

Sub-Fund Merger Notification

This document is important and requires your immediate attention

Notice of the Merger of

M&G (Lux) Sustainable Global High Yield Bond Fund (the “Merging Fund”)

(a sub-fund of M&G (Lux) Investment Funds 1)

into

M&G (Lux) Global High Yield Bond Fund (the “Receiving Fund”)

(a sub-fund of M&G (Lux) Investment Funds 1)

Defined terms used in this letter have the same meaning as in the Prospectus.

Contents

	Page
Letter to shareholders including your options	2
Background and reasons for the Merger	4
Comparison of the Merging Fund with the Receiving Fund	4
Impact of the Merger on shareholders of the Merging Fund	7
Details of the Merger	8
Comparison of the features of the Merging Fund and the Receiving Fund	10

Key dates

Suspension of dealing in Shares of the Merging Fund and deadline for receipt of redemption and switch requests	13:00 (CET) on Friday 21 November 2025
Valuations used for the purpose of the merger	13:00 (CET) on Friday 28 November 2025
Effective Date of the merger (the “Effective Date”)	Friday 28 November 2025 or any other date notified to you
First day of dealing in your new shares in the Receiving Fund	Monday 1 December 2025
Dispatch confirmation of number of shares in Receiving Fund	No later than Monday 1 December 2025
Availability of the audit report on the Merger	As soon as practicable after the Effective Date

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@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.

Dated: 6 October 2025

Dear Shareholder,

I am writing to you as a Shareholder of the Merging Fund to inform you of the Board of Directors' decision to merge it into the Receiving Fund (the "**Merger**"). Both sub-funds (the "**Sub-Funds**") are sub-funds of M&G (Lux) Investment Funds 1, a Luxembourg-authorised *société d'investissement à capital variable* qualifying as an undertaking for collective investment in transferable securities in accordance with Luxembourg law (the "**M&G SICAV**"). The Merger will take place on Friday 28 November 2025 or any other date notified to you.

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.

This document details the reasons for the Merger and provides a comparison of the Merging Fund with the Receiving Fund.

The Merger does not require the approval of the Shareholders of either the Merging Fund or the Receiving Fund.

Your Options

The three options available to you are as follows – please note that none of these will incur any switching or redemption fees:

- **Option 1: Participate in the Merger – No action required**

If you wish to participate in the Merger you do not need to do anything.

If we do not receive any instructions from you by 13:00 (CET) on Friday 21 November 2025, you will automatically receive shares in the Receiving Fund to an equivalent value (determined by the prevailing mid-market prices of both the Merging and Receiving fund) of the shares you hold in the Merging Fund as at the Effective Date, as detailed in the table on page 13. We will send you confirmation and details of your new holding in the Receiving Fund by Monday 1 December 2025.

- **Option 2: Switch to an alternative M&G SICAV sub-fund free of charge – your instructions must reach us no later than 13:00 (CET) on Friday 21 November 2025**

You may switch to another sub-fund within the M&G SICAV fund range (or another M&G fund for which you are eligible to invest in). Please ensure that you have read the Key Information Document(s) ("**KIDs**") for any sub-fund(s) you want to switch into.

- **Option 3: Redeem your holding free of charge – your instructions must reach us no later than 13:00 (CET) on Friday 21 November 2025**

If you do not wish to participate in the Merger, you may request the redemption of your shares. You will receive the proceeds of your investment within three business days of the next Dealing Request Deadline as defined in the Prospectus.

Further information and contact details

More detail on the Merger can be found in the following sections of this document; however, if you have any questions concerning the Merger or the sub-funds, please do not hesitate to contact your usual M&G contact. For operational queries, contact our Customer Services team by email at csmang@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

A handwritten signature in black ink, reading 'Laurence Mumford', written in a cursive style.

Chair, M&G (Lux) Investment Funds 1

Background and reasons 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. The Merger will give you the opportunity to be invested in a larger sub-fund (USD 49.88m as at 31.08.2025) with stronger asset growth prospects.

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, and should therefore have the smallest impact on your investment. Both Sub-Funds aim to deliver a combination of income and growth of capital by investing in a high yield bonds issued by companies denominated in any currency.

Comparison of the Merging Fund with the Receiving Fund

For a detailed comparison of the Sub-Funds' features, please carefully read the table on page 10, as well as the KID for the Receiving Fund which is also enclosed. This KID has been chosen as it is for the Share Class that the largest amount of assets from the Merging Fund will merge into as a result of the Merger. KIDs for all other Share Classes in the Receiving Fund are available on our website www.mandg.com

Note that the Receiving Fund's KIDs will be updated on our website on 20 October 2025 as detailed in the 'Investment Policies' section below.

- **Investment Objectives**

Both Sub-Funds seek to provide total return (capital growth plus income) whilst applying Environment, Social and Governance ("ESG") Criteria. However, whilst the Merging Fund seeks to deliver better returns than the sustainable global high yield bond market, the Receiving Fund seeks to beat the conventional global high yield bond market.

- **Environment, Social and Governance ("ESG") characteristics**

Both Sub-Funds seek to make investments that meet the ESG Criteria, applying an Exclusionary Approach to investment.

- EU Sustainable Finance Disclosure Regulation ("SFDR")

Both Sub-Funds are categorised as Article 8 under SFDR and promote environmental and/or social characteristics.

- Investment Manager's ESG Classification

The Merging Fund is categorised as **Planet+ / Sustainable** under the Investment Manager's ESG Classification, which is for funds that allocate to investments that are expected to have a positive contribution to environmental and/or social objectives.

The Receiving Fund is categorised as **Planet+ / ESG Enhanced**, which is for funds that will seek to mitigate negative impacts on the environment and society.

ESG Exclusions

The European Securities and Markets Authority ("ESMA") guidelines on funds names using ESG- or sustainability-related terms (the "**Guidelines**") apply to the Merging Fund. This includes a requirement to adhere to Guidelines-related ESG exclusions and applicable thresholds related to the Paris-Aligned Benchmark. As the Receiving Fund doesn't include an ESG- or sustainability-related term in its name, the Guidelines-related ESG exclusions do not apply to the Receiving Fund.

In addition, the following exclusions apply to the Merging Fund but not to the Receiving Fund:

- Thermal Coal Extraction
- Unconventional Oil and Gas Extraction except for oil sands and Arctic drilling
- Conventional Oil and Gas Extraction
- Oil and Gas Related Activities
- Carbon-intensive Power Generation
- Defence and Other Weapons
- Alcohol
- Issuers considered to be 'ESG laggards' (Companies classified as ESG laggards are based on MSCI (ESG rating of B or CCC) unless the Investment Manager's in-house ESG assessment takes a different view)

The following exclusions apply to both the Merging and Receiving Funds:

- United Nations Global Compact (UNGC) and good governance
- M&G Investments Thermal Coal Investment Policy
- Unconventional Oil and Gas Extraction (oil sands and Arctic drilling)
- Adult Entertainment
- Gambling
- Tobacco
- Controversial Weapons

In addition, some of the thresholds that apply to the Merging Fund's exclusions are lower than those that apply to equivalent exclusions in the Receiving Fund.

- Other ESG Criteria

The Merging Fund holds the Febelfin 'Towards Sustainability' label, which the Receiving Fund doesn't hold.

- **Planned asset allocation**

	Minimum proportion of the Fund's Net Asset Value (" NAV ") that must be aligned with its promoted Environmental and/or Social (" E/S ") characteristics	Minimum proportion of the Fund's NAV that must be held in Sustainable Investments
Merging Fund	80%	51%
Receiving Fund	70%	20%

- **Positive ESG Outcomes**

The Merging Fund uses the following Positive ESG Outcomes as sustainability indicators to measure the attainment of its ESG characteristics:

- Portfolio weighted average ESG score versus investment universe weighted average ESG score.
- Portfolio weighted average carbon intensity versus investment universe weighted average carbon intensity.

The Receiving Fund doesn't apply a Positive ESG Outcome.

For full details of the ESG characteristics promoted by the Sub-Funds and ESG exclusions applied to each Sub-Fund, please refer to their respective Precontractual disclosures and Sustainability-related disclosures, which can be found on the M&G website www.mandg.com

- **Investment Policies**

Both sub-funds invest at least 80% of their NAV in high yield bonds, which can be issued by companies located anywhere in the world, and denominated in any currency. Both seek to make investments that meet the ESG Criteria through the application of an Exclusionary Approach, although the Merging Fund also applies Positive ESG Outcomes – as outlined in the ‘Environment, Social and Governance (“ESG”) characteristics’ section above.

In addition, effective from 20 October 2025, the Receiving Fund’s Investment Policy will expressly specify that it can hold up to 10% of its NAV in distressed debt securities and defaulted debt securities.

A distressed debt security is a debt instrument issued by a company or government entity with a credit rating of CC or lower, based on the highest rating assigned by Standard & Poor’s, Moody’s, or Fitch if available – in the absence of an external rating, the Investment Manager’s internal rating is used. A defaulted debt security is a debt security issued by a company or government entity that is in default with respect to the payment of interest or repayment of principal. These securities may be defaulted and undergoing restructuring, bankruptcy or other proceedings in an attempt to avoid insolvency.

Investing in these securities involves special risks in addition to the risks associated with “high yield” debt securities as further described in the “Risk factors” section of the Prospectus.

The KID for the Receiving Fund enclosed with this notice includes the Receiving Fund’s Investment Policy as at the Effective Date of the Merger and reflects the above change, which is also highlighted on page 10. KIDs for other Share Classes in the Receiving Fund will be updated on our website on 20 October 2025.

- **Investment Strategies – Investment Approaches**

Both Sub-Funds are globally diversified and seek to provide exposure to a broad range of individual issuers across a variety of industrial sectors. They both employ a similar approach based on macroeconomic environment analysis, complemented by individual credit selection.

In addition, effective from 20 October 2025, and in line with the Investment Policy amendment described above, the Receiving Fund’s Investment Approach will be updated to include a ‘Downgrade policy’ to clarify what action the Investment Manager may take in the event of a credit rating downgrade to a security or an issuer held by the Receiving Fund. The Downgrade policy is included in the features comparison table included in the Appendix on page 10.

- **Share Classes and Types, and charges**

Investors in the Merging Fund who wish to participate in the Merger will receive Shares in the Receiving Fund that may be subject to different charges to the ones they currently hold in the Merging Fund.

A full comparison of charges applicable to the Merging and Receiving Funds for each Share Class can be found in the Appendix on page 13.

The Receiving Fund does not offer USD A M Shares, which are offered in the Merging Fund and distribute income on a monthly basis. Investors in the Merging Fund’s USD A M Distribution Shares will therefore move to USD A Distribution Shares in the Receiving Fund. Like all Shares in the Receiving Fund, these Shares distribute income on a monthly basis.

Investors in all other Share Classes will receive Shares of the same Class and Type in the Receiving Fund as they currently hold in the Merging Fund.

- **Leverage**

The Merging Fund's expected level of leverage under normal market conditions is 150% of its NAV, while the Receiving Fund's is 250% of its NAV.

- **Benchmarks**

The Merging Fund's performance is measured against the Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index USD hedged, while the Receiving Fund uses the ICE BofA Global High Yield Index USD Hedged.

- **Distribution frequency**

The Merging Fund distributes income on a quarterly basis (with monthly distribution Share Classes also available), whilst the Receiving Fund distributes on a monthly basis.

Impact of the Merger on shareholders of the Merging Fund

We intend to suspend dealing in shares of the Merging Fund at 13:00 (CET) on Friday 21 November 2025.

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.

- Any realignment taking place in the Merging Fund prior to the Merger will commence no earlier than Friday 21 November 2025. In this scenario, the Merging Fund may not be managed in line with its current Investment Objective and Investment Policy and any transaction costs arising from the realignment in the Merging Fund will be borne by M&G.
- Further realignment may be undertaken 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.

On the Effective Date, investors in the Merging Fund will be issued with New Shares in the Receiving Fund and their Shares in the Merging Fund will be cancelled. The number of Receiving Fund shares you will receive on the Effective date will be determined using a "merger factor", which is based on the prevailing mid-market prices of both the Merging and Receiving Funds on the Effective Date. As a result, you may not hold the same number of shares in the Receiving Fund as you did in the Merging Fund; however the total value of the shares you receive as part of the Merger will be the same as that of the shares you held in the Merging Fund on that date.

- **Accrued income**

For shares of the Merging Fund paying dividends, the last distribution periods for the purposes of income distribution will be as follows:

Income distribution frequency	Period	Record Date	XD date	Pay Date
Quarterly	1 July 2025 to 30 September 2025	17 October 2025	20 October 2025 2025	23 October 2025
Monthly	1 October 2025 to 31 October 2025	21 November 2025	24 November 2025	27 November 2025

- **For Quarterly Distribution Classes:**

Income available for distribution in respect of the period from 1 October 2025 to the Effective Date will not be paid on the scheduled Pay Date, but instead will be included in the NAV when calculating the number of shares that you will receive in Receiving Fund as result of the Merger.

- **For Monthly Distribution Classes:**

Income available for distribution in respect of the period from 1 November 2025 to the Effective Date will not be paid on the scheduled Pay Date, but instead will be included in the NAV when calculating the number of shares that you will receive in Receiving Fund as result of the Merger.

- **Service providers**

As both Sub-Funds are part of the M&G SICAV, all the service providers will remain the same after the Merger (including the Investment Manager).

Details of the Merger

Provided that we do not receive instructions from you to switch or redeem your shares before the relevant dates set out on page 1, you will be allocated New Shares in the Receiving Fund in the share class and type specified in the table located on page 13. Please note that, as noted in the “Impact of the Merger” section, the number of Receiving Fund shares you receive on the Effective Date may differ from the number of Merging Fund Shares you will hold on that date; however the total value of the shares you receive as part of the Merger will be the same as that of the shares you held in the Merging Fund on the Effective Date.

The share classes taking part in the Merger are set out in the share classes and charges table on page 13.

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.

After the Merger process has completed, shares in the Merging Fund will be cancelled and will cease to be of any value.

- **Suspension of dealing in the Merging Fund**

In order to facilitate the implementation of the Merger, dealing in shares in the Merging Fund will be suspended at 13:00 (CET) on Friday 21 November 2025.

Any dealing instructions received after that time will be rejected and will have to be resubmitted to deal in shares in the Receiving Fund on Monday 1 December 2025.

- **Merger costs and taxation**

M&G will bear any costs associated with carrying out the Merger, including legal, administrative and portfolio realignment costs, and any stamp duty or transfer taxes which may arise as a result of the Merger.

Any other taxes (eg income tax or capital gains tax on disposal of property) that would ordinarily be borne by the Merging Fund, even if incurred as a result of the Merger, will be borne by the Merging Fund.

The tax consequences of the Merger will vary depending on the laws and regulations of your country of residence, citizenship or domicile. In particular, for shareholders in some jurisdictions, a merger may be treated as involving a disposal of their shares in the Merging Fund under their domestic law, potentially triggering a tax liability. If you are in any doubt about your potential liability to tax, you should consult a tax adviser.

Please note that M&G will not, however, be responsible for, or pay, any investor's personal tax liability that results from the Merger.

Enc. Appendix: Comparison of the Comparison of the features of M&G (Lux) Sustainable Global High Yield Bond Fund and M&G (Lux) Global High Yield Bond Fund

Appendix: Comparison of the features of M&G (Lux) Sustainable Global High Yield Bond Fund and M&G (Lux) Global High Yield Bond Fund

Further details of the M&G (Lux) Global High Yield Bond Fund can be found in the enclosed KID. This KID has been chosen as it is for the Share Class that the largest amount of assets from the Merging Fund will merge into as a result of the Merger. KIDs for all other Share Classes in the Receiving Fund are available on our website www.mandg.com

Note that the Receiving Fund's KIDs will be updated on our website on 20 October 2025 with a change to its Investment Policy, as detailed in the table below.

- Investment objective, investment policy and investment approach

	M&G (Lux) Sustainable Global High Yield Bond Fund	M&G (Lux) Global High Yield Bond Fund
Investment Objective	The Fund aims to provide a higher total return (capital growth plus income) than that of the sustainable global high yield market over any five-year period, while applying ESG Criteria.	The Fund aims to provide a higher total return (capital growth plus income) than that of the global high yield bond market over any five-year period while applying ESG Criteria.
Investment Policy	<p>The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies located anywhere in the world including emerging markets, and denominated in any currency.</p> <p>The Fund does not take currency views and aims to hedge any non-USD assets to USD. There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in high yield and unrated debt securities.</p> <p>The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach and a Positive ESG Outcome as described in the precontractual annex to this Fund Supplement.</p> <p>The Fund may invest up to 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.</p> <p>In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless otherwise permitted by this investment policy.</p> <p>The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.</p> <p>The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps, total return swaps and credit linked notes.</p>	<p>The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies denominated in any currency. The Fund does not take any currency views and aims to hedge any non-USD assets to USD. Issuers of these securities may be located in any country, including emerging markets.</p> <p>The Fund seeks to make investments that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex to this Fund Supplement.</p> <p>The investment process of the Fund is based on the bottom-up analysis of individual bond issues whilst remaining aware of macroeconomic developments.</p> <p>In addition to high yield securities, the Fund may invest in unrated debt securities up to a combined maximum of 100% of the Fund's Net Asset Value. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.</p> <p>The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.</p> <p>[From 20 October 2025: The Fund may hold up to 10% of its Net Asset Value in distressed debt securities and defaulted debt securities.]</p> <p>The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.</p> <p>In addition to the above, the Fund may also invest in UCITS and other UCIs, considered to be consistent with its investment policy. The Fund may invest in cash (meaning deposits permitted by article 41(1) of the 2010 Law) and near cash. Investments in cash and near cash shall not exceed 20% of the Net Asset Value of the Fund unless</p>

	M&G (Lux) Sustainable Global High Yield Bond Fund	M&G (Lux) Global High Yield Bond Fund
		<p>otherwise permitted by this investment policy.</p> <p>The Fund may receive certain assets as a consequence of corporate actions such as mergers and acquisitions and restructures that are not consistent with its investment policy. The Fund will generally dispose of such assets to the extent possible but may continue to hold up to 10% of its Net Asset Value in such assets where the Investment Manager considers this to be in the best interest of investors.</p>
Investment Strategy	<ul style="list-style-type: none"> • Investment Approach <p>The Fund is globally diversified and seeks to provide exposure to a broad range of issuers across a variety of sectors.</p> <p>The Investment 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.</p> <p>Individual credit selection based on bottom-up analysis of the corporate bond markets by inhouse credit analysts complements the Investment Manager's views.</p> <ul style="list-style-type: none"> • Investment Manager's ESG Classification <p>The Fund is categorised as Planet+ / Sustainable.</p> <p>The ESG categorisation of the Fund is explained in the section "ESG Glossary" of Appendix 1 of this Prospectus.</p>	<ul style="list-style-type: none"> • Investment Approach <p>The Fund is globally diversified and the Investment Manager seeks to provide exposure to a broad range of individual issuers across a variety of industrial sectors.</p> <p>The Investment Manager has the flexibility to adjust the Fund's credit exposure, sector positioning and regional allocations depending on the assessment of current market valuations and the macroeconomic environment, including the likely path of economic growth, inflation and interest rates.</p> <p>Individual credit selection is carried out in conjunction with the in-house team of credit analysts, which provides bottom-up analysis of the corporate bond markets to complement the Investment Manager's views.</p> <p>[From 20 October 2025]</p> <p>In the event that a debt security's or an issuer's credit rating is downgraded, the credit standing will be assessed as soon as possible and appropriate actions for any specific relevant instrument within the Fund may be taken. These actions could include selling the underlying holdings or retaining the holdings to maturity depending on the specific characteristics of the instrument; in either event, the decision will be based on what is in the best interest of the Shareholders of the Fund.]</p> <ul style="list-style-type: none"> • Investment Manager's ESG Classification <p>The Fund is categorised as Planet+ / ESG Enhanced.</p> <p>The ESG categorisation of the Fund is explained in the section "ESG Glossary" of Appendix 1 of this Prospectus.</p>
EU Sustainable Finance Disclosure Regulation	The Fund is categorised as an Article 8 fund under SFDR and promotes environmental and/or social characteristics as described in the precontractual annex to this Fund Supplement.	The Fund is categorised as an Article 8 fund under SFDR and promotes environmental and/or social characteristics as described in the precontractual annex to this Fund Supplement.
Benchmark	<p>Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index USD hedged</p> <p>The benchmark is a comparator against which the Fund's performance can be measured. 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.</p> <p>The Fund is actively managed. The Investment 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</p>	<p>ICE BofA Global High Yield Index USD Hedged</p> <p>The benchmark is a comparator against which the Fund's performance can be measured. 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.</p> <p>The Fund is actively managed. The Investment 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</p>

	M&G (Lux) Sustainable Global High Yield Bond Fund	M&G (Lux) Global High Yield Bond Fund
	<p>benchmark's constituents and as a result the Fund's performance may deviate significantly from the benchmark.</p> <p>The Investment Manager refers to the benchmark when constructing the Fund's portfolio but is not bound by the benchmark rules when selecting investments. Further information on the benchmark can be found on the Bloomberg website.</p> <p>For each Share Class, the benchmark may be denominated or hedged into the relevant Share Class currency. The benchmark for each Share Class will be shown on the M&G Website.</p>	<p>Fund's performance may deviate significantly from the benchmark.</p> <p>For each Share Class, the benchmark may be denominated or hedged into the relevant Share Class currency. The benchmark for each Share Class will be shown on the M&G Website.</p>
Profile of Typical Investor	<p>The Fund is designed for retail and Institutional Investors who seek capital growth and income from a portfolio of higher yielding corporate debt securities and who have sustainability preferences. There is no guarantee that the Fund will achieve its objectives. Investors should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.</p> <p>In each case it is expected that all investors will understand and appreciate the risks associated with investing in Shares of the Fund.</p> <p>This Fund is designed for investors who have an investment time horizon of at least five years.</p>	<p>The Fund is designed for retail, professional or Institutional Investors seeking to gain a combination of capital growth and income, while generating a high level of income, from a portfolio of predominantly higher yielding corporate debt (or derivatives giving such exposure) and who have sustainability preferences.</p> <p>There is no guarantee that the Fund will achieve its objective. Investors should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.</p> <p>In each case it is expected that all investors will understand and appreciate the risks associated with investing in Shares of the Fund.</p> <p>This Fund is designed for investors who have an investment time horizon of at least five years.</p>
Leverage	<p>The Fund's expected average level of leverage under normal market conditions is 150% of the Fund's Net Asset Value when calculated in accordance with the sum of notionals approach.</p> <p>The level of leverage could sometimes be higher under certain circumstances including but not limited to changes in the reference market conditions and the investment strategy.</p>	<p>The Fund's expected average level of leverage under normal market conditions is 250% of the Fund's Net Asset Value when calculated in accordance with the sum of notionals approach.</p> <p>The level of leverage could sometimes be higher under certain circumstances including but not limited to changes in the reference market conditions and the investment strategy.</p>

- Fund features**

	M&G (Lux) Sustainable Global High Yield Bond Fund	M&G (Lux) Global High Yield Bond Fund
Valuation Currency	USD	USD
Fund size as at 31.08.2025	USD 39.90m	USD 49.88m
Distribution frequency	Quarterly (with monthly distribution Share Classes available)	Monthly
Investment fund sector	Morningstar Global High Yield Bond sector	Morningstar Global High Yield Bond sector
Synthetic Risk Indicator (SRI) as at 31.07.2025	2	2
<i>Note: risk is measured on a 7-point scale, where SRI 1 indicates lower risk (but is not risk-free) and SRI 7 indicates higher risk.</i>		

- Share classes and charges

M&G (Lux) Sustainable Global High Yield Bond Fund						M&G (Lux) Global High Yield Bond Fund***					
Share Classes	ISIN	AMC %	OCF* as at 31.08.25 %	Initial charge %	Taxe d'abonnement (%)	Share Classes	ISIN	AMC %	OCF* as at 31.08.25 %	Initial charge %	Taxe d'abonnement (%)
CHF A-H Acc	LU1665235591	1.00%	1.22%	4.00%	0.05%	CHF A-H Acc	LU1670727475	1.00%	1.22%	4.00%	0.05%
EUR A-H Acc	LU1665235914	1.00%	1.23%	4.00%	0.05%	EUR A-H Acc	LU1670726402	1.00%	1.23%	4.00%	0.05%
EUR A-H Dist	LU1665236052	1.00%	1.22%	4.00%	0.05%	EUR A-H Dist	LU1670726741	1.00%	1.23%	4.00%	0.05%
EUR C-H Acc	LU1665236136	0.40%	0.62%	1.25%	0.05%	EUR C-H Acc	LU1670727129	0.40%	0.63%	1.25%	0.05%
EUR CI-H Acc	LU1665236219	0.40%	0.58%	1.25%	0.01%	EUR CI-H Acc	LU1866905166	0.40%	0.59%	1.25%	0.01%
EUR L-H Acc	LU1665236300	0.15%	0.38%	1.25%	0.05%	EUR L-H Acc	LU2904637423	Up to 0.40% (currently 0.15%)	0.38%†	1.25%	0.05%
GBP C-H Dist	LU1665236649	0.40%	0.63%	1.25%	0.05%	GBP C-H Dist	LU2879866619	0.40%	0.63%†	1.25%	0.05%
GBP L-H Acc	LU1670727715	0.15%	0.37%	1.25%	0.05%	GBP L-H Acc	LU2879866700	Up to 0.40% (currently 0.15%)	0.38%†	1.25%	0.05%
GBP L-H Dist	LU1865179383	0.15%	0.35%	1.25%	0.05%	GBP L-H Dist	LU2879866965	Up to 0.40% (currently 0.15%)	0.38%†	1.25%	0.05%
GBP ZI-H Acc	LU3025933881	0.00%	0.18%†	0.00%	0.01%	GBP ZI-H Acc	LU3149167192	0.00%	0.19%†	0.00%	0.01%
SEK N-H Acc	LU2293941261	Up to 1.00% (currently 0.75%)	0.99%	4.00%	0.05%	SEK N-H Acc	LU2904637696	Up to 1.00% (currently 0.75%)	0.98%†	4.00%	0.05%
USD A Acc	LU1665234511	1.00%	1.21%	4.00%	0.05%	USD A Acc	LU1670725933	1.00%	1.21%	4.00%	0.05%
USD A Dist	LU1665234602	1.00%	1.21%	4.00%	0.05%	USD A Dist	LU1670726071	1.00%	1.21%	4.00%	0.05%
USD A M Dist**	LU1665234784	1.00%	1.21%	4.00%	0.05%	USD A Dist	LU1670726071	1.00%	1.21%	4.00%	0.05%
USD C Acc	LU1665235088	0.40%	0.60%	1.25%	0.05%	USD C Acc	LU1670726238	0.40%	0.61%	1.25%	0.05%
USD C Dist	LU1665235161	0.40%	0.60%	1.25%	0.05%	USD C Dist	LU1670726311	0.40%	0.60%	1.25%	0.05%
USD CI Acc	LU1665235245	0.40%	0.57%	1.25%	0.01%	USD CI Acc	LU1797820658	0.40%	0.57%	1.25%	0.01%

* The ongoing charge figures (OCF) disclosed above include direct costs to the fund, such as the annual management charge (AMC), administration charge and custodian charge, but do not include portfolio transaction costs.

** This share class distributes income monthly, whereas all other share classes in the Merging Fund distribute income on a quarterly basis

*** All receiving share classes in scope for the merger distribute on a monthly basis

† Estimated as these share classes had been in existence less than a year at the time of the calculation.

- **Fund structure**

	M&G (Lux) Sustainable Global High Yield Bond Fund	M&G (Lux) Global High Yield Bond Fund
Legal form	UCITS	UCITS
Domicile	Luxembourg	Luxembourg
Management company	M&G Luxembourg S.A.	M&G Luxembourg S.A.
Investment manager	M&G Investment Management Limited	M&G Investment Management Limited

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

USD Class CI - Accumulation shares ISIN no. LU1797820658

M&G (Lux) Global High Yield Bond Fund

The "Fund" is manufactured by M&G Luxembourg S.A. (The "Manager") which is part of the M&G Group.

For more information visit www.mandg.com or call +352 2605 9944. The CSSF is responsible for supervising the Manager in relation to this Key Information Document. This PRIIP is authorised in Luxembourg. The Manager is authorised in Luxembourg and regulated by the CSSF.

This document is accurate as at **20 October 2025**.

You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Type:

The Fund is a sub-fund of M&G (Lux) Investment Funds 1, a Société d'Investissement à Capital Variable (SICAV), organised as an umbrella fund with segregated liability between sub-funds, governed and established under Luxembourg Law as an Undertaking for Collective Investment in Transferable Securities (UCITS).

Objective:

The Fund aims to provide capital growth plus income to deliver a return that is higher than that of the global high yield bond market over any five-year period while applying ESG Criteria.

Core investment: at least 80% of the Fund is invested in high yield bonds issued by companies from anywhere in the world, including emerging markets. These bonds can be denominated in any currency. The Fund aims to hedge any non-US dollar assets back to US dollar. The Fund invests in securities that meet the ESG Criteria, applying an Exclusionary Approach as described in the precontractual annex. In addition to high yield bonds, the Fund may invest in unrated debt securities up to a combined maximum of 100%.

Other investments: the Fund may invest up to 20% in asset-backed securities and, up to 20% in contingent convertible debt securities and up to 10% in distressed debt and defaulted debt securities. The Fund may also invest in other funds and up to 20% in cash (meaning eligible deposits) and assets that can be turned quickly into cash.

Derivatives usage: for investment purposes and to reduce risk and cost.

Strategy in brief: Investment approach: the Fund is a flexible global high yield bond fund. The investment manager selects investments based on in-depth analysis of individual bond issues, combined with an assessment of macroeconomic factors such as economic growth, interest rates and inflation. The investment manager is assisted in the selection of individual bonds by an in-house team of analysts. Investment manager's ESG classification: Planet+ / ESG Enhanced, as defined in the Fund's Prospectus.

Benchmark: ICE BofAML Global High Yield Index USD Hedged The benchmark is a comparator against which the Fund's performance can be measured. 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 investment 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 performance measurement purposes the benchmark may be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown on the M&G website

Intended retail investor:

The Fund is designed for retail, professional or institutional investors who want a combination of capital growth and income, from a portfolio of predominantly higher yielding corporate debt (or derivatives giving such exposure) and who have sustainability preferences. The return on your Fund is directly related to the value of its underlying assets, which is determined by the credit rating and the markets' view of the debt issuer, as well as reflecting broader economic and political themes. As an investor your capital is at risk. The value of your portfolio, and any income you may receive from it, can go down as well as up. You may get back less than you originally invested.

Any income from the Fund will be rolled up into the value of your investment.

Term: The Fund has no set maturity date but is designed to be held for a minimum of 5 years. However, it is possible for the Directors of the company to terminate the Fund, without the prior consent of the shareholders, where it is deemed to be uneconomic to run or in the best interests of shareholders. Refer to the Prospectus for more information.

What are the risks and what could I get in return?

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product may lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 2 out of 7, which is a low risk class.

This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the value of your investment.

Be aware of currency risk. In some circumstances, you may receive payments in a different currency, so the final return you will get may depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

The risk indicator assumes you keep the product for 5 year(s). This product has no maturity date.



This product does not include any protection from future market performance so you could lose some or all of your investment. Further details of the risks that apply to the fund can be found in the fund's prospectus at <https://www.mandg.com/investments/private-investor/en-lu/solutions/our-funds>.

Performance scenarios

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the fund over the last 10 years. Where fund data is not available, the benchmark or another suitable proxy is used. Markets could develop very differently in the future.

Scenarios		*Recommended holding period	
Based on an investment of \$10,000,00		If you exit after: 1 year	If you exit after: 5 years*
Stress scenario			
What you might get back after costs		\$8.050,00	\$7.530,00
Average return each year		-19,47%	-5,52%
Unfavourable scenario			
What you might get back after costs		\$8.340,00	\$10.010,00
Average return each year		-16,60%	0,01%
Moderate scenario			
What you might get back after costs		\$10.600,00	\$11.590,00
Average return each year		6,01%	3,00%
Favourable scenario			
What you might get back after costs		\$12.140,00	\$14.650,00
Average return each year		21,38%	7,93%

There is no minimum guaranteed return. You could lose some or all of your investment.

Unfavourable Scenario: This type of scenario occurred for an investment between 2017 - 2022.

Moderate Scenario: This type of scenario occurred for an investment between 2019 - 2024.

Favourable Scenario: This type of scenario occurred for an investment between 2016 - 2021.

What happens if M&G Luxembourg S.A. is unable to pay out?

The assets of the Fund are held in safekeeping by the Depositary detailed in the prospectus. In the event of the insolvency of the Manager, the Fund's assets in the safekeeping of the Depositary will not be affected. However, in the event of the Depositary's insolvency, or someone acting on its behalf, the Fund may suffer a financial loss. However, this risk is mitigated to a certain extent by the fact the Depositary is required by law to segregate its own assets from the assets of the Fund. The Depositary will also be liable to the Fund and the investors for any loss arising from, among other things, its negligence, fraud or intentional failure properly to fulfil its obligations (subject to certain limitations). The Fund is not covered by an investor compensation scheme.

What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods. We have assumed, in the first year you would get back the amount that you invested (0 % annual return). For the other holding period, we have assumed the fund performs as shown in the moderate scenario. The figures assume \$ 10.000,00 is invested.

Table 1: Costs over time (Based on an investment of \$10.000,00)

Scenarios	If you exit after: 1 year	If you exit after: 5 years*
Total costs	\$187,00	\$437,00
Annual cost impact (*)	1,90%	0,90%

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 3,90% before costs and 3,00% after costs. These figures include the maximum distribution fee that the person selling you the product may charge (1,25% of amount invested). This person will inform you of the actual distribution fee.

Table 2: Composition of costs

One-off costs upon entry or exit		If you exit after: 1 year
Entry costs	1,25% of the value of your investment. This is the maximum entry cost M&G will charge.	\$125,00
Exit costs	This is the maximum exit fee M&G will charge.	\$0,00
Ongoing costs		
Management fees and other administrative or operating costs	0,57% of the value of your investment per year. This is an estimate based on actual costs over the last year.	\$57,00
Transaction costs	0,05% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	\$5,48
Incidental costs		
Performance fees and/or carried interests	The impact of the performance-related compensation schemes payable to the company's staff and/or the impact of carried interests.	-

How long should I hold the investment and can I take money out early?

Recommended holding period of this Fund is 5 years. The recommended holding period was selected in accordance with the Fund's objective. You may redeem your shares/units on any dealing day. The redemption price is calculated by reference to the Net Asset Value per share/unit of the relevant share/unit class as at the Valuation Point on the relevant dealing day. The request may be made in writing to: M&G Luxembourg at Boulevard Royal 16, Luxembourg 2449, or by phone at +352 2605 9944. If you cash in before the end of the recommended holding period, this will increase the risk of lower investment returns or a loss.

How can I complain?

If you wish to complain about any aspect of the service you have received or to request a copy of M&G Lux's complaints handling procedure, please write (i) via email to europaclientservices@mandg.com or (ii) via registered mail for the attention of Complaints Handling of M&G Luxembourg S.A. at M&G Luxembourg S.A., 16, Boulevard Royal, L-2449 Luxembourg, Grand-Duchy of Luxembourg. If your complaint is not dealt with to your satisfaction, you can then complain to <https://reclamations.apps.cssf.lu/index.html?language=en>. Professionals' complaints are handled by the Legal department "Consumer Protection/Financial Crime" within the CSSF, 283, route d'Arlon, L-1150 Luxembourg, Postal Address: L-2991 Luxembourg, reclamation@cssf.lu

Other relevant information

Additional information can be found on the M&G website, including:

- [Glossary](#) providing an explanation of some terms used in this document
- Prospectus including the Fund's objective and investment policy, and precontractual annex
- Sustainability-Related Disclosures including [ESG Criteria](#)
- Annual report to assess the Fund's non-financial objective, when available.

Or alternatively please contact: +352 2605 9944.

For our complaints process please click [here](#)

For past performance information please visit:

www.mandg.com/investments/professional-investor/en-lu/funds/mg-lux-global-high-yield-bond-fund/lu1797820658

