

18 March 2021

Dear Investor

**Change to the investment policy of
M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (the “Fund”),
a sub-fund of M&G (Lux) Investment Funds 1 (the “Company”)**

Please note that there will be no change to the way the Fund is managed, nor to the types of assets it can invest in. The Fund’s overall risk profile will not be impacted by the change. You do not need to take any action.

Capitalised terms used in this letter shall have the same meaning ascribed to them in the latest version of the prospectus of the Company (the “Prospectus”) unless the context otherwise requires.

I am writing to inform you that, effective from Tuesday 26 April 2022, the maximum amount the Fund can invest in contingent convertible securities (“CoCos”) will increase from 10% to 20% of its Net Asset Value (NAV). The change will be reflected in the Fund’s Investment Policy which can be found in the Company’s Prospectus dated March 2022 at www.mandg.com

CoCos are a type of debt, typically issued by banks, which function as bonds so long as certain pre-determined conditions are not triggered. These triggers may include measures of the issuer’s financial health remaining above a certain level.

We believe that the change will better allow the fund manager to take advantage of investment opportunities in bonds from financial issuers structured as CoCos.

Costs associated with the changes

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

Making changes to your investment

You may sell your investment, or switch it to another sub-fund of the Company or M&G fund, free of charge, at any point before or after the changes have taken place subject to our terms and conditions.

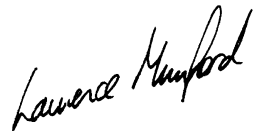
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For more information

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

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

Yours sincerely

A handwritten signature in black ink, reading "Laurence Mumford". The signature is written in a cursive, flowing style.

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