

Fund Guide

PruFund Funds on the M&G Wealth Platform

Where to find information in this guide

Please remember:

- The value of your investment can go down as well as up so you might get back less than you put in.
- The types of assets a fund invests in will have a significant effect on its performance. Generally, the higher the potential returns, the higher the risk.
- A fund's name isn't indicative of the risk it may take.
- The information in this guide is correct as at June 2022.
- This guide doesn't take account of current market conditions or other short-term fund specific changes. Up to date information on each fund can be found at pru.co.uk/funds
- All views are Prudential's own.
- If there's information in this document that you'd like to discuss, then please contact your financial adviser. If you don't already have a financial adviser, you can visit unbiased.co.uk to search for an independent financial adviser in your area.

Available funds 4

Information to read before making a decision 6

Before making any decisions you should speak to your financial adviser. They can discuss and help you understand your fund selection.

We'd like everyone to find it easy to deal with us. Please let us know if you need information about our plans and services in a different format.

All our literature is available in audio, large print or braille versions. If you'd like one of these please contact us on 0345 640 2000 and we'll send these out to you.

This fund guide includes a list of funds that are available on the M&G Wealth Platform with the Investment Funds Direct Ltd (IFDL) ISA and SIPP, which means the Investment Funds Direct Personal Pension Scheme. These funds are designed as a medium/long term product so investors should aim to invest for 5 to 10 years or more.

Available funds

Important information

You'll find Investment Option Documents for each of the PruFund Funds that are open to new investors at [pru.co.uk/priip-docs/IFDL](https://www.pru.co.uk/priip-docs/IFDL). These documents are also available from IFDL.

These documents include information such as:

- Investment objective
- Risk indicator

For the funds listed below, it's very important you read both the relevant Key Information Document(s) and Investment Options Document(s), as they will provide you with the key risks of the funds and the charges before making an informed decision.

Available funds

Our PruFund Planet funds are designed to grow your money over the long-term as well as aiming to exclude companies and projects in areas that do harm to the planet. PruFund Planet funds proactively look for opportunities that focus on Environmental, Social and Governance (ESG) factors, and look to invest some of your money in areas that have specific goals to help contribute to a better world. Please remember the value of your investment can go down as well as up so you might get back less than you put in. The available Prudential PruFund Planet funds are:

Prudential PruFund Planet 1

Prudential PruFund Planet 2

Prudential PruFund Planet 3

Prudential PruFund Planet 4

Prudential PruFund Planet 5

About our funds

PruFund Planet Funds are all invested in the Prudential With-Profits Fund. These funds aim to protect investors from some of the extreme short-term market volatility, this is achieved using a smoothing mechanism.

Each of our five PruFund Planet funds has its own risk profile and seeks to deliver positive environmental and societal outcomes, with similar returns, cost and volatility to our existing PruFund ranges. The fund range is aimed at investors who want to know their savings are creating positive outcomes for the environment and society, but also want a smoothed experience.

The funds are numbered one to five based on how volatile (how sharply and frequently the fund value moves up and down over a certain period of time) we expect each fund to be after smoothing has been applied. For example, Prudential PruFund Planet 1 has the lowest volatility limit of 9% after smoothing, and therefore has the lowest amount invested in assets that are likely to be more volatile. This means it has the lowest level of risk of the five funds and lowest potential rewards. Prudential PruFund Planet 5 on the other hand, has the highest volatility limit of 17% after smoothing, and has the highest amount invested in assets that are likely to be more volatile. This means it has the highest level of risk of the five funds and highest potential rewards.

To understand more about smoothing, please refer to our customer document 'A step-by-step guide to the PruFund smoothing process' – PRUF1098101, available from your financial adviser.

A word about volatility

To help decide what's the 'best fit' type of investment for you, it's important to consider the behaviour and volatility of asset classes, over time. For example, if an asset class rises and falls rapidly over the short-term, it's considered to be more volatile. You may feel that the volatility which can result from investing in a single asset class is unacceptable. But at the same time, you're looking to achieve returns that offer the potential to outstrip inflation.

So spreading your money over a variety of asset classes with the potential to gain some exposure to higher performing assets, without the risks that come from 'putting all your eggs in one basket', or in one asset class, could be an option for you.

You can find the objective of each fund in the Investment Options Document at: pru.co.uk/priip-docs/IFDL
There is no guarantee the fund will achieve its objective of managing the volatility to the target level.

You can also find more information available on the fund at: pru.co.uk/funds

Information to read before making a decision

Environmental, Social and Governance (ESG) and PruFund Planet

If you want to know that your money is helping benefit the environment and society, whilst supporting your financial goals and potential competitive returns, the PruFund Planet funds go a step further by seeking to pursue ESG opportunities and create high-impact solutions that seek to address pressing social or environmental issues. Our PruFund Planet funds follow the established PruFund process and philosophy, aiming to provide a smoothed investment experience for customers.

For more information on investing for the good of the planet, please go to:

pru.co.uk/investments/investing-for-good/

The fund value

The value of your investment can go down as well as up so you might get back less than you put in.

For the PruFund Planet range of funds, any money invested will create new units. The price of each unit, including what you receive if you take your money out will depend on:

- the value of the underlying investments
- the Smoothing Mechanism, including the level of Expected Growth Rates and any applicable Unit Price Adjustments
- our charges
- and when you take your money out.

Fund charges and further costs

Annual Management Charge

We take an Annual Management Charge (AMC), from each of the funds you invest in. Any further costs shown are expenses which are borne by the fund. We might change our charges in future.

The AMC for the PruFund funds is accounted for in the Unit Price.

For the funds shown on page 4, each have an applicable Key Information Document and Investment Option Document. These include the following ongoing costs information:

- Portfolio transaction costs – The impact of the costs of buying and selling underlying investments.
- Other ongoing costs – The impact of the costs that a fund manager takes each year for managing your investments.

In those documents the 'Other ongoing costs' shown include the Annual Management Charge and, where applicable, further costs that may also apply. Further explanations on what these are follow below.

Further costs

In addition to the annual management charge, there may be further costs incurred. Where these are applicable, they're paid for by the fund and will impact on the overall performance. Some examples of what these further costs might include are shown below. These aren't listed in order of importance, they won't necessarily apply to all funds, and this isn't an exhaustive list.

Name	What this means	Where applicable, are they included in the further costs figures shown on fund factsheets?	If they're applicable, then where would they appear in a Key Information Document or Investment Option Document?
Miscellaneous fund administration fees and costs	There can be a number of different administration fees and costs associated with funds. These can include, for example, audit fees, custody fees, infrastructure costs, registrar fees, regulatory fees, stock lending fees, and trustee fees.	Yes.	In 'Other ongoing costs'.
Performance fees	In some funds the fund managers are paid a fee depending on how they perform.	No, but if they're applicable they will impact on the performance of a fund.	In 'Performance fees'.
Property expenses	For funds that invest in property, either directly (i.e. the fund owning physical property) or indirectly (i.e. owning units in a property fund or shares in a property company) there are costs incurred for managing these properties. These can include costs for development, maintenance, oversight and renovation of the properties held, collecting rents, and managing tenants, as well as running costs that cannot be passed onto tenants.	Yes.	In 'Other ongoing costs'.
Transaction costs	When a fund manager trades the investments in a fund (for example, makes a decision to sell one holding and buy another) there are associated costs, for example taxes.	No, but if they're applicable they will impact on the performance of a fund.	In 'Portfolio transaction costs'.

Further costs might be incurred by a Prudential fund or, where it's applicable, any fund our fund invests in. See the 'fund objective' or 'Investment objective' for information on where a fund might invest. You can find the objective of each fund in the Investment Options Document at: pru.co.uk/priip-docs/IFDL

An Investment Option Document together with your illustration will include information on fund charges and further costs applicable to your chosen fund(s).

Fund charges and further costs may vary in future and they may be higher than they are now. We'll let you know if an AMC goes up for a fund you're invested in. As it's normal for further costs to vary over time we won't contact you when they change. If fund charges and further costs exceed the return earned, the fund will go down in value.

If you have any questions about this product, your fund choice or the fund charges and further costs applicable then we recommend you speak to your financial adviser.

Investing in PruFunds

The smoothing process offered by our PruFund funds means that we may apply restrictions to certain switches and withdrawals from these funds. To find out more, please refer to 'Your With-Profits Plan – a guide to how we manage the Fund – PruFund (Series F) range of funds' – WPG244201, and your 'Guide to the PruFund Terms' on the Platform. We strongly suggest these documents are read before any investment decision is made.

PruFund Funds are all invested in the Prudential With-Profits Fund. These funds aim to protect investors from some of the extreme short term market volatility, this is achieved using a smoothing mechanism.

If the taxation treatment of the funds changes, we reserve the right to change the arrangements for the investment of the underlying assets of the fund.

If you have any questions about this product, your fund choice or the charges applicable then we recommend you speak to your financial adviser.

To find out more

For more information on the above, please refer to the 'Guide to the PruFund Terms' on the Platform. For the funds listed on page 4, it's very important that you read both the Key Information Document and relevant fund Investment Option Document(s) before making an investment decision.

Further information

If you're looking for more information then please speak to your financial adviser.

Compensation

The products Prudential Assurance Company Limited (PACL) offer are covered by the Financial Services Compensation Scheme (FSCS). If we get into financial difficulties, you may be able to make a claim. The FSCS is an independent body set up by Government to provide compensation for people where their authorised financial services provider gets into financial difficulties and becomes unable, or unlikely to be able, to pay claims against it. This circumstance is referred to as being 'in default'.

Losses, which may result from poor investment performance, are not covered by the FSCS.

Where does FSCS protection apply?

There is full FSCS coverage if PACL is 'in default'.

- If you hold the Prudential PruFund funds, then they're protected 100% in the event of PACL being 'in default'.

For information on the cover applicable, please refer to the 'Guide to the terms of PruFund Funds' on the Platform.

You can find out more information on the FSCS at pru.co.uk/fscs, or you can call us.

Information is also available from the Financial Services Compensation Scheme.

Visit their website: fscs.org.uk

Or write to: **The Financial Services Compensation Scheme, PO Box 300, Mitcheldean GL17 1DY**

Or call the FSCS: Telephone: **0800 678 1100**