

6 October 2025

Dear Investor

**Information for shareholders in M&G (Lux) Global High Yield Bond Fund,
a sub-fund of M&G (Lux) Investment Funds 1 (the “M&G SICAV”)**

You are not required to take any action but we recommend that you read this letter.

I am writing to you as a shareholder in M&G (Lux) Global High Yield Bond Fund (the ‘**Receiving Fund**’) to inform you of the upcoming merger of M&G (Lux) Sustainable Global High Yield Bond Fund, a sub-fund of the M&G SICAV (the ‘**Merging Fund**’) into the Receiving Fund (the “**Merger**”). The Merger is expected to take place on Friday 28 November 2025 (the “**Effective Date**”) or any other date notified to you.

Please be informed that the Merging Fund will be merged into the Receiving Fund in accordance with the terms of Article 1 (20) a) of the 2010 Law by transferring all of its assets and liabilities to the Receiving Fund following which it will be dissolved without going into liquidation.

The Merger is carried out in accordance with article 26 of the articles of incorporation and the prospectus of the Company and is governed by Articles 65 to 76 of the 2010 Law and Articles 3 to 7 of CSSF Regulation 10-5 transposing Directive 2010/44/EU implementing Directive 2009/65/EC.

Will the Merger have an impact on Receiving Fund shareholders?

The way in which the Receiving Fund is operated will not change and after the Merger it will continue to be managed in accordance with its current Investment Objective, Investment Policy and Investment Strategy.

Portfolio realignment may be undertaken in either the Merging or Receiving Fund, as appropriate, to ensure that the assets are aligned with the Investment Objective, Investment Policy, and Investment Strategy of the Receiving Fund. All realignment decisions will be taken depending on prevailing market conditions, asset transferability and at the discretion of the Investment Manager to ensure minimal impact on Shareholders in both Sub-Funds.

continued overleaf

Should the Merging Fund still hold assets that do not align with the Receiving Fund's Investment policy on the Effective Date of the Merger, these assets will be transferred to the Receiving Fund and portfolio realignment will be implemented in the Receiving Fund immediately after the Merger at the discretion of the Investment Manager. M&G will compensate the Receiving Fund for any costs incurred as a result of this realignment.

Background and reason for the Merger

Since its launch in October 2017, the Merging Fund has not attracted the expected level of interest from investors (with assets totalling USD 39.90m as at 31.08.2025), meaning the Investment Manager is not able to manage the Merging Fund in a cost-effective way. Consequently, the Board of Directors of the M&G SICAV has explored a number of options for the Merging Fund and decided that the best option available to its investors is a merger into the Receiving Fund.

We have chosen the Receiving Fund as it provides the closest match within the M&G SICAV to the Merging Fund's Investment Objective and Investment Policy.

Procedure

The Effective Date of the Merger is expected to be Friday 28 November 2025 or any other date notified to you. The Merger does not require the approval of shareholders of either the Merging Fund or the Receiving Fund. Dealing in the Receiving Fund will not be suspended to facilitate the Merger.

The Merger will have no impact on the Receiving Fund's accrued income.

Costs

M&G will bear any stamp duty or transfer taxes which may arise as a consequence of transferring assets from the Merging Fund into the Receiving Fund in order to complete the Merger. The Merger will not result in any additional taxes or charges for shareholders in the Receiving Fund.

Right to sell or switch

As stated above, we do not believe the Merger will have any adverse effect on the Receiving Fund's portfolio. However, if the changes detailed in this letter do not suit your investment need, you may sell your shares or switch to another sub-fund of M&G SICAV, free of charge, at any point before or after the Effective Date. The procedures for selling, switching and transferring shares are set out in M&G SICAV's Prospectus which can be found on our website www.mandg.com or by calling our Customer Services team.

Additional information

Following the Merger, the report made by the auditor in respect of the Merger will be available upon request and free of charge by calling our Customer Services team.

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If you have any questions concerning the Merger, please do not hesitate to contact your usual M&G contact or, for operational queries, our Customer Services team by email at csmandg@caceis.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, so if you are uncertain as to how the changes may affect you, you should consult a financial adviser.

Yours faithfully



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