

Retail Fund Closures

16 February 2024

We regularly review the funds we offer, and we've decided to close the Prudential M&G Recovery Life Funds on 16 February 2024.

Closing a fund is not an option we take lightly. We'll close funds, when our confidence in how consistent returns will be produced in the future has significantly reduced.

When we close a fund, we offer our selected replacement fund. We aim to keep the ongoing charges the same or lower, but in this case that has not always been possible.

If you're considering choosing your own replacement fund, you may want to speak with your financial adviser.

If you don't have one, you can visit unbiased.co.uk where you'll be able to find advisers in your own area.

Closing fund	Replacement fund												
Prudential M&G Recovery S2 Life	Prudential UK Equity S2 Life												
<p>Objective: The investment strategy of the fund is to purchase units in the M&G Recovery Fund – the underlying fund.</p> <p>Underlying Fund 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 FTSE All-Share Index over any five-year period. At least 80% of the fund is invested directly in equity securities and equity-related securities of companies across any sectors and market capitalisations that are incorporated, domiciled, listed or do most of their business in the United Kingdom.</p> <p>The fund may also invest in other transferable securities directly and via collective investment schemes (including funds managed by M&G). The fund may also hold cash for liquidity purposes. Derivatives may be used for efficient portfolio management and hedging.</p>	<p>Objective: The investment strategy of the fund is to purchase shares in UK companies via other M&G funds.</p> <p>It is a “fund of funds” holding units in several more specialised UK equity funds to give access to a variety of methods for generating investment returns in differing market conditions.</p>												
Prudential potential reward and risk indicator 6	Prudential potential reward and risk indicator 6												
<p>Our risk ratings are based on our expectation of future volatility (the chance of short-term fluctuations up and down in the value of a fund). They don't take into account other types of investment risks you may face such as the effects of inflation. We rate funds on a scale of 1-6 with 1 being the lowest risk rating and 6 being the highest. We regularly review our risk ratings and we may change them in the future.</p>													
<p>Fund costs and charges</p> <table> <tr> <td>AMC:</td> <td>1.25%</td> </tr> <tr> <td>Further Costs:</td> <td>0.01%</td> </tr> <tr> <td>Yearly Total :</td> <td>1.26%</td> </tr> </table>	AMC:	1.25%	Further Costs:	0.01%	Yearly Total :	1.26%	<p>Fund costs and charges</p> <table> <tr> <td>AMC:</td> <td>1.00%</td> </tr> <tr> <td>Further Costs:</td> <td>0.04%</td> </tr> <tr> <td>Yearly Total :</td> <td>1.04%</td> </tr> </table>	AMC:	1.00%	Further Costs:	0.04%	Yearly Total :	1.04%
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The transaction costs provided are based on our current understanding, and best analysis, but may be subject to change. They are only known on the date of the transaction and may be higher or lower than estimated.

We take an AMC (annual management charge) from each of the funds you invest in. Some funds also have Further Costs. Any charges will impact the overall performance of the fund. We may vary charges in future and they may be higher than they are now. Fund costs and charges above are correct as at 31 October 2023.

Closing fund	Replacement fund												
Prudential M&G Recovery S4 Life	Prudential UK Equity S4 Life												
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Prudential M&G Recovery S5 Life	Prudential UK Equity S5 Life												
<p>Objective: The investment strategy of the fund is to purchase units in the M&G Recovery Fund – the underlying fund.</p> <p>Underlying Fund 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 FTSE All-Share Index over any five-year period. At least 80% of the fund is invested directly in equity securities and equity-related securities of companies across any sectors and market capitalisations that are incorporated, domiciled, listed or do most of their business in the United Kingdom.</p> <p>The fund may also invest in other transferable securities directly and via collective investment schemes (including funds managed by M&G). The fund may also hold cash for liquidity purposes. Derivatives may be used for efficient portfolio management and hedging.</p>	<p>Objective: The investment strategy of the fund is to purchase shares in UK companies via other M&G funds.</p> <p>It is a “fund of funds” holding units in several more specialised UK equity funds to give access to a variety of methods for generating investment returns in differing market conditions.</p>												
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Our selected replacement fund has higher Fund Costs and Charges

Closing fund	Replacement fund												
Prudential M&G Recovery (ex M&G) Life	Prudential UK Equity Bond (ex M&G) Life												
<p>Objective: The investment strategy of the fund is to purchase units in the M&G Recovery Fund – the underlying fund.</p> <p>Underlying Fund 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 FTSE All-Share Index over any five-year period. At least 80% of the fund is invested directly in equity securities and equity-related securities of companies across any sectors and market capitalisations that are incorporated, domiciled, listed or do most of their business in the United Kingdom.</p> <p>The fund may also invest in other transferable securities directly and via collective investment schemes (including funds managed by M&G). The fund may also hold cash for liquidity purposes. Derivatives may be used for efficient portfolio management and hedging.</p>	<p>Objective: The investment strategy of the fund is to purchase shares in UK companies via other M&G funds.</p> <p>It is a “fund of funds” holding units in several more specialised UK equity funds to give access to a variety of methods for generating investment returns in differing market conditions.</p>												
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Note about the Financial Times Stock Exchange (FTSE)

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