

Risk Rating

Prudential PruFunds Cautious and Growth

April 2022



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Executive summary

PruFund Cautious

PruFund Growth



Executive summary

Accumulation Risk Ratings

Summary

We conclude the following Risk Ratings for the Prudential PruFunds Cautious and Growth:

PruFund Cautious	3
PruFund Growth	5

Assessment

The Defaqto methodology involves using both quantitative and qualitative inputs in order to risk rate a fund:

1. Input 1 - Historic volatility of the fund
2. Input 2 - Forecast the fund's future volatility
3. Input 3 - Discussion with the fund manager

Our methodology requires us to take the highest of the relevant historic and stochastic volatilities.

Since our profiles are overlapping and not contiguous, we have some discretion as to whether a fund is rated in the upper or the lower profile of the highest data point.

Our assessment has been considered by our Investment Committee, and has taken into account some of Prudential's suggestions when arriving at our risk ratings.

Investment Committee Summary

Historic Volatility

Historic volatilities of up to 5 years have been used.

Stochastic (future) volatility

Our analysis has been based on holdings data provided by Prudential.

PruFund Cautious

Risk rated on 27 April 2022

Mandate

The fund aims for steady and consistent growth through a cautious approach to investing. In addition, it aims to protect investors against market volatility by using a smoothing process.

Investment Committee Notes

We used fund holdings supplied by Prudential to calculate all stochastic measures. This fund could be risk rated as a 2 or a 3. Through discussion with Prudential in which the Defaqto methodology and their approach were considered, both Defaqto and Prudential believe that this fund is most appropriately risk rated as a 3.

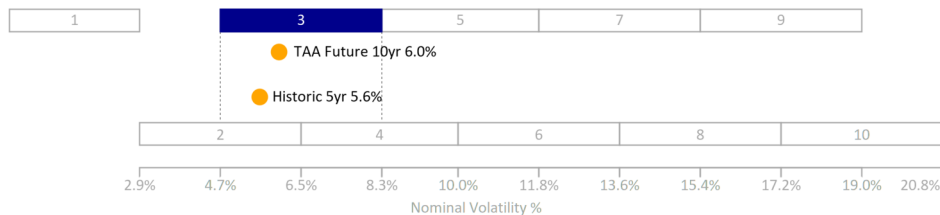
Conclusion/Risk Rating



Next review

July 2022

Defaqto Risk Ruler



PruFund Growth

Risk rated on 27 April 2022

Mandate

The fund aims to maximise growth over the medium to long term by investing in shares, property, fixed interest and other investments. In addition, it aims to protect investors against market volatility by using a smoothing process.

Investment Committee Notes

We used fund holdings supplied by Prudential to calculate all stochastic measures. This fund could be risk rated as a 4 or a 5. Through discussion with Prudential in which the Defaqto methodology and their approach were considered, both Defaqto and Prudential believe that this fund is most appropriately risk rated as a 5.

Conclusion/Risk Rating



Next review

July 2022

Defaqto Risk Ruler

