

Hybrid 3 (H-MP3)

Factsheet - 31 December 2022

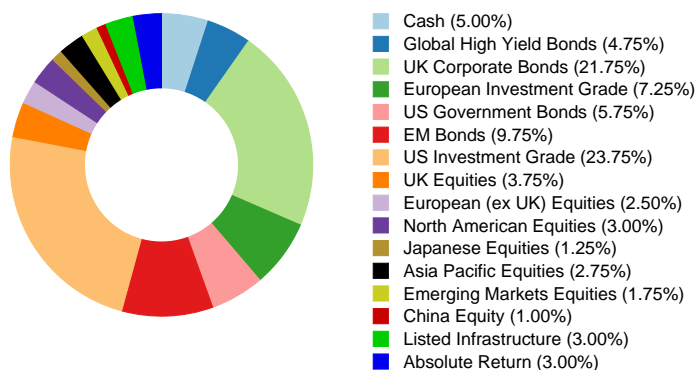
Risk Description

The portfolio provides limited exposure to equity markets through a range of UK and international equities. It also invests in bonds and alternatives, such as infrastructure and absolute return strategies. Equity exposure is likely to range between 10 - 30%. The time horizon for the strategy is 5 years or more.

Recent Activity

Over the month world equities, as measured by the aggregate FTSE All-World Index, fell -4.7% and global bonds fell -0.5%. In similar fashion to much of this year, markets were impacted by central banks. The Fed raised interest rates by 0.5% as expected but the accompanying commentary was aggressive towards fighting inflation and less supportive to markets. UK, Europe and Emerging Market equities outperformed the broader global equity index falling -1.4%, -0.6% and -0.8% respectively. US equities underperformed falling -6.7%. The ECB also raised rates by 0.5% as expected, but also raised its forecasts both for the path of inflation and, also interest rates. Within fixed income, UK government bonds fell by more, returning -4.7% while US, UK and European corporate bonds fell by roughly -1.5%. All figures are total return and quoted with GBP as the base currency.

Strategic Asset Allocation



Charges (p.a.)

| | |
|---|-------|
| Investment Management Charge | 0.15% |
| Estimated underlying Fund ongoing charge figure (depends on share classes available on the chosen platform and varies over time). | 0.38% |

Model Performance

The performance figures are meant to assist advisers with their due diligence process. While M&G Wealth Investments LLP has taken reasonable steps in the preparation of them, we can't accept responsibility for any errors, omissions, actions taken or advice provided by Advisers based on the information.

| Period | 01/01/22 to 31/12/22 (YTD) | 31/12/21 to 31/12/22 | 31/12/20 to 31/12/21 | 31/12/19 to 31/12/20 | 31/12/18 to 31/12/19 | 31/12/17 to 31/12/18 | 3 Years to 31/12/22 | 5 Years to 31/12/22 |
|----------|----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|---------------------|
| Return % | -9.00 | -9.00 | 4.45 | 3.82 | 8.92 | -1.75 | -1.31 | 5.61 |

The value of investments will fluctuate, which will cause values to fall as well as rise and investors may not get back the original amount invested. The figures refer to the past and past performance is not a reliable indicator of future results. The performance figures are calculated in FE Analytics based on a standard model and may not reflect the performance of individual customer portfolios. The calculation includes all underlying fund charges. The investment management, platform, wrapper and advice fees are excluded.

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Portfolio Holdings

| | |
|---|--------|
| L&G Sterling Corporate Bond Index | 14.75% |
| M&G Emerging Markets Bond | 9.75% |
| PIMCO GIS US Investment Grade Corporate Bonds | 9.50% |
| Vanguard Euro Investment Grade Bond Index Hedged | 8.25% |
| Vanguard US Investment Grade Credit Index Hedged | 8.00% |
| Royal London Ethical Bond | 8.00% |
| PIMCO US Total Return Fund | 6.25% |
| Vanguard US Government Bond Index Hedged | 5.75% |
| First Sentier Global Listed Infrastructure | 5.00% |
| Cash | 3.00% |
| Fidelity Index Pacific ex Japan | 2.75% |
| Federated Hermes SDG Engagement High Yield Credit | 2.75% |
| HSBC European Index | 2.50% |
| Vanguard Sterling ST Money Market | 2.00% |
| iShares North American Equity Index | 2.00% |
| LF Liontrust UK Equity | 1.75% |
| GS Emerging Markets Equity | 1.75% |
| Fidelity Index Japan | 1.25% |
| LF Lindsell Train UK Equity | 1.00% |
| M&G Episode Allocation Fund | 1.00% |
| Liontrust Sustainable Future UK Growth Equity | 1.00% |
| Schroder US Mid Cap | 1.00% |
| Matthews Asia China | 1.00% |

Investment Team

M&G Wealth is responsible for managing the model portfolios. The team draws on expertise from across M&G plc to set the strategic asset allocation, perform due diligence on funds, construct portfolios and monitor risk. An Investment Committee oversees the investment process and monitors risk and performance.

Investment Approach

The models invest in active and passive instruments selected based on research provided by M&G's Treasury & Investment Office. M&G Wealth determines the tactical asset allocation positions, which are typically medium term in nature. The asset allocation of the portfolio will vary over time based on tactical views and market movements, however it will remain consistent with the portfolio's overall objectives and risk tolerance.

The resultant portfolio holdings are to the left. For various reasons (e.g. the platform requires a minimum allocation to cash), the models implemented on a particular platform may differ from the portfolio here.

Tactical Asset Allocation Positions

| | |
|---------------------------|--------|
| Global High Yield Bonds | -2.00% |
| UK Corporate Bonds | 1.00% |
| European Investment Grade | 1.00% |
| Listed Infrastructure | 2.00% |
| Absolute Return | -2.00% |

Find out more at: www.mandg.com/wealth/mps

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