

M&G Investment Funds (10)

**Annual report and audited financial statements
for the year ended 31 March 2025**

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Authorised Corporate Director's Report

The Authorised Corporate Director (ACD) of M&G Investment Funds (10) presents its annual report and audited financial statements for the year ended 31 March 2025.

The audited financial statements of M&G Investment Funds (10), the Authorised Corporate Director's Reports including the portfolio statements, financial highlights and the audited financial statements and notes of each sub-fund are presented in their individual sections of this report as set out in the contents page.

Please note that an explanation of key investment terminology is available on our website at mandg.com/private-investor/glossary. A printed copy of the glossary is available upon request by calling customer services and administration as shown within the 'Investor information' section of this report.

Company information

M&G Investment Funds (10) is an umbrella Open-Ended Investment Company (OEIC) and contains twelve sub-funds, hereinafter referred to as 'funds' in the rest of this report. Each fund is a UK UCITS (Undertakings for Collective Investment in Transferable Securities) scheme as defined in the Collective Investment Schemes sourcebook, as issued (and amended) by the Financial Conduct Authority (FCA). This OEIC is an Investment Company with Variable Capital (ICVC) incorporated under the Open-Ended Investment Companies Regulations 2001. It is authorised and regulated by the FCA under the Financial Services and Markets Act 2000.

The Company was authorised on 26 August 2010, the M&G UK Inflation Linked Corporate Bond Fund was launched on 16 September 2010, the M&G Absolute Return Bond Fund was launched on 13 December 2016, the M&G Global Listed Infrastructure Fund was launched on 5 October 2017, the M&G Positive Impact Fund was launched on 20 November 2018, the M&G Global Enhanced Equity Premia Fund was launched on 12 November 2019, the M&G ESG Screened Global High Yield Bond Fund (formerly M&G Sustainable Global High Yield Bond Fund) was launched on 25 February

2020, the M&G Climate Solutions Fund was launched on 5 November 2020, the M&G Better Health Solutions Fund was launched on 17 June 2021, the M&G ESG Screened Global Corporate Bond Fund (formerly M&G Sustainable Global Corporate Bond Fund) was launched on 18 May 2022, the M&G Global AI Themes Fund was launched on 17 October 2023, the M&G China Fund was launched on 29 July 2024 and the M&G India Fund was launched on 28 October 2024.

On 11 May 2023, following approval from the FCA, investors were formally notified of the ACD's intention to close M&G Absolute Return Bond Fund. The fund closed on 13 July 2023. As at the date of publication of this report, no termination date has been set for the fund.

On 7 July 2023, following approval from the FCA, investors were formally notified of the ACD's intention to close M&G Global Enhanced Equity Premia Fund. The fund closed on 8 August 2023. As at the date of publication of this report, no termination date has been set for the fund.

On 18 September 2024, following approval from the FCA, the investors were formally notified of the ACD's intention to close the M&G Better Health Solutions Fund. The fund closed on 28 November 2024. As at the date of publication of this report, no termination date has been set for the fund.

On 18 September 2024, following approval from the FCA, the investors were formally notified of the ACD's intention to close the M&G Climate Solutions Fund. The fund closed on 28 November 2024. As at the date of publication of this report, no termination date has been set for the fund.

The Company's principal activity is to carry out business as an OEIC. The Company is structured as an umbrella company, and different funds may be established by the ACD from time to time with the agreement of the Depositary and approval from the FCA. The funds are operated separately and the assets of each fund are managed in accordance with the investment objective and policy applicable to that fund.

As at 31 March 2025, none of the funds held shares of the other funds within this OEIC.

Authorised Corporate Director's Report

A shareholder is not liable for the debts of the Company and will never be liable to make any further payment to the Company after paying the purchase price of the shares.

Fund managers

The following fund managers are employed by M&G FA Limited which is an associate of M&G Securities Limited.

M&G Absolute Return Bond Fund (closed)

Wolfgang Bauer

M&G Better Health Solutions Fund (closed)

Jasveet Brar

M&G China Fund

David Perrett

M&G Climate Solutions Fund (closed)

Michael Rae

M&G Global AI Themes Fund

Jeffrey Lin

M&G Global Enhanced Equity Premia Fund (closed)

Gautam Samarth

M&G Global Listed Infrastructure Fund

Alex Araujo

M&G India Fund

Vikas Pershad

M&G Positive Impact Fund

John William Olsen

M&G ESG Screened Global Corporate Bond Fund (formerly M&G Sustainable Global Corporate Bond Fund)

Ben Lord and Mario Eisenegger

M&G ESG Screened Global High Yield Bond Fund (formerly M&G Sustainable Global High Yield Bond Fund)

Stefan Isaacs and Lu Yu

Please note that effective from 1 August 2024, Stefan Isaacs replaced James Tomlins as co-fund manager.

M&G UK Inflation Linked Corporate Bond Fund

Ben Lord and Matthew Russell

ACD

M&G Securities Limited

10 Fenchurch Avenue, London EC3M 5AG, UK

Telephone: 0800 390 390 (UK only)

(Authorised and regulated by the Financial Conduct Authority. M&G Securities Limited is a member of the Investment Association and of The Investing and Saving Alliance)

Directors of the ACD

M Arona*, N J Brooks, C Dobson (non executive director), S C Ellis** (non executive director), S A Fitzgerald***, P R Jelfs, M McGrade (non executive director), L J Mumford

* Appointed 13 January 2025.

** Appointed 12 March 2025.

*** Resigned 13 January 2025.

Investment manager

M&G Investment Management Limited

10 Fenchurch Avenue, London EC3M 5AG, UK

(Authorised and regulated by the Financial Conduct Authority)

Registrar

SS&C Financial Services Europe Ltd

SS&C House, St. Nicholas Lane, Basildon

Essex SS15 5FS, UK

(Authorised and regulated by the Financial Conduct Authority)

Depositary

NatWest Trustee & Depositary Services Limited

House A, Floor 0, Gogarburn, 175 Glasgow Road

Edinburgh EH12 1HQ, UK

(Authorised and regulated by the Financial Conduct Authority)

Independent auditor

Ernst & Young LLP

Atria One, 144 Morrison Street, Edinburgh EH3 8EX, UK

Annual value assessment

An annual assessment report is available which shows the value provided to investors in each of M&G's UK-based funds. The assessment report evaluates

Authorised Corporate Director's Report

whether M&G's charges are justified in the context of the overall service delivered to its investors. The latest report to 31 March 2024 can be found on our website at mandg.com/investments/valueassessment

Climate-related Financial Disclosures (TCFD)

We have produced TCFD reports in compliance with the FCA's rules on climate-related financial disclosures. The TCFD fund reports are designed to help you understand the impact these funds have on the climate and equally how climate change could influence the performance of these funds. The reports will also give you the ability to compare a range of climate metrics with other funds. To understand the governance, strategy and risk management that M&G has in place to manage the risks and opportunities related to climate change, please refer to the M&G Investments Management TCFD report.

These reports are available via the Sustainability Disclosures page on our website at mandg.com/footer/sustainability-disclosures

Important information

The events in Ukraine continue to bring uncertainty. The ACD continues to monitor the associated risks that are posed to the Company.

On 11 May 2023, following approval from the FCA, investors were formally notified of the ACD's intention to close M&G Absolute Return Bond Fund. The fund closed on 13 July 2023. As at the date of publication of this report, no termination date has been set for the fund.

On 7 July 2023, following approval from the FCA, investors were formally notified of the ACD's intention to close M&G Global Enhanced Equity Premia Fund. The fund closed on 8 August 2023. As at the date of publication of this report, no termination date has been set for the fund.

On 29 July 2024, the M&G China Fund was launched within M&G Investment Funds (10).

With effect from 1 August 2024, Stefan Isaacs replaced James Tomlins as co-fund manager of the M&G ESG Screened Global High Yield Bond Fund (formerly M&G Sustainable Global High Yield Bond Fund).

On 18 September 2024, following approval from the FCA, the investors were formally notified of the ACD's intention to close the M&G Better Health Solutions Fund. The fund closed on 28 November 2024. As at the date of publication of this report, no termination date has been set for the fund.

On 18 September 2024, following approval from the FCA, the investors were formally notified of the ACD's intention to close the M&G Climate Solutions Fund. The fund closed on 28 November 2024. As at the date of publication of this report, no termination date has been set for the fund.

On 28 October 2024, the M&G India Fund was launched within M&G Investments Funds (10).

Since January 2025 the operating charge does not include the underlying charges for closed-ended-funds, such as investment trusts and real estate investment trusts. There is no change to what you are currently being charged, this is a presentational change to align with the latest industry guidance issued by the Investment Association.

On 14 February 2025 M&G Sustainable Global Corporate Bond Fund changed its name to M&G ESG Screened Global Corporate Bond Fund and M&G Sustainable Global High Yield Bond Fund changed its name to M&G ESG Screened Global High Yield Bond Fund. These funds also adopted a new investment objective, policy and approach as at the same date.

On 28 February 2025 the investment objective, policy and approach were changed for M&G Positive Impact Fund.

Please refer to the 'Investment review' section for further details on significant events during the period. Investment reviews may become quickly outdated in relation to ongoing economic and geopolitical events.

Authorised Corporate Director's Report

Investor information

The Prospectus, Instrument of Incorporation, Key Investor Information Documents, costs and charges illustration, the latest annual or interim investment report and financial statements as well as a list of purchases and sales are available free of charge on request from the following address. The Instrument of Incorporation can also be inspected at our offices or at the office of the Depositary.

Customer services and administration for UK clients:

M&G Securities Limited
PO Box 9039, Chelmsford CM99 2XG, UK

Please remember to quote your name and M&G client reference and sign any written communication to M&G. Failure to provide this will affect your ability to transact with us.

Telephone: 0800 390 390 (UK only)

For security purposes and to improve the quality of our service, we may record and monitor telephone calls. You will require your M&G client reference. Failure to provide this will affect your ability to transact with us.

Authorised Corporate Director's Report

Authorised Corporate Director's Responsibilities

The Authorised Corporate Director (ACD) is required to prepare annual and interim reports for the Company. The ACD must ensure that the financial statements, contained in this report for each of the funds are prepared in accordance with the Investment Association Statement of Recommended Practice for Financial Statements of UK Authorised Funds (SORP) and UK Financial Reporting Standards, and give a true and fair view of the net revenue or expenses and net capital gains or losses for the accounting period, and the financial position at the end of that period.

The ACD is required to keep proper accounting records, and to manage the Company in accordance with the Collective Investment Schemes sourcebook, as issued (and amended) by the FCA, the Instrument of Incorporation and the Prospectus, and to take reasonable steps for the prevention and detection of fraud or other irregularities. Additionally, the ACD is responsible for preparing the financial statements on a going concern basis unless it is appropriate to presume that the Company will not continue in operation.

For the reasons stated in the ACD's Report and note 2a, the financial statements of the M&G Absolute Return Bond Fund, the M&G Better Health Solutions Fund, the M&G Climate Solutions Fund and the M&G Global Enhanced Equity Premia Fund have not been prepared on a going concern basis.

Directors' statement

This report has been prepared in accordance with the requirements of the Collective Investment Schemes sourcebook, as issued and amended by the FCA.

M&G Securities Limited
12 June 2025

Depository's Responsibilities and Report

Statement of the Depository's Responsibilities and Report of the Depository to the Shareholders of M&G Investment Funds (10) ('the Company') for the year ended 31 March 2025

The Depository must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI2001/1228) (the OEIC Regulations), as amended, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as detailed below.

The Depository must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depository is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depository must ensure that:

- the Company's cashflows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares in the Company is calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager ('the AFM') are carried out (unless they conflict with the Regulations).

The Depository also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and the Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depository of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AFM:

- i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company, and
- ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

Edinburgh
12 June 2025

NatWest Trustee and
Depository Services Limited

Independent Auditor's Report

Independent Auditor's Report to the shareholders of M&G Investment Funds (10)

Opinion

We have audited the financial statements of M&G Investment Funds (10) ("the Company") comprising each of its sub-funds for the year ended 31 March 2025, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Shareholders, the Balance Sheet, the related notes and the Distribution Tables, and the accounting policies of the Company, which include a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising each of its sub-funds as at 31 March 2025, and of the net revenue/(expense) and the net capital gains/(losses) on the scheme property of the Company comprising each of its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the FRC) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter – financial statements for the M&G Absolute Return Bond Fund, the M&G Better Health Solutions Fund, the M&G Climate Solutions Fund and the M&G Global Enhanced Equity Premia Fund prepared on a basis other than going concern

We draw attention to note 2a to the financial statements which explains that the Authorised Corporate Director ("the ACD") intends to terminate the M&G Absolute Return Bond Fund, the M&G Better Health Solutions Fund, the M&G Climate Solutions Fund and the M&G Global Enhanced Equity Premia Fund and therefore does not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly, the financial statements for these sub-funds only, have been prepared on a basis other than going concern as described in note 2a. Our opinion is not modified in respect of this matter.

Conclusions relating to going concern

The financial statements for the M&G Absolute Return Bond Fund, the M&G Better Health Solutions Fund, the M&G Climate Solutions Fund and the M&G Global Enhanced Equity Premia Fund have been prepared on a basis other than going concern as disclosed in note 2a.

In auditing the financial statements of the remaining sub-funds, we have concluded that the ACD's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the remaining sub-funds' ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the

Independent Auditor's Report

relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the remaining sub-funds' ability to continue as a going concern.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the "FCA")

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the FCA and the Instrument of Incorporation; and
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- the information given in the ACD's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matter in relation to which the rules of the Collective Investment Schemes Sourcebook of the FCA require us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Responsibilities of the ACD

As explained more fully in the ACDs' responsibilities statement set out on page 5, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the ACD is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit

Independent Auditor's Report

conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), the Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the OEIC Regulations, the Company's Instrument of Incorporation and the Prospectus.
- We understood how the Company is complying with those frameworks through discussions with the ACD and the Company's administrator and a review of the Company's documented policies and procedures.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering

the risk of management override, specifically management's propensity to influence revenue and amounts available for distribution. We identified a fraud risk with respect to the incomplete or inaccurate income recognition through incorrect classification of special dividends and the resulting impact to amounts available for distribution. We tested the appropriateness of management's classification of a sample of special dividends as either a capital or revenue return.

- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the ACD with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Company.
- Due to the regulated nature of the Company, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities, which included the use of specialists where appropriate, to identify non-compliance with the applicable laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's shareholders, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes sourcebook of the FCA. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the

Independent Auditor's Report

Company and the Company's shareholders as a body,
for our audit work, for this report, or for the opinions we
have formed.

Edinburgh
12 June 2025

Ernst & Young LLP
Statutory Auditor

Financial statements and notes

The financial statements for M&G Investment Funds (10) comprise the individual financial statements for each of the presented funds and the notes below.

Notes to the financial statements

1 Statement of compliance

The financial statements of M&G Investment Funds (10) have been prepared in compliance with UK Financial Reporting Standard 102 (FRS 102) and in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Association in May 2014 and amended in June 2017, except in relation to the separate disclosure in note 13 for all funds except M&G Absolute Return Bond Fund and M&G Global Enhanced Equity Premia Fund.

2 Summary of significant accounting policies

a. Basis of preparation

There are no material events that have been identified that may cast significant doubt on the Company's ability to continue as a going concern for a period of twelve months from the date these financial statements are authorised for issue. The ACD believes that the Company has adequate resources to continue in operational existence for the foreseeable future and they continue to adopt the going concern basis in preparing the financial statements (except for M&G Absolute Return Bond Fund, M&G Better Health Solutions Fund, M&G Climate Solutions Fund and M&G Global Enhanced Equity Premia Fund). The ACD has made an assessment of each fund's ability to continue as a going concern which is made as at the date of issue of these financial statements and considers liquidity, declines in global capital markets, investor intention, known redemption levels, expense projections and key service provider's operational resilience.

The financial statements of M&G Investment Funds (10) with the exception of M&G Absolute Return Bond Fund, M&G Better Health Solutions Fund, M&G Climate Solutions Fund and M&G Global Enhanced Equity Premia Fund are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

The M&G Absolute Return Bond Fund closed on 13 July 2023, the M&G Global Enhanced Equity Premia Fund closed on 8 August 2023, the M&G Better Health Solutions Fund closed on 28 November 2024 and the M&G Climate Solutions Fund closed on the 28 November 2024. The ACD intends to terminate these funds and as a result, the financial statements of these funds have been prepared on a basis other than going concern. Under this basis, assets are recorded at their recoverable value and liabilities are recorded at their expected settlement value. Any additional costs in respect of the termination of the funds will be borne by the ACD.

b. Functional and presentational currency

Where the functional and presentational currency of a fund is not UK sterling this is disclosed in the Financial statements and notes' of that fund.

c. Exchange rates

Transactions in currencies other than each fund's functional currency are translated at the rate of exchange ruling on the date of the transaction and where applicable assets and liabilities are translated into the fund's functional currency at the rate of exchange ruling as at 12 noon on 31 March 2025 being the last business day of the accounting period.

d. Investments – recognition and valuation

The provisions of both Section 11 and Section 12 of FRS 102 have been applied in full. All investments have been classified as fair value through profit and loss and recognised initially at fair value, which

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is normally the transaction price (excluding transaction costs and accrued interest).

At the end of the reporting period all investments have been measured at their fair value using the prices and the portfolio holdings determined at 12 noon on 31 March 2025, being the last valuation point of the accounting period, as this is not materially different from a valuation carried out at close of business on the balance sheet date.

Where separate bid and offer prices are available, the bid price is used for investment assets and the offer price for investment liabilities. Otherwise, the single price or most recent transaction price is used. Interest accrued is not included in the fair value. The methods of determining fair value for the principal classes of investment are:

- Equities and debt securities which are traded on an active market are included at the quoted price, which is normally the bid price, excluding any accrued interest in respect of bonds.
- Equities traded on the Alternative Investment Market (AIM), whose liquidity cannot be guaranteed, are included at their quoted bid price as this represents the most objective and appropriate method of valuation.
- Collective investment schemes operated by the ACD are included at either their cancellation price for dual priced funds or their single price for single priced funds.
- Collective investment schemes operated by another manager are included at either their bid price for dual priced funds or their single price for single priced funds.
- Other equities and debt securities which are unquoted or not actively traded on a quoted market are included at a value estimated by the ACD using an appropriate valuation technique, excluding any accrued interest in respect of bonds.

- Exchange traded futures and options are included at the cost of closing out the contract at the balance sheet date.
- Over the counter equity options, credit default swaps, interest rate swaps, asset swaps and inflation swaps are included at a value provided by Markit Valuations Limited, an independent credit derivative price provider. Their fair value excludes any accrued interest in respect of derivatives where the income is revenue in nature.
- Forward currency contracts, for share class hedging and investment, are included at a value determined by reference to current forward exchange rates for contracts with similar maturity profiles.

e. Recognition of income and expenses

- Dividends, including ordinary stock dividends, from equity investments are recognised when the security is quoted ex-dividend.
- Distributions from collective investment schemes are recognised when the scheme is priced ex-distribution.
- Interest on debt securities is recognised on an effective interest rate basis. Bank interest is recognised on an accruals basis.
- Underwriting commission is recognised when the issue takes place.
- Revenue from derivatives is recognised on an accruals basis.
- Fee rebates from investing in other collective investment schemes are recognised on an accruals basis.
- Expenses are recognised on an accruals basis.

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f. Treatment of income and expenses

- Any increases or decreases in the fair value of investments and gains and losses realised on sales of investments are treated as capital and recognised in net capital gains/(losses).
- The value of any enhancement to a stock dividend is treated as capital.
- Ordinary equity dividends, including ordinary stock dividends are treated as revenue.
- Special dividends, share buy backs or additional share issues may be treated as revenue or capital depending on the facts of each particular case.
- Distributions from collective investment schemes are treated as revenue in nature, except for any element of equalisation, which represents the average amount of income included in the price paid for the collective investment scheme, which is treated as capital.
- Debt security interest comprises the coupon interest and the difference between the purchase price and the expected maturity price spread over its expected remaining life. This is treated as revenue with the difference adjusting the cost of the shares and treated as capital.
- Other interest income, such as bank interest is treated as revenue.
- Underwriting commission is treated as revenue, except where the fund is required to take up all or some of the shares underwritten, in which case a proportion of the commission received is deducted from the cost of the shares and treated as capital.

- The treatment of the income on derivative contracts depends upon the nature of the transaction. Both motive and circumstances are used to determine whether the returns should be treated as capital or revenue. Where positions are undertaken to protect or enhance capital, and the circumstances support this, the returns are recognised in net capital gains; similarly where the motives and circumstances are to generate or protect revenue, and the circumstances support this, the returns are included within net revenue before taxation. Where positions generate total returns it will generally be appropriate to apportion such returns between capital and revenue to properly reflect the nature of the transaction.
- Expenses relating to the purchase and sale of investments are treated as capital; all other expenses are treated as revenue.
- Rebates of charges from holdings in collective investment schemes are treated as revenue or capital in accordance with the underlying scheme's distribution policy.

g. Operating charges

Operating charges include payments made to M&G and to providers independent of M&G:

- **Annual charge:** Charge paid to M&G covering the annual cost of M&G managing and administering the fund and the costs of third parties providing services to the fund. For every £1 billion of a fund's net asset value, a discount of 0.02% will be applied to that fund's annual charge (up to a maximum of 0.12%).

Financial statements and notes

- **Extraordinary legal and tax expenses:** Costs that specifically relate to legal or tax claims that are both exceptional and unforeseeable. Such expenses are uncommon, and would not be expected in most years. Although they result in a short-term cost to the fund, generally they can deliver longer term benefits for investors.
- **Ongoing charges from underlying funds:** Ongoing charges from underlying funds (excluding Investment Trust Companies and Real Estate Investment Trusts) will be rebated.

These charges do not include portfolio transaction costs or any entry and exit charges (also known as initial and redemption charges). The charging structures of share classes may differ, and therefore the operating charges may differ.

Operating charges are in line with the ongoing charges shown in the Key Investor Information Document, other than where there have been extraordinary legal or tax expenses, or an estimate has been used for the ongoing charge because a material change has made the operating charges unreliable as an estimate of future charges.

h. Portfolio transaction costs

Portfolio transaction costs are incurred by funds when buying and selling investments. These costs vary depending on the types of investment, their market capitalisation, country of exchange and method of execution. They are made up of direct and indirect portfolio transaction costs:

- **Direct portfolio transaction costs:** Broker execution commission and taxes.
- **Indirect portfolio transaction costs:** 'Dealing spread' – the difference between the buying and selling prices of the fund's investments; some types of investment, such as fixed interest securities, have no direct transaction costs and only the dealing spread is paid.

Investments are bought or sold by a fund when changes are made to the investment portfolio and

in response to net flows of money into or out of the fund from investors buying and selling shares in the fund.

To protect existing investors, portfolio transaction costs incurred as a result of investors buying and selling shares in the fund are recovered from those investors through a 'dilution adjustment' to the price they pay or receive.

i. Tax

Dividends and similar income receivable are recognised at an amount that includes any withholding tax but excludes irrecoverable tax credits. Any withholding tax suffered is shown as part of the tax charge.

Tax is accounted for at the appropriate rate of corporation tax with relief for double taxation taken where appropriate. The tax accounting treatment follows the principal amounts involved.

Deferred tax is recognised in respect of temporary timing differences that have originated but not reversed by the balance sheet date. Deferred tax is measured on a non-discounted basis, at the average rate of tax expected to apply in the period in which it expects the deferred tax to be realised or settled. A deferred tax asset is only recognised to the extent that it is more likely than not that the asset will be recovered.

Marginal tax relief has not been taken into account in respect of expenses offset against capital.

j. Allocation of returns to share classes

The annual charge is directly attributable to individual share classes. All other returns are apportioned to each fund's share classes pro-rata to the value of the net assets of the relevant share class on the day that the income or expenses are recognised.

All available net revenue accounted for in accordance with the above policies and adjusted where relevant by any specific distribution policies set out in the notes to that fund's financial

Financial statements and notes

statements, is distributed to holders of Income shares or retained and reinvested for holders of Accumulation shares. Should expenses and taxation together exceed revenue, there will be no distribution and the shortfall will be met from capital.

Distributions which have remained unclaimed by shareholders for more than six years are credited to the capital property of the fund.

3 Risk management policies

The ACD is responsible for establishing, implementing and maintaining an adequate and documented risk management policy for identifying, measuring and managing all risks to which funds are or might be exposed.

The Company's investment activities expose it to various types of risk which are associated with the financial instruments and markets in which it invests; market risk, credit risk and liquidity risk.

These financial statements are designed to enable users to evaluate the nature and extent of those risks and how they are managed.

The following risk management policies are applicable to the funds, with specific risk disclosures set out in the notes to the financial statements of each fund.

a. Market risk

Market risk is the risk of loss resulting from fluctuations in the market value of positions in a fund's portfolio attributable to changes in market variables, such as interest rates, exchange rates, equity and commodity prices or an issuer's creditworthiness.

In relation to market risk, processes are applied that take account of the investment objective and policy of each fund. All funds are subject to an investment oversight process in accordance with the type and nature of the fund. In addition all funds are monitored for compliance within regulatory limits.

In measuring and monitoring market risk, the global exposure of a fund may be calculated using a 'commitment' approach or 'Value at Risk' (VaR) approach.

b. Commitment approach

The commitment approach is applied for funds investing only in traditional asset classes, namely equities, fixed income, money market instruments and collective investment schemes.

In addition, the approach is applied for funds which use or intend to use derivatives or instruments embedding derivatives, but only for efficient portfolio management purposes, or in a simple way not necessarily restricted to efficient portfolio management.

Under the commitment approach the global exposure of funds is measured and monitored using a commitment (adjusted notional) methodology.

Market risk is considered on a daily basis and forms the foundation of investment oversight analysis. This can include for each fund (but is not limited to) the analysis of factors such as fund concentration; style, geographical, industry and market capitalisation biases; active, systematic and specific risk measurements; active money; and beta characteristics.

c. Value at Risk approach

The Value at Risk (VaR) approach is a methodology for estimating the maximum potential loss due to market risk based on historic market volatilities and correlations. More particularly, the VaR approach gives a broad indication of the maximum potential loss at a given confidence level (probability), over a specific time period under normal market conditions.

When VaR is used, it may be calculated using the Absolute VaR approach or the Relative VaR approach.

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Absolute VaR is the VaR expressed as a percentage of the Net Asset Value of a fund which must not exceed an absolute limit. Under the Absolute VaR approach, the VaR limit is set as a percentage of the Net Asset Value of the relevant fund. The absolute 20-day VaR based on a 99% confidence interval must not exceed 20% of the fund's Net Asset Value.

Under the Relative VaR approach, the VaR limit for a fund is set as a multiple of the VaR of the fund's reference portfolio. The 20-day VaR of the fund based on a 99% confidence interval must not exceed twice the VaR of the fund's reference portfolio. The Investment Manager monitors this limit by ensuring that the VaR of the fund divided by the VaR of the reference portfolio is not greater than 200%.

The table below shows funds using the 'commitment' approach and those using the 'Value at Risk (VaR)' approach:

Fund	Global exposure approach
M&G Absolute Return Bond Fund (closed)	n/a
M&G Better Health Solutions Fund (closed)	n/a
M&G China Fund	Commitment
M&G Climate Solutions Fund (closed)	n/a
M&G Global AI Themes Fund	Commitment
M&G Global Enhanced Equity Premia Fund (closed)	n/a
M&G Global Listed Infrastructure Fund	Commitment
M&G India Fund	Commitment
M&G Positive Impact Fund	Commitment
M&G ESG Screened Global Corporate Bond Fund (formerly M&G Sustainable Global Corporate Bond Fund)	Relative VaR
M&G ESG Screened Global High Yield Bond Fund (formerly M&G Sustainable Global High Yield Bond Fund)	Relative VaR
M&G UK Inflation Linked Corporate Bond Fund	Absolute VaR

d. Liquidity risk

Liquidity risk is the risk that a fund's holdings cannot be sold, liquidated or closed out at limited cost in an adequately short time frame and that the ability of the scheme to comply at any time with its obligation to sell and redeem shares is thereby compromised.

The overall liquidity profile for each fund is reviewed and updated regularly. The liquidity profile takes into account investment, cashflow and market liquidity considerations.

Investment liquidity considerations include an assessment of asset class liquidity conditions,

Financial statements and notes

liquidity of underlying holdings, portfolio construction and concentration, the scale of individual stock ownership and the nature of the investment strategy.

Cashflow liquidity is managed in each fund on a daily basis using reports that include subscription and redemption information as well as the impact of trading, derivative lifecycle events and corporate action activity. In addition to the daily reporting, the fund managers are provided with reporting that highlights the impact of reasonably predictable events in the portfolio, including an allowance for the potential future exposures that might result from derivative exposures.

Market (or distribution-related) considerations include an assessment of asset demand, fund growth, client concentration and the persistency of the client base. Supplementary to this, market liquidity stress tests are carried out on a monthly basis for all funds.

Liquidity in funds is independently assessed and challenged through the internal governance process at M&G. Fund liquidity is modelled and compared against potential liability scenarios such as severe redemption or collateral calls and any funds with liquidity issues are flagged to the internal committee. Funds flagged to the internal committee are escalated and remedial action agreed. None of the funds have been escalated for remedial action.

e. Credit risk

For funds exposed to credit risk, the credit rating, yield and maturity of each interest bearing security is considered to determine if the yield fully reflects the risk. The capital value of interest-bearing securities within the funds will fall in the event of the default or perceived increased credit risk of an issuer.

The capital value of interest-bearing securities within a fund may also be affected by interest rate fluctuations such that when interest rates rise, the

capital value of the interest-bearing securities is likely to fall and vice versa.

Funds investing in derivatives are exposed to counterparty risk. This is the risk that the other party to the transaction fails to fulfil their obligations, either by failing to pay or failing to deliver securities. To minimise this risk, carefully selected, financially strong and well-established counterparties are selected following a thorough due diligence review and collateral is posted daily (in the form of cash or high-quality government bonds). Derivative positions are valued on a mark-to-market basis (revalued to reflect prevailing market prices) daily and collateral moves from one counterparty to the other to reflect movements in the unrealised profit or loss. As a result, the maximum loss to the fund would be limited to that day's price movements in affected derivatives contracts.

For funds in which they are used, credit default swaps are bought and sold in response to detailed credit research to take advantage of anticipated movements in credit spreads on individual stocks and baskets of securities. When a fund buys a credit default swap the default risk associated with the underlying security transfers to the counterparty. When a fund sells a credit default swap the fund assumes the credit risk of the underlying security.

Authorised Corporate Director's Report

The M&G Absolute Return Bond Fund closed on 13 July 2023. As at the date of publication of this report, no termination date has been set for the fund. The investment objective, investment policy, investment approach, benchmark, risk profile and investment review have not been disclosed.

Portfolio statement

Portfolio statement

The fund had no holdings as at the end of the year.

The fund had no portfolio transactions for the year to
31 March 2025

M&G Absolute Return Bond Fund (closed)

Financial highlights

The M&G Absolute Return Bond Fund closed on 13 July 2023. As at the date of publication of this report, no termination date has been set for the fund. The fund performance, long-term performance by share class and comparative tables have not been disclosed.

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Statement of total return

for the year to 31 March		2025		2024	
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	2		16		34
Revenue	4	0		109	
Expenses	5	0		(30)	
Interest payable and similar charges		(1)		0	
Net revenue/(expense) before taxation		(1)		79	
Taxation	6	0		0	
Net revenue/(expense) after taxation			(1)		79
Total return before equalisation			15		113
Equalisation	7		0		(79)
Change in net assets attributable to shareholders from investment activities			15		34

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			0		13,746
Amounts received on issue of shares		0		915	
Amounts paid on cancellation of shares		0		(14,707)	
Movement in amounts since closure due from/(to) M&G Securities Limited		(15)		0	
			(15)		(13,792)
Dilution adjustments			0		12
Change in net assets attributable to shareholders from investment activities (see above)			15		34
Closing net assets attributable to shareholders			0		0

The fund closed on 13 July 2023.

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Balance sheet

as at 31 March	Note	2025 £'000	2024 £'000
Assets			
Current assets			
Investments		0	0
Debtors	8	0	14
Cash and bank balances	9	2	0
Total assets		2	14
Liabilities			
Creditors			
Bank overdrafts		0	(14)
Other creditors	10	(2)	0
Total liabilities		(2)	(14)
Net assets attributable to shareholders		0	0

The fund closed on 13 July 2023.

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

2 Net capital gains/(losses)

for the year to 31 March	2025 £'000	2024 £'000
Non-derivative securities	0	(141)
Derivative contracts	16	219
Currency gains/(losses)	0	(44)
Net capital gains/(losses)	16	34

3 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 £'000	2024 £'000
a) Purchases		
b) Sales		
Debt securities	0	12,152
c) There were no direct portfolio transaction costs		
	%	%
d) Indirect portfolio transaction costs		
Average portfolio dealing spread as at the balance sheet date	0.00	0.00

4 Revenue

for the year to 31 March	2025 £'000	2024 £'000
Bank interest	0	4
Derivative revenue	0	9
Interest distributions	0	5
Interest on debt securities	0	91
Total revenue	0	109

Financial statements and notes

5 Expenses

for the year to 31 March	2025 £'000	2024 £'000
Payable to the ACD or associate		
Annual charge	0	30
Total expenses	0	30

Audit fees for the financial year ending 2025 were £6,000 (2024: £7,000) (including VAT), which are covered by the annual charge.

6 Taxation

for the year to 31 March	2025 £'000	2024 £'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	0	0
Deferred tax (note 6c)	0	0
Total taxation	0	0
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	(1)	79
Corporation tax at 20%	0	16
Effects of:		
Interest distributions	0	(16)
Total tax charge (note 6a)	0	0
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 6a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset in the current financial year (2024: same).

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7 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc	Acc	Inc	Acc
	£'000	£'000	£'000	£'000
Interest distributions				
Interim	n/a	n/a	n/a	n/a
Final	n/a	n/a	n/a	n/a
Total net distributions		0		0
Income deducted on cancellation of shares		0		82
Income received on issue of shares		0		(3)
Equalisation		0		79
Net revenue/(expense) per statement of total return		(1)		79
Expenses offset against capital		0		4
Income deficit transferred to capital		1		(4)
Equalisation		0		79

8 Debtors

as at 31 March	2025	2024
	£'000	£'000
Bank interest receivable	0	1
Due from M&G Securities Limited	0	13
Total debtors	0	14

9 Cash and bank balances

as at 31 March	2025	2024
	£'000	£'000
Cash held as bank balances	2	0
Total cash and bank balances	2	0

10 Other creditors

as at 31 March	2025	2024
	£'000	£'000
Due to M&G Securities Limited	2	0
Total other creditors	2	0

11 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

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12 Shares in issue

As the fund closed on 13 July 2023, there were no outstanding shares as at 31 March 2025 (2024: same).

13 Risk management policies

The general risk management policies that are set out in note 3 to the financial statements on pages 15 to 17 are no longer applicable to this fund as it closed on 13 July 2023.

14 Market risk sensitivity and exposure

VaR is the risk measurement methodology used to assess the fund's leverage and market risk volatility. When VaR is calculated as a percentage of the net asset value it may not be greater than the VaR limit set for the fund.

The VaR limit set during the financial year to 31 March 2024 was 6%.

The lowest, highest and average utilisation of VaR with reference to the limit above are calculated during the financial year ended 31 March 2024.

No values are calculated for the financial year ended 31 March 2025 as the fund closed on 13 July 2023.

for the year to 31 March	2025 Utilisation of VaR	2024 Utilisation of VaR ^a 6%
Lowest	n/a	0.17
Highest	n/a	33.00
Average	n/a	26.26

^a The data covers the period up to the fund closure on 13 July 2023.

15 Leverage risk

Funds using VaR approaches are required to disclose the level of leverage employed during the financial reporting period.

Derivatives can be used by the fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, the size of any positive or negative movement in markets may have a more significant effect on the net asset value of the fund.

The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial year ended 31 March 2024 are disclosed in the table below. No values are calculated for the financial year ended 31 March 2025 as the fund closed on 13 July 2023. Leverage has been calculated using the Gross Sum of Notional Approach for derivative positions only (including forward currency contracts) and excludes all physical holdings. Percentages are expressed with reference to fund valuation.

for the year to 31 March	2025 £'000	2025 %	2024 ^a £'000	2024 ^a %
Lowest	n/a	n/a	19,112	101.00
Highest	n/a	n/a	80,578	233.00
Average	n/a	n/a	57,313	209.76

^a The data covers the period up to the fund closure on 13 July 2023.

Financial statements and notes

16 Interest distribution tables

The fund closed on 13 July 2023 therefore no distributions were made with respect to the years ended 31 March 2024 and 31 March 2025.

17 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

The M&G Better Health Fund closed on 28 November 2024. For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used, covering the period until the fund closed.

Investment objective up to 28 November 2024

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; and
- To invest in companies that deliver solutions to the challenge of better health and well-being.

Investment policy up to 28 November 2024

At least 80% of the fund is invested directly in the equity securities and equity related securities of companies across any sector and market capitalisation that are domiciled, incorporated or listed in developed markets. The fund has a concentrated portfolio of usually fewer than 40 companies.

The fund may also invest directly in the equity securities and equity related securities of companies that are domiciled, incorporated or listed in emerging markets.

The fund invests in securities that meet the ESG criteria and impact criteria.

The following types of exclusions apply to the fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.

- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal well-being, the environment, or otherwise assessed to be misaligned with the fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG criteria and impact criteria.

References to 'assessed' above mean assessment in accordance with the ESG criteria and impact criteria document as disclosed in the ESG information section below. Further information on the exclusions applicable to the fund can be found in the Prospectus, which is available free of charge either from our website at mandg.co.uk/prospectuses or by calling M&G Customer Relations.

The fund may also invest in other transferable securities, money market instruments, cash and near cash for liquidity purposes, directly and via collective investment schemes (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

As explained in the ESG criteria and impact criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The fund manager will assess the suitability of such instruments relative to the fund's investment objective.

Investment approach up to 28 November 2024

The fund is a concentrated portfolio of global stocks, investing over the long term in companies that are delivering solutions to the challenge of better health and well-being alongside a financial return, using a disciplined stock selection process. Sustainability and impact investing considerations are fundamental in

Authorised Corporate Director's Report

determining the fund's investment universe and assessing business models as further set out in the ESG criteria and impact criteria.

The fund invests in companies that deliver solutions to the challenge of better health and/or better well-being. As further described in the impact criteria, these can be understood by reference to the United Nations Sustainable Development Goals framework as companies such as those which are focused on sustainable development goals such as health and well-being; zero hunger; clean water and sanitation; sustainable cities and communities; responsible consumption and production; or other companies which the investment manager considers appropriate to invest in, in pursuit of the non-financial investment objective.

All equity securities and equity related instruments are subject to assessment and measurement of their ability to deliver solutions to the challenge of better health and well-being and generate financial returns, which is conducted at company level using M&G's impact assessment methodology. This focuses on three criteria:

- Investment credentials: the quality and durability of the company's business model and its ability to produce sustainable economic returns;
- Intention: the company's purpose as evidenced by the alignment of its mission statement with its corporate strategy and actions; and
- Impact: the scale of the net positive societal impact and the company's progress towards addressing specified health and well-being challenges.

The fund invests in three categories of better health and/or well-being companies.

- 'Pioneers', whose products or services have or could have a transformational effect on improving global health and/or well-being.
- 'Enablers', which provide the tools for others to deliver better health and/or well-being.
- 'Leaders', which spearhead and mainstream

sustainability in industries promoting better health and/or well-being, but which may have more established profitability than pioneers.

Dialogue with the companies in which the fund invests is fundamental to the investment approach.

ESG Information up to 28 November 2024

Additional information is available to investors on the fund page of the M&G website:

- ESG criteria and impact criteria, which includes the fund's exclusions approach.
- Annual Impact Report providing an assessment of the fund's sustainable objective will also be published when available.
- Other periodic reporting on the sustainable objective of the fund.

Benchmark up to 28 November 2024

MSCI World Index

The benchmark is a target for the fund's financial objective and is used to measure the fund's financial performance. The index has been chosen as the fund's 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, and as a result the fund's performance may deviate materially from the benchmark.

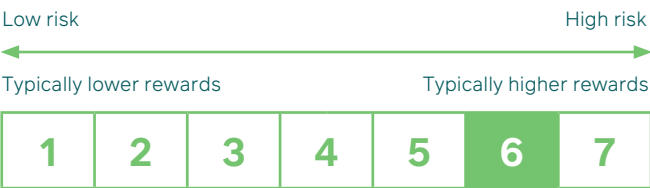
For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

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Risk profile up to 28 November 2024

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class ‘A’ shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the period ending 28 November 2024

Performance against objective

Between 1 April 2024 (the start of the review period) and 28 November 2024 (the fund closure date), the M&G Better Health Solutions Fund delivered a negative total return (the combination of income and growth of capital) across all its sterling share classes. The fund also underperformed its benchmark, the MSCI World Index, which returned 11.2% over the same period.

The fund was launched in June 2021, and therefore could not be measured against its financial objective – 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.

The fund’s second objective was to invest in companies that deliver solutions to the challenge of better health

and well-being. To identify these companies, we applied a proprietary framework that consistently used set criteria and standards for rating the impact and investment case of these companies.

For the performance of each share class, please refer to the ‘Long-term performance by share class’ table in the ‘Financial highlights’ section of this report.

Performance review

Global equities generally performed well in the period under review. This was due to a combination of factors, including easing inflation, excitement about artificial intelligence (AI) and strong economic growth.

However, the period was punctuated by market dips. In April, fears that interest rates might remain higher for longer and worries about tensions in the Middle East dented markets. Global equities also underwent a period of turbulence in July and August. Though markets gained during these months, the so-called ‘Magnificent Seven’ US tech stocks suffered losses in July after earnings releases left investors underwhelmed. Furthermore, at the start of August, concerns about an economic slowdown in the US and an unwinding of the yen carry trade led to market declines (a change in the relative levels of interest rates in Japan and the US caused a sudden mass exodus of investors from a once-profitable strategy).

The fund’s above-benchmark position in healthcare proved particularly detrimental to relative performance. Stockpicking in the consumer discretionary and industrials sectors also dented relative performance, as did the fund’s lack of exposure to technology. In contrast, stock selection in materials and the fund’s lack of exposure to energy boosted relative performance.

Key detractors from relative performance included Novo Nordisk and GlaxoSmithKline (GSK). Novo Nordisk faced a number of headwinds during the period. The company’s second- and third-quarter earnings disappointed the market; it also downgraded its growth outlook. Production issues connected to its GLP-1 medications and positive early-stage trial data from competitors had further negative ramifications for its share price.

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The top contributors to relative performance were Xvivo Perfusion and Quest Diagnostics. In April, Xvivo Perfusion's share price rose after it released strong first-quarter results, primarily driven by its kidney and lung transplant solutions.

Investment activities

In April, we decided to close our position in Grifols.

In June, GRAIL became part of the fund after its spin-off from Illumina. We immediately closed our position in the company.

We also decided to close our small position in Teladoc Health in August: we were concerned about the strength of the company's long-term business model.

The fund was closed on 28 November 2024 following investor notification.

Jasveet Brar

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Portfolio statement

The fund had no holdings as at the end of the year.

Top portfolio transactions for the year to 31 March 2025

Largest purchases	\$'000
Sartorius Stedim Biotech	154
GSK PLC	142
Veeva Systems, Inc.	133
UnitedHealth Group, Inc.	109
Novo Nordisk AS	85
Thermo Fisher Scientific, Inc.	74
AstraZeneca PLC	64
Illumina, Inc.	60
Colgate-Palmolive Co.	59
Autoliv, Inc.	58
Other purchases	690
Total purchases	1,628

Largest sales	\$'000
Novo Nordisk AS	1,521
UnitedHealth Group, Inc.	1,161
Thermo Fisher Scientific, Inc.	1,006
Quest Diagnostics, Inc.	993
Colgate-Palmolive Co.	924
AstraZeneca PLC	882
Ecolab, Inc.	871
Becton Dickinson & Co.	803
Alcon AG	793
Veeva Systems, Inc.	754
Other sales	9,877
Total sales	19,585

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	For the period to 28.11.24 % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	-3.7	-0.0	n/a	n/a
Class 'A' Accumulation	-3.7	-0.0	n/a	n/a
Class 'I' Income	-3.5	+0.3	n/a	n/a
Class 'I' Accumulation	-3.5	+0.3	n/a	n/a
Class 'PP' Income	-3.4	+0.4	n/a	n/a
Class 'PP' Accumulation	-3.3	+0.5	n/a	n/a
Class 'R' Income	-3.7	+0.1	n/a	n/a
Class 'R' Accumulation	-3.6	+0.1	n/a	n/a
Class 'Z' Accumulation	-3.2	+0.9	n/a	n/a
Benchmark	+11.2	+12.3	n/a	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	99.35	92.16	98.11
Return before operating charges*	(2.99)	9.54	(3.60)
Operating charges	(0.74)	(1.02)	(1.02)
Return after operating charges*	(3.73)	8.52	(4.62)
Distributions	n/a	(1.33)	(1.33)
Return to shareholder as a result of share class closure	(95.62)	n/a	n/a
Closing NAV	0.00	99.35	92.16
*after direct transaction cost of	0.03	0.02	0.03
Performance			
Return after charges (%)	(3.75)	9.24	(4.71)
Other information			
Closing NAV (\$'000)	0	62	56
Number of shares	0	49,512	49,512
Operating charges (%)	1.10	1.10	1.10
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	102.92	100.64	99.51
Lowest share price (UK p)	95.34	87.64	89.00

Sterling Class 'A' Accumulation shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	103.20	94.48	99.15
Return before operating charges*	(3.11)	9.76	(3.65)
Operating charges	(0.77)	(1.04)	(1.02)
Return after operating charges*	(3.88)	8.72	(4.67)
Distributions	n/a	(0.39)	(0.36)
Retained distributions	n/a	0.39	0.36
Return to shareholder as a result of share class closure	(99.32)	n/a	n/a
Closing NAV	0.00	103.20	94.48
*after direct transaction cost of	0.04	0.02	0.03
Performance			
Return after charges (%)	(3.76)	9.23	(4.71)
Other information			
Closing NAV (\$'000)	0	349	231
Number of shares	0	268,089	197,802
Operating charges (%)	1.10	1.10	1.10
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	106.88	103.13	100.57
Lowest share price (UK p)	99.01	89.82	89.94

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	100.42	92.80	98.43
Return before operating charges*	(3.11)	9.61	(3.65)
Operating charges	(0.48)	(0.65)	(0.64)
Return after operating charges*	(3.59)	8.96	(4.29)
Distributions	n/a	(1.34)	(1.34)
Return to shareholder as a result of share class closure	(96.83)	n/a	n/a
Closing NAV	0.00	100.42	92.80
*after direct transaction cost of	0.03	0.02	0.03
Performance			
Return after charges (%)	(3.57)	9.66	(4.36)
Other information			
Closing NAV (\$'000)	0	71	59
Number of shares	0	55,902	51,418
Operating charges (%)	0.70	0.70	0.70
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	104.15	101.70	99.83
Lowest share price (UK p)	96.55	88.44	89.46

Sterling Class 'I' Accumulation shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	104.32	95.15	99.46
Return before operating charges*	(3.26)	9.84	(3.66)
Operating charges	(0.49)	(0.67)	(0.65)
Return after operating charges*	(3.75)	9.17	(4.31)
Distributions	n/a	(0.75)	(0.73)
Retained distributions	n/a	0.75	0.73
Return to shareholder as a result of share class closure	(100.57)	n/a	n/a
Closing NAV	0.00	104.32	95.15
*after direct transaction cost of	0.04	0.02	0.03
Performance			
Return after charges (%)	(3.59)	9.64	(4.33)
Other information			
Closing NAV (\$'000)	0	672	439
Number of shares	0	510,900	373,091
Operating charges (%)	0.70	0.70	0.70
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	108.20	104.25	100.89
Lowest share price (UK p)	100.30	90.65	90.41

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	100.70	92.97	98.50
Return before operating charges*	(3.09)	9.63	(3.63)
Operating charges	(0.41)	(0.56)	(0.56)
Return after operating charges*	(3.50)	9.07	(4.19)
Distributions	n/a	(1.34)	(1.34)
Return to shareholder as a result of share class closure	(97.20)	n/a	n/a
Closing NAV	0.00	100.70	92.97
*after direct transaction cost of	0.03	0.02	0.03
Performance			
Return after charges (%)	(3.48)	9.76	(4.25)
Other information			
Closing NAV (\$'000)	0	25	23
Number of shares	0	20,070	20,070
Operating charges (%)	0.60	0.60	0.60
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	104.52	101.99	99.92
Lowest share price (UK p)	96.92	88.65	89.58

Sterling Class 'PP' Accumulation shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	104.59	95.32	99.54
Return before operating charges*	(3.12)	9.84	(3.66)
Operating charges	(0.42)	(0.57)	(0.56)
Return after operating charges*	(3.54)	9.27	(4.22)
Distributions	n/a	(0.84)	(0.83)
Retained distributions	n/a	0.84	0.83
Return to shareholder as a result of share class closure	(101.05)	n/a	n/a
Closing NAV	0.00	104.59	95.32
*after direct transaction cost of	0.04	0.02	0.03
Performance			
Return after charges (%)	(3.38)	9.73	(4.24)
Other information			
Closing NAV (\$'000)	0	207	36
Number of shares	0	156,947	30,368
Operating charges (%)	0.60	0.60	0.60
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	108.50	104.52	100.97
Lowest share price (UK p)	100.62	90.86	90.53

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	99.76	92.41	98.24
Return before operating charges*	(3.12)	9.56	(3.61)
Operating charges	(0.64)	(0.88)	(0.88)
Return after operating charges*	(3.76)	8.68	(4.49)
Distributions	n/a	(1.33)	(1.34)
Return to shareholder as a result of share class closure	(96.00)	n/a	n/a
Closing NAV	0.00	99.76	92.41
*after direct transaction cost of	0.03	0.02	0.03
Performance			
Return after charges (%)	(3.77)	9.39	(4.57)
Other information			
Closing NAV (\$'000)	0	55	33
Number of shares	0	43,575	28,748
Operating charges (%)	0.95	0.95	0.95
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	103.35	101.04	99.63
Lowest share price (UK p)	95.76	87.95	89.17

Sterling Class 'R' Accumulation shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	103.61	94.72	99.26
Return before operating charges*	(3.16)	9.79	(3.66)
Operating charges	(0.67)	(0.90)	(0.88)
Return after operating charges*	(3.83)	8.89	(4.54)
Distributions	n/a	(0.52)	(0.49)
Retained distributions	n/a	0.52	0.49
Return to shareholder as a result of share class closure	(99.78)	n/a	n/a
Closing NAV	0.00	103.61	94.72
*after direct transaction cost of	0.04	0.02	0.03
Performance			
Return after charges (%)	(3.70)	9.39	(4.57)
Other information			
Closing NAV (\$'000)	0	634	476
Number of shares	0	485,277	405,791
Operating charges (%)	0.95	0.95	0.95
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	107.37	103.54	100.69
Lowest share price (UK p)	99.49	90.12	90.11

Financial highlights

Sterling Class 'Z' Accumulation shares

The share class was launched on 17 June 2021 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	106.28	96.31	100.01
Return before operating charges*	(3.48)	9.97	(3.70)
Operating charges	0.00	0.00	0.00
Return after operating charges*	(3.48)	9.97	(3.70)
Distributions	n/a	(1.39)	(1.37)
Retained distributions	n/a	1.39	1.37
Return to shareholder as a result of share class closure	(102.80)	n/a	n/a
Closing NAV	0.00	106.28	96.31
*after direct transaction cost of	0.04	0.02	0.03
Performance			
Return after charges (%)	(3.27)	10.35	(3.70)
Other information			
Closing NAV (\$'000)	0	16,864	14,795
Number of shares	0	12,580,783	12,412,751
Operating charges (%)	0.00	0.00	0.00
Direct transaction costs (%)	0.05	0.03	0.04
Prices			
Highest share price (UK p)	110.48	106.21	101.46
Lowest share price (UK p)	102.47	92.11	91.24

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Statement of total return

for the year to 31 March		2025		2024	
	Note	\$'000	\$'000	\$'000	\$'000
Income					
Net capital gains/(losses)	3		(471)		1,789
Revenue	5	177		282	
Expenses	6	(11)		(14)	
Interest payable and similar charges		0		0	
Net revenue/(expense) before taxation		166		268	
Taxation	7	(17)		(30)	
Net revenue/(expense) after taxation			149		238
Total return before equalisation/distributions			(322)		2,027
Equalisation/distributions	8		(149)		(239)
Change in net assets attributable to shareholders from investment activities			(471)		1,788

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		\$'000	\$'000	\$'000	\$'000
Opening net assets attributable to shareholders			18,939		16,148
Amounts received on issue of shares		1,253		1,970	
Amounts paid on cancellation of shares		(19,726)		(1,202)	
Movement in amounts since closure due from/(to) M&G Securities Limited		(2)		0	
			(18,475)		768
Dilution adjustments			7		4
Change in net assets attributable to shareholders from investment activities (see above)			(471)		1,788
Retained distributions on Accumulation shares			0		231
Closing net assets attributable to shareholders			0		18,939

The fund closed on 28 November 2024.

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Financial statements

Balance sheet

as at 31 March	Note	2025 \$'000	2024 \$'000
Assets			
Fixed assets			
Investments		0	18,455
Current assets			
Debtors	9	7	39
Cash and bank balances	10	10	460
Total assets		17	18,954
Liabilities			
Creditors			
Distribution payable		0	(3)
Other creditors	11	(17)	(12)
Total liabilities		(17)	(15)
Net assets attributable to shareholders		0	18,939

The fund closed on 28 November 2024.

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 \$'000	2024 \$'000
Non-derivative securities	(499)	1,786
Currency gains/(losses)	28	3
Net capital gains/(losses)	(471)	1,789

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 \$'000	% of transaction	2024 \$'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	1,626		2,258	
Commissions	0	0.00	1	0.02
Taxes	2	0.13	4	0.16
Total purchases after transaction costs	1,628		2,263	
b) Sales				
Equities				
Equities before transaction costs	19,539		1,357	
Commissions	(4)	0.02	0	0.00
Equities after transaction costs	19,535		1,357	
Other transaction types				
Corporate actions	50		0	
Total sales after transaction costs	19,585		1,357	
	2025 \$'000	% of average NAV	2024 \$'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	4	0.03	1	0.01
Taxes paid				
Equities	2	0.02	4	0.02
Total direct portfolio transaction costs	6	0.05	5	0.03
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.00		0.08

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5 Revenue

for the year to 31 March	2025 \$'000	2024 \$'000
Bank interest	6	5
Dividends from equity investments: non-taxable	162	277
Interest distributions	9	0
Total revenue	177	282

6 Expenses

for the year to 31 March	2025 \$'000	2024 \$'000
Payable to the ACD or associate		
Annual charge	11	14
Total expenses	11	14

Audit fees for the financial year ending 2025 were £7,000 (2024: £12,000) (including VAT), which are covered by the annual charge.

7 Taxation

for the year to 31 March	2025 \$'000	2024 \$'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	17	30
Deferred tax (note 7c)	0	0
Total taxation	17	30
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	166	268
Corporation tax at 20%	33	53
Effects of:		
Revenue: non-taxable	(32)	(55)
Current year expenses (utilised)/not utilised	(1)	2
Withholding tax	17	30
Total tax charge (note 7a)	17	30
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset of \$3,000 (2024: \$4,000) arising as a result of having excess management expenses. We do not expect this asset to be utilised in the foreseeable future.

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc	Acc	Inc	Acc
	\$'000	\$'000	\$'000	\$'000
Dividend distributions				
Final	n/a	n/a	3	231
Total net distributions		0		234
Income deducted on cancellation of shares		151		9
Income received on issue of shares		(2)		(4)
Equalisation/distributions		149		239
Net revenue/(expense) per statement of total return		149		238
Expenses offset against capital		1		1
Income returned to shareholders via capital redemption		(1)		0
Equalisation/distributions		149		239

9 Debtors

as at 31 March	2025	2024
	\$'000	\$'000
Amounts receivable on issues of shares	0	14
Dividends receivable	0	19
Withholding tax recoverable	7	6
Total debtors	7	39

10 Cash and bank balances

as at 31 March	2025	2024
	\$'000	\$'000
Cash held as bank balances	10	460
Total cash and bank balances	10	460

11 Other creditors

as at 31 March	2025	2024
	\$'000	\$'000
Amounts payable on cancellation of shares	0	11
Annual charge payable	0	1
Due to M&G Securities Limited	17	0
Total other creditors	17	12

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12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	49,512	348	(49,860)	0	0
Class 'A' Accumulation	268,089	13,468	(281,557)	0	0
Class 'I' Income	55,902	1,012	(56,914)	0	0
Class 'I' Accumulation	510,900	57,084	(567,984)	0	0
Class 'PP' Income	20,070	0	(20,070)	0	0
Class 'PP' Accumulation	156,947	60,920	(217,867)	0	0
Class 'R' Income	43,575	30,689	(74,264)	0	0
Class 'R' Accumulation	485,277	30,482	(515,759)	0	0
Class 'Z' Accumulation	12,580,783	746,327	(13,327,110)	0	0

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure up to the point of closure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.10
Class 'I'	0.70
Class 'PP'	0.60
Class 'R'	0.95
Class 'Z'	0.00

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

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Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 0.00% (2024: 88.62%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025 \$'000	Liabilities 2025 \$'000	Assets 2024 \$'000	Liabilities 2024 \$'000
Basis of valuation				
Level 1	0	0	18,455	0
Level 2	0	0	0	0
Level 3	0	0	0	0
	0	0	18,455	0

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by \$0 (2024: \$923,000). A five per cent decrease would have an equal and opposite effect.

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19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by \$1,000 (2024: \$444,000). A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 \$'000	2024 \$'000
Currency exposure		
Danish krone	6	2,185
Euro	1	1,847
Hong Kong dollar	0	89
Japanese yen	0	561
Sterling	9	3,310
Swedish krona	0	187
Swiss franc	0	698
US dollar	(16)	10,062
Total	0	18,939

20 Dividend distribution tables

The fund closed on 28 November 2024 therefore no distribution has been made with respect to the year ended 31 March 2025.

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares for the year ended 31 March 2024.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.3270

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Sterling Class 'A' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.3894

Sterling Class 'I' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.3387

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.7495

Sterling Class 'PP' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.3423

Sterling Class 'PP' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.8411

Sterling Class 'R' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.3321

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Sterling Class 'R' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.5241

Sterling Class 'Z' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.3890

21 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

Investment objective

The fund aims to provide a higher total return (capital growth plus income), net of the ongoing charge figure, than that of the MSCI China with 100% China A Shares Index, over any five-year period.

Investment policy

At least 80% of the fund's net asset value is invested in equity securities and equity-related instruments of companies that are incorporated, listed, domiciled or do most of their business in the People's Republic of China.

This may include investing via Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect.

The fund may also invest in other transferable securities (for example, equity securities or equity related instruments of non-chinese companies), money market instruments, cash and near cash for liquidity purposes, directly and via funds (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

Investment approach

The fund manager uses a fundamental, bottom-up approach to identify stocks that the fund manager believes are likely to outperform based on their financial characteristics and their markets.

The fund manager performs fundamental analysis on companies assessing their potential in light of their financial condition, economic, political, and regulatory conditions to identify opportunities arising from significant deviation between the price and the estimated value of the stock.

The strategy focuses in particular on those stocks where the fund manager believes it has a strong insight. The fund manager uses independent, proprietary research to identify opportunities from the investment universe of securities and concentrates its research on these companies.

The fund manager expects stock selection to be the main driver of performance.

Benchmark

MSCI China with 100% China A Shares 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.

In case of currency hedged share classes, the benchmark may be a currency hedged version of the benchmark. For all share classes, the relevant benchmark used for comparison purposes will be shown in the KIID.

Authorised Corporate Director's Report

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the period from 29 July 2024 (launch date of the fund) to 31 March 2025

Performance against objective

As the fund was launched less than 12 months ago, on 29 July 2024, this report does not include performance. It is too early to state whether the fund has met its objective, to provide a higher total return (capital growth plus income), net of the ongoing charge figure, than that of the MSCI China with 100% China A Shares Index over any five-year period.

Market review

China's stockmarket appreciated significantly in the third quarter of 2024, following stimulus measures announced by the authorities. However, in the fourth quarter of 2024, its stockmarket drifted lower as investors began to reassess the potency of those measures and despite further efforts by authorities to shore up its economy.

In the first quarter of 2025, China's stockmarket again recovered. The share rally was initially driven by investors piling into the country's technology companies following the announcement of DeepSeek's artificial intelligence (AI) breakthrough in late January. As the quarter progressed the technology rally broadened out to other areas.

Fund positioning

As at the end of March, almost all of the fund was invested in equity securities of companies that are incorporated, listed, domiciled or do most of their business in the People's Republic of China.

The largest allocation by sector was to consumer discretionary stocks, in particular online retailers such as Alibaba, Meituan and JD.com, and auto stocks such as leading electric vehicle manufacturer BYD.

The fund also had a large overweight allocation to industrial stocks, featuring companies such as maritime transport company Pacific Basin Shipping, Beijing-Shanghai High Speed Railway, battery manufacturer and electronic and electrical equipment firm Contemporary Amperex Technology.

The fund is slightly overweight in communication services and the largest holdings in the sector includes multinational technology conglomerate Tencent.

Investment activities

We aim to identify significant dislocations between the price and what we consider to be the underlying value of a stock. We seek to exploit these dislocations using what we believe to be our greater perspective compared to other investors. In our opinion, our edge does not come from better forecasting, but rather from the superior pricing of risk.

Our strategy utilises independent, proprietary research to identify and extensively research opportunities across a broad pre-defined universe of Chinese stocks, which has been carefully refined over many years.

We tend to make longer-term investments, although returns may be enhanced by opportunistic positioning where we believe it is merited by the risk/reward opportunity. The desire is for portfolio returns to be

Authorised Corporate Director's Report

driven by our stockpicking ability, rather than the portfolio's exposure to be dominated by one or two specific investment styles. We also pay close attention to the portfolio's below-benchmark positions. The performance gap between the portfolio and the benchmark index over time is affected not just by what we invest in, but also what we do not.

Outlook

We are actively managing risk carefully during this unusual period for the stockmarket. We had previously increased the fund's exposure to domestic orientated names, but we are mindful of being too exposed to what could become a crowded position. What we are looking for are bottom-up stock positions, which can offer positive asymmetry even in this uncertain period.

Owning a portfolio of investments, which are uncorrelated (so are not all direct plays on Trump trade decisions) is key to what we are trying to achieve during this period of market volatility.

David Perrett

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Investments

Holding	as at 31.03.25 \$'000	as at 31.03.25 %
Equities	58,351	98.01
Oil, gas & consumable fuels	692	1.16
698,000 China Petroleum & Chemical Corp.	367	0.62
592,000 Sinopec Kantons Holdings Ltd.	325	0.54
Chemicals	1,717	2.88
168,800 Anhui Jinhe Industrial Co. Ltd.	588	0.99
418,000 Dongyue Group Ltd.	489	0.82
145,100 Hengli Petrochemical Co. Ltd.	307	0.51
255,600 Hubei Huitian New Materials Co. Ltd.	333	0.56
Construction materials	1,083	1.82
577,284 Beijing Oriental Yuhong Waterproof Technology Co. Ltd.	1,083	1.82
Metals & mining	375	0.63
378,300 Baoshan Iron & Steel Co. Ltd.	375	0.63
Construction & engineering	524	0.88
739,000 Sinopec Engineering Group Co. Ltd.	524	0.88
Electrical equipment	3,704	6.22
40,120 Contemporary Amperex Technology Co. Ltd.	1,396	2.34
336,400 Dongfang Electric Corp. Ltd.	423	0.71
587,600 Jiangsu Zhongtian Technology Co. Ltd.	1,178	1.98
116,528 NARI Technology Co. Ltd.	352	0.59
190,400 Ningbo Ligong Environment & Energy Technology Co. Ltd.	355	0.60
Machinery	3,574	6.00
784,000 CIMC Enric Holdings Ltd.	666	1.12
430,000 CRRC Corp. Ltd.	268	0.45
562,000 Morimatsu International Holdings Co. Ltd.	447	0.75
125,900 Shanghai Hanbell Precise Machinery Co. Ltd.	341	0.57
125,100 Sinoseal Holding Co. Ltd.	638	1.07
291,000 Weichai Power Co. Ltd.	611	1.03
341,600 Yangzijiang Shipbuilding Holdings Ltd.	603	1.01
Transportation infrastructure	1,269	2.13
768,803 COSCO SHIPPING Ports Ltd.	461	0.77
430,000 Hainan Meilan International Airport Co. Ltd.	501	0.84
69,000 Shanghai International Airport Co. Ltd.	307	0.52

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %
Equities (continued)		
Automobiles	1,683	2.83
32,632 BYD Co. Ltd.	1,683	2.83
Household durables	831	1.40
74,900 Gree Electric Appliances, Inc. of Zhuhai	468	0.79
33,600 Midea Group Co. Ltd.	363	0.61
Textiles, apparel & luxury goods	1,221	2.05
1,650,500 Crystal International Group Ltd.	1,221	2.05
Hotels, restaurants & leisure	4,452	7.48
19,940 Atour Lifestyle Holdings Ltd. ADR	561	0.94
27,609 H World Group Ltd. ADR	1,008	1.69
67,900 Meituan	1,351	2.27
19,300 Mixue Group	1,045	1.76
211,000 TravelSky Technology Ltd.	312	0.53
3,369 Yum China Holdings, Inc.	175	0.29
Beverages	2,914	4.89
277,500 China Resources Beer Holdings Co. Ltd.	998	1.67
7,400 Kweichow Moutai Co. Ltd.	1,589	2.67
18,100 Wuliangye Yibin Co. Ltd.	327	0.55
Food products	787	1.32
861,500 WH Group Ltd.	787	1.32
Health care equipment & supplies	222	0.37
6,900 Shenzhen Mindray Bio-Medical Electronics Co. Ltd.	222	0.37
Biotechnology	625	1.05
2,346 BeiGene Ltd. ADR	625	1.05
Pharmaceuticals	341	0.57
111,500 HUTCHMED China Ltd.	341	0.57
Life sciences tools & services	284	0.48
82,000 Wuxi Biologics Cayman, Inc.	284	0.48
Banks	5,669	9.52
2,199,000 China Construction Bank Corp.	1,940	3.26
341,400 China Merchants Bank Co. Ltd.	2,034	3.41
383,300 Industrial & Commercial Bank of China Ltd. 'A' Shares	364	0.61

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %
Equities (continued)		
Banks (continued)		
955,000 Industrial & Commercial Bank of China Ltd. 'H' Shares	678	1.14
421,200 Ping An Bank Co. Ltd.	653	1.10
Capital markets	1,299	2.18
221,600 China International Capital Corp. Ltd.	413	0.69
273,400 GF Securities Co. Ltd.	369	0.62
323,000 Huatai Securities Co. Ltd.	517	0.87
Insurance	1,444	2.43
66,100 Ping An Insurance Group Co. of China Ltd. 'A' Shares	469	0.79
164,500 Ping An Insurance Group Co. of China Ltd. 'H' Shares	975	1.64
Communications equipment	245	0.41
18,100 Zhongji Innolight Co. Ltd.	245	0.41
Technology hardware, storage & peripherals	1,384	2.33
220,000 Xiaomi Corp.	1,384	2.33
Electronic equipment, instruments & components	924	1.55
324,000 China Railway Signal & Communication Corp. Ltd.	133	0.22
147,800 GoerTek, Inc.	531	0.89
57,900 Wingtech Technology Co. Ltd.	260	0.44
Semiconductors & semiconductor equipment	438	0.74
226,500 Hangzhou First Applied Material Co. Ltd.	438	0.74
Diversified telecommunication services	793	1.33
591,500 China Tower Corp. Ltd.	793	1.33
Media	435	0.73
450,400 Focus Media Information Technology Co. Ltd.	435	0.73
Entertainment	719	1.21
35,600 NetEase, Inc.	719	1.21
Interactive media & services	6,868	11.54
18,460 Autohome, Inc. ADR	510	0.86
49,300 Baidu, Inc.	565	0.95
592 Baidu, Inc. ADR	54	0.09
90,100 Tencent Holdings Ltd.	5,739	9.64

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %
Equities (continued)		
Independent power and renewable electricity producers	622	1.05
162,200 China Yangtze Power Co. Ltd.	622	1.05
Real estate management & development	1,758	2.95
63,093 KE Holdings, Inc. ADR	1,281	2.15
50,500 Sun Hung Kai Properties Ltd.	477	0.80
Automobile components	376	0.63
585,000 Nexteer Automotive Group Ltd.	376	0.63
Broadline retail	6,269	10.53
235,400 Alibaba Group Holding Ltd.	3,835	6.44
51,250 JD.com, Inc.	1,049	1.76
22,731 MINISO Group Holding Ltd. ADR	412	0.69
8,238 PDD Holdings, Inc. ADR	973	1.64
Consumer staples distribution & retail	921	1.55
3,754,500 Sun Art Retail Group Ltd.	921	1.55
Financial services	657	1.10
805,000 Far East Horizon Ltd.	657	1.10
Ground transportation	634	1.07
827,800 Beijing-Shanghai High Speed Railway Co. Ltd.	634	1.07
Marine transportation	598	1.00
2,710,000 Pacific Basin Shipping Ltd.	598	1.00
Total portfolio	58,351	98.01
Net other assets/(liabilities)	1,185	1.99
Net assets attributable to shareholders	59,536	100.00

All securities are on an official stock exchange listing except where referenced.

Portfolio statement

Top ten portfolio transactions for the period to 31 March 2025

Largest purchases	\$'000
Tencent Holdings Ltd.	6,348
Alibaba Group Holding Ltd.	3,363
China Merchants Bank Co. Ltd.	2,060
China Construction Bank Corp.	1,946
Kweichow Moutai Co. Ltd.	1,836
Meituan	1,738
BYD Co. Ltd.	1,635
Contemporary Amperex Technology Co. Ltd.	1,557
KE Holdings, Inc. ADR	1,473
Jiangsu Zhongtian Technology Co. Ltd.	1,449
Other purchases	42,535
Total purchases	65,940

Largest sales	\$'000
Tencent Holdings Ltd.	1,485
Sungrow Power Supply Co. Ltd.	499
China Merchants Bank Co. Ltd.	485
Sinotrans Ltd.	399
MINISO Group Holding Ltd. ADR	391
Alibaba Group Holding Ltd.	331
BYD Co. Ltd.	314
Hubei Huitian New Materials Co. Ltd.	255
CGN Power Co. Ltd.	249
Kweichow Moutai Co. Ltd.	248
Other sales	6,715
Total sales	11,371

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

As the fund has not yet operated for a 12-month period, the long-term performance figures have not been calculated. Please refer to 'Specific share class performance' tables for the share class launch dates.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current period figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.31
Operating charges	(0.91)
Return after operating charges*	27.40
Distributions	(1.27)
Closing NAV	126.13
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	27.40
Other information	
Closing NAV (\$'000)	31
Number of shares	19,231
Operating charges (%)	1.10
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	135.71
Lowest share price (UK p)	97.07

Sterling Class 'A' Accumulation shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.31
Operating charges	(0.91)
Return after operating charges*	27.40
Distributions	(0.62)
Retained distributions	0.62
Closing NAV	127.40
*after direct transaction cost of	0.25
Performance	
Return after charges (%)	27.40
Other information	
Closing NAV (\$'000)	155
Number of shares	94,188
Operating charges (%)	1.10
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	135.71
Lowest share price (UK p)	97.07

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.35
Operating charges	(0.58)
Return after operating charges*	27.77
Distributions	(1.14)
Closing NAV	126.63
*after direct transaction cost of	0.25
Performance	
Return after charges (%)	27.77
Other information	
Closing NAV (\$'000)	97
Number of shares	59,425
Operating charges (%)	0.70
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	136.06
Lowest share price (UK p)	97.12

Sterling Class 'I' Accumulation shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.34
Operating charges	(0.59)
Return after operating charges*	27.75
Distributions	(0.97)
Retained distributions	0.97
Closing NAV	127.75
*after direct transaction cost of	0.25
Performance	
Return after charges (%)	27.75
Other information	
Closing NAV (\$'000)	3,717
Number of shares	2,248,677
Operating charges (%)	0.70
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	136.06
Lowest share price (UK p)	97.12

Financial highlights

Sterling Class 'L' Income shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.32
Operating charges	(0.41)
Return after operating charges*	27.91
Distributions	(1.27)
Closing NAV	126.64
*after direct transaction cost of	0.27
Performance	
Return after charges (%)	27.91
Other information	
Closing NAV (\$'000)	975
Number of shares	595,195
Operating charges (%)	0.50
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	136.23
Lowest share price (UK p)	97.15

Sterling Class 'L' Accumulation shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.32
Operating charges	(0.41)
Return after operating charges*	27.91
Distributions	(0.96)
Retained distributions	0.96
Closing NAV	127.91
*after direct transaction cost of	0.25
Performance	
Return after charges (%)	27.91
Other information	
Closing NAV (\$'000)	54,319
Number of shares	32,818,962
Operating charges (%)	0.50
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	136.23
Lowest share price (UK p)	97.15

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.30
Operating charges	(0.48)
Return after operating charges*	27.82
Distributions	(1.29)
Closing NAV	126.53
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	27.82
Other information	
Closing NAV (\$'000)	17
Number of shares	10,035
Operating charges (%)	0.60
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	136.14
Lowest share price (UK p)	97.14

Sterling Class 'PP' Accumulation shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.31
Operating charges	(0.48)
Return after operating charges*	27.83
Distributions	(0.82)
Retained distributions	0.82
Closing NAV	127.83
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	27.83
Other information	
Closing NAV (\$'000)	17
Number of shares	10,030
Operating charges (%)	0.60
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	136.15
Lowest share price (UK p)	97.14

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.30
Operating charges	(0.78)
Return after operating charges*	27.52
Distributions	(1.22)
Closing NAV	126.30
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	27.52
Other information	
Closing NAV (\$'000)	58
Number of shares	35,306
Operating charges (%)	0.95
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	135.85
Lowest share price (UK p)	97.09

Sterling Class 'R' Accumulation shares

The share class was launched on 29 July 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	28.30
Operating charges	(0.78)
Return after operating charges*	27.52
Distributions	(0.68)
Retained distributions	0.68
Closing NAV	127.52
*after direct transaction cost of	0.25
Performance	
Return after charges (%)	27.52
Other information	
Closing NAV (\$'000)	150
Number of shares	90,882
Operating charges (%)	0.95
Direct transaction costs (%)	0.30
Prices	
Highest share price (UK p)	135.84
Lowest share price (UK p)	97.09

Financial statements and notes

Financial statements

Statement of total return

for the period to 31 March		2025	
	Note	\$'000	\$'000
Income			
Net capital gains/(losses)	3		3,769
Revenue	5	307	
Expenses	6	(124)	
Interest payable and similar charges		(4)	
Net revenue/(expense) before taxation		179	
Taxation	7	(16)	
Net revenue/(expense) after taxation			163
Total return before distributions			3,932
Distributions	8		(163)
Change in net assets attributable to shareholders from investment activities			3,769

Statement of change in net assets attributable to shareholders

for the period to 31 March	2025	
	\$'000	\$'000
Opening net assets attributable to shareholders		0
Amounts received on issue of shares	62,559	
Amounts paid on cancellation of shares	(7,389)	
		55,170
Dilution adjustments		159
Change in net assets attributable to shareholders from investment activities (see above)		3,769
Retained distributions on Accumulation shares		438
Closing net assets attributable to shareholders		59,536

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 \$'000
Assets		
Fixed assets		
Investments		58,351
Current assets		
Debtors	9	1,023
Cash and bank balances	10	75
Cash equivalents		1,150
Total assets		60,599
Liabilities		
Creditors		
Distribution payable		(12)
Other creditors	11	(1,051)
Total liabilities		(1,063)
Net assets attributable to shareholders		59,536

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the period to 31 March	2025 \$'000
Non-derivative securities	3,782
Currency gains/(losses)	(13)
Net capital gains/(losses)	3,769

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the period to 31 March	2025 \$'000	% of transaction
a) Purchases		
Equities		
Equities before transaction costs	65,880	
Commissions	19	0.03
Taxes	41	0.06
Total purchases after transaction costs	65,940	
b) Sales		
Equities		
Equities before transaction costs	11,383	
Commissions	(3)	0.03
Taxes	(9)	0.08
Total sales after transaction costs	11,371	
	2025 \$'000	% of average NAV
c) Direct portfolio transaction costs		
Commissions paid		
Equities	22	0.09
Total commissions paid	22	0.09
Taxes paid		
Equities	50	0.21
Total taxes paid	50	0.21
Total direct portfolio transaction costs	72	0.30
		%
d) Indirect portfolio transaction costs		
Average portfolio dealing spread as at the balance sheet date		0.14

Financial statements and notes

5 Revenue

for the period to 31 March	2025 \$'000
Bank interest	1
Distributions from collective investment schemes: taxable	9
Dividends from equity investments: non-taxable	297
Total revenue	307

6 Expenses

for the period to 31 March	2025 \$'000
Payable to the ACD or associate	
Annual charge	124
Total expenses	124

Audit fees for the financial period ending 2025 were £11,000 (including VAT), which are covered by the annual charge.

7 Taxation

for the period to 31 March	2025 \$'000
a) Analysis of charge in the period	
Corporation tax	0
Withholding tax	16
Deferred tax (note 7c)	0
Total taxation	16
b) Factors affecting taxation charge for the period	
Net revenue/(expense) before taxation	179
Corporation tax at 20%	36
Effects of:	
Revenue: non-taxable	(59)
Current period expenses not utilised	23
Withholding tax	16
Total tax charge (note 7a)	16
c) Provision for deferred taxation	
Provision at the start of the period	0
Deferred tax in profit and loss account (note 7a)	0
Provision at the end of the period	0

The fund has not recognised a deferred tax asset of \$23,000 arising as a result of having excess management expenses. We do not expect this asset to be utilised in the foreseeable future.

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the period to 31 March	2025	
	Inc	Acc
	\$'000	\$'000
Ordinary distributions		
Final	12	438
Total net distributions		450
Income deducted on cancellation of shares		52
Income received on issue of shares		(339)
Distributions		163
Net revenue/(expense) per statement of total return		163
Distributions		163

9 Debtors

as at 31 March	2025
	\$'000
Amounts receivable on issues of shares	356
Currency deals outstanding	664
Dividends receivable	2
Sales awaiting settlement	1
Total debtors	1,023

10 Cash and bank balances

as at 31 March	2025
	\$'000
Cash held as bank balances	75
Total cash and bank balances	75

11 Other creditors

as at 31 March	2025
	\$'000
Annual charge payable	12
Currency deals outstanding	664
Purchases awaiting settlement	375
Total other creditors	1,051

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date.

Financial statements and notes

13 Shares in issue

The following table shows each class of share in issue during the period. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 29.07.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	0	19,231	0	0	19,231
Class 'A' Accumulation	0	94,188	0	0	94,188
Class 'I' Income	0	61,313	(1,888)	0	59,425
Class 'I' Accumulation	0	2,277,419	(28,742)	0	2,248,677
Class 'L' Income	0	636,609	(41,414)	0	595,195
Class 'L' Accumulation	0	37,873,855	(5,054,893)	0	32,818,962
Class 'PP' Income	0	10,035	0	0	10,035
Class 'PP' Accumulation	0	10,030	0	0	10,030
Class 'R' Income	0	37,084	(1,778)	0	35,306
Class 'R' Accumulation	0	95,666	(4,784)	0	90,882

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.10
Class 'I'	0.70
Class 'L'	0.50
Class 'PP'	0.60
Class 'R'	0.95

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the period end are disclosed in notes 9 and 11 where applicable.

Financial statements and notes

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the period end in respect of the annual charge are disclosed in note 11.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 84.75% of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets	Liabilities
Basis of valuation	2025	2025
	\$'000	\$'000
Level 1	58,351	0
Level 2	0	0
Level 3	0	0
	58,351	0

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by \$2,918,000. A five per cent decrease would have an equal and opposite effect.

Financial statements and notes

19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by \$2,640,000. A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 \$'000
Currency exposure	
Chinese yuan	18,589
Hong Kong dollar	33,561
Singapore dollar	603
Sterling	37
US dollar	6,746
Total	59,536

20 Dividend distribution tables

This fund pays annual ordinary distributions and the following table sets out the distribution period.

Annual distribution period

	Start	End	Xd	Payment
Final	29.07.24	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution
	2025 UK p	2025 UK p	2025 UK p
Final	1.0611	0.2108	1.2719

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Sterling Class 'A' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.6157	0.6157

Sterling Class 'I' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.5266	0.6110	1.1376

Sterling Class 'I' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.9660	0.9660

Sterling Class 'L' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.3945	0.8766	1.2711

Sterling Class 'L' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.3032	0.6592	0.9624

Sterling Class 'PP' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	1.2861	0.0000	1.2861

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Sterling Class 'PP' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.8204	0.0000	0.8204

Sterling Class 'R' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.8644	0.3592	1.2236

Sterling Class 'R' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.6754	0.6754

21 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

The M&G Climate Solutions Fund closed on 28 November 2024. For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used, covering the period until the fund closed.

Investment objective up to 28 November 2024

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; and
- To invest in companies that aim to deliver solutions to the challenge of climate change.

Investment policy up to 28 November 2024

At least 80% of the fund is invested in the equity securities and equity related securities of companies across any sector and market capitalisation that are domiciled, incorporated or listed in developed markets. The fund has a concentrated portfolio and usually holds fewer than 40 stocks.

All equity securities and equity related securities are subject to assessment and measurement of their ability to deliver solutions to the challenge of climate change and generate financial returns, which is conducted at a company level using M&G's proprietary impact assessment methodology. This assessment focuses on three criteria:

- Investment credentials: the quality and durability of the company's business model and its ability to produce sustainable economic returns;
- Intention: the company's purpose as evidenced by the alignment of its mission statement with its corporate actions and strategy; and

- Impact: the scale of the net climate impact and the company's progress towards addressing the challenge of climate change.

To assist this assessment process, investments which are considered to conflict with the fund's aim to invest in companies that aim to deliver solutions to climate change are excluded from the investment universe. When considering the extraction of fossil fuels, the fund excludes companies that are involved in the extraction of thermal coal, oil, and gas and those that use and/or produce hydraulic fracking technologies. When considering power generation, the fund manager has the discretion to invest in companies with limited exposure to power generation from fossil fuels, but which are driving or significantly participating in the transition to a more sustainable economy. To determine whether a company meets this threshold, the fund manager examines the company's revenue from coal, oil, and gas, in addition to assessing their de-carbonisation commitments. To be considered for inclusion these companies must generate:

- Less than 25% of their revenue from oil and gas power generation, and
- Less than 10% of their revenue from coal based power generation.

In addition, the following are excluded:

- Companies that are assessed to be in breach of the United Nations Global Compact principles on human rights, labour rights, the environment and anti-corruption;
- Companies involved in the production of tobacco, alcohol, adult entertainment, controversial weapons, nuclear power, the use of animal testing for non-medical purposes, and the provision of gambling services;
- Companies that derive more than 5% of their revenue from the manufacture of weapons or genetically modified crop production; and
- Companies that derive more than 10% of their revenue from the distribution of tobacco.

Authorised Corporate Director's Report

The impact assessment methodology is then used by the fund manager in determining which investments to make within the remaining investment universe.

Investments that no longer meet the above criteria for investment will be divested as per the ESG Policy and Process Document.

The fund may also invest in the equity securities and equity related securities of companies that are domiciled, incorporated or listed in emerging markets. Such equity securities and equity related securities are also subject to the impact assessment methodology and exclusions above.

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

Derivatives may be used for efficient portfolio management and hedging.

Investment approach up to 28 November 2024

The fund is a concentrated portfolio of global stocks, investing over the long term in companies that are delivering solutions to the challenge of climate change alongside a financial return, using a disciplined stock selection process. Sustainability and impact considerations are fundamental in determining the fund's investment universe and assessing business models.

The fund invests in three categories of climate solution companies:

- 'Pioneers', whose solutions have a transformational effect on the challenge of climate change;
- 'Enablers', which provide the tools for others to deliver solutions to the challenge of climate change; and
- 'Leaders', which spearhead the development of climate change solutions within their industries.

Investing in these categories provides diversification across industries and maturity of business models. Risk within the fund's portfolio is further diversified by balancing investment in companies that have relatively predictable and stable earnings regardless of the state of the overall economy, with those more sensitive to the economic cycle.

The fund embraces the United Nations Sustainable Development Goals framework and invests in companies focused on the following areas: clean energy, green technology and the promotion of a Circular Economy.

The fund manager's engagement with the companies in which the fund invests is fundamental to the investment approach, with the aim of supporting and influencing their contribution to the development of climate change solutions.

Further information about the fund's ESG criteria including information on M&G's approach to impact investing can be found on the M&G website.

Benchmark up to 28 November 2024

MSCI World Index

The benchmark is a target for the fund's financial objective and is used to measure the fund's financial performance. The index has been chosen as the fund's 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.

For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

Authorised Corporate Director's Report

An annual impact report to provide an assessment of the fund's non-financial objective will be made available on the M&G website.

Risk profile up to 28 November 2024

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the period ending 28 November 2024

Performance against objective

Between 1 April 2024 (the start of the review period) and 28 November 2024 (the fund closure date), the M&G Climate Solutions Fund delivered a negative total return (the combination of capital growth and income) across all its sterling share classes. The fund also underperformed its benchmark, the MSCI World Index, which returned 11.2% over the same period.

The fund was launched in November 2020, and thus could not be measured on its performance objective 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.

The fund's second objective was to invest in companies that deliver solutions to the challenge of climate change. To identify these companies, we applied a proprietary framework that consistently used set criteria and standards for rating the impact and investment case of these companies.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report.

Performance review

Global equities generally performed well in the period under review. This was due to a combination of factors, including easing inflation, excitement about artificial intelligence (AI) and strong economic growth.

However, the period was punctuated by market dips. In April, fears that interest rates might remain higher for longer and worries about tensions in the Middle East dented markets. Global equities also underwent a period of turbulence in July and August. Though markets gained during these months, the so-called 'Magnificent Seven' US tech stocks suffered losses in July after earnings releases left investors underwhelmed. Furthermore, at the start of August, worries about an economic slowdown in the US and volatility in the Japanese yen (sparked by an increase in interest rates by the Bank of Japan) had negative ramifications for markets.

Stock selection in technology, industrials and utilities proved detrimental to relative performance. The fund's lack of exposure to financials also dented relative performance. In contrast, the fund's lack of exposure to healthcare and above-benchmark position in utilities boosted relative performance.

Key detractors from relative performance included Alfen and Enphase Energy. In June, Alfen lowered its 2024 guidance, leading to a fall in its share price. The company, which supplies energy storage systems and

Authorised Corporate Director's Report

electric vehicle infrastructure, cited delayed deals and a reduction in electric vehicle sales as reasons for the guidance cut.

The top contributors to relative performance were Ceres Power, DS Smith and Brambles. Brambles' share price rose in August after its fiscal-year 2024 numbers impressed investors.

Investment activities

We closed our positions in fibre laser manufacturer IPG Photonics and thermal energy management and fluid technology solutions company Spirax (previously Spirax-Sarco Engineering). We also decided to close our position in clean energy business Ceres Power.

We opened positions in energy business National Grid and ecommerce enablement platform Inpost.

The fund was closed on 28 November 2024 following investor notification.

Michael Rae

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Portfolio statement

The fund had no holdings as at the end of the year.

Top portfolio transactions for the year to 31 March 2025

Largest purchases	\$'000
InPost SA	825
Synopsys, Inc.	614
Verbund AG	561
National Grid PLC	559
Horiba Ltd.	395
Infineon Technologies AG	384
Vestas Wind Systems AS	224
Orsted AS	204
Brambles Ltd.	163
Alfen NV	151
Other purchases	1,061
Total purchases	5,141

Largest sales	\$'000
Republic Services, Inc.	1,776
Linde PLC	1,602
Schneider Electric SE	1,313
Synopsys, Inc.	1,272
Equinix, Inc.	1,272
ON Semiconductor Corp.	1,121
ANSYS, Inc.	1,116
American Water Works Co., Inc.	1,011
Verbund AG	988
Infineon Technologies AG	980
Other sales	16,293
Total sales	28,744

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	For the period to 28.11.24 % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	-10.2	-5.1	n/a	n/a
Class 'A' Accumulation	-10.2	-5.1	n/a	n/a
Class 'I' Income	-10.0	-4.8	n/a	n/a
Class 'I' Accumulation	-10.0	-4.8	n/a	n/a
Class 'PP' Income	-9.9	-4.7	n/a	n/a
Class 'PP' Accumulation	-9.9	-4.7	n/a	n/a
Class 'R' Income	-10.1	-5.0	n/a	n/a
Class 'R' Accumulation	-10.1	-5.0	n/a	n/a
Class 'Z' Accumulation	-9.6	-4.1	n/a	n/a
Benchmark	+11.2	+12.3	n/a	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	106.69	107.43	112.53
Return before operating charges*	(10.41)	1.58	(2.33)
Operating charges	(0.75)	(1.18)	(1.23)
Return after operating charges*	(11.16)	0.40	(3.56)
Distributions	n/a	(1.14)	(1.54)
Return to shareholder as a result of share class closure	(95.53)	n/a	n/a
Closing NAV	0.00	106.69	107.43
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.46)	0.37	(3.16)
Other information			
Closing NAV (\$'000)	0	1,894	2,100
Number of shares	0	1,407,366	1,579,336
Operating charges (%)	1.10	1.17	1.14
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	105.53	108.73	116.00
Lowest share price (UK p)	95.02	87.32	98.95

Sterling Class 'A' Accumulation shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	110.87	110.47	114.08
Return before operating charges*	(10.82)	1.61	(2.37)
Operating charges	(0.77)	(1.21)	(1.24)
Return after operating charges*	(11.59)	0.40	(3.61)
Distributions	n/a	(0.05)	(0.29)
Retained distributions	n/a	0.05	0.29
Return to shareholder as a result of share class closure	(99.28)	n/a	n/a
Closing NAV	0.00	110.87	110.47
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.45)	0.36	(3.16)
Other information			
Closing NAV (\$'000)	0	1,486	1,359
Number of shares	0	1,062,879	994,521
Operating charges (%)	1.10	1.17	1.14
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	109.68	111.78	117.61
Lowest share price (UK p)	98.75	89.78	100.31

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	108.12	108.44	113.17
Return before operating charges*	(10.58)	1.62	(2.35)
Operating charges	(0.48)	(0.78)	(0.80)
Return after operating charges*	(11.06)	0.84	(3.15)
Distributions	n/a	(1.16)	(1.58)
Return to shareholder as a result of share class closure	(97.06)	n/a	n/a
Closing NAV	0.00	108.12	108.44
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.23)	0.77	(2.78)
Other information			
Closing NAV (\$'000)	0	749	556
Number of shares	0	549,581	414,050
Operating charges (%)	0.70	0.77	0.74
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	107.00	109.77	116.85
Lowest share price (UK p)	96.43	88.35	99.60

Sterling Class 'I' Accumulation shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	112.40	111.56	114.73
Return before operating charges*	(10.98)	1.65	(2.36)
Operating charges	(0.50)	(0.81)	(0.81)
Return after operating charges*	(11.48)	0.84	(3.17)
Distributions	n/a	(0.47)	(0.86)
Retained distributions	n/a	0.47	0.86
Return to shareholder as a result of share class closure	(100.92)	n/a	n/a
Closing NAV	0.00	112.40	111.56
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.21)	0.75	(2.76)
Other information			
Closing NAV (\$'000)	0	4,313	4,413
Number of shares	0	3,042,623	3,196,536
Operating charges (%)	0.70	0.77	0.74
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	111.25	112.88	118.47
Lowest share price (UK p)	100.26	90.88	100.99

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	108.51	108.72	113.34
Return before operating charges*	(10.63)	1.63	(2.36)
Operating charges	(0.41)	(0.68)	(0.70)
Return after operating charges*	(11.04)	0.95	(3.06)
Distributions	n/a	(1.16)	(1.56)
Return to shareholder as a result of share class closure	(97.47)	n/a	n/a
Closing NAV	0.00	108.51	108.72
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.17)	0.87	(2.70)
Other information			
Closing NAV (\$'000)	0	37	36
Number of shares	0	26,662	26,662
Operating charges (%)	0.60	0.67	0.64
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	107.40	110.06	117.06
Lowest share price (UK p)	96.81	88.63	99.76

Sterling Class 'PP' Accumulation shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	112.75	111.80	114.87
Return before operating charges*	(11.03)	1.65	(2.36)
Operating charges	(0.43)	(0.70)	(0.71)
Return after operating charges*	(11.46)	0.95	(3.07)
Distributions	n/a	(0.57)	(0.98)
Retained distributions	n/a	0.57	0.98
Return to shareholder as a result of share class closure	(101.29)	n/a	n/a
Closing NAV	0.00	112.75	111.80
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.16)	0.85	(2.67)
Other information			
Closing NAV (\$'000)	0	278	61
Number of shares	0	195,226	43,981
Operating charges (%)	0.60	0.67	0.64
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	111.62	113.13	118.65
Lowest share price (UK p)	100.61	91.13	101.13

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	107.27	107.87	112.78
Return before operating charges*	(10.47)	1.58	(2.32)
Operating charges	(0.65)	(1.03)	(1.07)
Return after operating charges*	(11.12)	0.55	(3.39)
Distributions	n/a	(1.15)	(1.52)
Return to shareholder as a result of share class closure	(96.15)	n/a	n/a
Closing NAV	0.00	107.27	107.87
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.37)	0.51	(3.01)
Other information			
Closing NAV (\$'000)	0	539	452
Number of shares	0	398,571	338,443
Operating charges (%)	0.95	1.02	0.99
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	106.13	109.18	116.34
Lowest share price (UK p)	95.59	87.75	99.22

Sterling Class 'R' Accumulation shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	111.44	110.87	114.31
Return before operating charges*	(10.88)	1.63	(2.35)
Operating charges	(0.67)	(1.06)	(1.09)
Return after operating charges*	(11.55)	0.57	(3.44)
Distributions	n/a	(0.21)	(0.54)
Retained distributions	n/a	0.21	0.54
Return to shareholder as a result of share class closure	(99.89)	n/a	n/a
Closing NAV	0.00	111.44	110.87
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(10.36)	0.51	(3.01)
Other information			
Closing NAV (\$'000)	0	3,260	3,436
Number of shares	0	2,319,580	2,504,314
Operating charges (%)	0.95	1.02	0.99
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	110.27	112.18	117.92
Lowest share price (UK p)	99.31	90.19	100.56

Financial highlights

Sterling Class 'Z' Accumulation shares

The share class was launched on 5 November 2020 and closed on 28 November 2024.

for the year to 31 March	2025	2024	2023
Change in NAV per share	UK p	UK p	UK p
Opening NAV	114.97	113.34	115.78
Return before operating charges*	(11.30)	1.70	(2.40)
Operating charges	0.00	(0.07)	(0.04)
Return after operating charges*	(11.30)	1.63	(2.44)
Distributions	n/a	(1.21)	(1.60)
Retained distributions	n/a	1.21	1.60
Return to shareholder as a result of share class closure	(103.67)	n/a	n/a
Closing NAV	0.00	114.97	113.34
*after direct transaction cost of	0.05	0.05	0.03
Performance			
Return after charges (%)	(9.83)	1.44	(2.11)
Other information			
Closing NAV (\$'000)	0	14,519	14,043
Number of shares	0	10,012,080	10,012,080
Operating charges (%)	0.00	0.07	0.04
Direct transaction costs (%)	0.07	0.05	0.03
Prices			
Highest share price (UK p)	113.89	114.71	119.87
Lowest share price (UK p)	102.80	92.70	102.07

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Statement of total return

for the year to 31 March		2025		2024	
	Note	\$'000	\$'000	\$'000	\$'000
Income					
Net capital gains/(losses)	3		(2,433)		603
Revenue	5	256		311	
Expenses	6	(62)		(106)	
Interest payable and similar charges		0		0	
Net revenue/(expense) before taxation		194		205	
Taxation	7	(27)		(23)	
Net revenue/(expense) after taxation			167		182
Total return before equalisation/distributions			(2,266)		785
Equalisation/distributions	8		(181)		(214)
Change in net assets attributable to shareholders from investment activities			(2,447)		571

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		\$'000	\$'000	\$'000	\$'000
Opening net assets attributable to shareholders			27,075		26,456
Amounts received on issue of shares		249		1,083	
Amounts paid on cancellation of shares		(24,879)		(1,214)	
Movement in amounts since closure due from/(to) M&G Securities Limited		(3)		0	
			(24,633)		(131)
Dilution adjustments			5		1
Change in net assets attributable to shareholders from investment activities (see above)			(2,447)		571
Retained distributions on Accumulation shares			0		178
Closing net assets attributable to shareholders			0		27,075

The fund closed on 28 November 2024.

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Balance sheet

as at 31 March	Note	2025 \$'000	2024 \$'000
Assets			
Fixed assets			
Investments		0	26,064
Current assets			
Debtors	9	18	55
Cash and bank balances	10	12	1,065
Total assets		30	27,184
Liabilities			
Creditors			
Distribution payable		0	(35)
Other creditors	11	(30)	(74)
Total liabilities		(30)	(109)
Net assets attributable to shareholders		0	27,075

The fund closed on 28 November 2024.

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 \$'000	2024 \$'000
Non-derivative securities	(2,459)	606
Currency gains/(losses)	26	(3)
Net capital gains/(losses)	(2,433)	603

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 \$'000	% of transaction	2024 \$'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	5,136		11,988	
Commissions	1	0.02	4	0.03
Taxes	4	0.07	6	0.05
Total purchases after transaction costs	5,141		11,998	
b) Sales				
Equities				
Equities before transaction costs	28,750		11,957	
Commissions	(6)	0.02	(3)	0.03
Total sales after transaction costs	28,744		11,954	
	2025 \$'000	% of average NAV	2024 \$'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	7	0.04	7	0.03
Taxes paid				
Equities	4	0.03	6	0.02
Total direct portfolio transaction costs	11	0.07	13	0.05
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.00		0.09

5 Revenue

for the year to 31 March	2025 \$'000	2024 \$'000
Bank interest	9	11
Dividends from equity investments: non-taxable	223	276
Interest distributions	12	0
Property distribution: taxable	12	24
Total revenue	256	311

Financial statements and notes

6 Expenses

for the year to 31 March	2025 \$'000	2024 \$'000
Payable to the ACD or associate		
Annual charge	62	106
Total expenses	62	106

Audit fees for the financial year ending 2025 were £7,000 (2024: £12,000) (including VAT), which are covered by the annual charge.

7 Taxation

for the year to 31 March	2025 \$'000	2024 \$'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	27	21
Deferred tax (note 7c)	0	0
Tax on US REITs	0	2
Total taxation	27	23
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	194	205
Corporation tax at 20%	39	41
Effects of:		
Revenue: non-taxable	(45)	(55)
Current year expenses not utilised	6	15
Withholding tax	27	21
Tax on US REITs	0	2
Overseas tax expensed	0	(1)
Total tax charge (note 7a)	27	23
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset of \$40,000 (2024: \$34,000) arising as a result of having excess management expenses. We do not expect this asset to be utilised in the foreseeable future

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025	2024
	Inc \$'000	Acc \$'000
Dividend distributions	Inc \$'000	Acc \$'000
Final	n/a	35
Total net distributions	0	213
Income deducted on cancellation of shares	181	6
Income received on issue of shares	0	(5)
Equalisation/distributions	181	214
Net revenue/(expense) per statement of total return	167	182
Expenses offset against capital	17	32
Sharing of relief between classes	(1)	0
Income returned to shareholders via capital redemption	(2)	0
Equalisation/distributions	181	214

9 Debtors

as at 31 March	2025 \$'000	2024 \$'000
Currency deals outstanding	0	22
Dividends receivable	0	17
Withholding tax recoverable	18	16
Total debtors	18	55

10 Cash and bank balances

as at 31 March	2025 \$'000	2024 \$'000
Cash held as bank balances	12	1,065
Total cash and bank balances	12	1,065

11 Other creditors

as at 31 March	2025 \$'000	2024 \$'000
Amounts payable on cancellation of shares	0	49
Annual charge payable	0	3
Currency deals outstanding	0	22
Due to M&G Securities Limited	30	0
Total other creditors	30	74

Financial statements and notes

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	1,407,366	3,817	(1,411,183)	0	0
Class 'A' Accumulation	1,062,879	94,704	(1,157,583)	0	0
Class 'I' Income	549,581	593	(550,174)	0	0
Class 'I' Accumulation	3,042,623	39,273	(3,081,896)	0	0
Class 'PP' Income	26,662	182	(26,844)	0	0
Class 'PP' Accumulation	195,226	18,199	(213,425)	0	0
Class 'R' Income	398,571	2,898	(401,469)	0	0
Class 'R' Accumulation	2,319,580	28,082	(2,347,662)	0	0
Class 'Z' Accumulation	10,012,080	0	(10,012,080)	0	0

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure up to the point of closure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.10
Class 'I'	0.70
Class 'PP'	0.60
Class 'R'	0.95
Class 'Z'	0.00

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

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Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 0.00% (2024: 52.59%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025 \$'000	Liabilities 2025 \$'000	Assets 2024 \$'000	Liabilities 2024 \$'000
Basis of valuation				
Level 1	0	0	26,064	0
Level 2	0	0	0	0
Level 3	0	0	0	0
	0	0	26,064	0

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by \$0 (2024: \$1,303,000). A five per cent decrease would have an equal and opposite effect.

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19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by \$1,000 (2024: \$565,000). A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 \$'000	2024 \$'000
Currency exposure		
Australian dollar	0	567
Danish krone	8	1,317
Euro	12	4,893
Japanese yen	0	1,655
Norwegian krone	0	1,016
Sterling	9	1,858
US dollar	(29)	15,769
Total	0	27,075

20 Dividend distribution tables

The fund closed on 28 November 2024 therefore no distribution has been made with respect to the year ended 31 March 2025.

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares for the year ended 31 March 2024.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.1446

Sterling Class 'A' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.0515

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Sterling Class 'I' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.1577

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.4667

Sterling Class 'PP' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.1612

Sterling Class 'PP' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.5742

Sterling Class 'R' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.1503

Sterling Class 'R' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	0.2065

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Sterling Class 'Z' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	n/a	n/a	n/a	1.2056

21 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

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For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

This product does not have a UK sustainable investment label. Sustainability Labels help investors find products that have a specific sustainability goal. This product does not have a specific sustainability goal and therefore does not use a Sustainability Label.

Investment objective

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.

Investment policy

The fund invests at least 80% of its net asset value directly in investment grade corporate bonds including investment grade asset-backed securities. These securities may be issued by companies that are domiciled in any country, including emerging markets. The investment grade corporate bonds may be denominated in any currency and currency exposure is typically hedged back to GBP.

The fund may also invest in:

- Below investment grade and unrated corporate bonds;
- Bonds issued or guaranteed by governments and their agencies, public authorities, quasi-sovereigns and supranational bodies;
- Below investment grade and unrated asset-backed securities; and
- Other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

Investments in asset-backed securities are limited to 20% of the fund.

The fund invests at least 10% of its assets into ESG themed bonds.

Derivatives may be used for investment purposes, efficient portfolio management and hedging.

Investment approach

The fund is globally diversified and seeks to provide exposure to a broad range of issuers across a variety of sectors.

The fund manager has the flexibility to adjust the fund's credit exposure, sector positioning and regional allocations based on the assessment of current market valuations and the macroeconomic environment.

Individual credit selection based on bottom-up analysis of the global corporate bond market by in-house credit analysts complements the fund manager's views.

For information on 'Environmental, Social and Governance Criteria (ESG Criteria)', please refer to the Prospectus.

Benchmark

Bloomberg MSCI Global Corporate ESG BB+ Sustainable SRI Bond Index (GBP Hedged)

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

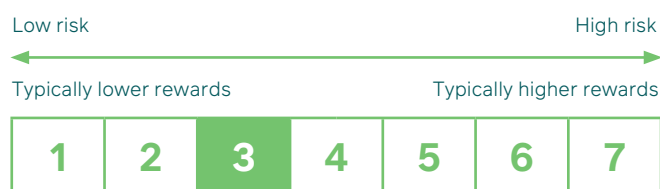
For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

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Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 31 March 2025

Performance against objective

Between 1 April 2024 and 31 March 2025 (the period under review), the M&G ESG Screened Global Corporate Bond Fund delivered a positive total return (the combination of capital growth and income) across all its sterling share classes. Fund performance was behind the benchmark, except for Sterling Class 'L' shares. Over the review period, the fund's benchmark returned 5.2%.

The fund's benchmark is the Bloomberg MSCI Global Corporate ESG BB+ Sustainable SRI Bond Index (GBP Hedged).

The fund's objective is to provide a combination of capital growth and income, net of the ongoing charge figure, that is higher than the Bloomberg MSCI Global Corporate ESG BB+ Sustainable SRI Bond Index (GBP

Hedged) over any five-year period, while applying environmental, social and governance (ESG) criteria.

The fund was launched on 18 May 2022, so it is too early to say whether it has met its objective of outperforming the benchmark over a five-year period. The fund changed its name, investment objective and investment strategy on 14 February 2025. Prior to this date, the fund was named M&G Sustainable Global Corporate Bond Fund.

Market overview

As global inflation eased, central banks initiated their interest rate easing cycle with the European Central Bank (ECB) leading the way, followed by the US Federal Reserve (Fed) and Bank of England (BoE) in subsequent months. Global bond markets benefitted from the rate cuts initially, although the momentum did not sustain through the period due to various political events and concerns regarding the direction of economic growth and inflation.

In recent months, despite moderating, inflation in major economies remained above central bank targets. Economic growth slowed considerably, reflecting the impact of uncertain global trade policies and fluctuating market conditions. Given weakening growth and inflation's downward trend (albeit above target), central banks have continued to cut rates to support the economy. Financial markets experienced turbulence as investors reacted to President Trump's tariff campaign, fiscal policy shifts in Europe, and a groundbreaking new Chinese artificial intelligence (AI) model. The 10-year US treasury yields ended the period at the same level as they began, however, the review period was marked by significant fluctuations, with notable volatility.

Over the review period, the fund primarily held investment grade corporate bonds, which outperformed government bonds. The fund favours high-quality banking, insurance, financial services and utilities companies, mainly based in the US: the largest issuers include Metropolitan Life Global Funding, Morgan Stanley, Massmutual Global Funding, Northwestern Mutual Global Funding, Bank of America and JPMorgan. UK's Nationwide Building Society was

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also among the fund's favoured holdings at the end of the review period.

The average credit rating of bonds held by the fund was A+ at the end of the period – this represents an 'investment-grade' rating.

The fund's duration (a measure of a bond price's sensitivity to changes in interest rates – the longer the duration, the more sensitive it is to changes) was 6.04 years at the end of the period. One of the key themes over the review period was to be positioned long duration versus the benchmark to benefit from the incoming rate cuts.

For most of the share classes the fund underperformed its benchmark over the review period. Our duration positioning contributed significantly to the relative performance. By the end of the review period, we reduced our active duration position, taking some profits, as the cycle of interest rate reductions has begun and additional interest rate reductions are anticipated in the market. Within credit, sector allocation was the biggest contributor to the fund's performance over the period, however, our security selection dragged on returns.

Off benchmark exposure to sovereign bonds was a drag on performance. Off benchmark exposure to covered bonds was positive, however, the majority of the gains were offset by security selection. Furthermore, underweight (below benchmark) exposure to the banking industry was negative, although it was offset by positive credit selection.

At the issuer level, our holdings in the Triodos Bank and Raiffeisen Bank contributed positively while our holdings in UK retailer Tesco and UK utility service provider Thames Water Utilities Finance proved to be a negative. We sold our holding in Tesco in September.

Investment activities

Throughout 2024, our fund was strategically positioned to benefit from incoming rate cuts. Initially, we found value in the short end and belly of the US Treasury curve, while maintaining a long duration position at the front end of the EUR and GBP curves due to higher

probabilities of rate cuts in Europe and the UK (the yield curve is a graphical representation of the interest rates on debt for a range of maturities). We remained cautious on USD duration due to fiscal stimulus risks and high Treasury supply. By October, we neutralised a significant portion of our active risk in USD duration, preferring German bund duration where data indicated potential significant ECB cuts. We maintained a neutral stance on GBP duration due to budget weaknesses. In early 2025, we allowed USD duration to drift longer following a rates sell-off and increased GBP duration as 30-year gilts approached 5.5%. In February, we tactically shifted some duration from Europe to the US, due to increased defence spending in Europe and political risk around the German election adding pressure to EU rates. However, in the following month, we moved some USD duration back to EUR due to a sell-off in bund yields and a better value opportunity.

Our primary market activity was robust during the review period, with significant participation in new deals across various sectors and geographies. We began by adding new deals such as a Nationwide EUR covered bond. Subsequently, we added 12 deals, including covered bonds from BPCE and Sabadell, high-quality paper from Swisscom, Novo Nordisk and relative value deals like AEP Texas. Our engagement continued with deals for Aptiv, Northwestern Mutual, and green bonds from Volkswagen and Equinix. Green bonds are debt issued by a company where the proceeds will be specifically used for environmental or climate-related projects such as renewable energy, responsible waste management or clean transport. During a quieter period, the only new issue was a Banca Monte covered bond. We then added funding agreement-backed bonds from Principal Life and Athene Global. Other deals included La Banque Postale social covered bonds, Rabobank and Jersey Central Power & Light. In early 2025, we participated in Protective Life, Belfius, Novo Banco and Oracle bonds. February was particularly active, with 20 new deals added, including high-quality USD paper from Johnson & Johnson and Pacific Life, Foundry and Euro market covered bonds from Banco Santander Totta and Banco BPM. Recently, we added

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deals of PayPal, Synopsys, Equitable Financial Life, Mutual of Omaha, DNB covered bonds, Barclays subordinated bonds and a Romania deal.

In secondary markets, our focus was on selling lower quality paper and trimming high yield exposure, including holdings in Novo Banco, Eurofins Scientific, National Bank of Greece, Videotron, and Dollar General, while adding green bonds from Air Liquide and BPCE and removing green senior non-preferred paper from Swedbank. We took advantage of market conditions to reduce French bonds and closed out Triodos Bank T2 paper, while switching US TIPS exposure into nominals. To raise cash, we sold bonds that had become expensive like NBN green bond, UK water Yorkshire Water, Bank of Ireland Green bonds, and A1 Towers, and topped up Warnermedia holdings. We also bought Intel bonds and trimmed Swisscom exposure and closed out Thames bonds. We moved up the capital structure in general, for example by selling UniCredit senior preferred bonds into covered bonds.

As at the end of the reporting period, the fund's average MSCI ESG score was 7.0, against a benchmark of 6.8. High-scoring holdings included Caisse de Refinancement, Equinix INC, Hewlett Packard Enterprise, Informa and La Banque Postale, all with an ESG score of 10.0.

Outlook

The fund remains light in credit risk, with focus on shorter dated bonds given possible impending rate cuts and rich valuations in corporate credit.

Though the global rate-cutting cycle is now underway, there remains uncertainty about the scale and pace of further cuts. Moving forward, we may witness interest rates come down at different speeds in different regions as economic conditions vary. In the event of a recession, we think the lack of fiscal room will

necessitate significant monetary policy intervention, potentially driving rates much lower than expected and further enhancing the risk profile of bonds.

Ben Lord and Mario Eisenegger

Co-fund managers

Employees of M&G FA Limited which is an associate of M&G Securities Limited.

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.

M&G ESG Screened Global Corporate Bond Fund
(formerly M&G Sustainable Global Corporate Bond Fund)

Portfolio statement

Investments

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income	16,921	95.66	93.16
Debt securities	16,866	95.35	93.10
'AAA' credit rated bonds	2,657	15.02	3.99
AU\$270,000 Australia Government Bonds 1.75% 21/06/2051	69	0.39	
AU\$110,000 Australia Government Bonds 2.75% 21/06/2035	46	0.26	
€100,000 Banco Santander Totta SA 2.625% 19/02/2030	83	0.47	
€100,000 BPCE SFH SA 3% 20/02/2029	85	0.48	
€100,000 BPCE SFH SA 3.125% 22/05/2034	84	0.47	
€185,000 Bundesrepublik Deutschland Bundesanleihe 2.3% 15/02/2033	152	0.86	
€270,000 Bundesrepublik Deutschland Bundesanleihe 2.4% 15/11/2030	226	1.28	
€200,000 Caisse de Refinancement de l'Habitat SA 2.75% 20/02/2032	165	0.93	
CA\$100,000 Canada Government Bonds 2% 01/12/2051	42	0.24	
€100,000 Commerzbank AG 3% 13/03/2034	83	0.47	
€100,000 Coventry Building Society 2.625% 01/10/2029	83	0.47	
€100,000 Credit Agricole Home Loan SFH SA 3% 01/12/2030	84	0.47	
€100,000 Credit Agricole Home Loan SFH SA 3% 11/12/2032	83	0.47	
€100,000 DNB Boligkreditt AS 2.625% 27/09/2029	84	0.47	
€100,000 Johnson & Johnson 3.2% 01/06/2032	84	0.47	
US\$100,000 Johnson & Johnson 4.85% 01/03/2032	79	0.45	
€100,000 La Banque Postale Home Loan SFH SA 2.75% 30/10/2030	83	0.47	
£100,000 National Australia Bank Ltd. FRN 5.0801% 17/06/2026	100	0.57	
€100,000 Nationwide Building Society 3.309% 02/05/2034	85	0.48	
US\$200,000 New York Life Global Funding 4.9% 13/06/2028	157	0.89	
£200,000 Northwestern Mutual Global Funding 4.88% 12/12/2029	201	1.14	
US\$100,000 Northwestern Mutual Global Funding 5.16% 28/05/2031	79	0.45	
€100,000 Novo Banco SA 2.75% 04/02/2030	84	0.47	
€100,000 Royal Bank of Canada 2.75% 04/02/2030	84	0.47	
€200,000 Santander U.K. PLC 3% 12/03/2029	169	0.96	
€100,000 TSB Bank PLC 2.704% 18/02/2030	83	0.47	
'AA' credit rated bonds	4,651	26.30	17.30
US\$100,000 Accenture Capital, Inc. 4.5% 04/10/2034	75	0.42	
€200,000 Banca Monte dei Paschi di Siena SpA 3.375% 16/07/2030	171	0.97	
€100,000 Banco BPM SpA 2.625% 06/09/2030	83	0.47	

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'AA' credit rated bonds (continued)			
€100,000 Banco Santander Totta SA 3.25% 15/02/2031	85	0.48	
US\$60,000 Cisco Systems, Inc. 4.85% 26/02/2029	47	0.27	
US\$60,000 Cisco Systems, Inc. 4.95% 26/02/2031	47	0.27	
€100,000 Commonwealth Bank of Australia 2.855% 26/02/2032	83	0.47	
€100,000 Credit Agricole Italia SpA 3.5% 11/03/2036	84	0.47	
US\$150,000 Eli Lilly & Co. 5.1% 12/02/2035	118	0.67	
€100,000 L'Oreal SA 2.875% 06/11/2031	83	0.47	
US\$400,000 MassMutual Global Funding II 4.5% 10/04/2026	309	1.75	
£200,000 Metropolitan Life Global Funding I 1.625% 12/10/2028	180	1.02	
US\$150,000 Metropolitan Life Global Funding I 4.3% 25/08/2029	114	0.64	
US\$200,000 Metropolitan Life Global Funding I 5.15% 28/03/2033	154	0.87	
£120,000 Nestle Capital Corp. 4.5% 22/03/2029	120	0.68	
US\$100,000 Novartis Capital Corp. 3.8% 18/09/2029	76	0.43	
€100,000 Novo Nordisk Finance Netherlands BV 3.25% 21/01/2031	85	0.48	
US\$200,000 Pacific Life Global Funding II 4.85% 10/02/2030	155	0.88	
US\$150,000 Protective Life Global Funding 5.432% 14/01/2032	119	0.67	
US\$200,000 Roche Holdings, Inc. 1.93% 13/12/2028	142	0.80	
US\$250,000 Siemens Financieringsmaatschappij NV 1.7% 11/03/2028	180	1.02	
€100,000 Siemens Financieringsmaatschappij NV 3.625% 22/02/2044	80	0.45	
€100,000 Skandinaviska Enskilda Banken AB 3% 10/02/2032	82	0.46	
€150,000 Svenska Handelsbanken AB 2.875% 17/02/2032	122	0.69	
£132,336 U.K. Gilts 0.875% 31/07/2033	99	0.56	
£200,000 U.K. Gilts 1.25% 31/07/2051	88	0.50	
£90,000 U.K. Gilts 1.75% 22/01/2049	48	0.27	
US\$1,427,000 U.S. Treasury Bonds 1.125% 15/08/2040	691	3.91	
US\$1,577,500 U.S. Treasury Bonds 1.25% 15/05/2050	606	3.43	
US\$46,100 U.S. Treasury Inflation-Indexed Bonds 0.625% 15/02/2043	38	0.21	
€150,000 UniCredit SpA 3.5% 31/07/2030	129	0.73	
US\$200,000 Westpac New Zealand Ltd. 5.195% 28/02/2029	158	0.89	

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'A' credit rated bonds	5,972	33.76	24.09
US\$50,000 AbbVie, Inc. 3.2% 21/11/2029	37	0.21	
£100,000 ABN AMRO Bank NV 4.75% 24/10/2029	99	0.56	
€100,000 Aena SME SA 4.25% 13/10/2030	88	0.50	
€100,000 Air Liquide Finance SA 3.375% 29/05/2034	84	0.48	
US\$100,000 Air Products & Chemicals, Inc. 4.8% 03/03/2033	77	0.44	
US\$29,000 American Water Capital Corp. 5.25% 01/03/2035	22	0.12	
US\$100,000 American Water Capital Corp. 6.593% 15/10/2037	85	0.48	
US\$150,000 Athene Global Funding 4.721% 08/10/2029	114	0.64	
£150,000 Athene Global Funding 5.146% 01/11/2029	149	0.84	
€100,000 Avinor AS 3.5% 29/05/2034	83	0.47	
€100,000 Ayvens SA 3.875% 22/02/2027	85	0.48	
€100,000 Banco de Sabadell SA 3.25% 05/06/2034	84	0.48	
US\$100,000 Bank of America Corp. Var 4.271% 23/07/2029	76	0.43	
US\$150,000 Bank of America Corp. Var 5.202% 25/04/2029	118	0.67	
US\$100,000 Bank of America Corp. Var 6.204% 10/11/2028	80	0.45	
€100,000 Belfius Bank SA 3.125% 30/01/2031	83	0.47	
€100,000 CaixaBank SA 4.25% 06/09/2030	88	0.50	
US\$100,000 Cintas Corp. No. 2 4% 01/05/2032	73	0.41	
US\$55,000 Citigroup, Inc. Var 3.98% 20/03/2030	41	0.23	
US\$200,000 Comcast Corp. 3.25% 01/11/2039	117	0.66	
US\$90,000 Comcast Corp. 3.4% 01/04/2030	66	0.37	
£100,000 Cooperatieve Rabobank UA Var 4.875% 01/11/2030	99	0.56	
€100,000 Credit Agricole SA 3.125% 26/02/2032	82	0.46	
€100,000 Credit Agricole SA 4.125% 07/03/2030	87	0.49	
US\$90,000 CSL Finance PLC 4.625% 27/04/2042	62	0.35	
€100,000 Danske Bank AS Var 4.125% 10/01/2031	87	0.49	
US\$120,000 DTE Electric Co. 1.9% 01/04/2028	87	0.49	
US\$100,000 Duke Energy Progress LLC 5.1% 15/03/2034	78	0.44	
US\$100,000 Emerson Electric Co. 5% 15/03/2035	78	0.44	
US\$100,000 Equitable Financial Life Global Funding 5% 27/03/2030	78	0.44	

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'A' credit rated bonds (continued)			
US\$100,000 Estee Lauder Cos., Inc. 4.65% 15/05/2033	75	0.42	
US\$13,000 FirstEnergy Pennsylvania Electric Co. 5.2% 01/04/2028	10	0.06	
US\$65,000 Goldman Sachs Group, Inc. Var 1.992% 27/01/2032	43	0.24	
US\$100,000 Hershey Co. 5.1% 24/02/2035	78	0.44	
£100,000 HSBC Holdings PLC Var 3% 29/05/2030	91	0.51	
€100,000 Illinois Tool Works, Inc. 3.375% 17/05/2032	84	0.48	
¥5,900,000 Japan Government Thirty Year Bonds 0.7% 20/12/2051	20	0.11	
US\$19,000 Jersey Central Power & Light Co. 5.1% 15/01/2035	14	0.08	
US\$82,000 John Deere Capital Corp. 5.1% 11/04/2034	64	0.36	
US\$187,000 JPMorgan Chase & Co. Var 2.069% 01/06/2029	134	0.76	
US\$110,000 JPMorgan Chase & Co. Var 2.739% 15/10/2030	78	0.44	
US\$90,000 JPMorgan Chase & Co. Var 3.782% 01/02/2028	69	0.39	
€100,000 KBC Group NV 3.75% 27/03/2032	85	0.48	
€100,000 Linde PLC 3% 18/02/2033	82	0.46	
US\$75,000 Mars, Inc. 5% 01/03/2032	58	0.33	
US\$35,000 Mars, Inc. 5.65% 01/05/2045	27	0.15	
US\$52,000 Mars, Inc. 5.7% 01/05/2055	40	0.23	
US\$200,000 Mizuho Financial Group, Inc. Var 5.778% 06/07/2029	159	0.90	
US\$115,000 Morgan Stanley Var 2.699% 22/01/2031	81	0.46	
US\$230,000 Morgan Stanley Var 2.943% 21/01/2033	156	0.88	
US\$100,000 Morgan Stanley Var 5.656% 18/04/2030	80	0.45	
€100,000 Motability Operations Group PLC 3.5% 17/07/2031	84	0.48	
US\$100,000 Mutual of Omaha Cos Global Funding 5% 01/04/2030	78	0.44	
US\$75,000 National Rural Utilities Cooperative Finance Corp. 1.35% 15/03/2031	48	0.27	
€149,000 Nationwide Building Society 3% 03/03/2030	124	0.70	
£100,000 Nationwide Building Society 6.125% 21/08/2028	104	0.59	
US\$220,000 NatWest Group PLC Var 4.892% 18/05/2029	170	0.96	
US\$200,000 Parker-Hannifin Corp. 4.2% 21/11/2034	146	0.83	
US\$100,000 PayPal Holdings, Inc. 4.45% 06/03/2028	78	0.44	
US\$100,000 Potomac Electric Power Co. 5.2% 15/03/2034	78	0.44	

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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'A' credit rated bonds (continued)			
US\$24,000 Principal Life Global Funding II 4.6% 19/08/2027	19	0.11	
US\$125,000 Royal Bank of Canada 2.3% 03/11/2031	83	0.47	
€100,000 RTE Réseau de Transport d'Electricite SADIR 2.875% 02/10/2028	83	0.47	
US\$200,000 SMBC Aviation Capital Finance DAC 5.7% 25/07/2033	157	0.89	
US\$100,000 Southern California Edison Co. 2.75% 01/02/2032	65	0.37	
€100,000 Swisscom Finance BV 3.5% 29/11/2031	85	0.48	
US\$100,000 Target Corp. 4.5% 15/09/2034	74	0.42	
US\$200,000 UBS Group AG Var 3.126% 13/08/2030	144	0.81	
US\$52,000 UBS Group AG Var 6.246% 22/09/2029	42	0.24	
US\$50,000 UnitedHealth Group, Inc. 3.5% 15/08/2039	31	0.18	
US\$47,000 U.S. Bancorp Var 5.384% 23/01/2030	37	0.21	
US\$40,000 Wells Fargo & Co. Var 4.478% 04/04/2031	30	0.17	
US\$100,000 Wells Fargo & Co. Var 5.389% 24/04/2034	78	0.44	
US\$150,000 Wells Fargo & Co. Var 5.574% 25/07/2029	119	0.67	
'BBB' credit rated bonds	3,575	20.21	43.97
US\$150,000 AEP Texas, Inc. 3.95% 01/06/2028	113	0.64	
US\$100,000 AEP Texas, Inc. 5.45% 15/05/2029	79	0.45	
US\$100,000 AEP Texas, Inc. 5.7% 15/05/2034	79	0.45	
€100,000 AIB Group PLC Var 4.625% 23/07/2029	87	0.49	
US\$150,000 American International Group, Inc. 5.125% 27/03/2033	116	0.66	
€100,000 Aptiv Swiss Holdings Ltd. 4.25% 11/06/2036	82	0.46	
€150,000 Barclays PLC Var 4.616% 26/03/2037	126	0.71	
US\$200,000 Bimbo Bakeries USA, Inc. 5.375% 09/01/2036	153	0.87	
US\$100,000 Charter Communications Operating LLC/Charter Communications Operating Capital 6.65% 01/02/2034	80	0.45	
€100,000 Coca-Cola Europacific Partners PLC 3.25% 21/03/2032	83	0.47	
US\$100,000 Concentrix Corp. 6.6% 02/08/2028	81	0.46	
€100,000 Deutsche Bank AG Var 4.125% 04/04/2030	85	0.48	
US\$50,000 Dominion Energy, Inc. 2.25% 15/08/2031	33	0.19	
US\$100,000 Elevance Health, Inc. 4.625% 15/05/2042	68	0.38	

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'BBB' credit rated bonds (continued)			
US\$190,000 Equinix, Inc. 3.9% 15/04/2032	137	0.77	
US\$100,000 Eversource Energy 5.5% 01/01/2034	78	0.44	
US\$200,000 Foundry JV Holdco LLC 6.2% 25/01/2037	159	0.90	
US\$50,000 Fox Corp. 6.5% 13/10/2033	41	0.23	
US\$150,000 Fresenius Medical Care U.S. Finance III, Inc. 2.375% 16/02/2031	98	0.55	
US\$100,000 HCA, Inc. 5.125% 15/06/2039	72	0.41	
US\$36,000 Hewlett Packard Enterprise Co. 5% 15/10/2034	27	0.15	
€100,000 Informa PLC 3.25% 23/10/2030	83	0.47	
US\$100,000 Intel Corp. 3.05% 12/08/2051	46	0.26	
US\$100,000 Intel Corp. 4.15% 05/08/2032	72	0.41	
US\$60,000 Invitation Homes Operating Partnership LP 4.15% 15/04/2032	43	0.24	
€100,000 Landsbankinn Hf. 3.75% 08/10/2029	84	0.47	
US\$100,000 NextEra Energy Capital Holdings, Inc. 1.9% 15/06/2028	71	0.40	
US\$100,000 Oracle Corp. 5.25% 03/02/2032	78	0.44	
£110,000 Pearson Funding PLC 3.75% 04/06/2030	103	0.58	
€100,000 Raiffeisen Bank International AG Var 4.625% 21/08/2029	86	0.49	
US\$100,000 Republic Services, Inc. 5% 15/12/2033	77	0.44	
€92,000 Romania Government International Bonds 5.875% 11/07/2032	76	0.43	
US\$100,000 Synopsys, Inc. 5% 01/04/2032	78	0.44	
£100,000 Time Warner Cable LLC 5.75% 02/06/2031	97	0.55	
€100,000 Triodos Bank NV Var 4.875% 12/09/2029	86	0.49	
US\$100,000 UDR, Inc. 1.9% 15/03/2033	61	0.34	
€100,000 Universal Music Group NV 3.75% 30/06/2032	84	0.47	
US\$200,000 Verizon Communications, Inc. 4.78% 15/02/2035	150	0.85	
€32,000 Volkswagen Financial Services AG 3.875% 10/09/2030	27	0.15	
€100,000 Volkswagen Financial Services AG 3.875% 19/11/2031	83	0.47	
US\$50,000 Warnermedia Holdings, Inc. 4.279% 15/03/2032	34	0.19	
US\$50,000 Warnermedia Holdings, Inc. 5.05% 15/03/2042	31	0.18	
US\$60,000 Warnermedia Holdings, Inc. 5.141% 15/03/2052	34	0.19	

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'BBB' credit rated bonds (continued)			
US\$100,000 Waste Connections, Inc. 2.2% 15/01/2032	65	0.37	
US\$70,000 Yara International ASA 3.148% 04/06/2030	49	0.28	
'BB' credit rated bonds	11	0.06	3.75
US\$14,000 Rogers Communications, Inc. Var 7% 15/04/2055	11	0.06	
Debt derivatives	55	0.31	0.06
Credit default swaps	(1)	(0.01)	(0.01)
€(100,000) Deutsche Bank AG 20/06/2026	(1)	(0.01)	
Interest rate swaps	37	0.21	0.13
€245,000 Pay 2.0382% Receive VAR 21/11/2054	25	0.14	
€93,000 Pay 2.2117% Receive VAR 14/02/2055	7	0.04	
£101,000 Pay 4.2184% Receive VAR 29/01/2055	3	0.02	
£350,000 Pay VAR Receive 3.8141% 12/03/2029	(2)	(0.01)	
£130,000 Pay VAR Receive 4.0356% 02/03/2028	0	0.00	
£380,000 Pay VAR Receive 4.2469% 09/01/2030	4	0.02	
Interest rate futures	19	0.11	(0.06)
15 CBOT 2 Year U.S. Treasury Notes Futures Jun 2025	11	0.06	
(4) CBOT 5 Year U.S. Treasury Notes Futures Jun 2025	(3)	(0.02)	
7 CBOT 10 Year U.S. Treasury Notes Futures Jun 2025	4	0.02	
2 CBOT Ultra Long-Term U.S. Treasury Bond Futures Jun 2025	0	0.00	
1 CBOT U.S. Long Bond Futures Jun 2025	0	0.00	
20 Eurex 2 Year Euro SCHATZ Futures Jun 2025	0	0.00	
(1) Eurex 5 Year Euro BOBL Futures Jun 2025	0	0.00	
(4) Eurex 10 Year Euro BUND Futures Jun 2025	7	0.04	
(4) Long Gilt Futures Jun 2025	0	0.00	
3 Montreal Exchange 5 Year Canadian Bond Futures Jun 2025	2	0.01	
1 Montreal Exchange 10 Year Canadian Bond Futures Jun 2025	1	0.01	
(8) Ultra 10 Year U.S. Treasury Notes Futures Jun 2025	(3)	(0.01)	
Currency	69	0.39	(0.27)
Forward currency contracts	69	0.39	(0.27)
AU\$4,015 Bought for £1,959 (expires 16.04.25)	0	0.00	

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Currency (continued)			
Forward currency contracts (continued)			
€217,291 Bought for £182,742 (expires 16.04.25)	(1)	(0.01)	
¥281,000 Bought for £1,479 (expires 16.04.25)	0	0.00	
US\$156,531 Bought for £120,965 (expires 16.04.25)	0	0.00	
AU\$(241,536) Sold for £118,229 (expires 16.04.25)	2	0.01	
€(6,924,079) Sold for £5,829,205 (expires 16.04.25)	35	0.20	
¥(4,121,407) Sold for £21,840 (expires 16.04.25)	0	0.00	
US\$(12,746,364) Sold for £9,884,255 (expires 16.04.25)	33	0.19	
Total portfolio	16,990	96.05	92.89
Net other assets/(liabilities)	699	3.95	7.11
Net assets attributable to shareholders	17,689	100.00	100.00

M&G ESG Screened Global Corporate Bond Fund
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Portfolio statement

Top ten portfolio transactions for the year to 31 March 2025

Largest purchases	£'000
U.S. Treasury Bonds 1.25% 15/05/2050	545
Bundesrepublik Deutschland Bundesanleihe 2.4% 15/11/2030	486
U.S. Treasury Bonds 1.125% 15/08/2040	433
U.S. Treasury Notes 1.125% 29/02/2028	353
U.S. Treasury Notes 0.5% 31/10/2027	343
Verizon Communications, Inc. 4.78% 15/02/2035	303
U.K. Gilts 0.5% 31/01/2029	208
Northwestern Mutual Global Funding 4.88% 12/12/2029	201
U.K. Gilts 0.375% 22/10/2030	188
Credit Agricole SA 4.125% 07/03/2030	173
Other purchases	10,928
Total purchases	14,161

Largest sales	£'000
U.S. Treasury Inflation-Indexed Notes 0.375% 15/01/2027	367
U.S. Treasury Notes 0.5% 31/10/2027	362
U.S. Treasury Notes 1.125% 29/02/2028	351
Verizon Communications, Inc. 2.1% 22/03/2028	303
Lloyds Banking Group PLC Var 1.627% 11/05/2027	276
Bundesrepublik Deutschland Bundesanleihe 2.4% 15/11/2030	260
Kreditanstalt fuer Wiederaufbau 1.25% 31/01/2025	242
Tesco PLC 3.322% 05/11/2025	215
BPCE SA Var 6.714% 19/10/2029	207
U.K. Gilts 0.5% 31/01/2029	205
Other sales	9,437
Total sales	12,225

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	+4.6	n/a	n/a	n/a
Class 'A' Accumulation	+4.6	n/a	n/a	n/a
Class 'I' Income	+5.0	n/a	n/a	n/a
Class 'I' Accumulation	+5.0	n/a	n/a	n/a
Class 'L' Income	+5.2	n/a	n/a	n/a
Class 'L' Accumulation	+5.3	n/a	n/a	n/a
Class 'PP' Income	+5.1	n/a	n/a	n/a
Class 'PP' Accumulation	+5.2	n/a	n/a	n/a
Class 'R' Income	+4.8	n/a	n/a	n/a
Class 'R' Accumulation	+4.8	n/a	n/a	n/a
Benchmark	+5.2	n/a	n/a	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

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Sterling Class 'A' Income shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	93.90	94.49	100.00
Return before operating charges*	5.27	4.85	(1.10)
Operating charges	(0.81)	(0.79)	(0.72)
Return after operating charges*	4.46	4.06	(1.82)
Distributions	(4.32)	(4.65)	(3.69)
Closing NAV	94.04	93.90	94.49
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	4.75	4.30	(1.82)
Other information			
Closing NAV (£'000)	20	25	19
Number of shares	21,598	26,817	20,010
Operating charges (%)	0.85	0.85	0.85
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	97.67	97.44	102.19
Lowest share price (UK p)	91.99	88.90	90.28

Sterling Class 'A' Accumulation shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	102.58	98.24	100.00
Return before operating charges*	5.86	5.17	(1.03)
Operating charges	(0.90)	(0.83)	(0.73)
Return after operating charges*	4.96	4.34	(1.76)
Distributions	(3.91)	(4.08)	(3.01)
Retained distributions	3.91	4.08	3.01
Closing NAV	107.54	102.58	98.24
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	4.84	4.42	(1.76)
Other information			
Closing NAV (£'000)	119	44	20
Number of shares	110,927	42,695	20,000
Operating charges (%)	0.85	0.85	0.85
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	108.04	103.83	102.61
Lowest share price (UK p)	100.82	94.73	91.80

M&G ESG Screened Global Corporate Bond Fund
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Sterling Class 'I' Income shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	94.60	94.82	100.00
Return before operating charges*	5.33	4.87	(1.11)
Operating charges	(0.43)	(0.42)	(0.38)
Return after operating charges*	4.90	4.45	(1.49)
Distributions	(4.37)	(4.67)	(3.69)
Closing NAV	95.13	94.60	94.82
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.18	4.69	(1.49)
Other information			
Closing NAV (£'000)	118	19	19
Number of shares	124,075	20,030	20,030
Operating charges (%)	0.45	0.45	0.45
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	98.59	98.07	102.28
Lowest share price (UK p)	92.98	89.41	90.44

Sterling Class 'I' Accumulation shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	103.34	98.58	100.00
Return before operating charges*	5.93	5.20	(1.03)
Operating charges	(0.48)	(0.44)	(0.39)
Return after operating charges*	5.45	4.76	(1.42)
Distributions	(4.37)	(4.50)	(3.36)
Retained distributions	4.37	4.50	3.36
Closing NAV	108.79	103.34	98.58
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.27	4.83	(1.42)
Other information			
Closing NAV (£'000)	740	245	46
Number of shares	680,333	236,808	46,173
Operating charges (%)	0.45	0.45	0.45
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	109.21	104.50	102.70
Lowest share price (UK p)	101.60	95.27	91.96

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Sterling Class 'L' Income shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	94.96	94.98	100.00
Return before operating charges*	5.34	4.89	(1.12)
Operating charges	(0.25)	(0.23)	(0.21)
Return after operating charges*	5.09	4.66	(1.33)
Distributions	(4.38)	(4.68)	(3.69)
Closing NAV	95.67	94.96	94.98
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.36	4.91	(1.33)
Other information			
Closing NAV (£'000)	10	19	19
Number of shares	10,000	20,040	20,040
Operating charges (%)	0.25	0.25	0.25
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	99.05	98.39	102.32
Lowest share price (UK p)	93.36	89.67	90.52

Sterling Class 'L' Accumulation shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	103.73	98.75	100.00
Return before operating charges*	5.95	5.23	(1.03)
Operating charges	(0.27)	(0.25)	(0.22)
Return after operating charges*	5.68	4.98	(1.25)
Distributions	(4.61)	(4.71)	(3.53)
Retained distributions	4.61	4.71	3.53
Closing NAV	109.41	103.73	98.75
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.48	5.04	(1.25)
Other information			
Closing NAV (£'000)	16,439	15,631	14,817
Number of shares	15,024,728	15,068,992	15,005,000
Operating charges (%)	0.25	0.25	0.25
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	109.82	104.84	102.74
Lowest share price (UK p)	101.99	95.54	92.04

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Sterling Class 'PP' Income shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	94.78	94.90	100.00
Return before operating charges*	5.34	4.88	(1.11)
Operating charges	(0.33)	(0.33)	(0.30)
Return after operating charges*	5.01	4.55	(1.41)
Distributions	(4.38)	(4.67)	(3.69)
Closing NAV	95.41	94.78	94.90
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.29	4.79	(1.41)
Other information			
Closing NAV (£'000)	9	19	19
Number of shares	10,000	20,060	20,060
Operating charges (%)	0.35	0.35	0.35
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	98.83	98.23	102.30
Lowest share price (UK p)	93.18	89.54	90.48

Sterling Class 'PP' Accumulation shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	103.53	98.66	100.00
Return before operating charges*	5.94	5.22	(1.04)
Operating charges	(0.37)	(0.35)	(0.30)
Return after operating charges*	5.57	4.87	(1.34)
Distributions	(4.49)	(4.60)	(3.45)
Retained distributions	4.49	4.60	3.45
Closing NAV	109.10	103.53	98.66
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.38	4.94	(1.34)
Other information			
Closing NAV (£'000)	10	21	20
Number of shares	9,000	20,050	20,050
Operating charges (%)	0.35	0.35	0.35
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	109.52	104.67	102.72
Lowest share price (UK p)	101.79	95.41	92.00

M&G ESG Screened Global Corporate Bond Fund
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Sterling Class 'R' Income shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	94.16	94.61	100.00
Return before operating charges*	5.30	4.86	(1.11)
Operating charges	(0.67)	(0.65)	(0.59)
Return after operating charges*	4.63	4.21	(1.70)
Distributions	(4.34)	(4.66)	(3.69)
Closing NAV	94.45	94.16	94.61
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	4.92	4.45	(1.70)
Other information			
Closing NAV (£'000)	31	30	24
Number of shares	32,431	32,017	25,080
Operating charges (%)	0.70	0.70	0.70
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	98.01	97.68	102.22
Lowest share price (UK p)	92.36	89.09	90.34

Sterling Class 'R' Accumulation shares

The share class was launched on 18 May 2022.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	102.86	98.36	100.00
Return before operating charges*	5.89	5.19	(1.04)
Operating charges	(0.74)	(0.69)	(0.60)
Return after operating charges*	5.15	4.50	(1.64)
Distributions	(4.08)	(4.24)	(3.14)
Retained distributions	4.08	4.24	3.14
Closing NAV	108.01	102.86	98.36
*after direct transaction cost of	0.01	0.01	0.01
Performance			
Return after charges (%)	5.01	4.58	(1.64)
Other information			
Closing NAV (£'000)	193	154	53
Number of shares	179,225	150,255	53,727
Operating charges (%)	0.70	0.70	0.70
Direct transaction costs (%)	0.02	0.01	0.02
Prices			
Highest share price (UK p)	108.45	104.08	102.64
Lowest share price (UK p)	101.10	94.93	91.86

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Statement of total return

for the year to 31 March		2025		2024	
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	3		166		42
Revenue	5	772		771	
Expenses	6	(45)		(40)	
Interest payable and similar charges		0		0	
Net revenue/(expense) before taxation		727		731	
Taxation	7	0		0	
Net revenue/(expense) after taxation			727		731
Total return before distributions			893		773
Distributions	8		(727)		(732)
Change in net assets attributable to shareholders from investment activities			166		41

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			16,207		15,055
Amounts received on issue of shares		934		382	
Amounts paid on cancellation of shares		(343)		0	
			591		382
Dilution adjustments			0		1
Change in net assets attributable to shareholders from investment activities (see above)			166		41
Retained distributions on Accumulation shares			725		728
Closing net assets attributable to shareholders			17,689		16,207

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Balance sheet

as at 31 March	Note	2025 £'000	2024 £'000
Assets			
Fixed assets			
Investments		17,000	15,132
Current assets			
Debtors	9	271	179
Cash and bank balances	10	624	1,049
Cash equivalents		0	12
Total assets		17,895	16,372
Liabilities			
Investment liabilities		(10)	(77)
Creditors			
Bank overdrafts		(37)	0
Distribution payable		(2)	(1)
Other creditors	11	(157)	(87)
Total liabilities		(206)	(165)
Net assets attributable to shareholders		17,689	16,207

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 £'000	2024 £'000
Non-derivative securities	(294)	(124)
Derivative contracts	439	216
Currency gains/(losses)	21	(50)
Net capital gains/(losses)	166	42

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 £'000	% of transaction	2024 £'000	% of transaction
a) Purchases				
Debt securities	14,161		15,664	
b) Sales				
Debt securities	12,225		14,046	
	2025 £'000	% of average NAV	2024 £'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Derivatives	1	0.01	1	0.01
Taxes paid				
Derivatives	1	0.01	0	0.00
Total direct portfolio transaction costs	2	0.02	1	0.01
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.40		0.49

5 Revenue

for the year to 31 March	2025 £'000	2024 £'000
Bank interest	3	4
Derivative revenue	14	14
Interest distributions	12	28
Interest on debt securities	743	725
Total revenue	772	771

6 Expenses

for the year to 31 March	2025 £'000	2024 £'000
Payable to the ACD or associate		
Annual charge	45	40
Total expenses	45	40

Audit fees for the financial year ending 2025 were £13,000 (2024: £13,000) (including VAT), which are covered by the annual charge.

Financial statements and notes

7 Taxation

for the year to 31 March	2025 £'000	2024 £'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	0	0
Deferred tax (note 7c)	0	0
Total taxation	0	0
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	727	731
Corporation tax at 20%	145	146
Effects of:		
Interest distributions	(145)	(146)
Total tax charge (note 7a)	0	0
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset in the current financial year (2024: same).

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc £'000	Acc £'000	Inc £'000	Acc £'000
Ordinary distributions				
First interim	1	190	1	167
Second interim	1	175	2	183
Third interim	2	189	2	183
Final	2	171	1	195
Total net distributions		731		734
Income deducted on cancellation of shares		1		0
Income received on issue of shares		(5)		(2)
Distributions		727		732
Net revenue/(expense) per statement of total return		727		731
Expenses offset against capital		0		1
Distributions		727		732

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9 Debtors

as at 31 March	2025 £'000	2024 £'000
Amounts receivable on issues of shares	8	0
Currency deals outstanding	79	0
Debt security interest receivable	184	179
Total debtors	271	179

10 Cash and bank balances

as at 31 March	2025 £'000	2024 £'000
Amounts held at futures clearing houses and collateral manager	306	368
Cash held as bank balances	318	681
Total cash and bank balances	624	1,049

11 Other creditors

as at 31 March	2025 £'000	2024 £'000
Annual charge payable	2	1
Currency deals outstanding	79	0
Purchases awaiting settlement	76	86
Total other creditors	157	87

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

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13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	26,817	4,700	(9,919)	0	21,598
Class 'A' Accumulation	42,695	152,830	(84,598)	0	110,927
Class 'I' Income	20,030	114,075	(10,030)	0	124,075
Class 'I' Accumulation	236,808	567,167	(123,642)	0	680,333
Class 'L' Income	20,040	0	(10,040)	0	10,000
Class 'L' Accumulation	15,068,992	0	(44,264)	0	15,024,728
Class 'PP' Income	20,060	0	(10,060)	0	10,000
Class 'PP' Accumulation	20,050	0	(11,050)	0	9,000
Class 'R' Income	32,017	8,562	(8,148)	0	32,431
Class 'R' Accumulation	150,255	46,609	(17,639)	0	179,225

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	0.85
Class 'I'	0.45
Class 'L'	0.25
Class 'PP'	0.35
Class 'R'	0.70

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

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Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 93.11% (2024: 95.92%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets	Liabilities	Assets	Liabilities
Basis of valuation	2025	2025	2024	2024
	£'000	£'000	£'000	£'000
Level 1	2,035	(6)	1,280	(19)
Level 2	14,965	(4)	13,852	(58)
Level 3	0	0	0	0
	17,000	(10)	15,132	(77)

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity and exposure

VaR is the risk measurement methodology used to assess the fund's leverage and market risk volatility. When VaR is calculated as a percentage of the net asset value it may not be greater than the VaR limit set for the fund.

The VaR limit set during the financial year to 31 March 2025 was 200% (2024: 200%).

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The lowest, highest and average utilisation of VaR with reference to the limit above are calculated during the financial years ended 31 March 2025 and 31 March 2024.

for the year to 31 March	2025 Utilisation of VaR 200%	2024 Utilisation of VaR 200%
Lowest	51.95	47.29
Highest	62.10	60.85
Average	56.85	56.17

19 Credit risk

The fund is exposed to credit risk both through the credit quality of the investments it holds and through the derivative positions with counterparties. The table below shows the credit quality of the investments held in the portfolio.

as at 31 March	2025 £'000	2024 £'000
Investment grade securities	16,855	14,480
Below investment grade securities	11	608
Other investments	124	(33)
Total	16,990	15,055

The tables below show the exposure to counterparties. Collateral is posted daily, in the form of cash or high-quality government bonds, to minimise this exposure.

as at 31 March 2025	Swaps £'000	Forward currency contracts £'000	Futures £'000
Bank of America Merrill Lynch	0	34	19
Barclays Bank	36	1	0
JPMorgan	0	34	0
Total	36	69	19

as at 31 March 2024	Swaps £'000	Forward currency contracts £'000	Futures £'000
Bank of America Merrill Lynch	0	0	(10)
Barclays Bank	20	6	0
State Street Bank	0	(49)	0
Total	20	(43)	(10)

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20 Leverage risk

Funds using VaR approaches are required to disclose the level of leverage employed during the financial reporting period.

Derivatives can be used by the fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, the size of any positive or negative movement in markets may have a more significant effect on the net asset value of the fund.

The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial years ended 31 March 2025 and 31 March 2024 are disclosed in the table below. Leverage has been calculated using the Gross Sum of Notional Approach for derivative positions only (including forward currency contracts) and excludes all physical holdings. Percentages are expressed with reference to fund valuation.

for the year to 31 March	2025 £'000	2025 %	2024 £'000	2024 %
Lowest	22,123	128.88	38,395	115.00
Highest	58,441	345.36	79,972	132.00
Average	26,780	158.99	48,373	121.83

21 Interest distribution tables

This fund pays quarterly interest distributions and the following table sets out the distribution periods.

Quarterly distribution periods

	Start	End	Xd	Payment
First interim	01.04.24	30.06.24	01.07.24	31.08.24
Second interim	01.07.24	30.09.24	01.10.24	30.11.24
Third interim	01.10.24	31.12.24	02.01.25	28.02.25
Final	01.01.25	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

M&G ESG Screened Global Corporate Bond Fund
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Sterling Class 'A' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.0000	1.1663	1.1663	1.0965
Second interim	0.7776	0.2822	1.0598	1.1772
Third interim	0.0144	1.0907	1.1051	1.1601
Final	0.9929	0.0000	0.9929	1.2161

Sterling Class 'A' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.3837	0.6699	1.0536	0.9332
Second interim	0.4966	0.4429	0.9395	1.0309
Third interim	0.4125	0.5981	1.0106	1.0260
Final	0.3576	0.5463	0.9039	1.0948

Sterling Class 'I' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.1751	0.0000	1.1751	1.0993
Second interim	0.9193	0.1506	1.0699	1.1824
Third interim	0.7877	0.3300	1.1177	1.1654
Final	0.6014	0.4052	1.0066	1.2228

Sterling Class 'I' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.3480	0.8183	1.1663	1.0344
Second interim	0.4831	0.5753	1.0584	1.1339
Third interim	0.5984	0.5301	1.1285	1.1300
Final	0.1183	0.9008	1.0191	1.2037

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Sterling Class 'L' Income shares

Interest distributions for the year to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution	
			2025 UK p	2024 UK p
First interim	1.1798	0.0000	1.1798	1.1011
Second interim	0.9225	0.1508	1.0733	1.1850
Third interim	1.1228	0.0000	1.1228	1.1690
Final	1.0087	0.0000	1.0087	1.2259

Sterling Class 'L' Accumulation shares

Interest distributions for the year to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution	
			2025 UK p	2024 UK p
First interim	1.0145	0.2084	1.2229	1.0855
Second interim	1.1184	0.0000	1.1184	1.1859
Third interim	1.1885	0.0000	1.1885	1.1826
Final	1.0779	0.0000	1.0779	1.2589

Sterling Class 'PP' Income shares

Interest distributions for the year to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution	
			2025 UK p	2024 UK p
First interim	1.1777	0.0000	1.1777	1.1000
Second interim	0.9211	0.1507	1.0718	1.1833
Third interim	1.1217	0.0000	1.1217	1.1673
Final	1.0067	0.0000	1.0067	1.2243

Sterling Class 'PP' Accumulation shares

Interest distributions for the year to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution	
			2025 UK p	2024 UK p
First interim	1.1925	0.0000	1.1925	1.0606
Second interim	0.9362	0.1529	1.0891	1.1567
Third interim	1.1607	0.0000	1.1607	1.1559
Final	1.0480	0.0000	1.0480	1.2288

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Sterling Class 'R' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.2825	0.8875	1.1700	1.0969
Second interim	0.9130	0.1505	1.0635	1.1796
Third interim	0.7736	0.3374	1.1110	1.1619
Final	0.1206	0.8792	0.9998	1.2171

Sterling Class 'R' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.6635	0.4323	1.0958	0.9703
Second interim	0.7910	0.1933	0.9843	1.0697
Third interim	0.8246	0.2299	1.0545	1.0648
Final	0.5153	0.4313	0.9466	1.1356

22 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

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For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

This product does not have a UK sustainable investment label. Sustainability Labels help investors find products that have a specific sustainability goal. This product does not have a specific sustainability goal and therefore does not use a Sustainability Label.

Investment objective

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.

Investment policy

The fund invests at least 80% of its net asset value directly in high yield bonds issued by companies that are domiciled in any country, including emerging markets. These bonds may be denominated in any currency and currency exposure is typically hedged back to US Dollar.

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

Derivatives may be used for investment purposes, efficient portfolio management and hedging.

Investment approach

The fund is globally diversified and seeks to provide exposure to a broad range of issuers across a variety of sectors.

The fund manager has the flexibility to adjust the fund's credit exposure, sector positioning and regional allocations based on the assessment of current market valuations and the macroeconomic environment.

Individual credit selection based on bottom-up analysis of the global high yield bond markets by in-house credit analysts complements the investment manager's views.

For information on 'Environmental, Social and Governance Criteria (ESG Criteria)', please refer to the Prospectus.

Benchmark

Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index (USD 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.

For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

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Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A-H' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 31 March 2025

Performance against objective

Between 1 April 2024 (the start of the review period) and 31 March 2025, the M&G ESG Screened Global High Yield Bond Fund delivered a positive total return (the combination of income and growth of capital) across all its share classes. Fund performance was behind the fund's benchmark, the Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index (USD Hedged), which returned 8.3%.

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. Over the five-year period, the fund delivered positive total

returns, albeit behind the benchmark, which returned 5.9% pa in sterling, thereby failing to meet its objective.

The fund changed its name, investment objective, investment strategy and benchmark on 10 May 2022. Prior to that date, the fund was named M&G Global High Yield ESG Bond Fund and it aimed to provide a combination of capital growth and income, net of the ongoing charge figure, that is higher than the ICE BofAML Global High Yield Index (USD hedged) over any five-year period.

After 10 May 2022, the fund changed its name to the M&G Sustainable Global High Yield Bond Fund and its objective became to provide a combination of capital growth and income, net of the ongoing charge figure, that is higher 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. Fund performance before this date was therefore achieved under different circumstances.

On 14 February 2025 the fund changed its name to the M&G ESG Screened Global High Yield Bond Fund and its objective became 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.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report.

Performance review

The global high yield market demonstrated resilience and was one of the best performing asset classes during the review period. As global inflation eased, central banks initiated their interest rate easing cycle with the European Central Bank leading the way, followed by the US Federal Reserve and Bank of England in subsequent months. Global bond markets benefitted from the rate cuts initially, although the momentum did not sustain through the period due to various political events and concerns regarding the direction of economic growth and inflation.

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In the latter phase of the period, despite moderating, inflation in major economies remained above central bank targets, prompting them to continue their rate-cutting cycle. The economic growth slowed considerably, reflecting the impact of uncertain global trade policies and fluctuating market conditions. Financial markets experienced turbulence as investors reacted to President Trump's tariff campaign, fiscal policy shifts in Europe, and a groundbreaking new Chinese artificial intelligence (AI) model. The 10-year US treasury yields ended the period at the same level as they began, however, the review period was marked by significant fluctuations, with notable volatility.

Global high yield bonds outperformed investment grade credit and sovereign bonds during the period under review.

The fund delivered positive returns over the review period although it underperformed its benchmark. Favourable credit positioning, especially security selection, accounted for the bulk of relative returns. Selection in media and real estate contributed the most while selection in telecommunications and retail were the biggest detractors. On the other hand, our sector allocation was marginally negative.

Our duration positioning detracted from relative performance (duration is a measure of a bond's sensitivity to changes in interest rates – the longer the bond's duration the more sensitive it is to interest rate movements), partially offsetting the positive effects of credit impact. At the issuer level, VTR Finance and CPI Property emerged as the top contributors and Level 3 Financing and CCO the top detractors to relative performance.

Investment activities

During the review period, we were active in both the primary and secondary markets.

In the primary market, we participated in a diverse range of new issues across various sectors and regions. In the American market, we took part in Gray Media, McGraw-Hill Education and retail drugstore Walgreens. Further activity included new issues from Wayfair, DCLI in transportation, Royal Caribbean in cruises, Sinclair

Television, MPT, Gen Digital and a Rogers Communications' hybrid bond. Our recent additions included EZCORP, Seche and Bausch.

The European market remained robust with issuances for Iliad in telecommunications. There were also notable issuances for Softbank short-dated bonds, Crown in packaging and Alstom in hybrid bonds, although we were priced out of the latter. We recently took part in Forvia, Schaeffler and Eurofins.

Elsewhere, we took part in Rakuten in retail, Volvo in green initiatives, infrastructure provider IHS, Methanex, a Canadian producer of methanol, and paper and pulp producer Sappi Papier. We also took part in two emerging market deals namely Turkcell and Ivanhoe.

In the secondary market, we executed several relative value trades, including selling Liquid Telecommunications and Cellnex while adding exposure to Telefonica. We bought bonds from Paramount's hybrid issue, Windstream, Xerox, Reno de Medici, Liquid Telecommunications and Grifols unsecured. Other significant trades involved selling Selecta, TEGNA, Huhtamaki, Videotron, Clean Harbors, Softbank longer-dated bonds, Ziggo and WMG Acquisition. We purchased Stagwell (Midas OPCO). Additionally, we took profits on well-performing positions such as Triton Water, Network i2i, Celanese, Cullinan, Voyage Care, Citycon, TI Automotive Finance and iHeartCommunications.

We reduced exposure to bonds issued by UK automaker Aston Martin. We recently added Eutelsat, a cable satellite business which we believe will benefit from increased defence spending, reduced exposure to Vodafone hybrid and topped up Rogers Communications' hybrid on attractive valuations.

Outlook

High yield bonds remain an attractive option for investors seeking elevated yields with lower interest rate risk, in our view. Although spreads are looking interesting now, we believe they are not compelling enough to materially add risk given ongoing uncertainties (spreads measure the difference between the yield of a corporate bond and a government bond of

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the same maturity). However, the yields on high yield bonds remain historically elevated and we believe there is scope to generate high single digit returns. The inherent low duration of high yield bonds reduces their sensitivity to swings in interest rates helping to mitigate capital loss. We are likely to see further corrections as macro and market expectations readjust and find some balance. Nevertheless, we think high yield fundamentals have come under pressure but generally remain robust, with stable net leverage and relatively healthy interest coverage ratios.

Stefan Isaacs and Lu Yu

Co-fund managers

Employees of M&G FA Limited which is an associate of M&G Securities Limited. Please note that effective from 1 August 2024, Stefan Isaacs replaced James Tomlins as co-fund manager.

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.

M&G ESG Screened Global High Yield Bond Fund
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Portfolio statement

Investments

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities	100	0.24	0.00
Personal care, drug & grocery stores	0	0.00	0.00
656 Casino Guichard Perrachon SA	0	0.00	
65,555 Casino Guichard Perrachon SA Warrants 27/04/2029	0	0.00	
Real estate investment & services	1	0.00	0.00
3,877 ADLER Group SA	1	0.00	
13,012 ADLER Group SA (voting rights)	0	0.00	
Travel & leisure	99	0.24	0.00
411 Spirit Aviation Holdings, Inc.	8	0.02	
4,537 Spirit Aviation Holdings, Inc. Warrants 31/12/2099	91	0.22	
Debt securities	39,984	95.74	94.74
Corporate bonds	39,984	95.74	94.74
Investment grade corporate bonds	3,249	7.78	8.25
€200,000 ABN AMRO Bank NV Var 4.75% Perpetual	213	0.51	
€100,000 Cellnex Telecom SA 1.75% 23/10/2030	98	0.23	
US\$100,000 Charter Communications Operating LLC/Charter Communications Operating Capital 6.384% 23/10/2035	101	0.24	
US\$200,000 Coty, Inc./HFC Prestige Products, Inc./HFC Prestige International U.S. LLC 6.625% 15/07/2030	204	0.49	
US\$950,000 European Investment Bank 0.375% 26/03/2026	916	2.19	
€200,000 Infrastrutture Wireless Italiane SpA 1.75% 19/04/2031	199	0.48	
US\$100,000 LPL Holdings, Inc. 4% 15/03/2029	96	0.23	
US\$100,000 Meritage Homes Corp. 3.875% 15/04/2029	95	0.23	
£400,000 Pinewood Finco PLC 6% 27/03/2030	509	1.22	
US\$200,000 PRA Health Sciences, Inc. 2.875% 15/07/2026	194	0.46	
US\$200,000 Royal Caribbean Cruises Ltd. 5.375% 15/07/2027	199	0.48	
US\$158,000 Royal Caribbean Cruises Ltd. 6% 01/02/2033	158	0.38	
US\$175,000 United Airlines, Inc. 4.375% 15/04/2026	172	0.41	
US\$100,000 United Airlines, Inc. 4.625% 15/04/2029	95	0.23	
Below investment grade corporate bonds	36,697	87.87	86.49
US\$250,000 1011778 BC ULC/New Red Finance, Inc. 4% 15/10/2030	225	0.54	
US\$350,000 1261229 BC Ltd. 10% 15/04/2032	349	0.84	
US\$400,000 AdaptHealth LLC 5.125% 01/03/2030	363	0.87	
US\$100,000 ADT Security Corp. 4.125% 01/08/2029	94	0.23	

M&G ESG Screened Global High Yield Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Debt securities (continued)			
Corporate bonds (continued)			
Below investment grade corporate bonds (continued)			
€112,000 Amber Finco PLC 6.625% 15/07/2029	126	0.30	
US\$250,000 American Airlines, Inc. 7.25% 15/02/2028	248	0.59	
€197,000 ams-OSRAM AG 10.5% 30/03/2029	215	0.52	
US\$350,000 Ardagh Metal Packaging Finance USA LLC/Ardagh Metal Packaging Finance PLC 4% 01/09/2029	300	0.72	
£150,000 Aston Martin Capital Holdings Ltd. 10.375% 31/03/2029	180	0.43	
€325,000 Avantor Funding, Inc. 3.875% 15/07/2028	348	0.83	
€100,000 Avis Budget Finance PLC 7.25% 31/07/2030	106	0.25	
£100,000 B&M European Value Retail SA 4% 15/11/2028	119	0.29	
€300,000 Bank of Ireland Group PLC Var 6.125% Perpetual	316	0.76	
US\$100,000 Bath & Body Works, Inc. 5.25% 01/02/2028	99	0.24	
US\$200,000 Bath & Body Works, Inc. 6.75% 01/07/2036	198	0.47	
US\$125,000 Bausch Health Cos., Inc. 4.875% 01/06/2028	102	0.24	
€200,000 Belden, Inc. 3.375% 15/07/2031	205	0.49	
€143,000 British Telecommunications PLC Var 5.125% 03/10/2054	158	0.38	
£100,000 British Telecommunications PLC Var 8.375% 20/12/2083	138	0.33	
US\$600,000 C&W Senior Finance Ltd. 9% 15/01/2033	592	1.42	
US\$400,000 CCO Holdings LLC/CCO Holdings Capital Corp. 4.25% 01/02/2031	352	0.84	
US\$500,000 CCO Holdings LLC/CCO Holdings Capital Corp. 4.5% 01/05/2032	432	1.03	
US\$200,000 CCO Holdings LLC/CCO Holdings Capital Corp. 5.125% 01/05/2027	196	0.47	
US\$200,000 CCO Holdings LLC/CCO Holdings Capital Corp. 5.5% 01/05/2026	199	0.48	
US\$300,000 Cemex SAB de CV Var 5.125% Perpetual	295	0.71	
US\$480,000 CHS/Community Health Systems, Inc. 4.75% 15/02/2031	373	0.89	
US\$200,000 CHS/Community Health Systems, Inc. 6.125% 01/04/2030	119	0.29	
US\$100,000 CHS/Community Health Systems, Inc. 6.875% 15/04/2029	64	0.15	
US\$150,000 Clear Channel Outdoor Holdings, Inc. 7.75% 15/04/2028	130	0.31	
US\$300,000 Clue Opco LLC 9.5% 15/10/2031	300	0.72	
US\$65,000 Clydesdale Acquisition Holdings, Inc. 6.75% 15/04/2032	65	0.16	

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Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Debt securities (continued)			
Corporate bonds (continued)			
Below investment grade corporate bonds (continued)			
€200,000 Commerzbank AG Var 6.125% Perpetual	218	0.52	
€200,000 CPI Property Group SA Var 4.875% Perpetual	206	0.49	
£200,000 CPUK Finance Ltd. 6.5% 28/08/2026	256	0.61	
US\$100,000 Crowdstrike Holdings, Inc. 3% 15/02/2029	91	0.22	
US\$200,000 Crown Americas LLC/Crown Americas Capital Corp. V 4.25% 30/09/2026	196	0.47	
US\$200,000 CSC Holdings LLC 4.5% 15/11/2031	144	0.35	
US\$200,000 CSC Holdings LLC 5.5% 15/04/2027	185	0.44	
US\$700,000 CSC Holdings LLC 5.75% 15/01/2030	370	0.89	
€200,000 Dana Financing Luxembourg SARL 3% 15/07/2029	205	0.49	
US\$100,000 Darling Ingredients, Inc. 6% 15/06/2030	99	0.24	
US\$149,000 Dcli Bidco LLC 7.75% 15/11/2029	153	0.37	
£200,000 Deuce Finco PLC 5.5% 15/06/2027	254	0.61	
US\$224,000 Directv Financing LLC/Directv Financing Co-Obligor, Inc. 10% 15/02/2031	214	0.51	
US\$300,000 Domtar Corp. 6.75% 01/10/2028	271	0.65	
£150,000 Edge Finco PLC 8.125% 15/08/2031	197	0.47	
€100,000 ELO SACA 4.875% 08/12/2028	96	0.23	
€500,000 Eramet SA 6.5% 30/11/2029	540	1.29	
€400,000 Eurofins Scientific SE Var 3.25% Perpetual	429	1.03	
€212,000 Eurofins Scientific SE Var 5.75% Perpetual	231	0.55	
€300,000 Eutelsat SA 2.25% 13/07/2027	293	0.70	
US\$280,000 EZCORP, Inc. 7.375% 01/04/2032	284	0.68	
US\$200,000 First Quantum Minerals Ltd. 9.375% 01/03/2029	210	0.50	
€160,000 Flos B&b Italia SpA 10% 15/11/2028	186	0.45	
€100,000 Forvia SE 5.625% 15/06/2030	106	0.25	
US\$365,000 Frontier Communications Holdings LLC 6.75% 01/05/2029	366	0.88	
US\$125,000 Frontier Communications Holdings LLC 8.625% 15/03/2031	133	0.32	
US\$52,000 Gen Digital, Inc. 6.25% 01/04/2033	52	0.12	
US\$200,000 Goat Holdco LLC 6.75% 01/02/2032	196	0.47	
US\$200,000 Gray Media, Inc. 10.5% 15/07/2029	207	0.50	

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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Debt securities (continued)			
Corporate bonds (continued)			
Below investment grade corporate bonds (continued)			
€600,000 Grifols SA 3.875% 15/10/2028	596	1.43	
£100,000 Heathrow Finance PLC 3.875% 01/03/2027	123	0.29	
£119,000 Heathrow Finance PLC 6.625% 01/03/2031	152	0.36	
US\$300,000 IHS Holding Ltd. 7.875% 29/05/2030	297	0.71	
€100,000 Iliad Holding SASU 5.375% 15/04/2030	109	0.26	
€400,000 Iliad Holding SASU 6.875% 15/04/2031	454	1.09	
€100,000 iliad SA 4.25% 15/12/2029	109	0.26	
€200,000 Intesa Sanpaolo SpA Var 9.125% Perpetual	247	0.59	
€200,000 IPD 3 BV 8% 15/06/2028	226	0.54	
US\$200,000 IQVIA, Inc. 6.5% 15/05/2030	204	0.49	
US\$100,000 Iron Mountain, Inc. 5.25% 15/07/2030	96	0.23	
US\$325,000 Iron Mountain, Inc. 7% 15/02/2029	331	0.79	
US\$200,000 Ivanhoe Mines Ltd. 7.875% 23/01/2030	200	0.48	
US\$250,000 Jaguar Land Rover Automotive PLC 4.5% 01/10/2027	240	0.58	
US\$450,000 Jazz Securities DAC 4.375% 15/01/2029	427	1.02	
€225,000 Kaixo Bondco Telecom SA 5.125% 30/09/2029	244	0.58	
US\$150,000 KB Home 4.8% 15/11/2029	143	0.34	
US\$400,000 Kohl's Corp. 4.625% 01/05/2031	278	0.67	
US\$200,000 KUO SAB De CV 5.75% 07/07/2027	196	0.47	
US\$200,000 Level 3 Financing, Inc. 4.5% 01/04/2030	161	0.39	
€100,000 Levi Strauss & Co. 3.375% 15/03/2027	107	0.26	
US\$250,000 Levi Strauss & Co. 3.5% 01/03/2031	219	0.52	
US\$200,000 Liquid Telecommunications Financing PLC 5.5% 04/09/2026	173	0.41	
€200,000 Lloyds Banking Group PLC Var 4.947% Perpetual	216	0.52	
US\$100,000 Lumen Technologies, Inc. 10% 15/10/2032	100	0.24	
US\$100,000 Macy's Retail Holdings LLC 5.875% 15/03/2030	95	0.23	
US\$700,000 Magnera Corp. 4.75% 15/11/2029	620	1.48	
US\$95,000 McGraw-Hill Education, Inc. 7.375% 01/09/2031	96	0.23	
US\$100,000 Medline Borrower LP 3.875% 01/04/2029	93	0.22	
US\$200,000 Merlin Entertainments Group U.S. Holdings, Inc. 7.375% 15/02/2031	190	0.46	

M&G ESG Screened Global High Yield Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Debt securities (continued)			
Corporate bonds (continued)			
Below investment grade corporate bonds (continued)			
US\$300,000 Methanex U.S. Operations, Inc. 6.25% 15/03/2032	294	0.70	
US\$600,000 Millicom International Cellular SA 4.5% 27/04/2031	533	1.28	
£400,000 Mobico Group PLC Var 4.25% Perpetual	495	1.19	
€300,000 MPT Operating Partnership LP/MPT Finance Corp. 7% 15/02/2032	330	0.79	
US\$300,000 NCL Corp. Ltd. 6.75% 01/02/2032	297	0.71	
US\$400,000 NCR Voyix Corp. 5% 01/10/2028	381	0.91	
£146,000 Ocado Group PLC 3.875% 08/10/2026	184	0.44	
€600,000 Odido Group Holding BV 5.5% 15/01/2030	643	1.54	
€100,000 Opmobility 4.875% 13/03/2029	110	0.26	
US\$200,000 Organon & Co./Organon Foreign Debt Co-Issuer BV 4.125% 30/04/2028	188	0.45	
US\$300,000 Owens & Minor, Inc. 4.5% 31/03/2029	250	0.60	
US\$100,000 Owens-Brockway Glass Container, Inc. 7.25% 15/05/2031	98	0.23	
US\$213,000 Paramount Global Var 6.375% 30/03/2062	207	0.50	
US\$200,000 Post Holdings, Inc. 6.25% 15/02/2032	200	0.48	
£100,000 Premier Foods Finance PLC 3.5% 15/10/2026	127	0.30	
US\$100,000 Prestige Brands, Inc. 3.75% 01/04/2031	89	0.21	
US\$79,000 Quikrete Holdings, Inc. 6.375% 01/03/2032	79	0.19	
US\$250,000 Rakuten Group, Inc. 9.75% 15/04/2029	271	0.65	
US\$300,000 Raven Acquisition Holdings LLC 6.875% 15/11/2031	290	0.69	
€133,000 RAY Financing LLC 6.5% 15/07/2031	147	0.35	
US\$200,000 Rede D'or Finance SARL 4.95% 17/01/2028	195	0.47	
€300,000 Reno de Medici SpA FRN 7.501% 15/04/2029	276	0.66	
US\$450,000 Rogers Communications, Inc. Var 7% 15/04/2055	450	1.08	
US\$360,000 Saks Global Enterprises LLC 11% 15/12/2029	290	0.69	
€200,000 Sappi Papier Holding GmbH 3.625% 15/03/2028	214	0.51	
€199,000 Sappi Papier Holding GmbH 4.5% 15/03/2032	213	0.51	
€200,000 Schaeffler AG 2.75% 12/10/2025	215	0.52	
€100,000 Schaeffler AG 5.375% 01/04/2031	107	0.26	
US\$275,000 Sealed Air Corp. 5% 15/04/2029	266	0.64	

M&G ESG Screened Global High Yield Bond Fund
(formerly M&G Sustainable Global High Yield Bond Fund)

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Debt securities (continued)			
Corporate bonds (continued)			
Below investment grade corporate bonds (continued)			
€100,000 Seche Environnement SACA 4.5% 25/03/2030	108	0.26	
€81,972 Sigma Holdco BV 5.75% 15/05/2026	88	0.21	
US\$44,000 Sinclair Television Group, Inc. 8.125% 15/02/2033	43	0.10	
US\$350,000 Sirius XM Radio LLC 4.125% 01/07/2030	311	0.75	
€200,000 SoftBank Group Corp. 5.375% 08/01/2029	220	0.53	
US\$126,126 Spirit Loyalty Cayman Ltd./Spirit IP Cayman Ltd. 11% 06/03/2030	114	0.27	
US\$450,000 Stagwell Global LLC 5.625% 15/08/2029	428	1.03	
US\$400,000 Star Parent, Inc. 9% 01/10/2030	398	0.95	
US\$162,000 Sunnova Energy Corp. 11.75% 01/10/2028	72	0.17	
€300,000 Telefonica Europe BV Var 5.7522% Perpetual	336	0.80	
US\$300,000 Tenet Healthcare Corp. 4.625% 15/06/2028	289	0.69	
US\$100,000 Tenet Healthcare Corp. 6.125% 15/06/2030	100	0.24	
€100,000 Teva Pharmaceutical Finance Netherlands II BV 1.625% 15/10/2028	100	0.24	
€200,000 Teva Pharmaceutical Finance Netherlands II BV 4.375% 09/05/2030	216	0.52	
US\$200,000 Teva Pharmaceutical Finance Netherlands III BV 3.15% 01/10/2026	193	0.46	
US\$400,000 Teva Pharmaceutical Finance Netherlands III BV 7.875% 15/09/2029	431	1.03	
€200,000 Trivium Packaging Finance BV 3.75% 15/08/2026	213	0.51	
US\$600,000 Turkcell Iletisim Hizmetleri AS 7.65% 24/01/2032	605	1.45	
US\$200,000 U.S. Foods, Inc. 4.75% 15/02/2029	192	0.46	
€400,000 UniCredit SpA Var 7.5% Perpetual	447	1.07	
US\$250,000 United Rentals North America, Inc. 6.125% 15/03/2034	250	0.60	
US\$350,000 Uniti Group LP/Uniti Group Finance 2019, Inc./CSL Capital LLC 6.5% 15/02/2029	315	0.75	
€400,000 Verisure Midholding AB 5.25% 15/02/2029	429	1.03	
US\$17,000 Veritiv Operating Co. 10.5% 30/11/2030	18	0.04	
US\$150,000 Vertiv Group Corp. 4.125% 15/11/2028	142	0.34	
£100,000 Virgin Media Vendor Financing Notes III DAC 4.875% 15/07/2028	120	0.29	

M&G ESG Screened Global High Yield Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Debt securities (continued)			
Corporate bonds (continued)			
Below investment grade corporate bonds (continued)			
US\$300,000 Vodafone Group PLC Var 7% 04/04/2079	309	0.74	
€140,000 Volvo Car AB 4.75% 08/05/2030	152	0.36	
US\$200,000 VTR Comunicaciones SpA 4.375% 15/04/2029	179	0.43	
US\$450,000 VTR Finance NV 6.375% 15/07/2028	427	1.02	
US\$250,000 Walgreens Boots Alliance, Inc. 4.5% 18/11/2034	228	0.55	
US\$127,000 Wayfair LLC 7.25% 31/10/2029	122	0.29	
US\$600,000 WE Soda Investments Holding PLC 9.375% 14/02/2031	615	1.47	
US\$325,000 Windstream Services LLC/Windstream Escrow Finance Corp. 8.25% 01/10/2031	332	0.80	
US\$100,000 Wrangler Holdco Corp. 6.625% 01/04/2032	102	0.24	
US\$200,000 Xerox Holdings Corp. 5.5% 15/08/2028	145	0.35	
US\$300,000 Yum! Brands, Inc. 5.375% 01/04/2032	291	0.70	
US\$200,000 Yuzhou Group Holdings Co. Ltd. 0% 27/05/2025 ^a	14	0.03	
US\$200,000 Yuzhou Group Holdings Co. Ltd. 0% 12/08/2026 ^a	14	0.03	
US\$200,000 Yuzhou Group Holdings Co. Ltd. 0% 13/01/2027 ^a	14	0.03	
Corporate bonds with no credit rating	38	0.09	0.00
€107,200 Titanium 2I Bondco SARL 6.25% 14/01/2031	38	0.09	
Debt derivatives	45	0.11	(0.01)
Interest rate futures	45	0.11	(0.01)
25 CBOT 5 Year U.S. Treasury Notes Futures Jun 2025	36	0.09	
5 CBOT 10 Year U.S. Treasury Notes Futures Jun 2025	8	0.02	
(5) Long Gilt Futures Jun 2025	1	0.00	
Currency	11	0.03	0.26
Forward currency contracts	11	0.03	0.26
US\$148,962 Bought for £114,800 (expires 16.04.25)	0	0.00	
€52,354 Bought for \$56,986 (expires 16.04.25)	0	0.00	
US\$(11,540,691) Sold for €10,635,200 (expires 16.04.25)	24	0.06	
US\$(3,128,979) Sold for £2,428,130 (expires 16.04.25)	(13)	(0.03)	
Portfolio of investments	40,140	96.12	94.99

M&G ESG Screened Global High Yield Bond Fund
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Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Share class hedging	845	2.02	(0.21)
Forward currency contracts for share class hedging	845	2.02	(0.21)
£33,956,665 Bought for \$43,088,836 (expires 09.04.25)	848	2.03	
£(1,413,416) Sold for \$1,825,769 (expires 09.04.25)	(3)	(0.01)	
Total portfolio	40,985	98.14	94.78
Net other assets/(liabilities)	775	1.86	5.22
Net assets attributable to shareholders	41,760	100.00	100.00

^a Defaulted bond.

M&G ESG Screened Global High Yield Bond Fund
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Portfolio statement

Top ten portfolio transactions for the year to 31 March 2025

Largest purchases	\$'000
European Investment Bank 1.625% 14/03/2025	749
European Investment Bank 0.375% 26/03/2026	718
Turkcell Iletisim Hizmetleri AS 7.65% 24/01/2032	606
C&W Senior Finance Ltd. 9% 15/01/2033	605
Eramet SA 6.5% 30/11/2029	534
Mobico Group PLC Var 4.25% Perpetual	485
Grifols SA 3.875% 15/10/2028	483
Rogers Communications, Inc. Var 7% 15/04/2055	451
Iliad Holding SASU 6.875% 15/04/2031	444
Pinewood Finco PLC 6% 27/03/2030	441
Other purchases	22,696
Total purchases	28,212

Largest sales	\$'000
European Investment Bank 1.625% 14/03/2025	1,633
European Investment Bank 0.375% 26/03/2026	741
Telecom Italia SpA 5.303% 30/05/2024	600
Ford Motor Co. 6.1% 19/08/2032	592
American Airlines, Inc. 7.25% 15/02/2028	557
Ziggo Bond Co. BV 5.125% 28/02/2030	544
Telecom Italia SpA 7.875% 31/07/2028	482
Spirit Loyalty Cayman Ltd./Spirit IP Cayman Ltd. 8% 20/09/2025	449
KBC Group NV Var 4.25% Perpetual	435
Banco Bilbao Vizcaya Argentaria SA Var 6% Perpetual	429
Other sales	28,130
Total sales	34,592

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A-H' Income	+7.3	+3.1	+4.7	n/a
Class 'A-H' Accumulation	+7.3	+3.1	+4.7	n/a
Class 'I-H' Income	+7.7	+3.5	+5.1	n/a
Class 'I-H' Accumulation	+7.8	+3.5	+5.1	n/a
Class 'L-H' Accumulation	+8.0	+3.7	+5.3	n/a
Class 'PP-H' Income	+7.7	+3.5	+5.2	n/a
Class 'PP-H' Accumulation	+7.3	+3.5	+5.1	n/a
Class 'R-H' Income	+7.4	+3.3	+4.9	n/a
Class 'R-H' Accumulation	+7.5	+3.3	+4.9	n/a
Benchmark	+8.3	+3.9	+5.9	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

M&G ESG Screened Global High Yield Bond Fund
(formerly M&G Sustainable Global High Yield Bond Fund)

Financial highlights

Sterling Class 'A-H' Income shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	80.69	78.01	87.75
Return before operating charges*	6.96	8.05	(4.80)
Operating charges	(0.86)	(0.81)	(1.02)
Return after operating charges*	6.10	7.24	(5.82)
Distributions	(5.36)	(4.56)	(3.92)
Closing NAV	81.43	80.69	78.01
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	7.56	9.28	(6.63)
Other information			
Closing NAV (\$'000)	161	100	89
Number of shares	153,005	98,578	92,402
Operating charges (%)	1.03	1.03	1.03
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	84.77	82.50	88.45
Lowest share price (UK p)	80.09	75.52	74.83

Sterling Class 'A-H' Accumulation shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	98.41	89.80	96.16
Return before operating charges*	8.71	9.57	(5.25)
Operating charges	(1.08)	(0.96)	(1.11)
Return after operating charges*	7.63	8.61	(6.36)
Distributions	(5.62)	(4.41)	(3.44)
Retained distributions	5.62	4.41	3.44
Closing NAV	106.04	98.41	89.80
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	7.75	9.59	(6.61)
Other information			
Closing NAV (\$'000)	199	95	93
Number of shares	145,250	76,279	83,998
Operating charges (%)	1.03	1.03	1.03
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	107.65	99.17	96.92
Lowest share price (UK p)	97.71	89.44	83.86

M&G ESG Screened Global High Yield Bond Fund
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Financial highlights

Sterling Class 'I-H' Income shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	82.03	78.96	88.55
Return before operating charges*	7.12	8.19	(5.02)
Operating charges	(0.54)	(0.50)	(0.62)
Return after operating charges*	6.58	7.69	(5.64)
Distributions	(5.45)	(4.62)	(3.95)
Closing NAV	83.16	82.03	78.96
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	8.02	9.74	(6.37)
Other information			
Closing NAV (\$'000)	10,236	3,233	6,188
Number of shares	9,511,523	3,124,311	6,331,938
Operating charges (%)	0.63	0.63	0.63
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	86.34	83.87	89.25
Lowest share price (UK p)	81.47	76.66	75.60

Sterling Class 'I-H' Accumulation shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	100.29	91.28	97.26
Return before operating charges*	8.91	9.60	(5.29)
Operating charges	(0.67)	(0.59)	(0.69)
Return after operating charges*	8.24	9.01	(5.98)
Distributions	(6.16)	(4.86)	(3.86)
Retained distributions	6.16	4.86	3.86
Closing NAV	108.53	100.29	91.28
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	8.22	9.87	(6.15)
Other information			
Closing NAV (\$'000)	8,420	10,812	9,254
Number of shares	5,996,266	8,547,589	8,192,059
Operating charges (%)	0.63	0.63	0.63
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	110.16	101.06	98.03
Lowest share price (UK p)	99.61	91.03	85.02

M&G ESG Screened Global High Yield Bond Fund
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Financial highlights

Sterling Class 'L-H' Accumulation shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	100.73	91.51	97.44
Return before operating charges*	8.95	9.63	(5.46)
Operating charges	(0.46)	(0.41)	(0.47)
Return after operating charges*	8.49	9.22	(5.93)
Distributions	(6.41)	(5.07)	(4.05)
Retained distributions	6.41	5.07	4.05
Closing NAV	109.22	100.73	91.51
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	8.43	10.08	(6.09)
Other information			
Closing NAV (\$'000)	21,222	19,093	17,010
Number of shares	15,016,500	15,028,383	15,020,792
Operating charges (%)	0.43	0.43	0.43
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	110.85	101.50	98.21
Lowest share price (UK p)	100.07	91.36	85.23

M&G ESG Screened Global High Yield Bond Fund
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Financial highlights

Sterling Class 'PP-H' Income shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	82.33	79.14	88.82
Return before operating charges*	7.09	8.25	(5.20)
Operating charges	(0.45)	(0.43)	(0.51)
Return after operating charges*	6.64	7.82	(5.71)
Distributions	(5.48)	(4.63)	(3.97)
Closing NAV	83.49	82.33	79.14
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	8.07	9.88	(6.43)
Other information			
Closing NAV (\$'000)	1,035	537	929
Number of shares	957,664	517,377	948,853
Operating charges (%)	0.53	0.53	0.53
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	86.74	84.19	89.53
Lowest share price (UK p)	81.78	76.90	75.84

Sterling Class 'PP-H' Accumulation shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	100.65	91.38	97.38
Return before operating charges*	8.31	9.77	(5.42)
Operating charges	(0.56)	(0.50)	(0.58)
Return after operating charges*	7.75	9.27	(6.00)
Distributions	(6.31)	(4.97)	(3.95)
Retained distributions	6.31	4.97	3.95
Closing NAV	108.40	100.65	91.38
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	7.70	10.14	(6.16)
Other information			
Closing NAV (\$'000)	13	12,631	5,230
Number of shares	9,338	9,949,684	4,624,577
Operating charges (%)	0.53	0.53	0.53
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	110.01	101.42	98.15
Lowest share price (UK p)	99.97	91.27	85.13

M&G ESG Screened Global High Yield Bond Fund
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Financial highlights

Sterling Class 'R-H' Income shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	81.23	78.36	88.10
Return before operating charges*	7.01	8.15	(4.95)
Operating charges	(0.75)	(0.69)	(0.86)
Return after operating charges*	6.26	7.46	(5.81)
Distributions	(5.39)	(4.59)	(3.93)
Closing NAV	82.10	81.23	78.36
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	7.71	9.52	(6.59)
Other information			
Closing NAV (\$'000)	159	1,041	79
Number of shares	149,731	1,016,195	80,928
Operating charges (%)	0.88	0.88	0.88
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	85.42	83.06	88.81
Lowest share price (UK p)	80.66	75.98	75.12

Sterling Class 'R-H' Accumulation shares

The share class was launched on 25 February 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	99.10	90.27	96.63
Return before operating charges*	8.76	9.65	(5.40)
Operating charges	(0.92)	(0.82)	(0.96)
Return after operating charges*	7.84	8.83	(6.36)
Distributions	(5.82)	(4.58)	(3.59)
Retained distributions	5.82	4.58	3.59
Closing NAV	106.94	99.10	90.27
*after direct transaction cost of	0.00	0.00	0.00
Performance			
Return after charges (%)	7.91	9.78	(6.58)
Other information			
Closing NAV (\$'000)	315	235	179
Number of shares	227,492	187,489	160,413
Operating charges (%)	0.88	0.88	0.88
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	108.57	99.86	97.34
Lowest share price (UK p)	98.40	89.99	84.24

M&G ESG Screened Global High Yield Bond Fund
(formerly M&G Sustainable Global High Yield Bond Fund)

Financial statements and notes

Financial statements

Statement of total return

for the year to 31 March		2025		2024	
	Note	\$'000	\$'000	\$'000	\$'000
Income					
Net capital gains/(losses)	3		2,094		2,662
Revenue	5	2,576		2,581	
Expenses	6	(207)		(239)	
Interest payable and similar charges		(2)		0	
Net revenue/(expense) before taxation		2,367		2,342	
Taxation	7	0		0	
Net revenue/(expense) after taxation			2,367		2,342
Total return before distributions			4,461		5,004
Distributions	8		(2,403)		(2,391)
Change in net assets attributable to shareholders from investment activities			2,058		2,613

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		\$'000	\$'000	\$'000	\$'000
Opening net assets attributable to shareholders			47,777		39,051
Amounts received on issue of shares		16,086		13,869	
Amounts paid on cancellation of shares		(26,153)		(9,815)	
			(10,067)		4,054
Dilution adjustments			126		54
Change in net assets attributable to shareholders from investment activities (see above)			2,058		2,613
Retained distributions on Accumulation shares			1,866		2,005
Closing net assets attributable to shareholders			41,760		47,777

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 \$'000	2024 \$'000
Assets			
Fixed assets			
Investments		41,001	45,398
Current assets			
Debtors	9	761	2,173
Cash and bank balances	10	1,132	1,552
Total assets		42,894	49,123
Liabilities			
Investment liabilities		(16)	(113)
Creditors			
Distribution payable		(198)	(72)
Other creditors	11	(920)	(1,161)
Total liabilities		(1,134)	(1,346)
Net assets attributable to shareholders		41,760	47,777

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Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 \$'000	2024 \$'000
Non-derivative securities	774	1,972
Derivative contracts	1,273	664
Currency gains/(losses)	47	26
Net capital gains/(losses)	2,094	2,662

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4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 \$'000	2024 \$'000
a) Purchases		
Equities	99	0
Debt securities	28,113	21,778
Total purchases	28,212	21,778
b) Sales		
Debt securities	33,962	13,344
Other transaction types		
Corporate actions	630	0
Total sales	34,592	13,344
c) There were no direct portfolio transaction costs		
	%	%
d) Indirect portfolio transaction costs		
Average portfolio dealing spread as at the balance sheet date	0.77	0.87

5 Revenue

for the year to 31 March	2025 \$'000	2024 \$'000
Bank interest	27	55
Derivative revenue	4	3
Interest on debt securities	2,525	2,534
Share class hedging revenue	20	(11)
Total revenue	2,576	2,581

6 Expenses

for the year to 31 March	2025 \$'000	2024 \$'000
Payable to the ACD or associate		
Annual charge	207	239
Total expenses	207	239

Audit fees for the financial year ending 2025 were £14,000 (2024: £13,000) (including VAT), which are covered by the annual charge.

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7 Taxation

for the year to 31 March	2025 \$'000	2024 \$'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	0	0
Deferred tax (note 7c)	0	0
Total taxation	0	0
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	2,367	2,342
Corporation tax at 20%	473	468
Effects of:		
Interest distributions	(473)	(468)
Total tax charge (note 7a)	0	0
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset in the current financial year (2024: same).

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc \$'000	Acc \$'000	Inc \$'000	Acc \$'000
Interest distributions				
First interim	67	500	112	428
Second interim	89	481	126	471
Third interim	64	416	88	537
Final	198	469	72	569
Total net distributions	2,284	2,403	2,403	2,403
Income deducted on cancellation of shares		244		74
Income received on issue of shares		(125)		(86)
Distributions	2,403	2,403	2,391	2,391
Net revenue/(expense) per statement of total return	2,367		2,342	
Expenses offset against capital		36		49
Distributions	2,403	2,403	2,391	2,391

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9 Debtors

as at 31 March	2025 \$'000	2024 \$'000
Amounts receivable on issues of shares	36	414
Currency deals outstanding	87	966
Debt security interest receivable	638	683
Sales awaiting settlement	0	110
Total debtors	761	2,173

10 Cash and bank balances

as at 31 March	2025 \$'000	2024 \$'000
Amounts held at futures clearing houses and collateral manager	23	78
Cash held as bank balances	1,109	1,474
Total cash and bank balances	1,132	1,552

11 Other creditors

as at 31 March	2025 \$'000	2024 \$'000
Amounts payable on cancellation of shares	71	37
Annual charge payable	9	7
Currency deals outstanding	87	964
Purchases awaiting settlement	753	153
Total other creditors	920	1,161

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

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13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A-H' Income	98,578	98,633	(44,206)	0	153,005
Class 'A-H' Accumulation	76,279	86,359	(17,388)	0	145,250
Class 'I-H' Income	3,124,311	10,047,856	(3,660,644)	0	9,511,523
Class 'I-H' Accumulation	8,547,589	2,211,304	(4,762,627)	0	5,996,266
Class 'L-H' Accumulation	15,028,383	0	(11,883)	0	15,016,500
Class 'PP-H' Income	517,377	578,196	(137,909)	0	957,664
Class 'PP-H' Accumulation	9,949,684	1,128,553	(11,068,899)	0	9,338
Class 'R-H' Income	1,016,195	101,580	(968,044)	0	149,731
Class 'R-H' Accumulation	187,489	62,495	(22,492)	0	227,492

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A-H'	1.03
Class 'I-H'	0.63
Class 'L-H'	0.43
Class 'PP-H'	0.53
Class 'R-H'	0.88

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

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At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 46.75% (2024: 38.91%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025	Liabilities 2025	Assets 2024	Liabilities 2024
Basis of valuation	\$'000	\$'000	\$'000	\$'000
Level 1	145	0	2	(6)
Level 2	40,856	(16)	45,396	(107)
Level 3	0	0	0	0
	41,001	(16)	45,398	(113)

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity and exposure

VaR is the risk measurement methodology used to assess the fund's leverage and market risk volatility. When VaR is calculated as a percentage of the net asset value it may not be greater than the VaR limit set for the fund.

The VaR limit set during the financial year to 31 March 2025 was 200% (2024: 200%).

The lowest, highest and average utilisation of VaR with reference to the limit above are calculated during the financial years ended 31 March 2025 and 31 March 2024.

for the year to 31 March	2025 Utilisation of VaR 200%	2024 Utilisation of VaR 200%
Lowest	22.07	43.68
Highest	34.84	49.11
Average	28.85	46.71

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19 Credit risk

The fund is exposed to credit risk both through the credit quality of the investments it holds and through the derivative positions with counterparties. The table below shows the credit quality of the investments held in the portfolio.

as at 31 March	2025 \$'000	2024 \$'000
Investment grade securities	3,249	3,941
Below investment grade securities	36,697	41,322
Unrated securities	38	1
Other investments	1,001	21
Total	40,985	45,285

The tables below show the exposure to counterparties. Collateral is posted daily, in the form of cash or high-quality government bonds, to minimise this exposure.

as at 31 March 2025	Forward currency contracts \$'000	Futures \$'000
Bank of America Merrill Lynch	0	45
HSBC	5	0
National Australia Bank	(13)	0
State Street Bank	864	0
Total	856	45

as at 31 March 2024	Forward currency contracts \$'000	Futures \$'000
Bank of America Merrill Lynch	0	(5)
Merrill Lynch	103	0
State Street Bank	(78)	0
Total	25	(5)

20 Leverage risk

Funds using VaR approaches are required to disclose the level of leverage employed during the financial reporting period.

Derivatives can be used by the fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, the size of any positive or negative movement in markets may have a more significant effect on the net asset value of the fund.

The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial years ended 31 March 2025 and 31 March 2024 are disclosed in the table below. Leverage has been

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calculated using the Gross Sum of Notional Approach for derivative positions only (including forward currency contracts) and excludes all physical holdings. Percentages are expressed with reference to fund valuation.

for the year to 31 March	2025 \$'000	2025 %	2024 \$'000	2024 %
Lowest	47,161	165.75	94,496	107.00
Highest	151,628	454.73	189,455	118.00
Average	67,748	221.48	117,479	111.75

21 Exchange rate risk for hedged share classes

This fund contains hedged share classes. These share classes operate currency hedges designed to reduce the impact of exchange rates in certain circumstances. As a result, profit and loss on the currency hedges may impact the liquidity of the overall fund. On a day to day basis this is monitored using reporting from the outsourced provider of the hedged share class service. On an ongoing basis the size of the hedged share classes is monitored to ensure that unforeseen exchange rate volatility can be adequately managed without significantly impacting all shareholders. The exposure to forward currency contracts for share class hedging at the year-end accounting date is disclosed in the portfolio statement on page 140.

22 Interest distribution tables

This fund pays quarterly interest distributions and the following table sets out the distribution periods.

Quarterly distribution periods

	Start	End	Xd	Payment
First interim	01.04.24	30.06.24	01.07.24	31.08.24
Second interim	01.07.24	30.09.24	01.10.24	30.11.25
Third interim	01.10.24	31.12.24	02.01.25	28.02.25
Final	01.01.25	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

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Sterling Class 'A-H' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.8462	0.4544	1.3006	1.0720
Second interim	0.3380	1.0353	1.3733	1.1160
Third interim	0.6171	0.6735	1.2906	1.1795
Final	1.0349	0.3572	1.3921	1.1896

Sterling Class 'A-H' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.6558	0.6720	1.3278	1.0012
Second interim	1.1915	0.2378	1.4293	1.0654
Third interim	0.5430	0.8122	1.3552	1.1613
Final	0.9697	0.5414	1.5111	1.1837

Sterling Class 'I-H' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.6763	0.6449	1.3212	1.0847
Second interim	0.5602	0.8383	1.3985	1.1319
Third interim	0.7634	0.5498	1.3132	1.1944
Final	0.7125	0.7093	1.4218	1.2079

Sterling Class 'I-H' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.9056	0.5482	1.4538	1.1098
Second interim	0.8619	0.7045	1.5664	1.1771
Third interim	0.6510	0.8407	1.4917	1.2746
Final	0.8254	0.8260	1.6514	1.3027

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Sterling Class 'L-H' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.5123	0.0000	1.5123	1.1581
Second interim	1.6288	0.0000	1.6288	1.2281
Third interim	1.5548	0.0000	1.5548	1.3260
Final	1.7163	0.0000	1.7163	1.3573

Sterling Class 'PP-H' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.8438	0.4827	1.3265	1.0865
Second interim	0.8666	0.5380	1.4046	1.1353
Third interim	0.7881	0.5333	1.3214	1.1931
Final	0.2797	1.1464	1.4261	1.2136

Sterling Class 'PP-H' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.8753	0.6077	1.4830	1.1352
Second interim	0.9291	0.6779	1.6070	1.2037
Third interim	1.4635	0.0775	1.5410	1.3023
Final	1.6744	0.0000	1.6744	1.3319

Sterling Class 'R-H' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.8372	0.4701	1.3073	1.0769
Second interim	0.9586	0.4233	1.3819	1.1269
Third interim	0.3309	0.9691	1.3000	1.1857
Final	0.4279	0.9737	1.4016	1.1978

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Sterling Class 'R-H' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.3916	0.9828	1.3744	1.0397
Second interim	1.2499	0.2301	1.4800	1.1067
Third interim	1.0105	0.3953	1.4058	1.2033
Final	1.0366	0.5265	1.5631	1.2284

23 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

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For the purposes of these financial statements, the Prospectus dated 28 February 2024 has been used.

Investment objective

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.

Investment policy

The fund invests at least 80% of its net asset value in the equity securities and equity related instruments of companies across any sector and market capitalisation that are domiciled, incorporated, or listed in any country, including emerging markets.

The fund may also invest in collective investment schemes, other transferable securities and may hold cash and near cash for liquidity purposes.

Derivatives may be used for efficient portfolio management and hedging.

Investment approach

The fund manager looks for opportunities where Artificial Intelligence (AI) is emerging as a potential driver to long term revenue growth or profit margin expansion. The fund manager will look for innovations through provision or adoption of Artificial Intelligence which it expects will cause changes in the way existing markets or businesses operate as further categorised below.

From the fund's investment universe, the fund manager identifies investment opportunities in the following three categories:

- Artificial Intelligence Enablers – companies providing key underlying Artificial Intelligence services and products (including technology) to Artificial Intelligence Providers enabling them to provide Artificial Intelligence services;
- Artificial Intelligence Providers – companies providing Artificial Intelligence services and products to end users such as consumers or Artificial Intelligence Beneficiaries;
- Artificial Intelligence Beneficiaries – companies that are receiving meaningful benefit from their use of Artificial Intelligence that is expected to drive valuations over the long-term.

In each case, this is in the opinion of the fund manager.

The fund may allocate to these three categories in any proportions but does not typically expect to hold more than 50% of its net asset value in any one category.

In this context, Artificial Intelligence refers to the development or use by a business of computer systems that perform tasks previously requiring human intelligence such as decision-making or audio or visual identification or perception.

The investment approach combines research and financial analysis of individual companies. The fund manager seeks to identify well-managed companies whose long-term prospects are not fully appreciated by the stock market. The fund manager's engagement with technical experts and executive management is a key part of the investment approach. For clarity, given the reference to Artificial Intelligence in the fund's name, the fund is actively managed by human decision-takers.

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.

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For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 31 March 2025

Performance against objective

Between 1 April 2024 and 31 March 2025 (the period under review), the fund delivered positive returns across all its sterling share classes, but trailed its benchmark, the MSCI ACWI Index, which gained 5.3% (in sterling terms) over the same period.

The fund was launched in October 2023 and thus cannot yet be measured on its five-year performance objective. 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.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report.

Performance review

Up until mid-July 2024, we saw a continuation of the strong performance of technology shares that we witnessed in 2023 and the first half of 2024. However, the summer proved to be a volatile period in the technology space.

It appears that after the strong run, investors became skittish and started questioning the return on investment (ROI) from all the hundreds of billions of dollars the largest technology companies (the so-called 'hyperscalers') had spent on infrastructure. Then recession fears started to creep in, resulting in a very low margin for error for the technology companies heading into the third-quarter earnings season. Despite a relatively solid reporting season in technology, the weakening sentiment resulted in a large sell-off starting in early/mid-July and through into early September.

Then, equity markets experienced a significant rally in the fourth quarter of 2024. Following Donald Trump's victory in the US presidential election, US equities reached new highs, with technology one of the better-performing sectors in the quarter.

The first quarter of 2025 was a very volatile period caused principally by geopolitical concerns. The prospect of a global trade war driven by tariffs has created uncertainty with regard to economic growth, inflation, corporate profitability and consumer demand. In addition, the US Department of Government Efficiency (DOGE) is cutting US government spending and reducing money supply into the US economy.

Against this background, the fund underperformed its benchmark, the MSCI ACWI Index, in the 12 months to 31 March 2025.

Key detractors in the review period, included our holdings in Tokyo Electron, Applied Materials, Trade Desk, Adobe, and Elevance Health (which was sold

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during the reporting period). Conversely, key contributors included positions in Axon Enterprise (see investment activity below), Netflix, Alibaba, Tesla and NVIDIA.

Investment activities

We look for opportunities where artificial intelligence (AI) is emerging as a potential driver to long-term revenue growth or profit margin expansion. We select companies, which in our opinion, fall into the three categories of AI Enablers (supplying the key technologies), AI Providers (turning AI into tangible products), and AI Beneficiaries (benefiting from AI solutions). We dynamically manage exposure to these three AI buckets, with the fund usually holding between 50 and 70 stocks.

AI Enablers (which includes semiconductor manufacturers and data-centre stocks) had such a strong first half of 2024, that in late June/early July, we decided to take profits and shifted around 6% of the fund into AI Beneficiaries. The tilt of the portfolio became more defensive and the timing proved right, since the second half of 2024 proved to be a tough one for AI Enablers.

One of the companies we bought was Axon, which was the fund's top contributor in the review period. Axon is a manufacturer of conducted electrical, non-lethal weapons, sensor hardware such as body cameras and cloud hosted solutions. Axon enhances its product range with AI, by providing an end-to-end product suite that relies on AI for face and plate recognition, video recording and automated transcription of reports. AI integration has added significant value to the company's operations leading to strong customer retention and higher growth rates. In fact Axon's camera product line and AI-related services (Axon Cloud and Sensors) are growing over twice as fast as its legacy taser business.

As at 31 March 2025, just under a quarter of the fund was invested in AI Enablers, around two-fifths was invested in AI Providers and just over a third was invested in AI Beneficiaries.

Outlook

Whilst 2023 and 2024 were years of infrastructure build-out for Generative AI, we think 2025 will be the year of further advancements in AI that we expect will create further tailwinds for Providers and Beneficiaries. We expect Enabler companies to continue to experience solid growth as Agentic and Robotic AI technologies emerge as sub-themes of AI. We believe the recent correction in AI-related technology shares is a buying opportunity.

Firstly, we think the ROI concerns (lack of monetisation) on AI investments are overblown. In our view, we are too early in the AI cycle to make any meaningful assessment on this. We would compare this to the smartphone cycle in its early days before the app store ever appeared. We would also note what the leading technology leaders have said on this subject. Elon Musk recently mentioned that the rate of improvement in AI is the 'fastest of any technology I've ever seen by far', which he believes justifies the spending. This was echoed by Oracle's CEO Larry Ellison.

Secondly, we believe the AI theme is largely 'macro agnostic' as the hyperscalers have hundreds of billions of dollars in cash and have the ability to invest through economic cycles. In our view, it would take a severe recession to cause these large hyperscalers to adjust their plans.

Finally, we see the growth in AI, not as optional, but in many ways existential. This was echoed on the recent third-quarter earnings calls by many of the large hyperscalers. These large hyperscaler companies will invest in AI infrastructure regardless of the onset of a recession or not. The fact that AI models are getting exponentially larger, means that the compute power and cooling required to run these models will likely grow a thousandfold every couple of years. This may very well precipitate the most intense competition in technology that we have ever seen. What's more, this is just the first phase of growth.

Beyond this, we have enterprise adoption, which will see large frontier models with trillions of parameters, trained on tens of thousands of GPUs (Graphics

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Processing Units), replaced with custom-trained models, trained for specific applications.

For these reasons, we believe there is so much growth ahead of us, which gives us confidence that the recent market correction presents a very compelling investment opportunity for our strategy.

Jeffrey Lin

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Investments

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities	33,915	95.97	96.57
United Kingdom	1,813	5.13	2.92
2,888 AstraZeneca PLC	419	1.19	
3,360 London Stock Exchange Group PLC	502	1.42	
7,603 RELX PLC	382	1.08	
17,137 Weir Group PLC	510	1.44	
Denmark	223	0.63	1.54
3,286 Novo Nordisk AS	223	0.63	
Germany	1,684	4.77	2.83
8,263 KION Group AG	338	0.96	
1,921 SAP SE	506	1.43	
2,689 Siemens AG	610	1.73	
4,293 Siemens Healthineers AG	230	0.65	
Ireland	258	0.73	0.00
841 Accenture PLC	258	0.73	
Netherlands	763	2.16	1.28
649 ASML Holding NV	427	1.21	
1,800 NXP Semiconductors NV	336	0.95	
Sweden	289	0.82	0.86
14,472 Epiroc AB	289	0.82	
United States	25,809	73.03	71.91
1,300 Adobe, Inc.	496	1.40	
5,461 Alphabet, Inc.	836	2.37	
5,097 Amazon.com, Inc.	965	2.73	
1,862 Amgen, Inc.	574	1.62	
2,234 Analog Devices, Inc.	460	1.30	
6,216 Apple, Inc.	1,345	3.81	
3,205 Applied Materials, Inc.	458	1.30	
1,402 AppLovin Corp.	359	1.02	
4,744 Arista Networks, Inc.	354	1.00	
1,984 Axon Enterprise, Inc.	1,049	2.97	
5,060 Boston Scientific Corp.	500	1.42	
3,307 Broadcom, Inc.	546	1.55	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities (continued)			
United States (continued)			
1,405 Caterpillar, Inc.	459	1.30	
11,877 Cisco Systems, Inc.	722	2.04	
1,025 Deere & Co.	474	1.34	
3,459 Emerson Electric Co.	371	1.05	
6,622 Exxon Mobil Corp.	779	2.20	
1,166 Honeywell International, Inc.	245	0.69	
702 Intuit, Inc.	416	1.18	
1,061 Intuitive Surgical, Inc.	516	1.46	
2,783 JPMorgan Chase & Co.	668	1.89	
6,382 Lam Research Corp.	454	1.28	
728 Mastercard, Inc.	392	1.11	
2,366 Meta Platforms, Inc.	1,339	3.79	
4,026 Micron Technology, Inc.	348	0.98	
3,557 Microsoft Corp.	1,327	3.76	
2,046 Motorola Solutions, Inc.	882	2.50	
1,072 Netflix, Inc.	990	2.80	
13,559 NVIDIA Corp.	1,433	4.05	
1,155 Oracle Corp.	159	0.45	
2,904 Palo Alto Networks, Inc.	495	1.40	
2,773 PDD Holdings, Inc. ADR	328	0.93	
1,133 Progressive Corp.	316	0.89	
1,665 QUALCOMM, Inc.	251	0.71	
2,217 Reddit, Inc.	227	0.64	
1,518 Salesforce, Inc.	404	1.14	
1,013 ServiceNow, Inc.	794	2.25	
1,596 Snowflake, Inc.	234	0.66	
2,211 Teradyne, Inc.	180	0.51	
2,294 Tesla, Inc.	577	1.63	
2,952 Texas Instruments, Inc.	521	1.47	
3,052 Trade Desk, Inc.	166	0.47	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities (continued)			
United States (continued)			
2,600 Visa, Inc.	882	2.50	
6,164 Walmart, Inc.	518	1.47	
Japan	377	1.07	7.29
2,800 Tokyo Electron Ltd.	377	1.07	
Hong Kong	913	2.58	0.61
44,700 Alibaba Group Holding Ltd.	728	2.06	
2,900 Tencent Holdings Ltd.	185	0.52	
India	611	1.73	2.14
11,035 Infosys Ltd. ADR	200	0.57	
7,020 Reliance Industries Ltd. GDR	411	1.16	
South Korea	545	1.54	3.45
7,081 Samsung Electronics Co. Ltd.	277	0.78	
2,063 SK Hynix, Inc.	268	0.76	
Taiwan	630	1.78	1.74
23,000 Taiwan Semiconductor Manufacturing Co. Ltd.	630	1.78	
Total portfolio	33,915	95.97	96.57
Net other assets/(liabilities)	1,426	4.03	3.43
Net assets attributable to shareholders	35,341	100.00	100.00

All securities are on an official stock exchange listing except where referenced.

Portfolio statement

Top ten portfolio transactions for the year to 31 March 2025

Largest purchases	\$'000
Amgen, Inc.	559
Netflix, Inc.	558
Texas Instruments, Inc.	550
Axon Enterprise, Inc.	533
Amazon.com, Inc.	514
Analog Devices, Inc.	466
London Stock Exchange Group PLC	440
NXP Semiconductors NV	436
Boston Scientific Corp.	423
Microsoft Corp.	413
Other purchases	6,750
Total purchases	11,642

Largest sales	\$'000
Axon Enterprise, Inc.	846
Sony Group Corp.	526
Nippon Telegraph & Telephone Corp.	442
Toyota Motor Corp.	428
Comcast Corp.	412
NVIDIA Corp.	404
SK Hynix, Inc.	402
Workday, Inc.	399
Elevance Health, Inc.	381
Micron Technology, Inc.	379
Other sales	4,046
Total sales	8,665

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	+1.9	n/a	n/a	n/a
Class 'A' Accumulation	+1.9	n/a	n/a	n/a
Class 'I' Income	+2.3	n/a	n/a	n/a
Class 'I' Accumulation	+2.3	n/a	n/a	n/a
Class 'L' Income	+2.5	n/a	n/a	n/a
Class 'L' Accumulation	+2.5	n/a	n/a	n/a
Class 'R' Income	+2.0	n/a	n/a	n/a
Class 'R' Accumulation	+2.0	n/a	n/a	n/a
Benchmark	+5.3	n/a	n/a	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	115.98	100.00
Return before operating charges*	3.72	17.00
Operating charges	(1.42)	(0.53)
Return after operating charges*	2.30	16.47
Distributions	(1.25)	(0.49)
Closing NAV	117.03	115.98
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	1.98	16.47
Other information		
Closing NAV (\$'000)	117	29
Number of shares	77,315	20,030
Operating charges (%)	1.10	1.10
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	140.35	117.12
Lowest share price (UK p)	109.97	94.72

Sterling Class 'A' Accumulation shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.47	100.00
Return before operating charges*	3.69	17.01
Operating charges	(1.38)	(0.54)
Return after operating charges*	2.31	16.47
Distributions	0.00	0.00
Retained distributions	0.00	0.00
Closing NAV	118.78	116.47
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	1.98	16.47
Other information		
Closing NAV (\$'000)	183	123
Number of shares	119,417	83,508
Operating charges (%)	1.10	1.10
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	140.95	117.12
Lowest share price (UK p)	110.44	94.72

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.19	100.00
Return before operating charges*	3.64	17.01
Operating charges	(0.88)	(0.33)
Return after operating charges*	2.76	16.68
Distributions	(1.26)	(0.49)
Closing NAV	117.69	116.19
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	2.38	16.68
Other information		
Closing NAV (\$'000)	275	29
Number of shares	180,357	20,010
Operating charges (%)	0.70	0.70
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	141.06	117.32
Lowest share price (UK p)	110.32	94.73

Sterling Class 'I' Accumulation shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.69	100.00
Return before operating charges*	3.68	17.04
Operating charges	(0.89)	(0.35)
Return after operating charges*	2.79	16.69
Distributions	(0.40)	(0.17)
Retained distributions	0.40	0.17
Closing NAV	119.48	116.69
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	2.39	16.69
Other information		
Closing NAV (\$'000)	2,304	713
Number of shares	1,490,103	484,147
Operating charges (%)	0.70	0.70
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	141.68	117.33
Lowest share price (UK p)	110.80	94.73

Financial highlights

Sterling Class 'L' Income shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.29	100.00
Return before operating charges*	3.64	17.02
Operating charges	(0.62)	(0.24)
Return after operating charges*	3.02	16.78
Distributions	(1.25)	(0.49)
Closing NAV	118.06	116.29
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	2.60	16.78
Other information		
Closing NAV (\$'000)	12	30
Number of shares	8,000	20,000
Operating charges (%)	0.50	0.50
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	141.42	117.43
Lowest share price (UK p)	110.50	94.73

Sterling Class 'L' Accumulation shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.78	100.00
Return before operating charges*	3.67	17.02
Operating charges	(0.63)	(0.24)
Return after operating charges*	3.04	16.78
Distributions	(0.65)	(0.26)
Retained distributions	0.65	0.26
Closing NAV	119.82	116.78
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	2.60	16.78
Other information		
Closing NAV (\$'000)	31,009	29,466
Number of shares	20,000,000	20,005,000
Operating charges (%)	0.50	0.50
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	142.03	117.43
Lowest share price (UK p)	110.97	94.73

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.05	100.00
Return before operating charges*	3.67	17.01
Operating charges	(1.19)	(0.46)
Return after operating charges*	2.48	16.55
Distributions	(1.25)	(0.50)
Closing NAV	117.28	116.05
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	2.14	16.55
Other information		
Closing NAV (\$'000)	83	42
Number of shares	54,900	28,908
Operating charges (%)	0.95	0.95
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	140.62	117.20
Lowest share price (UK p)	110.10	94.72

Sterling Class 'R' Accumulation shares

The share class was launched on 17 October 2023.

for the year/period to 31 March Change in NAV per share	2025 UK p	2024 UK p
Opening NAV	116.57	100.00
Return before operating charges*	3.69	17.03
Operating charges	(1.21)	(0.46)
Return after operating charges*	2.48	16.57
Distributions	(0.09)	(0.05)
Retained distributions	0.09	0.05
Closing NAV	119.05	116.57
*after direct transaction cost of	0.04	0.04
Performance		
Return after charges (%)	2.13	16.57
Other information		
Closing NAV (\$'000)	1,358	247
Number of shares	881,404	168,129
Operating charges (%)	0.95	0.95
Direct transaction costs (%)	0.03	0.09
Prices		
Highest share price (UK p)	141.22	117.19
Lowest share price (UK p)	110.58	94.72

Financial statements and notes

Financial statements

Statement of total return

for the for the year/period to 31 March	Note	2025		2024	
		\$'000	\$'000	\$'000	\$'000
Income					
Net capital gains/(losses)	3		1,324		5,173
Revenue	5	403		145	
Expenses	6	(184)		(61)	
Interest payable and similar charges		0		0	
Net revenue/(expense) before taxation		219		84	
Taxation	7	(44)		(17)	
Net revenue/(expense) after taxation			175		67
Total return before distributions			1,499		5,240
Distributions	8		(178)		(67)
Change in net assets attributable to shareholders from investment activities			1,321		5,173

Statement of change in net assets attributable to shareholders

for the for the year/period to 31 March	2025		2024	
	\$'000	\$'000	\$'000	\$'000
Opening net assets attributable to shareholders		30,679		0
Amounts received on issue of shares	4,550		25,410	
Amounts paid on cancellation of shares	(1,387)		0	
		3,163		25,410
Dilution adjustments		1		30
Change in net assets attributable to shareholders from investment activities (see above)		1,321		5,173
Retained distributions on Accumulation shares		177		66
Closing net assets attributable to shareholders		35,341		30,679

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 \$'000	2024 \$'000
Assets			
Fixed assets			
Investments		33,915	29,628
Current assets			
Debtors	9	119	61
Cash and bank balances	10	83	90
Cash equivalents		1,290	905
Total assets		35,407	30,684
Liabilities			
Creditors			
Distribution payable		(5)	(1)
Other creditors	11	(61)	(4)
Total liabilities		(66)	(5)
Net assets attributable to shareholders		35,341	30,679

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year/period to 31 March	2025 \$'000	2024 \$'000
Non-derivative securities	1,310	5,084
Currency gains/(losses)	14	89
Net capital gains/(losses)	1,324	5,173

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year/period to 31 March	2025 \$'000	% of transaction	2024 \$'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	11,633		26,848	
Commissions	3	0.02	5	0.02
Taxes	6	0.05	6	0.02
Total purchases after transaction costs	11,642		26,859	
b) Sales				
Equities				
Equities before transaction costs	8,668		2,314	
Commissions	(2)	0.02	0	0.02
Taxes	(1)	0.01	0	0.01
Total sales after transaction costs	8,665		2,314	
	2025 \$'000	% of average NAV	2024 \$'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	5	0.01	5	0.04
Taxes paid				
Equities	7	0.02	6	0.05
Total direct portfolio transaction costs	12	0.03	11	0.09
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.04		0.08

5 Revenue

for the year/period to 31 March	2025 \$'000	2024 \$'000
Bank interest	1	1
Dividends from equity investments: non-taxable	341	130
Interest distributions	60	14
Rebate of ongoing charges from underlying funds	1	0
Total revenue	403	145

Financial statements and notes

6 Expenses

for the year/period to 31 March	2025 \$'000	2024 \$'000
Payable to the ACD or associate		
Annual charge	184	61
Total expenses	184	61

Audit fees for the financial year ending 2025 were £12,000 (2024: £10,000) (including VAT), which are covered by the annual charge.

7 Taxation

for the year/period to 31 March	2025 \$'000	2024 \$'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	44	17
Deferred tax (note 7c)	0	0
Total taxation	44	17
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	219	84
Corporation tax at 20%	44	17
Effects of:		
Revenue: non-taxable	(68)	(26)
Current year expenses not utilised	24	9
Withholding tax	44	17
Total tax charge (note 7a)	44	17
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset of \$33,000 (2024: \$9,000) arising as a result of having excess management expenses. We do not expect this asset to be utilised in the foreseeable future.

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year/period to 31 March	2025		2024	
	Inc	Acc	Inc	Acc
	\$'000	\$'000	\$'000	\$'000
Ordinary distributions				
Final	5	177	1	66
Total net distributions		182		67
Income deducted on cancellation of shares		2		0
Income received on issue of shares		(6)		0
Distributions		178		67
Net revenue/(expense) per statement of total return		175		67
Expenses offset against capital		3		0
Distributions		178		67

9 Debtors

as at 31 March	2025	2024
	\$'000	\$'000
Amounts receivable on issues of shares	40	25
Currency deals outstanding	53	0
Distributions receivable	4	4
Dividends receivable	20	30
Withholding tax recoverable	2	2
Total debtors	119	61

10 Cash and bank balances

as at 31 March	2025	2024
	\$'000	\$'000
Cash held as bank balances	83	90
Total cash and bank balances	83	90

11 Other creditors

as at 31 March	2025	2024
	\$'000	\$'000
Annual charge payable	8	4
Currency deals outstanding	53	0
Total other creditors	61	4

Financial statements and notes

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	20,030	69,315	(12,030)	0	77,315
Class 'A' Accumulation	83,508	74,955	(39,046)	0	119,417
Class 'I' Income	20,010	285,661	(125,314)	0	180,357
Class 'I' Accumulation	484,147	1,078,152	(72,196)	0	1,490,103
Class 'L' Income	20,000	0	(12,000)	0	8,000
Class 'L' Accumulation	20,005,000	0	(5,000)	0	20,000,000
Class 'R' Income	28,908	35,081	(9,089)	0	54,900
Class 'R' Accumulation	168,129	1,304,070	(590,795)	0	881,404

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.10
Class 'I'	0.70
Class 'L'	0.50
Class 'R'	0.95

Financial statements and notes

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

Amounts paid to M&G Securities Limited in respect of rebate arrangements for the annual charge are disclosed in notes 3 and 5. Amounts due at the year end from the ACD, and/or associate, in respect of these rebates are disclosed in note 9.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 87.85% (2024: 96.02%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025 \$'000	Liabilities 2025 \$'000	Assets 2024 \$'000	Liabilities 2024 \$'000
Basis of valuation				
Level 1	33,915	0	29,628	0
Level 2	0	0	0	0
Level 3	0	0	0	0
	33,915	0	29,628	0

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by £1,696,000 (2024: £1,481,000). A five per cent decrease would have an equal and opposite effect.

Financial statements and notes

19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by \$347,000 (2024: \$350,000). A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 \$'000	2024 \$'000
Currency exposure		
Danish krone	226	475
Euro	2,130	1,264
Hong Kong dollar	913	187
Japanese yen	386	2,253
South Korean won	547	1,059
Sterling	1,817	950
Swedish krona	289	265
Taiwan dollar	633	537
US dollar	28,400	23,689
Total	35,341	30,679

20 Dividend distribution tables

This fund pays annual ordinary distributions and the following table sets out the distribution period.

Annual distribution period

	Start	End	Xd	Payment
Final	01.04.24	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.5712	0.6755	1.2467	0.4927

Financial statements and notes

Sterling Class 'A' Accumulation shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.0000	0.0000	0.0000	0.0000

Sterling Class 'I' Income shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.8722	0.3914	1.2636	0.4932

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.1731	0.2290	0.4021	0.1654

Sterling Class 'L' Income shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.9085	0.3437	1.2522	0.4934

Sterling Class 'L' Accumulation shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.6512	0.0000	0.6512	0.2592

Sterling Class 'R' Income shares

Ordinary distributions for the year/period to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.5840	0.6702	1.2542	0.4958

Financial statements and notes

Sterling Class 'R' Accumulation shares

Ordinary distributions for the year/period to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Final	0.0380	0.0527	0.0907	0.0479

21 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

The M&G Global Enhanced Equity Premia Fund closed on 8 August 2023. As at the date of publication of this report, no termination date has been set for the fund. The investment objective, investment policy, investment approach, benchmark, risk profile and investment review have not been disclosed.

Portfolio statement

Investments

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities	0	0.00	0.00
Russia^a	0	0.00	0.00
8,190,600 Inter RAO UES PJSC	0	0.00	
14,647 PhosAgro PJSC	0	0.00	
10,559 Severstal PAO	0	0.00	
Total portfolio	0	0.00	0.00
Net other assets/(liabilities)	0	0.00	0.00
Net assets attributable to shareholders	0	0.00	0.00

All securities are on an official stock exchange listing except where referenced.

^a M&G's Valuation Sub Committee are valuing these securities at £nil until further notice.

Portfolio statement

Top portfolio transactions for the year to 31 March 2025

Purchases	\$'000
Total purchases	0

Sales	\$'000
PhosAgro PJSC	3
PhosAgro PJSC GDR	0
Total sales	3

Financial highlights

The M&G Global Enhanced Equity Premia Fund closed on 8 August 2023. As at the date of publication of this report, no termination date has been set for the fund. The fund performance, long-term performance by share class and comparative tables have not been disclosed.

Financial statements and notes

Financial statements

Statement of total return

for the year to 31 March		2025		2024	
	Note	\$'000	\$'000	\$'000	\$'000
Income					
Net capital gains/(losses)	2		(3)		3,241
Revenue	4	0		1,161	
Expenses	5	0		0	
Interest payable and similar charges		0		0	
Net revenue/(expense) before taxation		0		1,161	
Taxation	6	(4)		(114)	
Net revenue/(expense) after taxation			(4)		1,047
Total return before equalisation			(7)		4,288
Equalisation	7		0		(866)
Change in net assets attributable to shareholders from investment activities			(7)		3,422

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		\$'000	\$'000	\$'000	\$'000
Opening net assets attributable to shareholders			0		57,304
Amount due to investors		(3)		0	
Movement in amounts since closure due from/(to) M&G Securities Limited		10		0	
Amounts paid on cancellation of shares		0		(60,786)	
			7		(60,786)
Dilution adjustments			0		60
Change in net assets attributable to shareholders from investment activities (see above)			(7)		3,422
Closing net assets attributable to shareholders			0		0

The fund closed on 8 August 2023.

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 \$'000	2024 \$'000
Assets			
Current assets			
Investments		0	0
Debtors	8	15	52
Cash and bank balances	9	153	126
Total assets		168	178
Liabilities			
Creditors			
Other creditors	10	(168)	(178)
Total liabilities		(168)	(178)
Net assets attributable to shareholders		0	0

The fund closed on 8 August 2023.

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Net capital gains/(losses)

for the year to 31 March	2025 \$'000	2024 \$'000
Non-derivative securities	3	3,241
Currency gains/(losses)	(6)	0
Net capital gains/(losses)	(3)	3,241

Financial statements and notes

3 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 \$'000	% of transaction	2024 \$'000	% of transaction
a) Purchases				
Equities before transaction costs	0		31	
Total purchases after transaction costs	0		31	
b) Sales				
Equities				
Equities before transaction costs	3		60,193	
Commissions	0	0.00	(12)	0.02
Taxes	0	0.00	(11)	0.02
Total sales after transaction costs	3		60,170	
	2025 \$'000	% of average NAV	2024 \$'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	0	0.00	12	0.02
Taxes paid				
Equities	0	0.00	11	0.02
Total direct portfolio transaction costs	0	0.00	23	0.04
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.00		0.00

4 Revenue

for the year to 31 March	2025 \$'000	2024 \$'000
Bank interest	0	5
Dividends from equity investments: non-taxable	0	1,129
Dividends from equity investments: taxable	0	6
Interest distributions	0	10
Property distribution: taxable	0	11
Total revenue	0	1,161

Financial statements and notes

5 Expenses

for the year to 31 March	2025 \$'000	2024 \$'000
Total expenses	0	0

Audit fees for the financial year ending 2025 were £6,000 (2024: £7,000) (including VAT), which are covered by M&G.

6 Taxation

for the year to 31 March	2025 \$'000	2024 \$'000
a) Analysis of charge in the year		
Corporation tax	0	5
Withholding tax	4	111
Double taxation relief	0	(2)
Deferred tax (note 6c)	0	0
Total taxation	4	114
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	0	1,161
Corporation tax at 20%	0	232
Effects of:		
Revenue: non-taxable	0	(227)
Double taxation relief	0	(2)
Withholding tax	4	111
Total tax charge (note 6a)	4	114
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 6a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset in the current financial year (2024: same).

Financial statements and notes

7 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025	2024
	Inc \$'000	Acc \$'000
Dividend distributions		
Final	n/a	n/a
Total net distributions	0	0
Income deducted on cancellation of shares	0	866
Equalisation	0	866
Net revenue/(expense) per statement of total return	(4)	1,047
Income deficit transferred to capital	4	(181)
Equalisation	0	866

8 Debtors

as at 31 March	2025 \$'000	2024 \$'000
Bank interest receivable	0	2
Dividends receivable	0	8
Withholding tax recoverable	15	42
Total debtors	15	52

9 Cash and bank balances

as at 31 March	2025 \$'000	2024 \$'000
Cash held as bank balances	153	126
Total cash and bank balances	153	126

10 Other creditors

as at 31 March	2025 \$'000	2024 \$'000
Corporation tax payable	0	3
Due to M&G Securities Limited	168	175
Total other creditors	168	178

11 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

12 Shares in issue

As the fund closed on 8 August 2023, there were no outstanding shares as at 31 March 2025 (2024: same).

Financial statements and notes

13 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17 are no longer applicable to this fund as it closed on 8 August 2023.

14 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by \$5,000 (2024: \$0). A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 \$'000	2024 \$'000
Currency exposure		
Australian dollar	8	8
Chinese yuan	3	10
Danish krone	3	6
Euro	36	36
Hong Kong dollar	6	6
Japanese yen	21	21
Sterling	32	34
US dollar	(109)	(121)
Total	0	0

15 Dividend distribution tables

The fund closed on 8 August 2023 therefore no distributions were made with respect to the years ended 31 March 2024 and 31 March 2025.

16 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

Investment objective

The fund 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 ACWI Index over any five-year period and;
- Deliver an income stream that increases every year in sterling terms.

Investment policy

The fund invests at least 80% of its net asset value in publicly-listed equity securities issued by infrastructure companies, investment trusts and real estate investment trusts across any market capitalisation that are domiciled in any country. The minimum 80% allocation may include ordinary shares, preference shares and convertible bonds (the fund may hold up to a maximum of 20% in convertibles bonds). Infrastructure companies include those involved in the following business activities: utilities, energy, transport, health, education, security, communications and transactions. The fund is expected to exhibit lower volatility and offer a higher dividend yield than the MSCI ACWI Index which is consistent with the characteristics of infrastructure securities. The fund usually holds fewer than 50 companies.

The fund manager seeks to invest in companies with excellent capital discipline and the potential for long-term dividend growth. The fund manager believes rising dividends create upward pressure on the value of shares.

The fund does not pursue an ESG outcome. As part of the investment selection process, the fund manager systematically integrates ESG Factors into the research and investment process as part of assessing sustainability risks. These are risks which, if they occur, could affect the share price or dividend, and as such,

integrating ESG Factors into the investment process is relevant to the pursuit of the investment objective. The fund also uses screens to exclude certain investments as set out in the Prospectus. This should help mitigate some sustainability risks, although as noted above, the fund does not pursue an ESG outcome.

The fund may also invest in collective investment schemes, other transferable securities, cash, near cash, other money market securities and warrants. Derivatives may be used for hedging and efficient portfolio management.

Investment approach

The fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies. Dividend yield is not the primary consideration for stock selection.

The fund manager aims to create a portfolio with exposure to a broad range of countries and sectors. Stocks with different drivers of dividend growth are selected to construct a portfolio that has the potential to cope in a variety of market conditions.

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.

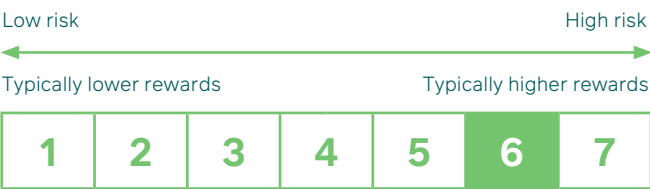
For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

Authorised Corporate Director’s Report

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class ‘A’ shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 31 March 2025

Performance against objective

Between 1 April 2024 (the start of the review period) and 31 March 2025, the M&G Global Listed Infrastructure fund posted positive total returns (the combination of income and growth of capital) across all its share classes. During this period, the fund, except for Sterling Classes ‘I-H’ and ‘PP-H’ shares, underperformed its benchmark MSCI ACWI Index, which returned 5.3% in sterling. The fund’s Sterling Class ‘I’ share returned 3.1% over the same period.

Over the five-year period, the fund delivered positive total returns, albeit behind the MSCI ACWI Index, which returned 14.8% pa in sterling. Distributions increased in each financial year except for the year ended 31 March 2022 and 31 March 2025 when the distribution was lower than the previous year. Therefore, the fund did not meet its objective of outperforming the MSCI ACWI

Index over any five-year period and delivering an income stream that increases every year in sterling terms.

For the performance of each share class, please refer to the ‘Long-term performance by share class’ table in the ‘Financial highlights’ section of this report.

Performance review

Global equity markets experienced a substantial rally, fuelled by central bank actions and political developments. Equities appreciated as central banks began easing their monetary policy in response to improving inflation, with Trump’s US presidential victory further accelerating their rise. However, geopolitical uncertainties, including trade tensions and tariff threats, introduced volatility. The US Federal Reserve’s hawkish guidance on future interest rate cuts also unsettled markets. In the subsequent months, momentum waned as US equities declined due to economic uncertainty, global geopolitical risks, and federal layoffs. International trade confrontations, economic data, and tariff fatigue further dampened sentiment.

Initially, the ‘Magnificent Seven’ US technology stocks led the market, with the rest of the market struggling in their wake. However, in January 2025, US tech stocks fell after Chinese artificial intelligence (AI) start-up DeepSeek released a competitive AI model, causing an aggressive sell-off. Volatility continued into February and March, with big tech stocks posting their worst monthly performance since December 2022.

The sectors most sensitive to changes in interest rates performed the best in the MSCI ACWI Index during the review period; financials led followed by utilities and communications services. Conversely, materials and healthcare were the top underperformers.

Against this backdrop, the fund underperformed the MSCI ACWI Index, due to the fund’s inherent below benchmark allocations in the financial and communication service sectors which performed well over the period. Our above benchmark allocation to the energy sector also detracted from relative performance, which was offset by gains in stock selection.

Authorised Corporate Director's Report

Conversely, our above benchmark exposure to utilities contributed. The fund also benefited from not owning stocks in healthcare and information technology.

At the stock level, XPLR Infrastructure (formerly NextEra Energy Partners) was the biggest drag on the fund's relative performance. Shares of the renewable energy provider tumbled after the company suspended the dividend. Alexandria Real Estate also came under pressure as the market continued to worry about a supply-demand imbalance in life sciences facilities. AES weighed on performance as the market appetite for renewable-focused power generators remained subdued, while our lack of exposure to Apple and NVIDIA proved detrimental. Railroad operator CSX was another detractor, as the company reacted to the fears of a tariff-related reduction in US economic growth and related goods movements.

Conversely, the fund benefited from holding mineral royalty company Franco-Nevada as the company continued its powerful run as gold and copper prices extended their gains. Avoiding Microsoft was beneficial. US utility Exelon was a boost, as the company reported strong results, setting the stage for a rally with its data centre backlog increasing by 5 gigawatts (GWs). The company also raised its dividend by 5%. Enbridge in energy infrastructure was another key contributor as momentum in the pipeline infrastructure space continued. Europe-exposed stock Enel performed well on the back of fiscal expansion plans.

Investment activities

The fund took advantage of, what we perceive to be, attractive entry points for infrastructure businesses with a focus on generating reliable and increasing cashflows in the period. Still, it mainly pursues a low turnover, buy-and-hold strategy.

We recently entered into a position in Power Grid Corporation, India's largest inter-state and inter-regional power transmission utility. We believe it is set to benefit from sharp pick-up in transmission capex over the next several years and from India's significant electricity demand growth. We participated in the IPO (initial public offering) of Tokyo Metro, a world-class

asset in our view in October. We also initiated a position in Japanese integrated logistics service provider Kamigumi.

During the year, we exited XPLR Infrastructure, due to the suspension of its dividend. We also sold off our position in Chinese company Xinyi Energy.

Additionally, we acquired South Bow via a spin-out from TC Energy in October 2024, but fully divested it in February 2025 due to concerns about dividend growth. We also added to AES which had been impacted by the new US administration stance on renewables in the first quarter of 2025.

The structural thematic of reshoring and general electrification of the economy are powerful enough to mean our economic and digital infrastructure companies are, in our view, well positioned to capitalise on this opportunity.

Outlook

After a few challenging years versus a very strong global equity market, with highly concentrated tech leadership, the more defensive nature of the fund is driving relative returns. As with previous periods of market volatility and drawdowns, the reliable nature of infrastructure-related cash flows are proving their worth in capital preservation. Stubbornly high inflation and yields remain a headwind but offsetting that is the reduced level of macro sensitivity of the portfolio, which in our view, is proving resilient in the face of stalling growth expectations and the risk-off environment. Despite higher bond yields and financing costs, the vast majority of companies in the portfolio have been able to raise dividends and continue to provide an above-inflation stream of income.

We believe the unique structure of our strategy has, over time, provided rewarding diversification and helped smooth returns given the broad array of infrastructure assets in our investible universe. We continue to believe that our unique and differentiated approach enables greater orientation to evolving infrastructure businesses.

Authorised Corporate Director's Report

As sector leadership shifts, the fund remains committed to its differentiated strategy, aiming to deliver superior total returns and consistent dividend growth.

We continue to believe that our holdings can collectively sustain dividend growth in the core 5-10% range over the long term and that the fund is well-placed to deliver on its objective of providing a rising income stream.

Alex Araujo

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Investments

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Equities	428,258	99.03	99.13
United Kingdom	45,988	10.63	12.49
13,902,071 Hicl Infrastructure PLC	15,404	3.56	
12,860,721 Home REIT PLC ^a	1,826	0.42	
1,320,127 National Grid PLC	13,313	3.08	
4,951,079 Sdcl Energy Efficiency Income Trust PLC	2,369	0.55	
933,317 Segro PLC	6,436	1.49	
820,204 UNITE Group PLC	6,640	1.53	
Belgium	9,288	2.15	1.46
129,591 Elia Group SA	8,773	2.03	
129,591 Elia Group SA Rights 03/04/2025	515	0.12	
France	17,119	3.96	4.86
638,730 Getlink SE	8,557	1.98	
88,081 Vinci SA	8,562	1.98	
Germany	9,000	2.08	1.98
780,702 E.ON SE	9,000	2.08	
Guernsey	15,320	3.54	3.43
13,926,916 International Public Partnerships Ltd.	15,320	3.54	
Italy	30,672	7.09	6.43
3,470,900 A2A SpA	6,473	1.50	
1,748,373 Enel SpA	10,993	2.54	
1,614,730 Infrastrutture Wireless Italiane SpA	13,206	3.05	
Spain	6,392	1.48	1.93
186,251 Ferrovial SE	6,392	1.48	
Switzerland	6,343	1.47	1.47
34,555 Flughafen Zurich AG	6,343	1.47	
United States	190,625	44.08	43.29
1,710,654 AES Corp.	16,288	3.77	
195,718 Alexandria Real Estate Equities, Inc.	14,489	3.35	
105,360 American Tower Corp.	17,584	4.07	
79,115 American Water Works Co., Inc.	8,943	2.07	
37,636 Atmos Energy Corp.	4,430	1.02	
21,319 CME Group, Inc.	4,332	1.00	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Equities (continued)			
United States (continued)			
187,174 Crown Castle, Inc.	15,038	3.48	
375,709 CSX Corp.	8,432	1.95	
345,834 Edison International	15,500	3.58	
27,576 Equinix, Inc.	17,011	3.93	
273,611 Eversource Energy	12,966	3.00	
384,132 Exelon Corp.	13,386	3.10	
10,164 Mastercard, Inc.	4,227	0.98	
200,287 NextEra Energy, Inc.	10,936	2.53	
110,051 ONEOK, Inc.	8,324	1.92	
22,903 Republic Services, Inc.	4,202	0.97	
191,657 Sempra	10,291	2.38	
16,188 Visa, Inc.	4,246	0.98	
Canada	73,643	17.03	18.41
317,027 Enbridge, Inc.	10,824	2.50	
142,551 Franco-Nevada Corp.	16,972	3.93	
968,149 Gibson Energy, Inc.	11,804	2.73	
443,865 Keyera Corp.	10,571	2.44	
913,143 PrairieSky Royalty Ltd.	12,745	2.95	
289,774 TC Energy Corp.	10,727	2.48	
Japan	10,087	2.33	0.00
474,200 Kamigumi Co. Ltd.	8,577	1.98	
160,660 Tokyo Metro Co. Ltd.	1,510	0.35	
Australia	8,740	2.02	3.02
1,352,116 Transurban Group	8,740	2.02	
China	0	0.00	0.36
India	5,041	1.17	0.00
1,922,089 Power Grid Corp. of India Ltd.	5,041	1.17	
Portfolio of investments	428,258	99.03	99.13
Share class hedging	31	0.01	0.00
Forward currency contracts for share class hedging	31	0.01	0.00
AU\$6,593 Bought for £3,210 (expires 09.04.25)	0	0.00	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Share class hedging (continued)			
Forward currency contracts for share class hedging (continued)			
CA\$11,862 Bought for £6,442 (expires 09.04.25)	0	0.00	
€35,428 Bought for £29,501 (expires 09.04.25)	0	0.00	
¥1,177,658 Bought for £6,192 (expires 09.04.25)	0	0.00	
CHF2,868 Bought for £2,529 (expires 09.04.25)	0	0.00	
US\$88,677 Bought for £68,636 (expires 09.04.25)	0	0.00	
AU\$(141,901) Sold for £69,634 (expires 09.04.25)	1	0.00	
CA\$(894,738) Sold for £488,848 (expires 09.04.25)	7	0.00	
DKK(4,073) Sold for £452 (expires 09.04.25)	0	0.00	
€(696,247) Sold for £576,789 (expires 09.04.25)	(6)	0.00	
INR(4,046,281) Sold for £36,035 (expires 11.04.25)	(1)	0.00	
¥(15,902,465) Sold for £83,105 (expires 09.04.25)	1	0.00	
CHF(57,259) Sold for £50,291 (expires 09.04.25)	0	0.00	
US\$(2,043,433) Sold for £1,607,961 (expires 09.04.25)	29	0.01	
Total portfolio	428,289	99.04	99.13
Net other assets/(liabilities)	4,166	0.96	0.87
Net assets attributable to shareholders	432,455	100.00	100.00

All securities are on an official stock exchange listing except where referenced.

^a Suspended/delisted.

Portfolio statement

Top ten portfolio transactions for the year to 31 March 2025

Largest purchases	£'000
AES Corp.	18,208
Franco-Nevada Corp.	11,305
Edison International	10,381
American Tower Corp.	9,715
Kamigumi Co. Ltd.	9,660
Alexandria Real Estate Equities, Inc.	9,647
Equinix, Inc.	8,597
Crown Castle, Inc.	7,573
PrairieSky Royalty Ltd.	7,509
National Grid PLC	7,237
Other purchases	111,455
Total purchases	211,287

Largest sales	£'000
Franco-Nevada Corp.	16,937
TC Energy Corp.	14,912
AES Corp.	14,867
Segro PLC	12,625
Crown Castle, Inc.	11,993
Alexandria Real Estate Equities, Inc.	10,158
Enel SpA	9,870
XPLR Infrastructure LP	9,530
Vinci SA	9,508
PrairieSky Royalty Ltd.	9,188
Other sales	160,454
Total sales	280,042

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	+2.7	-0.4	+8.2	n/a
Class 'A' Accumulation	+2.7	-0.4	+8.2	n/a
Class 'I' Income	+3.1	+0.0	+8.6	n/a
Class 'I' Accumulation	+3.1	+0.0	+8.6	n/a
Class 'I-H' Income	+5.9	+0.0	+8.9	n/a
Class 'I-H' Accumulation	+6.3	+0.2	+9.1	n/a
Class 'L' Income	+3.3	+0.2	+8.8	n/a
Class 'L' Accumulation	+3.3	+0.2	+8.8	n/a
Class 'PP' Income	+3.2	+0.1	+8.7	n/a
Class 'PP' Accumulation	+3.2	+0.1	+8.7	n/a
Class 'PP-H' Income	+6.4	+0.1	+9.0	n/a
Class 'PP-H' Accumulation	+6.4	+0.2	+9.0	n/a
Benchmark	+5.3	+8.1	+14.8	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 5 October 2017.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	126.85	130.71	139.88
Return before operating charges*	3.49	2.75	(2.86)
Operating charges	(1.41)	(1.85)	(1.82)
Return after operating charges*	2.08	0.90	(4.68)
Distributions	(4.68)	(4.76)	(4.49)
Closing NAV	124.25	126.85	130.71
*after direct transaction cost of	0.08	0.11	0.15
Performance			
Return after charges (%)	1.64	0.69	(3.35)
Other information			
Closing NAV (£'000)	799	948	1,063
Number of shares	643,263	747,716	813,556
Operating charges (%)	1.10	1.48	1.33
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	133.62	135.50	145.89
Lowest share price (UK p)	120.19	112.97	124.04

Sterling Class 'A' Accumulation shares

The share class was launched on 5 October 2017.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	157.16	155.97	161.35
Return before operating charges*	4.37	3.42	(3.25)
Operating charges	(1.77)	(2.23)	(2.13)
Return after operating charges*	2.60	1.19	(5.38)
Distributions	(4.17)	(4.09)	(3.63)
Retained distributions	4.17	4.09	3.63
Closing NAV	159.76	157.16	155.97
*after direct transaction cost of	0.10	0.13	0.18
Performance			
Return after charges (%)	1.65	0.76	(3.33)
Other information			
Closing NAV (£'000)	1,887	2,440	2,027
Number of shares	1,181,162	1,552,252	1,299,273
Operating charges (%)	1.10	1.48	1.33
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	169.05	161.66	170.18
Lowest share price (UK p)	149.55	137.70	145.93

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 5 October 2017.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	129.37	132.78	141.56
Return before operating charges*	3.53	2.80	(2.88)
Operating charges	(0.91)	(1.37)	(1.30)
Return after operating charges*	2.62	1.43	(4.18)
Distributions	(4.78)	(4.84)	(4.60)
Closing NAV	127.21	129.37	132.78
*after direct transaction cost of	0.08	0.11	0.16
Performance			
Return after charges (%)	2.03	1.08	(2.95)
Other information			
Closing NAV (£'000)	47,639	52,204	57,287
Number of shares	37,448,902	40,353,691	43,143,202
Operating charges (%)	0.70	1.08	0.93
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	136.54	137.66	147.87
Lowest share price (UK p)	123.04	115.00	125.81

Sterling Class 'I' Accumulation shares

The share class was launched on 5 October 2017.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	160.35	158.50	163.30
Return before operating charges*	4.41	3.51	(3.29)
Operating charges	(1.15)	(1.66)	(1.51)
Return after operating charges*	3.26	1.85	(4.80)
Distributions	(4.87)	(4.78)	(4.17)
Retained distributions	4.87	4.78	4.17
Closing NAV	163.61	160.35	158.50
*after direct transaction cost of	0.10	0.13	0.18
Performance			
Return after charges (%)	2.03	1.17	(2.94)
Other information			
Closing NAV (£'000)	224,270	290,477	334,129
Number of shares	137,079,226	181,157,083	210,811,371
Operating charges (%)	0.70	1.08	0.93
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	172.86	164.31	172.49
Lowest share price (UK p)	152.61	140.22	148.00

Financial highlights

Sterling Class 'I-H' Income shares

The share class was launched on 24 January 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	96.98	97.93	109.00
Return before operating charges*	5.37	3.70	(6.81)
Operating charges	(0.72)	(1.05)	(0.98)
Return after operating charges*	4.65	2.65	(7.79)
Distributions	(3.63)	(3.60)	(3.28)
Closing NAV	98.00	96.98	97.93
*after direct transaction cost of	0.06	0.08	0.11
Performance			
Return after charges (%)	4.79	2.71	(7.15)
Other information			
Closing NAV (£'000)	297	4,558	3,132
Number of shares	302,804	4,700,289	3,198,036
Operating charges (%)	0.73	1.11	0.96
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	105.52	102.21	110.25
Lowest share price (UK p)	91.80	84.15	88.06

Sterling Class 'I-H' Accumulation shares

The share class was launched on 24 January 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	112.08	108.62	117.06
Return before operating charges*	6.76	4.64	(7.40)
Operating charges	(0.85)	(1.18)	(1.04)
Return after operating charges*	5.91	3.46	(8.44)
Distributions	(3.45)	(3.27)	(2.84)
Retained distributions	3.45	3.27	2.84
Closing NAV	117.99	112.08	108.62
*after direct transaction cost of	0.07	0.09	0.12
Performance			
Return after charges (%)	5.27	3.19	(7.21)
Other information			
Closing NAV (£'000)	1,158	1,667	8,460
Number of shares	981,603	1,487,252	7,789,069
Operating charges (%)	0.73	1.11	0.96
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	123.87	113.34	118.40
Lowest share price (UK p)	106.10	95.23	96.37

Financial highlights

Sterling Class 'L' Income shares

The share class was launched on 5 October 2017.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	131.22	134.42	143.08
Return before operating charges*	3.56	2.83	(2.93)
Operating charges	(0.66)	(1.13)	(1.03)
Return after operating charges*	2.90	1.70	(3.96)
Distributions	(4.84)	(4.90)	(4.70)
Closing NAV	129.28	131.22	134.42
*after direct transaction cost of	0.08	0.11	0.16
Performance			
Return after charges (%)	2.21	1.26	(2.77)
Other information			
Closing NAV (£'000)	12,558	9,718	9,446
Number of shares	9,713,565	7,405,840	7,027,388
Operating charges (%)	0.50	0.88	0.73
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	138.62	139.38	149.57
Lowest share price (UK p)	124.90	116.54	127.30

Sterling Class 'L' Accumulation shares

The share class was launched on 5 October 2017.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	162.68	160.49	165.04
Return before operating charges*	4.47	3.57	(3.35)
Operating charges	(0.83)	(1.38)	(1.20)
Return after operating charges*	3.64	2.19	(4.55)
Distributions	(5.27)	(5.16)	(4.67)
Retained distributions	5.27	5.16	4.67
Closing NAV	166.32	162.68	160.49
*after direct transaction cost of	0.10	0.13	0.19
Performance			
Return after charges (%)	2.24	1.36	(2.76)
Other information			
Closing NAV (£'000)	36,285	36,140	47,249
Number of shares	21,816,919	22,215,646	29,441,190
Operating charges (%)	0.50	0.88	0.73
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	175.57	166.39	174.46
Lowest share price (UK p)	154.85	142.13	149.74

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 5 August 2019.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	107.29	110.02	117.07
Return before operating charges*	2.92	2.32	(2.38)
Operating charges	(0.65)	(1.04)	(0.96)
Return after operating charges*	2.27	1.28	(3.34)
Distributions	(3.96)	(4.01)	(3.71)
Closing NAV	105.60	107.29	110.02
*after direct transaction cost of	0.06	0.09	0.13
Performance			
Return after charges (%)	2.12	1.16	(2.85)
Other information			
Closing NAV (£'000)	30,907	25,530	42,280
Number of shares	29,268,096	23,794,638	38,430,271
Operating charges (%)	0.60	0.98	0.83
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	113.29	114.07	122.34
Lowest share price (UK p)	102.12	95.33	104.10

Sterling Class 'PP' Accumulation shares

The share class was launched on 8 April 2019.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	141.46	139.69	143.76
Return before operating charges*	3.83	3.10	(2.89)
Operating charges	(0.87)	(1.33)	(1.18)
Return after operating charges*	2.96	1.77	(4.07)
Distributions	(4.39)	(4.35)	(3.74)
Retained distributions	4.39	4.35	3.74
Closing NAV	144.42	141.46	139.69
*after direct transaction cost of	0.09	0.12	0.16
Performance			
Return after charges (%)	2.09	1.27	(2.83)
Other information			
Closing NAV (£'000)	74,866	80,231	88,518
Number of shares	51,838,187	56,716,734	63,368,854
Operating charges (%)	0.60	0.98	0.83
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	152.58	144.81	151.91
Lowest share price (UK p)	134.64	123.65	130.36

Financial highlights

Sterling Class 'PP-H' Income shares

The share class was launched on 24 January 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	96.78	97.66	108.90
Return before operating charges*	5.70	3.66	(7.11)
Operating charges	(0.62)	(0.95)	(0.87)
Return after operating charges*	5.08	2.71	(7.98)
Distributions	(3.64)	(3.59)	(3.26)
Closing NAV	98.22	96.78	97.66
*after direct transaction cost of	0.06	0.08	0.11
Performance			
Return after charges (%)	5.25	2.77	(7.33)
Other information			
Closing NAV (£'000)	32	42	42
Number of shares	33,143	43,180	43,180
Operating charges (%)	0.63	1.01	0.86
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	105.33	101.95	110.17
Lowest share price (UK p)	91.61	83.92	87.95

Sterling Class 'PP-H' Accumulation shares

The share class was launched on 24 January 2020.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	111.56	108.43	116.52
Return before operating charges*	6.57	4.20	(7.15)
Operating charges	(0.73)	(1.07)	(0.94)
Return after operating charges*	5.84	3.13	(8.09)
Distributions	(3.47)	(3.37)	(2.83)
Retained distributions	3.47	3.37	2.83
Closing NAV	117.40	111.56	108.43
*after direct transaction cost of	0.07	0.09	0.12
Performance			
Return after charges (%)	5.23	2.89	(6.94)
Other information			
Closing NAV (£'000)	1,757	1,585	1,464
Number of shares	1,496,607	1,420,610	1,349,726
Operating charges (%)	0.63	1.01	0.86
Direct transaction costs (%)	0.06	0.09	0.11
Prices			
Highest share price (UK p)	123.29	113.17	117.86
Lowest share price (UK p)	105.61	95.25	96.09

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Statement of total return

for the year to 31 March		2025		2024	
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	3		(3,049)		(15,810)
Revenue	5	19,177		22,961	
Expenses	6	(3,111)		(3,611)	
Interest payable and similar charges		0		(5)	
Net revenue/(expense) before taxation		16,066		19,345	
Taxation	7	(1,804)		(2,297)	
Net revenue/(expense) after taxation			14,262		17,048
Total return before distributions			11,213		1,238
Distributions	8		(14,874)		(17,727)
Change in net assets attributable to shareholders from investment activities			(3,661)		(16,489)

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			505,540		595,097
Amounts received on issue of shares		85,535		86,679	
Amounts paid on cancellation of shares		(166,266)		(173,778)	
			(80,731)		(87,099)
Dilution adjustments			125		274
Change in net assets attributable to shareholders from investment activities (see above)			(3,661)		(16,489)
Retained distributions on Accumulation shares			11,182		13,757
Closing net assets attributable to shareholders			432,455		505,540

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Financial statements

Balance sheet

as at 31 March	Note	2025 £'000	2024 £'000
Assets			
Fixed assets			
Investments		428,296	501,146
Current assets			
Debtors	9	6,663	2,201
Cash and bank balances	10	481	3,426
Cash equivalents		0	1,552
Total assets		435,440	508,325
Liabilities			
Investment liabilities		(7)	(9)
Creditors			
Bank overdrafts		(644)	0
Distribution payable		(751)	(783)
Other creditors	11	(1,583)	(1,993)
Total liabilities		(2,985)	(2,785)
Net assets attributable to shareholders		432,455	505,540

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 £'000	2024 £'000
Non-derivative securities	(3,979)	(16,456)
Derivative contracts	220	273
Capital gains on US REIT	673	549
Currency gains/(losses)	37	(176)
Net capital gains/(losses)	(3,049)	(15,810)

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 £'000	% of transaction	2024 £'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	201,317		283,167	
Commissions	56	0.03	86	0.03
Taxes	109	0.05	177	0.06
Equities after transaction costs	201,482		283,430	
Collective investment schemes				
Collective investment schemes before transaction costs	9,781		16,312	
Commissions	4	0.04	8	0.05
Taxes	20	0.20	44	0.27
Collective investment schemes after transaction costs	9,805		16,364	
Total purchases after transaction costs	211,287		299,794	
b) Sales				
Equities				
Equities before transaction costs	263,669		365,768	
Commissions	(79)	0.03	(129)	0.04
Taxes	(5)	0.00	(17)	0.00
Equities after transaction costs	263,585		365,622	
Collective investment schemes				
Collective investment schemes before transaction costs	16,464		5,632	
Commissions	(7)	0.05	(3)	0.05
Collective investment schemes after transaction costs	16,457		5,629	
Total sales after transaction costs	280,042		371,251	

Financial statements and notes

	2025 £'000	% of average NAV	2024 £'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	135	0.03	215	0.04
Collective investment schemes	11	0.00	11	0.00
Total commissions paid	146	0.03	226	0.04
Taxes paid				
Equities	114	0.03	194	0.04
Collective investment schemes	20	0.00	44	0.01
Total taxes paid	134	0.03	238	0.05
Total direct portfolio transaction costs	280	0.06	464	0.09
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.20		0.14

5 Revenue

for the year to 31 March	2025 £'000	2024 £'000
Bank interest	18	18
Distributions from collective investment schemes: non-taxable	289	313
Distributions from collective investment schemes: taxable	840	715
Dividends from equity investments: non-taxable	13,747	17,684
Dividends from equity investments: taxable	1,725	682
Interest distributions	147	119
Property distribution: non-taxable	96	0
Property distribution: taxable	2,312	3,430
Rebate of ongoing charges from underlying funds	2	1
Share class hedging revenue	1	(1)
Total revenue	19,177	22,961

6 Expenses

for the year to 31 March	2025 £'000	2024 £'000
Payable to the ACD or associate		
Annual charge	3,111	3,611
Total expenses	3,111	3,611

Audit fees for the financial year ending 2025 were £12,000 (2024: £12,000) (including VAT), which are covered by the annual charge.

Financial statements and notes

7 Taxation

for the year to 31 March	2025 £'000	2024 £'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	1,777	2,276
Deferred tax (note 7c)	0	0
Tax on US REITs	27	21
Total taxation	1,804	2,297
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	16,066	19,345
Corporation tax at 20%	3,213	3,869
Effects of:		
Revenue: non-taxable	(2,826)	(3,599)
Capital income subject to taxation	36	28
Current year expenses utilised	(350)	(375)
Withholding tax	1,777	2,276
Withholding tax expensed	(73)	(84)
Tax on US REITs	27	21
Prior year adjustment to expenses not utilised	0	161
Total tax charge (note 7a)	1,804	2,297
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset of £200,000 (2024: £550,000) arising as a result of having excess management expenses and interest distributions. We do not expect this asset to be utilised in the foreseeable future.

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc	Acc	Inc	Acc
	£'000	£'000	£'000	£'000
Dividend distributions				
First interim	1,089	4,102	1,365	4,789
Second interim	906	3,064	1,011	3,415
Third interim	599	1,809	727	2,760
Final	751	2,207	783	2,793
Total net distributions		14,527		17,643
Income deducted on cancellation of shares		624		327
Income received on issue of shares		(277)		(243)
Distributions		14,874		17,727
Net revenue/(expense) per statement of total return		14,262		17,048
Expenses offset against capital		591		658
Sharing of relief between classes		(6)		0
Capital gains tax offset against capital		27		21
Distributions		14,874		17,727

9 Debtors

as at 31 March	2025	2024
	£'000	£'000
Amounts receivable on issues of shares	5,040	282
Currency deals outstanding	393	0
Distributions receivable	10	9
Dividends receivable	587	1,504
Sales awaiting settlement	436	213
Withholding tax recoverable	197	193
Total debtors	6,663	2,201

10 Cash and bank balances

as at 31 March	2025	2024
	£'000	£'000
Cash held as bank balances	481	3,426
Total cash and bank balances	481	3,426

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11 Other creditors

as at 31 March	2025 £'000	2024 £'000
Amounts payable on cancellation of shares	628	651
Annual charge payable	109	90
Currency deals outstanding	393	0
Purchases awaiting settlement	453	1,252
Total other creditors	1,583	1,993

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	747,716	54,154	(158,607)	0	643,263
Class 'A' Accumulation	1,552,252	187,950	(559,040)	0	1,181,162
Class 'I' Income	40,353,691	3,049,882	(5,954,671)	0	37,448,902
Class 'I' Accumulation	181,157,083	7,718,180	(51,796,037)	0	137,079,226
Class 'I-H' Income	4,700,289	162,979	(4,560,464)	0	302,804
Class 'I-H' Accumulation	1,487,252	233,433	(739,082)	0	981,603
Class 'L' Income	7,405,840	3,320,701	(1,012,976)	0	9,713,565
Class 'L' Accumulation	22,215,646	5,531,414	(5,930,141)	0	21,816,919
Class 'PP' Income	23,794,638	13,166,601	(7,693,143)	0	29,268,096
Class 'PP' Accumulation	56,716,734	27,761,406	(32,639,953)	0	51,838,187
Class 'PP-H' Income	43,180	0	(10,037)	0	33,143
Class 'PP-H' Accumulation	1,420,610	343,918	(267,921)	0	1,496,607

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

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14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.10
Class 'I'	0.70
Class 'I-H'	0.73
Class 'L'	0.50
Class 'PP'	0.60
Class 'PP-H'	0.63

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

Amounts paid to M&G Securities Limited in respect of rebate arrangements for the annual charge are disclosed in notes 3 and 5. Amounts due at the year end from the ACD, and/or associate, in respect of these rebates are disclosed in note 9.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 2.85% (2024: 2.43%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Financial statements and notes

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025 £'000	Liabilities 2025 £'000	Assets 2024 £'000	Liabilities 2024 £'000
Basis of valuation				
Level 1	426,432	0	499,315	0
Level 2	38	(7)	5	(9)
Level 3	1,826	0	1,826	0
	428,296	(7)	501,146	(9)

Level 3 assets comprise solely of Home REIT (2024: Home) which is held at a discount to estimated NAV.

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by £21,414,000 (2024: £25,057,000). A five per cent decrease would have an equal and opposite effect.

19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by £18,260,000 (2024: £20,810,000). A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 £'000	2024 £'000
Currency exposure		
Australian dollar	8,675	15,036
Canadian dollar	62,554	75,096
Danish krone	52	58
Euro	72,271	83,645
Hong Kong dollar	0	1,815
Indian rupee	4,885	0
Japanese yen	10,149	0
Sterling	67,259	89,325
Swiss franc	6,325	7,525
US dollar	200,285	233,040
Total	432,455	505,540

Financial statements and notes

20 Exchange rate risk for hedged share classes

This fund contains hedged share classes. These share classes operate currency hedges designed to reduce the impact of exchange rates in certain circumstances. As a result, profit and loss on the currency hedges may impact the liquidity of the overall fund. On a day to day basis this is monitored using reporting from the outsourced provider of the hedged share class service. On an ongoing basis the size of the hedged share classes is monitored to ensure that unforeseen exchange rate volatility can be adequately managed without significantly impacting all shareholders. The exposure to forward currency contracts for share class hedging at the year-end accounting date is disclosed in the portfolio statement on pages 201 to 202.

21 Dividend distribution tables

This fund pays quarterly ordinary distributions and the following table sets out the distribution periods.

Quarterly distribution periods

	Start	End	Xd	Payment
First interim	01.04.24	30.06.24	01.07.24	31.08.24
Second interim	01.07.24	30.09.24	01.10.24	30.11.24
Third interim	01.10.24	31.12.24	02.01.25	28.02.25
Final	01.01.25	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
First interim	1.2419	0.2972	1.5391	1.5371
Second interim	0.7535	0.5177	1.2712	1.1331
Third interim	0.2903	0.5652	0.8555	1.0162
Final	0.6823	0.3342	1.0165	1.0687

Financial statements and notes

Sterling Class 'A' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.1046	0.3702	1.4748	1.4029
Second interim	0.3938	0.7426	1.1364	0.9525
Third interim	0.5169	0.1144	0.6313	0.8369
Final	0.5591	0.3648	0.9239	0.9014

Sterling Class 'I' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.7530	0.8175	1.5705	1.5623
Second interim	0.8470	0.4514	1.2984	1.1530
Third interim	0.4646	0.4101	0.8747	1.0350
Final	0.5409	0.4995	1.0404	1.0896

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.0139	0.6520	1.6659	1.5858
Second interim	0.7515	0.5786	1.3301	1.1234
Third interim	0.4290	0.3848	0.8138	1.0016
Final	0.5878	0.4720	1.0598	1.0721

Sterling Class 'I-H' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.6801	0.4931	1.1732	1.1619
Second interim	0.6643	0.3410	1.0053	0.8522
Third interim	0.3171	0.3414	0.6585	0.7672
Final	0.4172	0.3795	0.7967	0.8145

Financial statements and notes

Sterling Class 'I-H' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.1044	0.0457	1.1501	1.0852
Second interim	0.6064	0.3525	0.9589	0.7637
Third interim	0.4649	0.1001	0.5650	0.6808
Final	0.4617	0.3107	0.7724	0.7397

Sterling Class 'L' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.6303	0.9631	1.5934	1.5820
Second interim	0.1729	1.1451	1.3180	1.1682
Third interim	0.5280	0.3604	0.8884	1.0492
Final	0.5689	0.4743	1.0432	1.1051

Sterling Class 'L' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.0567	0.7153	1.7720	1.6868
Second interim	0.8203	0.6161	1.4364	1.2164
Third interim	0.6522	0.2599	0.9121	1.0910
Final	0.6454	0.5037	1.1491	1.1651

Sterling Class 'PP' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.6601	0.6426	1.3027	1.2946
Second interim	0.6987	0.3786	1.0773	0.9557
Third interim	0.5288	0.1971	0.7259	0.8576
Final	0.1479	0.7077	0.8556	0.9036

Financial statements and notes

Sterling Class 'PP' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.7646	0.7406	1.5052	1.4330
Second interim	0.6506	0.5606	1.2112	1.0244
Third interim	0.6009	0.1547	0.7556	0.9160
Final	0.5581	0.3566	0.9147	0.9795

Sterling Class 'PP-H' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	1.1712	0.0000	1.1712	1.1582
Second interim	0.8295	0.1817	1.0112	0.8499
Third interim	0.6600	0.0000	0.6600	0.7652
Final	0.7988	0.0000	0.7988	0.8128

Sterling Class 'PP-H' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
First interim	0.7324	0.4417	1.1741	1.1127
Second interim	0.7463	0.2379	0.9842	0.7901
Third interim	0.3306	0.2619	0.5925	0.7063
Final	0.2056	0.5160	0.7216	0.7621

22 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director’s Report

For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

Investment objective

The fund aims to provide a higher total return (capital growth plus income), net of the ongoing charge figure, than that of the MSCI India Index over any five-year period.

Investment policy

At least 80% of the fund’s net asset value is invested in equity securities and equity-related instruments of companies that are incorporated, listed, domiciled or do most of their business in India.

The fund may also invest in other transferable securities (for example, equity securities or equity related instruments of non-Indian companies), money market instruments, cash and near cash for liquidity purposes, directly and via funds (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

Investment approach

The fund manager uses a fundamental, bottom-up approach to identify stocks that the fund manager believes are likely to outperform based on their financial characteristics and their markets.

The fund manager performs fundamental analysis on companies assessing their potential in light of their financial condition, economic, political, and regulatory conditions to identify opportunities arising from significant deviation between the price and the estimated value of the stock.

The strategy focuses in particular on those stocks where the fund manager believes it has a strong insight. The fund manager uses independent, proprietary research to identify opportunities from the investment universe of securities and concentrates its research on these companies.

The fund manager expects stock selection to be the main driver of performance.

Benchmark

MSCI India 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.

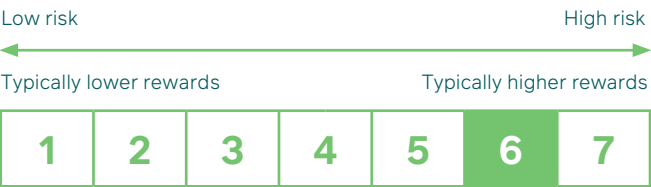
The fund is actively managed. The fund manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund’s holdings may deviate significantly from the benchmark’s constituents.

In case of currency hedged share classes, the benchmark may be a currency hedged version of the benchmark. For all share classes, the relevant benchmark used for comparison purposes will be shown in the KIID.

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class ‘A’ shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.

Authorised Corporate Director's Report

- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the period from 28 October 2024 (launch date of the fund) to 31 March 2025

Performance against objective

As the fund was launched less than 12 months ago, on 28 October 2024, this report does not include performance. It is too early to state whether the fund has met its objective, to provide a higher total return (the combination of capital growth and income), net of the ongoing charge figure, than that of the MSCI India Index over any five-year period.

Market overview

The sell-off that began in the fourth quarter of 2024, continued into the first quarter of 2025, with the Indian stockmarket declining further. The fall in value of small cap shares was particularly pronounced. The stockmarket bottomed towards the end of February, before rallying strongly in March.

There were several reasons for the volatility: global economic concerns, foreign investor outflows (some of which found their way to China, amidst excitement for that market) and weaker-than-expected corporate earnings.

Fund positioning

As at the end of March, almost all of the fund was invested in equity securities and equity-related instruments of companies that are incorporated, listed, domiciled or do most of their business in India.

When compared to its benchmark, the fund has a bias towards smaller companies, that is those with a market capitalisation of less than US\$2 billion.

Examples of holdings where the fund has larger positive active weights include: Cartrade, an online auto classified advertisements platform bringing together buyers and sellers of new and used cars; Infosys, an IT software company; DLF, India's largest high-end real

estate developer; ICICI Bank, a major bank; and Cholamandalam, a non-bank financial company.

Investment activities

We aim to identify significant dislocations between the price and what we consider to be the underlying value of a stock. We seek to exploit these dislocations using what we believe to be our greater perspective compared to other investors. In our opinion, our edge does not come from better forecasting, but rather from the superior pricing of risk.

Our strategy utilises independent, proprietary research to identify and extensively research opportunities across a broad pre-defined universe of Indian stocks, which has been carefully refined over many years.

We tend to make longer-term investments, although returns may be enhanced by opportunistic positioning where we believe it is merited by the risk/reward opportunity. The desire is for portfolio returns to be driven by our stockpicking ability, rather than the portfolio's exposure to be dominated by one or two specific investment styles.

We also pay close attention to the portfolio's below-benchmark positions. The performance gap between the portfolio and the benchmark index over time is affected not just by what we invest in, but also what we do not.

Outlook

Our long-term view on the Indian equity market remains intact: we believe it should continue to compound at double-digit percentage rates (earnings alone should grow at that pace) and we believe it should continue to be hospitable to active managers like ourselves. Many Indian companies offer high returns on equity and fast earnings growth.

We believe that we can add value both through what we own and what we do not own and through engagement with companies.

While the number of names in the benchmark continues to grow, the off-benchmark universe has expanded much more rapidly, and we continue to find

Authorised Corporate Director's Report

compelling long-term investment opportunities outside the bounds of the MSCI India Index.

Vikas Pershad

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Investments

Holding	as at 31.03.25 INR'000	as at 31.03.25 %
Equities	559,374	100.41
Oil, gas & consumable fuels	35,305	6.34
10,551 Hindustan Petroleum Corp. Ltd.	3,814	0.68
13,942 Oil & Natural Gas Corp. Ltd.	3,435	0.62
22,013 Reliance Industries Ltd.	28,056	5.04
Construction materials	8,290	1.49
722 UltraTech Cement Ltd.	8,290	1.49
Metals & mining	9,461	1.70
8,925 JSW Steel Ltd.	9,461	1.70
Aerospace & defence	21,684	3.89
39,017 Bharat Electronics Ltd.	11,744	2.11
2,378 Hindustan Aeronautics Ltd.	9,940	1.78
Building products	11,333	2.03
5,309 Blue Star Ltd.	11,333	2.03
Construction & engineering	12,370	2.22
18,264 Afcons Infrastructure Ltd.	8,876	1.59
7,958 Skipper Ltd.	3,494	0.63
Electrical equipment	5,186	0.93
11,668 Elecon Engineering Co. Ltd.	5,186	0.93
Machinery	6,230	1.12
2,052 Cummins India Ltd.	6,230	1.12
Professional services	4,497	0.81
1,212 Computer Age Management Services Ltd.	4,497	0.81
Airlines	15,101	2.71
2,961 InterGlobe Aviation Ltd.	15,101	2.71
Automobiles	39,944	7.17
946 Bajaj Auto Ltd.	7,430	1.33
7,230 Mahindra & Mahindra Ltd.	19,232	3.45
19,728 Tata Motors Ltd.	13,282	2.39
Hotels, restaurants & leisure	11,276	2.02
3,974 Indian Hotels Co. Ltd.	3,121	0.56
13,635 Juniper Hotels Ltd.	3,368	0.60
23,805 Zomato Ltd.	4,787	0.86

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 INR'000	as at 31.03.25 %
Equities (continued)		
Speciality retail	12,865	2.31
6,130 Cartrade Tech Ltd.	10,143	1.82
513 Trent Ltd.	2,722	0.49
Beverages	3,221	0.58
5,965 Varun Beverages Ltd.	3,221	0.58
Food products	12,977	2.33
3,121 Mrs Bectors Food Specialities Ltd.	4,541	0.82
8,420 Tata Consumer Products Ltd.	8,436	1.51
Personal products	9,426	1.69
8,126 Godrej Consumer Products Ltd.	9,426	1.69
Health care providers & services	26,657	4.78
2,274 Apollo Hospitals Enterprise Ltd.	15,013	2.69
3,976 Rainbow Children's Medicare Ltd.	5,540	0.99
6,070 Vijaya Diagnostic Centre Ltd.	6,104	1.10
Pharmaceuticals	16,889	3.03
3,894 Emcure Pharmaceuticals Lim	4,186	0.75
7,330 Sun Pharmaceutical Industries Ltd.	12,703	2.28
Banks	100,490	18.04
16,533 Axis Bank Ltd.	18,186	3.26
21,084 HDFC Bank Ltd.	38,500	6.91
30,308 ICICI Bank Ltd.	40,827	7.33
1,372 Kotak Mahindra Bank Ltd.	2,977	0.54
Consumer finance	29,212	5.24
556 Bajaj Finance Ltd.	4,959	0.89
7,712 Chola mandalam Investment & Finance Co. Ltd.	11,722	2.10
19,100 Shriram Finance Ltd.	12,531	2.25
Insurance	4,555	0.82
2,941 SBI Life Insurance Co. Ltd.	4,555	0.82
IT services	44,343	7.96
1,156 HCL Technologies Ltd.	1,838	0.33
20,957 Infosys Ltd.	32,827	5.89

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 INR'000	as at 31.03.25 %
Equities (continued)		
IT services (continued)		
502 Persistent Systems Ltd.	2,749	0.49
1,923 Tata Consultancy Services Ltd.	6,929	1.25
Diversified telecommunication services	8,601	1.54
5,462 Tata Communications Ltd.	8,601	1.54
Wireless telecommunication services	32,563	5.85
18,851 Bharti Airtel Ltd.	32,563	5.85
Entertainment	6,856	1.23
13,395 Saregama India Ltd.	6,856	1.23
Electric utilities	14,597	2.62
50,325 Power Grid Corp. of India Ltd.	14,597	2.62
Equity real estate investment trusts (REITs)	7,895	1.42
21,513 Embassy Office Parks REIT	7,895	1.42
Real estate management & development	18,374	3.30
16,709 DLF Ltd.	11,353	2.04
4,283 Phoenix Mills Ltd.	7,021	1.26
Automobile components	21,892	3.93
4,847 Endurance Technologies Ltd.	9,524	1.71
63,587 Samvardhana Motherson International Ltd.	8,329	1.50
4,429 Sundram Fasteners Ltd.	4,039	0.72
Financial services	7,284	1.31
17,593 Power Finance Corp. Ltd.	7,284	1.31
Total portfolio	559,374	100.41
Net other assets/(liabilities)	(2,259)	(0.41)
Net assets attributable to shareholders	557,115	100.00

All securities are on an official stock exchange listing except where referenced.

Portfolio statement

Top ten portfolio transactions for the period to 31 March 2025

Largest purchases	INR'000
ICICI Bank Ltd.	40,987
Infosys Ltd.	38,392
HDFC Bank Ltd.	36,818
Bharti Airtel Ltd.	30,744
Reliance Industries Ltd.	30,065
Axis Bank Ltd.	19,993
Mahindra & Mahindra Ltd.	19,967
Tata Motors Ltd.	16,370
Apollo Hospitals Enterprise Ltd.	15,708
Power Grid Corp. of India Ltd.	15,615
Other purchases	410,679
Total purchases	675,338

Largest sales	INR'000
Hindalco Industries Ltd.	10,330
Netweb Technologies Ltd.	8,141
Piramal Pharma Ltd.	6,490
Westlife Foodworld Ltd.	5,627
Zydus Lifesciences Ltd.	5,349
Cello World Ltd.	5,122
Bharat Ford Ltd.	4,619
Sai Life Sciences Ltd.	3,753
Titan Company Ltd.	3,576
Bajaj Finance Ltd.	3,023
Other sales	33,627
Total sales	89,657

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

As the fund has not yet operated for a 12-month period, the long-term performance figures have not been calculated. Please refer to 'Specific share class performance' tables for the share class launch dates.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current period figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.84)
Operating charges	(0.48)
Return after operating charges*	(6.32)
Distributions	(0.23)
Closing NAV	93.45
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.32)
Other information	
Closing NAV (INR'000)	1,034
Number of shares	10,005
Operating charges (%)	1.15
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.63
Lowest share price (UK p)	86.73

Sterling Class 'A' Accumulation shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.85)
Operating charges	(0.47)
Return after operating charges*	(6.32)
Distributions	0.00
Retained distributions	0.00
Closing NAV	93.68
*after direct transaction cost of	0.23
Performance	
Return after charges (%)	(6.32)
Other information	
Closing NAV (INR'000)	2,665
Number of shares	25,718
Operating charges (%)	1.15
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.63
Lowest share price (UK p)	86.73

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.85)
Operating charges	(0.31)
Return after operating charges*	(6.16)
Distributions	(0.23)
Closing NAV	93.61
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.16)
Other information	
Closing NAV (INR'000)	1,142
Number of shares	11,030
Operating charges (%)	0.75
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.68
Lowest share price (UK p)	86.85

Sterling Class 'I' Accumulation shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.88)
Operating charges	(0.31)
Return after operating charges*	(6.19)
Distributions	0.00
Retained distributions	0.00
Closing NAV	93.81
*after direct transaction cost of	0.23
Performance	
Return after charges (%)	(6.19)
Other information	
Closing NAV (INR'000)	15,438
Number of shares	148,798
Operating charges (%)	0.75
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.68
Lowest share price (UK p)	86.85

Financial highlights

Sterling Class 'L' Income shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.85)
Operating charges	(0.23)
Return after operating charges*	(6.08)
Distributions	(0.23)
Closing NAV	93.69
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.08)
Other information	
Closing NAV (INR'000)	1,047
Number of shares	10,102
Operating charges (%)	0.55
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.71
Lowest share price (UK p)	86.91

Sterling Class 'L' Accumulation shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.86)
Operating charges	(0.23)
Return after operating charges*	(6.09)
Distributions	(0.01)
Retained distributions	0.01
Closing NAV	93.91
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.09)
Other information	
Closing NAV (INR'000)	520,376
Number of shares	5,010,097
Operating charges (%)	0.55
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.71
Lowest share price (UK p)	86.91

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.85)
Operating charges	(0.27)
Return after operating charges*	(6.12)
Distributions	(0.23)
Closing NAV	93.65
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.12)
Other information	
Closing NAV (INR'000)	1,039
Number of shares	10,035
Operating charges (%)	0.65
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.69
Lowest share price (UK p)	86.88

Sterling Class 'PP' Accumulation shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.86)
Operating charges	(0.27)
Return after operating charges*	(6.13)
Distributions	0.00
Retained distributions	0.00
Closing NAV	93.87
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.13)
Other information	
Closing NAV (INR'000)	1,041
Number of shares	10,030
Operating charges (%)	0.65
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.69
Lowest share price (UK p)	86.88

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.85)
Operating charges	(0.41)
Return after operating charges*	(6.26)
Distributions	(0.23)
Closing NAV	93.51
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.26)
Other information	
Closing NAV (INR'000)	1,332
Number of shares	12,875
Operating charges (%)	1.00
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.65
Lowest share price (UK p)	86.78

Sterling Class 'R' Accumulation shares

The share class was launched on 28 October 2024.

for the period to 31 March Change in NAV per share	2025 UK p
Opening NAV	100.00
Return before operating charges*	(5.84)
Operating charges	(0.42)
Return after operating charges*	(6.26)
Distributions	0.00
Retained distributions	0.00
Closing NAV	93.74
*after direct transaction cost of	0.24
Performance	
Return after charges (%)	(6.26)
Other information	
Closing NAV (INR'000)	12,001
Number of shares	115,764
Operating charges (%)	1.00
Direct transaction costs (%)	0.57
Prices	
Highest share price (UK p)	104.65
Lowest share price (UK p)	86.78

Financial statements and notes

Financial statements

Statement of total return

for the period to 31 March	Note	2025	
		INR'000	INR'000
Income			
Net capital gains/(losses)	3		(27,709)
Revenue	5	1,619	
Expenses	6	(1,311)	
Interest payable and similar charges		0	
Net revenue/(expense) before taxation		308	
Taxation	7	(496)	
Net revenue/(expense) after taxation			(188)
Total return before distributions			(27,897)
Distributions	8		(67)
Change in net assets attributable to shareholders from investment activities			(27,964)

Statement of change in net assets attributable to shareholders

for the period to 31 March	2025	
	INR'000	INR'000
Opening net assets attributable to shareholders		0
Amounts received on issue of shares	589,253	
Amounts paid on cancellation of shares	(5,950)	
		583,303
Dilution adjustments		1,736
Change in net assets attributable to shareholders from investment activities (see above)		(27,964)
Retained distributions on Accumulation shares		40
Closing net assets attributable to shareholders		557,115

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 INR'000
Assets		
Fixed assets		
Investments		559,374
Current assets		
Debtors	9	674
Cash and bank balances	10	1,856
Cash equivalents		1,453
Total assets		563,357
Liabilities		
Creditors		
Distribution payable		(14)
Other creditors	11	(6,228)
Total liabilities		(6,242)
Net assets attributable to shareholders		557,115

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is Indian rupee as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the period to 31 March	2025 INR'000
Non-derivative securities	(26,221)
Currency gains/(losses)	(1,488)
Net capital gains/(losses)	(27,709)

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the period to 31 March	2025 INR'000	% of transaction
a) Purchases		
Equities		
Equities before transaction costs	674,173	
Commissions	416	0.06
Taxes	749	0.11
Total purchases after transaction costs	675,338	
b) Sales		
Equities		
Equities before transaction costs	89,822	
Commissions	(64)	0.07
Taxes	(101)	0.11
Total sales after transaction costs	89,657	
	2025 INR'000	% of average NAV
c) Direct portfolio transaction costs		
Commissions paid		
Equities	480	0.21
Taxes paid		
Equities	850	0.36
Total direct portfolio transaction costs	1,330	0.57
		%
d) Indirect portfolio transaction costs		
Average portfolio dealing spread as at the balance sheet date		0.14

5 Revenue

for the period to 31 March	2025 INR'000
Bank interest	34
Dividends from equity investments: non-taxable	1,487
Interest distributions	53
Property distribution: taxable	45
Total revenue	1,619

Financial statements and notes

6 Expenses

for the period to 31 March	2025 INR'000
Payable to the ACD or associate	
Annual charge	1,311
Total expenses	1,311

Audit fees for the financial period ending 2025 were ₹11,000 (including VAT), which are covered by the annual charge.

7 Taxation

for the period to 31 March	2025 INR'000
a) Analysis of charge in the period	
Corporation tax	0
Withholding tax	300
Capital gains tax (India)	196
Deferred tax (note 7c)	0
Total taxation	496
b) Factors affecting taxation charge for the period	
Net revenue/(expense) before taxation	308
Corporation tax at 20%	62
Effects of:	
Revenue: non-taxable	(298)
Current period expenses not utilised	236
Withholding tax	300
Capital gains tax (India)	196
Total tax charge (note 7a)	496
c) Provision for deferred taxation	
Provision at the start of the period	0
Deferred tax in profit and loss account (note 7a)	0
Provision at the end of the period	0

The fund has not recognised a deferred tax asset of ₹236,000 arising as a result of having excess management expenses. We do not expect this asset to be utilised in the foreseeable future.

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the period to 31 March		2025	
		Inc INR'000	Acc INR'000
Ordinary distributions			
Final		14	40
Total net distributions			54
Income deducted on cancellation of shares			(4)
Income received on issue of shares			17
Distributions			67
Net revenue/(expense) per statement of total return			(188)
Expenses offset against capital			19
Capital gains tax offset against capital			196
Income deficit transferred to capital			40
Distributions			67

9 Debtors

as at 31 March	2025 INR'000
Amounts receivable on issues of shares	383
Currency deals outstanding	254
Distributions receivable	12
Dividends receivable	25
Total debtors	674

10 Cash and bank balances

as at 31 March	2025 INR'000
Cash held as bank balances	1,856
Total cash and bank balances	1,856

Financial statements and notes

11 Other creditors

as at 31 March	2025 INR'000
Amounts payable on cancellation of shares	5,761
Annual charge payable	122
Currency deals outstanding	254
Purchases awaiting settlement	91
Total other creditors	6,228

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date.

13 Shares in issue

The following table shows each class of share in issue during the period. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 28.10.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	0	10,005	0	0	10,005
Class 'A' Accumulation	0	25,718	0	0	25,718
Class 'I' Income	0	11,030	0	0	11,030
Class 'I' Accumulation	0	204,488	(55,690)	0	148,798
Class 'L' Income	0	10,102	0	0	10,102
Class 'L' Accumulation	0	5,010,097	0	0	5,010,097
Class 'PP' Income	0	10,035	0	0	10,035
Class 'PP' Accumulation	0	10,030	0	0	10,030
Class 'R' Income	0	12,875	0	0	12,875
Class 'R' Accumulation	0	117,404	(1,640)	0	115,764

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

Financial statements and notes

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.15
Class 'I'	0.75
Class 'L'	0.55
Class 'PP'	0.65
Class 'R'	1.00

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the period end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the period end in respect of the annual charge are disclosed in note 11.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 95.07% of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Financial statements and notes

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025 INR'000	Liabilities 2025 INR'000
Basis of valuation		
Level 1	559,374	0
Level 2	0	0
Level 3	0	0
	559,374	0

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by INR27,969,000. A five per cent decrease would have an equal and opposite effect.

19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of decreasing the return and net assets by INR184,000. A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 INR'000
Currency exposure	
Indian rupee	560,793
Sterling	(5,587)
US dollar	1,909
Total	557,115

20 Dividend distribution tables

This fund pays annual ordinary distributions and the following table sets out the distribution period.

Annual distribution period

	Start	End	Xd	Payment
Final	28.10.24	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

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Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.2273	0.0000	0.2273

Sterling Class 'A' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.0000	0.0000

Sterling Class 'I' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.2248	0.0028	0.2276

Sterling Class 'I' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.0000	0.0000

Sterling Class 'L' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.2264	0.0012	0.2276

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Sterling Class 'L' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0073	0.0000	0.0073

Sterling Class 'PP' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.2276	0.0000	0.2276

Sterling Class 'PP' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.0000	0.0000

Sterling Class 'R' Income shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.1945	0.0329	0.2274

Sterling Class 'R' Accumulation shares

Ordinary distributions for the period to 31 March	Income 2025 UK p	Group 2 Equalisation 2025 UK p	Group 1 & 2 Distribution 2025 UK p
Final	0.0000	0.0000	0.0000

21 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

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For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

Sustainability Impact label

From 28 February 2025 this product adopted the 'Sustainability Impact' label. For more information on the sustainability related features please visit the fund's main web page which is available on our website: mandg.co.uk/literature

Investment objective

The fund aims to:

- provide a higher total return (capital growth plus income), net of the ongoing charges figure, than the MSCI ACWI Index over any five-year period; and
- make a positive impact by advancing progress towards the following six 'Impact Outcomes':
- mitigation of climate change by avoiding and/or reducing greenhouse gases ('Climate Action');
- enabling and implementing a transition to a more circular economy where waste is reduced, reused and/or recycled ('Circular Economy');
- preventing and reducing damage to the natural environment ('Environmental Solutions');
- improved health and wellbeing and/or access to quality healthcare ('Better Health');
- increased social and economic inclusion for individuals or groups ('Social Inclusion'); and
- improved access to quality work, better working conditions, and/or education ('Better Work and Education').

The fund manager intends to achieve this in a positive, measurable way, by:

- investing in companies which contribute to an Impact Outcome; and
- supporting and advancing the fund's positive impact on the Impact Outcomes through its other investment activities such as engagement with such companies, (the 'Sustainability Goal'). The impact of investments and the fund manager's contribution will be assessed and reported on at least annually.

Investment policy

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

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

Derivatives may be used for efficient portfolio management and hedging.

Investment approach

The fund is a concentrated portfolio of global stocks, investing over the long term in companies that contribute to the Sustainability Goal alongside a financial return, using a disciplined stock selection process.

Sustainability and impact considerations are fundamental in determining the fund's investment universe and assessing business models, as further described in the next section.

The fund has adopted the Sustainability Impact Label and invests mainly in solutions to sustainability problems, with an aim to achieve a positive impact for

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people or the planet. ‘Invests mainly’, means the fund invests at least 80% of its net asset value in companies which contribute towards the Sustainability Goal, and in normal market conditions is likely to have invested more than that. The fund manager’s investment activities in support of the Sustainability Goal will apply to all such assets. The fund may hold up to 20% of its net asset value in assets that do not contribute towards the Sustainability Goal. This may include cash, near cash, and money market funds for liquidity purposes. Additionally, this may include investments where evidence-based measurement of the contribution to the Sustainability Goal is not yet possible. These investments will not conflict with the Sustainability Goal. Investments where evidence-based measurement of the contribution is not yet possible will be kept under review and will either transition to the main Impact Investments portion of the fund or, if such transition is delayed, will be considered under the Escalation Plan.

The fund is not permitted to hold certain investments. The exclusions mitigate the potential negative effect the fund may have on the environment and society and the potential for governance concerns. Whilst some exclusions are relevant to the same themes as the Impact Outcomes cover, they do not form a central part of the fund’s approach to tackling sustainability problems.

For full details of the Investment approach, please refer to the Prospectus.

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.

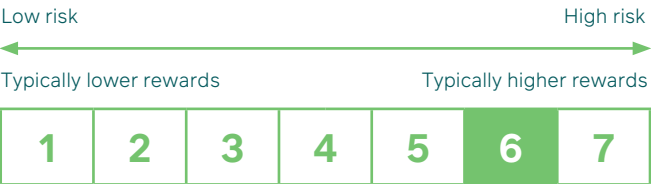
For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

An annual report is published to provide an assessment of the positive, societal and environmental impact of each holding in the fund.

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class ‘A’ shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 31 March 2025

Performance against objective

Between 1 April 2024 (the start of the review period) and 31 March 2025, the M&G Positive Impact Fund delivered a negative total return (the combination of income and growth of capital) across all of its sterling

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share classes. It also underperformed its benchmark the MSCI ACWI Index which returned 5.3% over the same period.

Over five years, the fund has underperformed its benchmark which returned 14.8% pa over this period. It therefore has not met its financial objective which is 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.

The fund's second objective is to invest in companies that have a positive social impact. Please see the fund's 2023 Annual Impact Report on the M&G website for more information on this. To identify these companies, we apply a proprietary framework that consistently uses set criteria and standards for rating the impact and investment case of these companies.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report.

Performance review

The performance of global equities was mixed during the 12 months under review.

During the first few quarters of the reporting period, markets were boosted by a combination of factors, including easing inflation, excitement about artificial intelligence (AI) and strong economic growth. In the final quarter of 2024, Donald Trump's victory in the elections gave a further boost to US equities.

However, the period was punctuated by market dips. In April, fears that interest rates might remain higher for longer and worries about tensions in the Middle East dented markets. Global equities also underwent a period of turbulence in July and August. Though markets gained during these months, the so-called 'Magnificent Seven' mega-cap US tech stocks fell in July after earnings releases left investors underwhelmed. Furthermore, at the start of August, concerns about an economic slowdown in the US and an unwinding of the yen carry trade (a change in the relative levels of interest rates in Japan and the US caused a sudden mass exodus of investors from a

once-profitable strategy) led to market declines. In December, the US Federal Reserve's hawkish approach to interest rate cuts in 2025 dampened sentiment. Worries about the impact of potential US trade tariffs also hurt some markets in the fourth quarter of 2024.

The first quarter of 2025 proved tumultuous for global equities. US equities declined on the back of new tariff measures and growing concerns about the valuations of big technology firms. Notably, the 'Magnificent Seven' tech stocks suffered considerable losses. In contrast, European equities made solid gains, with the prospect of fiscal stimulus in Germany and increased defence spending on the continent buoying the region's markets.

Stock selection in technology, healthcare and financials proved particularly detrimental to relative performance. The fund's above-benchmark position in healthcare had a further adverse effect on relative returns. In contrast, stock selection in industrials and materials boosted relative performance.

Key detractors from relative performance included Novo Nordisk and onsemi (ON Semiconductor). Novo Nordisk faced a number of headwinds during the period. The company's second- and third-quarter earnings disappointed the market. Production issues connected to its GLP-1 medications, positive early-stage trial data from competitors, and underwhelming results for some of its own products had further negative ramifications for its share price.

The top contributors to relative performance were Republic Services and Johnson Controls. In November, Johnson Controls' share price rose on the back of stronger-than-expected quarterly results. In February, its share price increased after it released better-than-expected first-quarter results, raised its 2025 outlook and announced a new CEO.

Investment activities

During the reporting period, we closed our position in Grifols, GRAIL and clean energy business Ceres Power. GRAIL became part of the fund after its spin-off from Illumina in June: we immediately closed our position in the company. We also closed our position in Safaricom.

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One of the reasons for this is our belief that the company's expansion into Ethiopia has resulted in high levels of business risk.

We opened positions in sustainable technology company TOMRA Systems, e-commerce business facilitator MercadoLibre, and consulting and engineering services provider Tetra Tech.

Outlook

In finance, the word 'herding' describes a phenomenon in which investors make choices based on what others are doing. Decisions are typically linked to an obvious trend, a belief that there will be more buyers willing to pay even higher prices and a fear of missing out. Market diversity declines when investors 'herd'; markets become fragile and more prone to boom and bust situations.

Managing our long-term concentrated funds while retaining a focus on fundamental value (the risk adjusted and discounted value of probable future cash flows) and proper diversification can be challenging when market participants herd. This pattern of behaviour has become more pronounced in the past couple of years, particularly in the US. This has resulted in a high-growth segment of the market with a wide range of potential outcomes outperforming dramatically. The idea of American exceptionalism was challenged in Q1, and we have begun to see a reversal in the 'herding' trend.

Our global strategy is relatively well positioned to deal with the dispersing herd in the US market. The flip side of last year's challenges and our focus on creating a less fragile portfolio should now act as a relative tailwind. This is because relative performance should become less challenging and because new opportunities should open up – these will be easier to access if real turmoil hits markets. The first quarter of 2025 brought a sharp rise in value stocks in European markets. Defensive value stocks such as large-cap pharma companies performed well, as did cyclical defence and infrastructure stocks due to both fundamental macro factors and a shift out of US growth to European value.

The performance of quality cyclicals in Europe was very weak. In contrast, industries such as cement and steel have rallied on the back of infrastructure and defence spending. However, these trends may reverse, depending on the trajectory of the cycle.

US growth stocks, especially in the US tech sector still look fragile, and cyclical lower-quality stocks will be more at risk if there is further deterioration in macroeconomic sentiment.

Our strategy is well balanced, but with a clear focus on companies that have been able to navigate challenging environments and seem reasonably valued. Some are prone to becoming caught up in the short-term whipsaw mechanisms of the market. Nevertheless, we believe they are fundamentally sound and well-positioned to deliver long-term value. In our view, they are also primed to benefit from potential opportunities, if they become available.

Our effort to promote climate consciousness in our investee companies has definitely been challenged by the change in political focus in the US. However, this only makes our effort to pursue the intentions of our investor base more important, and we continue to push to improve real-world outcomes. We do not view the shift in focus as a headwind to financial performance, nor a material limitation to pursuing opportunities. Indeed, most of our companies already share our values.

John William Olsen

Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Investments

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities	193,216	98.83	98.13
Containers & packaging	7,096	3.63	2.49
135,738 International Paper Co.	7,096	3.63	
Building products	11,690	5.98	5.01
148,074 Johnson Controls International PLC	11,690	5.98	
Electrical equipment	11,398	5.83	6.06
49,886 Schneider Electric SE	11,398	5.83	
Commercial services & supplies	29,302	14.99	9.48
609,994 Brambles Ltd.	7,634	3.90	
51,324 Republic Services, Inc.	12,185	6.23	
117,347 Tetra Tech, Inc.	3,393	1.74	
173,492 TOMRA Systems ASA	2,441	1.25	
21,189 UniFirst Corp.	3,649	1.87	
Diversified consumer services	4,040	2.07	1.72
32,129 Bright Horizons Family Solutions, Inc.	4,040	2.07	
Speciality retail	6,259	3.20	2.34
93,531 eBay, Inc.	6,259	3.20	
Health care equipment & supplies	5,995	3.07	3.12
26,431 Becton Dickinson & Co.	5,995	3.07	
Health care providers & services	22,797	11.66	8.99
68,046 Fresenius Medical Care AG	3,294	1.69	
52,071 Quest Diagnostics, Inc.	8,663	4.43	
21,062 UnitedHealth Group, Inc.	10,840	5.54	
Biotechnology	1,574	0.80	2.31
857,930 PureTech Health PLC	1,574	0.80	
Pharmaceuticals	13,005	6.65	10.59
294,141 ALK-Abello AS	5,968	3.05	
103,714 Novo Nordisk AS	7,037	3.60	
Life sciences tools & services	16,040	8.20	9.56
44,271 Agilent Technologies, Inc.	5,125	2.62	
21,131 Illumina, Inc.	1,677	0.86	
650,450 Oxford Nanopore Technologies PLC	854	0.43	
16,852 Thermo Fisher Scientific, Inc.	8,384	4.29	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 \$'000	as at 31.03.25 %	as at 31.03.24 %
Equities (continued)			
Banks	23,675	12.11	11.37
20,442,100 Bank Rakyat Indonesia Persero Tbk. PT	4,999	2.56	
152,363 HDFC Bank Ltd. ADR	10,043	5.14	
123,092 Lion Finance Group PLC	8,633	4.41	
Insurance	3,187	1.63	1.66
60,759 AMERISAFE, Inc.	3,187	1.63	
Software	12,981	6.64	6.84
32,362 ANSYS, Inc.	10,147	5.19	
10,952 Autodesk, Inc.	2,834	1.45	
Electronic equipment, instruments & components	8,011	4.10	5.50
82,000 Horiba Ltd.	5,456	2.79	
31,974 IPG Photonics Corp.	2,052	1.05	
33,368 SolarEdge Technologies, Inc.	503	0.26	
Semiconductors & semiconductor equipment	5,210	2.66	5.55
129,381 ON Semiconductor Corp.	5,210	2.66	
Diversified telecommunication services	3,086	1.58	1.27
2,224,418 Helios Towers PLC	3,086	1.58	
Wireless telecommunication services	0	0.00	1.02
Electric utilities	4,284	2.19	2.42
98,276 Orsted AS	4,284	2.19	
Real estate management & development	1,777	0.91	0.83
134,300 Katitas Co. Ltd.	1,777	0.91	
Broadline retail	1,809	0.93	0.00
893 MercadoLibre, Inc.	1,809	0.93	
Total portfolio	193,216	98.83	98.13
Net other assets/(liabilities)	2,294	1.17	1.87
Net assets attributable to shareholders	195,510	100.00	100.00

All securities are on an official stock exchange listing except where referenced.

Portfolio statement

Top ten portfolio transactions for the year to 31 March 2025

Largest purchases	\$'000
ANSYS, Inc.	4,396
Tetra Tech, Inc.	4,200
Bank Rakyat Indonesia Persero Tbk. PT	4,025
TOMRA Systems ASA	2,907
MercadoLibre, Inc.	1,912
UnitedHealth Group, Inc.	1,496
Orsted AS	637
SolarEdge Technologies, Inc.	292
Schneider Electric SE	184
Johnson Controls International PLC	160
Other purchases	1,804
Total purchases	22,013

Largest sales	\$'000
Novo Nordisk AS	7,728
Lion Finance Group PLC	6,925
Autodesk, Inc.	6,830
Schneider Electric SE	6,254
Johnson Controls International PLC	5,742
UnitedHealth Group, Inc.	4,016
Republic Services, Inc.	3,903
ALK-Abello AS	3,830
ANSYS, Inc.	3,733
Thermo Fisher Scientific, Inc.	3,499
Other sales	45,455
Total sales	97,915

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	-6.3	-0.2	+7.8	n/a
Class 'A' Accumulation	-6.3	-0.2	+7.8	n/a
Class 'I' Income	-5.9	+0.2	+8.2	n/a
Class 'I' Accumulation	-5.9	+0.2	+8.2	n/a
Class 'L' Income	-5.7	+0.4	+8.4	n/a
Class 'L' Accumulation	-5.7	+0.4	+8.4	n/a
Class 'PP' Income	-5.8	+0.3	+8.3	n/a
Class 'PP' Accumulation	-5.8	+0.3	+8.3	n/a
Class 'R' Income	-6.1	-0.1	+7.9	n/a
Class 'R' Accumulation	-6.1	+0.0	+7.9	n/a
Benchmark	+5.3	+8.1	+14.8	n/a

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	152.35	146.07	147.12
Return before operating charges*	(8.50)	10.21	2.68
Operating charges	(1.68)	(1.56)	(1.59)
Return after operating charges*	(10.18)	8.65	1.09
Distributions	(2.27)	(2.37)	(2.14)
Closing NAV	139.90	152.35	146.07
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.68)	5.92	0.74
Other information			
Closing NAV (\$'000)	2,918	2,395	2,389
Number of shares	1,611,909	1,246,199	1,321,314
Operating charges (%)	1.10	1.10	1.10
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	159.54	154.14	156.49
Lowest share price (UK p)	142.24	128.43	128.87

Sterling Class 'A' Accumulation shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	163.47	154.35	153.21
Return before operating charges*	(9.09)	10.76	2.79
Operating charges	(1.80)	(1.64)	(1.65)
Return after operating charges*	(10.89)	9.12	1.14
Distributions	(0.66)	(0.87)	(0.55)
Retained distributions	0.66	0.87	0.55
Closing NAV	152.58	163.47	154.35
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.66)	5.91	0.74
Other information			
Closing NAV (\$'000)	2,446	1,461	1,185
Number of shares	1,238,817	708,773	620,500
Operating charges (%)	1.10	1.10	1.10
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	171.23	162.86	162.98
Lowest share price (UK p)	152.66	135.70	134.21

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	156.28	149.24	149.71
Return before operating charges*	(8.76)	10.48	2.74
Operating charges	(1.10)	(1.01)	(1.03)
Return after operating charges*	(9.86)	9.47	1.71
Distributions	(2.33)	(2.43)	(2.18)
Closing NAV	144.09	156.28	149.24
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.31)	6.35	1.14
Other information			
Closing NAV (\$'000)	9,274	15,905	17,310
Number of shares	4,974,026	8,068,870	9,372,344
Operating charges (%)	0.70	0.70	0.70
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	164.10	158.12	159.81
Lowest share price (UK p)	146.50	131.53	131.25

Sterling Class 'I' Accumulation shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	167.67	157.69	155.90
Return before operating charges*	(9.36)	11.05	2.86
Operating charges	(1.18)	(1.07)	(1.07)
Return after operating charges*	(10.54)	9.98	1.79
Distributions	(1.34)	(1.50)	(1.23)
Retained distributions	1.34	1.50	1.23
Closing NAV	157.13	167.67	157.69
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.29)	6.33	1.15
Other information			
Closing NAV (\$'000)	106,989	121,545	110,240
Number of shares	52,621,132	57,474,523	56,490,188
Operating charges (%)	0.70	0.70	0.70
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	176.10	167.05	166.43
Lowest share price (UK p)	157.21	138.96	136.68

Financial highlights

Sterling Class 'L' Income shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	158.15	150.73	150.90
Return before operating charges*	(8.89)	10.60	2.77
Operating charges	(0.79)	(0.73)	(0.74)
Return after operating charges*	(9.68)	9.87	2.03
Distributions	(2.36)	(2.45)	(2.20)
Closing NAV	146.11	158.15	150.73
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.12)	6.55	1.35
Other information			
Closing NAV (\$'000)	30,509	86,576	91,939
Number of shares	16,137,051	43,402,992	49,288,469
Operating charges (%)	0.50	0.50	0.50
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	166.29	160.01	161.36
Lowest share price (UK p)	148.56	133.00	132.35

Sterling Class 'L' Accumulation shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	169.66	159.25	157.12
Return before operating charges*	(9.49)	11.17	2.92
Operating charges	(0.85)	(0.76)	(0.79)
Return after operating charges*	(10.34)	10.41	2.13
Distributions	(1.70)	(1.82)	(1.54)
Retained distributions	1.70	1.82	1.54
Closing NAV	159.32	169.66	159.25
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.09)	6.54	1.36
Other information			
Closing NAV (\$'000)	24,054	34,014	9,306
Number of shares	11,668,166	15,895,410	4,722,010
Operating charges (%)	0.50	0.50	0.50
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	178.43	169.03	168.03
Lowest share price (UK p)	159.40	140.50	137.81

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 5 August 2019.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	135.43	129.20	129.47
Return before operating charges*	(7.61)	9.08	2.37
Operating charges	(0.81)	(0.75)	(0.75)
Return after operating charges*	(8.42)	8.33	1.62
Distributions	(2.02)	(2.10)	(1.89)
Closing NAV	124.99	135.43	129.20
*after direct transaction cost of	0.03	0.03	0.02
Performance			
Return after charges (%)	(6.22)	6.45	1.25
Other information			
Closing NAV (\$'000)	2,291	964	890
Number of shares	1,416,700	564,494	556,614
Operating charges (%)	0.60	0.60	0.60
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	142.30	137.02	138.33
Lowest share price (UK p)	127.08	113.93	113.54

Sterling Class 'PP' Accumulation shares

The share class was launched on 8 April 2019.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	155.60	146.19	144.38
Return before operating charges*	(8.70)	10.26	2.66
Operating charges	(0.94)	(0.85)	(0.85)
Return after operating charges*	(9.64)	9.41	1.81
Distributions	(1.40)	(1.53)	(1.28)
Retained distributions	1.40	1.53	1.28
Closing NAV	145.96	155.60	146.19
*after direct transaction cost of	0.04	0.04	0.02
Performance			
Return after charges (%)	(6.20)	6.44	1.25
Other information			
Closing NAV (\$'000)	12,857	17,616	16,502
Number of shares	6,807,445	8,976,246	9,121,190
Operating charges (%)	0.60	0.60	0.60
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	163.53	155.02	154.27
Lowest share price (UK p)	146.04	128.90	126.62

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	154.19	147.61	148.45
Return before operating charges*	(8.62)	10.34	2.71
Operating charges	(1.46)	(1.36)	(1.39)
Return after operating charges*	(10.08)	8.98	1.32
Distributions	(2.30)	(2.40)	(2.16)
Closing NAV	141.81	154.19	147.61
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.54)	6.08	0.89
Other information			
Closing NAV (\$'000)	543	635	586
Number of shares	295,761	326,604	320,935
Operating charges (%)	0.95	0.95	0.95
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	161.64	156.01	158.12
Lowest share price (UK p)	144.18	129.91	130.08

Sterling Class 'R' Accumulation shares

The share class was launched on 20 November 2018.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	165.45	155.98	154.59
Return before operating charges*	(9.23)	10.91	2.83
Operating charges	(1.57)	(1.44)	(1.44)
Return after operating charges*	(10.80)	9.47	1.39
Distributions	(0.92)	(1.10)	(0.85)
Retained distributions	0.92	1.10	0.85
Closing NAV	154.65	165.45	155.98
*after direct transaction cost of	0.04	0.04	0.03
Performance			
Return after charges (%)	(6.53)	6.07	0.90
Other information			
Closing NAV (\$'000)	3,629	4,031	4,125
Number of shares	1,813,599	1,931,826	2,136,846
Operating charges (%)	0.95	0.95	0.95
Direct transaction costs (%)	0.03	0.02	0.02
Prices			
Highest share price (UK p)	173.47	164.83	164.67
Lowest share price (UK p)	154.74	137.25	135.47

Financial statements and notes

Financial statements

Statement of total return

for the year to 31 March		2025		2024	
	Note	\$'000	\$'000	\$'000	\$'000
Income					
Net capital gains/(losses)	3		(10,619)		17,867
Revenue	5	4,228		4,761	
Expenses	6	(1,604)		(1,595)	
Interest payable and similar charges		(1)		(3)	
Net revenue/(expense) before taxation		2,623		3,163	
Taxation	7	(348)		(391)	
Net revenue/(expense) after taxation			2,275		2,772
Total return before distributions			(8,344)		20,639
Distributions	8		(2,766)		(3,349)
Change in net assets attributable to shareholders from investment activities			(11,110)		17,290

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		\$'000	\$'000	\$'000	\$'000
Opening net assets attributable to shareholders			285,142		254,472
Amounts received on issue of shares		35,647		63,440	
Amounts paid on cancellation of shares		(115,569)		(51,838)	
			(79,922)		11,602
Dilution adjustments			74		120
Change in net assets attributable to shareholders from investment activities (see above)			(11,110)		17,290
Retained distributions on Accumulation shares			1,326		1,658
Closing net assets attributable to shareholders			195,510		285,142

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 \$'000	2024 \$'000
Assets			
Fixed assets			
Investments		193,216	279,812
Current assets			
Debtors	9	878	587
Cash and bank balances	10	125	6,476
Cash equivalents		2,521	0
Total assets		196,740	286,875
Liabilities			
Creditors			
Distribution payable		(736)	(1,653)
Other creditors	11	(494)	(80)
Total liabilities		(1,230)	(1,733)
Net assets attributable to shareholders		195,510	285,142

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

The fund's functional and presentational currency is US dollars as this better reflects the currency of its primary economic environment.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 \$'000	2024 \$'000
Non-derivative securities	(10,694)	17,890
Currency gains/(losses)	75	(23)
Net capital gains/(losses)	(10,619)	17,867

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 \$'000	% of transaction	2024 \$'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	22,000		53,357	
Commissions	9	0.04	17	0.03
Taxes	4	0.02	33	0.06
Total purchases after transaction costs	22,013		53,407	
b) Sales				
Equities				
Equities before transaction costs	97,181		41,498	
Commissions	(38)	0.04	(13)	0.03
Taxes	(15)	0.02	(2)	0.00
Equities after transaction costs	97,128		41,483	
Other transaction types				
Corporate actions	787		0	
Total sales after transaction costs	97,915		41,483	
	2025 \$'000	% of average NAV	2024 \$'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	47	0.02	30	0.01
Taxes paid				
Equities	19	0.01	35	0.01
Total direct portfolio transaction costs	66	0.03	65	0.02
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.11		0.13

Financial statements and notes

5 Revenue

for the year to 31 March	2025 \$'000	2024 \$'000
Bank interest	37	98
Dividends from equity investments: non-taxable	3,952	4,663
Interest distributions	235	0
Rebate of ongoing charges from underlying funds	4	0
Total revenue	4,228	4,761

6 Expenses

for the year to 31 March	2025 \$'000	2024 \$'000
Payable to the ACD or associate		
Annual charge	1,604	1,595
Total expenses	1,604	1,595

Audit fees for the financial year ending 2025 were £12,000 (2024: £12,000) (including VAT), which are covered by the annual charge.

7 Taxation

for the year to 31 March	2025 \$'000	2024 \$'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	348	391
Deferred tax (note 7c)	0	0
Total taxation	348	391
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	2,623	3,163
Corporation tax at 20%	524	633
Effects of:		
Revenue: non-taxable	(790)	(933)
Current year expenses not utilised	266	300
Withholding tax	348	391
Total tax charge (note 7a)	348	391
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset of \$1,475,000 (2024: \$1,209,000) arising as a result of having excess management expenses and interest distributions. We do not expect this asset to be utilised in the foreseeable future.

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc	Acc	Inc	Acc
	\$'000	\$'000	\$'000	\$'000
Dividend distributions				
Final	736	1,326	1,653	1,658
Total net distributions		2,062		3,311
Income deducted on cancellation of shares		883		402
Income received on issue of shares		(179)		(364)
Distributions		2,766		3,349
Net revenue/(expense) per statement of total return		2,275		2,772
Expenses offset against capital		491		577
Distributions		2,766		3,349

9 Debtors

as at 31 March	2025	2024
	\$'000	\$'000
Amounts receivable on issues of shares	192	38
Currency deals outstanding	217	1
Distributions receivable	10	0
Dividends receivable	300	355
Withholding tax recoverable	159	193
Total debtors	878	587

10 Cash and bank balances

as at 31 March	2025	2024
	\$'000	\$'000
Cash held as bank balances	125	6,476
Total cash and bank balances	125	6,476

11 Other creditors

as at 31 March	2025	2024
	\$'000	\$'000
Amounts payable on cancellation of shares	238	39
Annual charge payable	39	40
Currency deals outstanding	217	1
Total other creditors	494	80

Financial statements and notes

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	1,246,199	559,840	(194,130)	0	1,611,909
Class 'A' Accumulation	708,773	639,056	(109,012)	0	1,238,817
Class 'I' Income	8,068,870	577,978	(3,672,822)	0	4,974,026
Class 'I' Accumulation	57,474,523	3,012,448	(7,865,839)	0	52,621,132
Class 'L' Income	43,402,992	4,638,129	(31,904,070)	0	16,137,051
Class 'L' Accumulation	15,895,410	4,865,256	(9,092,500)	0	11,668,166
Class 'PP' Income	564,494	1,039,769	(187,563)	0	1,416,700
Class 'PP' Accumulation	8,976,246	1,817,078	(3,985,879)	0	6,807,445
Class 'R' Income	326,604	6,887	(37,730)	0	295,761
Class 'R' Accumulation	1,931,826	223,448	(341,675)	0	1,813,599

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.10
Class 'I'	0.70
Class 'L'	0.50
Class 'PP'	0.60
Class 'R'	0.95

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change

Financial statements and notes

in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

Amounts paid to M&G Securities Limited in respect of rebate arrangements for the annual charge are disclosed in notes 3 and 5. Amounts due at the year end from the ACD, and/or associate, in respect of these rebates are disclosed in note 9.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 42.15% (2024: 33.71%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025	Liabilities 2025	Assets 2024	Liabilities 2024
Basis of valuation	\$'000	\$'000	\$'000	\$'000
Level 1	193,216	0	279,812	0
Level 2	0	0	0	0
Level 3	0	0	0	0
	193,216	0	279,812	0

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity

A five per cent increase in the value of the fund's investment portfolio would have the effect of increasing the return and net assets by \$9,661,000 (2024: \$13,991,000). A five per cent decrease would have an equal and opposite effect.

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19 Currency risk sensitivity and exposure

A five per cent increase in the value of the fund's currency exposure would have the effect of increasing the return and net assets by \$3,773,000 (2024: \$6,115,000). A five per cent decrease would have an equal and opposite effect.

as at 31 March	2025 \$'000	2024 \$'000
Currency exposure		
Australian dollar	7,770	8,847
Danish krone	17,556	37,414
Euro	14,725	22,798
Indonesian rupiah	4,999	5,985
Japanese yen	7,275	14,191
Kenyan shilling	0	2,981
Norwegian krone	2,461	0
Sterling	20,677	30,087
US dollar	120,047	162,839
Total	195,510	285,142

20 Dividend distribution tables

This fund pays annual ordinary distributions and the following table sets out the distribution period.

Annual distribution period

	Start	End	Xd	Payment
Final	01.04.24	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.9017	1.3661	2.2678	2.3712

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Sterling Class 'A' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.3352	0.3279	0.6631	0.8664

Sterling Class 'I' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	1.4492	0.8820	2.3312	2.4279

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.7114	0.6320	1.3434	1.4969

Sterling Class 'L' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	1.3365	1.0251	2.3616	2.4543

Sterling Class 'L' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	1.0537	0.6422	1.6959	1.8215

Sterling Class 'PP' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	1.0789	0.9423	2.0212	2.1029

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Sterling Class 'PP' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.5617	0.8392	1.4009	1.5297

Sterling Class 'R' Income shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.9943	1.3027	2.2970	2.3983

Sterling Class 'R' Accumulation shares

Ordinary distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Final	0.5956	0.3206	0.9162	1.1021

21 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

For the purposes of these financial statements, the Prospectus dated 28 February 2025 has been used.

Investment objective

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

Investment policy

At least 70% of the fund is invested, directly or indirectly, in investment grade corporate debt securities (typically inflation-linked corporate bonds and floating rate notes), denominated in sterling or hedged back to sterling. These securities can be issued by companies from anywhere in the world, including emerging markets.

The fund's indirect exposure to inflation-linked corporate bonds is achieved by investing through a combination of instruments. These include a combination of inflation-linked government bonds with credit derivatives, such as credit default swaps (CDS) to create synthetic positions.

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

Derivatives are used for investment purposes, efficient portfolio management and hedging.

Investment approach

The fund typically seeks to maintain a low sensitivity to movements in interest rates to help mitigate the

negative impact of rising bond yields which are common during periods of rising inflation.

The fund manager believes that 'synthetic' inflation-linked corporate bonds can offer a similar return profile to physical inflation-linked corporate bonds while benefiting from enhanced market depth and liquidity.

The fund's investment style combines top-down and bottom-up analysis, and the fund manager is assisted in the selection of individual bonds by a team of credit analysts.

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.

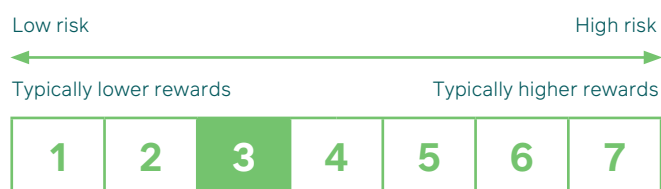
For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

Authorised Corporate Director's Report

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 15 to 17.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 31 March 2025

Performance against objective

Between 1 April 2024 (the start of the review period) and 31 March 2025, the M&G UK Inflation Linked Corporate Bond Fund delivered a positive total return.

The fund seeks to match or exceed the change in the UK Consumer Prices Index (CPI) over a rolling three-year period. Over a three-year period, the fund's annualised returns were behind the change in the CPI, which stood at 5.3% pa. The fund therefore did not meet its investment objective.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report.

Performance review

Market sentiment moved from one extreme to another during the period under review. The global economy

showed signs of improvement initially, with disinflationary trends resuming and steering clear of a recession. The UK economy, where the fund is largely invested, saw the headline inflation fall back to the target for the first time in three years in May 2024. The Bank of England (BoE) held interest rates steady at 5.25%, however, as the inflationary pressures eased, major central banks began their rate-cutting cycle. The UK's inflation rate held steady at 2.2% in July and August, just above the target of 2% and the BoE delivered its first rate cut of 0.25% in August.

Later in the year, significant bond sell-offs were witnessed, driven by central bank manoeuvres and political developments. A budget put forward by the new Labour government sparked concerns over growth and inflation, putting pressure on UK gilts. Markets reacted negatively initially, with bond yields spiking before stabilising. The budget was expected to dampen the UK's economic growth prospects and constrain the actions of the BoE as it contained policies that could potentially fuel inflation. Nonetheless, the BoE delivered a rate cut in November, bringing down the interest rate to 4.75%.

Global economic optimism waned in the first quarter of 2025 due to proposed US trade tariffs, leading to significant uncertainty. Inflation stayed above targets, and economic growth in major economies slowed amid fluctuating market conditions. The UK's annual headline inflation rate experienced a modest decline and UK gilts rose modestly in this period. The most notable event in the UK was Chancellor Rachel Reeves' Spring Statement, which was positively received by markets, containing substantial spending cuts. Markets were buoyed by the lower-than-expected inflation rate for February, which came in at 2.8%, raising expectations of an interest rate cut ahead. The BoE cut interest rates from 4.75% to 4.5% in February before holding in March, warning over global trade policy uncertainty.

UK government and corporate bonds underperformed their US and European counterparts during the review period.

Authorised Corporate Director's Report

Against this backdrop, the fund delivered a positive return, outperforming its benchmark, UK Consumer Prices Index, which returned 2.8% over the review period. Our rates positioning was the primary driver of relative performance specifically in sterling inflation-linked government bonds. Our positioning at the front end of the yield curve was beneficial, with the front end outperforming longer dated bonds (the yield curve is a graphical representation of the interest rates on debt for a range of maturities). Our credit positioning and currency exposure also contributed positively. Additionally, the inflation breakeven positioning of the fund was positive for the fund as inflation eased during the period.

Investment activities

At the beginning of the review period, considering the risk of an economic slowdown and the apparent decrease in inflation, we maintained our belief that the primary opportunities for the fund lie in duration (duration is a measure of a bond's sensitivity to changes in interest rates – the longer a bond's duration the more sensitive it is to interest rate movements). Consequently, we increased our exposure, identifying significant value in nominal government bond yields. However, by mid-period, we decreased the fund's duration, taking profits after the yield rally in July and August. In the subsequent months, we trimmed our USD duration to avoid excessive US risk ahead of the November US Presidential election. We also reduced our exposure to GBP and USD duration to finance the increase in EUR duration. Given European economic weakness, especially in Germany, we believed there was a reasonable chance for the European Central Bank to adopt a more accommodative stance. From January, we increased duration across all regions as yields rose. We shifted some of our UK inflation-linked gilt holdings maturing in 2026 to maturities in 2027, 2029, and 2030 based on our desire to move the fund longer duration, improving real yields, and the steepening in government yield curves. We also sold some EUR duration and shifted back into US Treasury duration, driven by concerns over Germany's election and increased defence spending.

Anticipating possible volatility, we began reducing credit risk early in the period. We added Boeing in April, which we subsequently sold in July. We bought Severn Trent inflation-linked bonds maturing in 2028, financed by selling 2024 inflation-linked gilts. We exchanged Thames Water bonds maturing in 2028 and 2031 for 2025 maturities due to company challenges and later sold our 2025 and remaining 2031 exposure. We added Worldline, Volkswagen and Metro Bank, and moved from preferred senior French bonds to higher quality bank bonds due to French budget concerns. We also participated in new issues for Teleperformance and Leeds Building Society. Our recent activity included buying Romania bonds and selling some Coventry Building Society.

Outlook

We believe that inflation should be under downward pressure, prompting the BoE to adopt an accommodative monetary policy. We will monitor inflation closely, having reduced breakeven exposure recently after a long period where we did not have a strong view. This comes off the back of breakevens falling towards the end of the review period (breakevens give an indication of future inflation values). We will continue to position the fund to benefit from falling rates.

Ben Lord and Matthew Russell

Co-fund managers

Employees of M&G FA Limited which is an associate of M&G Securities Limited.

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.

Portfolio statement

Investments

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income	703,692	96.05	97.32
Debt securities	704,173	96.12	97.62
'AAA' credit rated bonds	12,720	1.74	1.81
€5,500,000 Bundesrepublik Deutschland Bundesanleihe 0.5% 15/02/2026	4,539	0.62	
£2,495,526 European Investment Bank 2.9516% 31/03/2034	5,517	0.76	
£163,055 Gemgarto PLC FRN 5.3647% 16/12/2067	163	0.02	
£2,496,670 Polaris PLC FRN 5.2634% 23/10/2059	2,501	0.34	
'AA' credit rated bonds	419,888	57.31	55.84
£8,803 Baglan Moor Healthcare PLC 3.92% 30/04/2029	21	0.00	
€1,800,000 Banque Federative du Credit Mutuel SA 3.125% 14/09/2027	1,519	0.21	
£6,660,000 Metropolitan Life Global Funding I 5% 10/01/2030	6,690	0.91	
£60,650,604 U.K. Inflation-Linked Gilts 0.125% 22/03/2026	92,246	12.59	
£50,000 U.K. Inflation-Linked Gilts 0.125% 10/08/2028	70	0.01	
£24,125,000 U.K. Inflation-Linked Gilts 0.125% 22/03/2029	39,426	5.38	
£50,000 U.K. Inflation-Linked Gilts 0.125% 10/08/2031	65	0.01	
£97,575,000 U.K. Inflation-Linked Gilts 1.25% 22/11/2027	203,550	27.78	
£20,600,000 U.K. Inflation-Linked Gilts 4.125% 22/07/2030	70,045	9.56	
US\$2,500,000 UBS AG 7.5% 15/02/2028	2,082	0.29	
£4,072,000 UBS AG 7.75% 10/03/2026	4,174	0.57	
'A' credit rated bonds	158,885	21.69	15.96
£3,600,000 Banco Santander SA Var 4.75% 30/08/2028	3,580	0.49	
£2,495,000 Bank of America Corp. Var 1.667% 02/06/2029	2,251	0.31	
US\$5,000,000 Bank of America Corp. Var 4.376% 27/04/2028	3,845	0.52	
US\$2,500,000 Bank of America Corp. Var 4.948% 22/07/2028	1,942	0.27	
€2,890,000 Barclays PLC FRN 3.526% 12/05/2026	2,419	0.33	
US\$1,800,000 Barclays PLC Var 5.501% 09/08/2028	1,411	0.19	
US\$2,000,000 Barclays PLC Var 5.829% 09/05/2027	1,564	0.21	
€2,300,000 BPCE SA 3.875% 11/01/2029	1,962	0.27	
US\$2,752,000 Citigroup, Inc. Var 4.658% 24/05/2028	2,127	0.29	
€4,000,000 Credit Agricole SA Var 4.25% 11/07/2029	3,459	0.47	
US\$2,737,000 Deutsche Bank AG 4.162% 13/05/2025	2,112	0.29	
£7,000,000 DWR Cymru Financing U.K. PLC 4.375% 31/03/2027	16,512	2.25	
£3,819,000 Goldman Sachs Group, Inc. 1.5% 07/12/2027	3,498	0.48	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'A' credit rated bonds (continued)			
£4,000,000 HSBC Holdings PLC Var 1.75% 24/07/2027	3,830	0.52	
US\$15,000,000 JPMorgan Chase & Co. Var 4.323% 26/04/2028	11,514	1.57	
£3,000,000 KBC Group NV Var 1.25% 21/09/2027	2,840	0.39	
£3,500,000 Leeds Building Society 1.375% 06/10/2027	3,212	0.44	
£2,562,000 Lloyds Banking Group PLC Var 2% 12/04/2028	2,411	0.33	
€2,059,000 Lloyds Banking Group PLC Var 4.5% 11/01/2029	1,789	0.24	
€7,002,000 Morgan Stanley Var 0.406% 29/10/2027	5,645	0.77	
US\$10,000,000 Morgan Stanley Var 0.985% 10/12/2026	7,532	1.03	
US\$2,500,000 Morgan Stanley Var 4.679% 17/07/2026	1,930	0.26	
€6,059,000 Nationwide Building Society 2% 28/04/2027	5,002	0.68	
US\$2,500,000 Nationwide Building Society 4.85% 27/07/2027	1,945	0.27	
£1,780,000 Nationwide Building Society Var 6.178% 07/12/2027	1,812	0.25	
£7,500,000 NatWest Group PLC Var 2.875% 19/09/2026	7,413	1.01	
£2,829,000 NatWest Group PLC Var 3.125% 28/03/2027	2,774	0.38	
£2,435,000 NatWest Markets PLC 6.375% 08/11/2027	2,515	0.34	
US\$2,500,000 Philip Morris International, Inc. 4.875% 15/02/2028	1,952	0.27	
US\$5,000,000 Philip Morris International, Inc. 5.125% 17/11/2027	3,925	0.54	
US\$500,000 Philip Morris International, Inc. 5.125% 15/02/2030	394	0.05	
US\$2,034,501 Project Silver 3.967% 15/07/2044	1,519	0.21	
£8,000,000 Severn Trent Utilities Finance PLC 3.86% 30/05/2028	19,078	2.60	
US\$2,500,000 Svenska Handelsbanken AB 5.5% 15/06/2028	1,983	0.27	
US\$1,361,000 Swedbank AB 6.136% 12/09/2026	1,076	0.15	
£2,500,000 Swedbank AB Var 1.375% 08/12/2027	2,360	0.32	
€999,000 UBS Group AG Var 4.125% 09/06/2033	851	0.12	
US\$1,852,000 UBS Group AG Var 4.751% 12/05/2028	1,432	0.20	
US\$1,200,000 UBS Group AG Var 5.428% 08/02/2030	944	0.13	
US\$1,316,000 UBS Group AG Var 6.246% 22/09/2029	1,064	0.15	
US\$1,512,000 UBS Group AG Var 6.327% 22/12/2027	1,199	0.16	
£11,262,000 Wells Fargo & Co. Var 3.473% 26/04/2028	10,918	1.49	
£1,308,000 Yorkshire Building Society Var 7.375% 12/09/2027	1,344	0.18	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'BBB' credit rated bonds	109,526	14.95	23.18
US\$2,273,000 AerCap Ireland Capital DAC/AerCap Global Aviation Trust 2.45% 29/10/2026	1,697	0.23	
€797,000 AIB Group PLC Var 4.625% 23/07/2029	697	0.10	
€1,300,000 Banco de Sabadell SA Var 5% 07/06/2029	1,152	0.16	
€1,100,000 Banco de Sabadell SA Var 5.125% 10/11/2028	971	0.13	
€561,000 Bank of Ireland Group PLC Var 4.875% 16/07/2028	488	0.07	
US\$5,000,000 BAT International Finance PLC 5.931% 02/02/2029	4,022	0.55	
£2,200,000 CaixaBank SA Var 3.5% 06/04/2028	2,135	0.29	
€2,000,000 CaixaBank SA Var 4.625% 16/05/2027	1,706	0.23	
US\$1,990,000 CaixaBank SA Var 6.208% 18/01/2029	1,590	0.22	
€1,600,000 Corning, Inc. 3.875% 15/05/2026	1,352	0.18	
£1,790,000 CPUK Finance Ltd. 5.876% 28/08/2027	1,807	0.25	
£2,600,000 Deutsche Bank AG Var 4% 24/06/2026	2,591	0.35	
£1,700,000 Deutsche Pfandbriefbank AG 7.625% 08/12/2025	1,709	0.23	
€500,000 Eurofins Scientific SE 4.75% 06/09/2030	434	0.06	
US\$808,000 Fifth Third Bancorp Var 6.339% 27/07/2029	653	0.09	
£1,261,000 Hiscox Ltd. 6% 22/09/2027	1,283	0.17	
€773,000 Iccrea Banca SpA Var 4.25% 05/02/2030	666	0.09	
£10,000,000 Imperial Brands Finance PLC 5.5% 28/09/2026	10,060	1.37	
€635,000 Landsbankinn Hf. 6.375% 12/03/2027	562	0.08	
£1,304,000 Leeds Building Society Var 5.5% 30/01/2031	1,304	0.18	
€1,440,000 Logisor Financing SARL 1.5% 13/07/2026	1,183	0.16	
€1,320,000 Mexico Government International Bonds 4.4899% 25/05/2032	1,088	0.15	
€242,000 MTU Aero Engines AG 3.875% 18/09/2031	207	0.03	
£9,103,000 Orsted AS 0.375% 16/05/2034	9,140	1.25	
€897,000 Permanent TSB Group Holdings PLC Var 6.625% 25/04/2028	803	0.11	
€1,852,000 Romania Government International Bonds 5.875% 11/07/2032	1,538	0.21	
US\$5,000,000 Santander U.K. Group Holdings PLC Var 6.534% 10/01/2029	4,025	0.55	
£1,914,000 Santander U.K. Group Holdings PLC Var 7.098% 16/11/2027	1,965	0.27	
€1,808,000 SELP Finance SARL 3.75% 10/08/2027	1,536	0.21	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt securities (continued)			
'BBB' credit rated bonds (continued)			
£5,000,000 Swedbank AB Var 7.272% 15/11/2032	5,215	0.71	
€700,000 Teleperformance SE 4.25% 21/01/2030	590	0.08	
£15,913,000 Tesco PLC 3.322% 05/11/2025	31,385	4.28	
€3,000,000 Triodos Bank NV Var 4.875% 12/09/2029	2,567	0.35	
€1,550,000 UniCredit SpA Var 1.25% 16/06/2026	1,292	0.18	
€500,000 Volkswagen Financial Services AG 3.875% 19/11/2031	415	0.06	
US\$4,500,000 Warnermedia Holdings, Inc. 4.279% 15/03/2032	3,068	0.42	
£5,000,000 Whitbread Group PLC 2.375% 31/05/2027	4,711	0.64	
€200,000 Worldline SA 0.875% 30/06/2027	159	0.02	
€1,500,000 Worldline SA 4.125% 12/09/2028	1,248	0.17	
€600,000 Worldline SA 5.25% 27/11/2029	512	0.07	
'BB' credit rated bonds	367	0.05	0.57
£253,000 Boost Newco Borrower LLC/GTCR W Dutch Finance Sub BV 8.5% 15/01/2031	269	0.04	
€100,000 Novo Banco SA Var 9.875% 01/12/2033	98	0.01	
'B' credit rated bonds	2,787	0.38	0.26
£2,500,000 Metro Bank Holdings PLC Var 12% 30/04/2029	2,787	0.38	
Debt derivatives	(481)	(0.07)	(0.30)
Credit default swaps	4,567	0.62	0.85
€5,000,000 Anheuser-Busch InBev SA 20/12/2025	26	0.00	
US\$5,000,000 AT&T, Inc. 20/12/2025	20	0.00	
€10,000,000 BP Capital Markets PLC 20/06/2025	16	0.00	
US\$51,500,000 CDX.NA.IG.S38 20/06/2027	590	0.08	
US\$32,000,000 CDX.NA.IG.S41 20/12/2028	481	0.07	
US\$15,000,000 Comcast Corp. 20/12/2026	148	0.02	
€7,500,000 Credit Agricole SA 20/12/2025	36	0.01	
€(7,300,000) Deutsche Bank AG 20/06/2026	(60)	(0.01)	
€10,000,000 Enel SpA 20/12/2025	48	0.01	
US\$10,500,000 FedEx Corp. 20/06/2026	77	0.01	
US\$5,000,000 General Electric Co. 20/12/2025	26	0.00	
US\$7,500,000 General Electric Co. 20/12/2028	163	0.02	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Fixed income (continued)			
Debt derivatives (continued)			
Credit default swaps (continued)			
US\$5,000,000 General Motors Co. 20/12/2025	132	0.02	
€80,000,000 iTraxx Europe S37 20/06/2027	996	0.14	
€97,500,000 iTraxx Europe S38 20/12/2027	1,329	0.18	
€27,000,000 iTraxx Europe S40 20/12/2028	396	0.06	
€(30,500,000) iTraxx Europe Senior Financials S39 20/06/2028	(448)	(0.06)	
€6,000,000 Next Group PLC 20/06/2026	52	0.01	
US\$5,000,000 Omnicom Group, Inc./Omnicom Capital, Inc. 20/12/2025	25	0.00	
€5,000,000 Orange SA 20/12/2025	28	0.00	
US\$5,000,000 Verizon Communications, Inc. 20/12/2025	21	0.00	
€5,000,000 Vodafone Group PLC 20/06/2028	83	0.01	
€13,100,000 Wendel SE 20/12/2025	382	0.05	
Interest rate swaps	(5,307)	(0.72)	(1.03)
€4,100,000 Pay 2.2117% Receive VAR 14/02/2055	285	0.04	
£20,000,000 Pay VAR Receive 3.8141% 12/03/2029	(116)	(0.02)	
£50,000,000 Pay VAR Receive 3.953% 15/09/2031	(5,655)	(0.77)	
£16,400,000 Pay VAR Receive 4.2469% 09/01/2030	179	0.03	
Interest rate futures	259	0.03	(0.12)
110 CBOT 5 Year U.S. Treasury Notes Futures Jun 2025	96	0.01	
290 CBOT 10 Year U.S. Treasury Notes Futures Jun 2025	298	0.04	
1,013 Eurex 2 Year Euro SCHATZ Futures Jun 2025	70	0.01	
506 Eurex 5 Year Euro BOBL Futures Jun 2025	(334)	(0.05)	
(241) Long Gilt Futures Jun 2025	129	0.02	
Currency	589	0.08	(0.06)
Forward currency contracts	589	0.08	(0.06)
€477,745 Bought for £401,522 (expires 16.04.25)	(2)	0.00	
US\$5,577,554 Bought for £4,296,218 (expires 16.04.25)	15	0.00	

Portfolio statement

Investments (continued)

Holding	as at 31.03.25 £'000	as at 31.03.25 %	as at 31.03.24 %
Currency (continued)			
Forward currency contracts (continued)			
€(61,548,788) Sold for £51,822,234 (expires 16.04.25)	313	0.04	
US\$(97,833,115) Sold for £75,873,960 (expires 16.04.25)	263	0.04	
Total portfolio	704,281	96.13	97.26
Net other assets/(liabilities)	28,355	3.87	2.74
Net assets attributable to shareholders	732,636	100.00	100.00

Portfolio statement

Top ten portfolio transactions for the year to 31 March 2025

Largest purchases	£'000
U.K. Inflation-Linked Gilts 0.125% 22/03/2026	147,670
U.K. Inflation-Linked Gilts 4.125% 22/07/2030	68,882
U.K. Inflation-Linked Gilts 0.125% 22/03/2029	39,128
U.K. Inflation-Linked Gilts 1.25% 22/11/2027	38,721
Severn Trent Utilities Finance PLC 3.86% 30/05/2028	18,961
Metropolitan Life Global Funding I 5% 10/01/2030	6,689
Bundesrepublik Deutschland Bundesanleihe 0.5% 15/02/2026	4,539
Warnermedia Holdings, Inc. 4.279% 15/03/2032	3,005
Metro Bank Holdings PLC Var 12% 30/04/2029	2,726
Triodos Bank NV Var 4.875% 12/09/2029	2,572
Other purchases	10,232
Total purchases	343,125

Largest sales	£'000
U.K. Inflation-Linked Gilts 2.5% 17/07/2024	203,148
U.K. Inflation-Linked Gilts 0.125% 22/03/2026	140,923
U.K. Inflation-Linked Gilts 1.25% 22/11/2027	22,673
U.S. Treasury Inflation-Indexed Notes 0.375% 15/01/2027	21,865
Anglian Water Services Financing PLC 3.666% 30/07/2024	9,454
Banco Santander SA 1.375% 31/07/2024	7,800
Lloyds Banking Group PLC Var 1.875% 15/01/2026	7,000
JBS USA Holding Lux SARL/JBS USA Food Co./JBS Lux Co. SARL 5.125% 01/02/2028	6,550
Bank of America Corp. Var 3.584% 27/04/2031	6,153
Towd Point Mortgage Funding PLC FRN 5.8916% 20/10/2051	5,000
Other sales	82,554
Total sales	513,120

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

Fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year % ^a	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	+4.5	+3.5	+3.4	+2.1
Class 'A' Accumulation	+4.5	+3.5	+3.4	+2.1
Class 'I' Income	+4.9	+3.9	+3.8	+2.5
Class 'I' Accumulation	+4.9	+4.0	+3.8	+2.5
Class 'PP' Income	+5.0	+4.1	+3.9	n/a
Class 'PP' Accumulation	+5.0	+4.1	+3.9	n/a
Class 'R' Income	+4.6	+3.7	+3.5	+2.3
Class 'R' Accumulation	+4.6	+3.7	+3.5	+2.3
Benchmark	+2.8	+5.3	+4.7	+3.2

^a Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 16 September 2010.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	123.50	119.10	118.95
Return before operating charges*	6.38	7.51	2.18
Operating charges	(1.07)	(1.00)	(0.98)
Return after operating charges*	5.31	6.51	1.20
Distributions	(2.73)	(2.11)	(1.05)
Closing NAV	126.08	123.50	119.10
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.30	5.47	1.01
Other information			
Closing NAV (£'000)	615	872	1,938
Number of shares	488,102	705,895	1,627,365
Operating charges (%)	0.85	0.83	0.83
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	127.58	124.62	120.94
Lowest share price (UK p)	122.60	117.66	113.02

Sterling Class 'A' Accumulation shares

The share class was launched on 16 September 2010.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	133.50	126.54	125.26
Return before operating charges*	6.92	8.03	2.32
Operating charges	(1.17)	(1.07)	(1.04)
Return after operating charges*	5.75	6.96	1.28
Distributions	(1.80)	(1.18)	(0.07)
Retained distributions	1.80	1.18	0.07
Closing NAV	139.25	133.50	126.54
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.31	5.50	1.02
Other information			
Closing NAV (£'000)	12,647	14,695	19,130
Number of shares	9,081,841	11,007,507	15,116,707
Operating charges (%)	0.85	0.83	0.83
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	139.40	133.47	127.35
Lowest share price (UK p)	132.53	125.01	119.39

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 16 September 2010.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	129.25	124.15	123.50
Return before operating charges*	6.70	7.84	2.27
Operating charges	(0.60)	(0.54)	(0.53)
Return after operating charges*	6.10	7.30	1.74
Distributions	(2.86)	(2.20)	(1.09)
Closing NAV	132.49	129.25	124.15
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.72	5.88	1.41
Other information			
Closing NAV (£'000)	275,098	325,239	416,816
Number of shares	207,638,949	251,627,183	335,723,171
Operating charges (%)	0.45	0.43	0.43
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	134.06	130.43	125.76
Lowest share price (UK p)	128.34	122.78	117.59

Sterling Class 'I' Accumulation shares

The share class was launched on 16 September 2010.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	141.79	133.87	131.98
Return before operating charges*	7.37	8.50	2.46
Operating charges	(0.66)	(0.58)	(0.57)
Return after operating charges*	6.71	7.92	1.89
Distributions	(2.50)	(1.80)	(0.60)
Retained distributions	2.50	1.80	0.60
Closing NAV	148.50	141.79	133.87
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.73	5.92	1.43
Other information			
Closing NAV (£'000)	138,114	220,849	294,742
Number of shares	93,007,368	155,762,883	220,173,164
Operating charges (%)	0.45	0.43	0.43
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	148.65	141.76	134.52
Lowest share price (UK p)	140.79	132.38	126.06

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 5 August 2019.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	109.35	104.93	104.27
Return before operating charges*	5.66	6.63	1.93
Operating charges	(0.39)	(0.35)	(0.34)
Return after operating charges*	5.27	6.28	1.59
Distributions	(2.42)	(1.86)	(0.93)
Closing NAV	112.20	109.35	104.93
*after direct transaction cost of	0.00	0.01	0.00
Performance			
Return after charges (%)	4.82	5.98	1.52
Other information			
Closing NAV (£'000)	220,249	235,389	243,169
Number of shares	196,303,605	215,266,919	231,747,066
Operating charges (%)	0.35	0.33	0.33
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	113.53	110.34	106.22
Lowest share price (UK p)	108.58	103.80	99.34

Sterling Class 'PP' Accumulation shares

The share class was launched on 8 April 2019.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	114.83	108.31	106.67
Return before operating charges*	5.96	6.88	1.99
Operating charges	(0.41)	(0.36)	(0.35)
Return after operating charges*	5.55	6.52	1.64
Distributions	(2.14)	(1.57)	(0.60)
Retained distributions	2.14	1.57	0.60
Closing NAV	120.38	114.83	108.31
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.83	6.02	1.54
Other information			
Closing NAV (£'000)	85,138	86,167	87,438
Number of shares	70,721,791	75,039,744	80,730,137
Operating charges (%)	0.35	0.33	0.33
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	120.51	114.81	108.82
Lowest share price (UK p)	114.02	107.14	101.94

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 3 August 2012.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	120.46	115.99	115.67
Return before operating charges*	6.22	7.32	2.12
Operating charges	(0.86)	(0.80)	(0.78)
Return after operating charges*	5.36	6.52	1.34
Distributions	(2.66)	(2.05)	(1.02)
Closing NAV	123.16	120.46	115.99
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.45	5.62	1.16
Other information			
Closing NAV (£'000)	266	264	246
Number of shares	215,819	218,977	212,048
Operating charges (%)	0.70	0.68	0.68
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	124.63	121.55	117.67
Lowest share price (UK p)	119.59	114.63	109.99

Sterling Class 'R' Accumulation shares

The share class was launched on 3 August 2012.

for the year to 31 March Change in NAV per share	2025 UK p	2024 UK p	2023 UK p
Opening NAV	128.81	121.92	120.50
Return before operating charges*	6.69	7.73	2.24
Operating charges	(0.93)	(0.84)	(0.82)
Return after operating charges*	5.76	6.89	1.42
Distributions	(1.93)	(1.33)	(0.25)
Retained distributions	1.93	1.33	0.25
Closing NAV	134.57	128.81	121.92
*after direct transaction cost of	0.01	0.01	0.00
Performance			
Return after charges (%)	4.47	5.65	1.18
Other information			
Closing NAV (£'000)	509	679	780
Number of shares	378,142	527,440	640,041
Operating charges (%)	0.70	0.68	0.68
Direct transaction costs (%)	0.00	0.00	0.00
Prices			
Highest share price (UK p)	134.71	128.79	122.59
Lowest share price (UK p)	127.89	120.49	114.94

Financial statements and notes

Financial statements

Statement of total return

for the year to 31 March		2025		2024	
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	3		9,608		18,311
Revenue	5	30,815		39,554	
Expenses	6	(3,362)		(3,873)	
Interest payable and similar charges		(34)		(14)	
Net revenue/(expense) before taxation		27,419		35,667	
Taxation	7	0		0	
Net revenue/(expense) after taxation			27,419		35,667
Total return before distributions			37,027		53,978
Distributions	8		(16,068)		(15,235)
Change in net assets attributable to shareholders from investment activities			20,959		38,743

Statement of change in net assets attributable to shareholders

for the year to 31 March		2025		2024	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			884,154		1,064,259
Amounts received on issue of shares		45,624		48,086	
Amounts paid on cancellation of shares		(222,803)		(271,600)	
			(177,179)		(223,514)
Dilution adjustments			150		301
Change in net assets attributable to shareholders from investment activities (see above)			20,959		38,743
Retained distributions on Accumulation shares			4,552		4,365
Closing net assets attributable to shareholders			732,636		884,154

Financial statements and notes

Financial statements

Balance sheet

as at 31 March	Note	2025 £'000	2024 £'000
Assets			
Fixed assets			
Investments		710,896	872,550
Current assets			
Debtors	9	7,640	7,978
Cash and bank balances	10	24,860	26,304
Cash equivalents		8,217	1,526
Total assets		751,613	908,358
Liabilities			
Investment liabilities		(6,615)	(12,643)
Creditors			
Bank overdrafts		0	(1,751)
Overdrawn positions at futures clearing houses and collateral manager		(2,215)	(1,964)
Distribution payable		(5,392)	(5,212)
Other creditors	11	(4,755)	(2,634)
Total liabilities		(18,977)	(24,204)
Net assets attributable to shareholders		732,636	884,154

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 11 to 15.

2 Distribution policy

To contribute to the preservation of the share value in real terms, the amount available for distribution has been calculated to disregard the change in the Retail Prices Index during the accounting period in respect of interest from index-linked gilt-edged securities.

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 31 March	2025 £'000	2024 £'000
Non-derivative securities	3,117	8,840
Derivative contracts	6,642	10,339
Currency gains/(losses)	(151)	(868)
Net capital gains/(losses)	9,608	18,311

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within 'Notes to the financial statements' on pages 13 and 14. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 31 March	2025 £'000		2024 £'000	
a) Purchases				
Debt securities	343,125		96,395	
b) Sales				
Debt securities	509,709		270,121	
Other transaction types				
Corporate actions	3,411		0	
Total sales	513,120		270,121	
	2025 £'000	% of average NAV	2024 £'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Derivatives	18	0.00	27	0.00
Taxes paid				
Derivatives	17	0.00	29	0.00
Total direct portfolio transaction costs	35	0.00	56	0.00
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.18		0.18

5 Revenue

for the year to 31 March	2025 £'000	2024 £'000
Bank interest	18	29
Derivative revenue	5,268	6,035
Dividends from equity investments: taxable	0	10
Interest distributions	545	380
Interest on debt securities	24,978	33,096
Rebate of ongoing charges from underlying funds	6	4
Total revenue	30,815	39,554

Financial statements and notes

6 Expenses

for the year to 31 March	2025 £'000	2024 £'000
Payable to the ACD or associate		
Annual charge	3,362	3,873
Total expenses	3,362	3,873

Audit fees for the financial year ending 2025 were £15,000 (2024: £14,000) (including VAT), which are covered by the annual charge.

7 Taxation

for the year to 31 March	2025 £'000	2024 £'000
a) Analysis of charge in the year		
Corporation tax	0	0
Withholding tax	0	0
Deferred tax (note 7c)	0	0
Total taxation	0	0
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	27,419	35,667
Corporation tax at 20%	5,484	7,133
Effects of:		
Interest distributions	(2,728)	(1,576)
Relief for indexation on UK gilts	(2,692)	(4,557)
Current year expenses utilised	(64)	(1,000)
Total tax charge (note 7a)	0	0
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	0	0

The fund has not recognised a deferred tax asset of £0 (2024: £64,000) arising as a result of having excess management expenses and interest distributions.

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8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 31 March	2025		2024	
	Inc	Acc	Inc	Acc
	£'000	£'000	£'000	£'000
Interest distributions				
Interim	5,381	2,519	4,782	2,062
Final	5,392	2,033	5,212	2,303
Total net distributions		15,325		14,359
Income deducted on cancellation of shares		989		1,010
Income received on issue of shares		(246)		(134)
Distributions		16,068		15,235
Net revenue/(expense) per statement of total return		27,419		35,667
Expenses offset against capital		2,110		2,355
Effective yield adjustment not distributed		(13,461)		(22,787)
Distributions		16,068		15,235

9 Debtors

as at 31 March	2025	2024
	£'000	£'000
Amounts receivable on issues of shares	249	268
Currency deals outstanding	1,661	350
Debt security interest receivable	5,597	7,240
Derivative revenue receivable	119	100
Distributions receivable	14	18
Withholding tax recoverable	0	2
Total debtors	7,640	7,978

10 Cash and bank balances

as at 31 March	2025	2024
	£'000	£'000
Amounts held at futures clearing houses and collateral manager	23,503	24,743
Cash held as bank balances	1,357	1,561
Total cash and bank balances	24,860	26,304

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11 Other creditors

as at 31 March	2025 £'000	2024 £'000
Amounts payable on cancellation of shares	1,432	2,186
Annual charge payable	118	98
Currency deals outstanding	1,661	350
Purchases awaiting settlement	1,544	0
Total other creditors	4,755	2,634

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2024: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.04.24	Issued	Movements Cancelled	Converted	Closing 31.03.25
Sterling					
Class 'A' Income	705,895	40,065	(257,858)	0	488,102
Class 'A' Accumulation	11,007,507	878,699	(2,804,365)	0	9,081,841
Class 'I' Income	251,627,183	12,592,842	(56,581,076)	0	207,638,949
Class 'I' Accumulation	155,762,883	2,986,014	(65,741,529)	0	93,007,368
Class 'PP' Income	215,266,919	12,250,220	(31,213,534)	0	196,303,605
Class 'PP' Accumulation	75,039,744	8,051,626	(12,369,579)	0	70,721,791
Class 'R' Income	218,977	241,851	(245,009)	0	215,819
Class 'R' Accumulation	527,440	60,849	(210,147)	0	378,142

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

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14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	0.85
Class 'I'	0.45
Class 'PP'	0.35
Class 'R'	0.70

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

Amounts paid to M&G Securities Limited in respect of rebate arrangements for the annual charge are disclosed in notes 3 and 5. Amounts due at the year end from the ACD, and/or associate, in respect of these rebates are disclosed in note 9.

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 0.01% (2024: 0.02%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument

This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data

This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

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Level 3: Valuation technique using unobservable inputs

This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 31 March	Assets 2025 £'000	Liabilities 2025 £'000	Assets 2024 £'000	Liabilities 2024 £'000
Basis of valuation				
Level 1	410,534	(334)	490,689	(1,330)
Level 2	300,362	(6,281)	381,861	(11,313)
Level 3	0	0	0	0
	710,896	(6,615)	872,550	(12,643)

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 15 to 17.

18 Market risk sensitivity and exposure

VaR is the risk measurement methodology used to assess the fund's leverage and market risk volatility. When VaR is calculated as a percentage of the net asset value it may not be greater than the VaR limit set for the fund.

The VaR limit set during the financial year to 31 March 2025 was 20% (2024: 10%).

The lowest, highest and average utilisation of VaR with reference to the limit above are calculated during the financial years ended 31 March 2025 and 31 March 2024.

for the year to 31 March	2025 Utilisation of VaR 20%	2024 Utilisation of VaR 10%
Lowest	5.70	0.07
Highest	11.95	22.60
Average	8.30	17.72

19 Credit risk

The fund is exposed to credit risk both through the credit quality of the investments it holds and through the derivative positions with counterparties. The table below shows the credit quality of the investments held in the portfolio.

as at 31 March	2025 £'000	2024 £'000
Investment grade securities	701,019	855,759
Below investment grade securities	3,154	7,352
Other investments	108	(3,204)
Total	704,281	859,907

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The tables below show the exposure to counterparties. Collateral is posted daily, in the form of cash or high-quality government bonds, to minimise this exposure.

as at 31 March 2025	Swaps £'000	Forward currency contracts £'000	Futures £'000
Bank of America Merrill Lynch	157	263	259
Barclays Bank	4,030	1	0
BNP Paribas	83	(2)	0
Citigroup	93	0	0
Goldman Sachs	335	0	0
JPMorgan	216	310	0
National Australia Bank	0	14	0
Standard Chartered Bank	0	3	0
UBS	(5,654)	0	0
Total	(740)	589	259

as at 31 March 2024	Swaps £'000	Forward currency contracts £'000	Futures £'000
Bank of America Merrill Lynch	0	0	(1,069)
Barclays Bank	6,365	(2)	0
BNP Paribas	88	0	0
Citigroup	226	0	0
Goldman Sachs	805	0	0
JPMorgan	496	112	0
Merrill Lynch	364	0	0
State Street Bank	0	(634)	0
UBS	(9,955)	0	0
Total	(1,611)	(524)	(1,069)

20 Leverage risk

Funds using VaR approaches are required to disclose the level of leverage employed during the financial reporting period.

Derivatives can be used by the fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, the size of any positive or negative movement in markets may have a more significant effect on the net asset value of the fund.

The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial years ended 31 March 2025 and 31 March 2024 are disclosed in the table below. Leverage has been

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calculated using the Gross Sum of Notional Approach for derivative positions only (including forward currency contracts) and excludes all physical holdings. Percentages are expressed with reference to fund valuation.

for the year to 31 March	2025 £'000	2025 %	2024 £'000	2024 %
Lowest	769,457	98.88	2,579,052	160.00
Highest	1,474,947	168.75	3,286,220	197.00
Average	922,300	115.41	2,751,545	178.06

21 Interest distribution tables

This fund pays semi-annual interest distributions and the following table sets out the distribution periods.

Semi-annual distribution periods

	Start	End	Xd	Payment
Interim	01.04.24	30.09.24	01.10.24	30.11.24
Final	01.10.24	31.03.25	01.04.25	31.05.25

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Income shares

Interest distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Interim	1.0293	0.3258	1.3551	0.9601
Final	0.3234	1.0480	1.3714	1.1471

Sterling Class 'A' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2 Equalisation	Group 1 & 2 Distribution	
	2025 UK p	2025 UK p	2025 UK p	2024 UK p
Interim	0.5069	0.3748	0.8817	0.4958
Final	0.3701	0.5445	0.9146	0.6891

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Sterling Class 'I' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Interim	0.7376	0.6821	1.4197	1.0018
Final	0.4470	0.9928	1.4398	1.1995

Sterling Class 'I' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Interim	0.6536	0.5760	1.2296	0.7925
Final	0.7281	0.5389	1.2670	1.0072

Sterling Class 'PP' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Interim	0.6723	0.5291	1.2014	0.8470
Final	0.6557	0.5633	1.2190	1.0144

Sterling Class 'PP' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Interim	0.6730	0.3822	1.0552	0.6955
Final	0.5355	0.5507	1.0862	0.8713

Sterling Class 'R' Income shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Interim	0.2416	1.0804	1.3220	0.9356
Final	1.1260	0.2130	1.3390	1.1181

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Sterling Class 'R' Accumulation shares

Interest distributions for the year to 31 March	Income	Group 2	Group 1 & 2	
	2025 UK p	Equalisation 2025 UK p	2025 UK p	2024 UK p
Interim	0.5222	0.4283	0.9505	0.5692
Final	0.7062	0.2767	0.9829	0.7587

22 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Other regulatory disclosures

Remuneration

The below disclosure is made in accordance with Undertakings for Collective Investments in Transferable Securities ('UCITS') V and the Guidelines on sound remuneration policies under the UCITS issued by the European Securities and Markets Authority ('ESMA Guidelines').

M&G Securities Limited (the 'UCITS Management Company') is subject to a remuneration policy which is consistent with the principles outlined in the ESMA Guidelines.

The remuneration policy is designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of employees is in line with the risk policies and objectives of the UCITS funds managed by the UCITS Management Company. Further details of the remuneration policy can be found on our website: mandgplc.com/our-business/mandg-investments/mandg-investments-business-policies

The remuneration policy and its implementation is reviewed on an annual basis, or more frequently where required, and is approved by the M&G plc Board Remuneration Committee. The most recent review found no fundamental issues with no material changes made to the policy.

M&G Securities Limited is required under UCITS to make quantitative disclosures of remuneration. These disclosures are made in line with M&G's interpretation of currently available guidance on quantitative remuneration disclosures. As market or regulatory guidance evolves, M&G may consider it appropriate to make changes to the way in which quantitative disclosures are calculated.

The UCITS Management Company does not employ any staff directly. The 'Identified Staff' of M&G Securities Limited are those who could have a material impact on the risk profile of M&G Securities Limited or the UCITS funds it manages and generally includes senior management, risk takers and control functions. 'Identified Staff' typically provide both UCITS and non-UCITS related services and have a number of areas of responsibility across multiple entities. Therefore, only

the portion of remuneration for those individuals' services which may be attributable to UCITS is included in the remuneration figures disclosed. Accordingly the figures are not representative of any individual's actual remuneration. The information needed to provide a further breakdown of remuneration is not readily available and would not be relevant or reliable.

The amounts shown below reflect payments made in respect of the financial year 1 January 2024 to 31 December 2024.

	Fixed Remuneration £'000	Variable Remuneration £'000	Total £'000	Beneficiaries
Senior Management	579	1,303	1,882	10
Other Identified Staff	3,044	17,814	20,858	21
Total	3,623	19,117	22,740	31

