

# Investment Option Document

## Purpose

This document should be read alongside the Key Information Document and provides you with specific information about this investment option. It is not marketing material. The information will help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other investment options.

## Investment Option

**Investment Option:** Prudential Risk Managed Passive 3 S2 is for use with Prudential Investment Plan - UK, Isle of Man, Jersey and Guernsey Key Information Document(s)

**Manufacturer:** Prudential Assurance Company

**Investment ID:** GB00B1YVPR77

**Revision date:** 09/06/2025

## What is this investment option?

### Type of Investment Option

Unit-linked life fund

### Investment Objective

**Objective:** The investment strategy of the fund is to buy units in the WS Prudential Risk Managed Passive 3 Fund - the underlying fund. **Underlying Fund Objective:** The fund aims to achieve long-term (in excess of 5 years) total return (the combination of income and growth of capital) by investing in a mix of assets from around the world and aims to limit the average volatility per annum over rolling 5 year periods to 12%. There is no guarantee the objective will be achieved over any time period and the actual volatility, at any time, may be higher or lower than 12%. Capital invested is at risk. Risk Managed Passive funds are multi-asset funds with active asset allocation to stay within specific risk profile. They invest in a range of underlying funds, with at least 70% being passive investments.

### Intended Retail Investors

The Sub-Fund is suitable for retail investors seeking income and capital growth, with an investment horizon in excess of 5 years and is able to bear losses upto the amount invested plus any gains.

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

### Risk Indicator



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 will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity to pay you.

Other material risk narrative: Currency Risk, Changes in Interest Rate Risk, Credit Risk, Property Fund Investment Risk, Counterparty Risk and Derivatives Risk . Please refer to the KIID for more detail.

## Investment performance information

This fund invests in an underlying fund, as explained in the Investment Objective on the front page of this document. The information in this section has been provided by the fund manager of that underlying fund. The fund aims to achieve its objective through investing at least 70% in passive collective investment schemes (e.g. funds which track an index). The Portfolio Manager constructs an actively managed portfolio to provide diversified, indirect exposure to global fixed income and variable rate assets, cash (including money market funds and near cash), equities and/or immovable property. The fund will be balanced between lower risk assets, such as fixed income assets and cash, and higher risk assets, such as equities.

The Fund's benchmark is the IA Mixed Investment 20-60% shares sector. The sector has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The sector is used as a target and to measure the Fund's performance and does not constrain the Fund's portfolio construction. The Fund is actively managed. The fund 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 sector's constituents.

### What could affect my return positively?

If the value of the assets held in the fund rise this can have a positive impact on your fund's return.

### What could affect my return negatively?

If the value of the assets held in the fund fall this can lead to your fund having a negative return.

If you redeem your holdings under severely adverse market conditions you lock-in any loss in value that has occurred because of the market stress. Depending on the tenure of your investment and prior fund performance, this may mean that you receive back less than your original investment amount.

### What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

### Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment £10,000	If you cash in after:	1 year	5 years	10 years
Scenarios				
Total costs (£)		91.70	479.08	1,013.62
Impact on return (RIY) per year (%)		0.92%	0.92%	0.92%

### Composition of Costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- the meaning of the different cost categories.

This table shows the impact on return per year (%)			
One-off costs	Entry costs	0.00%	The impact of the costs you pay when entering your investment.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.04%	The impact of the costs of buying and selling underlying investments.
	Other ongoing costs	0.88%	The impact of the costs the fund manager takes each year for managing your investments.
Incidental costs	Performance fees	0.00%	The impact of performance fee.
	Carried interests	0.00%	The impact of carried interests.

The actual costs charged may differ from those illustrated above. Additional costs may be payable if product options are chosen throughout the lifetime of your investment.