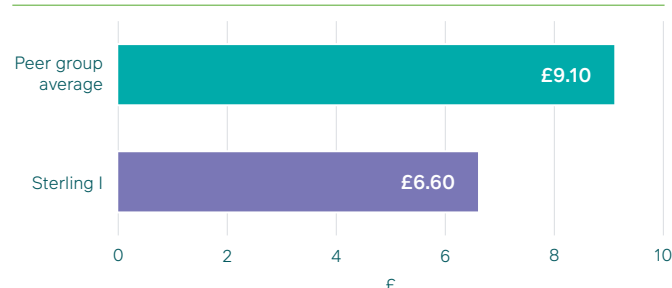
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Equities Investment Fund for Charities (Charifund)

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to the charities that invest in it over the review period. We find that value has been achieved across all criteria, except investment performance. The fund has met its yield and income growth objectives. The fund did not meet its capital growth objective during the review period, however the annual fund charge has reduced from last year. The fund has also been rated 'outstanding' under the economies of scale and comparable market rates criteria, meaning charges are among the lowest in its peer group. Overall, we find that 'satisfactory' value has been delivered to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling	0.55%	3	3	4	2	1	1	<input type="checkbox"/>	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services

Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance

The fund has three aims:

- to provide an annual yield above that available from the FTSE All-Share Index
- to provide an income stream that increases every year
- to provide a level of capital growth, net of the Ongoing Charge Figure, that is higher than inflation over any 10-year period, as measured by the UK Retail Prices Index (RPI).

There is no guarantee that the fund will achieve its objective over this, or any other period and investors may not get back the original amount they invested.

The fund met its income growth and yield objectives but did not meet its capital return objective over the 10-year period ending 31 March 2024. We therefore rate the fund as 'must improve' for performance.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>8.4%</b>	<b>8.0%</b>	<b>5.4%</b>
Sterling	4.3%	5.3%	4.4%

Past performance is not a guide to future performance.

**Benchmark:** FTSE All-Share Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability

In our opinion, the fund has demonstrably made exclusions in line with its investment policy. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM

The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

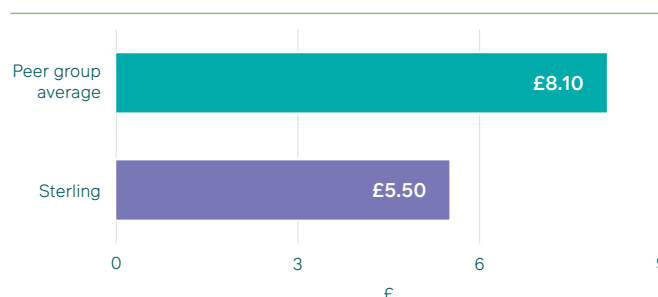
## 4. Economies of scale

Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates

The fund's annual charges are less expensive than most competitor funds, so we rate the fund as 'outstanding'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

## 6. Comparable M&G services

There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes

We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G European Sustain Paris Aligned Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, and the fund has met its investment performance objective across all share classes. Overall, we find that all share classes in the fund are rated as delivering overall 'good' value to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.95%	2	3	2	2	1	2	3	2
Sterling I	0.55%	2	3	2	2	1	1	3	2
Sterling PP	0.45%	2	3		2	1	1	3	2
Sterling R	0.80%	2	3	2	2	1	2	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (capital growth plus income), net of the Ongoing Charge Figure, than that of the MSCI Europe ex UK Index over any five-year period
- to invest in companies that contribute towards the Paris Agreement climate change goal.

All of the fund's share classes met its investment objective over the five-year period ending 31 March 2024 and are therefore rated as 'good'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>13.5%</b>	<b>9.4%</b>	<b>8.9%</b>
Sterling A	17.2%	10.8%	10.0%
Sterling I	17.7%	11.3%	10.5%
Sterling PP	17.8%	–	–
Sterling R	17.4%	11.0%	10.3%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.09 – 31.12.11: FTSE World Europe Index; 01.01.12 – Present: MSCI Europe Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability



We find the fund has demonstrably acted in line with its investment policy and that the fund continues to prioritise sustainability themes and ESG criteria when investing in its universe. We therefore rate its performance against sustainability considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



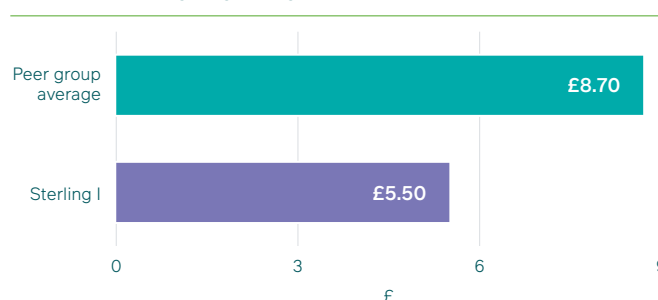
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'good'.

Annual cost per £1,000 invested – based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments. Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.



# M&G Gilt & Fixed Interest Income Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance. Inflationary pressures have subsided in the UK and globally and expectations are growing for interest rate cuts in 2024, although this has yet to be confirmed by central bankers. Overall, we find that at least 'satisfactory' value has been delivered across the fund's share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.55%	3	3	4	2	1	2	2	2
Sterling I	0.25%	3	3	4	2	1	1	2	2
Sterling PP	0.15%	2	3		2	1	1	2	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	We, the Board, have carefully considered the fund's performance and strategy. The Board note the recent Manager change and remain confident that the fund is suitably positioned over a longer time horizon to achieve its five-year investment objectives, in particular with reduced inflationary pressures in the market. The Board will continue to monitor and review the fund with the investment team.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 FTSE UK Conventional Gilts All Stocks Index over any five-year period.

None of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>0.0%</b>	<b>-7.4%</b>	<b>-3.8%</b>
Sterling A	0.0%	-7.2%	-4.0%
Sterling I	0.3%	-7.0%	-3.8%
Sterling PP	–	–	–

Past performance is not a guide to future performance.

**Benchmark:** FTSE UK Conventional Gilts All Stocks Index

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



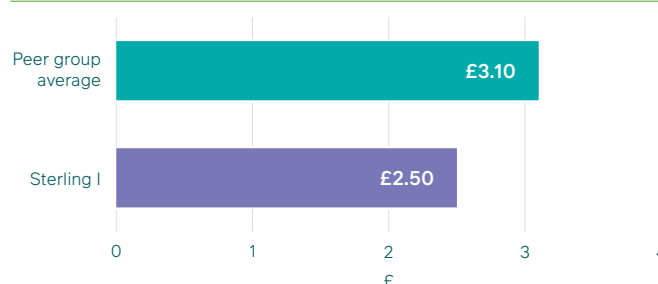
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global AI Themes Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across most criteria. As this fund launched November 2023, we are unable to fully assess the fund's performance against its objectives over a five-year period.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.10%	2	3	□	3	2	3	2	2
Sterling I	0.70%	2	3	□	3	2	2	2	2
Sterling L	0.50%	2	3	□	3	2	2	2	2
Sterling R	0.95%	2	3	□	3	2	3	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charges Figure, than that of the MSCI ACWI Index over any five-year period.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>21.1%</b>	<b>10.7%</b>	<b>12.1%</b>
Sterling A	–	–	–
Sterling I	–	–	–
Sterling L	–	–	–
Sterling R	–	–	–

Past performance is not a guide to future performance.

### Benchmark: MSCI ACWI Index

The benchmark is shown in the share class currency.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



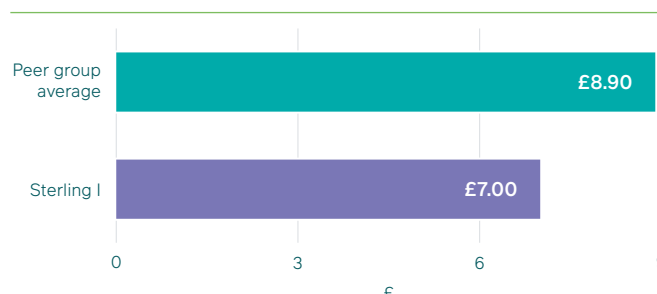
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'good'. The fund recently launched, and is less than three years old, so the fund's economies of scale cannot be fully assessed against the criterion.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer sector: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Convertibles Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including the fund's investment performance objective. We are pleased to report that under the comparable market rates criterion, the fund has been rated as at least 'satisfactory,' whilst 'I' share class has been rated 'good' and 'PP' as 'outstanding', meaning that the fund's charges are the lowest among competitor funds. Overall, we find that at least 'satisfactory' value has been delivered for all share classes to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.25%	3	3	3	3	1	3	2	2
Sterling A-H	1.28%	3	3	3	3	1	3	2	2
Sterling I	0.85%	3	3	3	3	1	2	2	2
Sterling I-H	0.88%	3	3	3	3	1	3	2	2
Sterling PP	0.70%	3	3	3	3	1	1	2	2
Sterling R	1.10%	3	3	3	3	1	3	2	2
Sterling R-H	1.13%	3	3	3	3	1	3	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than the Thomson Reuters Global Focus Convertible Bond Index over any five-year period.

The fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>3.6%</b>	<b>-2.2%</b>	<b>3.1%</b>
Benchmark (Hedged)	7.5%	-3.4%	3.1%
Sterling A	5.6%	0.0%	3.7%
Sterling A-H	7.8%	-2.1%	2.7%
Sterling I	6.0%	0.4%	4.2%
Sterling I-H	8.6%	-1.5%	3.4%
Sterling PP	6.2%	0.5%	4.4%
Sterling R	5.8%	0.1%	3.9%
Sterling R-H	8.2%	-1.9%	3.0%

Past performance is not a guide to future performance.

**Benchmark:** Thomson Reuters Global Focus Convertible Bond Index

For unhedged share classes, the benchmark is shown in sterling.  
For currency hedged share classes, the benchmark is hedged to sterling.  
For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



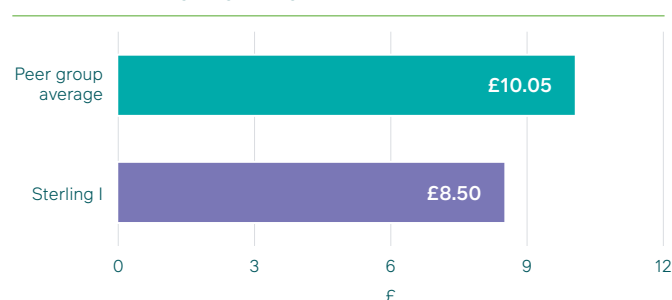
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Corporate Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across most criteria, although the fund launched in January 2024, so we are unable to fully assess the fund's performance against its objectives over a five-year period.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.85%	3	3	□	3	2	3	3	2
Sterling I	0.45%	3	3	□	3	2	3	3	2
Sterling L	0.25%	2	3	□	3	2	1	3	2
Sterling PP	0.35%	2	3	□	3	2	2	3	2
Sterling R	0.70%	3	3	□	3	2	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services

Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance

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 Bloomberg Global Aggregate Corporate Index (GBP Hedged) over any five-year period.

Having only recently launched, the fund's performance cannot be assessed against its objective.

**Benchmark:** Bloomberg Global Aggregate Corporate Index (GBP Hedged)

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM

The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

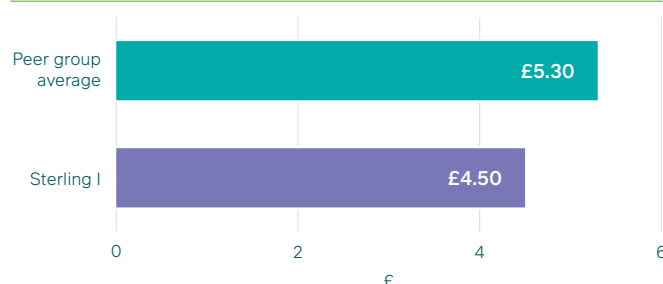
## 4. Economies of scale

Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'good'. The fund recently launched, and is less than three years old, so the fund's economies of scale cannot be fully assessed against the criterion.

## 5. Comparable market rates

The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) Global Corporate Bond

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services

Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes

We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Dividend Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to the fund's investors over the review period. We find that value has been achieved across all criteria, except investment performance. The fund fell short on the objective of outperforming the MSCI ACWI Index, but most share classes delivered on the fund's income objectives and yield objectives. We are pleased to report investors benefit from the fund's 'outstanding' rated economies of scale and annual charges that we find to be lower than most competitors, especially in the 'PP' class. Overall, we find that at least 'satisfactory' value has been delivered across all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.06%	3	3	4	2	1	3	3	2
Sterling I	0.66%	3	3	4	2	1	2	3	2
Sterling PP	0.56%	3	3	4	2	1	1	3	2
Sterling R	0.91%	3	3	4	2	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	The Board have carefully considered the fund's recent short-term underperformance and strategy during the review period. The Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has three aims:

- to deliver an income stream that increases every year
- to deliver a yield above that available from the MSCI ACWI Index over any five-year period
- to deliver a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than that of the MSCI ACWI Index over any five-year period.

Over five years, performance across the fund's share classes relative to the benchmark as a whole has been mixed. All share classes are rated as 'must improve'. For most share classes the yield and income objectives have been met.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>21.1%</b>	<b>10.7%</b>	<b>12.1%</b>
Sterling A	9.8%	9.3%	9.6%
Sterling I	10.2%	9.7%	10.1%
Sterling PP	10.3%	9.8%	10.3%
Sterling R	9.9%	9.5%	9.9%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.09 – 31.12.11: FTSE World Index;  
01.01.12 – Present: MSCI ACWI Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



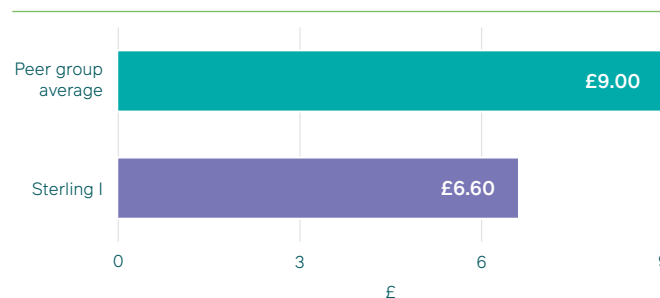
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Emerging Markets Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including the fund's investment performance objective which has been rated as 'satisfactory'. Over the review period, emerging market equities recorded negative performance in US dollar terms over the past 12 months. Concerns over the health of the Chinese economy, along with sentiment over the direction of developed market interest rates, hindered performance before the rebound towards the end of 2023. Against this backdrop, the fund finished ahead of the benchmark over the period. Investors benefitted from the fund's economies of scale and annual charges that are lower than most competitors. Overall, we find that 'satisfactory' value has been delivered to all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.17%	3	3	3	3	1	2	3	2
Sterling I	0.77%	3	3	3	3	1	1	3	2
Sterling I-H	0.80%	3	3	3	3	1	2	3	2
Sterling PP	0.67%	3	3	3	3	1	1	3	2
Sterling PP-H	0.70%	3	3	3	3	1	1	3	2
Sterling R	1.02%	3	3	3	3	1	2	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 Emerging Markets Index over any five-year period.

All share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>6.3%</b>	<b>-1.8%</b>	<b>3.2%</b>
Sterling A	9.9%	5.3%	5.7%
Sterling I	10.3%	5.7%	6.2%
Sterling I-H	11.7%	1.3%	-
Sterling PP	10.4%	5.8%	6.3%
Sterling PP-H	11.9%	1.5%	-
Sterling R	10.1%	5.4%	5.9%

Past performance is not a guide to future performance.

### Benchmark: MSCI Emerging Markets Index

For unhedged and hedged share classes, the benchmark is shown in sterling. For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



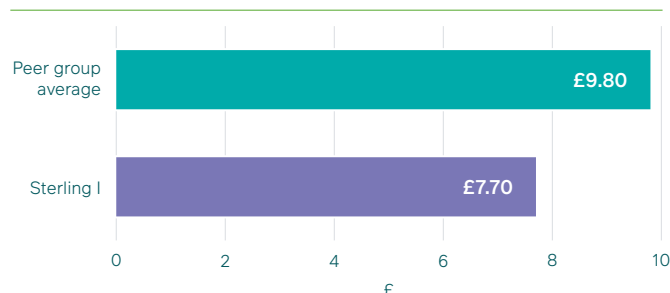
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Floating Rate High Yield Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. Defensive credit positioning was the main hinderance on relative investment performance but we find that value has been achieved across all other criteria. Over five years, the fund delivered positive returns across its share classes, but did not achieve its objective of providing a higher total return, net of the ongoing charge figure, over any five-year period versus the benchmark. Overall, we find that 'satisfactory' value has been delivered.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A-H	1.03%	3	3	4	3	1	3	2	2
Sterling E-H	0.43%	3	3	4	3	1	2	2	2
Sterling I-H	0.63%	3	3	4	3	1	3	2	2
Sterling PP-H	0.53%	3	3	4	3	1	2	2	2
Sterling R-H	0.88%	3	3	4	3	1	3	2	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 ICE BofAML Global Floating Rate High Yield Index (3% constrained) USD Hedged over any five-year period.

None of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>13.8%</b>	<b>7.2%</b>	<b>6.0%</b>
Sterling A-H	12.0%	5.6%	4.0%
Sterling E-H	12.6%	6.2%	4.6%
Sterling I-H	12.4%	6.0%	4.4%
Sterling PP-H	12.6%	6.2%	4.6%
Sterling R-H	12.2%	5.8%	4.1%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.15 – 31.03.16: ICE BofAML Global Floating Rate High Yield Index;  
01.04.16 – Present: ICE BofAML Global Floating Rate High Yield Index (3% constrained) GBP Hedged

For unhedged share classes, the benchmark is shown in sterling.  
For currency hedged share classes, the benchmark is hedged to sterling.  
For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



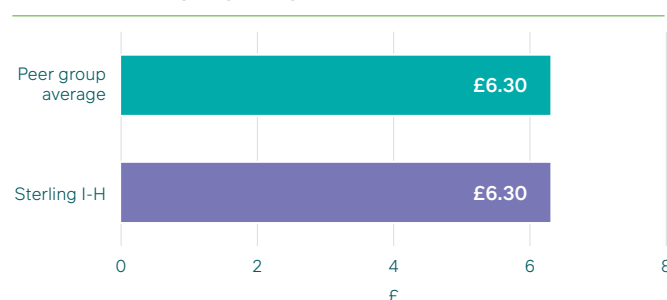
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate the share classes to be at least as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I-H' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.



# M&G Global Government Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including investment performance, for most share classes. We are pleased to report that investors benefit from the fund's economies of scale and most share classes are rated as providing at least 'good' value for annual charges which are found to be lower than most competitors. Overall, we find that at least 'satisfactory' value has been delivered for all share classes with the 'I' and 'R' share class rated as 'good' for value provided to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.90%	3	3	3	3	1	3	□	2
Sterling I	0.50%	2	3	2	3	1	2	□	2
Sterling R	0.75%	2	3	2	3	1	3	□	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than the average return of the Bloomberg Global Treasury Index Unhedged USD over any five-year period.

The fund's share classes are rated overall as at least 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>-3.9%</b>	<b>-3.9%</b>	<b>-1.0%</b>
Sterling A	-2.5%	-2.9%	-1.1%
Sterling I	-2.1%	-2.5%	-0.6%
Sterling R	-2.4%	-2.7%	-0.9%

Past performance is not a guide to future performance.

**Benchmark:** Prior to 19.04.2021: (IA) Global Bond Sector average; 20.04.2021 – 05.03.2023: (IA) Global Government Bond Sector average; 06.03.2023 – Present: Bloomberg Global Treasury Index Unhedged USD

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



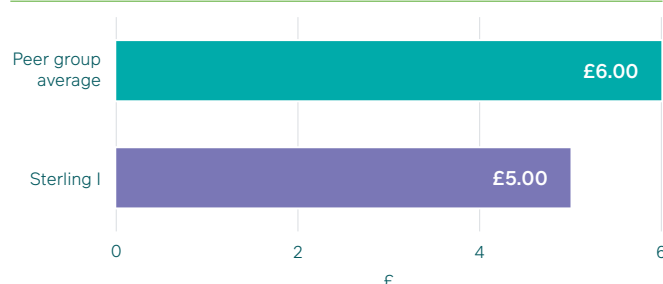
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are lower than the average for competitor funds, so we rate the share classes to be at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) Global Government Bond Sector

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global High Yield Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance. Our defensive positioning resulted in the fund lagging behind its benchmark. Riskier, lower rated bonds performed much better over the period while security selections also dragged on returns. However, we are pleased to report investors benefit from the fund's economies of scale and annual charges which are found to be lower than most competitors. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.98%	3	3	4	2	1	3	3	2
Sterling I	0.58%	3	3	4	2	1	3	3	2
Sterling PP	0.48%	3	3	4	2	1	2	3	2
Sterling R	0.83%	3	3	4	2	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 ICE BofAML Global High Yield Index (GBP Hedged) over any five-year period.

None of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>10.8%</b>	<b>0.6%</b>	<b>2.6%</b>
Sterling A	9.2%	-0.4%	1.5%
Sterling I	9.7%	0.0%	2.0%
Sterling PP	9.8%	0.1%	2.1%
Sterling R	9.4%	-0.2%	1.7%

Past performance is not a guide to future performance.

**Benchmark:** ICE BofAML Global High Yield Index (GBP Hedged)

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



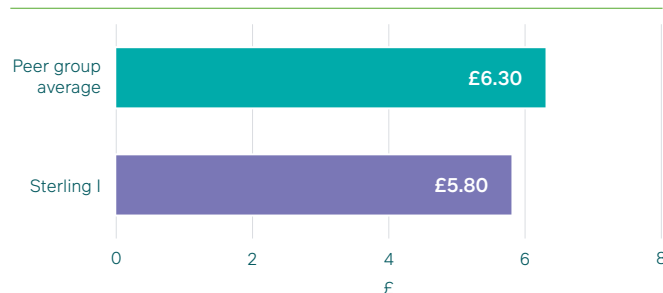
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate the fund as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Listed Infrastructure Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, apart from the fund delivering on its investment performance objective. The fund fell short on the objective of outperforming the MSCI ACWI Index, but the non-hedged share classes delivered on the income objective of increasing the income stream in sterling. We are pleased to report that investors benefit from the fund's economies of scale and annual charges that are lower than most competitors. Overall, we believe that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.37%	3	3	4	3	1	3	3	2
Sterling I	0.70%	3	3	4	3	1	3	3	2
Sterling I-H	1.00%	3	3	4	3	1	3	3	2
Sterling L	0.77%	3	3	4	3	1	2	3	2
Sterling PP	0.87%	3	3	4	3	1	3	3	2
Sterling PP-H	0.90%	3	3	4	3	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to deliver a higher total return (the combination of income and growth of capital), net of the Ongoing Charges Figure, than that of the MSCI All Countries World Index over any five-year period
- to deliver an income stream that increases every year in sterling terms.

None of the fund's share classes met their investment objective over the review period, so they are rated as 'must improve'. The fund fell short on the objective of outperforming the MSCI ACWI Index, but some share classes delivered on their income objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>21.1%</b>	<b>10.7%</b>	<b>12.1%</b>
Sterling A	-0.5%	4.5%	6.9%
Sterling I	-0.1%	4.9%	7.2%
Sterling I-H	1.9%	2.8%	-
Sterling L	0.1%	5.1%	7.5%
Sterling PP	0.0%	5.0%	7.4%
Sterling PP-H	1.6%	2.9%	-

Past performance is not a guide to future performance.

### Benchmark: MSCI ACWI Index

For unhedged share classes, the benchmark is shown in sterling.  
For currency hedged share classes, the benchmark is hedged to sterling.  
For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund has demonstrated that its investment universe is driven by sustainability-themed considerations. We therefore rate its performance against sustainability considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



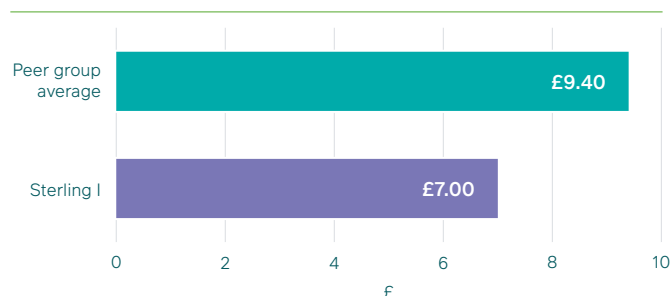
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges, based on what the customer is actually charged, are among the least expensive of competitor funds, so we rate the share classes to be at least 'satisfactory'. The charge displayed on the KIID includes extraordinary expenses and underlying charges for closed-ended-funds, such as investment trusts and Real Estate investment trusts.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Macro Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, and the fund has delivered strong performance against its investment objective across all share classes. Overall, we find that 'good' value has been delivered.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.03%	2	3	2	2	1	3	3	2
Sterling A-H	1.06%	2	3	2	2	1	3	3	2
Sterling I	0.63%	2	3	1	2	1	3	3	2
Sterling I-H	0.66%	2	3	1	2	1	3	3	2
Sterling J	0.63%	2	3	2	2	1	3	3	2
Sterling J-H	0.66%	2	3	2	2	1	3	3	2
Sterling PP	0.53%	2	3	1	2	1	3	3	2
Sterling PP-H	0.56%	2	3		2	1	3	3	2
Sterling R	0.88%	2	3	2	2	1	3	3	2
Sterling R-H	0.91%	2	3	2	2	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income) net of the Ongoing Charge Figure, than the average return of the Bloomberg Global Aggregate Index Unhedged USD over any five-year period.

The fund met its investment objective over the period ending 31 March 2024. We rate the fund overall at least as 'good' with some of the share classes rated as 'outstanding'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>-1.6%</b>	<b>-2.9%</b>	<b>-0.4%</b>
Sterling A	-3.9%	-2.4%	-0.2%
Sterling A-H	-2.8%	-6.1%	-2.0%
Sterling I	-3.5%	-2.0%	0.3%
Sterling I-H	-2.3%	-5.7%	-1.6%
Sterling J	-3.5%	-2.0%	0.3%
Sterling J-H	-2.5%	-5.8%	-1.6%
Sterling PP	-3.4%	-1.9%	0.4%
Sterling PP-H	-2.4%	-	-
Sterling R	-3.7%	-2.2%	0.0%
Sterling R-H	-2.7%	-6.0%	-1.9%

Past performance is not a guide to future performance.

**Benchmark:** Prior to 19.04.2021: (IA) Global Bond Sector average; 20.04.2021 – 05.03.2023: (IA) Global Mixed Bond Sector average; 06.03.2023 – Present: Bloomberg Global Aggregate Index Unhedged USD

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



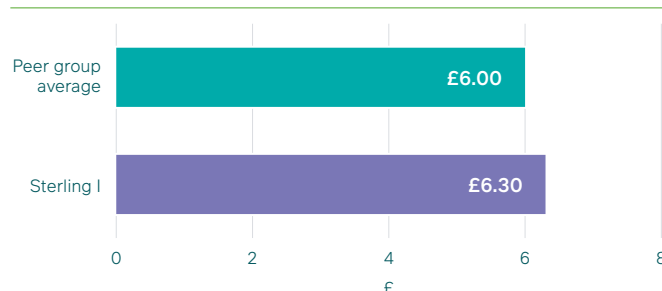
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate the share classes to be 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) Global Mixed Bonds

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Strategic Value Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance. The fund delivered positive returns but lagged behind the benchmark. Overall though, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.34%	3	3	4	3	1	3	3	2
Sterling I	0.90%	3	3	4	3	1	3	3	2
Sterling R	1.19%	3	3	4	3	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's recent performance during the review period and its value style strategy, the Board believe the fund will be able to meet its investment objective over the long term. We, the Board, will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 ACWI Index over any five-year period.

None of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>21.1%</b>	<b>10.7%</b>	<b>12.1%</b>
Sterling A	19.0%	10.1%	9.4%
Sterling I	19.5%	10.6%	9.9%
Sterling R	19.2%	10.3%	9.6%

Past performance is not a guide to future performance.

### Benchmark: MSCI ACWI Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



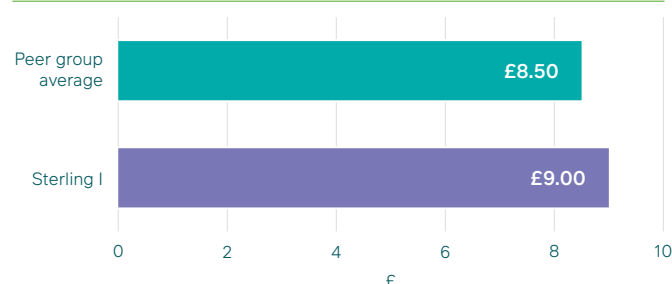
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all the share classes as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Sustain Paris Aligned Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find value has been achieved across most criteria, except performance as the fund did not meet its five-year objective. The non-financial objective to invest in companies that contribute towards the Paris Agreement climate change goal was met. Overall, we find that at least 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.10%	3	3	4	3	1	3	3	2
Sterling I	0.70%	3	3	3	3	1	2	3	2
Sterling PP	0.60%	2	3		3	1	2	3	2
Sterling R	0.95%	3	3	4	3	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (capital growth plus income), net of the Ongoing Charge Figure, than that of the MSCI World Index over any five-year period
- to invest in companies that contribute towards the Paris Agreement climate change goal.

Not all of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. The 'A' and 'R' share classes are rated as 'must improve' for performance, however the 'I' share class is rated as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>23.0%</b>	<b>12.4%</b>	<b>13.3%</b>
Sterling A	18.3%	11.8%	12.9%
Sterling I	18.8%	12.2%	13.4%
Sterling PP	19.1%	–	–
Sterling R	18.5%	11.9%	13.1%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.09 – 31.12.11: FTSE World Index;  
01.01.12 – 31.12.15: MSCI ACWI Index;  
01.01.16 – Present: MSCI World Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund has demonstrated that its investment universe is driven by sustainability-themed considerations. We therefore rate its performance against sustainability considerations as 'good'.

## 4. Economies of scale



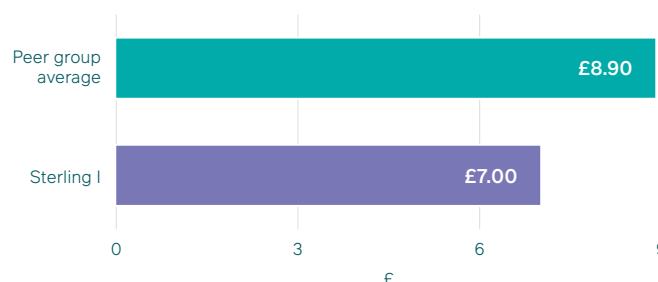
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate the share classes overall as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Global Target Return Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria except investment performance. The majority of the fund's share classes have been rated as at least 'good' under the comparable market rates criterion, meaning that the fund's charges are the lowest among competitor funds. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.87%	3	3	4	3	1	3	2	2
Sterling I	0.52%	3	3	4	3	1	2	2	2
Sterling L	0.27%	3	3	4	3	1	1	2	2
Sterling PP	0.42%	3	3	4	3	1	1	2	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to achieve a total return (the combination of income and capital growth) of at least 2-4% per annum above the Sterling Overnight Index Average (SONIA), before any charges are taken, in any market conditions and over any three-year period.

The fund aims to achieve this while seeking to minimise the degree to which the value of the fund fluctuates over time (volatility), while also seeking to limit monthly losses. Managing the fund in this way reduces its ability to achieve returns significantly above SONIA +2-4%.

There is no guarantee that the fund will achieve a positive return over three years, or any other period, and investors may not get back the original amount they invested.

The fund did not achieve its total return objective over the three-year period ending 31 March 2024. We therefore rate all share classes as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>7.3%</b>	<b>4.8%</b>	<b>4.7%</b>
Sterling A	5.9%	5.1%	4.0%
Sterling I	6.2%	5.4%	4.2%
Sterling L	6.4%	5.6%	4.5%
Sterling PP	6.3%	5.5%	4.3%

Past performance is not a guide to future performance. Fund returns are shown net of charges.

**Benchmark:** SONIA +2%

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



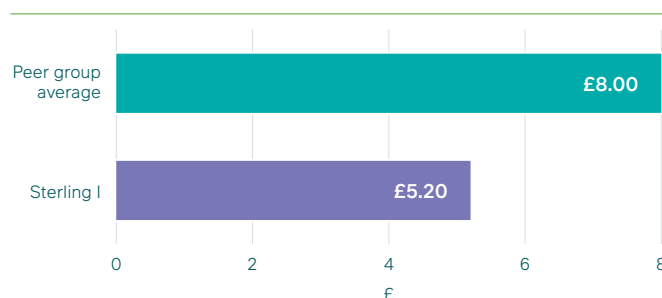
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with that of competitor funds, so we rate the fund as at least 'satisfactory' with the 'L' and 'PP' share class rated as 'outstanding'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.



# M&G Global Themes Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered at least satisfactory value to its investors over the review period. Value has been broadly achieved across all criteria, although no share classes achieved their investment performance objective. We believe all investors benefit from the fund's economies of scale and overall the fund's share classes are rated 'satisfactory'.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Euro A	1.94%	3	3	4	3	1	3	3	2
Euro C	0.94%	3	3	4	3	1	3	3	2
Sterling A	1.34%	3	3	4	3	1	3	3	2
Sterling I	0.86%	3	3	4	3	1	3	3	2
Sterling PP	0.74%	3	3	4	3	1	3	3	2
Sterling R	1.19%	3	3	4	3	1	3	3	2
USD A	1.94%	3	3	4	3	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
None of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'must improve'.	2. Performance	The Board have carefully considered the fund's recent short-term underperformance and strategy during the review period. The Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 ACWI Index over any five-year period.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>21.1%</b>	<b>10.7%</b>	<b>12.1%</b>
Sterling A	8.4%	6.6%	10.8%
Sterling I	8.8%	7.0%	11.3%
Sterling PP	9.0%	7.2%	11.5%
Sterling R	8.6%	6.7%	11.0%
<b>Benchmark (EUR)</b>	<b>25.9%</b>	<b>11.7%</b>	<b>12.9%</b>
Euro A	10.7%	5.8%	10.2%
Euro C	11.8%	6.9%	11.3%
<b>Benchmark (USD)</b>	<b>23.8%</b>	<b>7.5%</b>	<b>11.5%</b>
USD A	9.8%	2.9%	9.3%

Past performance is not a guide to future performance.

**Benchmark:** MSCI ACWI Index (GBP);  
MSCI ACWI Index (EUR); MSCI ACWI Index (USD)

The benchmark is shown in the share class currency.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



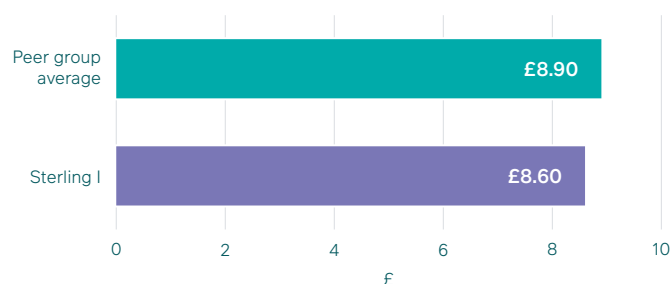
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate share classes as 'satisfactory'. The annual charge on the non-sterling share classes includes costs of distribution outside of the UK. They are therefore not directly comparable to the UK peer group. The annual charge has therefore been compared to a European market peer group and found to be satisfactory.

**Annual cost per £1,000 invested –**  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Index-Linked Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except performance where the 'A' share class has been rated as 'must improve'. We are pleased to report the economies of scale criterion is rated as 'outstanding.' Overall, we find that at least 'satisfactory' value has been delivered, with the 'PP' share class rated as 'good' value for investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.55%	3	3	4	3	1	2		2
Sterling I	0.25%	3	3	3	3	1	1		2
Sterling PP	0.15%	2	3		3	1	1		2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 FTSE UK Index-linked Gilts All Stocks Index over any five-year period.

All share classes did not meet the investment objectives over the five-year period ending 31 March 2024. The 'A' share class has been rated as 'must improve', whilst the 'I' share class has a 'satisfactory' rating for performance.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>-5.0%</b>	<b>-9.9%</b>	<b>-5.2%</b>
Sterling A	-5.9%	-9.8%	-5.4%
Sterling I	-5.6%	-9.5%	-5.2%
Sterling PP	–	–	–

Past performance is not a guide to future performance.

**Benchmark:** FTSE UK Index-linked Gilts All Stocks Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with competitor funds, so we rate the share classes to be at least 'good' value.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) UK Index Linked Gilts

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Index Tracker Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. The fund is a passive tracker fund but it underperformed against its benchmark, and has been rated as 'must improve' under the performance criterion. We are pleased to report the economies of scale criterion has been rated as 'outstanding' for the fund. Overall, we find that at least 'satisfactory' value has been delivered.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.54%	3	3	4	2	1	3		2
Sterling I	0.10%	2	3		2	1	3		2
Sterling R	0.44%	2	3		2	1	3		2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to track the performance of the FTSE All-Share Index, gross of the Ongoing Charge Figure (OCF). The return received by shareholders will be reduced by the effects of charges.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>8.4%</b>	<b>8.0%</b>	<b>5.4%</b>
Sterling A	8.0%	7.5%	5.1%
Sterling I	–	–	–
Sterling R	–	–	–

Past performance is not a guide to future performance. Fund returns are shown net of charges.

### Benchmark: FTSE All-Share Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds; we rate all share classes as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Japan Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including investment performance. Overall, we find that 'good' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.91%	2	3	2	2	1	2	3	2
Sterling I	0.51%	2	3	2	2	1	1	3	2
Sterling I-H	0.54%	2	3	2	2	1	1	3	2
Sterling PP	0.41%	2	3	2	2	1	1	3	2
Sterling PP-H	0.44%	2	3	2	2	1	1	3	2
Sterling R	0.76%	2	3	2	2	1	2	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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.

All of the fund's share classes met their investment objective over the five-year period ending 31 March 2024. This fund has been rated overall as 'good'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>23.5%</b>	<b>7.2%</b>	<b>8.8%</b>
Sterling A	25.1%	12.1%	11.4%
Sterling I	25.6%	12.5%	11.9%
Sterling PP	25.7%	12.7%	12.1%
Sterling R	25.3%	12.3%	11.6%

Past performance is not a guide to future performance.

### Benchmark: MSCI Japan Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



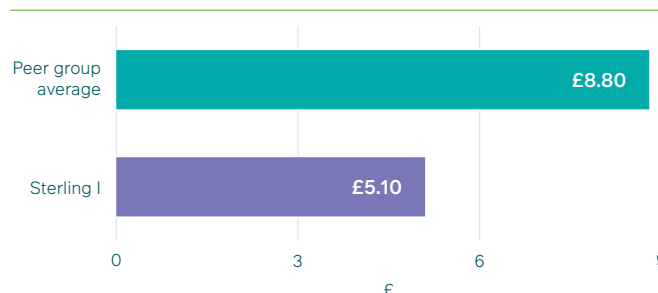
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Japan Smaller Companies Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including investment performance which has been rated at least 'good' with the 'I' and 'R' share classes rated as 'outstanding'. Overall, we find that at least 'good' value has been delivered for the fund's share classes, with the 'I' share class rated as 'outstanding'.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.10%	2	3	2	3	1	2	2	2
Sterling I	0.70%	1	3	1	3	1	1	2	2
Sterling PP	0.60%	2	3		3	1	1	2	2
Sterling R	0.95%	2	3	1	3	1	2	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 Russell/Nomura Mid-Small Cap Index over any five-year period.

The fund met its investment objective over the five-year period ending 31 March 2024 and outperformed the benchmark. We are pleased to rate the fund as at least 'good' under the performance criterion.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>15.6%</b>	<b>4.2%</b>	<b>5.6%</b>
Sterling A	13.5%	9.3%	12.5%
Sterling I	13.9%	9.7%	13.1%
Sterling PP	–	–	–
Sterling R	13.6%	9.5%	12.8%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.09 – 28.02.13: TSE Second Section Index;  
01.03.13 – Present: Russell/Nomura Mid-Small Cap Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Managed Growth Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.08%	3	3	3	2	1	3	3	2
Sterling I	0.68%	3	3	3	2	1	2	3	2
Sterling PP	0.58%	3	3	3	2	1	2	3	2
Sterling R	0.93%	3	3	3	2	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income) net of the Ongoing Charge Figure, than the average return of the (IA) Flexible Investment Sector over any five-year period.

All of the fund's share classes met their investment objective over the review period. This fund has been rated overall as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>10.0%</b>	<b>3.5%</b>	<b>7.3%</b>
Sterling A	15.2%	8.8%	8.8%
Sterling I	15.3%	8.9%	9.0%
Sterling PP	15.4%	9.0%	9.1%
Sterling R	15.1%	8.7%	8.8%

Past performance is not a guide to future performance.

**Benchmark:** 01.01.09 – 31.08.18: FTSE World Index; 01.09.18 – 02.02.21: 85% MSCI ACWI Index and 15% BBgBarc Global Aggregate GBP Hedged Index; 03.02.21 – Present: (IA) Flexible Investment Sector

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



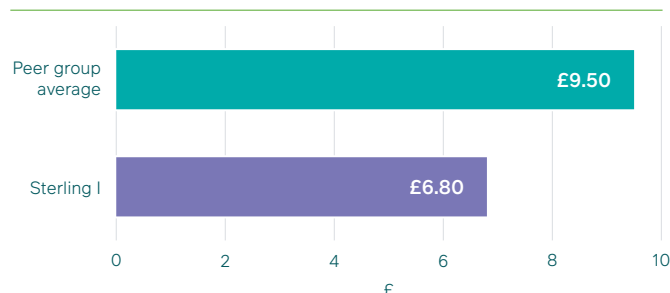
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds. We rate the share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G North American Dividend Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance. The economies of scale criterion is rated as 'outstanding' and the annual charges for the fund's share classes are found to be lower than most competitors. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.01%	3	3	4	2	1	3	2	2
Sterling I	0.61%	3	3	4	2	1	2	2	2
Sterling I-H	0.64%	3	3	4	2	1	3	2	2
Sterling PP	0.51%	3	3	4	2	1	1	2	2
Sterling PP-H	0.54%	3	3	4	2	1	1	2	2
Sterling R	0.86%	3	3	4	2	1	3	2	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than that of the S&P 500 Index over any five-year period
- to provide an income stream that increases every year in USD terms.

The fund met its income growth objective but did not meet its total return objective over the five-year period ending 31 March 2024 owing to the US market being dominated by a handful of new economy giants which are not traditionally dividend names. We therefore rate the fund as 'must improve' for performance.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>27.1%</b>	<b>14.8%</b>	<b>15.8%</b>
Sterling A	26.4%	13.3%	13.8%
Sterling I	26.9%	13.7%	14.3%
Sterling PP	27.0%	13.8%	14.4%
Sterling R	26.6%	13.4%	14.0%
Sterling I-H	28.4%	9.2%	–
Sterling PP-H	28.6%	9.4%	–

Past performance is not a guide to future performance.

**Benchmark:** S&P 500 Index

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



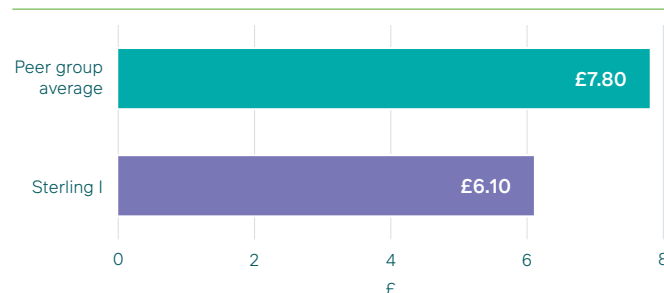
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer sector:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G North American Value Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance where the fund's style of investing (buying lowly valued and out of favour stocks in the cheaper parts of the North American stockmarket) has encountered headwinds for much of the past five years. We are pleased to report that the economies of scale criterion is rated as 'outstanding'. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.95%	3	3	4	3	1	2	3	2
Sterling I	0.55%	3	3	4	3	1	1	3	2
Sterling PP	0.45%	3	3	4	3	1	1	3	2
Sterling R	0.80%	3	3	4	3	1	2	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's recent performance during the review period and its value style strategy, the Board believe the fund will be able to meet its investment objective over the long term. We, the Board, will continue to closely monitor performance.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 S&P 500 Index over any five-year period.

None of the fund's share classes met their investment objective over the review period. This fund has been rated overall as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>27.1%</b>	<b>14.8%</b>	<b>15.8%</b>
Sterling A	21.7%	12.3%	11.0%
Sterling I	22.2%	12.8%	11.5%
Sterling PP	22.3%	12.9%	11.6%
Sterling R	21.9%	12.5%	11.2%

Past performance is not a guide to future performance.

### Benchmark: S&P 500 Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



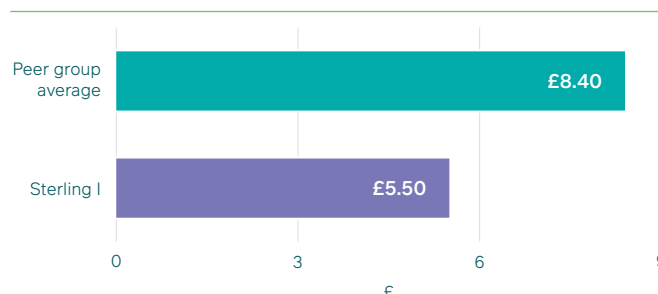
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with that of competitor funds, so we rate the fund as at least 'good'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Optimal Income Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value over the review period. We find that value has been achieved across most criteria, including the investment performance. Overall, we find that at least 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.03%	3	3	3	2	1	3	3	2
Sterling I	0.63%	2	3	2	2	1	3	3	2
Sterling J	0.63%	3	3	3	2	1	3	3	2
Sterling PP	0.53%	2	3	2	2	1	2	3	2
Sterling R	0.88%	2	3	2	2	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than the average return of the composite index, over any five-year period. The composite index is made up of one third Bloomberg Global Treasury Index GBP Hedged, one third Bloomberg Global Aggregate Corporate Index GBP Hedged and one third Bloomberg Global High Yield Index GBP Hedged.

The fund's share classes met their investment objectives over the five-year period ending 31 March 2024. This fund has been rated overall as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>6.8%</b>	<b>-0.3%</b>	<b>1.8%</b>
Sterling A	10.4%	0.8%	2.2%
Sterling I	10.9%	1.2%	2.7%
Sterling J	10.9%	1.2%	2.7%
Sterling PP	11.0%	1.3%	2.8%
Sterling R	10.6%	0.9%	2.4%

Past performance is not a guide to future performance.

**Benchmark:** A composite index comprising: 1/3 Bloomberg Global Treasury Index GBP Hedged, 1/3 Bloomberg Global Aggregate Corporate Index GBP Hedged, 1/3 Bloomberg Global High Yield Index GBP Hedged

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



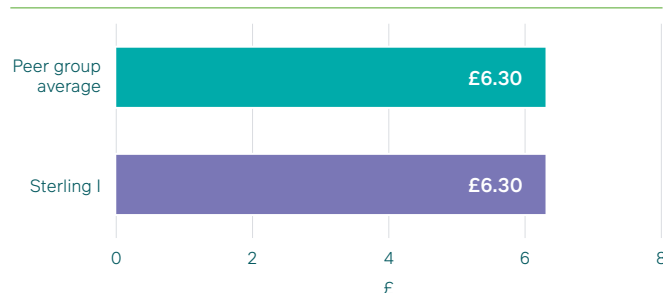
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'.

Annual cost per £1,000 invested – based on the ongoing charges for similar funds



**Sector:** (IA) £ Strategic Bond

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Positive Impact Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period across most criteria except investment performance which is rated as 'must improve'. We are pleased to report that investors benefit from annual charges that are found to be the lowest among competitor funds and the fund has been rated as 'outstanding' under the economies of scale criterion. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.10%	3	3	4	3	1	2	3	2
Sterling I	0.70%	3	3	4	3	1	1	3	2
Sterling L	0.50%	3	3	4	3	1	1	3	2
Sterling PP	0.60%	3	3	4	3	1	1	3	2
Sterling R	0.95%	3	3	4	3	1	2	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	The fund launched recently in November 2018 and did not meet its five-year investment objective during the review period. After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board remain confident that the fund will be able to meet its investment objective going forward.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charges Figure, than the MSCI ACWI Index over any five-year period
- to invest in companies that aim to have a positive societal impact through addressing the world's major social and environmental challenges.

Over five years, the fund has underperformed its benchmark. Investment performance is rated as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>21.1%</b>	<b>10.7%</b>	<b>12.1%</b>
Sterling A	5.3%	3.3%	9.2%
Sterling I	5.7%	3.7%	9.7%
Sterling L	5.9%	3.9%	9.9%
Sterling PP	5.8%	3.8%	9.8%
Sterling R	5.4%	3.5%	9.4%

Past performance is not a guide to future performance.

### Benchmark: MSCI ACWI Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund has achieved its impact objective, having demonstrated how the revenues of portfolio holdings stem from activities aligned to the UN Sustainable Development Goals. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



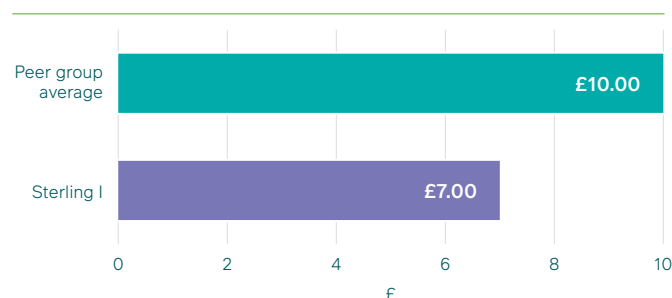
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are among the least expensive of competitor funds, so we rate the share classes to be at least 'good' value, with some share classes rated as 'outstanding'.

Annual cost per £1,000 invested – based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Recovery Fund

## Conclusions from the Value Assessment

We find that value has been achieved across all criteria, except investment performance which has been rated as 'must improve'. We, the Board, continue to closely monitor progress in this area with the Chief Investment Officer of Equities, Multi Asset and Sustainability. Overall, we rate the fund as 'must improve' for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.09%	4	3	4	3	1	3	3	2
Sterling I	0.69%	4	3	4	3	1	2	3	2
Sterling PP	0.59%	4	3	4	3	1	1	3	2
Sterling R	0.94%	4	3	4	3	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
The fund did not achieve its investment objective.	2. Performance	The Board scrutinised a comprehensive review of the fund with the Chief Investment Officer of Equities, Multi Asset and Sustainability, observing the positive impact of changes made to the portfolio construction and risk management over recent times. As a result, the Board have decided to record a 'must improve' rating for all share classes in the fund this year.

You can find out how we have addressed issues that were identified in the last Value Assessment on page 10.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



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 FTSE All-Share Index over any five-year period.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>8.4%</b>	<b>8.0%</b>	<b>5.4%</b>
Sterling A	0.5%	-1.6%	-2.1%
Sterling I	0.9%	-1.2%	-1.6%
Sterling PP	1.0%	-1.1%	-1.5%
Sterling R	0.7%	-1.4%	-1.9%

Past performance is not a guide to future performance.

### Benchmark: FTSE All-Share Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



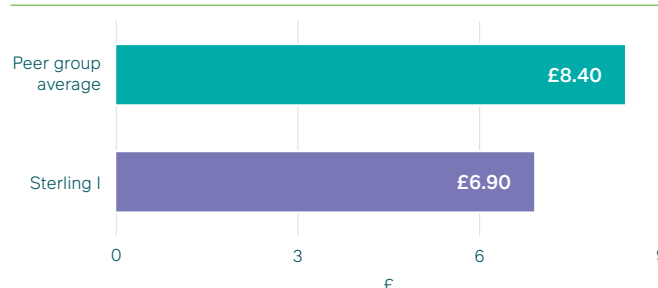
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



We are pleased to report the fund's annual charges are among the least expensive of competitor funds, so we rate the share classes to be at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Short Dated Corporate Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, including the investment performance objective. Overall, we find that 'good' value has been delivered against all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.50%	2	3	2	2	1	3	2	2
Sterling I	0.25%	2	3	2	2	1	3	2	2
Sterling PP	0.15%	2	3	2	2	1	1	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services

Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance

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 Markit iBoxx EUR Corporates 1-3 year Index (GBP Hedged) over any five-year period.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>6.2%</b>	<b>1.3%</b>	<b>1.4%</b>
Sterling A	6.54%	1.97%	2.28%
Sterling I	6.8%	2.2%	-
Sterling PP	6.9%	2.3%	2.6%

Past performance is not a guide to future performance.

**Benchmark:** Markit iBoxx EUR Corporates 1-3 year Index (GBP Hedged)

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM

The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

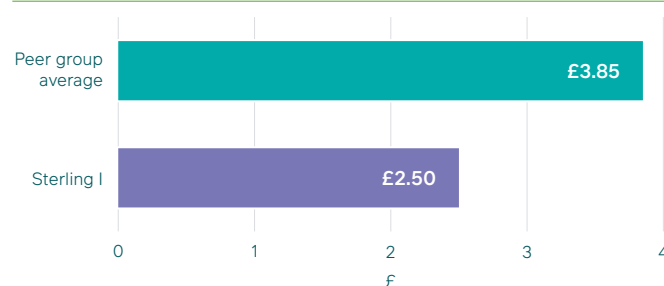
## 4. Economies of scale

Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates

The fund's annual charges are better than the average for competitor funds, so we rate the share classes overall as at least 'satisfactory'. We are pleased to report the rating for the 'PP' share class is 'outstanding'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services

Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes

We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Smaller Companies Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.33%	3	3	4	3	1	3	□	2
Sterling I	0.85%	3	3	4	3	1	3	□	2
Sterling R	1.18%	3	3	4	3	1	3	□	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to deliver a higher total return (the combination of capital growth and income) than the Deutsche Numis Smaller Companies Index (excluding Investment Companies), net of the Ongoing Charge Figure, over any five-year period.

The fund did not meet its investment objective over the five-year period ending 31 March 2024 and overall the share classes are rated as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>9.0%</b>	<b>-0.2%</b>	<b>4.0%</b>
Sterling A	6.8%	-4.2%	2.2%
Sterling I	7.2%	-3.8%	2.6%
Sterling R	6.9%	-4.1%	2.4%

Past performance is not a guide to future performance.

**Benchmark:** Numis Smaller Companies Index excluding Investment Companies

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



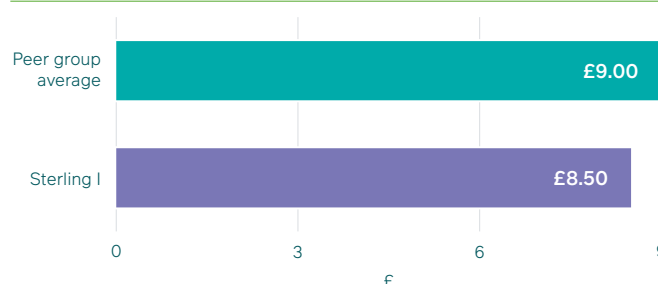
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Strategic Corporate Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value over the review across all criteria, including the fund's investment objective. Overall, we find that at least 'satisfactory' value has been delivered for all share classes, with the 'I' and 'PP' rated as 'good' value for investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.83%	3	3	3	2	1	3	3	2
Sterling I	0.43%	2	3	2	2	1	3	3	2
Sterling PP	0.33%	2	3	2	2	1	2	3	2
Sterling R	0.68%	3	3	3	2	1	3	3	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (the combination of capital growth and income), net of the Ongoing Charge Figure, than the average return of the iBoxx Sterling Corporates GBP Index, over any five-year period.

The fund met its investment objective over the five-year period ending 31 March 2024 and all share classes have been rated as delivering at least 'satisfactory' value.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>7.5%</b>	<b>-2.3%</b>	<b>0.5%</b>
Sterling A	9.1%	-1.1%	1.4%
Sterling I	9.5%	-0.7%	1.8%
Sterling PP	9.6%	-0.6%	2.0%
Sterling R	9.2%	-1.0%	1.6%

Past performance is not a guide to future performance.

**Benchmark:** Prior to 06.03.2023: (IA) Sterling Corporate Bond Sector Average;  
07.03.2023 – Present: iBoxx Sterling Corporates GBP Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'. Investors received a discount on their annual charges as the fund size exceeded the £1 billion threshold.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) £ Corporate Bond

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Sustainable Global Corporate Bond Fund

## Conclusions from the Value Assessment

We find that value has been achieved across some criteria, including the fund's economies of scale which has a 'good' rating. As the fund launched in May 2022, it is not possible yet to assess the fund's performance against its five-year investment objective. However, we are pleased to report the overall fund has delivered at least 'satisfactory' value to investors.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.85%	3	3	□	3	2	3	□	2
Sterling I	0.45%	3	3	□	3	2	3	□	2
Sterling L	0.25%	2	3	□	3	2	1	□	2
Sterling PP	0.35%	2	3	□	3	2	1	□	2
Sterling R	0.70%	3	3	□	3	2	3	□	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (capital growth plus income), net of the Ongoing Charge Figure, than the Bloomberg MSCI Global Corporate ESG BB+ Sustainable SRI Bond Index (GBP Hedged) over any five-year period, while applying ESG Criteria and Sustainability Criteria.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>5.3%</b>	<b>-2.0%</b>	<b>0.6%</b>
Sterling A	4.1%	–	–
Sterling I	4.5%	–	–
Sterling L	4.7%	–	–
Sterling PP	4.6%	–	–
Sterling R	4.2%	–	–

Past performance is not a guide to future performance.

**Benchmark:** M&G Sustainable Global Corporate Bond Fund

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund has achieved its impact objective, and demonstrably acted in line with ESG criteria in its investment universe. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



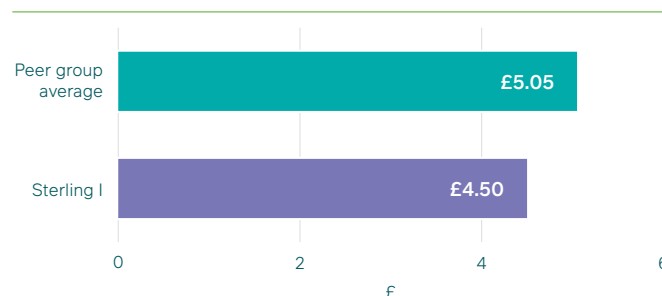
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'good'. The fund recently launched, and is less than three years old, so the fund's economies of scale cannot be fully assessed against the criterion.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'. The 'PP' and 'L' classes are rated as 'outstanding'.

Annual cost per £1,000 invested – based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Sustainable Global High Yield Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. The fund launched in February 2020 so we are unable to assess the fund's performance against its objective. We are pleased to conclude the fund is rated as delivering 'good' value for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A-H	1.03%	2	3	□	3	1	3	2	2
Sterling I-H	0.63%	2	3	□	3	1	3	2	2
Sterling L-H	0.43%	2	3	□	3	1	2	2	2
Sterling PP-H	0.53%	2	3	□	3	1	2	2	2
Sterling R-H	0.88%	2	3	□	3	1	3	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a higher total return (capital growth plus income), net of the Ongoing Charge Figure, than the Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index (USD Hedged) over any five-year period, while applying ESG Criteria and Sustainability Criteria.

Having only recently launched, the fund's performance cannot be fully assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark (Hedged)</b>	<b>9.9%</b>	<b>0.0%</b>	<b>2.2%</b>
Sterling A-H	9.3%	-0.7%	-
Sterling I-H	9.6%	-0.3%	-
Sterling L-H	9.7%	-0.1%	-
Sterling PP-H	9.8%	-0.2%	-
Sterling R-H	9.4%	-0.5%	-

Past performance is not a guide to future performance.

**Benchmark:** Prior to 09.05.2022: ICE BOFA Global High Yield Total Return GBP Hedged Index; 10.05.2022 – Present: Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index (Hedged GBP)

The benchmark is hedged to sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability



We find that the fund has demonstrably applied a positive ESG tilt to issuers with better ESG characteristics, excluding companies or issuers with poorer ESG characteristics. We are therefore pleased to rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



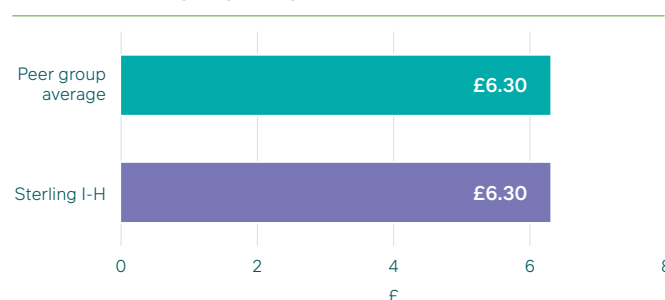
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested – based on the ongoing charges for similar funds



Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I-H' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Sustainable Multi Asset Balanced Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. The fund launched in December 2020 so we are unable to assess the fund's performance against its investment objective. We believe that value has been achieved across other criteria and overall, we find that 'good' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.13%	2	3	□	3	1	3	2	2
Sterling I	0.73%	2	3	□	3	1	3	2	2
Sterling L	0.53%	2	3	□	3	1	2	2	2
Sterling PP	0.63%	2	3	□	3	1	2	2	2
Sterling R	0.98%	2	3	□	3	1	3	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to limit the average volatility to 12% per annum over any five-year period while providing a total return (the combination of capital growth and income) over that period
- to invest in assets which meet the fund's preferred ESG standards and/or those that provide a positive societal impact through addressing the world's major social and environmental challenges.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>5.8%</b>	<b>0.0%</b>	<b>1.6%</b>
Sterling A	4.7%	0.8%	–
Sterling I	5.0%	1.2%	–
Sterling L	5.2%	1.3%	–
Sterling PP	5.1%	1.2%	–
Sterling R	4.8%	1.0%	–

Past performance is not a guide to future performance.

**Benchmark:** (IA) Mixed Investment 0-35% Shares Sector

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability



In our opinion, the fund is well aligned with its sustainability-related objective, having demonstrated that it is invested in assets which meet the fund's preferred ESG standards and/or provide a positive societal impact. The fund has a strong climate focus which assesses the long-term sustainability of assets, with a focus on carbon intensity and climate adaptability, which is crucial to achieving a more sustainable global economy. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



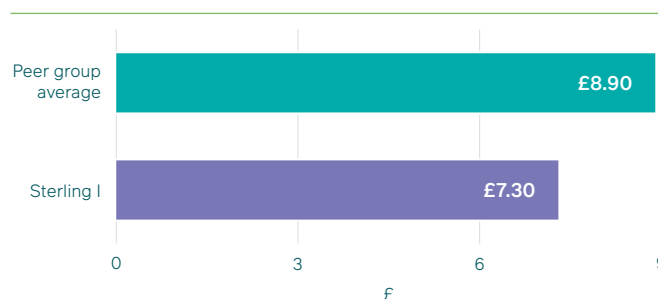
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) Mixed Investment 20-60% Shares

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Sustainable Multi Asset Cautious Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. The fund launched in December 2020 so we are unable to assess the fund's performance against its investment objective. We believe that value has been achieved across other criteria and overall, we find that 'good' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.12%	2	3	□	3	1	3	2	2
Sterling I	0.72%	2	3	□	3	1	3	2	2
Sterling L	0.52%	2	3	□	3	1	2	2	2
Sterling PP	0.62%	2	3	□	3	1	2	2	2
Sterling R	0.97%	2	3	□	3	1	3	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to limit the average volatility to 9% per annum over any five-year period while providing a total return (the combination of capital growth and income) over that period
- to invest in assets which meet the fund's preferred ESG standards and/or those that provide a positive societal impact through addressing the world's major social and environmental challenges.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>5.8%</b>	<b>0.0%</b>	<b>1.6%</b>
Sterling A	1.7%	-1.2%	-
Sterling I	2.0%	-0.9%	-
Sterling L	2.2%	-0.8%	-
Sterling PP	2.1%	-0.8%	-
Sterling R	1.8%	-1.1%	-

Past performance is not a guide to future performance.

**Benchmark:** (IA) Mixed Investment 0-35% Shares Sector

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability



In our opinion, the fund is well aligned with its sustainability-related objective, having demonstrated that it is invested in assets which meet the fund's preferred ESG standards and/or provide a positive societal impact. The fund has a strong climate focus which assesses the long-term sustainability of assets, with a focus on carbon intensity and climate adaptability, which is crucial to achieving a more sustainable global economy. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



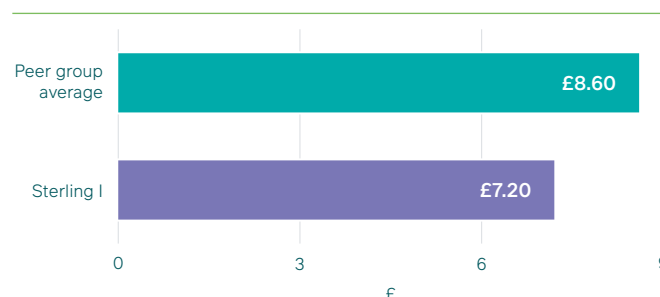
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) Mixed Investment 0-35% Shares

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Sustainable Multi Asset Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period, except in the area of investment performance. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.12%	3	3	4	3	1	3	2	2
Sterling I	0.72%	3	3	4	3	1	3	2	2
Sterling L	0.52%	3	3	4	3	1	2	2	2
Sterling PP	0.62%	3	3	4	3	1	2	2	2
Sterling R	0.97%	3	3	4	3	1	3	2	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
None of the share classes achieved its investment objective.	2. Performance	The fund launched recently in February 2019 and did not meet its five-year investment objective during the review period. After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board remain confident that the fund will be able to meet its investment objective going forward.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide a total return (the combination of capital growth and income) of 4-8% per annum over any five-year period, net of the Ongoing Charges Figure, while applying ESG Criteria and/or Impact Criteria.

There is no guarantee that the fund will achieve a positive return over five years or any other period and investors may not get back the original amount they invested.

None of the fund's share classes met their investment objective over the review period. This fund has been rated overall as 'must improve'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>7.8%</b>	<b>1.4%</b>	<b>3.1%</b>
Sterling A	5.1%	0.9%	3.1%
Sterling I	5.5%	1.2%	3.5%
Sterling L	5.6%	1.3%	3.7%
Sterling PP	5.5%	1.3%	3.6%
Sterling R	5.2%	1.0%	3.3%

Past performance is not a guide to future performance.

**Benchmark:** (IA) Mixed Investment 20-60% Shares Sector

The fund is actively managed and it has no benchmark. For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability



In our opinion, the fund is well aligned with its sustainability-related objective, having demonstrated that it is invested in assets which meet the fund's preferred ESG standards and/or provide a positive societal impact. The fund also has a strong climate focus which assesses the long-term sustainability of assets, with a focus on carbon intensity and climate adaptability, which is crucial to achieving a more sustainable global economy. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



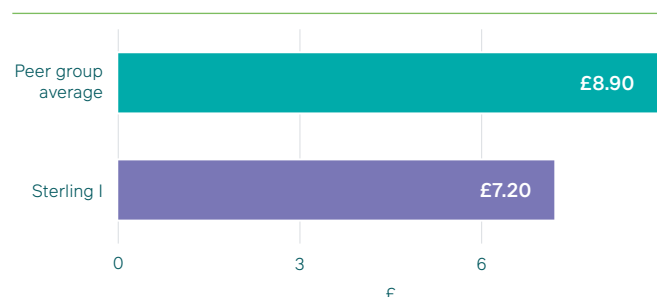
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate all share classes at least as 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Sector:** (IA) Mixed Investment 20-60% Shares

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G Sustainable Multi Asset Growth Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. The fund launched in December 2020 so we are unable to assess the fund's performance against its investment objective. Overall, we find that 'good' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.13%	2	3	□	3	1	3	2	2
Sterling I	0.73%	2	3	□	3	1	2	2	2
Sterling L	0.53%	2	3	□	3	1	1	2	2
Sterling PP	0.63%	2	3	□	3	1	2	2	2
Sterling R	0.98%	2	3	□	3	1	3	2	2

### Key

1 Outstanding   2 Good   3 Satisfactory   4 Must improve   5 Unsatisfactory   □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.



## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to limit the average volatility to 17% per annum over any five-year period while providing a total return (the combination of capital growth and income) over that period
- to invest in assets which meet the fund's preferred ESG standards and/or those that provide a positive societal impact through addressing the world's major social and environmental challenges.

Having only recently launched, the fund's performance cannot be assessed against its objective.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>10.1%</b>	<b>3.5%</b>	<b>5.7%</b>
Sterling A	8.1%	2.4%	–
Sterling I	8.4%	2.7%	–
Sterling L	8.6%	2.9%	–
Sterling PP	8.5%	2.8%	–
Sterling R	8.2%	2.5%	–

Past performance is not a guide to future performance.

### Benchmark: (IA) Flexible Investment Sector

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## Focus on sustainability



In our opinion, the fund is well aligned with its sustainability-related objective, having demonstrated that it is invested in assets which meet the fund's preferred ESG standards and/or provide a positive societal impact. The fund has a strong climate focus which assesses the long-term sustainability of assets, with a focus on carbon intensity and climate adaptability, which is crucial to achieving a more sustainable global economy. We therefore rate its performance against non-financial considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



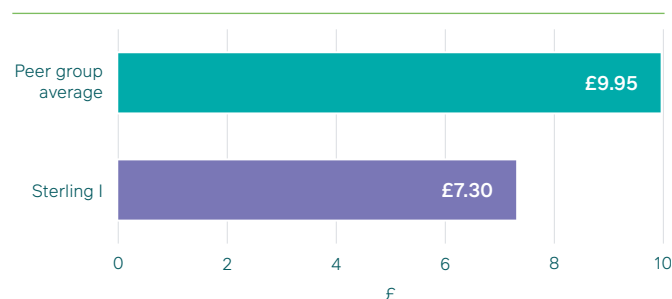
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's charges are in line with that of competitor funds, so we rate the share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Sector: (IA) Flexible Investment

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G UK Income Distribution Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. The fund achieved two of its three investment objectives including income growth and yield targets, but the fund's capital growth objective was not met during the review period. We find that investors in all share classes benefit from annual charges that are found to be lower than most competitors. Overall, we find that 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.13%	3	3	4	3	1	3		2
Sterling I	0.73%	3	3	3	3	1	2		2
Sterling R	0.98%	3	3	4	3	1	3		2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to provide:

- a higher annual yield than the FTSE All-Share Index
- an income stream that increases annually
- a higher total return (capital growth plus income), net of the Ongoing Charge Figure, than a composite index\* over any five-year period.

The fund met its yield objectives. However, not all share classes met the return objective. Therefore the 'A' and 'R' classes are rated as 'must improve' whilst the 'I' is rated as 'satisfactory'.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>5.9%</b>	<b>3.5%</b>	<b>3.1%</b>
Sterling A	3.9%	3.4%	2.8%
Sterling I	4.2%	3.8%	3.2%
Sterling R	4.0%	3.5%	3.0%

Past performance is not a guide to future performance.

**Benchmark:** \*70% FTSE All-Share Index; 30% FTSE Actuaries UK Conventional Gilts All Stocks Index

The total return benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



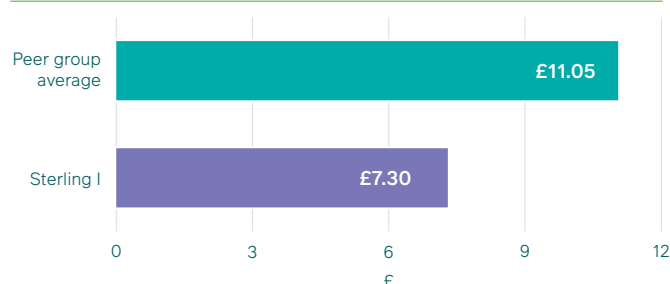
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are the least expensive among competitor funds, so we rate the fund as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



**Peer group:** Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



There are no similar funds or mandates that are managed by M&G, so no rating is made.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G UK Inflation Linked Corporate Bond Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to its investors over the review period. We find that value has been achieved across all criteria, except investment performance. Whilst the fund delivered a positive return, it underperformed against its benchmark on account of the recent elevated inflation levels. Overall, we find that 'satisfactory' value has been delivered.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	0.83%	3	3	4	2	1	3	2	2
Sterling I	0.43%	3	3	4	2	1	3	2	2
Sterling PP	0.33%	3	3	4	2	1	3	2	2
Sterling R	0.68%	3	3	4	2	1	3	2	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory ☐ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	After careful consideration of the fund's performance, risk management and strategy with the investment team, the Board are confident that the fund is suitably positioned over a longer time horizon to achieve its investment objectives within the market environment. The Board will continue to closely monitor performance.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund aims to protect the value of capital and income from inflation by providing a total return (the combination of capital growth and income), net of the Ongoing Charge Figure, that is consistent with or higher than UK inflation (as measured by the UK Consumer Prices Index), over any three-year period.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>3.4%</b>	<b>6.8%</b>	<b>4.5%</b>
Sterling A	5.5%	2.3%	2.3%
Sterling I	5.9%	2.7%	2.7%
Sterling PP	6.0%	2.8%	2.9%
Sterling R	5.6%	2.4%	2.5%

Past performance is not a guide to future performance.

### Benchmark: UK Consumer Prices Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'good'.

## 4. Economies of scale



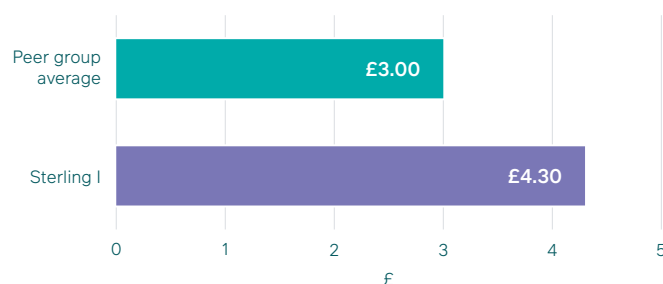
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are slightly higher than the average for competitor funds, as defined by a custom peer group. However, we believe the fund offers a differentiated, value-adding investment proposition among peers by aiming to protect investors against UK inflation, not just aiming to outperform inflation-linked UK government bonds. We therefore rate all share classes as 'satisfactory'.

### Annual cost per £1,000 invested – based on the ongoing charges for similar funds



### Benchmark: UK Consumer Prices Index

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges.

Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Similar funds or mandates that are managed by M&G are not materially cheaper than the fund, so we rate all share classes in the fund as 'good'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.

# M&G UK Sustain Paris Aligned Fund

## Conclusions from the Value Assessment

We conclude that the fund has delivered value to investors over the review period. We find that value has been achieved across all criteria, except investment performance. The fund operated against a difficult macroeconomic-driven investment environment in the 12-month review period, as it sought to invest in high-quality companies associated with sustainable growth trends. Overall, we find that at least 'satisfactory' value has been delivered for all share classes.

### Board of M&G Securities Limited

Share classes	Annual charge	Overall	1. Quality of services	2. Performance	3. AFM costs	4. Economies of scale	5. Comparable market rates	6. Comparable services	7. Share classes
Sterling A	1.13%	3	3	4	3	1	3	3	2
Sterling I	0.73%	3	3	4	3	1	2	3	2
Sterling PP	0.58%	2	3		3	1	1	3	2
Sterling R	0.98%	3	3	4	3	1	3	3	2

### Key

1 Outstanding 2 Good 3 Satisfactory 4 Must improve 5 Unsatisfactory □ Not applicable

Please note that our assessment of the value delivered for any given share class is the same for both accumulation and income shares. All share classes are denominated in sterling unless another currency is stated.

## Where can we improve?

The issue	Criteria	Our action
At least one of the share classes did not achieve its investment objective.	2. Performance	The Board have carefully considered the fund's performance and strategy. The investment environment and in particular, UK equities remains challenging and the Board remain confident that the fund is suitably positioned over a longer time horizon to meet its investment objective going forward. The Board will continue to monitor and review the fund with the investment team.

## 1. Quality of services



Based on our assessment of the range and quality of services provided to different customers across our range of funds, we rate all share classes in the fund as being 'satisfactory'.

## 2. Investment performance



The fund has two aims:

- to provide a higher total return (capital growth plus income), net of the Ongoing Charge Figure, than the FTSE All-Share Index over any five-year period
- to invest in companies that contribute towards the Paris Agreement climate change goal.

The fund did not meet its total return objective over the five-year period ending 31 March 2024. We therefore rate the fund as 'must improve' for performance.

### Annualised performance to 31 March 2024

Share classes	One year	Three year	Five year
<b>Benchmark</b>	<b>8.4%</b>	<b>8.0%</b>	<b>5.4%</b>
Sterling A	6.6%	-0.9%	1.9%
Sterling I	7.0%	-0.5%	2.4%
Sterling PP	7.1%	-0.4%	-
Sterling R	6.7%	-0.8%	2.1%

Past performance is not a guide to future performance.

### Benchmark: FTSE All-Share Index

The benchmark is shown in sterling.

For details, please refer to 'fund benchmarks' in the summary section.

Source: Morningstar, Inc. and M&G, as at 31 March 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns reflect what is displayed in the fund particulars. Note that the benchmark used for this Value Assessment reflects those in use at the time and therefore ignores any backdating of benchmarks, where relevant.

## 3. Costs of the AFM



In our opinion, the fund has demonstrated that its investment universe is driven by sustainability-themed considerations. We therefore rate its performance against sustainability considerations as 'good'.

## 3. Costs of the AFM



The total costs of running the fund are in line with comparable M&G funds and we therefore rate the fund as 'satisfactory'.

## 4. Economies of scale



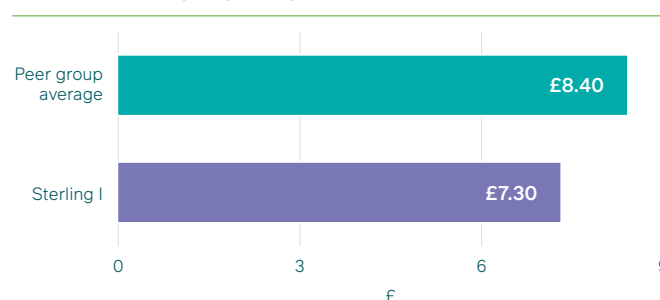
Based on our assessment of economies of scale, across the fund range and at fund level, we rate all share classes in the fund as 'outstanding'.

## 5. Comparable market rates



The fund's annual charges are in line with the average for competitor funds, so we rate most share classes as at least 'satisfactory'.

Annual cost per £1,000 invested –  
based on the ongoing charges for similar funds



### Peer group: Custom

Source: Morningstar, Inc. and M&G, as at 31 March 2024.

Please note that these estimated costs are forward-looking and calculated using a 0% growth rate, for ease of understanding, and are based only on the annual charges for the fund. Additional transaction costs are incurred when buying or selling underlying investments.

Different share classes carry different charges. Where annual charges are higher than those of the 'I' share class shown above, this reflects additional services that M&G provides to investors in those share classes. The share class you hold will depend on how you invest with M&G.

## 6. Comparable M&G services



Minor differences between the fund's charges and those of similar funds or mandates that are managed by M&G are not judged to be material, so we rate all share classes in the fund as 'satisfactory'.

## 7. Share classes



We are satisfied that the vast majority of investors are in the most appropriate share class, paying a charge that accurately reflects their rights and services, and that M&G is making reasonable efforts to address anomalies where they remain. We therefore rate the fund as 'good'.