

M&G (Lux) Investment Funds 1

Annual Report and audited Financial Statements for the year ended 31 March 2022

M&G (Lux) Investment Funds 1 is a Société d'investissement à capital variable (SICAV) under Luxembourg Law

Registered Office:
16 Boulevard Royal
L-2449 Luxembourg
Grand Duchy of Luxembourg
R.C.S Luxembourg: B210.615

Contents

M&G (Lux) Investment Funds 1

| | |
|-------------------------------------|----|
| Management and administration | 3 |
| Directors' Report | 11 |
| Independent Auditor's Report | 14 |
| Market review | 16 |

Investment objective and policy, Investment review, Portfolio statement and Financial highlights for:

| | |
|--|-----|
| M&G (Lux) Absolute Return Bond Fund | 18 |
| M&G (Lux) Asian Fund | 34 |
| M&G (Lux) Climate Solutions Fund | 43 |
| M&G (Lux) Conservative Allocation Fund | 55 |
| M&G (Lux) Diversity And Inclusion Fund | 94 |
| M&G (Lux) Dynamic Allocation Fund | 104 |
| M&G (Lux) Emerging Markets Bond Fund | 153 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | 179 |
| M&G (Lux) Emerging Markets Income Opportunities Fund | 199 |
| M&G (Lux) Episode Macro Fund | 213 |
| M&G (Lux) Euro Corporate Bond Fund | 227 |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | 247 |
| M&G (Lux) European Strategic Value Fund | 261 |
| M&G (Lux) Floating Rate High Yield Solution | 273 |
| M&G (Lux) Global Convertibles Fund | 284 |
| M&G (Lux) Global Corporate Bond Fund | 299 |
| M&G (Lux) Global Dividend Fund | 318 |
| M&G (Lux) Global Emerging Markets Fund | 329 |
| M&G (Lux) Global Enhanced Equity Premia Fund .. | 341 |
| M&G (Lux) Global Floating Rate High Yield Fund .. | 356 |
| M&G (Lux) Global High Yield Bond Fund | 375 |
| M&G (Lux) Global Listed Infrastructure Fund | 397 |
| M&G (Lux) Global Macro Bond Fund | 412 |
| M&G (Lux) Global Maxima Fund | 435 |
| M&G (Lux) Global Sustain Paris Aligned Fund (formerly M&G (Lux) Global Select Fund) | 449 |
| M&G (Lux) Global Target Return Fund | 464 |
| M&G (Lux) Global Themes Fund | 478 |

| | |
|--|-----|
| M&G (Lux) Income Allocation Fund | 492 |
| M&G (Lux) Japan Fund | 512 |
| M&G (Lux) Japan Smaller Companies Fund | 524 |
| M&G (Lux) Multi Asset 2023 Fund | 536 |
| M&G (Lux) North American Dividend Fund | 543 |
| M&G (Lux) North American Value Fund | 555 |
| M&G (Lux) Optimal Income Fund | 568 |
| M&G (Lux) Pan European Sustain Paris Aligned Fund (formerly M&G (Lux) Pan European Select Fund) | 613 |
| M&G (Lux) Positive Impact Fund | 626 |
| M&G (Lux) Short Dated Corporate Bond Fund | 640 |
| M&G (Lux) Sustainable Allocation Fund | 655 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund) | 677 |
| M&G (Lux) Sustainable Global High Yield Bond Fund (formerly M&G (Lux) Global High Yield ESG Bond Fund) | 696 |
| M&G (Lux) Sustainable Macro Flexible Credit Fund | 719 |
| M&G (Lux) Sustainable Multi Asset Growth Fund | 729 |
| M&G (Lux) Sustainable Optimal Income Bond Fund | 744 |

Financial statements and notes for M&G (Lux)

Investment Funds 1

| | |
|---|-----|
| Financial statements | 763 |
| Notes to the financial statements | 837 |

Other information (unaudited)

| | |
|--|-----|
| Risk management policies (unaudited) | 908 |
| Other regulatory disclosures (unaudited) | 914 |

| | |
|---------------------------|-----|
| Glossary | 916 |
|---------------------------|-----|

Copies of the report including financial statements for the year ended 31 March 2022 may be obtained from the Registered Office of M&G (Lux) Investment Funds 1 at 16, Boulevard Royal L-2449 Luxembourg, Grand Duchy of Luxembourg.

No subscription can be made solely on the basis of financial reports. Subscriptions are only valid if made on the basis of the current Prospectus accompanied by the Key Investor Information Document(s) and the most recently published annual report including audited financial statements, or the most recent unaudited semi-annual report, if published thereafter.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amount originally invested. Because of this, investors are not certain to make a profit on their investments and may lose money.

Management and administration

The Board of Directors of M&G (Lux) Investment Funds 1 (the 'Board' or its 'Directors') presents its Annual Report and audited Financial Statements for the year ended 31 March 2022.

Please note that an explanation of key investment terminology is included in the 'Glossary' at the end of this report.

Company information

M&G (Lux) Investment Funds 1 (the 'Company') is an Open-Ended Investment Company incorporated under the laws of Luxembourg as a Société d'Investissement à Capital Variable (SICAV) in accordance with the provision of part 1 of the law dated 17 December 2010 on undertakings for Collective Investment, as amended (the 'UCI Law').

The Company is authorised and regulated by the Commission de Surveillance du Secteur Financier (CSSF) under the laws of the Grand-Duchy of Luxembourg. The Company was incorporated on 29 November 2016 and is an Undertaking for Collective Investment in Transferable Securities (UCITS) scheme under part 1 of the UCI Law.

The Company is an umbrella fund designed to offer investors access to a variety of investment strategies through a range of separate funds. Each sub-fund, hereinafter referred to as 'sub-funds' or 'funds', represents a separate portfolio of assets.

The Company's principal activity is to carry on business as a SICAV. The Company is structured as an umbrella fund, and different sub-funds may be established by the Board from time to time with the approval of the CSSF.

Under Luxembourg law, the Company is itself a legal entity, and the assets and liabilities of each sub-fund are segregated from one another and invested in accordance with the investment objectives and investment policies applicable to each sub-fund. Shareholders are not liable for the debts of the respective fund. A Shareholder is not liable to make any

further payment to the respective sub-fund after payment has been made in full for the purchase of shares.

Each sub-fund may offer more than one class of shares. Each share class may have different features with respect to its criteria for subscription (including eligibility requirements), redemption, minimum holding, fee structure, currency, hedging policy and distribution policy (further information on share classes is fully described in the Company's Prospectus).

Board of Directors

As at the financial year ended 31 March 2022, and up to the date of this report, the following individuals were appointed as Directors of the Company:

P R Jelfs, L J Mumford, S van Dootingh^a, Y Wagner^a

^a Independent Directors

Sub-funds, sub-fund managers and launch dates

As at the financial year ended 31 March 2022, the following funds are available for investment. Please note the sub-fund managers are employed by M&G FA Limited.

M&G (Lux) Absolute Return Bond Fund

Launched: 21 December 2016

Co-sub-fund managers: Jim Leaviss and Wolfgang Bauer

M&G (Lux) Asian Fund

Launched: 26 October 2018

Sub-fund manager: David Perrett

M&G (Lux) Climate Solutions Fund

Launched: 12 November 2020

Sub-fund manager: Randeep Somel

M&G (Lux) Conservative Allocation Fund

Launched: 16 January 2018

Co-sub-fund managers: Steven Andrew and Craig Moran

M&G (Lux) Diversity And Inclusion Fund

Launched: 18 November 2021

Sub-fund manager: Thembeke Stemela

Management and administration

M&G (Lux) Dynamic Allocation Fund

Launched: 16 January 2018

Co-sub-fund managers: Juan Nevado and Craig Moran

M&G (Lux) Emerging Markets Bond Fund

Launched: 17 September 2018

Sub-fund manager: Claudia Calich

M&G (Lux) Emerging Markets Hard Currency Bond Fund

Launched: 22 May 2017

Sub-fund manager: Claudia Calich

M&G (Lux) Emerging Markets Income Opportunities Fund

Launched: 22 May 2017

Co-sub-fund managers: Michael Bourke and Charles de Quinsonas

M&G (Lux) Episode Macro Fund

Launched: 26 October 2018

Co-sub-fund managers: David Fishwick and Eric Lonergan

M&G (Lux) Euro Corporate Bond Fund

Launched: 9 November 2018

Co-sub-fund managers: Gareth Jandrell and Stefan Isaacs

On 1 July 2021 Gareth Jandrell was appointed co-sub-fund manager.

M&G (Lux) European Inflation Linked Corporate Bond Fund

Launched: 16 March 2018

Sub-fund manager: Matthew Russell

At the start of the review period Wolfgang Bauer was the sub-fund manager. He was replaced on 1 July 2021 by Matthew Russell.

M&G (Lux) European Strategic Value Fund

Launched: 18 September 2018

Sub-fund manager: Richard Halle

M&G (Lux) Floating Rate High Yield Solution

Launched: 24 August 2017

Co-sub-fund managers: Stefan Isaacs and James Tomlins

On 12 November 2021 the M&G (Lux) Floating Rate High Yield Solution was merged into M&G (Lux) Global Floating Rate High Yield Fund and is no longer available for investment.

M&G (Lux) Global Convertibles Fund

Launched: 9 November 2018

Sub-fund manager: Léonard Vinville

M&G (Lux) Global Corporate Bond Fund

Launched: 7 December 2018

Sub-fund manager: Ben Lord

M&G (Lux) Global Dividend Fund

Launched: 18 September 2018

Sub-fund manager: Stuart Rhodes

M&G (Lux) Global Emerging Markets Fund

Launched: 26 October 2018

Sub-fund manager: Michael Bourke

M&G (Lux) Global Enhanced Equity Premia Fund

Launched: 10 December 2019

Co-sub-fund managers: Gautam Samarth and Marc Beckenstrater

M&G (Lux) Global Floating Rate High Yield Fund

Launched: 13 September 2018

Sub-fund manager: James Tomlins

M&G (Lux) Global High Yield Bond Fund

Launched: 9 November 2018

Co-sub-fund managers: Stefan Isaacs and James Tomlins

M&G (Lux) Global Listed Infrastructure Fund

Launched: 5 October 2017

Sub-fund manager: Alex Araujo

M&G (Lux) Global Macro Bond Fund

Launched: 26 October 2018

Sub-fund manager: Jim Leaviss

M&G (Lux) Global Maxima Fund

Launched: 11 December 2019

Co-sub-fund managers: Marc Beckenstrater and Gautam Samarth

M&G (Lux) Global Sustain Paris Aligned Fund

Launched: 9 November 2018

Sub-fund manager: John William Olsen

At the start of the review period the sub-fund name was M&G (Lux) Global Select Fund. Its name was changed to M&G (Lux) Global Sustain Paris Aligned Fund on 30 July 2021.

Management and administration

M&G (Lux) Global Target Return Fund

Launched: 21 December 2016

Sub-fund manager: Tristan Hanson

M&G (Lux) Global Themes Fund

Launched: 19 March 2019

Sub-fund manager: Alex Araujo

M&G (Lux) Income Allocation Fund

Launched: 16 January 2018

Sub-fund manager: Steven Andrew

M&G (Lux) Japan Fund

Launched: 26 October 2018

Sub-fund manager: Carl Vine

M&G (Lux) Japan Smaller Companies Fund

Launched: 26 October 2018

Sub-fund manager: Carl Vine

M&G (Lux) Multi Asset 2023 Fund

Launched: 14 December 2017

Sub-fund manager: Craig Moran

M&G (Lux) North American Dividend Fund

Launched: 9 November 2018

Sub-fund manager: John Weavers

M&G (Lux) North American Value Fund

Launched: 9 November 2018

Sub-fund manager: Daniel White

M&G (Lux) Optimal Income Fund

Launched: 5 September 2018

Sub-fund manager: Richard Woolnough

M&G (Lux) Pan European Sustain Paris Aligned Fund

Launched: 9 November 2018

Sub-fund manager: John William Olsen

At the start of the review period the sub-fund name was M&G (Lux) Pan European Select Fund. Its name was changed to M&G (Lux) Pan European Sustain Paris Aligned Fund on 30 July 2021.

M&G (Lux) Positive Impact Fund

Launched: 29 November 2018

Sub-fund manager: John William Olsen

M&G (Lux) Short Dated Corporate Bond Fund

Launched: 26 October 2018

Sub-fund manager: Matthew Russell

M&G (Lux) Sustainable Allocation Fund

Launched: 29 November 2018

Sub-fund manager: Maria Municchi

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund

Launched: 25 July 2019

Sub-fund manager: Charles de Quinsonas

At the start of the review period the sub-fund name was M&G (Lux) Emerging Markets Corporate ESG Bond Fund. Its name was changed to M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund on 29 October 2021.

M&G (Lux) Sustainable Global High Yield Bond Fund

Launched: 5 October 2017

Co-sub-fund managers: James Tomlins and Stefan Isaacs

At the start of the review period the sub-fund name was M&G (Lux) Global High Yield ESG Bond Fund. Its name was changed to M&G (Lux) Sustainable Global High Yield Bond Fund on 29 October 2021.

M&G (Lux) Sustainable Macro Flexible Credit Fund

Launched: 24 February 2022

Sub-fund manager: Jim Leaviss

M&G (Lux) Sustainable Multi Asset Growth Fund

Launched: 7 December 2021

Sub-fund manager: Maria Municchi

M&G (Lux) Sustainable Optimal Income Bond Fund

Launched: 14 December 2021

Sub-fund manager: Richard Woolnough

Management Company

M&G Luxembourg S.A.

16, boulevard Royal, L-2449 Luxembourg, Luxembourg (Authorised and regulated by the CSSF in Luxembourg)

The Company has appointed M&G Luxembourg S.A. to serve as its management company within the meaning of the UCI Law. The Management Company is responsible for the provision of investment management services, administrative services and marketing services to the Company.

The Management Company also acts as the management company for other funds.

In accordance with the CSSF Rules and with the prior consent of the Directors, the Management Company

Management and administration

may delegate all or part of its duties and powers to any person or entity, provided such duties and powers remain under the supervision and responsibility of the Management Company.

Investment manager

M&G Investment Management Limited
10, Fenchurch Avenue, London EC3M 5AG, UK

The Management Company has appointed M&G Investment Management Limited as investment manager to manage and invest the assets of the funds pursuant to their respective investment objectives and policies.

Sub-Investment manager

M&G Investments (Singapore) Pte. Ltd.
138 Market Street, #35-01 Capital Green, Singapore 048946, Singapore

The Management Company has appointed M&G Investments (Singapore) Pte. Ltd. as sub-investment manager to manage and invest the assets of the following funds pursuant to their respective investment objectives and policies: M&G (Lux) Asian Fund, M&G (Lux) Conservative Allocation Fund (Asian equity portion of the portfolio only), M&G (Lux) Dynamic Allocation Fund (Asian equity portion of the portfolio only), M&G (Lux) Japan Fund and M&G (Lux) Japan Smaller Companies Fund.

Registrar and transfer agent

RBC Investor Services Bank S.A. (Luxembourg),
14, Porte de France, L-4360 Esch-sur-Alzette,
Luxembourg

The Management Company, in conjunction with the Board of Directors, has appointed RBC Investor Services Bank S.A. as registrar and transfer agent of the Company.

Depository and administrator

State Street Bank International GmbH, Luxembourg Branch
49, avenue John F. Kennedy, L-1855 Luxembourg,
Luxembourg

The Management Company, in conjunction with the Board of Directors, has appointed State Street Bank International GmbH, Luxembourg Branch as depository and administrator of the Company.

Independent auditor

Ernst & Young S.A.
35E, avenue John F. Kennedy, L-1855 Luxembourg,
Luxembourg

Legal Adviser

Elvinger Hoss Prussen, société anonyme
2, place Winston Churchill, L-1340 Luxembourg,
Luxembourg

Management and administration

Important information

The events currently unfolding in Ukraine are shocking and tragic. Although feared, a full-scale military invasion of Ukraine by Russia was arguably not expected and has been widely condemned. Western nations have responded to Russia's attack which started on 24 February 2022, with sweeping sanctions: the US, the UK and the European Union have imposed sanctions on Russian banks, state-owned enterprises (SOEs) and individuals with close links to President Putin. From the perspective of financial markets, Russia's attack has sparked considerable volatility, with Russian assets, in particular, falling sharply and oil prices surging. Given the uncertainty around the continuing conflict, it is likely that financial markets will remain volatile in the coming days and weeks as investors react to developments.

In this uncertain fast-moving environment, please be aware that investment commentary may become quickly outdated by ongoing events. We will continue to monitor the geopolitical situation closely. Please refer to the investment reviews for further details on significant events during the year.

The COVID-19 pandemic has been an unprecedented event and continues to bring uncertainties. The Board of Directors continues to monitor the ongoing operational risks that are posed to the Company and its service providers.

As at the year end date of this report the most recent Visa Stamped Prospectus was approved by the CSSF on 7 March 2022. Objectives and policies of the following sub-funds have been updated between March 2021 and March 2022:

M&G (Lux) Emerging Markets Corporate ESG Bond Fund (renamed M&G (Lux) Sustainable Global High Yield Bond Fund on 29.10.21)

M&G (Lux) Global High Yield ESG Bond Fund (renamed M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund on 29.10.21)

M&G (Lux) Global Listed Infrastructure Fund

M&G (Lux) Global Select Fund

M&G (Lux) Pan European Select Fund

M&G (Lux) Pan European Sustain Fund

M&G (Lux) Sustainable Allocation Fund

M&G (Lux) Climate Solutions Fund

M&G (Lux) Positive Impact Fund

M&G (Lux) Global Target Return Fund

M&G (Lux) Global Sustain Fund

M&G (Lux) Episode Macro Fund

M&G (Lux) Optimal Income Fund

M&G (Lux) Global Themes Fund

M&G (Lux) Emerging Markets Corporate Bond Fund

The sub-funds below are launched and available for investment:

M&G (Lux) Absolute Return Bond Fund

M&G (Lux) Asian Fund

M&G (Lux) Climate Solutions Fund

M&G (Lux) Conservative Allocation Fund

M&G (Lux) Diversity And Inclusion Fund

M&G (Lux) Dynamic Allocation Fund

M&G (Lux) Emerging Markets Bond Fund

M&G (Lux) Emerging Markets Hard Currency Bond Fund

M&G (Lux) Emerging Markets Income Opportunities Fund

M&G (Lux) Episode Macro Fund

M&G (Lux) Euro Corporate Bond Fund

M&G (Lux) European Inflation Linked Corporate Bond Fund

M&G (Lux) European Strategic Value Fund

M&G (Lux) Global Convertibles Fund

M&G (Lux) Global Corporate Bond Fund

M&G (Lux) Global Dividend Fund

M&G (Lux) Global Emerging Markets Fund

Management and administration

M&G (Lux) Global Enhanced Equity Premia Fund

M&G (Lux) Global Floating Rate High Yield Fund

M&G (Lux) Global High Yield Bond Fund

M&G (Lux) Global Listed Infrastructure Fund

M&G (Lux) Global Macro Bond Fund

M&G (Lux) Global Maxima Fund

M&G (Lux) Global Sustain Paris Aligned Fund

(formerly: M&G (Lux) Global Select Fund)

M&G (Lux) Global Target Return Fund

M&G (Lux) Global Themes Fund

M&G (Lux) Income Allocation Fund

M&G (Lux) Japan Fund

M&G (Lux) Japan Smaller Companies Fund

M&G (Lux) Multi Asset 2023 Fund

M&G (Lux) North American Dividend Fund

M&G (Lux) North American Value Fund

M&G (Lux) Optimal Income Fund

M&G (Lux) Pan European Sustain Paris Aligned Fund

(formerly: M&G (Lux) Pan European Select Fund)

M&G (Lux) Positive Impact Fund

M&G (Lux) Short Dated Corporate Bond Fund

M&G (Lux) Sustainable Allocation Fund

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund

(formerly: M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

M&G (Lux) Sustainable Global High Yield Bond Fund

(formerly: M&G (Lux) Global High Yield ESG Bond Fund)

M&G (Lux) Sustainable Macro Flexible Credit Fund

M&G (Lux) Sustainable Multi Asset Growth Fund

M&G (Lux) Sustainable Optimal Income Bond Fund

Please note there have been share class launches during the year for numerous sub-funds within the

umbrella. Please see the Shares in Issue table on pages 800 to 836 for the share class launch details.

Investor information

The Prospectus, Articles of Incorporation, Key Investor Information Documents, latest annual or interim report and financial statements of the Company are available free of charge on request from the addresses as detailed below. Alternatively, you can obtain a copy of the latest annual or interim report and financial statements from our website at www.mandg.com/investments/private-investor/en-lu/solutions/our-funds

No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current Prospectus, the current Key Investor Information Document, accompanied by the latest audited annual report or unaudited interim report if published thereafter.

A detailed list of investments purchased and sold for any fund during the year is available upon request, free of charge, from the following address:

Customer services and administration

M&G Luxembourg S.A., c/o RBC I&TS,
14, Porte de France, L-4360 Esch-sur-Alzette,
Luxembourg

Telephone: +352 2605 9944

Email: csmandg@rbc.com

Please remember to quote your name and M&G client reference and sign any written communication to M&G. Failure to provide this will affect your ability to transact with us.

For security purposes and to improve the quality of our service, telephone calls may be recorded and monitored.

Austrian facilities agent

Société Générale, Vienna Branch,
Prinz Eugen-Strasse 8-10/5/Top 11, 1040 Wien, Austria

Management and administration

Belgian facilities agent

ABN AMRO Bank N.V., Belgium branch,
Riderveldlaan 5 bus 4, 2600 Berchem, Belgium

Danish representative and paying agent

Nordea Bank Danmark A/S,
Client Relations DK, Investor Services & Solutions,
Postbox 850, Reg. No. 6428. HH. 6.1.,
0900 Copenhagen C, Denmark

French centralising agent

RBC Investor Services, Bank France S.A.,
105 rue Réaumur, 75002 Paris, France

German facilities agent

M&G Luxembourg S.A. Niederlassung Deutschland,
mainBuilding, Taunusanlage 19,
60325 Frankfurt/Main, Germany

Greek facilities and distributor

Eurobank Ergasias S.A.,
8, Othonos Street, 10557 Athens, Greece

Greek paying agents and distributors

Alpha Bank A.E.,
40 Stadiou Street, 10252 Athens, Greece

Piraeus Bank S.A.
4 Amerikis Street, 10564 Athens, Greece

Irish facilities agent

Société Générale S.A., Dublin Branch,
3rd Floor IFSC House – IFSC, Dublin 1, Ireland

Italian facilities agent

Allfunds Bank, S.A.,
Via Bocchetto, 6, 20123 Milano MI, Italy

Italian paying agents

Banca Monte dei Paschi di Siena S.p.A.,
Piazza Salimbeni 3, 53100 Siena, Italy

Banca Sella Holding S.p.A.,
Piazza Gaudenzio Sella 1, 13900 Biella, Italy

CACEIS Bank Luxembourg,
Milan Branch, Piazza Cavour 2, 20121 Milano, Italy

State Street Bank S.p.A.,
Via Ferrante Aporti 10, 20125 Milano, Italy

Société Générale Securities Services S.A.,
Via Benigno Crespi 19A - MAC 2, 20159 Milano, Italy

Liechtenstein paying agent

VP Bank AG,
9490 Vaduz, Liechtenstein

Liechtenstein facilities agent

M&G Luxembourg S.A. Niederlassung Deutschland,
Main Building, Taunusanlage 19,
60325 Frankfurt/Main, Germany

Netherlands facilities agent

M&G Luxembourg S.A Dutch Branch,
Zuidplein 36,
1077XV Amsterdam, Netherlands

Norway facilities agent

M&G Luxembourg S.A., Svensk Filial,
Birger Jarlsgatan 14,
114 34 Stockholm, Norway

Portuguese facilities agent and distributor

Best - Banco Electrónico de Serviço Total, S.A.,
Praça Marquês de Pombal, no. 3 - 3º, 1250-161 Lisboa,
Portugal

Spanish facilities agent and representative

Allfunds Bank, S.A.,
Calle Estafeta, No. 6 Complejo Plaza de la Fuente,
La Moraleja 28109, Alcobendas, Madrid, Spain

Swedish paying agent

Nordea Bank AB (publ),
Smålandsgatan 17,
105 71 Stockholm, Sweden

Danish, Finland and Swedish facilities agent

M&G Luxembourg S.A., Svensk Filial,
Birger Jarlsgatan 14,
114 34 Stockholm, Sweden

Management and administration

Swiss paying agent and representative

Société Générale, Paris, Zurich Branch,
Talacker 50, P.O. Box 5070, 8021 Zurich, Switzerland

United Kingdom facilities agent

Société Générale London,
One Bank Street, Canary Wharf,
London E14 4SG, UK

Directors' Report

Directors of the Company

Philip Jelfs

Mr Jelfs has been a director of the Company since inception. He joined M&G in 2006 and is responsible for products throughout the product life-cycle. He is also a Director of M&G Securities Limited, a UK based Authorised Corporate Director. Mr Jelfs has an honours degree in Geography & War Studies from Kings College, London University and an MBA.

Laurence Mumford

Mr Mumford has been a director of the Company since inception and is Chair of the Fund Board. He is Distribution Governance Director and currently Chair of M&G Securities Limited, a UK based Authorised Corporate Director. Mr Mumford has previously been Chair of the Investment Association's Investment Funds Operations Committee which aimed to facilitate understanding and issue resolution across the industry of relevant operational matters. Mr Mumford is a chartered accountant and joined M&G in 2000 having previously worked at PricewaterhouseCoopers.

Susanne van Dootingh – Independent Director

Ms van Dootingh has been an independent non-executive director of the Company since 12 February 2019. Ms van Dootingh is an independent non-executive director of several Luxembourg domiciled investment funds and management companies. Ms van Dootingh was previously at State Street Global Advisors (SSGA) from 2002 to 2017 with her final position being Senior Managing Director, Head of European Governance and Regulatory Strategy EMEA. Prior to this she held various senior positions at SSGA in Global Product Development and Global Fixed Income Strategy. Before joining SSGA in 2002 she was a fixed income strategist and portfolio manager at Fortis Investment Management, Barclays Global Investors, and ABN AMRO Asset Management.

Yves Wagner – Independent Director

Dr. Wagner has been an independent non-executive director of the Company since inception. Dr. Wagner started his non-academic career with Banque Générale du Luxembourg where he became Director of Asset

Management, before becoming the Chief Executive Officer and Board member of Fortis Investments, Luxembourg. He founded 'The Directors' Office' and is today an independent director for several financial institutions. He has been an advisor to the Luxembourg School of Finance (LSF), a business school of the University of Luxembourg.

Dr. Wagner holds a 'Doctorat ès Sciences Economiques' (PhD) from the University of Aix-Marseille III, France.

Dr. Wagner was for many years the Chairman of the Luxembourg Society of Financial Analysts (ALGAFI) and Board Member of the European Federation of Financial Analysts Societies (EFFAS).

Directors' responsibilities

The Directors are responsible for the overall management and control of the Company in accordance with the Articles. The Directors are further responsible for the implementation of each fund's investment objective and policies, as well as for oversight of the administration and operations of each fund.

The Directors shall have the broadest powers to act in any circumstances on behalf of the Company, subject to the powers reserved by law to the Shareholders.

The following persons have been appointed as Directors of the Company:

Philip Jelfs, Director.

Laurence Mumford, Director.

Susanne van Dootingh, Independent Director.

Yves Wagner, Independent Director.

The Directors may appoint one or more committees, authorised delegates or agents to act on their behalf.

Directors' Report

Delegation of functions

Management Company

The Company has appointed M&G Luxembourg S.A., pursuant to the Management Agreement, to serve as its management company within the meaning of the UCI Law.

The Management Company performs certain functions, subject to the overall supervision of the Directors, for the provision of investment management services, administrative services and marketing services to the Company.

The Management Company acts as the management company of the Company under the freedom to provide services organised by the UCITS Directive. In accordance with the relevant provisions of the UCI Law, the Management Company will be required to comply with the CSSF Rules (being the rules of the Management Company's 'home member state' for the purposes of the UCI Law) in relation to the organisation of the Management Company, including its delegation arrangements, risk management procedures, prudential rules and supervision, applicable prudential rules regarding the Management Company's management of UCITS authorised under the UCITS Directive and the Management Company's reporting requirements. The Management Company shall comply with the UCI Law as regards the constitution and functioning of the Company.

Distributor

The Management Company is also the principal distributor of shares under the terms of the Management Agreement.

During the review period, the Management Company appointed M&G International Investments S.A. (MGII) as Distributor. Under the Distribution Agreement, MGII provided services relating to the distribution of the Investment Vehicles and the marketing of the Discretionary Investment Management Services.

In order to reorganise and simplify the structure of the group of companies to which both the Management Company and MGII belong, MGII merged into the

Management Company on 31 March 2022. Upon the merger, MGII (being the absorbed company) transferred all of its assets and liabilities to the Management Company (being the absorbing company). Accordingly the Management Company has taken on the activities of MGII as Distributor.

Investment manager

The Management Company has appointed M&G Investment Management Limited as investment manager to manage and invest the assets of the funds pursuant to their respective investment objectives and policies.

The Investment Manager was appointed pursuant to the Investment Management Agreement. Under the Investment Management Agreement, the Investment Manager has full discretion, subject to the overall review and control of the Management Company and the Directors, to purchase and sell securities and otherwise to manage the assets of the Company on a discretionary basis. The Investment Manager is also entitled to delegate investment management under the terms set out in the Investment Management Agreement.

Registrar and transfer agent

The Management Company has appointed RBC Investor Services Bank S.A. as registrar and transfer agent of the Company on behalf of the Board of Directors.

Under the Registrar and Transfer Agency Agreement, the registrar and transfer agent is responsible for processing the issue, redemption and transfer of shares, as well as for the keeping of the register of Shareholders, subject to the overall review and control of the Management Company and the directors.

Administrator

The Management Company has appointed State Street Bank International GmbH, Luxembourg Branch as the Administrator of the Company on behalf of the Board of Directors. The Administrator will carry out certain administrative duties related to the administration of the Company, including the calculation of the Net Asset

Directors' Report

Value of the shares and the provision of accounting services to the Company, subject to the overall review and control of the Management Company and the Directors.

The Company has appointed the Management Company as its corporate and domiciliary agent. The Management Company will be responsible for the domiciliation of the Company and will perform, inter alia, the functions as foreseen in the Luxembourg law of 31 May 1999 on the domiciliation of companies, as amended from time to time, and, in particular, allow the Company to establish its registered office at the registered office of the Management Company, and provide facilities necessary for the meetings of the Company's Directors, officers and/or of the Shareholders of the Company.

Hedging services

The Management Company has appointed State Street Europe Limited to undertake certain currency hedging functions in respect of Currency Hedged Share Classes.

Depository

The Management Company in conjunction with the Board of Directors has appointed State Street Bank International GmbH, Luxembourg Branch as the Depository.

The Depository shall perform all of the duties and obligations of a depository under the UCITS Directive and the Luxembourg implementing laws and regulations with respect to each fund.

The Depository has been entrusted with the following main functions:

- ensuring that the sale, issue, repurchase, redemption and cancellation of shares are carried out in accordance with applicable law and the Articles;
- ensuring that the value of the shares is calculated in accordance with applicable law and the Articles;
- carrying out the instructions of the Management Company or the Company (as the case may be),

unless such instructions conflict with applicable law or the Articles;

- ensuring that, in transactions involving the assets of the Company, any consideration is remitted to the Company within the usual time limits;
- ensuring that the income of the Company is applied in accordance with applicable law and the Articles;
- monitoring and oversight of the Company's cash and cashflows in accordance with the UCITS Directive and the Luxembourg implementing laws and regulations; and
- safe-keeping of the Company's assets, including the safe-keeping of financial instruments that can be held in custody and ownership verification and record-keeping in relation to other assets.

Fair Valuation and liquidity

As described in the important information section, financial markets have been impacted by the military invasion of Ukraine. Within the portfolios a small number of Russian securities are held. These securities were fair valued by the Board of Directors and marked as such in the portfolio statement. The holding of these securities has not impacted the liquidity of the sub-funds and has not raised any going concern issues for the fund.

There have not been any significant difficulties in valuing the portfolio since the year end.

Directors' statement

This report has been prepared in accordance with the requirements of the UCITS Directive 2009/65/EC of the European Parliament and Council of 13 July 2009.

P R Jelfs, Director
L J Mumford, Director

8 July 2022

Independent Auditor's Report

Independent Auditor's Report to the shareholders of M&G (Lux) Investment Funds 1

Opinion

We have audited the financial statements of M&G (Lux) Investment Funds 1 (the "Fund") and of each of its sub-funds, which comprise the statement of net assets and the portfolio statement as at 31 March 2022, and the statement of operations and changes in net assets for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund and of each of its sub-funds as at 31 March 2022, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (the 'Law of 23 July 2016') and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the 'Commission de Surveillance du Secteur Financier' (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the 'responsibilities of the 'réviseur d'entreprises agréé' for the audit of the financial statements' section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We

believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of the 'réviseur d'entreprises agréé' thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

Independent Auditor's Report

Responsibilities of the 'réviseur d'entreprises agréé' for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the 'réviseur d'entreprises agréé' that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund.
- Conclude on the appropriateness of Board of Directors of the Fund use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the 'réviseur d'entreprises agréé' to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the 'réviseur d'entreprises agréé'. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Robert White

Pierre-Marie Boul

Ernst & Young
Société anonyme
Cabinet de révision agréé

Luxembourg
8 July 2022

Market review

The 12-month period under review saw many stockmarkets register decent gains, despite investor sentiment deteriorating later in the period. However, heightened volatility across global bond markets meant that the majority of fixed income assets delivered negative returns.

Investors were reassured by the roll-out of successful COVID-19 vaccination programmes, together with support packages from governments and central banks and the gradual reopening of businesses and economies. These factors aided the post-pandemic global economic recovery throughout the period.

Healthy corporate earnings growth enabled global share prices to reach record highs during 2021. In bond markets, market conditions were gradually eroded as concerns over rising inflation began to weigh on sentiment. The general view initially was that inflation would prove to be transient, and moves in fixed income markets relatively contained. However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure, particularly in the final weeks of 2021.

Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflationary pressures. In December, the Bank of England unexpectedly raised its key interest rate for the first time in three years, while the US Federal Reserve indicated that a series of interest rate hikes would need to be implemented in 2022 and 2023.

Stockmarkets also displayed fear about higher inflation and interest rates, causing some sharp sell-offs at times, although these were generally followed by periods of recovery. Even the outbreak of a more transmissible strain of coronavirus did not stop many market indices finishing the year close to all-time highs.

News worsened at the start of 2022, with continuing concerns about higher inflation exacerbated by Russia's military invasion of Ukraine. This raised fears about the impact that the sanctions imposed on Russia might have on the global economy, as well as the effect of higher commodity prices, which had already been rising

due to various global supply constraints. The US Federal Reserve responded by raising its interest rate for the first time since 2018.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, with returns for these assets held back by a combination of rising government bond yields and deteriorating investor sentiment. Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. Usually, when US government bond yields increase, bonds in emerging markets suffer because some investors reallocate money to the US debt market, which is seen as safer than the smaller and riskier developing countries' markets.

Among equities, the weakest performers included Russia, Hong Kong and China, which were hit by economic slowdowns and further outbreaks of COVID-19. In China, property sector uncertainty and a government crackdown on the technology sector damaged investor sentiment, which also weighed on emerging markets as a whole.

However, global equities in aggregate rose over the period, led by the UK and the US. In terms of sectors, a massive spike in oil and gas prices was reflected in the performance of the energy sector, which was by far the strongest, followed by the basic materials and healthcare sectors. By contrast, shares in communication services and consumer discretionary businesses lagged.

Market review

In currency markets, the US dollar performed strongly, benefiting from its perceived safe-haven credentials amid heightened geopolitical uncertainty, while the Japanese yen and the euro performed poorly. While emerging market currencies were weak overall, a number of Latin American currencies, such as the Brazilian real, saw strong gains.

M&G Investment Management Limited
31 March 2022

Source of market performance data: Thomson Reuters Eikon, as at 31 March 2022.

Investment objective and policy

Investment objective

The Fund aims to achieve a total return (the combination of income and capital growth) of at least cash^a plus 2.5% a year, before any charges^b are taken, in any market conditions and over any three-year period.

The Fund aims to achieve this while seeking to minimise the degree to which the value of the Fund fluctuates over time (volatility), while also seeking to limit monthly losses. Managing the Fund's volatility in this way reduces its ability to achieve returns significantly above 3-month Euribor plus 2.5%.

^a As based on 3-month Euribor, the rate at which banks borrow money from each other.

^b Investors should refer to the section 'Fees and Expenses' in the Prospectus.

Investment policy

The Fund will invest at least 70% of its Net Asset Value in the following asset classes: bonds, currencies, cash, near cash and deposits. These may be issued anywhere in the world and denominated in any currency.

The Fund's exposure to these investments may also be gained by investing in other collective investment schemes, or through the use of derivative instruments. The Fund may take short positions (holding derivative instruments with the aim of delivering a positive return when the assets they are linked to fall in value) in markets, currencies, securities, and groups of securities. The Fund also has the flexibility to gain exposure to investments exceeding the net asset value of the Fund in order to increase potential returns in both rising and falling markets.

Derivative instruments can be used to meet the Fund's investment objective and for efficient portfolio management. The derivative instruments that the Fund may invest in include spot and forward contracts, exchange traded futures, swaps, credit default swaps, options, and total return swaps.

The bonds that the Fund may invest in include the following:

- bonds which are rated above investment grade by a recognised rating agency, bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies, bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market; and
- a maximum of 60% of the Fund's Net Asset Value combined in unrated bonds and sub-investment grade bonds.

The Fund may invest up to 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

Investment strategy

Investment approach

The Investment Manager takes a flexible approach, investing across a broad range of fixed income and currency markets according to where they identify value. A dynamic investment approach is followed, allowing the Investment Manager to change the blend of duration, credit and currency exposures based on their outlook.

The Fund will typically aim to have a high level of diversification in individual credit selection and across investment themes and sources of return. The managers will aim to achieve the performance objective while managing the fund's volatility and limiting losses during difficult market conditions.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark up to 23 August 2021

3-month Euribor + 2.5%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target based on the Fund's investment approach. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The investment manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is shown in the share class currency as set out below:

- for CHF Hedged Share class the performance comparator is the 3-month CHF LIBOR + 2.5%
- for GBP Hedged Share class the performance comparator is the 3-month GBP LIBOR + 2.5%
- for USD Hedged Share class the performance comparator is the 3-month USD LIBOR + 2.5%

In the event that Euribor or LIBOR is no longer available, the relevant rate will be replaced by an equivalent and suitable benchmark as approved by the Board of Directors; in such case the Prospectus will be amended immediately thereafter.

Benchmark from 24 August 2021

3-month Euribor + 2.5%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target based on the Fund's investment approach. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The investment manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is shown in the share class currency as set out below:

- for CHF Hedged Share class the performance comparator is the SARON + 2.5%
- for GBP Hedged Share class the performance comparator is the SONIA + 2.5%
- for USD Hedged Share class the performance comparator is the SOFR + 2.5%

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the latter weeks of the period, with a surge in food and energy prices expected to put even further pressure on inflation.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions which persisted throughout much of 2021. While concerns about rising inflation did weigh on sentiment, the general view was that cost pressures would prove to be transient. Investors also appeared to be reassured by the successful rollout of the COVID-19 vaccination programme, which supported the gradual reopening of the global economy.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. The world's central banks started to take an increasingly assertive stance as they sought to curb inflation, with the US Federal Reserve indicating that a series of interest rate hikes were likely over the next couple of years.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, with returns for these assets held back by a combination of rising government bond yields and deteriorating investor sentiment.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. In currencies, the US dollar performed

strongly, benefiting from its perceived safe-haven credentials amid heightened geopolitical uncertainty.

The fund delivered a negative return over the review period, with performance held back by the overall weakness across fixed income markets. Losses were mitigated by the fund's low sensitivity to movements in interest rates (also known as duration, and measured in years) and defensive credit positioning.

Investment activities

The fund remains cautiously positioned in terms of its duration stance, as we think the more persistent inflationary backdrop will put further upward pressure on yields. This is especially the case in the US, where the Federal Reserve has flagged that a number of interest rate rises are to be expected over the next couple of years.

Within corporate bonds, we continue to be cautiously positioned with a focus on higher quality investment grade names. We also maintain a significant allocation to short-dated corporate bonds, which tend to have a low sensitivity to movements in interest rates.

Within currencies, we maintain our 'barbell' approach, consisting on the one hand of defensive 'safe-haven' positions – such as the Japanese yen and the US dollar – and on the other hand, a number of smaller opportunistic emerging market positions.

Outlook

Despite ongoing geopolitical uncertainty, we remain cautiously optimistic on corporate bonds as we think investor demand for assets able to generate a positive real yield should provide support to valuations. We also expect default rates to remain low, as the benign funding conditions of the last couple of years have allowed many issuers to reduce funding costs and strengthen balance sheets.

Investment review

However, given current valuations, we think security selection will remain the key to generating value in fixed income markets. In this environment, an active and risk-controlled investment approach to the asset class remains crucial, in our opinion.

Jim Leaviss and Wolfgang Bauer

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 23,928 | 85.95 |
| Debt securities | | | | | 23,362 | 83.92 |
| 'AAA' credit rated bonds | | | | | 3,623 | 13.01 |
| Australia (Commonwealth of) 1.75% | 1,000,000 | AU\$ | 21.06.2051 | | 492 | 1.77 |
| CPPIB Capital 1.125% | 250,000 | £ | 14.12.2029 | | 279 | 1.00 |
| European Investment Bank FRN | 171,000 | £ | 08.09.2025 | | 208 | 0.75 |
| Finsbury Square FRN | 196,728 | £ | 16.03.2070 | | 233 | 0.84 |
| Germany (Federal Republic of) I/L 0.5% | 212,000 | € | 15.04.2030 | | 293 | 1.05 |
| Harvest CLO VIII FRN | 503,000 | € | 15.01.2031 | | 502 | 1.80 |
| IDB Trust Services 0.037% | 200,000 | € | 04.12.2024 | | 195 | 0.70 |
| Norway (Kingdom of) 1.75% | 1,900,000 | NOK | 17.02.2027 | | 189 | 0.68 |
| Norway (Kingdom of) 2% | 2,400,000 | NOK | 24.05.2023 | | 249 | 0.89 |
| Precise Mortgage Funding FRN | 54,948 | £ | 16.10.2056 | | 65 | 0.23 |
| RIN II FRN ^a | 300,000 | US\$ | 10.09.2030 | | 269 | 0.97 |
| Sound Point Euro CLO III Funding FRN | 387,000 | € | 15.04.2033 | | 384 | 1.38 |
| Together Asset Backed Securitisation FRN | 129,099 | £ | 15.12.2061 | | 154 | 0.55 |
| Towd Point Mortgage Funding FRN | 93,973 | £ | 20.02.2054 | | 111 | 0.40 |
| 'AA' credit rated bonds | | | | | 1,129 | 4.06 |
| Metropolitan Life Global Funding I 0.625% | 188,000 | £ | 08.12.2027 | | 199 | 0.72 |
| New York Life Global Funding 0.25% | 221,000 | € | 23.01.2027 | | 209 | 0.75 |
| New York Life Global Funding 0.75% | 273,000 | £ | 14.12.2028 | | 287 | 1.03 |
| US Treasury I/I 3.875% | 135,000 | US\$ | 15.04.2029 | | 276 | 0.99 |
| US Treasury Note 0.625% | 200,000 | US\$ | 15.05.2030 | | 158 | 0.57 |
| 'A' credit rated bonds | | | | | 5,567 | 20.00 |
| Alba FRN | 202,370 | € | 15.12.2038 | | 195 | 0.70 |
| Allianz FRN | 100,000 | € | 31.12.2099 | | 104 | 0.37 |
| Bank of America FRN | 400,000 | € | 22.09.2026 | | 402 | 1.44 |
| Banque Fédérative du Crédit Mutuel 0.625% | 200,000 | € | 03.11.2028 | | 186 | 0.67 |
| BP Capital Markets 1.104% | 350,000 | € | 15.11.2034 | | 310 | 1.11 |
| CBQ Finance 2% | 200,000 | US\$ | 15.09.2025 | | 172 | 0.62 |
| Chubb INA Holdings 0.875% | 189,000 | € | 15.12.2029 | | 177 | 0.64 |
| Close Brothers Finance 1.625% | 134,000 | £ | 03.12.2030 | | 144 | 0.52 |
| Comcast 2.987% | 82,000 | US\$ | 01.11.2063 | | 61 | 0.22 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Crédit Agricole FRN | 200,000 | € | 21.09.2029 | | 184 | 0.66 |
| E-MAC NL I FRN | 120,305 | € | 25.04.2038 | | 116 | 0.42 |
| HCL America 1.375% | 400,000 | US\$ | 10.03.2026 | | 332 | 1.19 |
| Japan (Kingdom of) 0.1% | 115,400,000 | ¥ | 10.03.2029 | | 910 | 3.27 |
| JPMorgan Chase FRN | 250,000 | £ | 28.04.2026 | | 280 | 1.01 |
| JPMorgan Chase FRN | 200,000 | US\$ | 19.11.2026 | | 166 | 0.60 |
| Landmark Mortgage Securities No. 2 FRN | 228,982 | € | 17.06.2039 | | 218 | 0.78 |
| Ludgate Funding FRN | 202,221 | € | 01.12.2060 | | 195 | 0.70 |
| Newgate Funding FRN | 398,638 | € | 15.12.2050 | | 388 | 1.39 |
| Project Silver 3.967% ^a | 224,338 | US\$ | 15.07.2044 | | 190 | 0.68 |
| State Grid Overseas Investment 0.797% | 139,000 | € | 05.08.2026 | | 132 | 0.47 |
| State Grid Overseas Investment 1.375% | 200,000 | € | 02.05.2025 | | 200 | 0.72 |
| Svenska Handelsbanken 0.01% | 450,000 | € | 02.12.2027 | | 416 | 1.50 |
| Vesteda Finance 0.75% | 100,000 | € | 18.10.2031 | | 89 | 0.32 |
| 'BBB' credit rated bonds | | | | | 8,988 | 32.29 |
| ACEF Holding 0.75% | 145,000 | € | 14.06.2028 | | 132 | 0.47 |
| ACEF Holding 1.25% | 100,000 | € | 26.04.2030 | | 90 | 0.32 |
| Altria Group 3.4% | 101,000 | US\$ | 06.05.2030 | | 88 | 0.32 |
| ASR Nederland FRN | 150,000 | € | 30.09.2049 | | 160 | 0.57 |
| BNP Paribas FRN | 100,000 | £ | 24.05.2031 | | 111 | 0.40 |
| Boeing 2.196% | 305,000 | US\$ | 04.02.2026 | | 261 | 0.94 |
| Boeing 3.25% | 175,000 | US\$ | 01.02.2035 | | 142 | 0.51 |
| Bunzl Finance 1.5% | 147,000 | £ | 30.10.2030 | | 157 | 0.56 |
| Bureau Veritas 1.125% | 100,000 | € | 18.01.2027 | | 96 | 0.34 |
| CBRE Global Investors Open-Ended Funds 0.5% | 197,000 | € | 27.01.2028 | | 178 | 0.64 |
| Channel Link Enterprises Finance FRN | 250,000 | € | 30.06.2050 | | 250 | 0.90 |
| Commerzbank 0.375% | 140,000 | € | 01.09.2027 | | 132 | 0.47 |
| Crédit Agricole FRN | 100,000 | £ | 09.12.2031 | | 110 | 0.40 |
| Crédit Suisse Group 0.625% | 200,000 | € | 18.01.2033 | | 162 | 0.58 |
| CTP 0.75% | 100,000 | € | 18.02.2027 | | 90 | 0.32 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Deutsche Pfandbriefbank 1.75% | 200,000 | £ | 21.11.2022 | | 236 | 0.85 |
| DH Europe Finance II 1.8% | 110,000 | € | 18.09.2049 | | 102 | 0.37 |
| DP World 4.25% | 156,000 | £ | 25.09.2030 | | 192 | 0.69 |
| DXC Technology 1.8% | 34,000 | US\$ | 15.09.2026 | | 28 | 0.10 |
| Engie 5.95% | 42,000 | € | 16.03.2111 | | 68 | 0.24 |
| FFP 1.875% | 100,000 | € | 30.10.2026 | | 98 | 0.35 |
| Fraport AG Frankfurt Airport Services Worldwide 1.875% | 163,000 | € | 31.03.2028 | | 157 | 0.56 |
| Goldman Sachs Group FRN | 400,000 | € | 23.09.2027 | | 399 | 1.43 |
| Hammerson 6% | 150,000 | £ | 23.02.2026 | | 186 | 0.67 |
| Heathrow Funding 1.875% | 141,000 | € | 14.03.2034 | | 130 | 0.47 |
| ING Groep FRN | 200,000 | € | 29.09.2028 | | 186 | 0.67 |
| Legal & General Group FRN | 184,000 | £ | 26.11.2049 | | 213 | 0.77 |
| Lloyds Banking Group FRN | 100,000 | £ | 15.12.2031 | | 110 | 0.40 |
| Logicor Financing 1.625% | 100,000 | € | 15.07.2027 | | 96 | 0.34 |
| Logicor Financing 2.75% | 150,000 | £ | 15.01.2030 | | 169 | 0.61 |
| Mexico (United Mexican States) 1.125% | 220,000 | € | 17.01.2030 | | 197 | 0.71 |
| Mexico (United Mexican States) 1.45% | 142,000 | € | 25.10.2033 | | 120 | 0.43 |
| Mexico (United Mexican States) 4.5% | 275,000 | US\$ | 31.01.2050 | | 235 | 0.84 |
| Mexico (United Mexican States) 10% | 3,190,000 | MXN | 05.12.2024 | | 150 | 0.54 |
| Mitchells & Butlers Finance FRN | 46,489 | US\$ | 15.12.2030 | | 39 | 0.14 |
| Mondeléz International 0.25% | 115,000 | € | 17.03.2028 | | 107 | 0.38 |
| National Grid 0.163% | 324,000 | € | 20.01.2028 | | 297 | 1.07 |
| NatWest Group FRN | 200,000 | US\$ | 18.05.2029 | | 187 | 0.67 |
| Portugal (Republic of) 1% | 201,062 | € | 12.04.2052 | | 155 | 0.56 |
| Prosus 1.288% | 400,000 | € | 13.07.2029 | | 334 | 1.20 |
| Quadient 2.25% | 100,000 | € | 03.02.2025 | | 99 | 0.36 |
| Romania (Republic of) 3.875% | 100,000 | € | 29.10.2035 | | 94 | 0.34 |
| Romania (Republic of) 4.625% | 86,000 | € | 03.04.2049 | | 85 | 0.31 |
| Santander UK Group Holdings FRN | 255,000 | € | 13.09.2029 | | 232 | 0.83 |
| S-Jets 3.967% ^a | 501,744 | US\$ | 15.08.2042 | | 401 | 1.44 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Sofina 1% | 300,000 | € | 23.09.2028 | | 269 | 0.97 |
| Traton Finance Luxembourg 0.75% | 200,000 | € | 24.03.2029 | | 182 | 0.65 |
| Unibail-Rodamco-Westfield 0.875% | 300,000 | € | 29.03.2032 | | 258 | 0.93 |
| UniCredit Leasing Corp IFN 0.502% | 200,000 | € | 18.10.2022 | | 200 | 0.72 |
| Verizon Communications 0.75% | 171,000 | € | 22.03.2032 | | 156 | 0.56 |
| Vodafone Group 5% | 28,000 | US\$ | 30.05.2038 | | 28 | 0.10 |
| Volkswagen Financial Services 0.125% | 300,000 | € | 12.02.2027 | | 276 | 0.99 |
| Volkswagen Leasing 0.375% | 100,000 | € | 20.07.2026 | | 94 | 0.34 |
| Vonovia 0.625% | 100,000 | € | 14.12.2029 | | 89 | 0.32 |
| Vonovia 1.625% | 100,000 | € | 01.09.2051 | | 78 | 0.28 |
| WPC Eurobond 1.35% | 103,000 | € | 15.04.2028 | | 97 | 0.35 |
| 'BB' credit rated bonds | | | | | 3,193 | 11.47 |
| Banco de Sabadell FRN | 400,000 | € | 16.06.2028 | | 360 | 1.29 |
| Bayer FRN | 150,000 | € | 02.04.2075 | | 151 | 0.54 |
| Cellnex Finance 2% | 100,000 | € | 15.02.2033 | | 85 | 0.31 |
| Cheniere Energy Partners 3.25% | 32,000 | US\$ | 31.01.2032 | | 26 | 0.09 |
| Colombia (Republic of) 9.75% | 200,000,000 | COP | 26.07.2028 | | 45 | 0.16 |
| Energy Transfer Operating FRN | 50,000 | US\$ | 01.11.2066 | | 37 | 0.13 |
| GTC Aurora Luxembourg 2.25% | 149,000 | € | 23.06.2026 | | 135 | 0.49 |
| Heimstaden 4.375% | 100,000 | € | 06.03.2027 | | 94 | 0.34 |
| Heimstaden Bostad FRN | 200,000 | € | 31.12.2099 | | 189 | 0.68 |
| ICCREA Banca FRN | 100,000 | € | 17.01.2027 | | 96 | 0.35 |
| Iliad 1.875% | 200,000 | € | 11.02.2028 | | 180 | 0.65 |
| Iliad 2.375% | 200,000 | € | 17.06.2026 | | 194 | 0.70 |
| Mahle 2.375% | 400,000 | € | 14.05.2028 | | 342 | 1.23 |
| Petróleos Mexicanos 3.75% | 400,000 | £ | 16.11.2025 | | 438 | 1.57 |
| Rolls-Royce 1.625% | 100,000 | € | 09.05.2028 | | 89 | 0.32 |
| SES FRN | 300,000 | € | 31.12.2099 | | 279 | 1.00 |
| TEGNA 4.625% | 137,000 | US\$ | 15.03.2028 | | 123 | 0.44 |
| Vodafone Group FRN | 100,000 | £ | 03.10.2078 | | 120 | 0.43 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Wabtec Transportation 1.25% | 106,000 | € | 03.12.2027 | | 101 | 0.36 |
| Western Midstream Operating 4.65% | 20,000 | US\$ | 01.07.2026 | | 19 | 0.07 |
| ZF Europe Finance 3% | 100,000 | € | 23.10.2029 | | 90 | 0.32 |
| 'B' credit rated bonds | | | | | 711 | 2.55 |
| Boparan Finance 7.625% | 120,000 | £ | 30.11.2025 | | 116 | 0.42 |
| CCO Holdings Via CCO Holdings Capital 5.125% | 90,000 | US\$ | 01.05.2027 | | 81 | 0.29 |
| Egypt (Republic of) 5.625% | 150,000 | € | 16.04.2030 | | 127 | 0.45 |
| Pilgrim's Pride 3.5% | 214,000 | US\$ | 01.03.2032 | | 169 | 0.61 |
| Rakuten Group FRN | 250,000 | € | 31.12.2099 | | 218 | 0.78 |
| 'CCC' credit rated bonds | | | | | 119 | 0.43 |
| NAK Naftogaz Ukraine Via Kondor Finance 7.625% | 200,000 | US\$ | 08.11.2026 | | 56 | 0.20 |
| Ukraine (Republic of) 6.75% | 150,000 | € | 20.06.2026 | | 63 | 0.23 |
| 'CC' credit rated bonds | | | | | | |
| Russia (Federation of) 8.15% ^b | 7,760,000 | RUB | 03.02.2027 | | 3 | 0.01 |
| 'D' credit rated bonds | | | | | | |
| China Evergrande Group 7.5% | 250,000 | US\$ | 28.06.2023 | | 29 | 0.10 |
| Debt derivatives | | | | | 566 | 2.03 |
| Credit default swaps | | | | | (138) | (0.50) |
| Amgen Jun 2023 | 250,000 | US\$ | | | (3) | (0.01) |
| Anglo American Dec 2022 | 100,000 | € | | | 3 | 0.01 |
| Anglo American Jun 2022 | 250,000 | € | | | 3 | 0.01 |
| Glencore International Dec 2022 | 100,000 | € | | | 3 | 0.01 |
| Glencore International Jun 2022 | 100,000 | € | | | 1 | 0.00 |
| Glencore International Jun 2023 | 300,000 | € | | | 16 | 0.06 |
| Italy (Republic of) Dec 2022 | 150,000 | US\$ | | | 1 | 0.00 |
| Markit CDX North American Investment Grade Series 38 5 Year Jun 2027 | 4,500,000 | US\$ | | | (67) | (0.24) |
| Markit iTraxx Europe Series 37 10 Year Jun 2032 | 1,400,000 | € | | | 10 | 0.04 |
| Markit iTraxx Europe Series 37 5 Year Jun 2027 | 8,600,000 | € | | | (119) | (0.43) |
| Markit iTraxx Europe Snr Fin Series 37 10 Year Jun 2027 | 700,000 | € | | | (7) | (0.03) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives (continued) | | | | | | |
| Credit default swaps (continued) | | | | | | |
| Markit iTraxx Europe Sub Fin Series 37 5 Year Jun 2027 | 800,000 | € | | | 21 | 0.08 |
| Pfizer Jun 2022 | 200,000 | US\$ | | | 0 | 0.00 |
| Interest rate swaps | | | | | 248 | 0.89 |
| Pay 1.8045% Receive Var. Oct 2022 | 200,000 | £ | | | (0) | 0.00 |
| Pay 0.0472% Receive Var. Aug 2050 | 470,000 | € | | | 119 | 0.43 |
| Pay 1.0817% Receive Var. Sep 2050 | 550,000 | US\$ | | | 129 | 0.46 |
| Interest rate futures | | | | | 456 | 1.64 |
| Deutscher Bobl 5 year Futures | (36) | € | 08.06.2022 | 36 | 151 | 0.54 |
| Deutscher Bund 10 year Futures | (21) | € | 08.06.2022 | 20 | 175 | 0.63 |
| Deutscher Schatz 2 year Futures | (4) | € | 08.06.2022 | 4 | 4 | 0.01 |
| Euro BTP Futures | (4) | € | 08.06.2022 | 4 | 24 | 0.09 |
| Euro-Bono SP Gov Futures | (3) | € | 08.06.2022 | 0 | 19 | 0.07 |
| UK Treasury Notes Futures | (8) | £ | 28.06.2022 | 12 | 17 | 0.06 |
| US Treasury Notes 5 year Futures | (29) | US\$ | 30.06.2022 | 24 | 66 | 0.24 |
| Currency | | | | | 159 | 0.56 |
| Forward currency contracts | | | | | 159 | 0.56 |
| Bought for £ 206,826.32, Sold for € 245,543.64 | | | 06.04.2022 | | 0 | 0.00 |
| Bought for ¥ 29,519,851.00, Sold for € 234,175.41 | | | 06.04.2022 | | (16) | (0.06) |
| Bought for € 4,649,441.69, Sold for £ 3,835,347.70 | | | 06.04.2022 | | 113 | 0.40 |
| Bought for € 45,312.41, Sold for ¥ 5,697,977.00 | | | 06.04.2022 | | 3 | 0.01 |
| Bought for € 3,245,468.57, Sold for US\$ 3,533,140.13 | | | 06.04.2022 | | 61 | 0.22 |
| Bought for US\$ 215,807.12, Sold for € 196,189.29 | | | 06.04.2022 | | (2) | (0.01) |
| Portfolio of investments | | | | | 24,087 | 86.51 |
| Cash equivalents | | | | | 2,633 | 9.46 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 2,733,270 | € | | | 2,633 | 9.46 |
| Share class hedging | | | | | 12 | 0.04 |
| Bought for £ 1,866,317.45, Sold for € 2,202,782.90 | | | 04.05.2022 | | 3 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Share class hedging (continued) | | | | | | |
| Bought for € 32,978.31, Sold for £ 27,965.08 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 1,537.58, Sold for CHF 1,584.97 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 1,963.28, Sold for US\$ 2,186.81 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 159,740.65, Sold for € 154,803.50 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for US\$ 2,525,500.21, Sold for € 2,265,288.75 | | | 04.05.2022 | | 8 | 0.03 |
| Total portfolio | | | | | 26,732 | 96.01 |
| Net other assets/(liabilities) | | | | | 1,107 | 3.99 |
| Net assets | | | | | 27,839 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 23,362 | 83.92 |
| Unrealised gains on futures contracts | | | | | 456 | 1.64 |
| Unrealised gains on forward currency contracts | | | | | 189 | 0.67 |
| Unrealised gains on swap contracts | | | | | 306 | 1.10 |
| Total Investment assets | | | | | 24,313 | 87.33 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (18) | (0.07) |
| Unrealised losses on swap contracts | | | | | (196) | (0.71) |
| Total Investment liabilities | | | | | (214) | (0.78) |
| Total portfolio | | | | | 24,099 | 86.55 |
| Cash equivalents | | | | | 2,633 | 9.46 |
| Net other assets/(liabilities) | | | | | 1,107 | 3.99 |
| Net assets | | | | | 27,839 | 100.00 |

^a Unlisted/unquoted.

^b Fair valued.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|-------------------------------------|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 100 | 0 |
| Barclays Bank London | 1,532,937 | 59 | 0 | 773 |
| Citigroup Global Markets Limited | 41,329 | 0 | 0 | 0 |
| Goldman Sachs International | 450 | 74 | 0 | 0 |
| HSBC Bank Plc | 0 | 10,054 | 0 | 0 |
| JP Morgan Chase | 0 | 6,371 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 9,336 | 0 | 0 |
| UBS AG London | 0 | 481 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | -3.4 | +0.3 | +0.3 | +0.4 | 21.12.16 |
| Class 'A' Distribution | -3.4 | +0.3 | +0.3 | +0.4 | 21.12.16 |
| Class 'B' Accumulation | -3.6 | 0.0 | n/a | -0.0 | 08.05.18 |
| Class 'B' Distribution | -3.6 | 0.0 | n/a | -0.0 | 08.05.18 |
| Class 'C' Accumulation | -2.8 | +0.9 | +0.9 | +1.1 | 21.12.16 |
| Class 'C' Distribution | -2.8 | +0.9 | +0.9 | +1.1 | 21.12.16 |
| Class 'CI' Accumulation | -2.7 | +1.0 | +1.0 | +1.1 | 21.12.16 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | -2.1 | +1.6 | +1.8 | +1.9 | 21.12.16 |
| Class 'C-H' Distribution | -2.1 | +1.6 | +1.8 | +1.9 | 21.12.16 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | -3.6 | +0.1 | 0.0 | +0.1 | 21.12.16 |
| Class 'A-H' Distribution | -3.6 | +0.1 | 0.0 | +0.1 | 21.12.16 |
| Class 'C-H' Accumulation | -3.0 | +0.7 | +0.6 | +0.7 | 21.12.16 |
| Class 'C-H' Distribution | -3.0 | +0.7 | +0.6 | +0.7 | 21.12.16 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | -2.5 | +2.0 | +2.4 | +2.5 | 21.12.16 |
| Class 'A-H' Distribution | -2.6 | +1.9 | +2.4 | +2.5 | 21.12.16 |
| Class 'C-H' Accumulation | -1.9 | +2.6 | +3.0 | +3.1 | 21.12.16 |
| Class 'C-H' Distribution | -2.0 | +2.6 | +3.0 | +3.1 | 21.12.16 |

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays semi-annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Semi-annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|---------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Final | 01.10.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'C-H' Distribution UK p | Class 'A-H' Distribution Swiss ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|--|
| First interim | 0.0761 | 0.0774 | 0.0782 | 0.0799 | 0.0754 |
| Final | 0.0678 | 0.0682 | 0.0699 | 0.0740 | 0.0670 |

| to 31 March 2022 | Class 'C-H' Distribution Swiss ¢ | Class 'A-H' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|--|-------------------------------------|-------------------------------------|
| First interim | 0.0773 | 0.0817 | 0.0840 |
| Final | 0.0690 | 0.0744 | 0.0767 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 10.2364 | 10.5918 | 9.6928 |
| Class 'A' Distribution | 9.1896 | 9.6675 | 9.0762 |
| Class 'B' Accumulation | 9.9880 | 10.3658 | 9.5144 |
| Class 'B' Distribution | 9.2191 | 9.7276 | 9.1610 |
| Class 'C' Accumulation | 10.5666 | 10.8679 | 9.8858 |
| Class 'C' Distribution | 9.4869 | 9.9204 | 9.2586 |
| Class 'CI' Accumulation | 10.5914 | 10.8893 | 9.9012 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | 11.0320 | 11.2637 | 10.1855 |
| Class 'C-H' Distribution | 9.9037 | 10.2826 | 9.5413 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.0585 | 10.4309 | 9.5699 |
| Class 'A-H' Distribution | 9.0294 | 9.5228 | 8.9622 |
| Class 'C-H' Accumulation | 10.3890 | 10.7067 | 9.7625 |
| Class 'C-H' Distribution | 9.3243 | 9.7728 | 9.1408 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 11.3815 | 11.6716 | 10.5700 |
| Class 'A-H' Distribution | 10.2071 | 10.6468 | 9.8892 |
| Class 'C-H' Accumulation | 11.7369 | 11.9637 | 10.7685 |
| Class 'C-H' Distribution | 10.5427 | 10.9328 | 10.0916 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 27,839 | 35,481 | 66,010 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 421 |
| Swung net assets | 27,839 | 35,481 | 66,431 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.22 |
| Class 'A' Distribution | | 1.22 |
| Class 'B' Accumulation | | 1.52 |
| Class 'B' Distribution | | 1.52 |
| Class 'C' Accumulation | | 0.62 |
| Class 'C' Distribution | | 0.62 |
| Class 'CI' Accumulation | | 0.58 |
| Sterling | | % |
| Class 'C-H' Accumulation | | 0.64 |
| Class 'C-H' Distribution | | 0.64 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.24 |
| Class 'A-H' Distribution | | 1.24 |
| Class 'C-H' Accumulation | | 0.63 |
| Class 'C-H' Distribution | | 0.64 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.24 |
| Class 'A-H' Distribution | | 1.24 |
| Class 'C-H' Accumulation | | 0.64 |
| Class 'C-H' Distribution | | 0.64 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the Asia Pacific (excluding Japan) equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies that are domiciled in, or conducting the major part of their economic activity in, the Asia Pacific region (excluding Japan).

The investment process of the Fund is based on the fundamental analysis of companies with a specific focus on their return on capital profile, their corporate governance practices and the valuation of the shares.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach to identify companies whose long-term prospects are, in the Investment Manager's opinion, being undervalued. The Fund's approach incorporates three elements: return on capital, valuations and corporate governance.

It is the core belief of the Investment Manager that company-specific factors, in particular their profitability (which is measured in terms of returns on capital) drive share prices over the long run.

The Fund's country and sector exposure is not influenced by top-down views.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

MSCI AC Asia Pacific ex Japan Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Over the 12-month review period, the fund was significantly ahead of its benchmark the MSCI AC Asia Pacific ex Japan Net Return Index, with strong stockpicking and sector allocation driving performance.

Whilst stockmarkets around the region were initially buoyed by the widespread rollout of COVID-19 vaccination programmes and ongoing stimulus measures by governments and central banks, investor sentiment deteriorated later in the period and volatility in equity markets increased notably.

The poor performance of China, and to a lesser extent Hong Kong, was a notable feature. Investor confidence in China's stockmarkets was knocked by several factors – a strict 'zero-COVID' approach to controlling the spread of the coronavirus, which has hurt economic growth, tighter regulation of internet names and a crackdown on the leverage of real estate developers.

The South Korean stockmarket was another notable laggard, not helped by the poor performance of some large-cap technology and auto manufacturing names. Markets that outperformed the regional index included Australia and Indonesia (both resource-rich countries), India and Taiwan.

Holdings that aided the fund's outperformance included Canada-based integrated energy company Cenovus Energy and Australia-based natural gas producer Woodside Petroleum, both benefiting from a buoyant energy sector.

The prospect of higher interest rates and the re-opening of economies boosted the share prices of many banks and the fund's holdings in Indonesia's Bank Mandiri and Singapore's DBS Group were key performers.

Other notable contributors included Pacific Basin Shipping, whose profitability was lifted by firmer freight rates and increased trade and China Resources Power. China Resources Power more than tripled in value in 2021 as investors became increasingly aware of the

company's commitment and success in transitioning away from being a coal power operator, towards being much more focused on renewable energy.

However, other China names held back performance including hotel operator Huazhu and Zhihu, a question-and-answer website. The former was hit by China's strict COVID-19 lockdown and the latter was a casualty of China's tightening of the regulations of internet companies.

The fund's holding in Japfa also detracted from performance after the agri-food company posted weaker-than-expected results.

Relative performance was also hurt by not holding shares in Commonwealth Bank of Australia and Infosys, an international IT services company based in India, although the latter was partly offset by our holding in Infosys's Indian peer Tech Mahindra.

Investment activities

We were active throughout the 12-month period taking advantage of market volatility to trim some positions and add to other holdings, where we felt shares had been unfairly sold off. We also established several new positions.

We initiated positions in HutchMed, a China-based biopharmaceutical company with a strong drug pipeline and Yangzijiang Shipbuilding. Yangzijiang is seeing a recovery in orders, thanks to robust shipping markets and is now at the point where it should begin to enjoy greater pricing power.

We used near-term COVID-19 worries to establish a position in Travelsky Technology, a Chinese business that provides software for the airline industry, tied to passenger volumes and airport infrastructure. This has been a secular growth business, as Chinese domestic and outbound travel has grown over time.

Another travel-related company we added to the portfolio was Hainan Meilan airport. The airport on Hainan (the main holiday destination in China) has recently been expanded. We believe longer term the

Investment review

airport will benefit from a structural increase in rising domestic travel and a shift to promote domestic duty-free sales.

We also established a position in Dongyue, a specialist, Chinese environmental play, which provides a key component for solar and electric vehicle manufacturers and Miniso, a discount retailer which is growing rapidly in China and outside its domestic market.

In Australia, we added names Kerry Properties and Brambles. Kerry Properties is a chronically undervalued real estate company in our view, with a portfolio of high quality investment properties in Hong Kong and mainland China. It also has logistics exposure. Its share price trades at a substantial discount to net asset value, and the company has been taking measures to reduce this discount. Brambles is a logistics player with a dominant position in the retail industry.

Holdings that left the portfolio included China Resources Power, which we sold after a period of exceptional outperformance (see investment review). We also exited Hollysys Automation Technologies, a Chinese provider of automation and control systems, after its shares jumped following a takeover bid.

We also closed a position in Chinese drinks packaging company Greatview and QBE, an Australian insurance company, as we saw better opportunities to deploy the capital elsewhere in the region.

Outlook

Our strategy remains the same, which is to construct a portfolio of esoteric, bottom-up stock opportunities where we believe we have a superior perspective on risk pricing. We have used pockets of China weakness to judiciously add positions in existing core names and also new names where we see proven business models, deep moats and strong balance sheets and where we feel valuations are attractive. While we have added pockets of China exposure, it remains the case that portfolio risk is dominated by bottom-up esoteric,

stock-specific risk and we remain vigilant to not having one theme or correlated trend dominating overall portfolio risk.

David Perrett

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 59,947 | 98.73 |
| Canada | | | | | 753 | 1.24 |
| Cenovus Energy | 36,468 | CA\$ | | | 607 | 1.00 |
| Cenovus Energy (Warrant) | 12,955 | CA\$ | | | 146 | 0.24 |
| Australia | | | | | 7,952 | 13.10 |
| Amcor | 118,022 | AU\$ | | | 1,354 | 2.23 |
| Australia & New Zealand Banking Group | 51,835 | AU\$ | | | 1,072 | 1.77 |
| BHP Group | 41,606 | AU\$ | | | 1,613 | 2.66 |
| BlueScope Steel | 31,993 | AU\$ | | | 500 | 0.82 |
| Brambles | 59,235 | AU\$ | | | 440 | 0.72 |
| CSL | 2,105 | AU\$ | | | 423 | 0.70 |
| Mesoblast | 232,423 | AU\$ | | | 199 | 0.33 |
| National Australia Bank | 50,926 | AU\$ | | | 1,233 | 2.03 |
| Stockland | 127,991 | AU\$ | | | 411 | 0.68 |
| Woodside Petroleum | 29,419 | AU\$ | | | 707 | 1.16 |
| China | | | | | 15,677 | 25.82 |
| Alibaba Group Holding | 110,508 | HK\$ | | | 1,567 | 2.58 |
| Autohome ADR | 23,430 | US\$ | | | 742 | 1.22 |
| Baidu ADR | 2,388 | US\$ | | | 340 | 0.56 |
| Baoshan Iron & Steel 'A' | 430,500 | CNY | | | 457 | 0.75 |
| CGN Power 'H' | 1,565,000 | HK\$ | | | 407 | 0.67 |
| China Construction Bank 'H' | 2,173,000 | HK\$ | | | 1,632 | 2.69 |
| China Telecom 'H' | 408,000 | HK\$ | | | 161 | 0.27 |
| Dongyue Group | 380,000 | HK\$ | | | 523 | 0.86 |
| GF Securities 'H' | 520,200 | HK\$ | | | 737 | 1.21 |
| Hainan Meilan Internationa 'H' | 202,000 | HK\$ | | | 471 | 0.78 |
| Huatai Securities 'H' | 324,800 | HK\$ | | | 498 | 0.82 |
| Huazhu Group ADR | 16,592 | US\$ | | | 564 | 0.93 |
| JD.com 'A' | 37,676 | HK\$ | | | 1,112 | 1.83 |
| KE Holdings | 24,859 | US\$ | | | 323 | 0.53 |
| Meituan Dianping 'B' | 9,600 | HK\$ | | | 189 | 0.31 |
| MINISO Group Holding | 50,995 | US\$ | | | 412 | 0.68 |
| Ping An Insurance Group of China 'H' | 60,000 | HK\$ | | | 424 | 0.70 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| China (continued) | | | | | | |
| Sinopec Engineering Group 'H' | 1,082,000 | HK\$ | | | 552 | 0.91 |
| Tencent Holdings | 43,600 | HK\$ | | | 2,064 | 3.40 |
| TravelSky Technology 'H' | 369,000 | HK\$ | | | 531 | 0.87 |
| Weichai Power 'H' | 324,000 | HK\$ | | | 510 | 0.84 |
| Yangzijiang Shipbuilding Holdings | 542,800 | SG\$ | | | 615 | 1.01 |
| Yum China Holdings | 4,828 | US\$ | | | 211 | 0.35 |
| Zai Lab | 14,022 | US\$ | | | 635 | 1.05 |
| Hong Kong | | | | | 8,984 | 14.80 |
| AIA Group | 144,600 | HK\$ | | | 1,519 | 2.50 |
| China Mobile | 49,000 | HK\$ | | | 338 | 0.56 |
| China Unicom Hong Kong | 284,000 | HK\$ | | | 141 | 0.23 |
| CK Hutchison Holdings | 81,500 | HK\$ | | | 599 | 0.99 |
| CK Infrastructure Holdings | 61,500 | HK\$ | | | 412 | 0.68 |
| COSCO SHIPPING Ports | 1,815,285 | HK\$ | | | 1,412 | 2.32 |
| Hutchison China MediTech ADR | 20,524 | US\$ | | | 406 | 0.67 |
| Hutchmed China | 67,000 | HK\$ | | | 256 | 0.42 |
| Kerry Properties | 181,000 | HK\$ | | | 511 | 0.84 |
| Pacific Basin Shipping | 2,792,000 | HK\$ | | | 1,517 | 2.50 |
| Sinopec Kantons Holdings | 2,088,000 | HK\$ | | | 728 | 1.20 |
| Sun Hung Kai Properties | 96,000 | HK\$ | | | 1,145 | 1.89 |
| Indonesia | | | | | | |
| Bank Mandiri Persero | 1,871,500 | IDR | | | 1,028 | 1.69 |
| India | | | | | 4,580 | 7.54 |
| Cartrade Tech | 13,112 | INR | | | 99 | 0.16 |
| Housing Development Finance | 50,062 | INR | | | 1,576 | 2.59 |
| ICICI Bank ADR | 49,724 | US\$ | | | 948 | 1.56 |
| Reliance Industries | 37,822 | INR | | | 1,316 | 2.17 |
| Tech Mahindra | 32,444 | INR | | | 641 | 1.06 |
| Singapore | | | | | 4,065 | 6.69 |
| DBS Group Holdings | 46,209 | SG\$ | | | 1,223 | 2.02 |
| Ezion Holdings (Warrant) ^a | 5,385,126 | SG\$ | | | 0 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Singapore (continued) | | | | | | |
| Genting Singapore | 711,400 | SG\$ | | | 430 | 0.71 |
| Japfa | 687,600 | SG\$ | | | 354 | 0.58 |
| NetLink NBN Trust | 1,566,900 | SG\$ | | | 1,131 | 1.86 |
| SATS | 167,200 | SG\$ | | | 536 | 0.88 |
| Vertex Technology Acquisition | 107,500 | SG\$ | | | 391 | 0.64 |
| South Korea | | | | | 8,705 | 14.34 |
| Hana Financial Group | 19,895 | KRW | | | 798 | 1.31 |
| KB Financial Group | 18,285 | KRW | | | 924 | 1.52 |
| NAVER | 1,766 | KRW | | | 496 | 0.82 |
| Samsung Electronics | 59,223 | KRW | | | 3,403 | 5.60 |
| Samsung Fire & Marine Insurance | 3,454 | KRW | | | 623 | 1.03 |
| Shinhan Financial Group | 9,023 | KRW | | | 309 | 0.51 |
| SK Hynix | 12,685 | KRW | | | 1,238 | 2.04 |
| SK Square | 8,124 | KRW | | | 381 | 0.63 |
| SK Telecom | 11,357 | KRW | | | 533 | 0.88 |
| Taiwan | | | | | 6,616 | 10.90 |
| Delta Electronics | 75,000 | TW\$ | | | 702 | 1.16 |
| Hon Hai Precision Industry | 92,000 | TW\$ | | | 340 | 0.56 |
| MediaTek | 14,000 | TW\$ | | | 442 | 0.73 |
| Taiwan Cement | 182,000 | TW\$ | | | 317 | 0.52 |
| Taiwan Semiconductor Manufacturing | 213,000 | TW\$ | | | 4,435 | 7.30 |
| Yuanta Financial Holding | 412,000 | TW\$ | | | 380 | 0.63 |
| Thailand | | | | | 1,370 | 2.26 |
| Bangkok Bank | 166,900 | THB | | | 689 | 1.14 |
| Kasikornbank | 140,500 | THB | | | 681 | 1.12 |
| Israel | | | | | | |
| Arbe Robotics | 30,391 | US\$ | | | 210 | 0.34 |
| Cayman Islands | | | | | | |
| Vertex Technology Acquisition (Warrant) | 30,000 | US\$ | | | 7 | 0.01 |
| Portfolio of investments | | | | | 59,947 | 98.73 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 387 | 0.64 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 387,000 | US\$ | | | 387 | 0.64 |
| Total portfolio | | | | | 60,334 | 99.37 |
| Net other assets/(liabilities) | | | | | 384 | 0.63 |
| Net assets | | | | | 60,718 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 59,947 | 98.73 |
| Total Investment assets | | | | | 59,947 | 98.73 |
| Total portfolio | | | | | 59,947 | 98.73 |
| Cash equivalents | | | | | 387 | 0.64 |
| Net other assets/(liabilities) | | | | | 384 | 0.63 |
| Net assets | | | | | 60,718 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +2.2 | +6.4 | +4.3 | +8.2 | 28.11.01 | 26.10.18 |
| Class 'C' Accumulation | +3.0 | +7.2 | +5.1 | +9.0 | 28.11.01 | 26.10.18 |
| Class 'CI' Accumulation | +3.0 | +7.2 | +5.1 | +9.0 | 28.11.01 | 06.11.18 |
| US dollar | | | | | | |
| Class 'A' Accumulation | -3.4 | +5.9 | +5.1 | +9.2 | 19.12.08 | 26.10.18 |
| Class 'C' Accumulation | -2.6 | +6.7 | +5.9 | +10.0 | 19.12.08 | 26.10.18 |

^a Fund performance before the launch of the fund on 26 October 2018 is that of the relevant Merged Share Class of the M&G Asian Fund, which includes UK taxes but excludes entry and exit charges. The M&G Asian Fund is a UK authorised fund which launched on 14 September 1973 and its non-Sterling share classes merged into M&G (Lux) Asian Fund on 26 October 2018.

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 50.0194 | 48.9378 | 32.3360 |
| Class 'C' Accumulation | 57.5826 | 55.9148 | 36.6700 |
| Class 'CI' Accumulation | 13.5345 | 13.1377 | 8.6125 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 32.1001 | 33.2157 | 20.4748 |
| Class 'C' Accumulation | 35.4456 | 36.3971 | 22.2712 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 60,718 | 61,049 | 52,992 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (212) |
| Swung net assets | 60,718 | 61,049 | 52,780 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.72 |
| Class 'C' Accumulation | | | 0.97 |
| Class 'CI' Accumulation | | | 0.93 |
| US dollar | | | % |
| Class 'A' Accumulation | | | 1.72 |
| Class 'C' Accumulation | | | 0.96 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- Financial objective: to provide a higher total return (capital growth plus income) than that of the global equity market over any five-year period; and
- Impact objective: to invest in companies that deliver solutions to the challenge of climate change.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities and equity related instruments of companies across any sector and market capitalisation that are domiciled, incorporated or listed in any developed market. The Fund has a concentrated portfolio and usually holds fewer than 40 stocks.

The Fund invests in securities that meet the ESG Criteria and Impact Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Impact Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Impact Criteria as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

All equity securities and equity related instruments are subject to assessment and measurement of the ability to deliver solutions to the challenge of climate change and generate financial returns, which is conducted at a company level using M&G's impact assessment methodology. This impact assessment methodology includes a scoring process which focuses on three criteria:

- Investment Credentials: the quality and durability of the company's business model and its ability to produce sustainable economic returns;
- Intention: the company's purpose as evidenced by the alignment of its mission statement with its corporate actions and strategy; and
- Impact: the scale of the net climate impact and the company's progress towards addressing the challenge of climate change.

The Fund may also invest in the equity securities and equity related instruments of companies that are domiciled, incorporated or listed in emerging markets, including investments in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect up to 20% of its Net Asset Value. Such equity securities and equity related instruments are also subject to the impact assessment methodology and exclusions above.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.

The Fund may use derivatives for efficient portfolio management and hedging.

Investment objective and policy

Investment strategy

Investment approach

The Fund is a concentrated portfolio of global stocks, investing over the long term in companies that are delivering solutions to the challenge of climate change alongside a financial return, using a disciplined stock selection process.

Sustainability and impact investing considerations are fundamental in determining the Fund's investment universe and assessing business models.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then identifies the companies that are considered suitable for further analysis. As part of the M&G's impact assessment methodology, the Investment Manager analyses and scores these companies to assess their suitability for the Fund. The impact assessment methodology including the scoring process applied by the Investment Manager is detailed in the ESG Criteria and Impact Criteria. The remaining companies form a watchlist of climate solution companies that can be purchased.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective.

The Investment Manager selects the most suitable assets from the watchlist to build a high-conviction portfolio diversified across impact areas.

The Fund embraces the United Nations Sustainable Development Goals framework. It invests in companies focused on impact areas which relate to sustainable investment that contributes to an environmental objective (such as clean energy, green technology and

the promotion of a circular economy). The Fund's investments do not significantly harm any of those objectives.

The Fund invests in three categories of climate solution companies:

- 'Pioneers', whose solutions have a transformational effect on the challenge of climate change;
- 'Enablers', which provide the tools for others to deliver solutions to the challenge of climate change; and
- 'Leaders', which spearhead the development of climate change solutions within their industries.

Investing in these categories provides diversification across industries and maturity of business models. Risk within the Fund's portfolio is further diversified by balancing investment in companies that have relatively predictable and stable earnings regardless of the state of the overall economy, with those more sensitive to the economic cycle.

The Investment Manager's engagement with the companies in which the Fund invests is fundamental to the investment approach, with the aim of supporting and influencing their contribution to the development of climate change solutions.

Further information on Pioneers, Enablers and Leaders can be found in the ESG Criteria and Impact Criteria as disclosed in the ESG Information section below.

Responsible investment approach

- The Fund is categorised as Planet+/Impact.
- The ESG Criteria and Impact Criteria are anticipated to reduce the Fund's investment universe by at least 20%.

Investment objective and policy

- All securities held in the Fund are subject to the ESG Criteria and Impact Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Impact Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's impact investment objective.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 9 fund under SFDR.

Taxonomy Regulation

In line with its sustainable investment objective, the Fund invests in underlying investments that contribute to climate change mitigation and adaptation. The ESG Criteria and Impact Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation and adaptation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately

disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Sustainable objective

The fund had an objective to invest in companies that deliver solutions to the challenge of climate change. Over the review period, the fund met this objective by investing in companies with those characteristics, based on M&G's impact assessment methodology.

As at 31 March 2022, 96.5% of the portfolio was invested in companies across the following three impact areas, aligning to the relevant UN Sustainable Development Goals: green technology (43.3%); circular economy (27.0%) and clean energy (26.2%). The balance was held in cash (3.4%).

As at 31 March 2022, the portfolio had a weighted average carbon intensity of 309.59, while the benchmark, the MSCI World Index, had a carbon intensity of 142.55. In this context it is important to note that the industry standard of the calculation of the weighted average carbon intensity only takes scope 1 and 2 into account; it does not include carbon emissions saved or avoided. In order to be eligible for the M&G (Lux) Climate Solutions Fund, a company must deliver a net-positive impact; ie the carbon emissions avoided/saved through the use of the company's products and services must outweigh those emitted during the production. If a company has a net-negative impact or does not provide this data, it is not eligible for the portfolio.

The following example explains our net emission approach:

Our holding Atlantica Sustainable Infrastructure generates renewable energy, primarily through solar and wind. Renewable energy makes 80% of its energy capacity and the group also undertakes other activities considered low-carbon, such as transmission and water desalination.

Investment objective and policy

In 2020, Atlantica's Scope 1 and 2 emissions were 1.9 million tonnes of CO₂ and the company helped avoid 5.4 million tonnes of CO₂. This gives a net-positive climate impact of 3.5 million tonnes of CO₂.

As the stock example demonstrates, purely focusing on the carbon intensity of the fund omits the emissions saved/avoided by the use of the product or services and underappreciates the positive net impact our holdings are having on the planet.

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and other investments that failed the Investment Manager's good governance tests.

During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

During the 12-month review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Impact Criteria: in the document titled 'M&G (Lux) Climate Solutions Fund – ESG Criteria and Impact Criteria' which includes the Fund's exclusions approach.
- An Annual Impact Report providing an assessment of the impact objective of the Fund.
- Any other periodic reporting against the Fund's impact objective.

Benchmark

MSCI World Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the Fund's financial objective. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Impact Criteria.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Global stockmarkets rose in the 12 months under review, as investors juggled the COVID-19 pandemic, rising inflation, the prospect of central banks increasing interest rates, and the war in Ukraine.

The fund rose over the reporting period, but underperformed its benchmark, the MSCI World Net Return Index. Performance was negatively impacted by stockpicking in the technology and materials sectors. The fund's lack of holdings in the energy sector, which performed strongly, was also negative for performance, as was its above-benchmark exposure to the industrials sector.

The biggest individual detractor was IPG Photonics. The efficient laser manufacturer's share price fell steadily over the period, as its supply chains were disrupted by COVID-19 and the company faced growing competition in China. Wind power firm Ørsted and 3D design software company Autodesk also negatively impacted performance over the period.

On the positive side, the fund benefited from its lack of holdings in the communication services and consumer discretionary sectors, both of which fell in the period. Stock selection in the consumer staples sector was also positive for performance.

The biggest individual contributor was semiconductor manufacturer onsemi. The company's share price rose strongly in the lead-up to each of its earnings report releases in the period, posting a 50% gain across the 12 months. As a manufacturer of semiconductors, the business stands to benefit from the growing shift towards electric vehicles and renewable energy.

Other positive stocks included Austrian renewable energy company Verbund, and US waste management specialist Republic Services.

Engagement activity

At the beginning of the period, we met with semiconductor manufacturer Infineon Technologies. We encouraged the company to validate its existing

emissions targets with the SBTi (Science Based Targets initiative, which defines and promotes best practices in emissions reductions and net-zero targets in line with climate science and provides target-setting methods and guidance to companies).

We engaged with industrial gases producer Linde, encouraging them to publicly disclose an ambition to achieve net zero emissions by 2050 (or sooner) and set clear emission reduction targets aligned to a 1.5°C global average warming trajectory.

Another engagement was AES, which is transitioning from coal power to renewables. We asked the company to set targets for phasing out coal and for absolute carbon emission reductions. The company later announced a complete exit from coal by 2025, meaning it conforms to M&G's Coal Policy.

We also engaged with stone wool insulation maker Rockwool, in relation to protests over its new site in Ranson, West Virginia. We requested improved public disclosure on its remediation efforts, community engagement processes, management incentives and air quality monitoring.

Investment activities

We run a concentrated portfolio of around 30 holdings, maintaining a watchlist of sustainable, impactful companies that we would like to own when we believe the timing and price are right. We monitor our watchlist closely, waiting patiently for short-term issues to create buying opportunities.

We did not identify any such opportunities during the reporting period, and there were no new purchases or complete sales.

Outlook

Towards the end of the reporting period, at the COP26 summit there were renewed pledges to tackle climate change. These included fresh commitments to reduce emissions and reach net zero, and new promises to stop deforestation, cut methane emissions and phase out coal power. On the back of this, we expect to see growing investment, and increased

Investment review

incentivisation for the transition to net zero, providing opportunities for the areas in which the fund invests.

Rising geopolitical tensions have also highlighted that energy decarbonisation goes hand in hand with energy security. At the end of the period we saw European countries bring forward domestic renewable energy plans to replace energy imports sooner. We expect this transition to be favourable for the companies held in the fund.

Randeep Somel

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 12,480 | 96.62 |
| Chemicals | | | | | 906 | 7.01 |
| Linde | 1,978 | € | | | 642 | 4.97 |
| Umicore | 6,121 | € | | | 264 | 2.04 |
| Containers & packaging | | | | | 956 | 7.40 |
| Ball | 6,265 | US\$ | | | 573 | 4.44 |
| DS Smith | 89,913 | £ | | | 383 | 2.96 |
| Building products | | | | | 1,120 | 8.67 |
| Johnson Controls International | 8,499 | US\$ | | | 570 | 4.41 |
| ROCKWOOL International 'B' | 927 | DKK | | | 317 | 2.46 |
| Trex | 3,303 | US\$ | | | 233 | 1.80 |
| Electrical equipment | | | | | 905 | 7.01 |
| Ceres Power Holdings | 10,503 | £ | | | 102 | 0.79 |
| ITM Power | 13,129 | £ | | | 60 | 0.46 |
| Schneider Electric | 2,952 | € | | | 498 | 3.86 |
| Vestas Wind Systems | 8,209 | DKK | | | 245 | 1.90 |
| Machinery | | | | | 786 | 6.08 |
| Spirax-Sarco Engineering | 1,465 | £ | | | 241 | 1.86 |
| Westinghouse Air Brake Technologies | 5,494 | US\$ | | | 545 | 4.22 |
| Commercial services & supplies | | | | | 1,459 | 11.30 |
| Brambles | 59,369 | AU\$ | | | 441 | 3.42 |
| Republic Services | 4,631 | US\$ | | | 624 | 4.83 |
| UniFirst | 2,160 | US\$ | | | 394 | 3.05 |
| Food products | | | | | | |
| Darling Ingredients | 7,203 | US\$ | | | 580 | 4.49 |
| Software | | | | | 758 | 5.87 |
| Ansys | 1,161 | US\$ | | | 372 | 2.88 |
| Autodesk | 1,745 | US\$ | | | 386 | 2.99 |
| Electronic equipment, instruments & components | | | | | 563 | 4.36 |
| Horiba | 6,600 | ¥ | | | 364 | 2.82 |
| IPG Photonics | 1,758 | US\$ | | | 199 | 1.54 |
| Semiconductors & semiconductor equipment | | | | | 1,282 | 9.92 |
| Infineon Technologies | 8,309 | € | | | 287 | 2.22 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Semiconductors & semiconductor equipment (continued) | | | | | | |
| ON Semiconductor | 9,307 | US\$ | | | 605 | 4.68 |
| SolarEdge Technologies | 1,239 | US\$ | | | 390 | 3.02 |
| Electric utilities | | | | | 644 | 4.99 |
| Ørsted | 3,093 | DKK | | | 385 | 2.98 |
| Verbund | 2,431 | € | | | 259 | 2.01 |
| Independent power and renewable electricity producers | | | | | 1,578 | 12.22 |
| AES Brasil Energia | 56,240 | BRL | | | 145 | 1.12 |
| Atlantica Sustainable Infrastructure | 7,130 | US\$ | | | 249 | 1.93 |
| Boralex 'A' | 9,533 | CA\$ | | | 305 | 2.36 |
| Brookfield Renewable 'A' | 10,778 | US\$ | | | 468 | 3.63 |
| EDP Renovaveis | 16,044 | € | | | 411 | 3.18 |
| Equity Real Estate Investment Trusts (REITs) | | | | | 943 | 7.30 |
| Equinix | 605 | US\$ | | | 456 | 3.53 |
| Weyerhaeuser | 12,626 | US\$ | | | 487 | 3.77 |
| Portfolio of investments | | | | | 12,480 | 96.62 |
| Total portfolio | | | | | 12,480 | 96.62 |
| Net other assets/(liabilities) | | | | | 437 | 3.38 |
| Net assets | | | | | 12,917 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 12,480 | 96.62 |
| Total Investment assets | | | | | 12,480 | 96.62 |
| Total portfolio | | | | | 12,480 | 96.62 |
| Net other assets/(liabilities) | | | | | 437 | 3.38 |
| Net assets | | | | | 12,917 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +4.6 | n/a | n/a | +12.4 | 12.11.20 |
| Class 'A' Distribution | +4.6 | n/a | n/a | +12.4 | 12.11.20 |
| Class 'C' Accumulation | +5.7 | n/a | n/a | +13.5 | 12.11.20 |
| Class 'C' Distribution | +5.7 | n/a | n/a | +13.5 | 12.11.20 |
| Class 'CI' Accumulation | +5.7 | n/a | n/a | +13.6 | 12.11.20 |
| Class 'L' Accumulation | +5.9 | n/a | n/a | +13.8 | 12.11.20 |
| Sterling | | | | | |
| Class 'C' Accumulation | +4.8 | n/a | n/a | +8.7 | 12.11.20 |
| Class 'CI' Accumulation | +4.8 | n/a | n/a | +8.7 | 12.11.20 |
| Class 'L' Accumulation | +5.1 | n/a | n/a | +9.0 | 12.11.20 |
| US dollar | | | | | |
| Class 'A' Accumulation | -1.1 | n/a | n/a | +7.4 | 12.11.20 |
| Class 'C' Accumulation | -0.1 | n/a | n/a | +8.5 | 12.11.20 |
| Class 'CI' Accumulation | n/a | n/a | n/a | +8.5 | 12.11.20 |
| Class 'L' Accumulation | +0.2 | n/a | n/a | +8.8 | 12.11.20 |
| Class 'ZI' Accumulation | +0.7 | n/a | n/a | +9.4 | 12.11.20 |

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|
| Final | 0.1345 | 0.1357 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 |
|--|-----------------|-----------------|
| Euro | € | € |
| Class 'A' Accumulation | 11.7479 | 11.2281 |
| Class 'A' Distribution | 11.7111 | 11.2294 |
| Class 'C' Accumulation | 11.9137 | 11.2725 |
| Class 'C' Distribution | 11.8742 | 11.2718 |
| Class 'CI' Accumulation | 11.9208 | 11.2747 |
| Class 'L' Accumulation | 11.9536 | 11.2832 |
| Sterling | £ | £ |
| Class 'C' Accumulation | 11.2195 | 10.7067 |
| Class 'CI' Accumulation | 11.2265 | 10.7090 |
| Class 'L' Accumulation | 11.2585 | 10.7169 |
| US dollar | US\$ | US\$ |
| Class 'A' Accumulation | 11.0371 | 11.1569 |
| Class 'C' Accumulation | 11.1916 | 11.1995 |
| Class 'CI' Accumulation | 11.1981 | 11.2018 |
| Class 'L' Accumulation | 11.2300 | 11.2102 |
| Class 'ZI' Accumulation | 11.3141 | 11.2335 |
| NAV at fund level | 31.03.22 | 31.03.21 |
| | US\$'000 | US\$'000 |
| Net assets | 12,917 | 11,893 |
| Swing pricing adjustment (see note 11) | n/a | 17 |
| Swung net assets | 12,917 | 11,910 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.96 |
| Class 'A' Distribution | | 1.96 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C' Distribution | | 0.97 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'L' Accumulation | | 0.71 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'L' Accumulation | | 0.70 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.96 |
| Class 'C' Accumulation | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'L' Accumulation | | 0.70 |
| Class 'ZI' Accumulation | | 0.17 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to deliver a positive total return (the combination of income and capital growth) of 3-6% p.a. in any three-year period, through investment in a range of global assets.

Investment policy

The Fund has a highly flexible investment approach with the freedom to invest in different types of assets issued anywhere in the world and denominated in any currency.

The Fund will typically use derivatives to gain exposure to these assets. The Fund may also use derivatives to take short positions (holding derivatives with the aim of delivering a positive return when the assets they are linked to fall in value) and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets.

The Fund may invest in China A Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Exchange.

The Fund may also invest directly in these assets, or indirectly through other collective investment schemes. The Fund can also invest in currencies, cash, near cash, deposits and warrants. The Investment Manager will normally seek to hold more than 60% of the Fund's Net Asset Value in euro denominated assets or in other currencies hedged back to euro.

The Fund will normally invest within the following net allocation ranges: 0-100% in fixed income, 0-35% in equities and 0-20% in other assets.

Fixed income instruments that the Fund may invest in include the following:

- derivatives whose value is derived from bonds, interest rates or credit risk;
- bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies;

- bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;
- bonds which are rated investment grade by a recognised rating agency;
- unrated bonds and bonds which are rated sub-investment grade, up to 50% of the Fund's Net Asset Value; and
- Asset-backed securities, up to 20% of the Fund's Net Asset Value.

Equity instruments that the Fund may invest in include (a) derivatives whose value is derived from company shares and (b) direct company shares.

Other assets, for this purpose, include convertible bonds and contingent convertible debt securities. Contingent convertible debt securities are subject to a maximum of 5% of the Fund's Net Asset Value. Also included in 'other assets', mostly to provide a relatively uncorrelated source of returns to the Fund, are shares in closed-ended real estate investment trusts or investments in companies acting in real estate and/or infrastructure sector.

Derivatives can be used to meet the Fund's investment objective, for hedging purposes, and for efficient portfolio management.

The derivative instruments that the Fund can invest in to achieve its objectives include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

Investment strategy

Investment approach

The Investment Manager has a very flexible top-down approach to the allocation of capital between different types of assets in response to changes in economic conditions and asset values. This approach combines in-depth research to work out the value of assets over the medium to long term, with analysis of market

Investment objective and policy

reactions to events to identify investment opportunities. In particular, the manager seeks to respond when asset prices move away from a reasonable sense of 'fair' long-term value due to market reactions to events.

The Fund seeks to manage risk by investing globally across multiple asset classes, sectors, currencies and countries. Where the Investment Manager believes opportunities are limited to a few areas, the portfolio may be very concentrated in certain assets or markets. The Fund will typically take investment positions at index or sector level, but it may also take positions in individual shares or bonds.

The Investment Manager believes that this approach has the potential to deliver an annualised volatility (the degree to which the value of the Fund fluctuates over any 12-month period) of between 3% and 7%.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

The Fund is actively managed and it has no benchmark.

Investors can assess the performance of the Fund by its objective to provide a total return of 3-6% per annum over any three-year period.

Investment review

For the year ended 31 March 2022

Performance review

While many stockmarkets generated decent gains during the review period, investor sentiment deteriorated later in the period and volatility in equity markets (as stockmarkets are also known) increased notably. Initially, investors were reassured by successful vaccination programmes against COVID-19, together with ongoing support packages from governments and central banks and the reopening of businesses and economies. This all helped the global economy to recover from the coronavirus pandemic.

As we moved later through 2021, however, investors began to worry about the higher inflation and the withdrawal of government and central bank support for economies. This caused some sharp sell-offs in equity markets, although these were generally followed by recovery.

News worsened in 2022, with continuing concerns about higher inflation exacerbated by Russia's invasion of Ukraine. The world's central banks responded to rising costs by increasing interest rates. The Federal Reserve raised the US interest rate for the first time since 2018 and several more hikes are expected.

The prospect of multiple interest rate increases weighed heavily on government bond markets, which fell sharply in prices, with a consequent increase in yields.

Against this background, the fund delivered a positive total return (the combination of capital growth and income), with the allocations to most asset classes adding value. The gains in equities were led by our holdings of banks and mining businesses, as well as exposure to the US and Europe. These more than outweighed losses from holdings in Asia, especially China and Korea.

Government bonds also added value. Long positions in long-dated US Treasuries generated positive returns early in the review period, when investors were confident about recovery in the global economy. Later, however, when concerns arose about inflation, short

positions in 5-year US Treasuries proved profitable (in taking a short position, fund managers hope to make a profit if the price of the asset falls). Holdings of emerging market government bonds also delivered positive returns, particularly those from South Africa, Indonesia and Australia.

Currency exposure cost some value, especially the Turkish lira.

Investment activities

Initially, the period was relatively quiet in terms of portfolio activity and we maintained a modest bias towards risk throughout 2021, holding a diverse range of equities, with the risk offset by a sizeable holding of long-dated US government bonds, which are considered safer.

Exposure to equities was increased in mid-2021, in response to market volatility, while the holdings of long-dated US and Australian government bonds was trimmed. Towards the end of the period, in a move to reduce risk, we reduced our exposure to the US equity market since we believed valuations had become less attractive relative to the rest of the world and more vulnerable to rising interest rates or earnings disappointment. We then trimmed exposure to mining stocks after robust price gains, and scaled back our position in the US stockmarket further.

Among emerging market government bonds, we initiated holdings of bonds from Chile and Brazil, and added to our positions in bonds from Indonesia, Mexico and South Africa, although we sold our Australian bonds. We also increased our exposure to corporate bonds.

We adjusted our holdings of US government bonds throughout the period. As yields fell, we gradually reduced our holdings of long-dated US Treasuries, though increased them modestly at the end of the period after price weakness. We also reduced our short position in short-dated US government bonds, designed to protect the portfolio from a potential sell-off of short-dated bonds in a rising rate environment, after the bonds fell in price. This position was closed

Investment review

towards the end of the period after adding considerable value.

Outlook

Although the fundamental economic background seems supportive of corporate profits, risks have increased. In particular, there is a possibility that higher interest rates will pose a threat to all riskier assets. Therefore, we take a cautious stance and will wait patiently for potential opportunities. We currently hold an elevated level of cash to give us scope to respond to future volatility.

Craig Moran and Steven Andrew

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 106,615 | 16.06 |
| Software & computer services | | | | | 1,776 | 0.27 |
| Autohome ADR | 6,040 | US\$ | | | 172 | 0.03 |
| Baidu ADR | 1,579 | US\$ | | | 203 | 0.03 |
| JD.com 'A' | 14,394 | HK\$ | | | 383 | 0.06 |
| OneConnect Financial Technology | 59,528 | US\$ | | | 76 | 0.01 |
| Tencent Holdings | 18,300 | HK\$ | | | 781 | 0.12 |
| TravelSky Technology 'H' | 124,000 | HK\$ | | | 161 | 0.02 |
| Technology hardware & equipment | | | | | 144 | 0.02 |
| Jiangsu Zhongtian Technology | 49,300 | CNY | | | 119 | 0.02 |
| Xiaomi 'B' | 15,600 | HK\$ | | | 25 | 0.00 |
| Telecommunications service providers | | | | | 1,210 | 0.18 |
| Alibaba Group Holding | 71,068 | HK\$ | | | 909 | 0.14 |
| Meituan Dianping 'B' | 17,000 | HK\$ | | | 301 | 0.04 |
| Pharmaceuticals & biotechnology | | | | | 362 | 0.05 |
| Hutchison China MediTech ADR | 4,206 | US\$ | | | 75 | 0.01 |
| Hutchmed China | 16,500 | HK\$ | | | 57 | 0.01 |
| Wuxi Biologics Cayman | 8,500 | HK\$ | | | 63 | 0.01 |
| Zai Lab | 3,277 | US\$ | | | 134 | 0.02 |
| Zai Lab | 8,000 | HK\$ | | | 33 | 0.00 |
| Banks | | | | | 30,058 | 4.53 |
| Bank of America | 154,431 | US\$ | | | 5,977 | 0.90 |
| China Construction Bank 'H' | 949,460 | HK\$ | | | 643 | 0.10 |
| Citigroup | 113,925 | US\$ | | | 5,644 | 0.85 |
| Industrial & Commercial Bank of China 'H' | 354,000 | HK\$ | | | 196 | 0.03 |
| JPMorgan Chase | 45,505 | US\$ | | | 5,768 | 0.87 |
| Lloyds Banking Group | 10,530,483 | £ | | | 5,950 | 0.90 |
| Wells Fargo | 129,810 | US\$ | | | 5,880 | 0.88 |
| Finance & credit services | | | | | 6,144 | 0.92 |
| American Express | 35,453 | US\$ | | | 6,061 | 0.91 |
| Far East Horizon | 102,600 | HK\$ | | | 83 | 0.01 |
| Investment banking & brokerage services | | | | | 37,190 | 5.60 |
| 3i Infrastructure | 1,617,181 | £ | | | 6,681 | 1.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Investment banking & brokerage services (continued) | | | | | | |
| Bank of New York Mellon | 120,612 | US\$ | | | 5,644 | 0.85 |
| China International Capital 'H' | 63,600 | HK\$ | | | 128 | 0.02 |
| Escrow Alteryx ^a | 3,804 | US\$ | | | 9 | 0.00 |
| GF Securities 'H' | 111,000 | HK\$ | | | 142 | 0.02 |
| Greencoat UK Wind | 7,196,767 | £ | | | 12,966 | 1.95 |
| Huatai Securities 'H' | 81,400 | HK\$ | | | 112 | 0.02 |
| Octopus Renewables Infrastructure Trust | 5,794,620 | £ | | | 7,698 | 1.16 |
| Equity portfolios (as part of the above industry group) | | | | | | |
| International Public Partnerships | 1,875,713 | £ | | | 3,810 | 0.57 |
| Life insurance | | | | | | |
| Ping An Insurance Group of China 'H' | 42,250 | HK\$ | | | 269 | 0.04 |
| Real estate investment & services | | | | | | |
| KE Holdings | 7,224 | US\$ | | | 85 | 0.01 |
| Kerry Properties | 64,000 | HK\$ | | | 163 | 0.03 |
| Shimao Group Holdings | 97,500 | HK\$ | | | 49 | 0.01 |
| Sun Hung Kai Properties | 13,500 | HK\$ | | | 145 | 0.02 |
| Real estate investment trusts | | | | | | |
| Unibail-Rodamco-Westfield | 61,290 | € | | | 4,183 | 0.63 |
| Automobiles & parts | | | | | | |
| Brilliance China Automotive Holdings ^b | 578,000 | HK\$ | | | 386 | 0.06 |
| CRRC 'H' | 271,000 | HK\$ | | | 98 | 0.01 |
| Dongfeng Motor Group 'H' | 138,000 | HK\$ | | | 93 | 0.01 |
| NIO ADR | 3,160 | US\$ | | | 64 | 0.01 |
| XPeng | 1,435 | US\$ | | | 38 | 0.01 |
| Personal goods | | | | | | |
| Crystal International Group | 467,000 | HK\$ | | | 167 | 0.03 |
| NetEase | 8,180 | HK\$ | | | 134 | 0.02 |
| Retailers | | | | | | |
| MINISO Group Holding | 13,346 | US\$ | | | 97 | 0.01 |
| Travel & leisure | | | | | | |
| Huazhu Group | 13,100 | HK\$ | | | 40 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Travel & leisure (continued) | | | | | | |
| Huazhu Group ADR | 4,494 | US\$ | | | 138 | 0.02 |
| Trip.com Group ADR | 2,705 | US\$ | | | 59 | 0.01 |
| Yum China Holdings | 3,012 | US\$ | | | 118 | 0.02 |
| Beverages | | | | | 181 | 0.03 |
| China Resources Beer Holdings | 24,000 | HK\$ | | | 132 | 0.02 |
| Kweichow Moutai | 200 | CNY | | | 49 | 0.01 |
| Construction & materials | | | | | 273 | 0.04 |
| Sinopec Engineering Group 'H' | 426,200 | HK\$ | | | 196 | 0.03 |
| TK Group Holdings | 280,000 | HK\$ | | | 77 | 0.01 |
| Electricity | | | | | | |
| CGN Power 'H' | 519,000 | HK\$ | | | 122 | 0.02 |
| Electronic & electrical equipment | | | | | 91 | 0.01 |
| Arbe Robotics | 7,188 | US\$ | | | 45 | 0.00 |
| Hollsys Automation Technologies | 3,050 | US\$ | | | 46 | 0.01 |
| Industrial engineering | | | | | 527 | 0.08 |
| CIMC Vehicles Group 'H' | 119,000 | HK\$ | | | 74 | 0.01 |
| Jiangsu Huahong Technology Stock 'A' | 26,000 | CNY | | | 66 | 0.01 |
| Sinoseal Holding | 11,200 | CNY | | | 59 | 0.01 |
| Weichai Power 'H' | 131,000 | HK\$ | | | 186 | 0.03 |
| Yangzijiang Shipbuilding Holdings | 139,100 | SG\$ | | | 142 | 0.02 |
| Industrial support services | | | | | | |
| Sinotrans 'H' | 377,000 | HK\$ | | | 107 | 0.02 |
| Industrial transportation | | | | | 1,111 | 0.17 |
| China Railway Signal & Communication 'H' | 589,200 | HK\$ | | | 168 | 0.03 |
| COSCO SHIPPING Energy Transportation 'H' | 417,600 | HK\$ | | | 173 | 0.03 |
| COSCO SHIPPING Ports | 359,338 | HK\$ | | | 252 | 0.04 |
| Hainan Meilan Internationa 'H' | 71,000 | HK\$ | | | 149 | 0.02 |
| Pacific Basin Shipping | 547,000 | HK\$ | | | 268 | 0.04 |
| Shanghai International Airport 'A' | 14,500 | CNY | | | 101 | 0.01 |
| Industrial metals & mining | | | | | 237 | 0.04 |
| Baoshan Iron & Steel 'A' | 162,300 | CNY | | | 156 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Industrial metals & mining (continued) | | | | | | |
| MMG | 224,000 | HK\$ | | | 81 | 0.01 |
| Chemicals | | | | | | |
| Dongyue Group | 110,000 | HK\$ | | | 136 | 0.02 |
| Non-renewable energy | | | | | | |
| Cenovus Energy | 6,751 | CA\$ | | | 101 | 0.02 |
| Cenovus Energy (Warrant) | 6,953 | CA\$ | | | 71 | 0.01 |
| CIMC Enric Holdings | 140,000 | HK\$ | | | 157 | 0.02 |
| Sinopec Kantons Holdings | 568,000 | HK\$ | | | 178 | 0.03 |
| Renewable energy | | | | | | |
| Greencoat Renewables | 11,549,352 | € | | | 13,080 | 1.97 |
| Equity derivatives | | | | | | |
| Equity index futures | | | | | | |
| CAC40 Index Futures | 109 | € | 14.04.2022 | 7,259 | 381 | 0.06 |
| IBEX 35 Index Futures | 159 | € | 14.04.2022 | 13,428 | 409 | 0.06 |
| Hang Seng China Enterprises Index Futures | 184 | HK\$ | 28.04.2022 | 7,970 | 240 | 0.04 |
| MSCI Singapore Index Futures | 321 | SG\$ | 28.04.2022 | 7,129 | 83 | 0.01 |
| Korean Stock Exchange Futures | 197 | KRW | 09.06.2022 | 13,389 | 624 | 0.09 |
| Topix Index Futures | 184 | ¥ | 09.06.2022 | 26,526 | 2,590 | 0.39 |
| Euro Stoxx 50 Futures | 1,535 | € | 17.06.2022 | 6,967 | 381 | 0.06 |
| Dax Index Futures | 37 | € | 17.06.2022 | 13,334 | 564 | 0.09 |
| FTSE 100 Index Futures | 76 | £ | 17.06.2022 | 6,757 | 298 | 0.04 |
| FTSE MIB Index Futures | 56 | € | 17.06.2022 | 7,006 | 468 | 0.07 |
| S&P MINI 500 Futures | 63 | US\$ | 17.06.2022 | 12,862 | 995 | 0.15 |
| Fixed income | | | | | 418,531 | 63.03 |
| Bond portfolios | | | | | 18,517 | 2.79 |
| M&G (Lux) Global Convertibles Fund Euro Class 'C-H' (Accumulation) ^c | 837,076 | € | | | 13,696 | 2.06 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund Euro Class 'CI-H' (Accumulation) ^c | 500,000 | € | | | 4,821 | 0.73 |
| Debt securities | | | | | 401,646 | 60.49 |
| 'AAA' credit rated bonds | | | | | 30,836 | 4.64 |
| ABN AMRO Bank 3.5% | 350,000 | € | 21.09.2022 | | 356 | 0.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| Albion No. 4 FRN | 85,625 | £ | 17.08.2062 | | 102 | 0.02 |
| Atlas Funding FRN | 152,852 | £ | 25.07.2058 | | 181 | 0.03 |
| Avoca CLO XVII FRN | 200,000 | € | 15.10.2032 | | 199 | 0.03 |
| Avoca CLO XXV FRN | 170,000 | € | 15.10.2034 | | 168 | 0.03 |
| Bank of Nova Scotia FRN | 200,000 | £ | 26.01.2026 | | 241 | 0.04 |
| Bank of Nova Scotia FRN | 106,000 | £ | 14.03.2025 | | 127 | 0.02 |
| Barclays Bank FRN | 225,000 | £ | 09.01.2023 | | 266 | 0.04 |
| Bayerische Landesbank, EMTN 1% | 100,000 | £ | 20.12.2024 | | 115 | 0.02 |
| Blackrock European CLO XII DAC FRN | 140,000 | € | 17.01.2035 | | 139 | 0.02 |
| Brass No. 10 FRN | 163,933 | US\$ | 16.04.2069 | | 145 | 0.02 |
| Bumper FRN | 17,604 | £ | 20.12.2028 | | 21 | 0.00 |
| Bumper FRN | 225,000 | £ | 20.12.2030 | | 266 | 0.04 |
| Cairn CLO XIV FRN | 140,000 | € | 29.10.2034 | | 139 | 0.02 |
| Canada Square Funding FRN | 179,990 | £ | 17.06.2058 | | 212 | 0.03 |
| Canadian Imperial Bank of Commerce, EMTN 0.25% | 260,000 | € | 24.01.2023 | | 261 | 0.04 |
| Canadian Imperial Bank of Commerce, GMTN FRN | 250,000 | £ | 15.12.2025 | | 302 | 0.05 |
| Candide Financing FRN | 96,273 | € | 20.11.2060 | | 98 | 0.01 |
| Cartesian Residential Mortgages 6 FRN | 191,000 | € | 25.11.2056 | | 192 | 0.03 |
| Castell FRN | 96,239 | £ | 25.11.2053 | | 114 | 0.02 |
| Castell FRN | 101,766 | £ | 25.07.2052 | | 121 | 0.02 |
| CIFC European Funding CLO V DAC FRN | 370,000 | € | 23.11.2034 | | 363 | 0.05 |
| Commonwealth Bank of Australia, EMTN 0.375% | 115,000 | € | 24.04.2023 | | 116 | 0.02 |
| DNB Boligkreditt 0.25% | 365,000 | € | 23.01.2023 | | 366 | 0.05 |
| Domi FRN | 163,268 | € | 15.06.2053 | | 163 | 0.02 |
| Dowson FRN | 86,247 | £ | 20.03.2028 | | 102 | 0.02 |
| E-Carat 12 FRN | 101,000 | £ | 18.08.2029 | | 119 | 0.02 |
| Economic Master Issuer FRN | 125,000 | £ | 25.06.2073 | | 147 | 0.02 |
| Elstree Funding No. 2 FRN | 113,554 | £ | 21.12.2054 | | 134 | 0.02 |
| Elvet Mortgages FRN | 201,751 | £ | 22.03.2065 | | 239 | 0.04 |
| European Bank for Reconstruction & Development 0.8738% | 305,000 | £ | 27.02.2023 | | 361 | 0.05 |
| European Investment Bank FRN | 365,000 | £ | 29.06.2023 | | 433 | 0.07 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| European Investment Bank FRN | 540,000 | £ | 08.09.2025 | | 658 | 0.10 |
| FACT Master FRN | 164,360 | € | 20.07.2028 | | 165 | 0.02 |
| FCT Bavarian Sky French Auto Leases 4 FRN | 135,776 | € | 20.04.2029 | | 136 | 0.02 |
| Finance Ireland RMBS FRN | 104,028 | € | 24.06.2061 | | 105 | 0.02 |
| Finance Ireland Rmbs No. 4 FRN | 100,000 | € | 24.12.2061 | | 101 | 0.01 |
| Finsbury Square FRN | 107,700 | £ | 16.12.2067 | | 126 | 0.02 |
| Finsbury Square FRN | 155,943 | £ | 16.03.2070 | | 185 | 0.03 |
| Friary No. 6 FRN | 193,255 | £ | 21.11.2067 | | 230 | 0.03 |
| Gemgarto FRN | 761,979 | £ | 16.12.2067 | | 899 | 0.14 |
| Germany (Federal Republic of) 0% | 1,247,000 | € | 08.04.2022 | | 1,247 | 0.19 |
| Germany (Federal Republic of) 0.1% | 2,200,000 | € | 15.04.2023 | | 2,669 | 0.40 |
| Germany (Federal Republic of) 0.1% | 2,650,000 | € | 15.04.2026 | | 3,316 | 0.50 |
| Germany (Federal Republic of) 1.75% | 1,115,000 | € | 04.07.2022 | | 1,122 | 0.17 |
| Glenbeigh 2 Issuer FRN | 187,563 | € | 24.06.2050 | | 187 | 0.03 |
| Globaldrive Auto Receivables FRN | 66,995 | € | 20.09.2026 | | 67 | 0.01 |
| Gosforth Funding FRN | 187,414 | £ | 19.12.2059 | | 222 | 0.03 |
| Hawksmoor Mortgage Funding FRN | 269,455 | £ | 25.05.2053 | | 319 | 0.05 |
| Holmes Master Issuer FRN | 140,000 | £ | 15.10.2054 | | 166 | 0.02 |
| Hops Hill No. 1 FRN | 268,956 | £ | 27.05.2054 | | 319 | 0.05 |
| International Bank for Reconstruction & Development FRN | 570,000 | US\$ | 22.11.2028 | | 513 | 0.08 |
| International Bank for Reconstruction & Development FRN | 305,000 | £ | 13.12.2022 | | 361 | 0.05 |
| Jubilee Place FRN | 104,433 | € | 17.07.2058 | | 105 | 0.02 |
| Jubilee Place FRN | 208,486 | € | 17.10.2057 | | 210 | 0.03 |
| Kreditanstalt für Wiederaufbau 2.625% | 2,110,000 | US\$ | 28.02.2024 | | 1,913 | 0.29 |
| Lanark Master Issuer FRN | 294,400 | £ | 22.12.2069 | | 349 | 0.05 |
| Lanebrook Mortgage Transaction FRN | 264,677 | £ | 20.07.2058 | | 310 | 0.05 |
| London Wall Mortgage Capital FRN | 224,933 | £ | 15.05.2051 | | 265 | 0.04 |
| LT Autorahoitus FRN | 53,010 | € | 18.04.2030 | | 53 | 0.01 |
| Microsoft 2.525% | 675,000 | US\$ | 01.06.2050 | | 528 | 0.08 |
| Mortimer BTL FRN | 97,903 | £ | 23.06.2053 | | 115 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| Münchener Hypothekenbank 0.25% | 360,000 | € | 13.12.2023 | | 359 | 0.05 |
| National Australia Bank FRN | 300,000 | £ | 04.02.2025 | | 356 | 0.05 |
| Nationwide Building Society FRN | 780,000 | £ | 10.01.2025 | | 928 | 0.14 |
| Nationwide Building Society 0.05% | 280,000 | € | 03.06.2024 | | 277 | 0.04 |
| Nordea Kiinnitysluottopankki Oyj, EMTN 0.625% | 190,000 | € | 19.10.2022 | | 191 | 0.03 |
| Orbita Funding FRN | 94,931 | £ | 17.03.2027 | | 112 | 0.02 |
| Palmer Square European Loan Funding FRN | 250,000 | € | 15.07.2031 | | 249 | 0.04 |
| PBD Germany Auto Lease Master FRN | 200,000 | € | 26.11.2030 | | 201 | 0.03 |
| PCL Funding IV FRN | 225,000 | £ | 15.09.2024 | | 266 | 0.04 |
| Permanent Master Issuer FRN | 225,000 | £ | 15.07.2058 | | 266 | 0.04 |
| Polaris FRN | 68,251 | £ | 27.05.2057 | | 81 | 0.01 |
| Precise Mortgage Funding FRN | 145,612 | £ | 16.10.2056 | | 172 | 0.03 |
| Royal Bank of Canada FRN | 300,000 | £ | 03.10.2024 | | 356 | 0.05 |
| RRE 5 Loan Management DAC FRN | 140,000 | € | 15.01.2037 | | 139 | 0.02 |
| Saecure 20 FRN | 98,516 | € | 28.04.2093 | | 100 | 0.01 |
| Satus FRN | 102,098 | £ | 17.08.2028 | | 121 | 0.02 |
| Silver Arrow Athlon FRN | 100,000 | € | 26.04.2031 | | 100 | 0.01 |
| Silverstone Master Issuer FRN | 305,000 | £ | 21.01.2070 | | 361 | 0.05 |
| Skipton Building Society, EMTN 0.5% | 150,000 | € | 02.10.2023 | | 150 | 0.02 |
| Storm FRN | 400,000 | € | 22.05.2064 | | 400 | 0.06 |
| Stratton Mortgage Funding FRN | 131,526 | £ | 12.12.2043 | | 155 | 0.02 |
| Sveriges Sakerstallda Obligationer, EMTN 0.25% | 200,000 | € | 19.04.2023 | | 201 | 0.03 |
| Swedbank Hypotek 0.125% | 190,000 | € | 18.07.2022 | | 190 | 0.03 |
| Swedbank Hypotek 0.4% | 100,000 | € | 08.05.2024 | | 100 | 0.01 |
| Together Asset Backed Securitisation FRN | 429,253 | £ | 15.12.2061 | | 512 | 0.08 |
| Towd Point Mortgage Funding FRN | 120,000 | £ | 20.10.2051 | | 141 | 0.02 |
| Towd Point Mortgage Funding FRN | 200,329 | £ | 20.02.2054 | | 238 | 0.04 |
| Tower Bridge Funding No. 4 FRN | 159,652 | £ | 20.12.2062 | | 190 | 0.03 |
| Turbo Finance 9 FRN | 143,049 | £ | 20.08.2028 | | 170 | 0.03 |
| Twin Bridges FRN | 182,110 | £ | 12.09.2055 | | 213 | 0.03 |
| Westpac Banking FRN | 230,000 | £ | 18.01.2023 | | 272 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AA' credit rated bonds | | | | | 6,734 | 1.01 |
| Allianz Finance II FRN | 100,000 | € | 22.11.2024 | | 102 | 0.02 |
| Apple 2.4% | 250,000 | US\$ | 20.08.2050 | | 187 | 0.03 |
| Apple 4.65% | 210,000 | US\$ | 23.02.2046 | | 224 | 0.03 |
| Deutsche Pfandbriefbank FRN | 200,000 | £ | 29.09.2023 | | 239 | 0.04 |
| Emirates Telecommunications Group 3.5% | 200,000 | US\$ | 18.06.2024 | | 184 | 0.03 |
| Magellan Mortgages No. 3 FRN | 114,869 | € | 15.05.2058 | | 112 | 0.02 |
| Metropolitan Life Global Funding I 3.45% | 750,000 | US\$ | 18.12.2026 | | 682 | 0.10 |
| Metropolitan Life Global Funding I 1.625% | 145,000 | £ | 12.10.2028 | | 162 | 0.02 |
| New York Life Global Funding 0.85% | 620,000 | US\$ | 15.01.2026 | | 516 | 0.08 |
| New York Life Global Funding 1.5% | 185,000 | £ | 15.07.2027 | | 207 | 0.03 |
| TSMC Global 2.25% | 334,000 | US\$ | 23.04.2031 | | 274 | 0.04 |
| US Treasury Note 0.125% | 4,005,000 | US\$ | 31.07.2022 | | 3,602 | 0.54 |
| US Treasury Note 0.75% | 100,000 | US\$ | 31.08.2026 | | 84 | 0.01 |
| US Treasury Note 1.75% | 180,000 | US\$ | 15.03.2025 | | 159 | 0.02 |
| 'A' credit rated bonds | | | | | 24,368 | 3.67 |
| Ageas FRN | 100,000 | € | 02.07.2049 | | 101 | 0.01 |
| Allianz FRN | 100,000 | € | 25.09.2049 | | 92 | 0.01 |
| Banco Bilbao Vizcaya Argentaria FRN | 200,000 | € | 24.03.2027 | | 190 | 0.03 |
| Bank of America FRN | 330,000 | US\$ | 23.07.2031 | | 260 | 0.04 |
| Bank of America FRN | 600,000 | US\$ | 24.10.2031 | | 472 | 0.07 |
| Bank of America FRN | 500,000 | US\$ | 07.02.2030 | | 461 | 0.07 |
| Bank of America FRN | 400,000 | US\$ | 23.07.2029 | | 374 | 0.06 |
| Bank of America FRN | 150,000 | £ | 02.06.2029 | | 165 | 0.02 |
| Bank of America FRN | 180,000 | € | 09.05.2026 | | 177 | 0.03 |
| Bank of America FRN | 160,000 | € | 04.05.2027 | | 161 | 0.02 |
| Banque Fédérative du Crédit Mutuel 0.625% | 200,000 | € | 03.11.2028 | | 186 | 0.03 |
| BASF 1.5% | 100,000 | € | 17.03.2031 | | 99 | 0.01 |
| BASF 1.625% | 58,000 | € | 15.11.2037 | | 53 | 0.01 |
| BASF 3% | 100,000 | € | 07.02.2033 | | 110 | 0.02 |
| Berkshire Hathaway Finance 3.85% | 400,000 | US\$ | 15.03.2052 | | 369 | 0.06 |
| BOC Aviation 3.875% | 350,000 | US\$ | 27.04.2026 | | 317 | 0.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Burlington Northern Santa Fe 2.875% | 135,000 | US\$ | 15.06.2052 | | 108 | 0.02 |
| CBQ Finance 2% | 331,000 | US\$ | 15.09.2025 | | 285 | 0.04 |
| Chile (Republic of) 2.5% | 75,000,000 | CLP | 01.03.2025 | | 76 | 0.01 |
| Chile (Republic of) 4.7% | 12,785,000,000 | CLP | 01.09.2030 | | 13,206 | 1.99 |
| Comcast 2.8% | 475,000 | US\$ | 15.01.2051 | | 361 | 0.05 |
| Comcast 3.4% | 240,000 | US\$ | 01.04.2030 | | 220 | 0.03 |
| Crédit Agricole FRN | 200,000 | € | 21.09.2029 | | 184 | 0.03 |
| Duke Energy Progress 3.4% | 500,000 | US\$ | 01.04.2032 | | 454 | 0.07 |
| EIG Pearl holdings 3.545% | 200,000 | US\$ | 31.08.2036 | | 172 | 0.03 |
| Entergy Texas 1.75% | 675,000 | US\$ | 15.03.2031 | | 533 | 0.08 |
| Groupe Bruxelles Lambert 1.875% | 200,000 | € | 19.06.2025 | | 205 | 0.03 |
| HSBC Holdings 6.5% | 130,000 | £ | 20.05.2024 | | 166 | 0.02 |
| Intel 3.05% | 230,000 | US\$ | 12.08.2051 | | 186 | 0.03 |
| Japan (Kingdom of) 0.1% | 40,200,000 | ¥ | 10.03.2028 | | 319 | 0.05 |
| JPMorgan Chase FRN | 280,000 | US\$ | 22.04.2031 | | 235 | 0.03 |
| JPMorgan Chase FRN | 500,000 | US\$ | 15.10.2030 | | 427 | 0.06 |
| JPMorgan Chase FRN | 665,000 | US\$ | 25.01.2033 | | 568 | 0.09 |
| JPMorgan Chase FRN | 350,000 | US\$ | 01.02.2028 | | 321 | 0.05 |
| JPMorgan Chase FRN | 117,000 | € | 23.03.2030 | | 118 | 0.02 |
| Lusitano Mortgages No. 5 FRN | 139,326 | € | 15.07.2059 | | 135 | 0.02 |
| Medtronic Global Holdings 1.75% | 115,000 | € | 02.07.2049 | | 103 | 0.02 |
| Mitsubishi UFJ Financial Group 0.68% | 190,000 | € | 26.01.2023 | | 192 | 0.03 |
| Ooredoo International Finance 2.625% | 200,000 | US\$ | 08.04.2031 | | 169 | 0.02 |
| Polo Funding FRN | 126,080 | £ | 26.09.2046 | | 148 | 0.02 |
| QNB Finance 2.625% | 200,000 | US\$ | 12.05.2025 | | 177 | 0.03 |
| S&P Global 2.9% | 82,000 | US\$ | 01.03.2032 | | 72 | 0.01 |
| Santander Consumer Bank 0.25% | 200,000 | € | 15.10.2024 | | 196 | 0.03 |
| Saudi Arabian Oil 1.625% | 400,000 | US\$ | 24.11.2025 | | 343 | 0.05 |
| Saudi Arabian Oil 3.25% | 320,000 | US\$ | 24.11.2050 | | 248 | 0.04 |
| Saudi Electricity Global Sukuk 4.723% | 350,000 | US\$ | 27.09.2028 | | 347 | 0.05 |
| Toronto-Dominion Bank 0.5% | 185,000 | € | 18.01.2027 | | 176 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| UBS Group FRN | 300,000 | £ | 03.11.2029 | | 331 | 0.05 |
| 'BBB' credit rated bonds | | | | | 89,122 | 13.42 |
| AA Bond 6.269% | 110,000 | £ | 02.07.2043 | | 139 | 0.02 |
| AbbVie 3.2% | 550,000 | US\$ | 21.11.2029 | | 491 | 0.07 |
| AbbVie 4.05% | 525,000 | US\$ | 21.11.2039 | | 487 | 0.07 |
| AbbVie 4.25% | 100,000 | US\$ | 21.11.2049 | | 94 | 0.01 |
| ABJA Investment 5.45% | 220,000 | US\$ | 24.01.2028 | | 205 | 0.03 |
| ACEF Holding 0.75% | 254,000 | € | 14.06.2028 | | 231 | 0.03 |
| ACEF Holding 1.25% | 138,000 | € | 26.04.2030 | | 125 | 0.02 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3% | 200,000 | US\$ | 29.10.2028 | | 166 | 0.03 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3.3% | 264,000 | US\$ | 30.01.2032 | | 216 | 0.03 |
| Airbus 2.375% | 105,000 | € | 09.06.2040 | | 107 | 0.02 |
| Alstom 0.5% | 100,000 | € | 27.07.2030 | | 88 | 0.01 |
| Altria Group 3.4% | 1,490,000 | US\$ | 04.02.2041 | | 1,100 | 0.17 |
| Altria Group 6.2% | 20,000 | US\$ | 14.02.2059 | | 20 | 0.00 |
| Amadeus IT Group 2.875% | 100,000 | € | 20.05.2027 | | 105 | 0.02 |
| Anglo American Capital 3.875% | 400,000 | US\$ | 16.03.2029 | | 362 | 0.05 |
| Anglo American Capital 4.75% | 221,000 | US\$ | 16.03.2052 | | 208 | 0.03 |
| Anglo American Capital 5.625% | 320,000 | US\$ | 01.04.2030 | | 319 | 0.05 |
| Anheuser-Busch Cos Via Anheuser-Busch InBev Worldwide 4.9% | 110,000 | US\$ | 01.02.2046 | | 110 | 0.02 |
| Anheuser-Busch InBev Worldwide 5.45% | 140,000 | US\$ | 23.01.2039 | | 148 | 0.02 |
| Anheuser-Busch InBev Worldwide 5.8% | 155,000 | US\$ | 23.01.2059 | | 174 | 0.03 |
| APTIV 3.1% | 290,000 | US\$ | 01.12.2051 | | 207 | 0.03 |
| Argentum Netherlands FRN | 215,000 | US\$ | 31.12.2099 | | 192 | 0.03 |
| Arion Banki 0.625% | 140,000 | € | 27.05.2024 | | 137 | 0.02 |
| Australia & New Zealand Banking Group FRN | 404,000 | £ | 16.09.2031 | | 443 | 0.07 |
| AutoNation 3.85% | 400,000 | US\$ | 01.03.2032 | | 350 | 0.05 |
| Banco de Crédito del Perú FRN | 162,000 | US\$ | 01.07.2030 | | 137 | 0.02 |
| Banco General 4.125% | 200,000 | US\$ | 07.08.2027 | | 184 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Banco Santander FRN | 300,000 | £ | 04.10.2032 | | 327 | 0.05 |
| Banco Santander 1.5% | 400,000 | £ | 14.04.2026 | | 446 | 0.07 |
| Bank Leumi 3.275% | 200,000 | US\$ | 29.01.2031 | | 169 | 0.03 |
| Bankinter FRN | 200,000 | € | 23.12.2032 | | 183 | 0.03 |
| BAT Capital 4.54% | 850,000 | US\$ | 15.08.2047 | | 685 | 0.10 |
| BAT International Finance 2.25% | 430,000 | £ | 26.06.2028 | | 460 | 0.07 |
| Bayer Finance II 4.625% | 550,000 | US\$ | 25.06.2038 | | 517 | 0.08 |
| Bayerische Landesbank FRN | 200,000 | € | 23.09.2031 | | 187 | 0.03 |
| Belfius Bank FRN | 100,000 | € | 15.03.2028 | | 100 | 0.02 |
| Bevco Lux 1% | 157,000 | € | 16.01.2030 | | 142 | 0.02 |
| Blackstone Property Partners Europe Holdings 2.2% | 120,000 | € | 24.07.2025 | | 121 | 0.02 |
| BNP Paribas FRN | 100,000 | £ | 24.05.2031 | | 111 | 0.02 |
| BNP Paribas FRN | 200,000 | € | 15.01.2032 | | 189 | 0.03 |
| BNP Paribas 2.875% | 200,000 | £ | 24.02.2029 | | 233 | 0.04 |
| BNP Paribas Cardif FRN | 100,000 | € | 29.11.2049 | | 106 | 0.02 |
| Boeing 2.196% | 300,000 | US\$ | 04.02.2026 | | 256 | 0.04 |
| Boeing 3.75% | 400,000 | US\$ | 01.02.2050 | | 323 | 0.05 |
| Boeing 5.04% | 145,000 | US\$ | 01.05.2027 | | 139 | 0.02 |
| BP Capital Markets FRN | 590,000 | € | 31.12.2099 | | 593 | 0.09 |
| BP Capital Markets FRN | 245,000 | € | 31.12.2099 | | 242 | 0.04 |
| BPCE FRN | 200,000 | £ | 30.11.2032 | | 222 | 0.03 |
| BPRL International Singapore 4.375% | 225,000 | US\$ | 18.01.2027 | | 202 | 0.03 |
| Broadcom 1.95% | 60,000 | US\$ | 15.02.2028 | | 49 | 0.01 |
| Broadcom 2.6% | 620,000 | US\$ | 15.02.2033 | | 488 | 0.07 |
| Broadcom 3.187% | 195,000 | US\$ | 15.11.2036 | | 155 | 0.02 |
| Broadcom 3.5% | 465,000 | US\$ | 15.02.2041 | | 372 | 0.06 |
| Bureau Veritas 1.875% | 100,000 | € | 06.01.2025 | | 101 | 0.02 |
| CBRE Global Investors Open-Ended Funds 0.5% | 300,000 | € | 27.01.2028 | | 271 | 0.04 |
| Citigroup FRN | 370,000 | US\$ | 03.06.2031 | | 307 | 0.05 |
| Citigroup FRN | 243,000 | US\$ | 17.03.2033 | | 214 | 0.03 |
| Citigroup FRN | 240,000 | € | 06.07.2026 | | 239 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Coca-Cola Europacific Partners 1.125% | 110,000 | € | 12.04.2029 | | 106 | 0.02 |
| Coventry Building Society 2% | 116,000 | £ | 20.12.2030 | | 124 | 0.02 |
| Crédit Agricole FRN | 200,000 | £ | 09.12.2031 | | 220 | 0.03 |
| Crédit Agricole Assurances 1.5% | 200,000 | € | 06.10.2031 | | 180 | 0.03 |
| CVS Health 5.05% | 170,000 | US\$ | 25.03.2048 | | 175 | 0.03 |
| Danske Bank FRN | 100,000 | € | 15.05.2031 | | 94 | 0.01 |
| Davide Campari-Milano 1.25% | 140,000 | € | 06.10.2027 | | 131 | 0.02 |
| Delamare Finance 'A' 5.5457% | 96,436 | £ | 19.02.2029 | | 126 | 0.02 |
| Dell International Via EMC 8.1% | 114,000 | US\$ | 15.07.2036 | | 136 | 0.02 |
| Deutsche Bank FRN | 100,000 | £ | 22.12.2028 | | 108 | 0.02 |
| Deutsche Telekom International Finance 4.375% | 190,000 | US\$ | 21.06.2028 | | 180 | 0.03 |
| Digital Dutch Finco 1.5% | 190,000 | € | 15.03.2030 | | 175 | 0.03 |
| Dominion Energy 3.375% | 570,000 | US\$ | 01.04.2030 | | 508 | 0.08 |
| Électricité de France 4.95% | 280,000 | US\$ | 13.10.2045 | | 261 | 0.04 |
| EnBW Energie Baden-Wuerttemberg FRN | 200,000 | € | 05.08.2079 | | 179 | 0.03 |
| EnBW Energie Baden-Württemberg FRN | 400,000 | € | 29.06.2080 | | 375 | 0.06 |
| Enel FRN | 600,000 | € | 31.12.2099 | | 541 | 0.08 |
| Energy Transfer Operating 3.75% | 500,000 | US\$ | 15.05.2030 | | 445 | 0.07 |
| Energy Transfer Operating 4.5% | 30,000 | US\$ | 15.04.2024 | | 28 | 0.00 |
| Engie FRN | 100,000 | € | 31.12.2099 | | 87 | 0.01 |
| Engie FRN | 300,000 | € | 31.12.2099 | | 291 | 0.04 |
| Engie 1% | 200,000 | € | 13.03.2026 | | 198 | 0.03 |
| Eni FRN | 165,000 | € | 31.12.2099 | | 158 | 0.02 |
| Enterprise Products Operating 2.8% | 240,000 | US\$ | 31.01.2030 | | 208 | 0.03 |
| Esercizi Aeroportuali 3.5% | 120,000 | € | 09.10.2025 | | 125 | 0.02 |
| Essential Utilities 2.704% | 1,195,000 | US\$ | 15.04.2030 | | 1,010 | 0.15 |
| Eversource Energy 3.375% | 450,000 | US\$ | 01.03.2032 | | 398 | 0.06 |
| Exelon 4.1% | 160,000 | US\$ | 15.03.2052 | | 147 | 0.02 |
| FCA Bank Ireland 0.25% | 190,000 | € | 28.02.2023 | | 190 | 0.03 |
| FFP 1.875% | 100,000 | € | 30.10.2026 | | 98 | 0.01 |
| Firstgroup 6.875% | 73,000 | £ | 18.09.2024 | | 95 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Fraport AG Frankfurt Airport Services Worldwide 1.875% | 185,000 | € | 31.03.2028 | | 179 | 0.03 |
| General Motors 5.15% | 230,000 | US\$ | 01.04.2038 | | 212 | 0.03 |
| General Motors 6.25% | 200,000 | US\$ | 02.10.2043 | | 206 | 0.03 |
| Georgia Power 4.3% | 335,000 | US\$ | 15.03.2042 | | 306 | 0.05 |
| Goldman Sachs Group FRN | 500,000 | US\$ | 10.09.2027 | | 443 | 0.07 |
| Goldman Sachs Group FRN | 246,000 | US\$ | 24.02.2028 | | 215 | 0.03 |
| Goldman Sachs Group FRN | 210,000 | US\$ | 24.02.2028 | | 181 | 0.03 |
| Goldman Sachs Group FRN | 75,000 | € | 21.04.2023 | | 75 | 0.01 |
| Goldman Sachs Group FRN | 286,000 | € | 30.04.2024 | | 287 | 0.04 |
| Goldman Sachs Group 1.5% | 480,000 | £ | 07.12.2027 | | 522 | 0.08 |
| Harley Davidson Financial Services 3.875% | 170,000 | € | 19.05.2023 | | 176 | 0.03 |
| HCA 4.375% | 400,000 | US\$ | 15.03.2042 | | 358 | 0.05 |
| HCA 4.625% | 219,000 | US\$ | 15.03.2052 | | 201 | 0.03 |
| Heathrow Funding 1.125% | 120,000 | € | 08.10.2032 | | 109 | 0.02 |
| Heathrow Funding 1.5% | 125,000 | € | 12.10.2027 | | 125 | 0.02 |
| Holding d'Infrastructures et des Metiers de l'Environnement 0.125% | 133,000 | € | 16.09.2025 | | 128 | 0.02 |
| HP 4.2% | 600,000 | US\$ | 15.04.2032 | | 543 | 0.08 |
| Iberdrola International FRN | 100,000 | € | 31.12.2099 | | 91 | 0.01 |
| Imerys 1.875% | 100,000 | € | 31.03.2028 | | 100 | 0.02 |
| Immofinanz 2.625% | 100,000 | € | 27.01.2023 | | 101 | 0.02 |
| Imperial Brands Finance 3.875% | 500,000 | US\$ | 26.07.2029 | | 442 | 0.07 |
| Indofood CBP Sukses Makmur 3.398% | 200,000 | US\$ | 09.06.2031 | | 162 | 0.02 |
| Indonesia (Republic of) 6.125% | 46,428,000,000 | IDR | 15.05.2028 | | 2,882 | 0.43 |
| Indonesia (Republic of) 8.25% | 94,549,000,000 | IDR | 15.05.2029 | | 6,471 | 0.97 |
| Indonesia (Republic of) 8.375% | 59,071,000,000 | IDR | 15.03.2034 | | 4,072 | 0.61 |
| ING Groep 3% | 100,000 | £ | 18.02.2026 | | 119 | 0.02 |
| InterContinental Hotels Group 3.375% | 430,000 | £ | 08.10.2028 | | 506 | 0.08 |
| Intesa Sanpaolo 4% | 480,000 | US\$ | 23.09.2029 | | 420 | 0.06 |
| Islandsbanki FRN | 180,000 | € | 19.01.2024 | | 181 | 0.03 |
| JAB Holdings 2.25% | 100,000 | € | 19.12.2039 | | 86 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| JBS Finance Luxembourg 3.625% | 231,000 | US\$ | 15.01.2032 | | 189 | 0.03 |
| JPMorgan Chase FRN | 470,000 | US\$ | 13.05.2031 | | 400 | 0.06 |
| KBC Group FRN | 100,000 | £ | 21.09.2027 | | 110 | 0.02 |
| KBC Group FRN | 100,000 | € | 07.12.2031 | | 92 | 0.01 |
| Kennedy Wilson Europe Real Estate 3.25% | 200,000 | € | 12.11.2025 | | 203 | 0.03 |
| Landsbankinn HF, REGS 0.75% | 190,000 | € | 25.05.2026 | | 180 | 0.03 |
| LANXESS 1.75% | 100,000 | € | 22.03.2028 | | 99 | 0.01 |
| Leeds Building Society FRN | 420,000 | £ | 16.03.2027 | | 468 | 0.07 |
| Legal & General Group FRN | 150,000 | £ | 26.11.2049 | | 173 | 0.03 |
| Lenovo Group 5.875% | 244,000 | US\$ | 24.04.2025 | | 230 | 0.03 |
| Lloyds Banking Group FRN | 990,000 | US\$ | 11.05.2027 | | 821 | 0.12 |
| Lloyds Banking Group FRN | 215,000 | £ | 15.12.2031 | | 237 | 0.04 |
| Lloyds Banking Group FRN | 165,000 | € | 01.04.2026 | | 175 | 0.03 |
| Logicor Financing 2% | 300,000 | € | 17.01.2034 | | 265 | 0.04 |
| Logicor Financing 3.25% | 100,000 | € | 13.11.2028 | | 103 | 0.02 |
| Lowe's 3% | 220,000 | US\$ | 15.10.2050 | | 169 | 0.03 |
| Lowe's Companies 3.75% | 145,000 | US\$ | 01.04.2032 | | 133 | 0.02 |
| Lowe's Companies 4.25% | 101,000 | US\$ | 01.04.2052 | | 95 | 0.01 |
| Magallanes 4.279% | 400,000 | US\$ | 15.03.2032 | | 364 | 0.05 |
| Magallanes 5.05% | 320,000 | US\$ | 15.03.2042 | | 295 | 0.04 |
| Magallanes 5.141% | 521,000 | US\$ | 15.03.2052 | | 482 | 0.07 |
| Magallanes 5.391% | 163,000 | US\$ | 15.03.2062 | | 152 | 0.02 |
| Manchester Airport Group Funding 4.75% | 100,000 | £ | 31.03.2034 | | 133 | 0.02 |
| Mediobanca Banca di Credito Finanziario 1.625% | 145,000 | € | 07.01.2025 | | 147 | 0.02 |
| Meituan 2.125% | 200,000 | US\$ | 28.10.2025 | | 160 | 0.02 |
| Merlin Properties Socimi 1.875% | 100,000 | € | 04.12.2034 | | 85 | 0.01 |
| Mexico (United Mexican States) 7.75% | 85,333,700 | MXN | 29.05.2031 | | 3,729 | 0.56 |
| Mexico (United Mexican States) 7.75% | 357,854,900 | MXN | 13.11.2042 | | 15,131 | 2.28 |
| Monongahela Power 5.4% | 340,000 | US\$ | 15.12.2043 | | 351 | 0.05 |
| Morgan Stanley FRN | 200,000 | US\$ | 24.10.2023 | | 181 | 0.03 |
| Morgan Stanley FRN | 340,000 | US\$ | 08.05.2024 | | 309 | 0.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Morgan Stanley FRN | 400,000 | US\$ | 13.02.2032 | | 311 | 0.05 |
| Morgan Stanley FRN | 490,000 | US\$ | 21.01.2033 | | 416 | 0.06 |
| Morgan Stanley FRN | 314,000 | € | 23.10.2026 | | 313 | 0.05 |
| Morgan Stanley, GMTN 1.875% | 160,000 | € | 27.04.2027 | | 163 | 0.02 |
| National Australia Bank FRN | 400,000 | US\$ | 12.01.2037 | | 333 | 0.05 |
| Nationwide Building Society FRN | 500,000 | US\$ | 16.02.2028 | | 443 | 0.07 |
| Nationwide Building Society FRN | 230,000 | US\$ | 08.03.2029 | | 210 | 0.03 |
| NatWest Group FRN | 400,000 | US\$ | 18.05.2029 | | 373 | 0.06 |
| NatWest Group FRN | 172,000 | £ | 29.03.2029 | | 206 | 0.03 |
| NE Property 2% | 185,000 | € | 20.01.2030 | | 162 | 0.02 |
| NewRiver REIT 3.5% | 130,000 | £ | 07.03.2028 | | 146 | 0.02 |
| NextEra Energy Capital Holdings 2.25% | 570,000 | US\$ | 01.06.2030 | | 471 | 0.07 |
| NIBC Bank 3.125% | 100,000 | £ | 15.11.2023 | | 119 | 0.02 |
| Oglethorpe Power 5.05% | 620,000 | US\$ | 01.10.2048 | | 624 | 0.09 |
| Oracle 3.6% | 930,000 | US\$ | 01.04.2050 | | 697 | 0.11 |
| Orange FRN | 265,000 | € | 29.10.2049 | | 296 | 0.04 |
| Origin Energy Finance 1% | 140,000 | € | 17.09.2029 | | 125 | 0.02 |
| Pacific Gas and Electric FRN | 49,000 | US\$ | 14.11.2022 | | 44 | 0.01 |
| Pacific Gas and Electric 1.7% | 171,000 | US\$ | 15.11.2023 | | 150 | 0.02 |
| Pacific Gas and Electric 3.5% | 250,000 | US\$ | 01.08.2050 | | 181 | 0.03 |
| Pacific Gas and Electric 4.55% | 615,497 | US\$ | 01.07.2030 | | 551 | 0.08 |
| Pacific Gas and Electric 4.95% | 260,000 | US\$ | 01.07.2050 | | 222 | 0.03 |
| Pearson Funding 3.75% | 145,000 | £ | 04.06.2030 | | 174 | 0.03 |
| Peru (Republic of) 2.4% | 200,000 | US\$ | 28.09.2027 | | 166 | 0.03 |
| Principality Building Society 2.375% | 135,000 | £ | 23.11.2023 | | 159 | 0.02 |
| Prosus 3.257% | 200,000 | US\$ | 19.01.2027 | | 165 | 0.02 |
| Prosus 1.288% | 422,000 | € | 13.07.2029 | | 352 | 0.05 |
| PVH 3.625% | 160,000 | € | 15.07.2024 | | 167 | 0.03 |
| PVH 4.625% | 500,000 | US\$ | 10.07.2025 | | 462 | 0.07 |
| Quadient 2.25% | 300,000 | € | 03.02.2025 | | 298 | 0.04 |
| RAC Bond 4.87% | 181,000 | £ | 06.05.2046 | | 223 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Raiffeisen Bank International FRN | 100,000 | € | 17.06.2033 | | 86 | 0.01 |
| RI Finance Bonds No. 3 6.125% | 125,000 | £ | 13.11.2028 | | 167 | 0.03 |
| Rogers Communications 3.8% | 250,000 | US\$ | 15.03.2032 | | 224 | 0.03 |
| Rogers Communications 4.5% | 250,000 | US\$ | 15.03.2042 | | 230 | 0.03 |
| Rogers Communications 4.55% | 431,000 | US\$ | 15.03.2052 | | 394 | 0.06 |
| Santander UK Group Holdings FRN | 500,000 | US\$ | 15.03.2025 | | 430 | 0.06 |
| Santander UK Group Holdings FRN | 200,000 | £ | 17.01.2029 | | 225 | 0.03 |
| SEB 1.375% | 100,000 | € | 16.06.2025 | | 99 | 0.02 |
| SK Hynix 2.375% | 200,000 | US\$ | 19.01.2031 | | 158 | 0.02 |
| Société Générale FRN | 200,000 | US\$ | 21.01.2033 | | 167 | 0.03 |
| Société Générale FRN | 500,000 | US\$ | 08.07.2035 | | 418 | 0.06 |
| Southern California Edison 2.85% | 80,000 | US\$ | 01.08.2029 | | 69 | 0.01 |
| Southern California Edison 3.65% | 1,480,000 | US\$ | 01.02.2050 | | 1,232 | 0.19 |
| Southern Water Services Finance 1.625% | 134,000 | £ | 30.03.2027 | | 151 | 0.02 |
| Stagecoach Group 4% | 185,000 | £ | 29.09.2025 | | 224 | 0.03 |
| Standard Chartered FRN | 200,000 | US\$ | 01.04.2031 | | 186 | 0.03 |
| Stellantis 1.25% | 100,000 | € | 20.06.2033 | | 86 | 0.01 |
| Stellantis 2.75% | 153,000 | € | 01.04.2032 | | 154 | 0.02 |
| Stryker 4.625% | 78,000 | US\$ | 15.03.2046 | | 78 | 0.01 |
| Swedbank FRN | 262,000 | £ | 08.12.2027 | | 287 | 0.04 |
| Takeda Pharmaceutical Co Ltd, REGS 3% | 100,000 | € | 21.11.2030 | | 109 | 0.02 |
| Tesco 3.322% | 420,000 | £ | 05.11.2025 | | 1,092 | 0.16 |
| Tesco Property Finance 3 5.744% | 149,649 | £ | 13.04.2040 | | 210 | 0.03 |
| Thermo Fisher Scientific Finance I 2% | 115,000 | € | 18.10.2051 | | 105 | 0.02 |
| TotalEnergies FRN | 350,000 | € | 29.12.2049 | | 352 | 0.05 |
| TotalEnergies FRN | 100,000 | € | 29.12.2049 | | 102 | 0.02 |
| Traton Finance Luxembourg 0.75% | 100,000 | € | 24.03.2029 | | 91 | 0.01 |
| Tritax EuroBox 0.95% | 139,000 | € | 02.06.2026 | | 131 | 0.02 |
| Union Pacific 2.8% | 500,000 | US\$ | 14.02.2032 | | 435 | 0.07 |
| Upjohn Finance 1.362% | 420,000 | € | 23.06.2027 | | 399 | 0.06 |
| Upjohn Finance 1.908% | 200,000 | € | 23.06.2032 | | 180 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Uruguay (Republic of) 8.25% | 5,000,000 | UYU | 21.05.2031 | | 106 | 0.02 |
| Verizon Communications 2.55% | 500,000 | US\$ | 21.03.2031 | | 419 | 0.06 |
| Verizon Communications 3.15% | 200,000 | US\$ | 22.03.2030 | | 178 | 0.03 |
| Verizon Communications 3.4% | 150,000 | US\$ | 22.03.2041 | | 128 | 0.02 |
| Virgin Money UK FRN | 180,000 | £ | 25.09.2026 | | 217 | 0.03 |
| Viterra Finance 1% | 100,000 | € | 24.09.2028 | | 89 | 0.01 |
| Volkswagen Financial Services 0% | 144,000 | € | 12.02.2025 | | 138 | 0.02 |
| Volkswagen International Finance FRN | 100,000 | € | 31.12.2099 | | 100 | 0.02 |
| Volkswagen International Finance FRN | 200,000 | € | 31.12.2099 | | 209 | 0.03 |
| Volkswagen Leasing 0.25% | 280,000 | € | 12.01.2026 | | 265 | 0.04 |
| Volkswagen Leasing 0.375% | 236,000 | € | 20.07.2026 | | 222 | 0.03 |
| Vonovia 1.625% | 100,000 | € | 01.09.2051 | | 77 | 0.01 |
| Waste Connections 2.2% | 500,000 | US\$ | 15.01.2032 | | 404 | 0.06 |
| Wells Fargo FRN | 500,000 | US\$ | 11.02.2031 | | 421 | 0.06 |
| Wells Fargo FRN | 550,000 | US\$ | 02.03.2033 | | 484 | 0.07 |
| Wells Fargo FRN | 130,000 | US\$ | 04.04.2031 | | 124 | 0.02 |
| Wells Fargo 1.625% | 250,000 | € | 02.06.2025 | | 254 | 0.04 |
| Wells Fargo 1.741% | 120,000 | € | 04.05.2030 | | 118 | 0.02 |
| Westlake Chemical 1.625% | 125,000 | € | 17.07.2029 | | 121 | 0.02 |
| Westpac Banking FRN | 216,000 | US\$ | 18.11.2036 | | 173 | 0.03 |
| Weyerhaeuser 3.375% | 300,000 | US\$ | 09.03.2033 | | 264 | 0.04 |
| Whitbread Group 2.375% | 110,000 | £ | 31.05.2027 | | 123 | 0.02 |
| Zimmer Biomet Holdings 1.164% | 150,000 | € | 15.11.2027 | | 144 | 0.02 |
| 'BB' credit rated bonds | | | | | 54,265 | 8.17 |
| Abertis Infraestructuras Finance FRN | 200,000 | € | 31.12.2099 | | 196 | 0.03 |
| Adani Green Energy 4.375% | 200,000 | US\$ | 08.09.2024 | | 177 | 0.03 |
| Adevinta 3% | 100,000 | € | 15.11.2027 | | 97 | 0.01 |
| AIB Group FRN | 130,000 | € | 30.05.2031 | | 128 | 0.02 |
| AIB Group FRN | 200,000 | € | 31.12.2099 | | 202 | 0.03 |
| Albertsons Cos Via Safeway Via New Albertsons Via Albertsons, 144A 4.875% | 258,000 | US\$ | 15.02.2030 | | 228 | 0.03 |
| Allwyn Entertainment FRN | 100,000 | € | 15.02.2028 | | 98 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| American Airlines Via AAdvantage Loyalty 5.5% | 134,000 | US\$ | 20.04.2026 | | 122 | 0.02 |
| AMS 6% | 175,000 | € | 31.07.2025 | | 180 | 0.03 |
| Arçelik 5% | 200,000 | US\$ | 03.04.2023 | | 181 | 0.03 |
| Ardagh Metal Packaging Finance Via Ardagh Metal Packaging Finance 2% | 160,000 | € | 01.09.2028 | | 148 | 0.02 |
| AT&T 'B' FRN | 100,000 | € | 31.12.2099 | | 98 | 0.01 |
| Atrium Finance Issuer 2.625% | 100,000 | € | 05.09.2027 | | 89 | 0.01 |
| Autostrade per l'Italia 4.375% | 410,000 | € | 16.09.2025 | | 442 | 0.07 |
| Avantor Funding 2.625% | 130,000 | € | 01.11.2025 | | 132 | 0.02 |
| Banco Bilbao Vizcaya Argentaria FRN | 200,000 | € | 31.12.2099 | | 201 | 0.03 |
| Banco BPM 1.625% | 285,000 | € | 18.02.2025 | | 279 | 0.04 |
| Banco BTG Pactual 4.5% | 200,000 | US\$ | 10.01.2025 | | 180 | 0.03 |
| Banco de Sabadell FRN | 600,000 | € | 16.06.2028 | | 541 | 0.08 |
| Banco de Sabadell FRN | 100,000 | € | 12.12.2028 | | 105 | 0.02 |
| Banco Mercantil del Norte FRN | 200,000 | US\$ | 31.12.2099 | | 166 | 0.02 |
| Banco Santander FRN | 200,000 | € | 31.12.2099 | | 199 | 0.03 |
| Bancolombia 3% | 200,000 | US\$ | 29.01.2025 | | 175 | 0.03 |
| Bangkok Bank FRN | 200,000 | US\$ | 31.12.2099 | | 177 | 0.03 |
| Bank Negara Indonesia FRN | 250,000 | US\$ | 31.12.2099 | | 207 | 0.03 |
| Bank of Ireland Group FRN | 215,000 | £ | 19.09.2027 | | 255 | 0.04 |
| BBVA Bancomer FRN | 200,000 | US\$ | 18.01.2033 | | 170 | 0.03 |
| Belden 3.875% | 185,000 | € | 15.03.2028 | | 182 | 0.03 |
| Bellis Acquisition 3.25% | 120,000 | £ | 16.02.2026 | | 132 | 0.02 |
| Bellis Acquisition 4.5% | 100,000 | £ | 16.02.2026 | | 114 | 0.02 |
| Bertelsmann FRN | 200,000 | € | 23.04.2075 | | 197 | 0.03 |
| Bidvest Group 3.625% | 215,000 | US\$ | 23.09.2026 | | 182 | 0.03 |
| Bioceanico Sovereign Certificate 0% | 191,218 | US\$ | 05.06.2034 | | 124 | 0.02 |
| Brazil (Federal Republic of) 10% | 457,000 | BRL | 01.01.2029 | | 80 | 0.01 |
| Brazil (Federal Republic of) 10% | 49,018,000 | BRL | 01.01.2031 | | 8,452 | 1.27 |
| CaixaBank FRN | 200,000 | € | 31.12.2099 | | 211 | 0.03 |
| Canpack Via Canpack US 3.875% | 200,000 | US\$ | 15.11.2029 | | 155 | 0.02 |
| Castellum FRN | 240,000 | € | 31.12.2099 | | 214 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Cellnex Finance 1% | 200,000 | € | 15.09.2027 | | 181 | 0.03 |
| Cellnex Finance 1.25% | 200,000 | € | 15.01.2029 | | 175 | 0.03 |
| Cellnex Finance 2% | 100,000 | € | 15.02.2033 | | 85 | 0.01 |
| Cellnex Telecom 1.75% | 100,000 | € | 23.10.2030 | | 87 | 0.01 |
| Cemex 5.45% | 200,000 | US\$ | 19.11.2029 | | 183 | 0.03 |
| Centrica FRN | 100,000 | £ | 10.04.2075 | | 120 | 0.02 |
| Charter Communications Operating Via Charter Communications Operating Capital 2.3% | 500,000 | US\$ | 01.02.2032 | | 385 | 0.06 |
| Charter Communications Operating Via Charter Communications Operating Capital 3.5% | 500,000 | US\$ | 01.06.2041 | | 377 | 0.06 |
| Charter Communications Operating Via Charter Communications Operating Capital 5.25% | 657,000 | US\$ | 01.04.2053 | | 603 | 0.09 |
| Charter Communications Operating Via Charter Communications Operating Capital 6.384% | 180,000 | US\$ | 23.10.2035 | | 185 | 0.03 |
| Cheniere Energy Partners 3.25% | 44,000 | US\$ | 31.01.2032 | | 36 | 0.00 |
| Colombia (Republic of) 3.125% | 200,000 | US\$ | 15.04.2031 | | 154 | 0.02 |
| Colombia (Republic of) 7.75% | 500,000,000 | COP | 18.09.2030 | | 107 | 0.02 |
| Commerzbank FRN | 100,000 | € | 29.12.2031 | | 90 | 0.01 |
| ContourGlobal Power Holdings 4.125% | 100,000 | € | 01.08.2025 | | 100 | 0.01 |
| Co-operative Group Holdings 7.5% | 195,000 | £ | 08.07.2026 | | 245 | 0.04 |
| CPI Property Group SA FRN | 300,000 | € | 25.07.2028 | | 251 | 0.04 |
| DEMIRE Deutsche Mittelstand Real Estate 1.875% | 200,000 | € | 15.10.2024 | | 195 | 0.03 |
| Deutsche Bank FRN | 100,000 | € | 24.06.2032 | | 100 | 0.01 |
| Deutsche Bank FRN | 100,000 | € | 19.05.2031 | | 108 | 0.02 |
| DIRECTV Financing Via DIRECTV, 144A 5.875% | 144,000 | US\$ | 15.08.2027 | | 128 | 0.02 |
| Dominican (Republic of) 8% ^a | 3,000,000 | DOP | 12.02.2027 | | 44 | 0.01 |
| DP World Salaam FRN | 200,000 | US\$ | 31.12.2099 | | 187 | 0.03 |
| DT Midstream 4.125% | 73,000 | US\$ | 15.06.2029 | | 64 | 0.01 |
| DT Midstream 4.375% | 78,000 | US\$ | 15.06.2031 | | 68 | 0.01 |
| Eastern & Southern African Trade & Development Bank 4.125% | 200,000 | US\$ | 30.06.2028 | | 168 | 0.02 |
| Ecopetrol 6.875% | 200,000 | US\$ | 29.04.2030 | | 190 | 0.03 |
| Electricidad Firme de Mexico Holdings 4.9% | 200,000 | US\$ | 20.11.2026 | | 168 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Encore Capital Group 5.375% | 115,000 | £ | 15.02.2026 | | 136 | 0.02 |
| Energean Israel Finance 4.875% | 102,190 | US\$ | 30.03.2026 | | 89 | 0.01 |
| Eurofins Scientific FRN | 170,000 | € | 29.12.2049 | | 174 | 0.03 |
| Fastighets Balder FRN | 200,000 | € | 02.06.2081 | | 176 | 0.03 |
| Faurecia 3.75% | 185,000 | € | 15.06.2028 | | 174 | 0.03 |
| Firmenich International FRN | 175,000 | € | 31.12.2099 | | 177 | 0.03 |
| Ford Motor 4.346% | 311,000 | US\$ | 08.12.2026 | | 282 | 0.04 |
| Ford Motor Credit 4.95% | 200,000 | US\$ | 28.05.2027 | | 182 | 0.03 |
| Gatwick Airport Finance 4.375% | 100,000 | £ | 07.04.2026 | | 110 | 0.02 |
| Gestamp Automocion 3.25% | 100,000 | € | 30.04.2026 | | 98 | 0.01 |
| GKN Holdings 4.625% | 275,000 | £ | 12.05.2032 | | 324 | 0.05 |
| Globo Comunicacao e Participacoes 5.5% | 200,000 | US\$ | 14.01.2032 | | 162 | 0.02 |
| Goodyear 2.75% | 212,000 | € | 15.08.2028 | | 192 | 0.03 |
| Greenko Solar Mauritius 5.95% | 300,000 | US\$ | 29.07.2026 | | 275 | 0.04 |
| GRUPO AXO 5.75% | 200,000 | US\$ | 08.06.2026 | | 170 | 0.03 |
| Grupo Bimbo FRN | 200,000 | US\$ | 31.12.2099 | | 183 | 0.03 |
| Grupo KUO 5.75% | 200,000 | US\$ | 07.07.2027 | | 178 | 0.03 |
| GTC Aurora Luxembourg 2.25% | 266,000 | € | 23.06.2026 | | 241 | 0.04 |
| Heimstaden 4.375% | 100,000 | € | 06.03.2027 | | 95 | 0.01 |
| Heimstaden Bostad FRN | 140,000 | € | 31.12.2099 | | 118 | 0.02 |
| ICCREA Banca FRN | 140,000 | € | 17.01.2027 | | 135 | 0.02 |
| Iliad 1.875% | 200,000 | € | 11.02.2028 | | 180 | 0.03 |
| Iliad 2.375% | 200,000 | € | 17.06.2026 | | 194 | 0.03 |
| INEOS Styrolution Group 2.25% | 200,000 | € | 16.01.2027 | | 182 | 0.03 |
| International Game Technology 2.375% | 100,000 | € | 15.04.2028 | | 94 | 0.01 |
| International Game Technology 3.5% | 100,000 | € | 15.06.2026 | | 101 | 0.01 |
| Intesa Sanpaolo FRN | 255,000 | € | 31.12.2099 | | 267 | 0.04 |
| Intesa Sanpaolo Vita FRN | 100,000 | € | 31.12.2049 | | 103 | 0.02 |
| Intrum 3.5% | 135,000 | € | 15.07.2026 | | 130 | 0.02 |
| IQVIA 2.25% | 195,000 | € | 15.03.2029 | | 179 | 0.03 |
| Iron Mountain UK 3.875% | 100,000 | £ | 15.11.2025 | | 118 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Koninklijke KPN FRN | 206,000 | US\$ | 28.03.2073 | | 190 | 0.03 |
| Lagardere 1.625% | 200,000 | € | 21.06.2024 | | 200 | 0.03 |
| Lagardere 2.125% | 100,000 | € | 16.10.2026 | | 98 | 0.01 |
| Landesbank Baden-Wuerttemberg 2.2% | 100,000 | € | 09.05.2029 | | 92 | 0.01 |
| Levi Strauss 3.5% | 70,000 | US\$ | 01.03.2031 | | 58 | 0.01 |
| Lloyds Banking Group FRN | 200,000 | £ | 31.12.2099 | | 236 | 0.04 |
| Macy's Retail Holdings 4.5% | 64,000 | US\$ | 15.12.2034 | | 49 | 0.01 |
| Macy's Retail Holdings 5.875% | 150,000 | US\$ | 01.04.2029 | | 135 | 0.02 |
| MAF Global Securities FRN | 250,000 | US\$ | 31.12.2099 | | 228 | 0.03 |
| Mahle 2.375% | 300,000 | € | 14.05.2028 | | 256 | 0.04 |
| MAS Securities 4.25% | 138,000 | € | 19.05.2026 | | 130 | 0.02 |
| Melco Resorts Finance 4.875% | 200,000 | US\$ | 06.06.2025 | | 166 | 0.02 |
| Meritage Homes 3.875% | 198,000 | US\$ | 15.04.2029 | | 169 | 0.02 |
| Metalsa 3.75% | 300,000 | US\$ | 04.05.2031 | | 235 | 0.03 |
| Millicom International Cellular 5.125% | 180,000 | US\$ | 15.01.2028 | | 161 | 0.02 |
| Millicom International Cellular 6.25% | 180,000 | US\$ | 25.03.2029 | | 171 | 0.03 |
| MPT Operating Partnership Via MPT Finance 5% | 229,000 | US\$ | 15.10.2027 | | 211 | 0.03 |
| Natura Cosmetics 4.125% | 200,000 | US\$ | 03.05.2028 | | 173 | 0.03 |
| Naturgy Finance FRN | 200,000 | € | 31.12.2099 | | 185 | 0.03 |
| NatWest Group FRN | 166,000 | £ | 28.11.2031 | | 183 | 0.03 |
| NatWest Group FRN | 190,000 | £ | 14.08.2030 | | 224 | 0.03 |
| NatWest Group FRN | 103,000 | € | 14.09.2032 | | 95 | 0.01 |
| Network i2i FRN | 200,000 | US\$ | 31.12.2099 | | 180 | 0.03 |
| Nexa Resources 5.375% | 300,000 | US\$ | 04.05.2027 | | 276 | 0.04 |
| NGG Finance FRN | 330,000 | € | 05.12.2079 | | 322 | 0.05 |
| Norddeutsche Landesbank-Girozentrale 6.25% | 200,000 | US\$ | 10.04.2024 | | 180 | 0.03 |
| Occidental Petroleum 4.3% | 100,000 | US\$ | 15.08.2039 | | 85 | 0.01 |
| OCI 3.625% | 121,500 | € | 15.10.2025 | | 124 | 0.02 |
| Orano 3.375% | 100,000 | € | 23.04.2026 | | 103 | 0.02 |
| Organon Via Organon Foreign Debt-Issuer 2.875% | 200,000 | € | 30.04.2028 | | 191 | 0.03 |
| Petrobras Global Finance 5.5% | 335,000 | US\$ | 10.06.2051 | | 260 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Petróleos Mexicanos 3.75% | 160,000 | £ | 16.11.2025 | | 175 | 0.03 |
| Pinewood Finance 3.25% | 160,000 | £ | 30.09.2025 | | 183 | 0.03 |
| Playtech 4.25% | 130,000 | € | 07.03.2026 | | 131 | 0.02 |
| Provident Financial 8.25% | 100,000 | £ | 04.06.2023 | | 122 | 0.02 |
| RCI Banque FRN | 100,000 | € | 18.02.2030 | | 94 | 0.01 |
| Rede D'or Finance 4.5% | 200,000 | US\$ | 22.01.2030 | | 167 | 0.02 |
| Repsol International Finance FRN | 200,000 | € | 31.12.2099 | | 202 | 0.03 |
| Rolls-Royce 1.625% | 360,000 | € | 09.05.2028 | | 320 | 0.05 |
| Sagikor Financial 5.3% | 200,000 | US\$ | 13.05.2028 | | 180 | 0.03 |
| Sappi Papier Holding 3.625% | 190,000 | € | 15.03.2028 | | 181 | 0.03 |
| SASOL Financing 5.875% | 200,000 | US\$ | 27.03.2024 | | 183 | 0.03 |
| Schaeffler 3.375% | 200,000 | € | 12.10.2028 | | 196 | 0.03 |
| SES FRN | 150,000 | € | 31.12.2099 | | 139 | 0.02 |
| SES FRN | 170,000 | € | 29.12.2049 | | 177 | 0.03 |
| Silgan Holdings 2.25% | 195,000 | € | 01.06.2028 | | 178 | 0.03 |
| Simpar Europe 5.2% | 200,000 | US\$ | 26.01.2031 | | 162 | 0.02 |
| South Africa (Republic of) 7% | 159,011,075 | ZAR | 28.02.2031 | | 8,250 | 1.24 |
| South Africa (Republic of) 8.875% | 148,573,035 | ZAR | 28.02.2035 | | 8,312 | 1.25 |
| Southwestern Energy 4.75% | 29,000 | US\$ | 01.02.2032 | | 26 | 0.00 |
| SPCM 2.625% | 190,000 | € | 01.02.2029 | | 178 | 0.03 |
| Summit Properties 2% | 100,000 | € | 31.01.2025 | | 97 | 0.01 |
| Telecom Italia Finance 7.75% | 225,000 | € | 24.01.2033 | | 259 | 0.04 |
| Telefonica Europe FRN | 200,000 | € | 31.12.2099 | | 207 | 0.03 |
| Teva Pharmaceutical Finance Netherlands II 3.75% | 100,000 | € | 09.05.2027 | | 95 | 0.01 |
| Teva Pharmaceutical Finance Netherlands II 4.5% | 135,000 | € | 01.03.2025 | | 137 | 0.02 |
| Teva Pharmaceuticals 6.75% | 375,000 | US\$ | 01.03.2028 | | 355 | 0.05 |
| TMB Bank FRN | 200,000 | US\$ | 31.12.2099 | | 173 | 0.03 |
| Triodos Bank FRN | 200,000 | € | 05.02.2032 | | 189 | 0.03 |
| UEP Penonome II 6.5% | 192,383 | US\$ | 01.10.2038 | | 176 | 0.03 |
| UniCredit FRN | 220,000 | € | 20.02.2029 | | 228 | 0.03 |
| UniCredit FRN | 200,000 | € | 31.12.2099 | | 198 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| United Airlines 4.375% | 151,000 | US\$ | 15.04.2026 | | 134 | 0.02 |
| United Airlines 4.625% | 95,000 | US\$ | 15.04.2029 | | 81 | 0.01 |
| Valeo 1.5% | 100,000 | € | 18.06.2025 | | 98 | 0.01 |
| Verallia 1.875% | 200,000 | € | 10.11.2031 | | 177 | 0.03 |
| Virgin Media Secured Finance 4.25% | 100,000 | £ | 15.01.2030 | | 109 | 0.02 |
| Vivion Investments 3% | 100,000 | € | 08.08.2024 | | 97 | 0.01 |
| Vodafone Group FRN | 100,000 | € | 27.08.2080 | | 92 | 0.01 |
| Vodafone Group FRN | 310,000 | € | 03.01.2079 | | 313 | 0.05 |
| Vodafone Group FRN | 165,000 | € | 03.10.2078 | | 169 | 0.02 |
| Wabtec Transportation 1.25% | 101,000 | € | 03.12.2027 | | 96 | 0.01 |
| Wintershall Dea Finance FRN | 100,000 | € | 31.12.2099 | | 88 | 0.01 |
| WMG Acquisition Corp 2.25% | 200,000 | € | 15.08.2031 | | 177 | 0.03 |
| ZF Europe Finance 2.5% | 200,000 | € | 23.10.2027 | | 182 | 0.03 |
| ZF Finance 3% | 200,000 | € | 21.09.2025 | | 197 | 0.03 |
| 'B' credit rated bonds | | | | | 13,544 | 2.04 |
| AA Bond 6.5% | 100,000 | £ | 31.01.2026 | | 116 | 0.02 |
| ADLER Group 1.5% | 100,000 | € | 26.07.2024 | | 89 | 0.01 |
| ADLER Real Estate 3% | 100,000 | € | 27.04.2026 | | 91 | 0.01 |
| Altice France 4.125% | 140,000 | € | 15.01.2029 | | 127 | 0.02 |
| Arqiva Broadcast Finance 6.75% | 191,000 | £ | 30.09.2023 | | 227 | 0.03 |
| Atento Luxco 1.8% | 90,000 | US\$ | 10.02.2026 | | 82 | 0.01 |
| Banco de Sabadell FRN | 200,000 | € | 31.12.2099 | | 201 | 0.03 |
| Banco Industrial FRN | 177,000 | US\$ | 29.01.2031 | | 155 | 0.02 |
| Barclays FRN | 200,000 | US\$ | 31.12.2099 | | 191 | 0.03 |
| Bausch Health 6.25% | 140,000 | US\$ | 15.02.2029 | | 104 | 0.02 |
| Boparan Finance 7.625% | 300,000 | £ | 30.11.2025 | | 289 | 0.04 |
| Boxer Parent 6.5% | 100,000 | € | 02.10.2025 | | 101 | 0.01 |
| Brunello Bidco FRN | 100,000 | € | 15.02.2028 | | 99 | 0.01 |
| Carnival 10.125% | 100,000 | € | 01.02.2026 | | 112 | 0.02 |
| CHS Via Community Health Systems, 144A 8% | 250,000 | US\$ | 15.12.2027 | | 239 | 0.04 |
| Cirsa Finance International Sarl, REGS 6.25% | 84,917 | € | 20.12.2023 | | 86 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| CMA CGM 7.5% | 100,000 | € | 15.01.2026 | | 108 | 0.02 |
| Constellation Automotive Financing PLC 4.875% | 156,000 | £ | 15.07.2027 | | 169 | 0.02 |
| Co-Operative Bank Finance FRN | 150,000 | £ | 27.11.2025 | | 196 | 0.03 |
| CPUK Finance 4.875% | 145,000 | £ | 28.02.2047 | | 167 | 0.02 |
| Dana Financing Luxembourg 3% | 200,000 | € | 15.07.2029 | | 183 | 0.03 |
| Diebold Nixdorf Dutch Holding 9% | 100,000 | € | 15.07.2025 | | 103 | 0.02 |
| EBN Finance 7.125% | 200,000 | US\$ | 16.02.2026 | | 170 | 0.03 |
| Électricité de France FRN | 200,000 | € | 31.12.2099 | | 200 | 0.03 |
| Elior Group SA 3.75% | 200,000 | € | 15.07.2026 | | 183 | 0.03 |
| Emirates NBD Bank FRN | 200,000 | US\$ | 31.12.2099 | | 182 | 0.03 |
| ERO Copper 6.5% | 155,000 | US\$ | 15.02.2030 | | 136 | 0.02 |
| First Quantum Minerals 6.875% | 200,000 | US\$ | 01.03.2026 | | 185 | 0.03 |
| Fortress Transportation and Infrastructure Investors, 144A 5.5% | 270,000 | US\$ | 01.05.2028 | | 222 | 0.03 |
| Gamma Bidco 6.25% | 200,000 | € | 15.07.2025 | | 202 | 0.03 |
| Grupo Antolin-Irausa 3.375% | 195,000 | € | 30.04.2026 | | 171 | 0.03 |
| Herbalife Nutrition Via HLF Financing 7.875% | 210,000 | US\$ | 01.09.2025 | | 194 | 0.03 |
| Iceland Bondco 4.625% | 100,000 | £ | 15.03.2025 | | 106 | 0.02 |
| IHS Holding 6.25% | 200,000 | US\$ | 29.11.2028 | | 170 | 0.03 |
| Iliad Holding 5.125% | 308,000 | € | 15.10.2026 | | 313 | 0.05 |
| International Design Group FRN | 100,000 | € | 15.05.2026 | | 99 | 0.01 |
| International Design Group 6.5% | 100,000 | € | 15.11.2025 | | 101 | 0.01 |
| IPD 3 5.5% | 100,000 | € | 01.12.2025 | | 100 | 0.01 |
| Jaguar Land Rover Automotive 6.875% | 165,000 | € | 15.11.2026 | | 170 | 0.03 |
| Kosmos Energy 7.125% | 240,000 | US\$ | 04.04.2026 | | 213 | 0.03 |
| Kronos International 3.75% | 136,000 | € | 15.09.2025 | | 133 | 0.02 |
| LCPR Senior Secured Financing, 144A 6.75% | 180,000 | US\$ | 15.10.2027 | | 166 | 0.02 |
| LeasePlan FRN | 200,000 | € | 31.12.2099 | | 212 | 0.03 |
| Lincoln Financing 3.625% | 130,000 | € | 01.04.2024 | | 130 | 0.02 |
| Liquid Telecom Finance 5.5% | 200,000 | US\$ | 04.09.2026 | | 174 | 0.03 |
| Lorca Telecom Bondco 4% | 180,000 | € | 18.09.2027 | | 174 | 0.03 |
| Neptune Energy Bondco, REGS 6.625% | 200,000 | US\$ | 15.05.2025 | | 182 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Ocado Group 3.875% | 207,000 | £ | 08.10.2026 | | 219 | 0.03 |
| Ol European Group 2.875% | 100,000 | € | 15.02.2025 | | 98 | 0.01 |
| Oman (Sultanate of) 6.5% | 200,000 | US\$ | 08.03.2047 | | 177 | 0.03 |
| Ontex Group 3.5% | 155,000 | € | 15.07.2026 | | 143 | 0.02 |
| Oriflame Investment Holding FRN | 100,000 | € | 04.05.2026 | | 82 | 0.01 |
| Oriflame Investment Holding 5.125% | 200,000 | US\$ | 04.05.2026 | | 147 | 0.02 |
| Paprec Holding 4% | 140,000 | € | 31.03.2025 | | 141 | 0.02 |
| Parts Europe 6.5% | 100,000 | € | 16.07.2025 | | 103 | 0.02 |
| Pilgrim's Pride 3.5% | 610,000 | US\$ | 01.03.2032 | | 483 | 0.07 |
| Pilgrim's Pride 4.25% | 528,000 | US\$ | 15.04.2031 | | 440 | 0.07 |
| Pinnacle Bidco 6.375% | 160,000 | £ | 15.02.2025 | | 190 | 0.03 |
| PLT VII Finance Sarl 4.625% | 185,000 | € | 05.01.2026 | | 184 | 0.03 |
| Premier Foods Finance 3.5% | 105,000 | £ | 15.10.2026 | | 116 | 0.02 |
| Punch Finance 6.125% | 105,000 | £ | 30.06.2026 | | 123 | 0.02 |
| QNB Finansbank 4.875% | 300,000 | US\$ | 19.05.2022 | | 271 | 0.04 |
| Q-Park Holding I 2% | 160,000 | € | 01.03.2027 | | 147 | 0.02 |
| Renk 5.75% | 175,000 | € | 15.07.2025 | | 176 | 0.03 |
| Royal Caribbean Cruises 9.125% | 50,000 | US\$ | 15.06.2023 | | 47 | 0.01 |
| Rubis Terminal Infra 5.625% | 200,000 | € | 15.05.2025 | | 206 | 0.03 |
| Scientific Games International 3.375% | 190,000 | € | 15.02.2026 | | 193 | 0.03 |
| Sherwood Financing, REGS 4.5% | 140,000 | € | 15.11.2026 | | 133 | 0.02 |
| Silknet 8.375% | 200,000 | US\$ | 31.01.2027 | | 177 | 0.03 |
| SLM Student Loan Trust FRN | 82,823 | € | 15.12.2033 | | 81 | 0.01 |
| Summer Holdco 'B' 5.75% | 115,000 | € | 31.10.2026 | | 117 | 0.02 |
| Tele Columbus 3.875% | 140,000 | € | 02.05.2025 | | 130 | 0.02 |
| Tereos Finance Groupe I 7.5% | 170,000 | € | 30.10.2025 | | 177 | 0.03 |
| Thames Water Kemble Finance 4.625% | 100,000 | £ | 19.05.2026 | | 114 | 0.02 |
| Thyssenkrupp 2.875% | 185,000 | € | 22.02.2024 | | 185 | 0.03 |
| TK Elevator Midco 4.375% | 135,000 | € | 15.07.2027 | | 134 | 0.02 |
| Total Play Telecomunicaciones 6.375% | 200,000 | US\$ | 20.09.2028 | | 159 | 0.02 |
| UPCB Finance VII 3.625% | 135,000 | € | 15.06.2029 | | 133 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Vallourec, REGS 8.5% | 206,000 | € | 30.06.2026 | | 211 | 0.03 |
| Verisure Holding 3.875% | 100,000 | € | 15.07.2026 | | 98 | 0.01 |
| Voyage Care Bondco 5.875% | 125,000 | £ | 15.02.2027 | | 146 | 0.02 |
| VTR Comunicaciones 5.125% | 200,000 | US\$ | 15.01.2028 | | 172 | 0.03 |
| Ziggo Bond 3.375% | 190,000 | € | 28.02.2030 | | 168 | 0.02 |
| | | | | | 2,832 | 0.43 |
| 'CCC' credit rated bonds | | | | | | |
| Altice France Holding 8% | 110,000 | € | 15.05.2027 | | 114 | 0.02 |
| ARD Finance 5% | 100,000 | € | 30.06.2027 | | 91 | 0.01 |
| Ardagh Packaging Finance Via Ardagh Holdings 4.75% | 100,000 | £ | 15.07.2027 | | 108 | 0.02 |
| Banca Monte dei Paschi di Siena FRN | 110,000 | € | 18.01.2028 | | 73 | 0.01 |
| Banco Comercial Português FRN | 200,000 | € | 31.12.2099 | | 198 | 0.03 |
| Banco do Brasil FRN | 200,000 | US\$ | 29.10.2049 | | 173 | 0.03 |
| Banijay Group 6.5% | 130,000 | € | 01.03.2026 | | 131 | 0.02 |
| Casino Guichard Perrachon 4.048% | 100,000 | € | 05.08.2026 | | 86 | 0.01 |
| Casino Guichard Perrachon 6.625% | 180,000 | € | 15.01.2026 | | 165 | 0.02 |
| Coty 4% | 100,000 | € | 15.04.2023 | | 100 | 0.01 |
| DKT Finance 7% | 180,000 | € | 17.06.2023 | | 181 | 0.03 |
| Eskom Holdings 6.75% | 200,000 | US\$ | 06.08.2023 | | 177 | 0.03 |
| Fire BC FRN | 150,000 | € | 30.09.2024 | | 143 | 0.02 |
| Hacienda Investments Via DME Airport 5.35% | 200,000 | US\$ | 08.02.2028 | | 31 | 0.00 |
| Kernel Holding 6.75% | 200,000 | US\$ | 27.10.2027 | | 88 | 0.01 |
| La Financiere Atalian 5.125% | 195,000 | € | 15.05.2025 | | 179 | 0.03 |
| Sigma HoldCo 5.75% | 140,000 | € | 15.05.2026 | | 115 | 0.02 |
| Summer BC Holdco 'A' 9.25% | 112,632 | € | 31.10.2027 | | 116 | 0.02 |
| Superior Industries International 6% | 185,000 | € | 15.06.2025 | | 175 | 0.03 |
| Triton Water Holdings 6.25% | 165,000 | US\$ | 01.04.2029 | | 128 | 0.02 |
| TVL Finance FRN | 130,000 | £ | 15.07.2025 | | 149 | 0.02 |
| YPF 8.5% | 145,000 | US\$ | 28.07.2025 | | 111 | 0.02 |
| 'CC' credit rated bonds | | | | | | |
| ALROSA Finance 3.1% | 200,000 | US\$ | 25.06.2027 | | 39 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'C' credit rated bonds | | | | | | |
| Yuzhou Group Holdings 7.375% | 300,000 | US\$ | 13.01.2026 | | 36 | 0.01 |
| Bonds with no credit rating | | | | | 179,870 | 27.09 |
| France (Republic of) 0% | 74,000,000 | € | 18.05.2022 | | 74,066 | 11.16 |
| France (Republic of) 0% | 90,700,000 | € | 15.06.2022 | | 90,826 | 13.68 |
| Germany (Federal Republic of) 0% | 14,600,000 | € | 22.06.2022 | | 14,622 | 2.20 |
| Globe Telecom 2.5% | 200,000 | US\$ | 23.07.2030 | | 157 | 0.02 |
| International Container Terminal Services 4.75% | 200,000 | US\$ | 17.06.2030 | | 181 | 0.03 |
| Sovcombank Via SovCom Capital FRN | 200,000 | US\$ | 07.04.2030 | | 18 | 0.00 |
| Debt derivatives | | | | | (1,632) | (0.25) |
| Credit default swaps | | | | | 376 | 0.06 |
| Airbus Dec 2025 | 950,000 | € | | | 15 | 0.00 |
| Altria Group Dec 2026 | 800,000 | US\$ | | | (11) | 0.00 |
| America Movil Dec 2025 | 1,200,000 | US\$ | | | 18 | 0.00 |
| Anglo American Dec 2025 | 1,130,000 | € | | | 174 | 0.03 |
| Boeing Jun 2025 | 100,000 | US\$ | | | 0 | 0.00 |
| Boeing Jun 2026 | 380,000 | US\$ | | | (5) | 0.00 |
| British American Tobacco Dec 2026 | 750,000 | € | | | (5) | 0.00 |
| Daimler Dec 2025 | 870,000 | € | | | 16 | 0.00 |
| FirstEnergy Dec 2025 | 570,000 | US\$ | | | 7 | 0.00 |
| Glencore International Dec 2025 | 380,000 | € | | | 54 | 0.01 |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 650,000 | € | | | 52 | 0.01 |
| Oracle Corp Dec 2026 | 800,000 | US\$ | | | (6) | 0.00 |
| Wendel Dec 2025 | 420,000 | € | | | 67 | 0.01 |
| Interest rate swaps | | | | | 107 | 0.01 |
| Pay 1.3177% Receive Var. Mar 2027 | 1,200,000 | £ | | | 36 | 0.00 |
| Pay 1.6076601% Receive Var. Mar 2027 | 1,300,000 | £ | | | 19 | 0.00 |
| Pay 0.8825% Receive Var. Nov 2051 | 320,000 | £ | | | 52 | 0.01 |
| Interest rate futures | | | | | (2,115) | (0.32) |
| Deutscher Bobl 5 year Futures | (120) | € | 08.06.2022 | 119 | 486 | 0.07 |
| Deutscher Bund 10 year Futures | (11) | € | 08.06.2022 | 11 | 44 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Interest rate futures (continued) | | | | | | |
| Deutscher Bund 30 year Futures | (2) | € | 08.06.2022 | 3 | 22 | 0.00 |
| Deutscher Schatz 2 year Futures | (73) | € | 08.06.2022 | 73 | 82 | 0.01 |
| Canada Government Bonds 10 year Futures | 19 | CA\$ | 21.06.2022 | 13 | (69) | (0.01) |
| US Treasury Notes 10 year Futures | (35) | US\$ | 21.06.2022 | 32 | 103 | 0.01 |
| US Treasury Notes 10 year Futures | (43) | US\$ | 21.06.2022 | 36 | 135 | 0.02 |
| US Treasury Notes 30 year Futures | (2) | US\$ | 21.06.2022 | 2 | 0 | 0.00 |
| US Ultra Bond Futures | 564 | US\$ | 21.06.2022 | 525 | (2,966) | (0.45) |
| UK Treasury Notes Futures | (18) | £ | 28.06.2022 | 27 | 37 | 0.01 |
| US Treasury Notes 2 year Futures | (22) | US\$ | 30.06.2022 | 20 | 37 | 0.01 |
| US Treasury Notes 5 year Futures | 14 | US\$ | 30.06.2022 | 12 | (26) | 0.00 |
| Currency | | | | | (1,808) | (0.26) |
| Forward currency contracts | | | | | (1,808) | (0.26) |
| Bought for € 4,116,366.04, Sold for US\$ 4,513,966.56 | | | 06.04.2022 | | 50 | 0.01 |
| Bought for £ 2,677,574.02, Sold for US\$ 3,513,682.45 | | | 06.04.2022 | | 0 | 0.00 |
| Bought for US\$ 24,334,050.68, Sold for € 22,439,381.50 | | | 06.04.2022 | | (509) | (0.08) |
| Bought for US\$ 15,499,000.47, Sold for £ 11,741,812.14 | | | 06.04.2022 | | 79 | 0.01 |
| Bought for US\$ 374,721.70, Sold for ¥ 43,099,333.00 | | | 06.04.2022 | | 18 | 0.00 |
| Bought for € 19,694,116.80, Sold for £ 16,370,000.00 | | | 07.04.2022 | | 331 | 0.05 |
| Bought for € 11,691,241.24, Sold for US\$ 12,768,186.16 | | | 07.04.2022 | | 185 | 0.03 |
| Bought for US\$ 200,000.00, Sold for € 183,241.65 | | | 07.04.2022 | | (3) | 0.00 |
| Bought for ¥ 500,398,719.00, Sold for € 3,846,670.57 | | | 28.04.2022 | | (141) | (0.02) |
| Bought for € 54,212,339.57, Sold for £ 45,211,735.89 | | | 29.04.2022 | | 777 | 0.12 |
| Bought for € 126,358,582.82, Sold for US\$ 143,706,984.45 | | | 29.04.2022 | | (3,064) | (0.46) |
| Bought for £ 12,505,825.24, Sold for € 15,001,026.55 | | | 29.04.2022 | | (221) | (0.03) |
| Bought for US\$ 3,316,276.60, Sold for CNY 21,195,981.87 | | | 29.04.2022 | | (17) | 0.00 |
| Bought for US\$ 9,591,770.87, Sold for € 8,591,881.81 | | | 29.04.2022 | | 46 | 0.01 |
| Bought for US\$ 4,356,339.92, Sold for KRW 5,180,907,941.00 | | | 29.04.2022 | | 79 | 0.01 |
| Bought for TRY 185,587,833.00, Sold for € 11,276,519.67 | | | 10.05.2022 | | (204) | (0.03) |
| Bought for US\$ 4,705,858.18, Sold for CNY 29,949,963.77 | | | 20.05.2022 | | 1 | 0.00 |
| Bought for US\$ 7,983,959.44, Sold for TWD 221,198,790.00 | | | 20.05.2022 | | 226 | 0.03 |
| Bought for € 256,275.60, Sold for US\$ 282,364.82 | | | 01.06.2022 | | 2 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for US\$ 293,463.63, Sold for € 256,275.60 | | | 01.06.2022 | | 8 | 0.00 |
| Bought for US\$ 4,667,866.30, Sold for CNY 29,949,963.78 | | | 17.06.2022 | | (25) | 0.00 |
| Bought for US\$ 24,756,151.49, Sold for TWD 695,647,857.00 | | | 17.06.2022 | | 359 | 0.06 |
| Bought for TRY 185,587,834.27, Sold for € 10,491,708.65 | | | 21.06.2022 | | 215 | 0.03 |
| Portfolio of investments | | | | | 523,338 | 78.83 |
| Share class hedging | | | | | | |
| Bought for CHF 849,192.46, Sold for € 822,946.23 | | | 04.05.2022 | | 5 | 0.00 |
| Bought for € 7,716.00, Sold for CHF 7,953.82 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 32,325.28, Sold for US\$ 36,004.36 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 8,122,835.26, Sold for € 7,285,910.53 | | | 04.05.2022 | | 28 | 0.00 |
| Total portfolio | | | | | 523,371 | 78.83 |
| Net other assets/(liabilities) | | | | | 140,622 | 21.17 |
| Net assets | | | | | 663,993 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 95,772 | 14.43 |
| Equity portfolios | | | | | 3,810 | 0.57 |
| Bond portfolios | | | | | 18,517 | 2.79 |
| Debt securities | | | | | 401,646 | 60.49 |
| Unrealised gains on futures contracts | | | | | 7,979 | 1.20 |
| Unrealised gains on forward currency contracts | | | | | 2,409 | 0.36 |
| Unrealised gains on swap contracts | | | | | 510 | 0.07 |
| Total Investment assets | | | | | 530,643 | 79.91 |

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|----------------|---------------|
| Investment liabilities | | |
| Unrealised losses on futures contracts | (3,061) | (0.46) |
| Unrealised losses on forward currency contracts | (4,184) | (0.62) |
| Unrealised losses on swap contracts | (27) | 0.00 |
| Total Investment liabilities | (7,272) | (1.08) |
| Total portfolio | 523,371 | 78.83 |
| Net other assets/(liabilities) | 140,622 | 21.17 |
| Net assets | 663,993 | 100.00 |

^a Unlisted/unquoted.

^b Fair valued.

^c Crossholding (see note 12).

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 123,500 | 0 |
| Barclays Bank London | 5,067 | 1,023 | 0 | 95,632 |
| BNP Paribas | 604 | 33,856 | 0 | 0 |
| Citigroup Global Markets Limited | 59,393 | 0 | 0 | 0 |
| Goldman Sachs International | 4,092 | 0 | 0 | 0 |
| HSBC Bank Plc | 0 | 156,310 | 0 | 350 |
| JP Morgan Chase | 93,649 | 107,696 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 21,527 | 0 | 0 |
| National Australia Bank Ltd | 0 | 7 | 0 | 0 |
| Standard Chartered Bank | 0 | 84,794 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 16,338 | 0 | 0 |
| State Street Bank London | 0 | 85,026 | 0 | 0 |
| UBS AG London | 0 | 336,574 | 0 | 2,780 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +2.3 | +1.0 | +0.2 | +0.9 | 23.04.15 | 16.01.18 |
| Class 'A' Distribution | +2.3 | +1.0 | +0.2 | +0.9 | 23.04.15 | 16.01.18 |
| Class 'B' Accumulation | +1.8 | +0.5 | -0.3 | +1.4 | 11.09.15 | 16.01.18 |
| Class 'B' Distribution | +1.8 | +0.5 | -0.3 | +1.4 | 11.09.15 | 16.01.18 |
| Class 'C' Accumulation | +3.1 | +1.8 | +1.0 | +1.7 | 23.04.15 | 16.01.18 |
| Class 'C' Distribution | +3.1 | +1.8 | +1.0 | +1.7 | 23.04.15 | 16.01.18 |
| Class 'CI' Accumulation | +3.2 | +1.8 | +1.1 | +1.7 | 23.04.15 | 16.01.18 |
| Class 'JI' Accumulation | +3.3 | +1.9 | n/a | +1.6 | n/a | 26.02.19 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +2.1 | +0.7 | -0.1 | +1.1 | 12.08.16 | 16.01.18 |
| Class 'C-H' Accumulation | +2.9 | +1.5 | +0.7 | +1.9 | 12.08.16 | 16.01.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|---------------------------|-----------------------------------|----------------------------------|-------------------------------------|--|--------------------------------------|
| US dollar | | | | | | |
| Class 'A-H' Accumulation | +3.3 | +2.6 | +2.2 | +2.6 | 23.04.15 | 16.01.18 |
| Class 'A-H' Distribution | +3.3 | +2.6 | +2.2 | +2.6 | 23.04.15 | 16.01.18 |
| Class 'C-H' Accumulation | +4.1 | +3.4 | +3.0 | +3.4 | 23.04.15 | 16.01.18 |
| Class 'C-H' Distribution | +4.1 | +3.4 | +3.0 | +3.4 | 23.04.15 | 16.01.18 |

^a Fund performance before the launch of the fund on 16 January 2018 is that of the relevant Merged Share Class of the M&G Prudent Allocation Fund, which includes UK taxes but excludes entry and exit charges. The M&G Prudent Allocation Fund is a UK authorised fund which launched on 23 April 2015 and its non-Sterling share classes merged into M&G (Lux) Conservative Allocation Fund on 16 March 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'A-H' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| First interim | 0.0350 | 0.0344 | 0.0360 | 0.0369 | 0.0375 |
| Second interim | 0.0385 | 0.0379 | 0.0396 | 0.0420 | 0.0430 |
| Third interim | 0.0318 | 0.0311 | 0.0328 | 0.0340 | 0.0348 |
| Final | 0.0368 | 0.0361 | 0.0380 | 0.0399 | 0.0409 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|------------------|------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 9.6347 | 9.4162 | 8.4127 |
| Class 'A' Distribution | 9.0381 | 8.9673 | 8.1516 |
| Class 'B' Accumulation | 9.4372 | 9.2694 | 8.3230 |
| Class 'B' Distribution | 8.8507 | 8.8255 | 8.0630 |
| Class 'C' Accumulation | 9.9660 | 9.6624 | 8.5639 |
| Class 'C' Distribution | 9.3502 | 9.2030 | 8.2987 |
| Class 'CI' Accumulation | 9.9837 | 9.6760 | 8.5729 |
| Class 'JI' Accumulation | 10.5047 | 10.1707 | 9.0023 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 9.5260 | 9.3304 | 8.3579 |
| Class 'C-H' Accumulation | 9.8431 | 9.5635 | 8.5014 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 10.4685 | 10.1345 | 8.9582 |
| Class 'A-H' Distribution | 9.8225 | 9.6552 | 8.6853 |
| Class 'C-H' Accumulation | 10.8115 | 10.3827 | 9.1084 |
| Class 'C-H' Distribution | 10.1607 | 9.9077 | 8.8381 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 663,993 | 1,285,868 | 1,724,169 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (3,494) |
| Swung net assets | 663,993 | 1,285,868 | 1,720,675 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.60 |
| Class 'A' Distribution | | 1.60 |
| Class 'B' Accumulation | | 2.10 |
| Class 'B' Distribution | | 2.10 |
| Class 'C' Accumulation | | 0.80 |
| Class 'C' Distribution | | 0.80 |
| Class 'CI' Accumulation | | 0.76 |
| Class 'JI' Accumulation | | 0.66 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.62 |
| Class 'C-H' Accumulation | | 0.82 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.62 |
| Class 'A-H' Distribution | | 1.62 |
| Class 'C-H' Accumulation | | 0.82 |
| Class 'C-H' Distribution | | 0.83 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- Financial objective: to provide a higher total return (capital growth plus income) than that of the global equity market over any five-year period; and
- Sustainable objective: to invest in companies that have demonstrable gender and/or ethnic diversity, or which provide solutions empowering social equality.

Investment policy

At least 80% of the Fund's Net Asset Value is invested in the equity securities and equity related instruments of Diversity Companies and Inclusion Companies (as defined in the Investment Approach below) across any sector and market capitalisation that are domiciled, incorporated or listed in any country, including emerging markets. The Fund has a concentrated portfolio of usually fewer than 40 companies.

The Fund holds at least 15% and typically a maximum of 30% of its Net Asset Value in Inclusion Companies.

The Fund invests in assets that meet its ESG Criteria and/or Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.

- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria as referenced in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.

Derivatives may be used for efficient portfolio management and hedging.

Investment strategy

Investment Approach

The Fund is a focused global equity fund, making long-term investments in Diversity Companies and Inclusion Companies.

Diversity Companies are companies that demonstrate sustainability and gender and/or ethnic diversity. These are companies competitively positioned to protect their profitability. They must have at least 30% women and/or 30% ethnic minority representation on boards at the time of purchase. Diversity Companies bought for their ethnic minority representation must also have no single ethnicity representing more than 70% of the board at the time of purchase. The Investment Manager also considers other measures of gender and/or ethnic diversity in assessing the contribution of Diversity Companies to the sustainable objective.

Investment objective and policy

Diversity Companies are subject to fundamental assessment using the Fund's sustainable investment process ('EQL framework'):

- ESG Credentials: environmental and social responsibility characteristics evidenced by strong governance and sustainable business practices
- Quality: the quality and durability of the company's business model and its ability to produce sustainable economic returns
- Leading Diversity: the company's commitment towards diversity leadership through diversity representation, policies and targets

Inclusion Companies are companies that deliver solutions to empower social equality. As further described in the ESG Criteria and Sustainability Criteria, these can be understood by reference to the United Nations Sustainable Development Goals framework as companies such as those which are focused on sustainable development goals such as Good Health and Wellbeing, Quality Education; Gender Equality; Decent Work and Economic Growth; Industry, Innovation and Infrastructure; Reduced Inequalities; and Peace, Justice and Strong Institutions; or other companies which the Investment Manager considers appropriate to invest in in pursuit of the sustainable objective.

Inclusion Companies are subject to assessment and measurement of the ability to generate financial returns and deliver solutions to empower social equality, which is conducted at a company level using M&G's impact assessment methodology (including a scoring process). This focuses on three criteria:

- Investment Credentials: the quality and durability of the company's business model and its ability to produce sustainable economic returns;
- Intention: the company's purpose as evidenced by the alignment of its mission statement with its corporate strategy and actions; and
- Impact: the scale of the net positive societal impact and the company's progress in addressing social equality challenges.

The Fund invests in three categories of companies empowering social equality.

- 'Pioneers', whose products or services have or could have a transformational effect on social equality.
- 'Enablers', which provide the tools for others to empower social equality.
- 'Leaders', which spearhead and mainstream sustainability in industries empowering social equality, but which may have more established profitability than pioneers.

The Investment Manager's engagement with the companies in which the Fund invests is key to the investment approach.

Further information on Pioneers, Enablers and Leaders can be found in the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the sustainability credentials of the remaining companies. The Investment Manager analyses and scores these companies using external and internal research, combining qualitative and quantitative methods with an assessment of ESG Factors to build a watchlist of companies that either demonstrate diversity in its leadership (resulting from the EQL framework) or deliver solutions to empower social equality (resulting from M&G's impact assessment methodology), and are assessed to have sustainable business models. Further information about the assessment and scoring process can be found in the ESG Criteria and Sustainability Criteria.
3. The Investment Manager decides the appropriate time to purchase companies approved on the watchlist after consideration of their valuation.

Investment objective and policy

The Investment Manager selects the most suitable assets to build a concentrated and high-conviction portfolio.

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 9 fund under SFDR.

Taxonomy Regulation

In line with its sustainable investment objective, the Fund invests in underlying investments that contribute to a social objective. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in have demonstrable gender and/or ethnic diversity, or which provide solutions empowering social equality but currently does not specifically target underlying investments that contribute to climate change mitigation and/or adaptation. As a result, the

Fund's investments are not in taxonomy-aligned environmentally sustainable economic activities.

Sustainable objective

The fund had an objective to invest in companies that have demonstrable gender and/or ethnic diversity, or which provide solutions empowering social equality. The fund met this objective by investing in companies with these characteristics, based on M&G's impact assessment methodology and a proprietary framework covering diversity.

As at 31 March 2022 the portfolio comprised 21.7% in social inclusion companies and 74.8% in diversity companies, totalling 96.5% of assets. The balance was held in cash (3.5%).

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and other investments that failed the Investment Manager's good governance tests.

From 18 November 2021 (when the fund launched) to the end of the review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

From 18 November 2021 (when the fund launched) to the end of the review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

Investment objective and policy

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Diversity and Inclusion Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- An Annual Diversity and Inclusion Report providing an assessment of the Fund's sustainable objective will also be published when available.
- Any other periodic reporting against the sustainable objective of the Fund.

Benchmark

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the Fund's financial objective. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency.

Investment review

For the period from 18 November 2021 (the launch date of the fund) to 31 March 2022

Performance review

The M&G (Lux) Diversity and Inclusion Fund is a hybrid strategy that incorporates sustainable and impact investing approaches.

The fund is a concentrated portfolio, generally holding fewer than 40 global stocks, while maintaining a watch-list of some 200 'Diversity Companies' and 'Inclusion Companies' that the fund manager can buy when she believes the timing and price are right.

The majority of the fund is allocated to companies that maintain a commitment towards diversity in leadership through diversity representation, policies and targets. This is the sustainability portion of the portfolio and these stocks must pass an assessment of their Environmental, Social and Governance (ESG) credentials, financial quality and leadership.

Companies are expected to have a minimum of 30% women and/or ethnic minority representation at board level, and a high degree of diversity within leadership teams and/or workforces. The diversity requirement at board level applies to a company at the time it is purchased by the fund.

For the Diversity portion of the portfolio, the fund manager takes a flexible approach to portfolio construction, identifying companies which fit into one of two broad 'buckets' – 'stable growth' and 'opportunities'. Two stock examples are the consumer goods giant Unilever, where 51% of the managers are women and 30% of the executive team is ethnically diverse, and Lululemon, a Canadian athletic apparel manufacturer, which has 67% women in leadership teams and 75% women in the workforce.

At least 15% of the fund is invested in 'Inclusion companies' that provide solutions to social inequality. This is the impact portion of the portfolio, and these stocks must pass through M&G's proprietary screening framework. There is no cap on the proportion of the

fund that will be invested in Inclusion Companies, but typically this will comprise less than 30% of the portfolio.

Within the Inclusion part of the portfolio, the fund invests in three types of impactful companies. We classify these as 'pioneers', 'enablers' and 'leaders', which we think help to provide additional diversification across industries, end-markets, and maturity of business models. Two stock examples are Bright Horizons in the US, a pioneer in childcare and early education, where approximately 30,000 women are positively impacted at full service centres and 1.75m women benefit in back-up centres serving 7 million children, and Safaricom, Kenya's largest telecoms provider, which as an enabler has 24.9 million mobile payment users, servicing the unbanked society.

The fund also embraces the United Nations Sustainable Development Goals (SDG) framework, and maps each of its Inclusion Company holdings to its prime or dominant SDG, according to our analysis.

Thembeke Stemela

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|----------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 12,405 | 96.58 |
| United Kingdom | | | | | 1,357 | 10.56 |
| Helios Towers | 128,428 | £ | | | 197 | 1.53 |
| RELX | 13,062 | £ | | | 412 | 3.21 |
| Unilever | 7,967 | £ | | | 368 | 2.86 |
| WH Smith | 19,889 | £ | | | 380 | 2.96 |
| France | | | | | 1,076 | 8.38 |
| Kering | 506 | € | | | 325 | 2.53 |
| Legrand | 2,459 | € | | | 237 | 1.85 |
| Schneider Electric | 3,045 | € | | | 514 | 4.00 |
| Ireland | | | | | 625 | 4.86 |
| Accenture 'A' | 1,113 | US\$ | | | 377 | 2.93 |
| AIB Group | 111,674 | € | | | 248 | 1.93 |
| United States | | | | | 6,161 | 47.97 |
| American Water Works | 2,408 | US\$ | | | 400 | 3.12 |
| Ansys | 1,387 | US\$ | | | 444 | 3.46 |
| Booking Holdings | 176 | US\$ | | | 410 | 3.19 |
| Bright Horizons Family Solutions | 4,213 | US\$ | | | 566 | 4.41 |
| Cisco Systems Delaware | 8,003 | US\$ | | | 450 | 3.50 |
| Colgate-Palmolive | 5,334 | US\$ | | | 408 | 3.18 |
| Etsy | 968 | US\$ | | | 131 | 1.02 |
| Hewlett Packard Enterprise | 13,314 | US\$ | | | 498 | 3.88 |
| Illumina | 1,110 | US\$ | | | 391 | 3.04 |
| Microsoft | 1,619 | US\$ | | | 510 | 3.97 |
| MSA Safety | 2,664 | US\$ | | | 363 | 2.83 |
| Progyny | 4,873 | US\$ | | | 248 | 1.93 |
| Quest Diagnostics | 3,728 | US\$ | | | 518 | 4.03 |
| S&P Global | 892 | US\$ | | | 374 | 2.91 |
| Visa 'A' | 2,014 | US\$ | | | 450 | 3.50 |
| Canada | | | | | 792 | 6.16 |
| Intact Financial | 3,097 | CA\$ | | | 458 | 3.56 |
| Lululemon Athletica | 884 | US\$ | | | 334 | 2.60 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Japan | | | | | | |
| Katitas | 7,200 | ¥ | | | 200 | 1.56 |
| Australia | | | | | | |
| Brambles | 54,365 | AU\$ | | | 404 | 3.15 |
| Cochlear | 2,466 | AU\$ | | | 415 | 3.23 |
| India | | | | | | |
| HDFC Bank ADR | 7,806 | US\$ | | | 478 | 3.72 |
| Georgia | | | | | | |
| Bank of Georgia Group | 12,574 | £ | | | 200 | 1.56 |
| South Africa | | | | | | |
| Bidvest Group | 23,020 | ZAR | | | 353 | 2.75 |
| Kenya | | | | | | |
| Safaricom | 1,164,963 | KES | | | 344 | 2.68 |
| Portfolio of investments | | | | | 12,405 | 96.58 |
| Total portfolio | | | | | 12,405 | 96.58 |
| Net other assets/(liabilities) | | | | | 439 | 3.42 |
| Net assets | | | | | 12,844 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 12,405 | 96.58 |
| Total Investment assets | | | | | 12,405 | 96.58 |
| Total portfolio | | | | | 12,405 | 96.58 |
| Net other assets/(liabilities) | | | | | 439 | 3.42 |
| Net assets | | | | | 12,844 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

As the sub-fund has not yet operated for a 12-month period long-term performance figures have not been calculated. Please see the sub-fund's Key Investor Information Document (available from our website at www.mandg.lu) for recently available performance information.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|
| Final | 0.0366 | 0.0367 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the period from 18 November 2021 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| | |
|--|-----------------|
| NAV per share | 31.03.22 |
| Euro | € |
| Class 'A' Accumulation | 9.4789 |
| Class 'A' Distribution | 9.4789 |
| Class 'C' Accumulation | 9.5136 |
| Class 'C' Distribution | 9.5135 |
| Class 'CI' Accumulation | 9.5152 |
| Class 'L' Accumulation | 9.5292 |
| Sterling | £ |
| Class 'C' Accumulation | 9.5602 |
| Class 'CI' Accumulation | 9.5618 |
| Class 'L' Accumulation | 9.5759 |
| US dollar | US\$ |
| Class 'A' Accumulation | 9.2699 |
| Class 'C' Accumulation | 9.3038 |
| Class 'CI' Accumulation | 9.3056 |
| Class 'L' Accumulation | 9.3192 |
| Class 'ZI' Accumulation | 9.3311 |
| NAV at fund level | 31.03.22 |
| | US\$'000 |
| Net assets | 12,844 |
| Swing pricing adjustment (see note 11) | n/a |
| Swung net assets | 12,844 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.95 |
| Class 'A' Distribution | | 1.95 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C' Distribution | | 0.95 |
| Class 'CI' Accumulation | | 0.93 |
| Class 'L' Accumulation | | 0.50 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.95 |
| Class 'CI' Accumulation | | 0.93 |
| Class 'L' Accumulation | | 0.50 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.95 |
| Class 'C' Accumulation | | 0.95 |
| Class 'CI' Accumulation | | 0.93 |
| Class 'L' Accumulation | | 0.50 |
| Class 'ZI' Accumulation | | 0.18 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The fund aims to deliver a positive total return (the combination of income and capital growth) of 5-10% per annum in any three-year period, through investment in a range of global assets.

Investment policy

The fund has a highly flexible investment approach with the freedom to invest in different types of assets issued anywhere in the world and denominated in any currency.

The fund will typically use derivatives to gain exposure to these assets. The fund may also use derivatives to take short positions (holding derivatives with the aim of delivering a positive return when the assets they are linked to fall in value) and to gain exposure to investments exceeding the Net Asset Value of the fund in order to increase potential returns in both rising and falling markets.

The fund may invest in China A Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Exchange.

The fund may also invest directly in these assets, or indirectly through other collective investment schemes. The fund can also invest in currencies, cash, near cash, deposits and warrants. The Investment Manager will normally seek to hold more than 30% of the fund's Net Asset Value in euro denominated assets (or other currencies hedged back to euro). Additionally, the Investment Manager will seek to hold a minimum of 60% of the fund's Net Asset Value in a combination of USD, sterling and euro denominated assets (these can be direct or hedged positions).

The fund will normally invest within the following net allocation ranges: 0-80% in fixed income, 20-60% in equities and 0-20% in 'other' assets.

Fixed income instruments that the fund may invest in include the following:

- derivatives whose value is derived from bonds, interest rates or credit risk;
- bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies;
- bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;
- bonds which are rated investment grade by a recognised rating agency;
- unrated bonds and bonds which are rated sub-investment grade, up to 60% of the fund's Net Asset Value; and
- Asset-backed securities, up to 20% of the fund's Net Asset Value.

Equity instruments that the fund may invest in include (a) derivatives whose value is derived from company shares and (b) direct company shares.

Other assets, for this purpose, include convertible bonds and contingent convertible debt securities. Contingent convertible debt securities are subject to a maximum of 5% of the fund's Net Asset Value. Also included in 'other assets', mostly to provide a relatively uncorrelated source of returns to the fund, are shares in closed-ended real estate investment trusts or investments in companies acting in real estate and/or infrastructure sector.

Derivatives can be used to meet the fund's investment objective, for hedging purposes, and for efficient portfolio management. The derivative instruments that the fund can invest in to achieve its objectives include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options, and total return swaps.

Investment objective and policy

Investment strategy

Investment approach

The Investment Manager has a very flexible top-down approach to the allocation of capital between different types of assets in response to changes in economic conditions and asset values. This approach combines in-depth research to work out the value of assets over the medium to long term, with analysis of market reactions to events to identify investment opportunities. In particular, the manager seeks to respond when asset prices move away from a reasonable sense of 'fair' long-term value due to market reactions to events.

The fund seeks to manage risk by investing globally across multiple asset classes, sectors, currencies and countries. Where the Investment Manager believes opportunities are limited to a few areas, the portfolio may be very concentrated in certain assets or markets. The fund will typically take investment positions at index or sector level, but it may also take positions in individual shares or bonds.

The Investment Manager believes that this approach has the potential to deliver an annualised volatility (the degree to which the value of the fund fluctuates over any 12-month period) of between 5% and 12%.

Responsible Investment Approach

The fund is categorised as ESG Integrated.

The ESG categorisation of the fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

The fund is actively managed and it has no benchmark.

Investors can assess the performance of the fund by its objective to provide a total return of 5-10% per annum over any three-year period.

Investment review

For the year ended 31 March 2022

Performance review

While many stockmarkets generated decent gains during the review period, investor sentiment deteriorated later in the period and volatility in equity markets (as stockmarkets are also known) increased notably. Initially, investors were reassured by successful vaccination programmes against COVID-19, together with ongoing support packages from governments and central banks and the reopening of businesses and economies. This all helped the global economy to recover from the coronavirus pandemic.

As we moved later through 2021, however, investors began to worry about the higher inflation and the withdrawal of government and central bank support for economies. This caused some sharp sell-offs in equity markets, although these were generally followed by recovery.

News worsened in 2022, with continuing concerns about higher inflation exacerbated by Russia's invasion of Ukraine. The world's central banks responded to rising costs by increasing interest rates. The Federal Reserve raised the US interest rate for the first time since 2018 and several more hikes are expected.

The prospect of multiple interest rate increases weighed heavily on government bond markets, which fell sharply in prices, with a consequent increase in yields.

Against this background, the fund delivered a positive total return (the combination of capital growth and income), with the allocations to most asset classes adding value. The gains in equities were led by our holdings of mining, healthcare and banking businesses, as well as UK stocks. These more than outweighed losses from holdings in Asia, especially China and Korea.

Government bonds also added value. Long positions in long-dated US Treasuries generated positive returns early in the review period, when investors were confident about recovery in the global economy. Later, however, when concerns arose about inflation, short

positions in 5-year US Treasuries proved profitable (in taking a short position, fund managers hope to make a profit if the price of the asset falls). Holdings of emerging market government bonds also delivered positive returns, particularly those from South Africa, Brazil and Mexico.

Currency exposure cost some value, especially the Turkish lira.

Investment activities

Initially, the period was relatively quiet in terms of portfolio activity and we maintained a modest bias towards risk throughout 2021, holding a diverse range of equities, with the risk offset by a sizeable holding of long-dated US government bonds, which are considered safer.

Exposure to equities was increased in mid-2021, in response to market volatility. In the autumn the allocation was reduced after good performance, before being increased again by adding Japanese and banking stocks after weakness in those markets. We gradually reduced our exposure to the US equity market since we believed valuations had become less attractive relative to the rest of the world and more vulnerable to rising interest rates or earnings disappointment. Towards the end of the period, in a move to reduce risk, we trimmed exposure to mining stocks after robust price gains and initiated a short position in the US stockmarket.

Among emerging market government bonds, we added to holdings of bonds from Brazil, Mexico and South Africa, while selling our Australian bonds.

We dynamically adjusted our holdings of US government bonds. As yields fell, we reduced our holdings of long-dated US Treasuries. We also significantly increased our short position in short-dated US government bonds, designed to protect the portfolio from a potential sell-off of short-dated bonds in a rising rate environment. This position was closed towards the end of the period after adding considerable value.

Investment review

Outlook

Although the fundamental economic background seems supportive of corporate profits, risks have increased. In particular, there is a possibility that higher interest rates will pose a threat to all riskier assets. Therefore, we take a cautious stance and will wait patiently for potential opportunities. We currently hold an elevated level of cash to give us scope to respond to future volatility.

Juan Nevado and Craig Moran

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Securities Limited.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 612,817 | 25.60 |
| Software & computer services | | | | | 18,142 | 0.76 |
| Autohome ADR | 59,864 | US\$ | | | 1,708 | 0.07 |
| Baidu ADR | 15,645 | US\$ | | | 2,006 | 0.09 |
| JD.com 'A' | 152,482 | HK\$ | | | 4,055 | 0.17 |
| NTT Data | 18,300 | ¥ | | | 327 | 0.01 |
| OneConnect Financial Technology | 589,486 | US\$ | | | 757 | 0.03 |
| Tencent Holdings | 180,500 | HK\$ | | | 7,702 | 0.32 |
| TravelSky Technology 'H' | 1,225,000 | HK\$ | | | 1,587 | 0.07 |
| Technology hardware & equipment | | | | | 5,757 | 0.24 |
| Advantest | 3,700 | ¥ | | | 264 | 0.01 |
| FUJIFILM Holdings | 7,800 | ¥ | | | 433 | 0.02 |
| Fujitsu | 3,900 | ¥ | | | 532 | 0.02 |
| Jiangsu Zhongtian Technology | 488,705 | CNY | | | 1,179 | 0.05 |
| NEC | 28,000 | ¥ | | | 1,068 | 0.05 |
| Renesas Electronics | 120,500 | ¥ | | | 1,275 | 0.05 |
| Rohm | 6,100 | ¥ | | | 432 | 0.02 |
| Tokyo Electron | 700 | ¥ | | | 326 | 0.01 |
| Xiaomi 'B' | 155,400 | HK\$ | | | 248 | 0.01 |
| Telecommunications service providers | | | | | 15,391 | 0.64 |
| Alibaba Group Holding | 706,652 | HK\$ | | | 9,033 | 0.38 |
| KDDI | 15,700 | ¥ | | | 465 | 0.02 |
| Meituan Dianping 'B' | 168,300 | HK\$ | | | 2,982 | 0.12 |
| Nippon Telegraph & Telephone | 74,900 | ¥ | | | 1,968 | 0.08 |
| SoftBank Group | 22,900 | ¥ | | | 943 | 0.04 |
| Health care providers | | | | | 17,807 | 0.74 |
| Anthem | 12,646 | US\$ | | | 5,734 | 0.24 |
| Cigna | 19,228 | US\$ | | | 4,262 | 0.18 |
| Humana | 9,408 | US\$ | | | 3,728 | 0.15 |
| UnitedHealth Group | 8,692 | US\$ | | | 4,083 | 0.17 |
| Medical equipment & services | | | | | 413 | 0.02 |
| Hoya | 2,700 | ¥ | | | 281 | 0.01 |
| Terumo | 4,800 | ¥ | | | 132 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Pharmaceuticals & biotechnology | | | | | 70,787 | 2.96 |
| AbbVie | 43,450 | US\$ | | | 6,422 | 0.27 |
| Amgen | 21,725 | US\$ | | | 4,752 | 0.20 |
| Astellas Pharma | 88,100 | ¥ | | | 1,247 | 0.05 |
| Biogen | 12,544 | US\$ | | | 2,383 | 0.10 |
| Bristol-Myers Squibb | 169,988 | US\$ | | | 11,313 | 0.47 |
| Daiichi Sankyo | 23,000 | ¥ | | | 458 | 0.02 |
| Eli Lilly | 29,843 | US\$ | | | 7,810 | 0.33 |
| Gilead Sciences | 62,877 | US\$ | | | 3,382 | 0.14 |
| Hutchison China MediTech ADR | 41,697 | US\$ | | | 744 | 0.03 |
| Hutchmed China | 163,500 | HK\$ | | | 563 | 0.02 |
| Incyte | 38,317 | US\$ | | | 2,753 | 0.11 |
| Johnson & Johnson | 47,275 | US\$ | | | 7,655 | 0.32 |
| Merck | 93,433 | US\$ | | | 6,944 | 0.29 |
| Organon | 12,058 | US\$ | | | 389 | 0.02 |
| Pfizer | 119,728 | US\$ | | | 5,658 | 0.24 |
| Regeneron Pharmaceuticals | 6,979 | US\$ | | | 4,365 | 0.18 |
| Shionogi | 5,500 | ¥ | | | 307 | 0.01 |
| Takeda Pharmaceutical | 38,200 | ¥ | | | 990 | 0.04 |
| Viartis | 37,196 | US\$ | | | 367 | 0.02 |
| Wuxi Biologics Cayman | 84,000 | HK\$ | | | 627 | 0.03 |
| Zai Lab | 32,456 | US\$ | | | 1,324 | 0.06 |
| Zai Lab | 81,500 | HK\$ | | | 334 | 0.01 |
| Banks | | | | | 155,579 | 6.50 |
| Bank of America | 515,178 | US\$ | | | 19,940 | 0.83 |
| China Construction Bank 'H' | 9,406,000 | HK\$ | | | 6,369 | 0.27 |
| Citigroup | 397,499 | US\$ | | | 19,691 | 0.82 |
| Industrial & Commercial Bank of China 'H' | 3,508,000 | HK\$ | | | 1,941 | 0.08 |
| JPMorgan Chase | 159,268 | US\$ | | | 20,190 | 0.84 |
| Lloyds Banking Group | 35,151,739 | £ | | | 19,863 | 0.83 |
| Mitsubishi UFJ Financial Group | 1,982,900 | ¥ | | | 11,174 | 0.47 |
| Mizuho Financial Group | 812,300 | ¥ | | | 9,433 | 0.40 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Banks (continued) | | | | | | |
| Resona Holdings | 2,394,300 | ¥ | | | 9,308 | 0.39 |
| Sumitomo Mitsui Financial Group | 308,100 | ¥ | | | 8,904 | 0.37 |
| Sumitomo Mitsui Trust Holdings | 308,500 | ¥ | | | 9,152 | 0.38 |
| Wells Fargo | 433,044 | US\$ | | | 19,614 | 0.82 |
| Finance & credit services | | | | | 23,608 | 0.99 |
| American Express | 118,271 | US\$ | | | 20,221 | 0.85 |
| Credit Saison | 105,100 | ¥ | | | 1,015 | 0.04 |
| Far East Horizon | 1,012,000 | HK\$ | | | 815 | 0.03 |
| ORIX | 85,800 | ¥ | | | 1,557 | 0.07 |
| Investment banking & brokerage services | | | | | 122,484 | 5.12 |
| 3i Infrastructure | 7,908,655 | £ | | | 32,674 | 1.37 |
| Bank of New York Mellon | 426,218 | US\$ | | | 19,944 | 0.83 |
| China International Capital 'H' | 631,600 | HK\$ | | | 1,268 | 0.05 |
| Escrow Altegrity ^a | 28,954 | US\$ | | | 68 | 0.00 |
| GF Securities 'H' | 1,099,800 | HK\$ | | | 1,405 | 0.06 |
| Greencoat UK Wind | 18,674,441 | £ | | | 33,645 | 1.41 |
| Huatai Securities 'H' | 806,800 | HK\$ | | | 1,115 | 0.05 |
| Nippon Express Holdings | 4,400 | ¥ | | | 274 | 0.01 |
| Nomura Holdings | 113,900 | ¥ | | | 435 | 0.02 |
| Equity portfolios (as part of the above industry group) | | | | | | |
| M&G (Lux) Japan Fund Euro Class 'C' (Accumulation) ^b | 654,039 | € | | | 15,778 | 0.66 |
| M&G (Lux) Global Emerging Markets Fund Euro Class 'CI' (Accumulation) ^b | 1,229,364 | € | | | 15,878 | 0.66 |
| Life insurance | | | | | | |
| Ping An Insurance Group of China 'H' | 418,500 | HK\$ | | | 2,668 | 0.11 |
| Non-life insurance | | | | | | |
| Tokio Marine Holdings | 11,400 | ¥ | | | 601 | 0.03 |
| Real estate investment & services | | | | | 6,422 | 0.27 |
| KE Holdings | 71,626 | US\$ | | | 838 | 0.04 |
| Kerry Properties | 638,500 | HK\$ | | | 1,625 | 0.07 |
| Mitsubishi Estate | 25,700 | ¥ | | | 346 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Real estate investment & services (continued) | | | | | | |
| Mitsui Fudosan | 74,000 | ¥ | | | 1,436 | 0.06 |
| Nomura Real Estate Holdings | 12,800 | ¥ | | | 278 | 0.01 |
| Shimao Group Holdings | 967,000 | HK\$ | | | 490 | 0.02 |
| Sun Hung Kai Properties | 131,000 | HK\$ | | | 1,409 | 0.06 |
| Real estate investment trusts | | | | | | |
| Unibail-Rodamco-Westfield | 211,483 | € | | | 14,435 | 0.60 |
| Automobiles & parts | | | | | | |
| | | | | | 14,525 | 0.61 |
| Brilliance China Automotive Holdings | 3,212,000 | HK\$ | | | 2,145 | 0.09 |
| CRRC 'H' | 2,689,000 | HK\$ | | | 972 | 0.04 |
| Dongfeng Motor Group 'H' | 1,360,000 | HK\$ | | | 919 | 0.04 |
| Geely Automobile Holdings | 370,000 | HK\$ | | | 522 | 0.02 |
| Honda Motor | 72,600 | ¥ | | | 1,869 | 0.08 |
| NIO ADR | 31,323 | US\$ | | | 636 | 0.03 |
| Nissan Motor | 31,500 | ¥ | | | 127 | 0.01 |
| REE Automotive | 154,557 | US\$ | | | 274 | 0.01 |
| Sumitomo Electric Industries | 53,100 | ¥ | | | 573 | 0.02 |
| Suzuki Motor | 18,600 | ¥ | | | 578 | 0.02 |
| Toyota Industries | 14,000 | ¥ | | | 877 | 0.04 |
| Toyota Motor | 248,500 | ¥ | | | 4,096 | 0.17 |
| XPeng | 13,798 | US\$ | | | 358 | 0.02 |
| Yamaha Motor | 28,300 | ¥ | | | 579 | 0.02 |
| Household goods & home construction | | | | | | |
| | | | | | 655 | 0.03 |
| Daiwa House Industry | 8,900 | ¥ | | | 212 | 0.01 |
| Sekisui Chemical | 16,900 | ¥ | | | 220 | 0.01 |
| Sekisui House | 12,700 | ¥ | | | 223 | 0.01 |
| Leisure goods | | | | | | |
| | | | | | 5,661 | 0.24 |
| Nikon | 60,600 | ¥ | | | 591 | 0.03 |
| Nintendo | 4,700 | ¥ | | | 2,150 | 0.09 |
| Panasonic Holdings | 75,700 | ¥ | | | 667 | 0.03 |
| Shimano | 500 | ¥ | | | 104 | 0.00 |
| Sony Group | 22,800 | ¥ | | | 2,149 | 0.09 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|-------------------------------------|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Personal goods | | | | | 3,500 | 0.15 |
| Crystal International Group | 4,634,500 | HK\$ | | | 1,659 | 0.07 |
| Kao | 3,400 | ¥ | | | 126 | 0.00 |
| NetEase | 81,055 | HK\$ | | | 1,328 | 0.06 |
| Shiseido | 8,400 | ¥ | | | 387 | 0.02 |
| Media | | | | | | |
| TBS Holdings | 24,000 | ¥ | | | 318 | 0.01 |
| Retailers | | | | | 3,471 | 0.14 |
| Fast Retailing | 900 | ¥ | | | 419 | 0.02 |
| MINISO Group Holding | 145,220 | US\$ | | | 1,057 | 0.04 |
| Pan Pacific International Holdings | 10,700 | ¥ | | | 155 | 0.00 |
| Seven & i Holdings | 42,800 | ¥ | | | 1,840 | 0.08 |
| Travel & leisure | | | | | 5,233 | 0.22 |
| Central Japan Railway | 5,000 | ¥ | | | 591 | 0.03 |
| East Japan Railway | 4,100 | ¥ | | | 215 | 0.01 |
| Huazhu Group | 129,500 | HK\$ | | | 398 | 0.02 |
| Huazhu Group ADR | 44,539 | US\$ | | | 1,366 | 0.06 |
| Keisei Electric Railway | 22,900 | ¥ | | | 579 | 0.02 |
| Trip.com Group ADR | 26,809 | US\$ | | | 583 | 0.02 |
| West Japan Railway | 8,700 | ¥ | | | 328 | 0.01 |
| Yum China Holdings | 29,860 | US\$ | | | 1,173 | 0.05 |
| Beverages | | | | | 2,661 | 0.11 |
| Asahi Group Holdings | 6,600 | ¥ | | | 218 | 0.01 |
| China Resources Beer Holdings | 248,000 | HK\$ | | | 1,364 | 0.06 |
| Kirin Holdings | 43,600 | ¥ | | | 591 | 0.02 |
| Kweichow Moutai | 2,000 | CNY | | | 488 | 0.02 |
| Food producers | | | | | | |
| Yukiguni Maitake | 14,300 | ¥ | | | 121 | 0.00 |
| Construction & materials | | | | | 3,348 | 0.14 |
| Hitachi Zosen | 19,700 | ¥ | | | 109 | 0.01 |
| Sinopec Engineering Group 'H' | 4,210,500 | HK\$ | | | 1,935 | 0.08 |
| Taisei | 20,500 | ¥ | | | 537 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Construction & materials (continued) | | | | | | |
| TK Group Holdings | 2,772,000 | HK\$ | | | 767 | 0.03 |
| Electricity | | | | | | |
| CGN Power 'H' | 5,143,000 | HK\$ | | | 1,207 | 0.05 |
| Electronic & electrical equipment | | | | | 5,368 | 0.22 |
| Arbe Robotics | 71,244 | US\$ | | | 445 | 0.02 |
| Hitachi | 44,800 | ¥ | | | 2,047 | 0.08 |
| Hollysys Automation Technologies | 30,225 | US\$ | | | 459 | 0.02 |
| Keyence | 1,300 | ¥ | | | 551 | 0.02 |
| MINEBEA MITSUMI | 20,700 | ¥ | | | 413 | 0.02 |
| Murata Manufacturing | 15,800 | ¥ | | | 948 | 0.04 |
| Nidec | 4,200 | ¥ | | | 303 | 0.01 |
| TDK | 6,100 | ¥ | | | 202 | 0.01 |
| General industrials | | | | | 1,611 | 0.07 |
| AGC | 5,600 | ¥ | | | 204 | 0.01 |
| Daikin Industries | 3,300 | ¥ | | | 549 | 0.02 |
| ITOCHU | 6,400 | ¥ | | | 197 | 0.01 |
| Mitsubishi Electric | 39,600 | ¥ | | | 414 | 0.02 |
| Toshiba | 7,200 | ¥ | | | 247 | 0.01 |
| Industrial engineering | | | | | 7,475 | 0.31 |
| CIMC Vehicles Group 'H' | 1,180,500 | HK\$ | | | 735 | 0.03 |
| Daifuku | 4,700 | ¥ | | | 306 | 0.01 |
| Hino Motors | 31,100 | ¥ | | | 166 | 0.01 |
| Isuzu Motors | 22,700 | ¥ | | | 267 | 0.01 |
| Jiangsu Huahong Technology Stock 'A' | 258,595 | CNY | | | 661 | 0.03 |
| Kawasaki Heavy Industries | 22,000 | ¥ | | | 363 | 0.01 |
| Komatsu | 19,200 | ¥ | | | 419 | 0.02 |
| Kubota | 13,800 | ¥ | | | 236 | 0.01 |
| Sinoseal Holding | 110,358 | CNY | | | 580 | 0.02 |
| SMC | 400 | ¥ | | | 204 | 0.01 |
| Sumitomo Heavy Industries | 9,500 | ¥ | | | 198 | 0.01 |
| Weichai Power 'H' | 1,360,000 | HK\$ | | | 1,929 | 0.08 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Industrial engineering (continued) | | | | | | |
| Yangzijiang Shipbuilding Holdings | 1,381,600 | SG\$ | | | 1,411 | 0.06 |
| Industrial support services | | | | | 4,814 | 0.20 |
| Mitsubishi | 12,800 | ¥ | | | 437 | 0.02 |
| Mitsui | 78,500 | ¥ | | | 1,934 | 0.08 |
| Recruit Holdings | 19,000 | ¥ | | | 761 | 0.03 |
| Sinotrans 'H' | 3,736,000 | HK\$ | | | 1,058 | 0.04 |
| Yamato Holdings | 36,700 | ¥ | | | 624 | 0.03 |
| Industrial transportation | | | | | 11,113 | 0.46 |
| China Railway Signal & Communication 'H' | 6,197,000 | HK\$ | | | 1,771 | 0.07 |
| COSCO SHIPPING Energy Transportation 'H' | 4,136,000 | HK\$ | | | 1,714 | 0.07 |
| COSCO SHIPPING Ports | 3,554,572 | HK\$ | | | 2,492 | 0.11 |
| Hainan Meilan Internationa 'H' | 704,000 | HK\$ | | | 1,479 | 0.06 |
| Pacific Basin Shipping | 5,425,000 | HK\$ | | | 2,656 | 0.11 |
| Shanghai International Airport 'A' | 143,613 | CNY | | | 1,001 | 0.04 |
| Industrial metals & mining | | | | | 51,358 | 2.14 |
| Anglo American | 283,852 | £ | | | 13,419 | 0.56 |
| Baoshan Iron & Steel 'A' | 1,608,761 | CNY | | | 1,540 | 0.06 |
| BHP Group | 414,165 | £ | | | 14,484 | 0.61 |
| Glencore | 1,308,049 | £ | | | 7,696 | 0.32 |
| MMG | 2,236,000 | HK\$ | | | 810 | 0.03 |
| Nippon Steel | 10,000 | ¥ | | | 161 | 0.01 |
| Rio Tinto | 183,769 | £ | | | 13,248 | 0.55 |
| Chemicals | | | | | 4,243 | 0.18 |
| Asahi Kasei | 68,400 | ¥ | | | 537 | 0.02 |
| Dongyue Group | 1,094,000 | HK\$ | | | 1,357 | 0.06 |
| Earth | 6,200 | ¥ | | | 257 | 0.01 |
| JSR | 4,800 | ¥ | | | 129 | 0.01 |
| Mitsubishi Chemical Holdings | 22,100 | ¥ | | | 134 | 0.01 |
| Nitto Denko | 2,900 | ¥ | | | 189 | 0.01 |
| Shin-Etsu Chemical | 5,400 | ¥ | | | 753 | 0.03 |
| Showa Denko KK | 32,000 | ¥ | | | 575 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Chemicals (continued) | | | | | | |
| Sumitomo Chemical | 25,900 | ¥ | | | 108 | 0.00 |
| Toray Industries | 43,300 | ¥ | | | 204 | 0.01 |
| Non-renewable energy | | | | | 5,332 | 0.22 |
| Cenovus Energy | 97,164 | CA\$ | | | 1,459 | 0.06 |
| Cenovus Energy (Warrant) | 20,753 | CA\$ | | | 211 | 0.01 |
| CIMC Enric Holdings | 1,478,000 | HK\$ | | | 1,657 | 0.07 |
| ENEOS Holdings | 70,700 | ¥ | | | 240 | 0.01 |
| Sinopec Kantons Holdings | 5,622,000 | HK\$ | | | 1,765 | 0.07 |
| Renewable energy | | | | | | |
| Greencoat Renewables | 16,394,241 | € | | | 18,566 | 0.78 |
| Equity derivatives | | | | | 8,143 | 0.34 |
| Equity index futures | | | | | 8,143 | 0.34 |
| IBEX 35 Index Futures | 431 | € | 14.04.2022 | 36,398 | 1,109 | 0.05 |
| FTSE MIB Index Futures | 451 | US\$ | 28.04.2022 | 25,221 | 415 | 0.02 |
| Hang Seng China Enterprises Index Futures | 659 | HK\$ | 28.04.2022 | 28,545 | 861 | 0.04 |
| MSCI Singapore Index Futures | 1,151 | SG\$ | 28.04.2022 | 25,562 | 298 | 0.01 |
| Korean Stock Exchange Futures | 1,480 | KRW | 09.06.2022 | 100,589 | 4,616 | 0.19 |
| Topix Index Futures | 570 | ¥ | 09.06.2022 | 82,172 | 8,023 | 0.33 |
| Euro Stoxx 50 Futures | 16,460 | € | 17.06.2022 | 74,712 | 4,080 | 0.17 |
| Dax Index Futures | 165 | € | 17.06.2022 | 59,461 | 2,517 | 0.10 |
| DJ Euro Stoxx 50 Futures | 1,217 | € | 17.06.2022 | 47,494 | 1,158 | 0.05 |
| FTSE 100 Index Futures | 1,211 | £ | 17.06.2022 | 107,667 | 4,755 | 0.20 |
| S&P MINI 500 Futures | (1,269) | US\$ | 17.06.2022 | 259,073 | (19,689) | (0.82) |
| Fixed income | | | | | 1,313,239 | 54.85 |
| Bond portfolios | | | | | 135,480 | 5.66 |
| M&G (Lux) Emerging Markets Bond Fund Euro Class 'CI-H' (Accumulation) ^b | 2,708,856 | € | | | 27,660 | 1.16 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund USD Class 'CI' (Accumulation) ^b | 1,823,624 | US\$ | | | 18,043 | 0.75 |
| M&G (Lux) Global Convertibles Fund Euro Class 'C-H' (Accumulation) ^b | 2,902,395 | € | | | 47,489 | 1.98 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund Euro Class 'CI-H' (Accumulation) ^b | 500,000 | € | | | 4,821 | 0.20 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Bond portfolios (continued) | | | | | | |
| M&G Emerging Markets Bond Fund GBP Class 'I' (Accumulation) ^c | 5,744,465 | £ | | | 11,819 | 0.50 |
| M&G Total Return Credit Investment Fund Euro Class 'A' (Accumulation) ^c | 201,937 | € | | | 25,648 | 1.07 |
| Debt securities | | | | | 1,180,128 | 49.29 |
| 'AAA' credit rated bonds | | | | | 226,725 | 9.47 |
| ABN AMRO Bank 3.5% | 410,000 | € | 21.09.2022 | | 417 | 0.02 |
| Albion No. 4 FRN | 128,438 | £ | 17.08.2062 | | 152 | 0.01 |
| Atlas Funding FRN | 226,962 | £ | 25.07.2058 | | 269 | 0.01 |
| Avoca CLO XVII FRN | 195,000 | € | 15.10.2032 | | 194 | 0.01 |
| Avoca CLO XXV FRN | 230,000 | € | 15.10.2034 | | 227 | 0.01 |
| Bank of Nova Scotia FRN | 170,000 | £ | 26.01.2026 | | 205 | 0.01 |
| Bank of Nova Scotia FRN | 184,000 | £ | 14.03.2025 | | 221 | 0.01 |
| Barclays Bank FRN | 290,000 | £ | 09.01.2023 | | 343 | 0.01 |
| Bayerische Landesbank, EMTN 1% | 100,000 | £ | 20.12.2024 | | 115 | 0.01 |
| Blackrock European CLO XII DAC FRN | 215,000 | € | 17.01.2035 | | 213 | 0.01 |
| Brass No. 10 FRN | 163,933 | US\$ | 16.04.2069 | | 145 | 0.01 |
| Bumper FRN | 24,853 | £ | 20.12.2028 | | 29 | 0.00 |
| Bumper FRN | 290,000 | £ | 20.12.2030 | | 343 | 0.01 |
| Cairn CLO XIV FRN | 115,000 | € | 29.10.2034 | | 114 | 0.01 |
| Canada Square Funding FRN | 157,491 | £ | 17.06.2058 | | 186 | 0.01 |
| Canadian Imperial Bank of Commerce, EMTN 0.25% | 310,000 | € | 24.01.2023 | | 311 | 0.01 |
| Canadian Imperial Bank of Commerce, GMTN FRN | 290,000 | £ | 15.12.2025 | | 350 | 0.01 |
| Candide Financing FRN | 96,273 | € | 20.11.2060 | | 98 | 0.00 |
| Cartesian Residential Mortgages 6 FRN | 269,310 | € | 25.11.2056 | | 270 | 0.01 |
| Castell FRN | 164,981 | £ | 25.11.2053 | | 195 | 0.01 |
| Castell FRN | 127,706 | £ | 25.07.2052 | | 151 | 0.01 |
| CIFC European Funding CLO V DAC FRN | 430,000 | € | 23.11.2034 | | 422 | 0.02 |
| Commonwealth Bank of Australia, EMTN 0.375% | 100,000 | € | 24.04.2023 | | 101 | 0.00 |
| DNB Boligkreditt 0.25% | 425,000 | € | 23.01.2023 | | 427 | 0.02 |
| Domi FRN | 146,349 | € | 15.06.2053 | | 146 | 0.01 |
| Dowson FRN | 76,663 | £ | 20.03.2028 | | 91 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| E-Carat 12 FRN | 183,000 | £ | 18.08.2029 | | 216 | 0.01 |
| Economic Master Issuer FRN | 109,000 | £ | 25.06.2073 | | 128 | 0.01 |
| Elstree Funding No. 2 FRN | 148,114 | £ | 21.12.2054 | | 175 | 0.01 |
| Elvet Mortgages FRN | 244,983 | £ | 22.03.2065 | | 291 | 0.01 |
| European Bank for Reconstruction & Development 0.8738% | 365,000 | £ | 27.02.2023 | | 432 | 0.02 |
| European Investment Bank FRN | 435,000 | £ | 29.06.2023 | | 517 | 0.02 |
| European Investment Bank FRN | 800,000 | £ | 08.09.2025 | | 976 | 0.04 |
| FACT Master FRN | 164,360 | € | 20.07.2028 | | 165 | 0.01 |
| FCT Bavarian Sky French Auto Leases 4 FRN | 203,664 | € | 20.04.2029 | | 204 | 0.01 |
| Finance Ireland RMBS FRN | 95,439 | € | 24.06.2061 | | 96 | 0.00 |
| Finance Ireland Rmbs No. 4 FRN | 101,000 | € | 24.12.2061 | | 102 | 0.00 |
| Finsbury Square FRN | 178,229 | £ | 16.12.2067 | | 209 | 0.01 |
| Finsbury Square FRN | 191,930 | £ | 16.03.2070 | | 227 | 0.01 |
| Friary No. 6 FRN | 231,272 | £ | 21.11.2067 | | 275 | 0.01 |
| Gemgarto FRN | 729,653 | £ | 16.12.2067 | | 861 | 0.04 |
| Germany (Federal Republic of) 0% | 188,535,000 | € | 08.04.2022 | | 188,546 | 7.88 |
| Germany (Federal Republic of) 0.1% | 3,250,000 | € | 15.04.2023 | | 3,942 | 0.16 |
| Germany (Federal Republic of) 0.1% | 4,000,000 | € | 15.04.2026 | | 5,005 | 0.21 |
| Germany (Federal Republic of) 1.75% | 1,260,000 | € | 04.07.2022 | | 1,268 | 0.05 |
| Glenbeigh 2 Issuer FRN | 281,344 | € | 24.06.2050 | | 280 | 0.01 |
| Globaldrive Auto Receivables FRN | 76,566 | € | 20.09.2026 | | 77 | 0.00 |
| Gosforth Funding FRN | 241,555 | £ | 19.12.2059 | | 286 | 0.01 |
| Hawksmoor Mortgage Funding FRN | 242,168 | £ | 25.05.2053 | | 287 | 0.01 |
| Holmes Master Issuer FRN | 215,000 | £ | 15.10.2054 | | 255 | 0.01 |
| Hops Hill No. 1 FRN | 287,505 | £ | 27.05.2054 | | 341 | 0.01 |
| International Bank for Reconstruction & Development FRN | 850,000 | US\$ | 22.11.2028 | | 766 | 0.03 |
| International Bank for Reconstruction & Development FRN | 365,000 | £ | 13.12.2022 | | 432 | 0.02 |
| Jubilee Place FRN | 92,928 | € | 17.07.2058 | | 93 | 0.00 |
| Jubilee Place FRN | 253,974 | € | 17.10.2057 | | 255 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| Kreditanstalt für Wiederaufbau 2.625% | 3,150,000 | US\$ | 28.02.2024 | | 2,857 | 0.12 |
| Lanark Master Issuer FRN | 262,400 | £ | 22.12.2069 | | 311 | 0.01 |
| Lanebrook Mortgage Transaction FRN | 297,268 | £ | 20.07.2058 | | 348 | 0.01 |
| London Wall Mortgage Capital FRN | 211,589 | £ | 15.05.2051 | | 249 | 0.01 |
| LT Autorahoitus FRN | 53,010 | € | 18.04.2030 | | 53 | 0.00 |
| Microsoft 2.525% | 990,000 | US\$ | 01.06.2050 | | 775 | 0.03 |
| Mortimer BTL FRN | 323,081 | £ | 23.06.2053 | | 379 | 0.02 |
| Münchener Hypothekenbank 0.25% | 420,000 | € | 13.12.2023 | | 419 | 0.02 |
| National Australia Bank FRN | 370,000 | £ | 04.02.2025 | | 439 | 0.02 |
| Nationwide Building Society FRN | 1,150,000 | £ | 10.01.2025 | | 1,368 | 0.06 |
| Nationwide Building Society 0.05% | 340,000 | € | 03.06.2024 | | 336 | 0.01 |
| Nordea Kiinnitysluottopankki Oyj, EMTN 0.625% | 170,000 | € | 19.10.2022 | | 171 | 0.01 |
| Orbita Funding FRN | 117,715 | £ | 17.03.2027 | | 139 | 0.01 |
| Palmer Square European Loan Funding FRN | 215,000 | € | 15.10.2031 | | 215 | 0.01 |
| Palmer Square European Loan Funding FRN | 125,000 | € | 15.07.2031 | | 124 | 0.01 |
| PBD Germany Auto Lease Master FRN | 100,000 | € | 26.11.2030 | | 101 | 0.00 |
| PCL Funding IV FRN | 290,000 | £ | 15.09.2024 | | 343 | 0.01 |
| Permanent Master Issuer FRN | 290,000 | £ | 15.07.2058 | | 343 | 0.01 |
| Polaris FRN | 68,251 | £ | 27.05.2057 | | 81 | 0.00 |
| Precise Mortgage Funding FRN | 181,328 | £ | 16.10.2056 | | 215 | 0.01 |
| Royal Bank of Canada FRN | 360,000 | £ | 03.10.2024 | | 428 | 0.02 |
| RRE 5 Loan Management DAC FRN | 115,000 | € | 15.01.2037 | | 114 | 0.00 |
| Saecure 20 FRN | 168,373 | € | 28.04.2093 | | 172 | 0.01 |
| Satus FRN | 141,366 | £ | 17.08.2028 | | 167 | 0.01 |
| Silver Arrow Athlon FRN | 200,000 | € | 26.04.2031 | | 201 | 0.01 |
| Silverstone Master Issuer FRN | 360,000 | £ | 21.01.2070 | | 426 | 0.02 |
| Skipton Building Society, EMTN 0.5% | 225,000 | € | 02.10.2023 | | 226 | 0.01 |
| Storm FRN | 400,000 | € | 22.05.2064 | | 400 | 0.02 |
| Stratton Mortgage Funding FRN | 109,605 | £ | 12.12.2043 | | 129 | 0.01 |
| Sveriges Sakerstallda Obligationer, EMTN 0.25% | 275,000 | € | 19.04.2023 | | 276 | 0.01 |
| Swedbank Hypotek 0.125% | 170,000 | € | 18.07.2022 | | 170 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| Swedbank Hypotek 0.4% | 100,000 | € | 08.05.2024 | | 100 | 0.00 |
| Together Asset Backed Securitisation FRN | 474,438 | £ | 15.12.2061 | | 566 | 0.02 |
| Towd Point Mortgage Funding FRN | 110,000 | £ | 20.10.2051 | | 129 | 0.01 |
| Towd Point Mortgage Funding FRN | 244,038 | £ | 20.02.2054 | | 289 | 0.01 |
| Tower Bridge Funding FRN | 115,000 | £ | 20.12.2063 | | 135 | 0.01 |
| Tower Bridge Funding No. 4 FRN | 196,495 | £ | 20.12.2062 | | 233 | 0.01 |
| Turbo Finance 9 FRN | 184,374 | £ | 20.08.2028 | | 219 | 0.01 |
| Twin Bridges FRN | 251,017 | £ | 12.09.2055 | | 294 | 0.01 |
| Westpac Banking FRN | 290,000 | £ | 18.01.2023 | | 343 | 0.01 |
| | | | | | 9,948 | 0.42 |
| 'AA' credit rated bonds | | | | | | |
| Allianz Finance II FRN | 100,000 | € | 22.11.2024 | | 102 | 0.00 |
| Apple 2.4% | 350,000 | US\$ | 20.08.2050 | | 263 | 0.01 |
| Apple 4.65% | 300,000 | US\$ | 23.02.2046 | | 319 | 0.01 |
| Deutsche Pfandbriefbank FRN | 300,000 | £ | 29.09.2023 | | 358 | 0.02 |
| Emirates Telecommunications Group 3.5% | 500,000 | US\$ | 18.06.2024 | | 460 | 0.02 |
| Magellan Mortgages No. 3 FRN | 155,147 | € | 15.05.2058 | | 151 | 0.01 |
| Metropolitan Life Global Funding I 3.45% | 1,110,000 | US\$ | 18.12.2026 | | 1,009 | 0.04 |
| Metropolitan Life Global Funding I 1.625% | 185,000 | £ | 12.10.2028 | | 206 | 0.01 |
| New York Life Global Funding 0.85% | 930,000 | US\$ | 15.01.2026 | | 774 | 0.03 |
| New York Life Global Funding 1.5% | 115,000 | £ | 15.07.2027 | | 129 | 0.01 |
| TSMC Global 1% | 750,000 | US\$ | 28.09.2027 | | 599 | 0.03 |
| TSMC Global 2.25% | 553,000 | US\$ | 23.04.2031 | | 454 | 0.02 |
| US Treasury Note 0.125% | 4,655,000 | US\$ | 31.07.2022 | | 4,187 | 0.17 |
| US Treasury Note 0.75% | 380,000 | US\$ | 31.08.2026 | | 318 | 0.01 |
| US Treasury Note 1.75% | 700,000 | US\$ | 15.03.2025 | | 619 | 0.03 |
| | | | | | 31,389 | 1.31 |
| 'A' credit rated bonds | | | | | | |
| Ageas FRN | 100,000 | € | 02.07.2049 | | 101 | 0.00 |
| Allianz FRN | 100,000 | € | 25.09.2049 | | 92 | 0.00 |
| Banco Bilbao Vizcaya Argentaria FRN | 200,000 | € | 24.03.2027 | | 190 | 0.01 |
| Bank of America FRN | 500,000 | US\$ | 23.07.2031 | | 394 | 0.02 |
| Bank of America FRN | 800,000 | US\$ | 24.10.2031 | | 630 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Bank of America FRN | 740,000 | US\$ | 07.02.2030 | | 682 | 0.03 |
| Bank of America FRN | 600,000 | US\$ | 23.07.2029 | | 560 | 0.02 |
| Bank of America FRN | 274,000 | £ | 02.06.2029 | | 301 | 0.01 |
| Bank of America FRN | 270,000 | € | 09.05.2026 | | 265 | 0.01 |
| Bank of America FRN | 235,000 | € | 04.05.2027 | | 237 | 0.01 |
| Bank of China FRN | 400,000 | US\$ | 10.08.2024 | | 359 | 0.02 |
| Banque Fédérative du Crédit Mutuel 0.625% | 400,000 | € | 03.11.2028 | | 372 | 0.02 |
| BASF 1.5% | 100,000 | € | 17.03.2031 | | 99 | 0.00 |
| BASF 1.625% | 65,000 | € | 15.11.2037 | | 60 | 0.00 |
| BASF 3% | 100,000 | € | 07.02.2033 | | 110 | 0.00 |
| Berkshire Hathaway Finance 3.85% | 600,000 | US\$ | 15.03.2052 | | 554 | 0.02 |
| BOC Aviation 3.875% | 800,000 | US\$ | 27.04.2026 | | 724 | 0.03 |
| Burlington Northern Santa Fe 2.875% | 155,000 | US\$ | 15.06.2052 | | 124 | 0.01 |
| CBQ Finance 2% | 560,000 | US\$ | 15.09.2025 | | 482 | 0.02 |
| Chile (Republic of) 2.5% | 280,000,000 | CLP | 01.03.2025 | | 283 | 0.01 |
| Chile (Republic of) 4.7% | 13,300,000,000 | CLP | 01.09.2030 | | 13,738 | 0.57 |
| Comcast 2.8% | 622,000 | US\$ | 15.01.2051 | | 473 | 0.02 |
| Comcast 3.4% | 370,000 | US\$ | 01.04.2030 | | 339 | 0.01 |
| Crédit Agricole FRN | 200,000 | € | 21.09.2029 | | 184 | 0.01 |
| Duke Energy Progress 3.4% | 600,000 | US\$ | 01.04.2032 | | 545 | 0.02 |
| EIG Pearl holdings 3.545% | 420,000 | US\$ | 31.08.2036 | | 361 | 0.02 |
| Empresa de Transporte de Pasajeros Metro 3.65% | 450,000 | US\$ | 07.05.2030 | | 406 | 0.02 |
| Entergy Texas 1.75% | 725,000 | US\$ | 15.03.2031 | | 573 | 0.02 |
| Groupe Bruxelles Lambert 1.875% | 200,000 | € | 19.06.2025 | | 205 | 0.01 |
| HCL America 1.375% | 400,000 | US\$ | 10.03.2026 | | 332 | 0.01 |
| HSBC Holdings 6.5% | 120,000 | £ | 20.05.2024 | | 153 | 0.01 |
| Intel 3.05% | 270,000 | US\$ | 12.08.2051 | | 219 | 0.01 |
| Japan (Kingdom of) 0.1% | 59,400,000 | ¥ | 10.03.2028 | | 471 | 0.02 |
| JPMorgan Chase FRN | 415,000 | US\$ | 22.04.2031 | | 348 | 0.01 |
| JPMorgan Chase FRN | 740,000 | US\$ | 15.10.2030 | | 632 | 0.03 |
| JPMorgan Chase FRN | 990,000 | US\$ | 25.01.2033 | | 846 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| JPMorgan Chase FRN | 550,000 | US\$ | 01.02.2028 | | 505 | 0.02 |
| JPMorgan Chase FRN | 136,000 | € | 23.03.2030 | | 137 | 0.01 |
| Lusitano Mortgages No. 5 FRN | 155,598 | € | 15.07.2059 | | 151 | 0.01 |
| Medtronic Global Holdings 2.25% | 120,000 | € | 07.03.2039 | | 123 | 0.01 |
| Mitsubishi UFJ Financial Group 0.68% | 170,000 | € | 26.01.2023 | | 171 | 0.01 |
| Ooredoo International Finance 2.625% | 1,000,000 | US\$ | 08.04.2031 | | 846 | 0.04 |
| Polo Funding FRN | 114,618 | £ | 26.09.2046 | | 135 | 0.01 |
| QNB Finance 2.625% | 350,000 | US\$ | 12.05.2025 | | 309 | 0.01 |
| S&P Global 2.9% | 97,000 | US\$ | 01.03.2032 | | 85 | 0.00 |
| SA Global Sukuk 2.694% | 200,000 | US\$ | 17.06.2031 | | 171 | 0.01 |
| Santander Consumer Bank 0.25% | 300,000 | € | 15.10.2024 | | 295 | 0.01 |
| Saudi Arabian Oil 1.625% | 410,000 | US\$ | 24.11.2025 | | 351 | 0.01 |
| Saudi Arabian Oil 3.25% | 340,000 | US\$ | 24.11.2050 | | 264 | 0.01 |
| Saudi Electricity Global Sukuk 4.723% | 600,000 | US\$ | 27.09.2028 | | 595 | 0.02 |
| Tencent Holdings 2.39% | 340,000 | US\$ | 03.06.2030 | | 272 | 0.01 |
| Toronto-Dominion Bank 0.5% | 215,000 | € | 18.01.2027 | | 204 | 0.01 |
| UBS Group FRN | 300,000 | £ | 03.11.2029 | | 331 | 0.01 |
| 'BBB' credit rated bonds | | | | | 265,587 | 11.09 |
| AA Bond 6.269% | 100,000 | £ | 02.07.2043 | | 127 | 0.01 |
| AbbVie 3.2% | 820,000 | US\$ | 21.11.2029 | | 732 | 0.03 |
| AbbVie 4.05% | 780,000 | US\$ | 21.11.2039 | | 723 | 0.03 |
| AbbVie 4.25% | 160,000 | US\$ | 21.11.2049 | | 151 | 0.01 |
| ABJA Investment 5.45% | 433,000 | US\$ | 24.01.2028 | | 404 | 0.02 |
| ACEF Holding 0.75% | 400,000 | € | 14.06.2028 | | 364 | 0.01 |
| ACEF Holding 1.25% | 166,000 | € | 26.04.2030 | | 150 | 0.01 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3% | 200,000 | US\$ | 29.10.2028 | | 166 | 0.01 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3.3% | 264,000 | US\$ | 30.01.2032 | | 216 | 0.01 |
| Airbus 2.375% | 125,000 | € | 09.06.2040 | | 127 | 0.01 |
| Altria Group 3.4% | 2,210,000 | US\$ | 04.02.2041 | | 1,632 | 0.07 |
| Altria Group 6.2% | 20,000 | US\$ | 14.02.2059 | | 20 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Amadeus IT Group 2.875% | 100,000 | € | 20.05.2027 | | 105 | 0.00 |
| American Medical Systems Europe 1.875% | 100,000 | € | 08.03.2034 | | 97 | 0.00 |
| Anglo American Capital 3.875% | 450,000 | US\$ | 16.03.2029 | | 407 | 0.02 |
| Anglo American Capital 4.75% | 287,000 | US\$ | 16.03.2052 | | 270 | 0.01 |
| Anglo American Capital 5.625% | 290,000 | US\$ | 01.04.2030 | | 289 | 0.01 |
| Anheuser-Busch Cos Via Anheuser-Busch InBev Worldwide 4.9% | 130,000 | US\$ | 01.02.2046 | | 130 | 0.01 |
| Anheuser-Busch InBev Worldwide 5.45% | 200,000 | US\$ | 23.01.2039 | | 211 | 0.01 |
| Anheuser-Busch InBev Worldwide 5.8% | 225,000 | US\$ | 23.01.2059 | | 252 | 0.01 |
| APTIV 3.1% | 425,000 | US\$ | 01.12.2051 | | 303 | 0.01 |
| Argentum Netherlands FRN | 200,000 | US\$ | 31.12.2099 | | 178 | 0.01 |
| Arion Banki 0.625% | 230,000 | € | 27.05.2024 | | 226 | 0.01 |
| Atos 1% | 100,000 | € | 12.11.2029 | | 84 | 0.00 |
| Australia & New Zealand Banking Group FRN | 643,000 | £ | 16.09.2031 | | 704 | 0.03 |
| AutoNation 3.85% | 600,000 | US\$ | 01.03.2032 | | 526 | 0.02 |
| Banco de Crédito del Perú FRN | 684,000 | US\$ | 01.07.2030 | | 580 | 0.02 |
| Banco General 4.125% | 675,000 | US\$ | 07.08.2027 | | 620 | 0.03 |
| Banco Santander FRN | 500,000 | £ | 04.10.2032 | | 546 | 0.02 |
| Banco Santander 1.5% | 600,000 | £ | 14.04.2026 | | 669 | 0.03 |
| Bank Leumi 3.275% | 400,000 | US\$ | 29.01.2031 | | 339 | 0.01 |
| Bank of China 5% | 650,000 | US\$ | 13.11.2024 | | 610 | 0.03 |
| Bankinter FRN | 300,000 | € | 23.12.2032 | | 275 | 0.01 |
| BAT Capital 4.54% | 1,270,000 | US\$ | 15.08.2047 | | 1,023 | 0.04 |
| BAT International Finance 2.25% | 640,000 | £ | 26.06.2028 | | 684 | 0.03 |
| Bayer 1.125% | 400,000 | € | 06.01.2030 | | 375 | 0.02 |
| Bayer Finance II 4.625% | 820,000 | US\$ | 25.06.2038 | | 770 | 0.03 |
| Bayerische Landesbank FRN | 400,000 | € | 23.09.2031 | | 373 | 0.02 |
| Belfius Bank FRN | 200,000 | € | 15.03.2028 | | 201 | 0.01 |
| Bevco Lux 1% | 278,000 | € | 16.01.2030 | | 251 | 0.01 |
| BNP Paribas FRN | 300,000 | £ | 24.05.2031 | | 333 | 0.01 |
| BNP Paribas FRN | 200,000 | € | 15.01.2032 | | 189 | 0.01 |
| BNP Paribas 2.875% | 300,000 | £ | 24.02.2029 | | 350 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| BNP Paribas Cardif FRN | 100,000 | € | 29.11.2049 | | 106 | 0.00 |
| Boeing 2.196% | 450,000 | US\$ | 04.02.2026 | | 384 | 0.02 |
| Boeing 3.75% | 615,000 | US\$ | 01.02.2050 | | 497 | 0.02 |
| Boeing 5.04% | 130,000 | US\$ | 01.05.2027 | | 125 | 0.00 |
| BP Capital Markets FRN | 875,000 | € | 31.12.2099 | | 880 | 0.04 |
| BP Capital Markets FRN | 305,000 | € | 31.12.2099 | | 302 | 0.01 |
| BPCE FRN | 200,000 | £ | 30.11.2032 | | 222 | 0.01 |
| BPRL International Singapore 4.375% | 400,000 | US\$ | 18.01.2027 | | 359 | 0.01 |
| Broadcom 1.95% | 100,000 | US\$ | 15.02.2028 | | 82 | 0.00 |
| Broadcom 2.6% | 930,000 | US\$ | 15.02.2033 | | 732 | 0.03 |
| Broadcom 3.187% | 175,000 | US\$ | 15.11.2036 | | 139 | 0.01 |
| Broadcom 3.5% | 700,000 | US\$ | 15.02.2041 | | 560 | 0.02 |
| Bureau Veritas 1.875% | 200,000 | € | 06.01.2025 | | 202 | 0.01 |
| CBRE Global Investors Open-Ended Funds 0.5% | 450,000 | € | 27.01.2028 | | 406 | 0.02 |
| Celulosa Arauco y Constitucion 4.25% | 400,000 | US\$ | 30.04.2029 | | 363 | 0.01 |
| Citigroup FRN | 560,000 | US\$ | 03.06.2031 | | 464 | 0.02 |
| Citigroup FRN | 486,000 | US\$ | 17.03.2033 | | 428 | 0.02 |
| Citigroup FRN | 360,000 | € | 06.07.2026 | | 359 | 0.01 |
| Coca-Cola Europacific Partners 1.125% | 130,000 | € | 12.04.2029 | | 125 | 0.01 |
| Controladora Mabe 5.6% | 350,000 | US\$ | 23.10.2028 | | 338 | 0.01 |
| Coventry Building Society 2% | 237,000 | £ | 20.12.2030 | | 253 | 0.01 |
| Crédit Agricole FRN | 200,000 | £ | 09.12.2031 | | 220 | 0.01 |
| Crédit Agricole Assurances 1.5% | 500,000 | € | 06.10.2031 | | 450 | 0.02 |
| Crédit Suisse Group FRN | 100,000 | € | 02.04.2032 | | 100 | 0.00 |
| CVS Health 5.05% | 200,000 | US\$ | 25.03.2048 | | 206 | 0.01 |
| Daimler Trucks Finance 2.5% | 242,000 | US\$ | 14.12.2031 | | 192 | 0.01 |
| Danske Bank FRN | 100,000 | € | 15.05.2031 | | 94 | 0.00 |
| Davide Campari-Milano 1.25% | 125,000 | € | 06.10.2027 | | 117 | 0.00 |
| Delamare Finance 'A' 5.5457% | 89,547 | £ | 19.02.2029 | | 117 | 0.00 |
| Dell International Via EMC 8.1% | 103,000 | US\$ | 15.07.2036 | | 122 | 0.00 |
| Deutsche Bank FRN | 100,000 | £ | 22.12.2028 | | 108 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Deutsche Telekom International Finance 4.375% | 220,000 | US\$ | 21.06.2028 | | 208 | 0.01 |
| Development Bank of Kazakhstan 8.95% ^a | 145,000,000 | KZT | 04.05.2023 | | 229 | 0.01 |
| Digital Dutch Finco 1.5% | 200,000 | € | 15.03.2030 | | 184 | 0.01 |
| Dominion Energy 3.375% | 850,000 | US\$ | 01.04.2030 | | 758 | 0.03 |
| DP World Crescent 4.848% | 261,000 | US\$ | 26.09.2028 | | 251 | 0.01 |
| DXC Technology 1.75% | 210,000 | € | 15.01.2026 | | 210 | 0.01 |
| Électricité de France 4.95% | 400,000 | US\$ | 13.10.2045 | | 374 | 0.02 |
| EnBW Energie Baden-Wuerttemberg FRN | 200,000 | € | 05.08.2079 | | 179 | 0.01 |
| EnBW Energie Baden-Württemberg FRN | 700,000 | € | 29.06.2080 | | 655 | 0.03 |
| Enel FRN | 835,000 | € | 31.12.2099 | | 753 | 0.03 |
| Energy Transfer Operating 3.75% | 740,000 | US\$ | 15.05.2030 | | 658 | 0.03 |
| Energy Transfer Operating 4.5% | 30,000 | US\$ | 15.04.2024 | | 28 | 0.00 |
| Engie FRN | 100,000 | € | 31.12.2099 | | 87 | 0.00 |
| Engie FRN | 400,000 | € | 31.12.2099 | | 388 | 0.02 |
| Engie 1% | 300,000 | € | 13.03.2026 | | 297 | 0.01 |
| Eni FRN | 235,000 | € | 31.12.2099 | | 225 | 0.01 |
| Enterprise Products Operating 2.8% | 370,000 | US\$ | 31.01.2030 | | 321 | 0.01 |
| Esercizi Aeroportuali 3.5% | 195,000 | € | 09.10.2025 | | 203 | 0.01 |
| Essential Utilities 2.704% | 1,770,000 | US\$ | 15.04.2030 | | 1,495 | 0.06 |
| Eversource Energy 3.375% | 650,000 | US\$ | 01.03.2032 | | 575 | 0.02 |
| Exelon 4.1% | 240,000 | US\$ | 15.03.2052 | | 220 | 0.01 |
| FCA Bank Ireland 0.25% | 170,000 | € | 28.02.2023 | | 170 | 0.01 |
| FFP 1.875% | 100,000 | € | 30.10.2026 | | 98 | 0.00 |
| Firstgroup 6.875% | 68,000 | £ | 18.09.2024 | | 88 | 0.00 |
| Fraport AG Frankfurt Airport Services Worldwide 1.875% | 165,000 | € | 31.03.2028 | | 159 | 0.01 |
| General Motors 5.15% | 206,000 | US\$ | 01.04.2038 | | 190 | 0.01 |
| General Motors 6.25% | 300,000 | US\$ | 02.10.2043 | | 309 | 0.01 |
| Georgia Power 4.3% | 500,000 | US\$ | 15.03.2042 | | 456 | 0.02 |
| Goldman Sachs Group FRN | 750,000 | US\$ | 10.09.2027 | | 665 | 0.03 |
| Goldman Sachs Group FRN | 369,000 | US\$ | 24.02.2028 | | 323 | 0.01 |
| Goldman Sachs Group FRN | 245,000 | US\$ | 24.02.2028 | | 211 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Goldman Sachs Group FRN | 85,000 | € | 21.04.2023 | | 85 | 0.00 |
| Goldman Sachs Group FRN | 447,000 | € | 30.04.2024 | | 449 | 0.02 |
| Goldman Sachs Group 1.5% | 700,000 | £ | 07.12.2027 | | 762 | 0.03 |
| Hanwha Life Insurance FRN | 400,000 | US\$ | 04.02.2032 | | 345 | 0.01 |
| Harley Davidson Financial Services 3.875% | 150,000 | € | 19.05.2023 | | 156 | 0.01 |
| HCA 4.375% | 600,000 | US\$ | 15.03.2042 | | 537 | 0.02 |
| HCA 4.625% | 291,000 | US\$ | 15.03.2052 | | 266 | 0.01 |
| Heathrow Funding 1.125% | 135,000 | € | 08.10.2032 | | 123 | 0.00 |
| Heathrow Funding 1.5% | 200,000 | € | 12.10.2027 | | 200 | 0.01 |
| Holding d'Infrastructures et des Metiers de l'Environnement 0.125% | 134,000 | € | 16.09.2025 | | 129 | 0.01 |
| HP 4.2% | 816,000 | US\$ | 15.04.2032 | | 738 | 0.03 |
| Imerys 1.875% | 200,000 | € | 31.03.2028 | | 200 | 0.01 |
| Immofinanz 2.625% | 200,000 | € | 27.01.2023 | | 202 | 0.01 |
| Imperial Brands Finance 3.875% | 740,000 | US\$ | 26.07.2029 | | 654 | 0.03 |
| Indofood CBP Sukses Makmur 3.398% | 238,000 | US\$ | 09.06.2031 | | 193 | 0.01 |
| Indonesia (Republic of) 6.125% | 231,010,000,000 | IDR | 15.05.2028 | | 14,341 | 0.60 |
| Indonesia (Republic of) 8.25% | 325,131,000,000 | IDR | 15.05.2029 | | 22,253 | 0.93 |
| Indonesia (Republic of) 8.375% | 145,329,000,000 | IDR | 15.03.2034 | | 10,018 | 0.42 |
| ING Groep 3% | 100,000 | £ | 18.02.2026 | | 119 | 0.00 |
| Inmobiliaria Vesta 3.625% | 343,000 | US\$ | 13.05.2031 | | 280 | 0.01 |
| InterContinental Hotels Group 3.375% | 540,000 | £ | 08.10.2028 | | 636 | 0.03 |
| Intesa Sanpaolo 4% | 720,000 | US\$ | 23.09.2029 | | 630 | 0.03 |
| Islandsbanki FRN | 250,000 | € | 19.01.2024 | | 251 | 0.01 |
| Israel Electric 3.75% | 200,000 | US\$ | 22.02.2032 | | 173 | 0.01 |
| JAB Holdings 2.25% | 200,000 | € | 19.12.2039 | | 172 | 0.01 |
| JBS Finance Luxembourg 3.625% | 250,000 | US\$ | 15.01.2032 | | 205 | 0.01 |
| JPMorgan Chase FRN | 710,000 | US\$ | 13.05.2031 | | 604 | 0.03 |
| KBC Group FRN | 200,000 | £ | 21.09.2027 | | 220 | 0.01 |
| KBC Group FRN | 100,000 | € | 07.12.2031 | | 92 | 0.00 |
| Kennedy Wilson Europe Real Estate 3.25% | 300,000 | € | 12.11.2025 | | 304 | 0.01 |
| Landsbankinn HF, REGS 0.75% | 215,000 | € | 25.05.2026 | | 203 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| LANXESS 1.75% | 200,000 | € | 22.03.2028 | | 197 | 0.01 |
| Leeds Building Society FRN | 630,000 | £ | 16.03.2027 | | 702 | 0.03 |
| Legal & General Group FRN | 135,000 | £ | 26.11.2049 | | 156 | 0.01 |
| Lenovo Group 3.421% | 302,000 | US\$ | 02.11.2030 | | 252 | 0.01 |
| Lenovo Group 4.75% | 600,000 | US\$ | 29.03.2023 | | 545 | 0.02 |
| Lenovo Group 5.875% | 221,000 | US\$ | 24.04.2025 | | 208 | 0.01 |
| Lloyds Banking Group FRN | 1,480,000 | US\$ | 11.05.2027 | | 1,228 | 0.05 |
| Lloyds Banking Group FRN | 346,000 | £ | 15.12.2031 | | 382 | 0.02 |
| Lloyds Banking Group FRN | 145,000 | € | 01.04.2026 | | 154 | 0.01 |
| Logicor Financing 2% | 400,000 | € | 17.01.2034 | | 353 | 0.01 |
| Logicor Financing 3.25% | 180,000 | € | 13.11.2028 | | 186 | 0.01 |
| Lowe's 3% | 320,000 | US\$ | 15.10.2050 | | 246 | 0.01 |
| Lowe's Companies 3.75% | 218,000 | US\$ | 01.04.2032 | | 200 | 0.01 |
| Lowe's Companies 4.25% | 152,000 | US\$ | 01.04.2052 | | 143 | 0.01 |
| Magallanes 4.279% | 600,000 | US\$ | 15.03.2032 | | 546 | 0.02 |
| Magallanes 5.05% | 480,000 | US\$ | 15.03.2042 | | 442 | 0.02 |
| Magallanes 5.141% | 674,000 | US\$ | 15.03.2052 | | 624 | 0.03 |
| Magallanes 5.391% | 245,000 | US\$ | 15.03.2062 | | 228 | 0.01 |
| Manchester Airport Group Funding 4.75% | 100,000 | £ | 31.03.2034 | | 133 | 0.01 |
| Mediobanca Banca di Credito Finanziario 1.625% | 130,000 | € | 07.01.2025 | | 132 | 0.01 |
| Meituan 2.125% | 200,000 | US\$ | 28.10.2025 | | 160 | 0.01 |
| Meituan 3.05% | 450,000 | US\$ | 28.10.2030 | | 327 | 0.01 |
| Merlin Properties Socimi 1.875% | 100,000 | € | 04.12.2034 | | 85 | 0.00 |
| Mexico (United Mexican States) 5.75% | 319,428,900 | MXN | 05.03.2026 | | 13,180 | 0.55 |
| Mexico (United Mexican States) 7.5% | 505,533,800 | MXN | 03.06.2027 | | 22,017 | 0.92 |
| Mexico (United Mexican States) 7.75% | 871,969,000 | MXN | 29.05.2031 | | 38,101 | 1.59 |
| Mexico (United Mexican States) 7.75% | 1,356,369,500 | MXN | 13.11.2042 | | 57,349 | 2.40 |
| Monongahela Power 5.4% | 520,000 | US\$ | 15.12.2043 | | 536 | 0.02 |
| Morgan Stanley FRN | 310,000 | US\$ | 24.10.2023 | | 281 | 0.01 |
| Morgan Stanley FRN | 510,000 | US\$ | 08.05.2024 | | 463 | 0.02 |
| Morgan Stanley FRN | 500,000 | US\$ | 13.02.2032 | | 389 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Morgan Stanley FRN | 700,000 | US\$ | 21.01.2033 | | 595 | 0.02 |
| Morgan Stanley FRN | 467,000 | € | 23.10.2026 | | 466 | 0.02 |
| Morgan Stanley, GMTN 1.875% | 275,000 | € | 27.04.2027 | | 280 | 0.01 |
| National Australia Bank FRN | 250,000 | US\$ | 12.01.2037 | | 208 | 0.01 |
| Nationwide Building Society FRN | 750,000 | US\$ | 16.02.2028 | | 665 | 0.03 |
| Nationwide Building Society FRN | 460,000 | US\$ | 08.03.2029 | | 419 | 0.02 |
| NatWest Group FRN | 600,000 | US\$ | 18.05.2029 | | 559 | 0.02 |
| NatWest Group FRN | 258,000 | £ | 29.03.2029 | | 309 | 0.01 |
| NE Property 2% | 107,000 | € | 20.01.2030 | | 94 | 0.00 |
| NE Property 3.375% | 155,000 | € | 14.07.2027 | | 154 | 0.01 |
| NewRiver REIT 3.5% | 120,000 | £ | 07.03.2028 | | 135 | 0.01 |
| NextEra Energy Capital Holdings 2.25% | 850,000 | US\$ | 01.06.2030 | | 703 | 0.03 |
| NIBC Bank 3.125% | 200,000 | £ | 15.11.2023 | | 238 | 0.01 |
| Oglethorpe Power 5.05% | 960,000 | US\$ | 01.10.2048 | | 967 | 0.04 |
| Oracle 3.6% | 1,390,000 | US\$ | 01.04.2050 | | 1,043 | 0.04 |
| Orange FRN | 400,000 | € | 29.10.2049 | | 447 | 0.02 |
| Origin Energy Finance 1% | 210,000 | € | 17.09.2029 | | 187 | 0.01 |
| Pacific Gas and Electric FRN | 82,000 | US\$ | 14.11.2022 | | 74 | 0.00 |
| Pacific Gas and Electric 1.7% | 232,000 | US\$ | 15.11.2023 | | 204 | 0.01 |
| Pacific Gas and Electric 3.5% | 400,000 | US\$ | 01.08.2050 | | 289 | 0.01 |
| Pacific Gas and Electric 4.55% | 879,093 | US\$ | 01.07.2030 | | 787 | 0.03 |
| Pacific Gas and Electric 4.95% | 400,000 | US\$ | 01.07.2050 | | 342 | 0.01 |
| Pearson Funding 3.75% | 130,000 | £ | 04.06.2030 | | 156 | 0.01 |
| Peru (Republic of) 2.4% | 718,000 | US\$ | 28.09.2027 | | 597 | 0.02 |
| Peru (Republic of) 1.95% | 250,000 | € | 17.11.2036 | | 217 | 0.01 |
| Principality Building Society 2.375% | 210,000 | £ | 23.11.2023 | | 247 | 0.01 |
| Prosus 3.257% | 515,000 | US\$ | 19.01.2027 | | 424 | 0.02 |
| Prosus 1.288% | 650,000 | € | 13.07.2029 | | 543 | 0.02 |
| PVH 3.625% | 230,000 | € | 15.07.2024 | | 240 | 0.01 |
| PVH 4.625% | 740,000 | US\$ | 10.07.2025 | | 683 | 0.03 |
| Quadient 2.25% | 300,000 | € | 03.02.2025 | | 298 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| RAC Bond 4.87% | 162,000 | £ | 06.05.2046 | | 199 | 0.01 |
| Raiffeisen Bank International FRN | 100,000 | € | 17.06.2033 | | 86 | 0.00 |
| RI Finance Bonds No. 3 6.125% | 115,000 | £ | 13.11.2028 | | 154 | 0.01 |
| Rogers Communications 3.8% | 400,000 | US\$ | 15.03.2032 | | 358 | 0.01 |
| Rogers Communications 4.5% | 400,000 | US\$ | 15.03.2042 | | 367 | 0.02 |
| Rogers Communications 4.55% | 599,000 | US\$ | 15.03.2052 | | 548 | 0.02 |
| Santander UK Group Holdings FRN | 740,000 | US\$ | 15.03.2025 | | 636 | 0.03 |
| Santander UK Group Holdings FRN | 600,000 | £ | 17.01.2029 | | 675 | 0.03 |
| SEB 1.375% | 200,000 | € | 16.06.2025 | | 198 | 0.01 |
| SingTel Group Treasury FRN | 500,000 | SG\$ | 31.12.2099 | | 325 | 0.01 |
| SK Hynix 2.375% | 800,000 | US\$ | 19.01.2031 | | 632 | 0.03 |
| Société Générale FRN | 300,000 | US\$ | 21.01.2033 | | 250 | 0.01 |
| Société Générale FRN | 740,000 | US\$ | 08.07.2035 | | 619 | 0.03 |
| Southern California Edison 2.85% | 130,000 | US\$ | 01.08.2029 | | 112 | 0.00 |
| Southern California Edison 3.65% | 2,150,000 | US\$ | 01.02.2050 | | 1,790 | 0.07 |
| Southern Water Services Finance 1.625% | 257,000 | £ | 30.03.2027 | | 289 | 0.01 |
| Stagecoach Group 4% | 170,000 | £ | 29.09.2025 | | 206 | 0.01 |
| Standard Chartered FRN | 200,000 | US\$ | 01.04.2031 | | 186 | 0.01 |
| Stellantis 1.25% | 100,000 | € | 20.06.2033 | | 86 | 0.00 |
| Stellantis 2.75% | 178,000 | € | 01.04.2032 | | 179 | 0.01 |
| Stryker 4.625% | 89,000 | US\$ | 15.03.2046 | | 90 | 0.00 |
| Swedbank FRN | 410,000 | £ | 08.12.2027 | | 449 | 0.02 |
| Takeda Pharmaceutical Co Ltd, REGS 3% | 175,000 | € | 21.11.2030 | | 190 | 0.01 |
| Tesco 3.322% | 665,000 | £ | 05.11.2025 | | 1,728 | 0.07 |
| Tesco Property Finance 3 5.744% | 135,620 | £ | 13.04.2040 | | 190 | 0.01 |
| Thaioil Treasury Center 2.5% | 433,000 | US\$ | 18.06.2030 | | 335 | 0.01 |
| Thermo Fisher Scientific 1.875% | 135,000 | € | 01.10.2049 | | 121 | 0.00 |
| Thermo Fisher Scientific Finance I 2% | 135,000 | € | 18.10.2051 | | 123 | 0.00 |
| TotalEnergies FRN | 600,000 | € | 29.12.2049 | | 604 | 0.03 |
| TotalEnergies FRN | 100,000 | € | 29.12.2049 | | 102 | 0.00 |
| Traton Finance Luxembourg 0.75% | 100,000 | € | 24.03.2029 | | 91 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Tritax EuroBox 0.95% | 148,000 | € | 02.06.2026 | | 139 | 0.01 |
| Union Pacific 2.8% | 750,000 | US\$ | 14.02.2032 | | 652 | 0.03 |
| Upjohn Finance 1.362% | 600,000 | € | 23.06.2027 | | 571 | 0.02 |
| Upjohn Finance 1.908% | 215,000 | € | 23.06.2032 | | 193 | 0.01 |
| Uruguay (Republic of) 8.25% | 20,000,000 | UYU | 21.05.2031 | | 423 | 0.02 |
| Verizon Communications 2.55% | 740,000 | US\$ | 21.03.2031 | | 621 | 0.03 |
| Verizon Communications 3.15% | 310,000 | US\$ | 22.03.2030 | | 275 | 0.01 |
| Verizon Communications 3.4% | 240,000 | US\$ | 22.03.2041 | | 204 | 0.01 |
| Virgin Money UK FRN | 160,000 | £ | 25.09.2026 | | 192 | 0.01 |
| Viterra Finance 1% | 100,000 | € | 24.09.2028 | | 89 | 0.00 |
| Volkswagen Financial Services 0% | 204,000 | € | 12.02.2025 | | 196 | 0.01 |
| Volkswagen International Finance FRN | 200,000 | € | 31.12.2099 | | 200 | 0.01 |
| Volkswagen International Finance FRN | 300,000 | € | 31.12.2099 | | 313 | 0.01 |
| Volkswagen Leasing 0.25% | 400,000 | € | 12.01.2026 | | 379 | 0.02 |
| Volkswagen Leasing 0.375% | 361,000 | € | 20.07.2026 | | 340 | 0.01 |
| Vonovia 1.625% | 200,000 | € | 01.09.2051 | | 155 | 0.01 |
| Waste Connections 2.2% | 750,000 | US\$ | 15.01.2032 | | 606 | 0.03 |
| Wells Fargo FRN | 700,000 | US\$ | 11.02.2031 | | 589 | 0.02 |
| Wells Fargo FRN | 800,000 | US\$ | 02.03.2033 | | 705 | 0.03 |
| Wells Fargo FRN | 200,000 | US\$ | 04.04.2031 | | 191 | 0.01 |
| Wells Fargo 1.625% | 340,000 | € | 02.06.2025 | | 345 | 0.01 |
| Wells Fargo 1.741% | 195,000 | € | 04.05.2030 | | 192 | 0.01 |
| Westlake Chemical 1.625% | 205,000 | € | 17.07.2029 | | 198 | 0.01 |
| Westpac Banking FRN | 317,000 | US\$ | 18.11.2036 | | 254 | 0.01 |
| Weyerhaeuser 3.375% | 450,000 | US\$ | 09.03.2033 | | 397 | 0.02 |
| Whitbread Group 2.375% | 120,000 | £ | 31.05.2027 | | 135 | 0.01 |
| Zimmer Biomet Holdings 1.164% | 270,000 | € | 15.11.2027 | | 259 | 0.01 |
| 'BB' credit rated bonds | | | | | 179,280 | 7.49 |
| Abertis Infraestructuras Finance FRN | 200,000 | € | 31.12.2099 | | 196 | 0.01 |
| Adani Green Energy 4.375% | 750,000 | US\$ | 08.09.2024 | | 662 | 0.03 |
| Adevinta 3% | 100,000 | € | 15.11.2027 | | 97 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| AIB Group FRN | 120,000 | € | 30.05.2031 | | 119 | 0.00 |
| AIB Group FRN | 200,000 | € | 31.12.2099 | | 202 | 0.01 |
| Albertsons Cos Via Safeway Via New Albertsons Via Albertsons, 144A 4.875% | 231,000 | US\$ | 15.02.2030 | | 204 | 0.01 |
| Allwyn Entertainment FRN | 100,000 | € | 15.02.2028 | | 98 | 0.00 |
| American Airlines Via AAdvantage Loyalty 5.5% | 121,000 | US\$ | 20.04.2026 | | 110 | 0.00 |
| AMS 6% | 200,000 | € | 31.07.2025 | | 206 | 0.01 |
| Arçelik 5% | 600,000 | US\$ | 03.04.2023 | | 542 | 0.02 |
| Ardagh Metal Packaging Finance Via Ardagh Metal Packaging Finance 2% | 185,000 | € | 01.09.2028 | | 171 | 0.01 |
| AT&T 'B' FRN | 200,000 | € | 31.12.2099 | | 195 | 0.01 |
| ATP Tower Holdings Via Andean Tower Partners Colombia Via Andean Telecom Par 4.05% | 500,000 | US\$ | 27.04.2026 | | 428 | 0.02 |
| Atrium Finance Issuer 2.625% | 100,000 | € | 05.09.2027 | | 89 | 0.00 |
| Autostrade per l'Italia 4.375% | 370,000 | € | 16.09.2025 | | 399 | 0.02 |
| Avantor Funding 2.625% | 205,000 | € | 01.11.2025 | | 208 | 0.01 |
| Azerbaijan (Republic of) 3.5% | 232,000 | US\$ | 01.09.2032 | | 195 | 0.01 |
| Azerbaijan (Republic of) 4.75% | 319,000 | US\$ | 18.03.2024 | | 293 | 0.01 |
| Banco Bilbao Vizcaya Argentaria FRN | 200,000 | € | 31.12.2099 | | 201 | 0.01 |
| Banco BPM 1.625% | 250,000 | € | 18.02.2025 | | 245 | 0.01 |
| Banco BTG Pactual 4.5% | 350,000 | US\$ | 10.01.2025 | | 314 | 0.01 |
| Banco de Sabadell FRN | 900,000 | € | 16.06.2028 | | 811 | 0.03 |
| Banco de Sabadell FRN | 200,000 | € | 12.12.2028 | | 209 | 0.01 |
| Banco do Brasil 4.875% | 200,000 | US\$ | 11.01.2029 | | 182 | 0.01 |
| Banco Mercantil del Norte FRN | 600,000 | US\$ | 31.12.2099 | | 499 | 0.02 |
| Banco Nacional de Comercio Exterior FRN | 321,000 | US\$ | 11.08.2031 | | 276 | 0.01 |
| Banco Santander FRN | 200,000 | € | 31.12.2099 | | 199 | 0.01 |
| Bancolombia 3% | 750,000 | US\$ | 29.01.2025 | | 657 | 0.03 |
| Bangkok Bank FRN | 700,000 | US\$ | 31.12.2099 | | 618 | 0.03 |
| Bank Negara Indonesia FRN | 441,000 | US\$ | 31.12.2099 | | 365 | 0.02 |
| Bank of East Asia 5.825% | 371,000 | US\$ | 31.12.2099 | | 332 | 0.01 |
| Bank of Ireland Group FRN | 280,000 | £ | 19.09.2027 | | 331 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Bank Tabungan Negara Persero Tbk PT 4.2% | 200,000 | US\$ | 23.01.2025 | | 175 | 0.01 |
| BBVA Bancomer FRN | 800,000 | US\$ | 18.01.2033 | | 681 | 0.03 |
| Belden 3.875% | 165,000 | € | 15.03.2028 | | 162 | 0.01 |
| Belden, REGS 3.375% | 100,000 | € | 15.07.2031 | | 94 | 0.00 |
| Bellis Acquisition 3.25% | 210,000 | £ | 16.02.2026 | | 230 | 0.01 |
| Bertelsmann FRN | 200,000 | € | 23.04.2075 | | 197 | 0.01 |
| Bidvest Group 3.625% | 365,000 | US\$ | 23.09.2026 | | 309 | 0.01 |
| Bioceanico Sovereign Certificate 0% | 956,088 | US\$ | 05.06.2034 | | 621 | 0.03 |
| Brazil (Federal Republic of) 10% | 1,767,000 | BRL | 01.01.2029 | | 311 | 0.01 |
| Brazil (Federal Republic of) 10% | 279,000,000 | BRL | 01.01.2031 | | 48,106 | 2.01 |
| CaixaBank FRN | 200,000 | € | 31.12.2099 | | 211 | 0.01 |
| Canpack Via Canpack US 3.875% | 300,000 | US\$ | 15.11.2029 | | 233 | 0.01 |
| CANPACK Via Eastern PA Land Investment Holding 3.125% | 400,000 | US\$ | 01.11.2025 | | 330 | 0.01 |
| Castellum FRN | 310,000 | € | 31.12.2099 | | 277 | 0.01 |
| Cellnex Finance 1% | 300,000 | € | 15.09.2027 | | 272 | 0.01 |
| Cellnex Finance 1.25% | 300,000 | € | 15.01.2029 | | 263 | 0.01 |
| Cellnex Finance 2% | 200,000 | € | 15.02.2033 | | 171 | 0.01 |
| Cellnex Telecom 1.75% | 200,000 | € | 23.10.2030 | | 175 | 0.01 |
| Cemex 3.875% | 400,000 | US\$ | 11.07.2031 | | 330 | 0.01 |
| Cemex 5.45% | 400,000 | US\$ | 19.11.2029 | | 366 | 0.02 |
| Centrica FRN | 100,000 | £ | 10.04.2075 | | 120 | 0.01 |
| Charter Communications Operating Via Charter Communications Operating Capital 2.3% | 740,000 | US\$ | 01.02.2032 | | 570 | 0.02 |
| Charter Communications Operating Via Charter Communications Operating Capital 3.5% | 740,000 | US\$ | 01.06.2041 | | 558 | 0.02 |
| Charter Communications Operating Via Charter Communications Operating Capital 5.25% | 871,000 | US\$ | 01.04.2053 | | 799 | 0.03 |
| Charter Communications Operating Via Charter Communications Operating Capital 6.384% | 160,000 | US\$ | 23.10.2035 | | 164 | 0.01 |
| Cheniere Energy Partners 3.25% | 64,000 | US\$ | 31.01.2032 | | 52 | 0.00 |
| Colombia (Republic of) 3.125% | 600,000 | US\$ | 15.04.2031 | | 461 | 0.02 |
| Colombia (Republic of) 7.75% | 1,000,000,000 | COP | 18.09.2030 | | 214 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Colombia Telecomunicaciones 4.95% | 500,000 | US\$ | 17.07.2030 | | 412 | 0.02 |
| Commerzbank FRN | 100,000 | € | 29.12.2031 | | 90 | 0.00 |
| Continuum Energy Levanter 4.5% | 345,187 | US\$ | 09.02.2027 | | 301 | 0.01 |
| ContourGlobal Power Holdings 4.125% | 100,000 | € | 01.08.2025 | | 100 | 0.00 |
| Co-operative Group Holdings 7.5% | 175,000 | £ | 08.07.2026 | | 220 | 0.01 |
| CPI Property Group SA FRN | 265,000 | € | 25.07.2028 | | 222 | 0.01 |
| DEMIRE Deutsche Mittelstand Real Estate 1.875% | 300,000 | € | 15.10.2024 | | 293 | 0.01 |
| Deutsche Bank FRN | 100,000 | € | 24.06.2032 | | 100 | 0.00 |
| Deutsche Bank FRN | 100,000 | € | 19.05.2031 | | 108 | 0.00 |
| DIRECTV Financing Via DIRECTV, 144A 5.875% | 194,000 | US\$ | 15.08.2027 | | 172 | 0.01 |
| Dominican (Republic of) 6.4% | 600,000 | US\$ | 05.06.2049 | | 505 | 0.02 |
| Dominican (Republic of) 8% ^d | 10,000,000 | DOP | 12.02.2027 | | 146 | 0.01 |
| DP World Salaam FRN | 239,000 | US\$ | 31.12.2099 | | 223 | 0.01 |
| DT Midstream 4.125% | 65,000 | US\$ | 15.06.2029 | | 57 | 0.00 |
| DT Midstream 4.375% | 130,000 | US\$ | 15.06.2031 | | 113 | 0.00 |
| Eastern & Southern African Trade & Development Bank 4.125% | 350,000 | US\$ | 30.06.2028 | | 294 | 0.01 |
| Ecopetrol 6.875% | 400,000 | US\$ | 29.04.2030 | | 381 | 0.02 |
| Electricidad Firme de Mexico Holdings 4.9% | 400,000 | US\$ | 20.11.2026 | | 336 | 0.01 |
| Encore Capital Group 5.375% | 200,000 | £ | 15.02.2026 | | 236 | 0.01 |
| Energean Israel Finance 4.875% | 160,584 | US\$ | 30.03.2026 | | 140 | 0.01 |
| EnfraGen Energia Sur Via EnfraGen Spain Via Prime Energia 5.375% | 525,000 | US\$ | 30.12.2030 | | 335 | 0.01 |
| Eurofins Scientific FRN | 155,000 | € | 29.12.2049 | | 159 | 0.01 |
| Fastighets Balder FRN | 225,000 | € | 02.06.2081 | | 198 | 0.01 |
| Faurecia 3.75% | 215,000 | € | 15.06.2028 | | 203 | 0.01 |
| Firmenich International FRN | 155,000 | € | 31.12.2099 | | 157 | 0.01 |
| Ford Motor 4.346% | 369,000 | US\$ | 08.12.2026 | | 335 | 0.01 |
| Ford Motor Credit 4.95% | 200,000 | US\$ | 28.05.2027 | | 182 | 0.01 |
| Gatwick Airport Finance 4.375% | 100,000 | £ | 07.04.2026 | | 110 | 0.00 |
| Gestamp Automocion 3.25% | 100,000 | € | 30.04.2026 | | 98 | 0.00 |
| GKN Holdings 4.625% | 335,000 | £ | 12.05.2032 | | 394 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Globo Comunicacao e Participacoes 5.5% | 489,000 | US\$ | 14.01.2032 | | 397 | 0.02 |
| Goodyear 2.75% | 235,000 | € | 15.08.2028 | | 213 | 0.01 |
| Greenko Solar Mauritius 5.95% | 700,000 | US\$ | 29.07.2026 | | 643 | 0.03 |
| Grupo Aval 4.375% | 400,000 | US\$ | 04.02.2030 | | 314 | 0.01 |
| GRUPO AXO 5.75% | 400,000 | US\$ | 08.06.2026 | | 340 | 0.01 |
| Grupo Bimbo FRN | 400,000 | US\$ | 31.12.2099 | | 367 | 0.02 |
| Grupo KUO 5.75% | 696,000 | US\$ | 07.07.2027 | | 620 | 0.03 |
| GTC Aurora Luxembourg 2.25% | 370,000 | € | 23.06.2026 | | 335 | 0.01 |
| Guatemala (Republic of) 5.375% | 350,000 | US\$ | 24.04.2032 | | 330 | 0.01 |
| Heimstaden 4.375% | 200,000 | € | 06.03.2027 | | 189 | 0.01 |
| Heimstaden Bostad FRN | 130,000 | € | 31.12.2099 | | 109 | 0.00 |
| ICCREA Banca FRN | 220,000 | € | 17.01.2027 | | 212 | 0.01 |
| Iliad 1.875% | 300,000 | € | 11.02.2028 | | 270 | 0.01 |
| Iliad 2.375% | 400,000 | € | 17.06.2026 | | 388 | 0.02 |
| INEOS Styrolution Group 2.25% | 230,000 | € | 16.01.2027 | | 210 | 0.01 |
| International Game Technology 2.375% | 120,000 | € | 15.04.2028 | | 112 | 0.00 |
| International Game Technology 3.5% | 100,000 | € | 15.06.2026 | | 101 | 0.00 |
| Intesa Sanpaolo 2.925% | 100,000 | € | 14.10.2030 | | 95 | 0.00 |
| Intesa Sanpaolo FRN | 230,000 | € | 31.12.2099 | | 241 | 0.01 |
| Intesa Sanpaolo Vita FRN | 100,000 | € | 31.12.2049 | | 103 | 0.00 |
| Intrum 3.5% | 210,000 | € | 15.07.2026 | | 202 | 0.01 |
| IQVIA 2.25% | 225,000 | € | 15.03.2029 | | 207 | 0.01 |
| Iron Mountain UK 3.875% | 180,000 | £ | 15.11.2025 | | 212 | 0.01 |
| James Hardie International Finance 3.625% | 125,000 | € | 01.10.2026 | | 127 | 0.01 |
| Klabin Austria 3.2% | 200,000 | US\$ | 12.01.2031 | | 158 | 0.01 |
| Klabin Finance 4.875% | 300,000 | US\$ | 19.09.2027 | | 279 | 0.01 |
| Koninklijke KPN FRN | 200,000 | US\$ | 28.03.2073 | | 185 | 0.01 |
| Lagardere 1.625% | 200,000 | € | 21.06.2024 | | 200 | 0.01 |
| Lagardere 2.125% | 100,000 | € | 16.10.2026 | | 98 | 0.00 |
| Landesbank Baden-Wuerttemberg 2.2% | 100,000 | € | 09.05.2029 | | 92 | 0.00 |
| Levi Strauss 3.5% | 100,000 | US\$ | 01.03.2031 | | 82 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Lloyds Banking Group FRN | 200,000 | £ | 31.12.2099 | | 236 | 0.01 |
| Macedonia (Republic of) 1.625% | 100,000 | € | 10.03.2028 | | 88 | 0.00 |
| Macy's Retail Holdings 4.5% | 57,000 | US\$ | 15.12.2034 | | 43 | 0.00 |
| Macy's Retail Holdings 5.875% | 135,000 | US\$ | 01.04.2029 | | 122 | 0.01 |
| MAF Global Securities FRN | 600,000 | US\$ | 31.12.2099 | | 547 | 0.02 |
| Mahle 2.375% | 400,000 | € | 14.05.2028 | | 342 | 0.01 |
| MAS Securities 4.25% | 813,000 | € | 19.05.2026 | | 763 | 0.03 |
| Melco Resorts Finance 4.875% | 650,000 | US\$ | 06.06.2025 | | 541 | 0.02 |
| Meritage Homes 3.875% | 296,000 | US\$ | 15.04.2029 | | 253 | 0.01 |
| Metalsa 3.75% | 500,000 | US\$ | 04.05.2031 | | 391 | 0.02 |
| Millicom International Cellular 5.125% | 360,000 | US\$ | 15.01.2028 | | 321 | 0.01 |
| Millicom International Cellular 6.25% | 360,000 | US\$ | 25.03.2029 | | 343 | 0.01 |
| MPT Operating Partnership Via MPT Finance 5% | 207,000 | US\$ | 15.10.2027 | | 191 | 0.01 |
| Natura Cosmeticos 4.125% | 500,000 | US\$ | 03.05.2028 | | 433 | 0.02 |
| Naturgy Finance FRN | 200,000 | € | 31.12.2099 | | 185 | 0.01 |
| NatWest Group FRN | 183,000 | £ | 28.11.2031 | | 202 | 0.01 |
| NatWest Group FRN | 200,000 | £ | 14.08.2030 | | 236 | 0.01 |
| NatWest Group FRN | 232,000 | € | 14.09.2032 | | 213 | 0.01 |
| Network i2i FRN | 400,000 | US\$ | 31.12.2099 | | 360 | 0.02 |
| Nexa Resources 5.375% | 720,000 | US\$ | 04.05.2027 | | 661 | 0.03 |
| NGG Finance FRN | 475,000 | € | 05.12.2079 | | 464 | 0.02 |
| Norddeutsche Landesbank-Girozentrale 6.25% | 200,000 | US\$ | 10.04.2024 | | 180 | 0.01 |
| Occidental Petroleum 4.3% | 90,000 | US\$ | 15.08.2039 | | 76 | 0.00 |
| OCI 3.625% | 108,000 | € | 15.10.2025 | | 110 | 0.00 |
| OmGrid Funding 5.196% | 200,000 | US\$ | 16.05.2027 | | 179 | 0.01 |
| Orano 3.375% | 200,000 | € | 23.04.2026 | | 206 | 0.01 |
| Organon Via Organon Foreign Debt-Issuer 2.875% | 220,000 | € | 30.04.2028 | | 210 | 0.01 |
| Permanent TSB Group Holdings FRN | 170,000 | € | 19.08.2031 | | 163 | 0.01 |
| Petrobras Global Finance 5.5% | 555,000 | US\$ | 10.06.2051 | | 430 | 0.02 |
| Petróleos Mexicanos 6.75% | 540,000 | US\$ | 21.09.2047 | | 397 | 0.02 |
| Petróleos Mexicanos 3.75% | 280,000 | £ | 16.11.2025 | | 307 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Pinewood Finance 3.25% | 140,000 | £ | 30.09.2025 | | 160 | 0.01 |
| Playtech 4.25% | 205,000 | € | 07.03.2026 | | 206 | 0.01 |
| Provident Financial 8.25% | 100,000 | £ | 04.06.2023 | | 122 | 0.01 |
| RCI Banque FRN | 200,000 | € | 18.02.2030 | | 189 | 0.01 |
| Rede D'or Finance 4.5% | 300,000 | US\$ | 22.01.2030 | | 250 | 0.01 |
| Rede D'or Finance 4.95% | 650,000 | US\$ | 17.01.2028 | | 575 | 0.02 |
| Repsol International Finance FRN | 270,000 | € | 31.12.2099 | | 273 | 0.01 |
| Rolls-Royce 1.625% | 520,000 | € | 09.05.2028 | | 462 | 0.02 |
| Sable International Finance 5.75% | 427,000 | US\$ | 07.09.2027 | | 386 | 0.02 |
| Sagcor Financial 5.3% | 600,000 | US\$ | 13.05.2028 | | 540 | 0.02 |
| Sappi Papier Holding 3.625% | 220,000 | € | 15.03.2028 | | 210 | 0.01 |
| SASOL Financing 5.875% | 850,000 | US\$ | 27.03.2024 | | 778 | 0.03 |
| Schaeffler 3.375% | 200,000 | € | 12.10.2028 | | 196 | 0.01 |
| Serbia (Republic of) 1.5% | 300,000 | € | 26.06.2029 | | 255 | 0.01 |
| SES FRN | 125,000 | € | 31.12.2099 | | 116 | 0.00 |
| SES FRN | 155,000 | € | 29.12.2049 | | 161 | 0.01 |
| Silgan Holdings 2.25% | 225,000 | € | 01.06.2028 | | 206 | 0.01 |
| Simpar Europe 5.2% | 800,000 | US\$ | 26.01.2031 | | 649 | 0.03 |
| South Africa (Republic of) 5.75% | 500,000 | US\$ | 30.09.2049 | | 394 | 0.02 |
| South Africa (Republic of) 7% | 582,600,000 | ZAR | 28.02.2031 | | 30,228 | 1.26 |
| South Africa (Republic of) 8.875% | 804,000,000 | ZAR | 28.02.2035 | | 44,982 | 1.88 |
| Southern Gas Corridor 6.875% | 400,000 | US\$ | 24.03.2026 | | 395 | 0.02 |
| Southwestern Energy 4.75% | 36,000 | US\$ | 01.02.2032 | | 32 | 0.00 |
| SPCM 2.625% | 220,000 | € | 01.02.2029 | | 206 | 0.01 |
| Summit Properties 2% | 100,000 | € | 31.01.2025 | | 97 | 0.00 |
| Telecom Italia Finance 7.75% | 200,000 | € | 24.01.2033 | | 230 | 0.01 |
| Telefónica Celular del Paraguay 5.875% | 450,000 | US\$ | 15.04.2027 | | 412 | 0.02 |
| Telefonica Europe FRN | 200,000 | € | 31.12.2099 | | 207 | 0.01 |
| Teva Pharmaceutical Finance Netherlands II 3.75% | 448,000 | € | 09.05.2027 | | 425 | 0.02 |
| Teva Pharmaceutical Finance Netherlands II 4.5% | 120,000 | € | 01.03.2025 | | 121 | 0.01 |
| Teva Pharmaceuticals 6.75% | 575,000 | US\$ | 01.03.2028 | | 544 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| TMB Bank FRN | 700,000 | US\$ | 31.12.2099 | | 607 | 0.03 |
| Triodos Bank FRN | 200,000 | € | 05.02.2032 | | 189 | 0.01 |
| UEP Penonome II 6.5% | 697,390 | US\$ | 01.10.2038 | | 637 | 0.03 |
| Ultrapar International 5.25% | 500,000 | US\$ | 06.06.2029 | | 448 | 0.02 |
| UniCredit FRN | 200,000 | € | 20.02.2029 | | 208 | 0.01 |
| UniCredit FRN | 200,000 | € | 31.12.2099 | | 198 | 0.01 |
| United Airlines 4.375% | 210,000 | US\$ | 15.04.2026 | | 186 | 0.01 |
| United Airlines 4.625% | 129,000 | US\$ | 15.04.2029 | | 110 | 0.00 |
| Uzbekistan (Republic of) 4.85% | 750,000 | US\$ | 21.10.2025 | | 575 | 0.02 |
| Valeo 1.5% | 200,000 | € | 18.06.2025 | | 195 | 0.01 |
| Verallia 1.875% | 200,000 | € | 10.11.2031 | | 177 | 0.01 |
| Virgin Media Secured Finance 4.25% | 180,000 | £ | 15.01.2030 | | 196 | 0.01 |
| Vivion Investments 3% | 200,000 | € | 08.08.2024 | | 193 | 0.01 |
| Vivo Energy Investments 5.125% | 364,000 | US\$ | 24.09.2027 | | 326 | 0.01 |
| Vodafone Group FRN | 110,000 | € | 27.08.2080 | | 101 | 0.00 |
| Vodafone Group FRN | 470,000 | € | 03.01.2079 | | 475 | 0.02 |
| Vodafone Group FRN | 150,000 | € | 03.10.2078 | | 153 | 0.01 |
| Wabtec Transportation 1.25% | 100,000 | € | 03.12.2027 | | 95 | 0.00 |
| Wintershall Dea Finance FRN | 100,000 | € | 31.12.2099 | | 88 | 0.00 |
| WMG Acquisition Corp 2.25% | 225,000 | € | 15.08.2031 | | 200 | 0.01 |
| ZF Europe Finance 2.5% | 200,000 | € | 23.10.2027 | | 182 | 0.01 |
| ZF Europe Finance 3% | 100,000 | € | 23.10.2029 | | 90 | 0.00 |
| ZF Finance 3% | 300,000 | € | 21.09.2025 | | 295 | 0.01 |
| 'B' credit rated bonds | | | | | 21,427 | 0.89 |
| AA Bond 6.5% | 100,000 | £ | 31.01.2026 | | 116 | 0.00 |
| Absa Group FRN | 200,000 | US\$ | 31.12.2099 | | 176 | 0.01 |
| Access Bank 6.125% | 310,000 | US\$ | 21.09.2026 | | 264 | 0.01 |
| ADLER Group 1.5% | 200,000 | € | 26.07.2024 | | 177 | 0.01 |
| ADLER Real Estate 3% | 200,000 | € | 27.04.2026 | | 183 | 0.01 |
| Alsea 7.75% | 400,000 | US\$ | 14.12.2026 | | 373 | 0.02 |
| Altice France 4.125% | 130,000 | € | 15.01.2029 | | 118 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Arqiva Broadcast Finance 6.75% | 171,000 | £ | 30.09.2023 | | 203 | 0.01 |
| Atento Luxco 1 8% | 330,000 | US\$ | 10.02.2026 | | 302 | 0.01 |
| Auna 6.5% | 350,000 | US\$ | 20.11.2025 | | 307 | 0.01 |
| Axian Telecom 7.375% | 200,000 | US\$ | 16.02.2027 | | 179 | 0.01 |
| Aydem Yenilenebilir Enerji 7.75% | 394,000 | US\$ | 02.02.2027 | | 282 | 0.01 |
| Banco de Sabadell FRN | 200,000 | € | 31.12.2099 | | 201 | 0.01 |
| Banco Industrial FRN | 265,000 | US\$ | 29.01.2031 | | 232 | 0.01 |
| Barclays FRN | 200,000 | US\$ | 31.12.2099 | | 191 | 0.01 |
| Bausch Health 6.25% | 160,000 | US\$ | 15.02.2029 | | 119 | 0.00 |
| BOI Finance 7.5% | 350,000 | € | 16.02.2027 | | 347 | 0.01 |
| Boparan Finance 7.625% | 315,000 | £ | 30.11.2025 | | 304 | 0.01 |
| Boxer Parent 6.5% | 200,000 | € | 02.10.2025 | | 202 | 0.01 |
| Brunello Bidco FRN | 100,000 | € | 15.02.2028 | | 99 | 0.00 |
| Carnival 10.125% | 100,000 | € | 01.02.2026 | | 112 | 0.00 |
| CHS Via Community Health Systems, 144A 8% | 225,000 | US\$ | 15.12.2027 | | 215 | 0.01 |
| Cirsa Finance International Sarl, REGS 6.25% | 84,917 | € | 20.12.2023 | | 85 | 0.00 |
| CMA CGM 7.5% | 200,000 | € | 15.01.2026 | | 217 | 0.01 |
| Constellation Automotive Financing PLC 4.875% | 180,000 | £ | 15.07.2027 | | 195 | 0.01 |
| Co-Operative Bank Finance FRN | 130,000 | £ | 27.11.2025 | | 169 | 0.01 |
| CPUK Finance 4.875% | 162,000 | £ | 28.02.2047 | | 187 | 0.01 |
| Dana Financing Luxembourg 3% | 225,000 | € | 15.07.2029 | | 206 | 0.01 |
| Dar Al-Arkan Sukuk 6.875% | 500,000 | US\$ | 21.03.2023 | | 455 | 0.02 |
| Diebold Nixdorf Dutch Holding 9% | 200,000 | € | 15.07.2025 | | 206 | 0.01 |
| EBN Finance 7.125% | 300,000 | US\$ | 16.02.2026 | | 256 | 0.01 |
| Électricité de France FRN | 200,000 | € | 31.12.2099 | | 200 | 0.01 |
| Elior Group SA 3.75% | 200,000 | € | 15.07.2026 | | 183 | 0.01 |
| ERO Copper 6.5% | 601,000 | US\$ | 15.02.2030 | | 529 | 0.02 |
| First Quantum Minerals 6.875% | 400,000 | US\$ | 01.03.2026 | | 370 | 0.02 |
| Fortress Transportation and Infrastructure Investors, 144A 5.5% | 240,000 | US\$ | 01.05.2028 | | 197 | 0.01 |
| Gamma Bidco 6.25% | 200,000 | € | 15.07.2025 | | 202 | 0.01 |
| Georgia Capital Issued International Bonds 6.125% | 750,000 | US\$ | 09.03.2024 | | 652 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Grupo Antolin-Irausa 3.375% | 175,000 | € | 30.04.2026 | | 154 | 0.01 |
| Herbalife Nutrition Via HLF Financing 7.875% | 190,000 | US\$ | 01.09.2025 | | 176 | 0.01 |
| Iceland Bondco 4.625% | 180,000 | £ | 15.03.2025 | | 191 | 0.01 |
| IHS Holding 6.25% | 400,000 | US\$ | 29.11.2028 | | 340 | 0.01 |
| Iliad Holding 5.125% | 491,000 | € | 15.10.2026 | | 498 | 0.02 |
| International Design Group FRN | 100,000 | € | 15.05.2026 | | 99 | 0.00 |
| International Design Group 6.5% | 100,000 | € | 15.11.2025 | | 101 | 0.00 |
| IPD 3 5.5% | 100,000 | € | 01.12.2025 | | 100 | 0.00 |
| Itau Unibanco Holding FRN | 350,000 | US\$ | 31.12.2099 | | 317 | 0.01 |
| Jaguar Land Rover Automotive 6.875% | 145,000 | € | 15.11.2026 | | 149 | 0.01 |
| Kenbourne Invest 4.7% | 462,000 | US\$ | 22.01.2028 | | 368 | 0.02 |
| Kosmos Energy 7.125% | 450,000 | US\$ | 04.04.2026 | | 399 | 0.02 |
| Kronos International 3.75% | 211,000 | € | 15.09.2025 | | 206 | 0.01 |
| LCPR Senior Secured Financing, 144A 6.75% | 180,000 | US\$ | 15.10.2027 | | 166 | 0.01 |
| LeasePlan FRN | 200,000 | € | 31.12.2099 | | 212 | 0.01 |
| Lincoln Financing 3.625% | 205,000 | € | 01.04.2024 | | 205 | 0.01 |
| Liquid Telecom Finance 5.5% | 400,000 | US\$ | 04.09.2026 | | 348 | 0.01 |
| Lorca Telecom Bondco 4% | 160,000 | € | 18.09.2027 | | 155 | 0.01 |
| Neptune Energy Bondco, REGS 6.625% | 200,000 | US\$ | 15.05.2025 | | 182 | 0.01 |
| Ocado Group 3.875% | 186,000 | £ | 08.10.2026 | | 197 | 0.01 |
| OI European Group 2.875% | 100,000 | € | 15.02.2025 | | 98 | 0.00 |
| Oman (Sultanate of) 6.5% | 380,000 | US\$ | 08.03.2047 | | 336 | 0.01 |
| Ontex Group 3.5% | 180,000 | € | 15.07.2026 | | 166 | 0.01 |
| Oriflame Investment Holding FRN | 100,000 | € | 04.05.2026 | | 82 | 0.00 |
| Oriflame Investment Holding 5.125% | 567,000 | US\$ | 04.05.2026 | | 417 | 0.02 |
| Paprec Holding 3.5% | 100,000 | € | 01.07.2028 | | 95 | 0.00 |
| Paprec Holding 4% | 125,000 | € | 31.03.2025 | | 126 | 0.00 |
| Parts Europe 6.5% | 100,000 | € | 16.07.2025 | | 103 | 0.00 |
| Pilgrim's Pride 3.5% | 811,000 | US\$ | 01.03.2032 | | 642 | 0.03 |
| Pilgrim's Pride 4.25% | 738,000 | US\$ | 15.04.2031 | | 615 | 0.03 |
| Pinnacle Bidco 6.375% | 145,000 | £ | 15.02.2025 | | 172 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| PLT VII Finance Sarl 4.625% | 105,000 | € | 05.01.2026 | | 104 | 0.00 |
| Premier Foods Finance 3.5% | 185,000 | £ | 15.10.2026 | | 204 | 0.01 |
| Punch Finance 6.125% | 185,000 | £ | 30.06.2026 | | 216 | 0.01 |
| QNB Finansbank 4.875% | 525,000 | US\$ | 19.05.2022 | | 475 | 0.02 |
| Q-Park Holding I 2% | 140,000 | € | 01.03.2027 | | 128 | 0.00 |
| Renk 5.75% | 205,000 | € | 15.07.2025 | | 206 | 0.01 |
| Royal Caribbean Cruises 9.125% | 200,000 | US\$ | 15.06.2023 | | 188 | 0.01 |
| Rubis Terminal Infra 5.625% | 200,000 | € | 15.05.2025 | | 206 | 0.01 |
| Scientific Games International 3.375% | 170,000 | € | 15.02.2026 | | 173 | 0.01 |
| Sherwood Financing, REGS 4.5% | 114,000 | € | 15.11.2026 | | 109 | 0.00 |
| Silknet 8.375% | 200,000 | US\$ | 31.01.2027 | | 177 | 0.01 |
| SLM Student Loan Trust FRN | 82,823 | € | 15.12.2033 | | 81 | 0.00 |
| Summer Holdco 'B' 5.75% | 105,000 | € | 31.10.2026 | | 107 | 0.00 |
| Tele Columbus 3.875% | 125,000 | € | 02.05.2025 | | 116 | 0.00 |
| Tereos Finance Groupe I 7.5% | 255,000 | € | 30.10.2025 | | 265 | 0.01 |
| Thames Water Kemble Finance 4.625% | 180,000 | £ | 19.05.2026 | | 206 | 0.01 |
| Thyssenkrupp 2.875% | 165,000 | € | 22.02.2024 | | 165 | 0.01 |
| TK Elevator Midco 4.375% | 120,000 | € | 15.07.2027 | | 119 | 0.00 |
| Total Play Telecomunicaciones 6.375% | 750,000 | US\$ | 20.09.2028 | | 597 | 0.02 |
| Trinidad Petroleum Holdings 9.75% | 200,000 | US\$ | 15.06.2026 | | 184 | 0.01 |
| UPCB Finance VII 3.625% | 210,000 | € | 15.06.2029 | | 206 | 0.01 |
| Vallourec, REGS 8.5% | 178,000 | € | 30.06.2026 | | 183 | 0.01 |
| Verisure Holding 3.875% | 100,000 | € | 15.07.2026 | | 98 | 0.00 |
| Voyage Care Bondco 5.875% | 110,000 | £ | 15.02.2027 | | 128 | 0.01 |
| VTR Comunicaciones 5.125% | 244,000 | US\$ | 15.01.2028 | | 209 | 0.01 |
| Ziggo Bond 3.375% | 170,000 | € | 28.02.2030 | | 151 | 0.01 |
| 'CCC' credit rated bonds | | | | | 3,971 | 0.17 |
| Altice France Holding 8% | 100,000 | € | 15.05.2027 | | 103 | 0.00 |
| ARD Finance 5% | 100,000 | € | 30.06.2027 | | 91 | 0.00 |
| Ardagh Packaging Finance Via Ardagh Holdings 4.75% | 100,000 | £ | 15.07.2027 | | 108 | 0.00 |
| Banca Monte dei Paschi di Siena FRN | 100,000 | € | 18.01.2028 | | 66 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'CCC' credit rated bonds (continued) | | | | | | |
| Banco Comercial Português FRN | 200,000 | € | 31.12.2099 | | 199 | 0.01 |
| Banco do Brasil FRN | 200,000 | US\$ | 29.10.2049 | | 174 | 0.01 |
| Banijay Group 6.5% | 210,000 | € | 01.03.2026 | | 211 | 0.01 |
| Casino Guichard Perrachon 4.048% | 100,000 | € | 05.08.2026 | | 86 | 0.00 |
| Casino Guichard Perrachon 6.625% | 160,000 | € | 15.01.2026 | | 146 | 0.01 |
| Coty 4% | 100,000 | € | 15.04.2023 | | 100 | 0.00 |
| DKT Finance 7% | 265,000 | € | 17.06.2023 | | 267 | 0.01 |
| Eskom Holdings 6.75% | 350,000 | US\$ | 06.08.2023 | | 309 | 0.01 |
| Fire BC FRN | 130,000 | € | 30.09.2024 | | 124 | 0.01 |
| Hacienda Investments Via DME Airport 5.35% | 316,000 | US\$ | 08.02.2028 | | 50 | 0.00 |
| Kernel Holding 6.75% | 277,000 | US\$ | 27.10.2027 | | 122 | 0.01 |
| La Financiere Atalian 5.125% | 175,000 | € | 15.05.2025 | | 160 | 0.01 |
| NAK Naftogaz Ukraine Via Kondor Finance 7.625% | 300,000 | US\$ | 08.11.2026 | | 84 | 0.00 |
| Sigma HoldCo 5.75% | 215,000 | € | 15.05.2026 | | 176 | 0.01 |
| Summer BC Holdco 'A' 9.25% | 99,116 | € | 31.10.2027 | | 102 | 0.00 |
| Superior Industries International 6% | 215,000 | € | 15.06.2025 | | 203 | 0.01 |
| TK Elevator Holdco 6.625% | 90,000 | € | 15.07.2028 | | 89 | 0.00 |
| Triton Water Holdings 6.25% | 150,000 | US\$ | 01.04.2029 | | 117 | 0.01 |
| TVL Finance FRN | 115,000 | £ | 15.07.2025 | | 132 | 0.01 |
| Ukraine (Republic of) 7.75% | 300,000 | US\$ | 01.09.2025 | | 119 | 0.01 |
| VEON Holdings 6.3% | 29,000,000 | RUB | 18.06.2025 | | 201 | 0.01 |
| YPF 8.5% | 565,000 | US\$ | 28.07.2025 | | 432 | 0.02 |
| 'CC' credit rated bonds | | | | | 351 | 0.01 |
| ALROSA Finance 3.1% | 640,000 | US\$ | 25.06.2027 | | 125 | 0.00 |
| Easy Tactic 11.625% | 200,000 | US\$ | 03.09.2024 | | 38 | 0.00 |
| Gazprom Via Gaz Capital 4.95% | 500,000 | US\$ | 23.03.2027 | | 188 | 0.01 |
| 'C' credit rated bonds | | | | | 120 | 0.01 |
| Gtlk Europe Capital 4.65% | 200,000 | US\$ | 10.03.2027 | | 40 | 0.00 |
| Yuzhou Group Holdings 7.375% | 371,000 | US\$ | 13.01.2026 | | 44 | 0.01 |
| Yuzhou Group Holdings 8.3% | 300,000 | US\$ | 27.05.2025 | | 36 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Bonds with no credit rating | | | | | 441,330 | 18.43 |
| Commercial Bank FRN | 550,000 | US\$ | 31.12.2099 | | 481 | 0.02 |
| France (Republic of) 0% | 100,000,000 | € | 21.04.2022 | | 100,034 | 4.18 |
| France (Republic of) 0% | 93,500,000 | € | 18.05.2022 | | 93,584 | 3.91 |
| Germany (Federal Republic of) 0% | 133,680,000 | € | 10.06.2022 | | 133,858 | 5.59 |
| Germany (Federal Republic of) 0% | 111,592,031 | € | 16.09.2022 | | 111,923 | 4.67 |
| Globe Telecom 2.5% | 200,000 | US\$ | 23.07.2030 | | 157 | 0.01 |
| Globe Telecom 3% | 200,000 | US\$ | 23.07.2035 | | 144 | 0.00 |
| GTLK Europe 5.125% | 400,000 | US\$ | 31.05.2024 | | 80 | 0.00 |
| India (Republic of) 7.3% | 20,000,000 | INR | 18.05.2022 | | 238 | 0.01 |
| International Container Terminal Services 4.75% | 200,000 | US\$ | 17.06.2030 | | 181 | 0.01 |
| Jollibee Worldwide 4.75% | 700,000 | US\$ | 24.06.2030 | | 626 | 0.03 |
| Sovcombank Via SovCom Capital FRN | 269,000 | US\$ | 07.04.2030 | | 24 | 0.00 |
| Debt derivatives | | | | | (2,369) | (0.10) |
| Credit default swaps | | | | | 433 | 0.02 |
| Airbus Dec 2025 | 1,000,000 | € | | | 16 | 0.00 |
| Altria Group Dec 2026 | 1,200,000 | US\$ | | | (15) | 0.00 |
| America Movil Dec 2025 | 1,250,000 | US\$ | | | 18 | 0.00 |
| Anglo American Dec 2025 | 1,200,000 | € | | | 185 | 0.01 |
| Boeing Jun 2025 | 100,000 | US\$ | | | (1) | 0.00 |
| Boeing Jun 2026 | 400,000 | US\$ | | | (5) | 0.00 |
| British American Tobacco Dec 2026 | 1,100,000 | € | | | (8) | 0.00 |
| FirstEnergy Dec 2025 | 600,000 | US\$ | | | 7 | 0.00 |
| Glencore International Dec 2025 | 400,000 | € | | | 57 | 0.00 |
| Markit CDX North American Investment Grade Series 37 | 2,400,000 | US\$ | | | 36 | 0.00 |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 1,000,000 | € | | | 80 | 0.01 |
| Oracle Corp Dec 2026 | 1,200,000 | US\$ | | | (9) | 0.00 |
| Wendel Dec 2025 | 450,000 | € | | | 72 | 0.00 |
| Interest rate swaps | | | | | 139 | 0.00 |
| Pay 1.3177% Receive Var. Mar 2027 | 1,800,000 | £ | | | 55 | 0.00 |
| Pay 1.6076601% Receive Var. Mar 2027 | 1,900,000 | £ | | | 27 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Interest rate swaps (continued) | | | | | | |
| Pay 0.8825% Receive Var. Nov 2051 | 350,000 | £ | | | 57 | 0.00 |
| Interest rate futures | | | | | (2,941) | (0.12) |
| Deutscher Bobl 5 year Futures | (167) | € | 08.06.2022 | 166 | 677 | 0.03 |
| Deutscher Bund 10 year Futures | (12) | € | 08.06.2022 | 11 | 51 | 0.00 |
| Deutscher Bund 30 year Futures | (3) | € | 08.06.2022 | 4 | 37 | 0.00 |
| Deutscher Schatz 2 year Futures | (85) | € | 08.06.2022 | 85 | 96 | 0.00 |
| Canada Government Bonds 10 year Futures | 27 | CA\$ | 21.06.2022 | 18 | (98) | 0.00 |
| US Treasury Notes 10 year Futures | (47) | US\$ | 21.06.2022 | 43 | 138 | 0.01 |
| US Treasury Notes 10 year Futures | (58) | US\$ | 21.06.2022 | 48 | 183 | 0.01 |
| US Treasury Notes 30 year Futures | 2 | US\$ | 21.06.2022 | 2 | (12) | 0.00 |
| US Ultra Bond Futures | 683 | US\$ | 21.06.2022 | 640 | (4,047) | (0.17) |
| UK Treasury Notes Futures | (22) | £ | 28.06.2022 | 32 | 36 | 0.00 |
| US Treasury Notes 2 year Futures | (28) | US\$ | 30.06.2022 | 25 | 45 | 0.00 |
| US Treasury Notes 5 year Futures | 25 | US\$ | 30.06.2022 | 21 | (47) | 0.00 |
| Currency | | | | | (23,122) | (0.99) |
| Forward currency contracts | | | | | (23,122) | (0.99) |
| Bought for € 6,048,451.95, Sold for US\$ 6,631,142.53 | | | 06.04.2022 | | 73 | 0.00 |
| Bought for £ 3,586,384.48, Sold for US\$ 4,705,525.76 | | | 06.04.2022 | | 0 | 0.00 |
| Bought for US\$ 36,418,765.01, Sold for € 33,578,218.33 | | | 06.04.2022 | | (757) | (0.03) |
| Bought for US\$ 22,060,971.59, Sold for £ 16,712,832.75 | | | 06.04.2022 | | 112 | 0.00 |
| Bought for US\$ 551,254.78, Sold for ¥ 63,398,506.00 | | | 06.04.2022 | | 27 | 0.00 |
| Bought for € 23,486,877.92, Sold for £ 19,522,591.21 | | | 07.04.2022 | | 395 | 0.02 |
| Bought for € 12,526,397.23, Sold for US\$ 13,681,350.29 | | | 07.04.2022 | | 196 | 0.01 |
| Bought for £ 467,101.02, Sold for € 555,955.50 | | | 07.04.2022 | | (3) | 0.00 |
| Bought for US\$ 190,000.00, Sold for € 173,005.01 | | | 07.04.2022 | | (2) | 0.00 |
| Bought for € 146,793,124.38, Sold for ¥ 18,886,254,881.00 | | | 28.04.2022 | | 6,943 | 0.29 |
| Bought for ¥ 17,557,385,642.00, Sold for € 137,367,417.15 | | | 28.04.2022 | | (7,357) | (0.31) |
| Bought for € 115,312,399.96, Sold for £ 96,201,304.87 | | | 29.04.2022 | | 1,614 | 0.07 |
| Bought for € 138,972,016.54, Sold for MXN 3,238,166,477.38 | | | 29.04.2022 | | (7,020) | (0.29) |
| Bought for € 349,983,487.99, Sold for US\$ 395,065,906.54 | | | 29.04.2022 | | (5,812) | (0.24) |
| Bought for € 88,774,515.14, Sold for ZAR 1,560,104,923.35 | | | 29.04.2022 | | (7,739) | (0.32) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for £ 75,007,245.51, Sold for € 89,759,750.63 | | | 29.04.2022 | | (1,109) | (0.05) |
| Bought for INR 2,959,020,612.50, Sold for US\$ 39,350,248.18 | | | 29.04.2022 | | (373) | (0.02) |
| Bought for KRW 40,339,851,748.00, Sold for US\$ 33,919,557.84 | | | 29.04.2022 | | (617) | (0.03) |
| Bought for RUB 2,544,251,835.28, Sold for US\$ 32,764,583.69 | | | 29.04.2022 | | (2,562) | (0.11) |
| Bought for US\$ 128,296,026.22, Sold for € 115,942,396.88 | | | 29.04.2022 | | (399) | (0.02) |
| Bought for US\$ 55,845,247.38, Sold for IDR 807,075,515,043.00 | | | 29.04.2022 | | (270) | (0.01) |
| Bought for US\$ 38,767,170.80, Sold for INR 2,959,020,612.50 | | | 29.04.2022 | | (152) | (0.01) |
| Bought for TRY 433,373,781.00, Sold for € 26,332,264.81 | | | 10.05.2022 | | (477) | (0.02) |
| Bought for US\$ 78,961,318.73, Sold for CNY 502,541,416.91 | | | 20.05.2022 | | 11 | 0.00 |
| Bought for US\$ 19,675,275.61, Sold for TWD 545,111,381.00 | | | 20.05.2022 | | 558 | 0.02 |
| Bought for € 567,153.65, Sold for US\$ 629,202.69 | | | 01.06.2022 | | 1 | 0.00 |
| Bought for US\$ 2,781,148.45, Sold for € 2,432,652.07 | | | 01.06.2022 | | 69 | 0.00 |
| Bought for US\$ 44,048,550.89, Sold for CNY 282,624,312.24 | | | 17.06.2022 | | (240) | (0.01) |
| Bought for US\$ 33,671,238.86, Sold for TWD 946,161,812.00 | | | 17.06.2022 | | 489 | 0.02 |
| Bought for US\$ 32,490,711.71, Sold for TWD 886,145,173.00 | | | 08.07.2022 | | 1,279 | 0.05 |
| Portfolio of investments | | | | | 1,902,934 | 79.46 |
| Share class hedging | | | | | 230 | 0.01 |
| Bought for AUD 188,691.84, Sold for € 127,309.01 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 6,856,032.83, Sold for € 6,644,131.54 | | | 04.05.2022 | | 39 | 0.00 |
| Bought for € 63,126.00, Sold for CHF 65,071.67 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 100,499.40, Sold for £ 85,222.38 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 268.05, Sold for HKD 2,336.26 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 28,900.48, Sold for US\$ 32,190.92 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for £ 6,201,210.97, Sold for € 7,319,213.52 | | | 04.05.2022 | | 8 | 0.00 |
| Bought for HKD 1,096,900.52, Sold for € 125,747.78 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 52,413,646.44, Sold for € 47,013,297.17 | | | 04.05.2022 | | 183 | 0.01 |
| Total portfolio | | | | | 1,903,164 | 79.47 |
| Net other assets/(liabilities) | | | | | 491,076 | 20.53 |
| Net assets | | | | | 2,394,240 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|------------------|---------------|
| Investment assets | | |
| Equity securities | 573,018 | 23.94 |
| Equity portfolios | 31,656 | 1.32 |
| Bond portfolios | 135,480 | 5.66 |
| Debt securities | 1,180,128 | 49.29 |
| Unrealised gains on futures contracts | 29,095 | 1.21 |
| Unrealised gains on forward currency contracts | 11,997 | 0.49 |
| Unrealised gains on swap contracts | 610 | 0.02 |
| Total Investment assets | 1,961,984 | 81.93 |
| Investment liabilities | | |
| Unrealised losses on futures contracts | (23,893) | (0.99) |
| Unrealised losses on forward currency contracts | (34,889) | (1.47) |
| Unrealised losses on swap contracts | (38) | 0.00 |
| Total Investment liabilities | (58,820) | (2.46) |
| Total portfolio | 1,903,164 | 79.47 |
| Net other assets/(liabilities) | 491,076 | 20.53 |
| Net assets | 2,394,240 | 100.00 |

^a Fair valued.

^b Crossholding (see note 12).

^c Related party (see note 12).

^d Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 847,989 | 0 |
| Barclays Bank London | 9,081 | 230,118 | 0 | 216,431 |
| BNP Paribas | 631 | 537,817 | 0 | 0 |
| Citigroup Global Markets Limited | 87,109 | 0 | 0 | 0 |
| Crédit Suisse International | 0 | 56,676 | 0 | 1,982 |
| Goldman Sachs International | 3,411 | 256,411 | 0 | 1,080 |
| HSBC Bank Plc | 0 | 783,409 | 0 | 0 |
| JP Morgan Chase | 140,473 | 412,574 | 0 | 6,396 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 127,077 | 0 | 2,205 |
| National Australia Bank Ltd | 0 | 25,812 | 0 | 0 |
| Standard Chartered Bank | 0 | 607,987 | 0 | 5,252 |
| State Street Bank and Trust Company | 0 | 123,126 | 0 | 0 |
| State Street Bank London | 0 | 374,773 | 0 | 0 |
| UBS AG London | 0 | 735,298 | 0 | 9,458 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Australian dollar | | | | | | |
| Class 'A-H' Accumulation | +3.9 | n/a | n/a | +2.5 | n/a | 08.04.19 |
| Class 'A-H M' Distribution | +3.8 | n/a | n/a | +2.4 | n/a | 08.04.19 |
| Class 'C-H' Accumulation | +4.8 | n/a | n/a | +3.5 | n/a | 08.04.19 |
| Class 'C-H M' Distribution | +4.9 | n/a | n/a | +3.5 | n/a | 08.04.19 |
| Euro | | | | | | |
| Class 'A' Accumulation | +3.1 | +3.1 | +1.4 | +4.4 | 03.12.09 | 16.01.18 |
| Class 'A' Distribution | +3.1 | +3.1 | +1.4 | +3.7 | 12.07.13 | 16.01.18 |
| Class 'B' Accumulation | +2.6 | +2.6 | +0.9 | +3.3 | 26.07.13 | 16.01.18 |
| Class 'C' Accumulation | +4.2 | +4.2 | +2.5 | +5.4 | 03.12.09 | 16.01.18 |
| Class 'C' Distribution | +4.2 | +4.2 | +2.5 | +4.5 | 08.08.14 | 16.01.18 |
| Class 'CI' Accumulation | +4.2 | +4.2 | +2.5 | +5.4 | 03.12.09 | 16.01.18 |
| Class 'JI' Accumulation | +4.4 | +4.4 | n/a | +3.9 | 27.02.19 | 26.02.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Hong Kong dollar | | | | | | |
| Class 'A-H' Accumulation | +4.0 | n/a | n/a | +4.1 | n/a | 08.04.19 |
| Class 'A-H M' Distribution | +4.0 | n/a | n/a | +4.1 | n/a | 08.04.19 |
| Class 'C-H' Accumulation | +5.1 | n/a | n/a | +5.1 | n/a | 08.04.19 |
| Class 'C-H M' Distribution | +5.1 | n/a | n/a | +5.1 | n/a | 08.04.19 |
| Sterling | | | | | | |
| Class 'A-H' Accumulation | +3.9 | n/a | n/a | +3.3 | n/a | 05.07.19 |
| Class 'A-H' Distribution | +3.9 | n/a | n/a | +3.4 | n/a | 05.07.19 |
| Class 'C-H' Accumulation | +5.0 | +4.8 | +3.2 | +4.9 | 14.12.15 | 16.01.18 |
| Class 'C-H' Distribution | +4.8 | +4.8 | +3.2 | +4.9 | 14.12.15 | 16.01.18 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +3.0 | +2.9 | +1.2 | +1.5 | 05.06.15 | 16.01.18 |
| Class 'C-H' Accumulation | +4.0 | +3.9 | +2.2 | +2.5 | 05.06.15 | 16.01.18 |
| US dollar | | | | | | |
| Class 'A-H' Accumulation | +4.1 | +4.7 | +3.5 | +3.6 | 05.06.15 | 16.01.18 |
| Class 'A-H' Distribution | +4.1 | +4.7 | +3.5 | +3.6 | 05.06.15 | 16.01.18 |
| Class 'A-H M F4' Distribution | +4.1 | +4.8 | n/a | +3.6 | 05.06.15 | 01.02.18 |
| Class 'C-H' Accumulation | +5.1 | +5.8 | +4.5 | +4.6 | 05.06.15 | 16.01.18 |
| Class 'C-H' Distribution | +5.1 | +5.8 | +4.5 | +4.6 | 05.06.15 | 16.01.18 |

^a Fund performance before the launch of the fund on 16 January 2018 is that of the relevant Merged Share Class of the M&G Dynamic Allocation Fund, which includes UK taxes but excludes entry and exit charges. The M&G Dynamic Allocation Fund is a UK authorised fund which launched on 3 December 2009 and its non-Sterling share classes merged into M&G (Lux) Dynamic Allocation Fund on 16 March 2018.

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'A-H' Distribution UK p | Class 'C-H' Distribution UK p | Class 'A-H' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| First interim | 0.0300 | 0.0311 | 0.0329 | 0.0313 | 0.0314 |
| Second interim | 0.0483 | 0.0500 | 0.0534 | 0.0510 | 0.0524 |
| Third interim | 0.0273 | 0.0284 | 0.0313 | 0.0301 | 0.0292 |
| Final | 0.0469 | 0.0489 | 0.0523 | 0.0502 | 0.0508 |

| to 31 March 2022 | Class 'C-H' Distribution US ¢ |
|------------------|-------------------------------------|
| First interim | 0.0324 |
| Second interim | 0.0543 |
| Third interim | 0.0303 |
| Final | 0.0527 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A-H M' Distribution AUD ¢ | Class 'C-H M' Distribution AUD ¢ | Class 'A-H M' Distribution HKD ¢ | Class 'C-H M' Distribution HKD ¢ | Class 'A-H M F4' Distribution US ¢ |
|------------------|--|--|--|--|--|
| First interim | 0.0093 | 0.0095 | 0.0949 | 0.0969 | 0.0310 |
| Second interim | 0.0112 | 0.0113 | 0.1164 | 0.1185 | 0.0310 |
| Third interim | 0.0120 | 0.0124 | 0.1290 | 0.1310 | 0.0310 |
| Fourth interim | 0.0094 | 0.0095 | 0.0992 | 0.1012 | 0.0310 |
| Fifth interim | 0.0239 | 0.0246 | 0.2527 | 0.2578 | 0.0310 |
| Sixth interim | 0.0188 | 0.0192 | 0.2008 | 0.2056 | 0.0310 |
| Seventh interim | 0.0050 | 0.0052 | 0.0470 | 0.0486 | 0.0310 |
| Eighth interim | 0.0137 | 0.0139 | 0.1433 | 0.1470 | 0.0310 |
| Ninth interim | 0.0114 | 0.0118 | 0.1190 | 0.1229 | 0.0310 |
| Tenth interim | 0.0085 | 0.0087 | 0.0908 | 0.0936 | 0.0312 |
| Eleventh interim | 0.0178 | 0.0183 | 0.1840 | 0.1894 | 0.0312 |
| Final | 0.0244 | 0.0251 | 0.2547 | 0.2643 | 0.0312 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|----------------------------|-------------|-------------|-------------|
| Australian dollar | AU\$ | AU\$ | AU\$ |
| Class 'A-H' Accumulation | 10.7613 | 10.3608 | 8.4585 |
| Class 'A-H M' Distribution | 10.2123 | 9.9960 | 8.3073 |
| Class 'C-H' Accumulation | 11.0745 | 10.5719 | 8.5452 |
| Class 'C-H M' Distribution | 10.5362 | 10.1986 | 8.3914 |
| Euro | € | € | € |
| Class 'A' Accumulation | 10.0159 | 9.7110 | 7.9254 |
| Class 'A' Distribution | 9.3891 | 9.2409 | 7.6780 |
| Class 'B' Accumulation | 9.8076 | 9.5567 | 7.8384 |
| Class 'C' Accumulation | 10.4478 | 10.0289 | 8.1035 |
| Class 'C' Distribution | 9.7937 | 9.5435 | 7.8502 |
| Class 'CI' Accumulation | 10.4656 | 10.0425 | 8.1116 |
| Class 'JI' Accumulation | 11.2627 | 10.7912 | 8.7033 |
| Hong Kong dollar | HK\$ | HK\$ | HK\$ |
| Class 'A-H' Accumulation | 112.5715 | 108.2376 | 87.1830 |
| Class 'A-H M' Distribution | 106.9743 | 104.4515 | 85.6577 |
| Class 'C-H' Accumulation | 116.0403 | 110.4535 | 88.0471 |
| Class 'C-H M' Distribution | 110.2885 | 106.6018 | 86.5328 |
| Sterling | £ | £ | £ |
| Class 'A-H' Accumulation | 10.9413 | 10.5338 | 8.5457 |
| Class 'A-H' Distribution | 10.5032 | 10.2613 | 8.4757 |
| Class 'C-H' Accumulation | 10.7708 | 10.2598 | 8.2419 |
| Class 'C-H' Distribution | 10.0849 | 9.7664 | 7.9877 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 9.9036 | 9.6193 | 7.8708 |
| Class 'C-H' Accumulation | 10.3407 | 9.9451 | 8.0559 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|-------------------------------|-------------|-------------|-------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 10.8669 | 10.4411 | 8.4240 |
| Class 'A-H' Distribution | 10.2021 | 9.9489 | 8.1747 |
| Class 'A-H M F4' Distribution | 9.1851 | 9.1808 | 7.7039 |
| Class 'C-H' Accumulation | 11.3408 | 10.7877 | 8.6126 |
| Class 'C-H' Distribution | 10.6306 | 10.2632 | 8.3460 |

| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|------------------|------------------|
| | €'000 | €'000 | €'000 |
| Net assets | 2,394,240 | 3,210,817 | 3,907,974 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (6,548) |
| Swung net assets | 2,394,240 | 3,210,817 | 3,901,426 |

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Australian dollar | % |
| Class 'A-H' Accumulation | 1.94 |
| Class 'A-H M' Distribution | 1.93 |
| Class 'C-H' Accumulation | 0.94 |
| Class 'C-H M' Distribution | 0.94 |
| Euro | % |
| Class 'A' Accumulation | 1.92 |
| Class 'A' Distribution | 1.92 |
| Class 'B' Accumulation | 2.42 |
| Class 'C' Accumulation | 0.92 |
| Class 'C' Distribution | 0.92 |
| Class 'CI' Accumulation | 0.88 |
| Class 'JI' Accumulation | 0.73 |
| Hong Kong dollar | % |
| Class 'A-H' Accumulation | 1.94 |
| Class 'A-H M' Distribution | 1.94 |
| Class 'C-H' Accumulation | 0.94 |
| Class 'C-H M' Distribution | 0.94 |
| Sterling | % |
| Class 'A-H' Accumulation | 1.94 |
| Class 'A-H' Distribution | 1.93 |
| Class 'C-H' Accumulation | 0.94 |
| Class 'C-H' Distribution | 0.94 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|-------------------------------|--|------------------|
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.95 |
| Class 'C-H' Accumulation | | 0.94 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.94 |
| Class 'A-H' Distribution | | 1.94 |
| Class 'A-H M F4' Distribution | | 1.94 |
| Class 'C-H' Accumulation | | 0.94 |
| Class 'C-H' Distribution | | 0.94 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global emerging markets bond market over any three-year period.

Investment policy

The Fund has the flexibility to invest across all types of emerging market debt, which includes sovereign, corporate and local currency debt.

The Fund invests at least 80% of its Net Asset Value in debt securities denominated in any currency, issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities, quasi-sovereigns, supranational bodies and by companies that are domiciled in, or conducting the major part of their economic activity in emerging markets.

The Fund may invest up to a combined maximum of 100% of the Fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 10% of its Net Asset Value in contingent convertible debt securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, warrants and other debt instruments.

Investment strategy

Investment approach

The Fund's investment approach begins with a top-down assessment of macroeconomic factors such as global risk appetite and structural global growth catalysts.

On a regional and country-specific level, factors such as monetary and fiscal policies, capital flows, and political and regulatory environments will be assessed. The result of this analysis will help inform the Fund's country and currency allocations and its duration. Individual credit selection is determined by thorough credit analysis and assessment of valuations.

Both macroeconomic and security-specific analysis is undertaken by the Investment Manager and the in-house team of credit analysts.

The Fund is diversified by investing in a range of assets across global emerging bond markets.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Investment objective and policy

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

A composite index comprising:

- 1/3 JPM EMBI Global Diversified Index
- 1/3 JPM CEMBI Broad Diversified Index
- 1/3 JPM GBI-EM Global Diversified Index

These indices represent the emerging market government bond markets denominated in hard currencies, the emerging market corporate bond markets denominated in hard currencies and the emerging market government bond markets denominated in local currencies respectively.

The benchmark is a comparator against which the Fund's performance can be measured. The composite index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment Manager has freedom in choosing which assets to buy, hold and sell in the Fund. The Fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with many fixed income (debt) markets delivering negative returns over the period. Emerging market debt was not spared in the sell-off, however the fund was able to outperform its benchmark.

Investors were reassured by the roll-out of successful COVID-19 vaccination programmes in many countries, together with support packages from governments and central banks and the gradual reopening of businesses and economies. These factors aided the post-pandemic global economic recovery throughout the period. However, global inflationary pressures increased notably, buoyed by rebounding global demand and also by global supply-chain bottlenecks and raw material shortages.

These moves caused some of the world's major central banks to take an increasingly assertive stance in order to curb inflationary pressures. The US Federal Reserve indicated that a series of interest rate hikes would need to be implemented in 2022 and 2023. Some emerging market countries increased interest rates (having started earlier in 2021 in some cases) at a faster pace than many investors had expected. As it became apparent that inflation was likely to prove more persistent than originally thought, bond markets everywhere came under pressure, particularly towards the end of 2021. The problem was exacerbated by Russia's military invasion of Ukraine in late February 2022 – both Russia and Ukraine are important producers of energy and other key commodities and raw materials, and the prices of many of these increased dramatically.

In this environment, all segments of the asset class recorded very disappointing returns in the period. Emerging market local currency government bonds underperformed hard currency government and corporate bonds, due in part to the weakening of emerging market currencies (versus the US dollar) as investors anticipated US-led interest rate hikes.

Fund outperformance was driven largely by country allocation decisions. For example, being underweight (meaning, lower than the benchmark) Russian assets and having no exposure in Belarus aided relative returns. However, a full-scale military invasion was not our investment team's base-case scenario, and our overweight position in Ukraine going into the crisis hurt relative returns. Leading performance contributors over the entire period included our government bond holdings in Brazil, South Africa (both benefited from the rising commodity price environment), Uruguay, Indonesia and Ecuador.

Investment activities

There were no major shifts in fund positioning during the period. Hard currency assets continued to make up the bulk of our exposure, and they outperformed local currency assets. The fund maintained its small underweight exposure to local currency debt. However, as expectations of higher US interest rates increased during the first quarter of 2022, we began to shift some exposure into local currency assets, moving into an overweight position versus our benchmark by the end of March.

Outlook

We continue to maintain a flexible approach to the asset class, with positioning based on a globally diversified portfolio of hard and local currency emerging market government, quasi-government and corporate bonds. Our 'go anywhere' investment approach allows us to select the investment opportunities we consider most attractive (unconstrained by the benchmark) from a very diverse and rapidly expanding bond universe.

We recognise that there are still several headwinds that could potentially impact the macroeconomic outlook for emerging markets over the remainder of 2022 and beyond. Risks surrounding the war in Ukraine remain elevated, although we think most of the downside risk to asset prices arising from the conflict is probably behind us. Further global inflationary pressure and the risk of even tighter US-led policy responses could also hit the asset class again. However, here as well, we

Investment review

think it is likely that most of this impact is now behind us. On the other hand, we believe valuations remain selectively attractive in several parts of the market, presenting investors with some interesting opportunities. There has been significant divergence in performance between different segments and regions within the asset class, and, despite heightened risks, this seems to be presenting opportunities for active managers relying on bottom-up analysis of individual issuers.

Claudia Calich

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income | | | | | 2,864,265 | 93.21 |
| Debt securities | | | | | 2,864,265 | 93.21 |
| 'AAA' credit rated bonds | | | | | 97,898 | 3.19 |
| International Finance 7.5% | 20,000,000 | GEL | 18.10.2023 | | 6,321 | 0.21 |
| Singapore (Republic of) 1.75% | 60,000,000 | SG\$ | 01.02.2023 | | 44,418 | 1.45 |
| Singapore (Republic of) 2.75% | 63,000,000 | SG\$ | 01.07.2023 | | 47,159 | 1.53 |
| 'AA' credit rated bonds | | | | | 42,707 | 1.39 |
| Qatar (State of) 6.4% | 18,264,000 | US\$ | 20.01.2040 | | 24,488 | 0.80 |
| Qatar Petroleum 3.125% | 20,000,000 | US\$ | 12.07.2041 | | 18,219 | 0.59 |
| 'A' credit rated bonds | | | | | 111,767 | 3.64 |
| BOC Aviation 2.625% | 3,400,000 | US\$ | 17.09.2030 | | 3,062 | 0.10 |
| BOC Aviation 3.875% | 7,000,000 | US\$ | 27.04.2026 | | 7,025 | 0.23 |
| Chile (Republic of) 2.5% | 7,000,000,000 | CLP | 01.03.2025 | | 7,855 | 0.26 |
| Chile (Republic of) 5% | 14,500,000,000 | CLP | 01.10.2028 | | 16,626 | 0.54 |
| China (People's Republic of) 3.27% | 350,000,000 | CNY | 19.11.2030 | | 56,897 | 1.85 |
| ELG Pearl holdings 3.545% | 8,775,000 | US\$ | 31.08.2036 | | 8,365 | 0.27 |
| SA Global Sukuk 2.694% | 9,631,000 | US\$ | 17.06.2031 | | 9,140 | 0.30 |
| Tencent Holdings 3.24% | 3,575,000 | US\$ | 03.06.2050 | | 2,797 | 0.09 |
| 'BBB' credit rated bonds | | | | | 565,221 | 18.39 |
| ABJA Investment 5.45% | 8,950,000 | US\$ | 24.01.2028 | | 9,260 | 0.30 |
| Banco de Crédito del Perú FRN | 2,431,000 | US\$ | 01.07.2030 | | 2,286 | 0.07 |
| Banco de Crédito del Perú FRN | 5,667,000 | US\$ | 30.09.2031 | | 5,310 | 0.17 |
| Bank Leumi 3.275% | 7,178,000 | US\$ | 29.01.2031 | | 6,750 | 0.22 |
| Development Bank of Kazakhstan 8.95% ^a | 5,201,750,000 | KZT | 04.05.2023 | | 9,101 | 0.30 |
| DP World Crescent 4.848% | 3,234,000 | US\$ | 26.09.2028 | | 3,451 | 0.11 |
| Equate Petrochemical 2.625% | 5,000,000 | US\$ | 28.04.2028 | | 4,648 | 0.15 |
| Hutama Karya Persero 3.75% | 9,951,000 | US\$ | 11.05.2030 | | 9,997 | 0.33 |
| Indofood CBP Sukses Makmur 3.398% | 8,365,000 | US\$ | 09.06.2031 | | 7,514 | 0.24 |
| Indonesia (Republic of) 7.5% | 303,000,000,000 | IDR | 15.06.2035 | | 21,713 | 0.71 |
| Indonesia (Republic of) 8.25% | 471,154,000,000 | IDR | 15.05.2036 | | 35,675 | 1.16 |
| Indonesia (Republic of) 8.375% | 310,000,000,000 | IDR | 15.03.2034 | | 23,710 | 0.77 |
| Indonesia (Republic of) 8.375% | 300,000,000,000 | IDR | 15.04.2039 | | 23,097 | 0.75 |
| Indonesia Asahan Aluminium Persero 5.45% | 3,250,000 | US\$ | 15.05.2030 | | 3,396 | 0.11 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Israel Electric 3.75% | 5,930,000 | US\$ | 22.02.2032 | | 5,705 | 0.19 |
| Kazakhstan (Republic of) 5% ^a | 4,381,000,000 | KZT | 15.05.2023 | | 7,479 | 0.24 |
| Kazakhstan (Republic of) 8.05% ^a | 3,250,000,000 | KZT | 20.05.2024 | | 4,962 | 0.16 |
| Lenovo Group 3.421% | 7,180,000 | US\$ | 02.11.2030 | | 6,635 | 0.22 |
| Lenovo Group 5.875% | 5,900,000 | US\$ | 24.04.2025 | | 6,170 | 0.20 |
| Malaysia (Federation of) 3.885% ^b | 118,000,000 | MYR | 15.08.2029 | | 28,124 | 0.91 |
| Meituan 3.05% | 10,000,000 | US\$ | 28.10.2030 | | 8,068 | 0.26 |
| Mexico (United Mexican States) 5.625% | 12,500,000 | £ | 19.03.2114 | | 16,348 | 0.53 |
| Mexico (United Mexican States) 8% | 450,000,000 | MXN | 05.09.2024 | | 22,407 | 0.73 |
| Mexico (United Mexican States) 8.5% | 1,379,920,000 | MXN | 18.11.2038 | | 70,464 | 2.29 |
| Mizrahi Tefahot Bank FRN | 5,614,000 | US\$ | 07.04.2031 | | 5,236 | 0.17 |
| MVM Energetika 0.875% | 8,182,000 | € | 18.11.2027 | | 8,333 | 0.27 |
| Panama Bonos del Tesoro 3.362% | 8,363,000 | US\$ | 30.06.2031 | | 7,871 | 0.26 |
| Peru (Republic of) 3% | 15,771,000 | US\$ | 15.01.2034 | | 14,745 | 0.48 |
| Peru (Republic of) 5.94% | 70,500,000 | PEN | 12.02.2029 | | 18,412 | 0.60 |
| Peru (Republic of) 6.15% | 66,000,000 | PEN | 12.08.2032 | | 17,110 | 0.56 |
| Perusahaan Perseroan Persero PT Perusahaan Listrik Negara 1.875% | 10,750,000 | € | 05.11.2031 | | 10,443 | 0.34 |
| Perusahaan Perseroan Persero PT Perusahaan Listrik Negara 4.875% | 7,250,000 | US\$ | 17.07.2049 | | 6,987 | 0.23 |
| Philippines (Republic of) 6.25% | 778,000,000 | PHP | 14.01.2036 | | 16,449 | 0.53 |
| Prosus 3.257% | 5,501,000 | US\$ | 19.01.2027 | | 5,029 | 0.16 |
| Romania (Republic of) 2.125% | 14,000,000 | € | 07.03.2028 | | 14,634 | 0.48 |
| Romania (Republic of) 2.875% | 15,405,000 | € | 13.04.2042 | | 13,106 | 0.43 |
| SK Hynix 2.375% | 7,800,000 | US\$ | 19.01.2031 | | 6,836 | 0.22 |
| Thailand (Kingdom of) 1.25% ^b | 403,759,000 | THB | 12.03.2028 | | 13,396 | 0.44 |
| Trust Fibra Uno 6.39% | 7,700,000 | US\$ | 15.01.2050 | | 7,680 | 0.25 |
| Uruguay (Republic of) 3.875% | 1,189,918,908 | UYU | 02.07.2040 | | 38,275 | 1.25 |
| Uruguay (Republic of) 8.25% | 783,561,644 | UYU | 21.05.2031 | | 18,409 | 0.60 |
| 'BB' credit rated bonds | | | | | 988,004 | 32.15 |
| Adani Green Energy 4.375% | 3,000,000 | US\$ | 08.09.2024 | | 2,940 | 0.10 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Azerbaijan (Republic of) 3.5% | 22,030,000 | US\$ | 01.09.2032 | | 20,583 | 0.67 |
| Banco BTG Pactual 4.5% | 8,500,000 | US\$ | 10.01.2025 | | 8,459 | 0.27 |
| Banco Continental SAECA 2.75% | 3,000,000 | US\$ | 10.12.2025 | | 2,755 | 0.09 |
| Banco do Brasil 4.875% | 4,146,000 | US\$ | 11.01.2029 | | 4,184 | 0.14 |
| Banco Mercantil del Norte FRN | 10,650,000 | US\$ | 31.12.2099 | | 10,556 | 0.34 |
| Bangkok Bank FRN | 9,000,000 | US\$ | 31.12.2099 | | 8,822 | 0.29 |
| Bank Negara Indonesia FRN | 5,932,000 | US\$ | 31.12.2099 | | 5,444 | 0.18 |
| BBVA Bancomer FRN | 5,500,000 | US\$ | 18.01.2033 | | 5,192 | 0.17 |
| Bidvest Group 3.625% | 9,358,000 | US\$ | 23.09.2026 | | 8,797 | 0.29 |
| Bioceanico Sovereign Certificate 0% | 17,135,007 | US\$ | 05.06.2034 | | 12,353 | 0.40 |
| Brazil (Federal Republic of) 10% | 587,000,000 | BRL | 01.01.2029 | | 114,622 | 3.73 |
| Cemex 5.45% | 3,500,000 | US\$ | 19.11.2029 | | 3,554 | 0.12 |
| Cemex 7.375% | 6,613,000 | US\$ | 05.06.2027 | | 7,090 | 0.23 |
| Colombia (Republic of) 4.125% | 12,000,000 | US\$ | 15.05.2051 | | 9,177 | 0.30 |
| Colombia (Republic of) 5.625% | 10,000,000 | US\$ | 26.02.2044 | | 9,123 | 0.30 |
| Colombia (Republic of) 6.125% | 10,000,000 | US\$ | 18.01.2041 | | 9,792 | 0.32 |
| Colombia (Republic of) 7.25% | 98,000,000,000 | COP | 18.10.2034 | | 21,394 | 0.70 |
| Colombia (Republic of) 7.25% | 102,000,000,000 | COP | 26.10.2050 | | 20,206 | 0.66 |
| Colombia (Republic of) 9.75% | 27,627,000,000 | COP | 26.07.2028 | | 6,920 | 0.22 |
| Continuum Energy Levanter 4.5% | 3,698,438 | US\$ | 09.02.2027 | | 3,575 | 0.12 |
| Côte d'Ivoire (Republic of) 5.25% | 11,148,000 | € | 22.03.2030 | | 11,456 | 0.37 |
| Côte d'Ivoire (Republic of) 6.625% | 15,360,000 | € | 22.03.2048 | | 14,912 | 0.48 |
| Côte d'Ivoire 4.875% | 6,300,000 | € | 30.01.2032 | | 6,174 | 0.20 |
| Dominican (Republic of) 4.875% | 10,800,000 | US\$ | 23.09.2032 | | 9,768 | 0.32 |
| Dominican (Republic of) 5.5% | 9,583,000 | US\$ | 22.02.2029 | | 9,455 | 0.31 |
| Dominican (Republic of) 6% | 6,389,000 | US\$ | 22.02.2033 | | 6,211 | 0.20 |
| Dominican (Republic of) 6.4% | 13,000,000 | US\$ | 05.06.2049 | | 12,145 | 0.39 |
| Dominican (Republic of) 7.45% | 14,434,000 | US\$ | 30.04.2044 | | 15,143 | 0.49 |
| Dominican (Republic of) 8.9% | 870,600,000 | DOP | 15.02.2023 | | 16,140 | 0.52 |
| Dominican (Republic of) 9.75% | 946,000,000 | DOP | 05.06.2026 | | 17,623 | 0.57 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| DP World Salaam FRN | 2,966,000 | US\$ | 31.12.2099 | | 3,071 | 0.10 |
| Ecopetrol 7.375% | 6,250,000 | US\$ | 18.09.2043 | | 6,331 | 0.21 |
| Electricidad Firme de Mexico Holdings 4.9% | 5,000,000 | US\$ | 20.11.2026 | | 4,661 | 0.15 |
| Empresas Publicas de Medellin 8.375% | 32,209,000,000 | COP | 08.11.2027 | | 7,481 | 0.24 |
| Energean Israel Finance 4.875% | 3,793,796 | US\$ | 30.03.2026 | | 3,679 | 0.12 |
| Energean Israel Finance 5.375% | 2,072,368 | US\$ | 30.03.2028 | | 2,000 | 0.06 |
| EnfraGen Energia Sur Via EnfraGen Spain Via Prime Energia 5.375% | 9,758,000 | US\$ | 30.12.2030 | | 6,902 | 0.22 |
| Georgia (Republic of) 2.75% | 9,500,000 | US\$ | 22.04.2026 | | 8,190 | 0.27 |
| Globo Comunicacao e Participacoes 5.5% | 8,364,000 | US\$ | 14.01.2032 | | 7,535 | 0.24 |
| Greenko Solar Mauritius 5.95% | 12,075,000 | US\$ | 29.07.2026 | | 12,301 | 0.40 |
| Grupo KUO 5.75% | 10,925,000 | US\$ | 07.07.2027 | | 10,800 | 0.35 |
| Guatemala (Republic of) 4.875% | 10,000,000 | US\$ | 13.02.2028 | | 10,246 | 0.33 |
| Guatemala (Republic of) 4.9% | 15,800,000 | US\$ | 01.06.2030 | | 16,130 | 0.52 |
| Guatemala (Republic of) 6.125% | 14,500,000 | US\$ | 01.06.2050 | | 15,233 | 0.50 |
| Ipoteka-Bank 5.5% | 3,500,000 | US\$ | 19.11.2025 | | 3,141 | 0.10 |
| Macedonia (Republic of) 1.625% | 12,877,000 | € | 10.03.2028 | | 12,507 | 0.41 |
| Macedonia (Republic of) 3.675% | 12,250,000 | € | 03.06.2026 | | 13,586 | 0.44 |
| MAF Global Securities FRN | 6,015,000 | US\$ | 31.12.2099 | | 6,087 | 0.20 |
| Millicom International Cellular 5.125% | 4,908,600 | US\$ | 15.01.2028 | | 4,861 | 0.16 |
| Millicom International Cellular 6.25% | 8,190,000 | US\$ | 25.03.2029 | | 8,651 | 0.28 |
| Morocco (Kingdom of) 4% | 20,531,000 | US\$ | 15.12.2050 | | 16,478 | 0.54 |
| Morocco (Kingdom of) 5.5% | 13,583,000 | US\$ | 11.12.2042 | | 13,361 | 0.43 |
| Namibia (Republic of) 5.25% | 10,200,000 | US\$ | 29.10.2025 | | 10,296 | 0.33 |
| Network i2i FRN | 13,700,000 | US\$ | 31.12.2099 | | 13,693 | 0.45 |
| OCP 6.875% | 5,000,000 | US\$ | 25.04.2044 | | 5,089 | 0.17 |
| Office Cherifien DES 3.75% | 9,100,000 | US\$ | 23.06.2031 | | 8,263 | 0.27 |
| Paraguay (Republic of) 6.1% | 20,696,000 | US\$ | 11.08.2044 | | 22,890 | 0.74 |
| Petrobras Global Finance 5.5% | 17,809,000 | US\$ | 10.06.2051 | | 15,312 | 0.50 |
| Petróleos Mexicanos 6.75% | 14,277,000 | US\$ | 21.09.2047 | | 11,652 | 0.38 |
| Petróleos Mexicanos 7.19% | 390,000,000 | MXN | 12.09.2024 | | 18,478 | 0.60 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Petróleos Mexicanos 7.69% | 19,350,000 | US\$ | 23.01.2050 | | 16,973 | 0.55 |
| Rede D'or Finance 4.5% | 5,000,000 | US\$ | 22.01.2030 | | 4,618 | 0.15 |
| Rede D'or Finance 4.95% | 8,250,000 | US\$ | 17.01.2028 | | 8,096 | 0.26 |
| Sagikor Financial 5.3% | 8,943,000 | US\$ | 13.05.2028 | | 8,930 | 0.29 |
| SASOL Financing 5.875% | 9,300,000 | US\$ | 27.03.2024 | | 9,448 | 0.31 |
| Serbia (Republic of) 1.65% | 12,630,000 | € | 03.03.2033 | | 11,003 | 0.36 |
| Serbia (Republic of) 2.05% | 19,836,000 | € | 23.09.2036 | | 16,906 | 0.55 |
| Serbia (Republic of) 4.5% | 1,236,370,000 | RSD | 20.08.2032 | | 10,481 | 0.34 |
| Serbia (Republic of) 5.875% | 703,550,000 | RSD | 08.02.2028 | | 6,954 | 0.23 |
| Simpar Europe 5.2% | 7,500,000 | US\$ | 26.01.2031 | | 6,746 | 0.22 |
| South Africa (Republic of) 5.375% | 17,000,000 | US\$ | 24.07.2044 | | 14,979 | 0.49 |
| South Africa (Republic of) 6.3% | 3,000,000 | US\$ | 22.06.2048 | | 2,835 | 0.09 |
| South Africa (Republic of) 8.75% | 1,207,023,742 | ZAR | 28.02.2048 | | 70,185 | 2.28 |
| South Africa (Republic of) 8.875% | 500,000,000 | ZAR | 28.02.2035 | | 31,039 | 1.01 |
| Southern Gas Corridor 6.875% | 1,851,000 | US\$ | 24.03.2026 | | 2,028 | 0.07 |
| Telefónica Celular del Paraguay 5.875% | 7,700,000 | US\$ | 15.04.2027 | | 7,814 | 0.25 |
| Teva Pharmaceutical Finance Netherlands II 3.75% | 9,500,000 | € | 09.05.2027 | | 10,002 | 0.33 |
| Teva Pharmaceuticals 6.75% | 12,000,000 | US\$ | 01.03.2028 | | 12,596 | 0.41 |
| TMB Bank FRN | 7,200,000 | US\$ | 31.12.2099 | | 6,923 | 0.23 |
| Uzbekistan (Republic of) 4.85% | 6,393,000 | US\$ | 21.10.2025 | | 5,443 | 0.18 |
| Vivo Energy Investments 5.125% | 3,000,000 | US\$ | 24.09.2027 | | 2,985 | 0.10 |
| XP 3.25% | 8,000,000 | US\$ | 01.07.2026 | | 7,550 | 0.25 |
| 'B' credit rated bonds | | | | | 709,075 | 23.07 |
| Albania (Republic of) 3.5% | 12,842,000 | € | 09.10.2025 | | 14,205 | 0.46 |
| Albania (Republic of) 3.5% | 16,379,000 | € | 23.11.2031 | | 15,803 | 0.52 |
| Alesa 7.75% | 5,180,000 | US\$ | 14.12.2026 | | 5,353 | 0.17 |
| Angola (Republic of) 9.375% | 16,509,000 | US\$ | 08.05.2048 | | 16,363 | 0.53 |
| Armenia (Republic of) 3.6% | 18,400,000 | US\$ | 02.02.2031 | | 14,605 | 0.48 |
| Auna 6.5% | 1,445,000 | US\$ | 20.11.2025 | | 1,405 | 0.05 |
| Aydem Yenilenebilir Enerji 7.75% | 6,686,000 | US\$ | 02.02.2027 | | 5,311 | 0.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Bahamas (Commonwealth of) 6% | 14,260,000 | US\$ | 21.11.2028 | | 11,142 | 0.36 |
| Bahamas (Kingdom of) 8.95% | 14,956,000 | US\$ | 15.10.2032 | | 12,062 | 0.39 |
| Bahrain (Kingdom of) 5.25% | 10,000,000 | US\$ | 25.01.2033 | | 9,258 | 0.30 |
| Bahrain (Kingdom of) 5.625% | 23,000,000 | US\$ | 30.09.2031 | | 22,383 | 0.73 |
| Banco Industrial FRN | 6,142,000 | US\$ | 29.01.2031 | | 5,959 | 0.19 |
| Benin (Republic of) 4.875% | 14,000,000 | € | 19.01.2032 | | 13,606 | 0.44 |
| Benin (Republic of) 6.875% | 9,479,000 | € | 19.01.2052 | | 8,836 | 0.29 |
| BOI Finance 7.5% | 7,154,000 | € | 16.02.2027 | | 7,871 | 0.26 |
| Bolivia (Plurinational State of) 4.5% | 18,556,000 | US\$ | 20.03.2028 | | 16,297 | 0.53 |
| Cameroon (Republic of) 5.95% | 19,000,000 | € | 07.07.2032 | | 18,613 | 0.61 |
| Costa Rica (Republic of) 5.625% | 4,632,000 | US\$ | 30.04.2043 | | 4,042 | 0.13 |
| Costa Rica (Republic of) 7.158% | 7,145,000 | US\$ | 12.03.2045 | | 7,095 | 0.23 |
| Dar Al-Arkan 6.75% | 3,000,000 | US\$ | 15.02.2025 | | 3,021 | 0.10 |
| Dar Al-Arkan Sukuk 6.875% | 7,036,000 | US\$ | 21.03.2023 | | 7,101 | 0.23 |
| Egypt (Republic of) 5.8% | 10,267,000 | US\$ | 30.09.2027 | | 9,426 | 0.31 |
| Egypt (Republic of) 8.7002% | 18,533,000 | US\$ | 01.03.2049 | | 16,013 | 0.52 |
| Egypt (Republic of) 8.875% | 17,695,000 | US\$ | 29.05.2050 | | 15,457 | 0.50 |
| Emirates NBD Bank FRN | 6,128,000 | US\$ | 31.12.2099 | | 6,197 | 0.20 |
| ERO Copper 6.5% | 6,612,000 | US\$ | 15.02.2030 | | 6,455 | 0.21 |
| Georgia Capital Issued International Bonds 6.125% | 8,036,000 | US\$ | 09.03.2024 | | 7,755 | 0.25 |
| Honduras (Republic of) 6.25% | 24,300,000 | US\$ | 19.01.2027 | | 23,199 | 0.76 |
| Jordan (Kingdom of) 6.125% | 12,400,000 | US\$ | 29.01.2026 | | 12,550 | 0.41 |
| Jordan (Kingdom of) 7.375% | 20,396,000 | US\$ | 10.10.2047 | | 18,554 | 0.60 |
| Kenbourne Invest 4.7% | 8,511,000 | US\$ | 22.01.2028 | | 7,531 | 0.25 |
| Kenya (Republic of) 8% | 11,700,000 | US\$ | 22.05.2032 | | 11,408 | 0.37 |
| Kenya (Republic of) 8.25% | 7,300,000 | US\$ | 28.02.2048 | | 6,526 | 0.21 |
| Kosmos Energy 7.125% | 7,700,000 | US\$ | 04.04.2026 | | 7,571 | 0.25 |
| Liquid Telecom Finance 5.5% | 5,507,000 | US\$ | 04.09.2026 | | 5,313 | 0.17 |
| Mongolia (Republic of) 3.5% | 7,850,000 | US\$ | 07.07.2027 | | 7,163 | 0.23 |
| Mongolia (Republic of) 4.45% | 6,540,000 | US\$ | 07.07.2031 | | 5,902 | 0.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Mongolia (Republic of) 5.125% | 8,562,000 | US\$ | 07.04.2026 | | 8,465 | 0.28 |
| Mongolia (Republic of) 5.625% | 4,109,000 | US\$ | 01.05.2023 | | 4,147 | 0.14 |
| Mongolia (Republic of) 8.75% | 9,200,000 | US\$ | 09.03.2024 | | 9,837 | 0.32 |
| Nigeria (Federal Republic of) 7.375% | 11,721,000 | US\$ | 28.09.2033 | | 10,702 | 0.35 |
| Nigeria (Federal Republic of) 7.875% | 16,000,000 | US\$ | 16.02.2032 | | 15,280 | 0.50 |
| Nigeria (Federal Republic of) 8.375% | 6,785,000 | US\$ | 24.03.2029 | | 6,871 | 0.22 |
| Nigeria (Federal Republic of) 8.747% | 15,290,000 | US\$ | 21.01.2031 | | 15,461 | 0.50 |
| Oil and Gas Holding 7.5% | 5,000,000 | US\$ | 25.10.2027 | | 5,272 | 0.17 |
| Oman (Sultanate of) 6.5% | 12,000,000 | US\$ | 08.03.2047 | | 11,764 | 0.38 |
| Oman (Sultanate of) 6.75% | 18,206,000 | US\$ | 17.01.2048 | | 18,187 | 0.59 |
| Oriflame Investment Holding 5.125% | 8,129,000 | US\$ | 04.05.2026 | | 6,632 | 0.22 |
| Pakistan (Republic of) 6.875% | 10,286,000 | US\$ | 05.12.2027 | | 8,088 | 0.26 |
| Pakistan (Republic of) 7.375% | 6,200,000 | US\$ | 08.04.2031 | | 4,626 | 0.15 |
| Pakistan (Republic of) 8.875% | 4,438,000 | US\$ | 08.04.2051 | | 3,106 | 0.10 |
| Rwanda (Republic of) 5.5% | 19,300,000 | US\$ | 09.08.2031 | | 17,704 | 0.58 |
| Senegal (Republic of) 4.75% | 12,750,000 | € | 13.03.2028 | | 13,775 | 0.45 |
| Senegal (Republic of) 5.375% | 3,000,000 | € | 08.06.2037 | | 2,834 | 0.09 |
| Senegal (Republic of) 6.25% | 11,500,000 | US\$ | 23.05.2033 | | 10,872 | 0.35 |
| Senegal (Republic of) 6.75% | 6,000,000 | US\$ | 13.03.2048 | | 5,190 | 0.17 |
| Serbia (Republic of) 4.75% | 13,600,000 | € | 27.04.2026 | | 15,345 | 0.50 |
| Seychelles (Republic of) 8% | 690,840 | US\$ | 01.01.2026 | | 701 | 0.02 |
| Silknet 8.375% | 4,543,000 | US\$ | 31.01.2027 | | 4,456 | 0.15 |
| Tajikistan (Republic of) 7.125% | 17,340,000 | US\$ | 14.09.2027 | | 12,991 | 0.42 |
| Total Play Telecomunicaciones 6.375% | 15,000,000 | US\$ | 20.09.2028 | | 13,239 | 0.43 |
| Trinidad Petroleum Holdings 9.75% | 16,856,000 | US\$ | 15.06.2026 | | 17,172 | 0.56 |
| Turkey (Republic of) 6.5% | 10,615,000 | US\$ | 20.09.2033 | | 9,310 | 0.30 |
| Turkey (Republic of) 6.625% | 10,000,000 | US\$ | 17.02.2045 | | 8,285 | 0.27 |
| Turkey (Republic of) 7.625% | 12,000,000 | US\$ | 26.04.2029 | | 11,738 | 0.38 |
| Uzbekistan (Republic of) 3.9% | 19,848,000 | US\$ | 19.10.2031 | | 17,208 | 0.56 |
| Uzbekistan (Republic of) 5.375% | 11,500,000 | US\$ | 20.02.2029 | | 11,465 | 0.37 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Uzbekistan (Republic of) 14% | 130,500,000,000 | UZS | 19.07.2024 | | 10,615 | 0.35 |
| Uzbekistan (Republic of) 14.5% | 52,420,000,000 | UZS | 25.11.2023 | | 4,327 | 0.14 |
| VTR Comunicaciones 5.125% | 6,368,000 | US\$ | 15.01.2028 | | 6,059 | 0.20 |
| 'CCC' credit rated bonds | | | | | 195,750 | 6.37 |
| Banco do Brasil FRN | 5,750,000 | US\$ | 29.10.2049 | | 5,535 | 0.18 |
| Ecuador (Republic of) 0% | 15,000,000 | US\$ | 31.07.2030 | | 8,419 | 0.27 |
| Ecuador (Republic of) 1% | 12,000,000 | US\$ | 31.07.2035 | | 7,908 | 0.26 |
| El Salvador (Republic of) 7.1246% | 12,410,000 | US\$ | 20.01.2050 | | 5,638 | 0.18 |
| El Salvador (Republic of) 9.5% | 7,250,000 | US\$ | 15.07.2052 | | 3,543 | 0.12 |
| Eskom Holdings 6.75% | 15,800,000 | US\$ | 06.08.2023 | | 15,496 | 0.51 |
| Eskom Holdings 7.125% | 11,700,000 | US\$ | 11.02.2025 | | 11,321 | 0.37 |
| Gabon (Republic of) 6.625% | 14,500,000 | US\$ | 06.02.2031 | | 13,801 | 0.45 |
| Gabon (Republic of) 6.95% | 17,898,000 | US\$ | 16.06.2025 | | 18,234 | 0.59 |
| Ghana (Republic of) 8.125% | 27,687,000 | US\$ | 26.03.2032 | | 20,094 | 0.65 |
| Ghana (Republic of) 8.627% | 8,500,000 | US\$ | 16.06.2049 | | 5,969 | 0.19 |
| Hacienda Investments Via DME Airport 5.35% | 6,990,000 | US\$ | 08.02.2028 | | 1,223 | 0.04 |
| Iraq (Republic of) 5.8% | 17,385,750 | US\$ | 15.01.2028 | | 16,934 | 0.55 |
| Kernel Holding 6.75% | 8,399,000 | US\$ | 27.10.2027 | | 4,116 | 0.13 |
| Maldives Sukuk Issuance 9.875% | 6,014,000 | US\$ | 08.04.2026 | | 5,729 | 0.19 |
| Mozambique (Republic of) 5% | 18,150,000 | US\$ | 15.09.2031 | | 15,674 | 0.51 |
| NAK Naftogaz Ukraine Via Kondor Finance 7.375% | 3,830,000 | US\$ | 19.07.2022 | | 1,325 | 0.04 |
| NAK Naftogaz Ukraine Via Kondor Finance 7.625% | 6,247,000 | US\$ | 08.11.2026 | | 1,944 | 0.06 |
| NPC Ukrenergo 6.875% | 5,860,000 | US\$ | 09.11.2026 | | 2,246 | 0.07 |
| Petróleos de Venezuela (Defaulted) 5.375% ^c | 13,323,800 | US\$ | 12.04.2027 | | 899 | 0.03 |
| Ukraine (Republic of) 4.375% | 20,500,000 | € | 27.01.2030 | | 9,697 | 0.32 |
| Ukraine (Republic of) 6.75% | 6,000,000 | € | 20.06.2026 | | 2,771 | 0.09 |
| Ukraine (Republic of) 9.75% | 10,000,000 | US\$ | 01.11.2028 | | 4,348 | 0.14 |
| Ukraine (Republic of) 11.75% ^a | 190,000,000 | UAH | 15.06.2022 | | 2,767 | 0.09 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'CCC' credit rated bonds (continued) | | | | | | |
| Ukraine (Republic of) 16% ^a | 200,000,000 | UAH | 24.05.2023 | | 2,913 | 0.10 |
| YPF 8.5% | 8,500,000 | US\$ | 28.07.2025 | | 7,206 | 0.24 |
| | | | | | 18,972 | 0.62 |
| 'CC' credit rated bonds | | | | | | |
| ALROSA Finance 3.1% | 7,316,000 | US\$ | 25.06.2027 | | 1,580 | 0.05 |
| Gazprom Via Gaz Capital 4.95% | 6,300,000 | US\$ | 23.03.2027 | | 2,629 | 0.08 |
| Gazprom Via Gaz Capital 7.288% | 8,363,000 | US\$ | 16.08.2037 | | 3,751 | 0.12 |
| Russia (Federation of) 8.15% ^a | 6,522,753,000 | RUB | 03.02.2027 | | 2,383 | 0.08 |
| Sri Lanka (Republic of) 6.2% | 3,000,000 | US\$ | 11.05.2027 | | 1,440 | 0.05 |
| Sri Lanka (Republic of) 6.75% | 5,000,000 | US\$ | 18.04.2028 | | 2,395 | 0.08 |
| Sri Lanka (Republic of) 7.55% | 5,000,000 | US\$ | 28.03.2030 | | 2,395 | 0.08 |
| Sri Lanka (Republic of) 7.85% | 5,000,000 | US\$ | 14.03.2029 | | 2,399 | 0.08 |
| | | | | | 50,695 | 1.65 |
| 'C' credit rated bonds | | | | | | |
| Argentina (Republic of) 3.9% | 9,797,281 | US\$ | 01.09.2037 | | 4,230 | 0.14 |
| Argentina (Republic of) 0.125% | 9,484,000 | € | 09.07.2030 | | 3,193 | 0.10 |
| Argentina (Republic of) 0.5% | 20,000,000 | US\$ | 09.07.2030 | | 6,730 | 0.22 |
| Argentina (Republic of) 1.125% | 56,926,829 | US\$ | 09.07.2035 | | 17,380 | 0.57 |
| Argentina (Republic of) 1.125% | 7,800,000 | US\$ | 09.07.2046 | | 2,431 | 0.08 |
| Argentina (Republic of) 5% | 12,031,089 | US\$ | 01.02.2029 | | 7,410 | 0.24 |
| Argentina (Republic of) 15.5% | 266,363,000 | ARS | 17.10.2026 | | 977 | 0.03 |
| Gtlk Europe Capital 4.65% | 1,395,000 | US\$ | 10.03.2027 | | 313 | 0.01 |
| Gtlk Europe Capital 5.95% | 5,667,000 | US\$ | 17.04.2025 | | 1,287 | 0.04 |
| Ukraine (Republic of) 11.15% ^a | 368,532,000 | UAH | 26.08.2022 | | 5,367 | 0.17 |
| Yuzhou Group Holdings 7.375% | 2,000,000 | US\$ | 13.01.2026 | | 265 | 0.01 |
| Yuzhou Group Holdings 7.85% | 4,419,000 | US\$ | 12.08.2026 | | 584 | 0.02 |
| Yuzhou Properties 7.7% | 4,000,000 | US\$ | 20.02.2025 | | 528 | 0.02 |
| | | | | | 16,571 | 0.54 |
| 'D' credit rated bonds | | | | | | |
| Petróleos de Venezuela (Defaulted) 6% ^c | 6,844,900 | US\$ | 16.05.2024 | | 513 | 0.02 |
| Petróleos de Venezuela (Defaulted) 9.75% ^c | 4,055,073 | US\$ | 17.05.2035 | | 291 | 0.01 |
| Venezuela (Republic of) (Defaulted) 7% ^c | 13,324,000 | US\$ | 31.03.2038 | | 1,336 | 0.04 |
| Venezuela (Republic of) (Defaulted) 9.25% ^c | 7,444,600 | US\$ | 07.05.2028 | | 658 | 0.02 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'D' credit rated bonds (continued) | | | | | | |
| Zambia (Republic of) 8.97% | 6,500,000 | US\$ | 30.07.2027 | | 4,704 | 0.15 |
| Zambia (Republic of) (Defaulted) 8.5% ^c | 12,339,000 | US\$ | 14.04.2024 | | 9,069 | 0.30 |
| Bonds with no credit rating | | | | | 67,605 | 2.20 |
| Commercial Bank FRN | 12,626,000 | US\$ | 31.12.2099 | | 12,254 | 0.40 |
| Dubai (Emirate of) 3.9% | 19,216,000 | US\$ | 09.09.2050 | | 16,395 | 0.53 |
| GTLK Europe 5.125% | 6,649,000 | US\$ | 31.05.2024 | | 1,482 | 0.05 |
| International Container Terminal Services 4.75% | 2,500,000 | US\$ | 17.06.2030 | | 2,503 | 0.08 |
| Jollibee Worldwide 4.75% | 10,500,000 | US\$ | 24.06.2030 | | 10,414 | 0.34 |
| Sovcombank Via SovCom Capital FRN | 9,300,000 | US\$ | 07.04.2030 | | 930 | 0.03 |
| Viet Nam Debt & Asset Trading 1% | 25,880,000 | US\$ | 10.10.2025 | | 23,627 | 0.77 |
| Currency | | | | | 9,467 | 0.31 |
| Forward currency contracts | | | | | 9,467 | 0.31 |
| Bought for € 49,998,968.20, Sold for US\$ 54,974,060.53 | | | 01.06.2022 | | 617 | 0.02 |
| Bought for CZK 2,350,000,000.00, Sold for US\$ 106,973,702.02 | | | 01.06.2022 | | (1,053) | (0.03) |
| Bought for HUF 10,200,000,000.00, Sold for US\$ 29,942,682.52 | | | 01.06.2022 | | 338 | 0.01 |
| Bought for ILS 90,000,000.00, Sold for US\$ 28,170,160.29 | | | 01.06.2022 | | 222 | 0.01 |
| Bought for PLN 193,300,000.00, Sold for US\$ 44,794,340.93 | | | 01.06.2022 | | 993 | 0.03 |
| Bought for THB 812,000,000.00, Sold for US\$ 24,643,399.09 | | | 01.06.2022 | | (208) | (0.01) |
| Bought for US\$ 18,816,435.18, Sold for £ 13,950,000.00 | | | 01.06.2022 | | 511 | 0.02 |
| Bought for US\$ 335,813,507.81, Sold for € 293,798,727.58 | | | 01.06.2022 | | 9,157 | 0.30 |
| Bought for US\$ 58,836,540.59, Sold for CZK 1,330,000,000.00 | | | 01.06.2022 | | (1,110) | (0.04) |
| Portfolio of investments | | | | | 2,873,732 | 93.52 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 155,478 | 5.06 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 155,478,000 | US\$ | | | 155,478 | 5.06 |
| Share class hedging | | | | | (1,617) | (0.05) |
| Bought for £ 1,499,045.79, Sold for US\$ 1,972,475.74 | | | 04.05.2022 | | (5) | 0.00 |
| Bought for € 386,975,188.70, Sold for US\$ 431,438,208.70 | | | 04.05.2022 | | (1,686) | (0.05) |
| Bought for CHF 37,000,034.91, Sold for US\$ 39,977,977.16 | | | 04.05.2022 | | 74 | 0.00 |
| Bought for SGD 36,413.24, Sold for US\$ 26,892.46 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 15,220.65, Sold for £ 11,588.16 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 271,218.39, Sold for € 243,505.07 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for US\$ 342,472.67, Sold for CHF 316,945.78 | | | 04.05.2022 | | (1) | 0.00 |
| Bought for ZAR 578,673.33, Sold for US\$ 39,744.61 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 3,027,593 | 98.53 |
| Net other assets/(liabilities) | | | | | 45,404 | 1.47 |
| Net assets | | | | | 3,072,997 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 2,864,265 | 93.21 |
| Unrealised gains on forward currency contracts | | | | | 11,913 | 0.39 |
| Total Investment assets | | | | | 2,876,178 | 93.60 |

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|------------------|---------------|
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (4,063) | (0.13) |
| Total Investment liabilities | (4,063) | (0.13) |
| Total portfolio | 2,872,115 | 93.47 |
| Cash equivalents | 155,478 | 5.06 |
| Net other assets/(liabilities) | 45,404 | 1.47 |
| Net assets | 3,072,997 | 100.00 |

^a Fair valued.

^b Unlisted/unquoted.

^c Defaulted bond.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | |
|---|--|-------------------------------------|
| | Forward currency contracts US\$'000 | Collateral held as cash US\$'000 |
| BNP Paribas | 302,427 | 2,332 |
| HSBC Bank Plc | 125,735 | 0 |
| JP Morgan Chase | 37,127 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 120,822 | 248 |
| State Street Bank and Trust Company | 946,126 | 6,134 |
| UBS AG London | 812,968 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Financial highlights

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | -1.9 | +0.6 | +0.7 | +5.2 | 19.04.12 | 21.09.18 |
| Class 'A' Distribution | -1.8 | +0.6 | +0.7 | +5.3 | 12.07.13 | 21.09.18 |
| Class 'A-H' Accumulation | -8.3 | -1.6 | -0.8 | +0.6 | 10.11.14 | 21.09.18 |
| Class 'A-H' Distribution | -8.3 | -1.6 | -0.8 | +0.5 | 10.11.14 | 21.09.18 |
| Class 'B' Accumulation | -2.4 | 0.0 | +0.2 | +4.9 | 26.07.13 | 21.09.18 |
| Class 'B' Distribution | -2.3 | +0.1 | +0.2 | +3.1 | 11.09.15 | 21.09.18 |
| Class 'B-H' Accumulation | -8.8 | -2.1 | -1.3 | +0.8 | 11.09.15 | 21.09.18 |
| Class 'B-H' Distribution | -8.7 | -2.1 | -1.2 | +0.8 | 11.09.15 | 21.09.18 |
| Class 'C' Accumulation | -1.2 | +1.2 | +1.3 | +5.8 | 19.04.12 | 21.09.18 |
| Class 'C' Distribution | -1.1 | +1.2 | +1.3 | +5.4 | 08.08.14 | 21.09.18 |
| Class 'C-H' Accumulation | -7.7 | -1.0 | -0.1 | +1.1 | 10.11.14 | 21.09.18 |
| Class 'C-H' Distribution | -7.7 | -1.0 | -0.1 | +1.1 | 10.11.14 | 21.09.18 |
| Class 'CI' Accumulation | -1.2 | +1.2 | +1.4 | +5.9 | 19.04.12 | 21.09.18 |
| Class 'CI-H' Accumulation | -7.7 | -1.0 | -0.1 | +1.2 | 10.11.14 | 21.09.18 |
| Class 'CI-H' Distribution | -7.7 | n/a | n/a | +4.1 | n/a | 16.04.20 |
| Class 'JI-H' Distribution | n/a | n/a | n/a | -6.9 | n/a | 28.01.22 |
| Singapore dollar | | | | | | |
| Class 'A-H' Accumulation | n/a | n/a | n/a | -8.0 | n/a | 23.11.21 |
| Class 'A-H M' Distribution | n/a | n/a | n/a | -8.0 | n/a | 23.11.21 |
| South African rand | | | | | | |
| Class 'A-H M F1' Distribution | n/a | n/a | n/a | -9.1 | n/a | 23.09.21 |
| Class 'X-H M F1' Distribution | n/a | n/a | n/a | -9.6 | n/a | 23.09.21 |
| Sterling | | | | | | |
| Class 'C' Accumulation | -2.1 | n/a | n/a | -3.3 | n/a | 27.08.19 |
| Class 'C' Distribution | -2.0 | +0.9 | n/a | +1.0 | n/a | 22.02.19 |
| Class 'CI' Accumulation | -2.0 | n/a | n/a | -3.2 | n/a | 27.08.19 |
| Class 'CI' Distribution | -1.9 | +0.9 | n/a | +1.4 | n/a | 14.03.19 |
| Class 'JI-H' Distribution | n/a | n/a | n/a | -6.6 | n/a | 28.01.22 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Swiss franc | | | | | | |
| Class 'A' Accumulation | -9.0 | -2.3 | -0.2 | +3.2 | 26.07.13 | 21.09.18 |
| Class 'A-H' Accumulation | -8.3 | -1.8 | -1.0 | +0.6 | 24.07.15 | 21.09.18 |
| Class 'C' Accumulation | -8.4 | -1.7 | +0.5 | +3.8 | 26.07.13 | 21.09.18 |
| Class 'C-H' Accumulation | -7.7 | -1.2 | -0.4 | +1.2 | 24.07.15 | 21.09.18 |
| US dollar | | | | | | |
| Class 'A' Accumulation | -7.2 | +0.1 | +1.4 | +3.5 | 19.04.12 | 21.09.18 |
| Class 'A' Distribution | -7.2 | +0.1 | +1.4 | +2.2 | 08.08.14 | 21.09.18 |
| Class 'A M' Distribution | -7.2 | +0.2 | n/a | +2.2 | n/a | 30.11.18 |
| Class 'A M F' Distribution | -7.2 | n/a | n/a | +5.9 | n/a | 19.11.20 |
| Class 'C' Accumulation | -6.6 | +0.8 | +2.1 | +4.1 | 19.04.12 | 21.09.18 |
| Class 'C' Distribution | -6.6 | +0.8 | +2.1 | +2.8 | 08.08.14 | 21.09.18 |
| Class 'C M' Distribution | -6.6 | +0.8 | n/a | +2.8 | n/a | 30.11.18 |
| Class 'CI' Accumulation | -6.6 | +0.8 | +2.1 | +4.1 | 19.04.12 | 21.09.18 |
| Class 'JI' Distribution | n/a | n/a | n/a | -6.5 | n/a | 28.01.22 |
| Class 'X' Accumulation | n/a | n/a | n/a | -8.2 | n/a | 23.11.21 |
| Class 'X M' Distribution | -8.1 | n/a | n/a | -2.3 | n/a | 24.06.20 |
| Class 'X M F' Distribution | -8.1 | n/a | n/a | -6.8 | n/a | 19.11.20 |
| Class 'ZI' Accumulation | -6.0 | +1.5 | n/a | +2.3 | n/a | 30.01.19 |

^a Fund performance before the launch of the fund on 17 September 2018 is that of the relevant Merged Share Class of the M&G Emerging Markets Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G Emerging Markets Bond Fund is a UK authorised fund which launched on 15 October 1999 and its non-Sterling share classes merged into M&G (Lux) Emerging Markets Bond Fund on 7 December 2018.

Distribution details for holders of distribution shares

This sub-fund pays both semi-annual and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Semi-annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|---------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Final | 01.10.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'A-H' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'B-H' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ |
|------------------|-------------------------------------|---------------------------------------|-------------------------------------|---------------------------------------|-------------------------------------|
| First interim | 0.2810 | 0.2762 | 0.2771 | 0.2620 | 0.2861 |
| Final | 0.2864 | 0.2538 | 0.2816 | 0.2498 | 0.2927 |

| to 31 March 2022 | Class 'C-H' Distribution Euro ¢ | Class 'CI-H' Distribution Euro ¢ | Class 'JI-H' Distribution Euro ¢ | Class 'C' Distribution UK p | Class 'CI' Distribution UK p |
|------------------|---------------------------------------|--|--|-----------------------------------|------------------------------------|
| First interim | 0.2721 | 0.3228 | n/a | 0.2713 | 0.2708 |
| Final | 0.2595 | 0.2998 | 0.0981 | 0.2724 | 0.2719 |

| to 31 March 2022 | Class 'JI-H' Distribution UK p | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | Class 'JI' Distribution US ¢ |
|------------------|--------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|
| First interim | n/a | 0.2764 | 0.2814 | n/a |
| Final | 0.0984 | 0.2701 | 0.2760 | 0.0978 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A-H M' Distribution SGD ¢ | Class 'A-H M F1' Distribution ZAR R | Class 'X-H M F1' Distribution ZAR R | Class 'A M' Distribution US ¢ | Class 'A M F' Distribution US ¢ |
|------------------|--|---|---|-------------------------------------|---------------------------------------|
| First interim | n/a | n/a | n/a | 0.0498 | 0.7748 |
| Second interim | n/a | n/a | n/a | 0.0449 | 0.7748 |
| Third interim | n/a | n/a | n/a | 0.0492 | 0.7748 |
| Fourth interim | n/a | n/a | n/a | 0.0463 | 0.7748 |
| Fifth interim | n/a | n/a | n/a | 0.0502 | 0.7748 |
| Sixth interim | n/a | 1.5000 | 1.5000 | 0.0429 | 0.7748 |
| Seventh interim | n/a | 1.5000 | 1.5000 | 0.0458 | 0.7748 |
| Eighth interim | 0.0112 | 1.5000 | 1.5000 | 0.0465 | 0.7748 |
| Ninth interim | 0.0495 | 1.5000 | 1.5000 | 0.0483 | 0.7748 |
| Tenth interim | 0.0497 | 1.4281 | 1.4239 | 0.0484 | 0.6811 |
| Eleventh interim | 0.0480 | 1.4281 | 1.4239 | 0.0463 | 0.6811 |
| Final | 0.0431 | 1.4281 | 1.4239 | 0.0417 | 0.6811 |

| to 31 March 2022 | Class 'C M' Distribution US ¢ | Class 'X M' Distribution US ¢ | Class 'X M F' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|---------------------------------------|
| First interim | 0.0505 | 0.0496 | 0.7740 |
| Second interim | 0.0457 | 0.0449 | 0.7740 |
| Third interim | 0.0499 | 0.0490 | 0.7740 |
| Fourth interim | 0.0471 | 0.0462 | 0.7740 |
| Fifth interim | 0.0511 | 0.0499 | 0.7740 |
| Sixth interim | 0.0437 | 0.0427 | 0.7740 |
| Seventh interim | 0.0466 | 0.0455 | 0.7740 |
| Eighth interim | 0.0474 | 0.0462 | 0.7740 |
| Ninth interim | 0.0493 | 0.0479 | 0.7740 |
| Tenth interim | 0.0493 | 0.0480 | 0.6733 |
| Eleventh interim | 0.0473 | 0.0458 | 0.6733 |
| Final | 0.0426 | 0.0413 | 0.6733 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|-------------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 11.3377 | 11.5532 | 10.4753 |
| Class 'A' Distribution | 9.2400 | 9.9693 | 9.6202 |
| Class 'A-H' Accumulation | 9.9667 | 10.8689 | 9.3175 |
| Class 'A-H' Distribution | 8.1028 | 9.3707 | 8.5539 |
| Class 'B' Accumulation | 11.1410 | 11.4097 | 10.3970 |
| Class 'B' Distribution | 9.0761 | 9.8425 | 9.5465 |
| Class 'B-H' Accumulation | 9.7841 | 10.7267 | 9.2415 |
| Class 'B-H' Distribution | 7.9699 | 9.2518 | 8.4881 |
| Class 'C' Accumulation | 11.6015 | 11.7453 | 10.5805 |
| Class 'C' Distribution | 9.4569 | 10.1360 | 9.7161 |
| Class 'C-H' Accumulation | 10.1840 | 11.0384 | 9.4017 |
| Class 'C-H' Distribution | 8.3033 | 9.5290 | 8.6405 |
| Class 'CI' Accumulation | 11.6208 | 11.7604 | 10.5899 |
| Class 'CI-H' Accumulation | 10.2084 | 11.0585 | 9.4154 |
| Class 'CI-H' Distribution | 9.6023 | 11.0321 | n/a |
| Class 'JI-H' Distribution | 9.3148 | n/a | n/a |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 9.2033 | n/a | n/a |
| Class 'A-H M' Distribution | 9.0525 | n/a | n/a |
| South African rand | ZAR | ZAR | ZAR |
| Class 'A-H M F1' Distribution | 127.9167 | n/a | n/a |
| Class 'X-H M F1' Distribution | 127.1955 | n/a | n/a |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 9.1731 | 9.3660 | 8.7655 |
| Class 'C' Distribution | 8.8027 | 9.5163 | 9.4756 |
| Class 'CI' Accumulation | 9.1833 | 9.3734 | 8.7690 |
| Class 'CI' Distribution | 8.7815 | 9.4886 | 9.4459 |
| Class 'JI-H' Distribution | 9.3417 | n/a | n/a |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|------------------|------------------|
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 10.3381 | 11.3637 | 9.8419 |
| Class 'A-H' Accumulation | 9.8798 | 10.7796 | 9.2625 |
| Class 'C' Accumulation | 10.5777 | 11.5510 | 9.9393 |
| Class 'C-H' Accumulation | 10.1168 | 10.9641 | 9.3591 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 10.6940 | 11.5254 | 9.7499 |
| Class 'A' Distribution | 8.7150 | 9.9448 | 8.9534 |
| Class 'A M' Distribution | 8.8182 | 10.0691 | 9.0204 |
| Class 'A M F' Distribution | 81.0249 | 96.2994 | n/a |
| Class 'C' Accumulation | 10.9430 | 11.7172 | 9.8480 |
| Class 'C' Distribution | 8.9201 | 10.1117 | 9.0441 |
| Class 'C M' Distribution | 9.0098 | 10.2198 | 9.0973 |
| Class 'CI' Accumulation | 10.9603 | 11.7312 | 9.8559 |
| Class 'JI' Distribution | 9.3547 | n/a | n/a |
| Class 'X' Accumulation | 9.1757 | n/a | n/a |
| Class 'X M' Distribution | 8.7239 | 10.0620 | n/a |
| Class 'X M F' Distribution | 79.8943 | 95.9692 | n/a |
| Class 'ZI' Accumulation | 10.7418 | 11.4286 | 9.5440 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 3,072,997 | 2,673,113 | 1,027,786 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 10,181 |
| Swung net assets | 3,072,997 | 2,673,113 | 1,037,967 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|-------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.44 |
| Class 'A' Distribution | | 1.44 |
| Class 'A-H' Accumulation | | 1.46 |
| Class 'A-H' Distribution | | 1.46 |
| Class 'B' Accumulation | | 1.94 |
| Class 'B' Distribution | | 1.94 |
| Class 'B-H' Accumulation | | 1.96 |
| Class 'B-H' Distribution | | 1.96 |
| Class 'C' Accumulation | | 0.79 |
| Class 'C' Distribution | | 0.79 |
| Class 'C-H' Accumulation | | 0.81 |
| Class 'C-H' Distribution | | 0.81 |
| Class 'CI' Accumulation | | 0.75 |
| Class 'CI-H' Accumulation | | 0.77 |
| Class 'CI-H' Distribution | | 0.77 |
| Class 'JI-H' Distribution | | 0.66 |
| Singapore dollar | | % |
| Class 'A-H' Accumulation | | 1.45 |
| Class 'A-H M' Distribution | | 1.45 |
| South African rand | | % |
| Class 'A-H M F1' Distribution | | 1.45 |
| Class 'X-H M F1' Distribution | | 2.45 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.79 |
| Class 'C' Distribution | | 0.80 |
| Class 'CI' Accumulation | | 0.76 |
| Class 'CI' Distribution | | 0.75 |
| Class 'JI-H' Distribution | | 0.66 |
| Swiss franc | | % |
| Class 'A' Accumulation | | 1.43 |
| Class 'A-H' Accumulation | | 1.46 |
| Class 'C' Accumulation | | 0.79 |
| Class 'C-H' Accumulation | | 0.81 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| US dollar | | % |
| Class 'A' Accumulation | | 1.44 |
| Class 'A' Distribution | | 1.44 |
| Class 'A M' Distribution | | 1.44 |
| Class 'A M F' Distribution | | 1.44 |
| Class 'C' Accumulation | | 0.79 |
| Class 'C' Distribution | | 0.79 |
| Class 'C M' Distribution | | 0.79 |
| Class 'CI' Accumulation | | 0.74 |
| Class 'JI' Distribution | | 0.64 |
| Class 'X' Accumulation | | 2.43 |
| Class 'X M' Distribution | | 2.44 |
| Class 'X M F' Distribution | | 2.44 |
| Class 'ZI' Accumulation | | 0.14 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of income and capital growth) than that of the hard currency emerging market bond market over any three-year period.

Investment policy

The Fund will invest at least 80% of its Net Asset Value in emerging markets debt instruments issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities, quasi-sovereigns and supranational bodies denominated in hard currency. It may also take limited exposure to debt instruments issued by emerging market companies or instruments denominated in emerging market currencies. The Investment Manager has the discretion to identify the countries that it considers to qualify as emerging markets.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund's exposure to these assets will typically be gained directly. The Fund may also invest indirectly via derivative instruments.

Derivative instruments can be used to meet the Fund's investment objective and for efficient portfolio management. The derivative instruments that the Fund may invest in include spot and forward contracts, exchange traded futures, swaps, credit default swaps, total return swaps and options.

The Fund may also invest in cash, near cash, deposits, other debt instruments and other collective investment schemes.

Investment strategy

Investment approach

The Fund's approach to emerging market investing begins with a top-down analysis of the global economy, which is fine tuned on a daily basis subject to market, economic and political changes.

Within this framework, the Investment Manager's approach involves:

- forming a view on the global and overall emerging markets outlook, including prospects for demand from advanced economies, commodity prices, interest rate trends, monetary policy tools and other components of the external environment;
- identifying countries with stable or improving underlying credit fundamentals (including stable/improving fiscal positions, stable/improving political situations, comfortable central bank reserve levels, improving current account positions for example);
- evaluating the technical conditions of the credit to identify both the upside and the imbalances that could potentially lead to market dislocations.

This disciplined multi-pronged framework provides the basis for our country weighting, marginal allocation to corporates, duration, yield curve and currency and instrument selection decisions, as well as relative value assessments.

The Fund will not take direct or indirect (when the underlying of an eligible asset is a commodity) exposure to commodities.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Investment objective and policy

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

JPM EMBI Global Diversified Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month review period presented significant challenges for emerging market debt, with the fund delivering a negative return that was broadly in line with the benchmark index.

A significant portion of the fund's negative return was a result of direct exposure to government bonds from Russia and Ukraine, which collapsed in price following the outbreak of war in February 2022.

In the second half of 2021 and in 2022, hard currency emerging market debt had also faced headwinds from expected future rises in US interest rates. The fund's above-benchmark exposure to high yield debt – which is considered riskier and therefore suffered more in the sell-off – was also, at times, a drag on portfolio performance.

The fund's losses were partially offset by low or underweight (below benchmark) exposure to markets that have close proximity to Russia, including Belarus, Hungary, Poland, Romania and Turkey. The fund's flexible mandate also allows us to allocate a small percentage of the portfolio to local currency assets. These helped to mitigate portfolio losses in the latter part of the review period, as local currencies outperformed hard currency assets.

Investment activities

In the months leading up to Russia's invasion of Ukraine, we maintained our exposure to Russian and Ukrainian bonds. This was due to our belief that a conflict was among the least likely scenarios and because the bonds were already trading at a significant discount. We did not trade these assets following the war's outbreak, and they were still held in the portfolio at the end of the review period.

We maintained overweight (above-benchmark) exposure to high yield markets throughout the period, as we felt they offered potentially attractive relative value, given the extent to which investment grade credit spreads had tightened. (Credit spreads reflect bondholders' appetite for taking the risk that bond

issuers would not pay interest or repay their debt. They represent the difference – or spread – between returns on government bonds, which are considered safer, and those on corporate bonds. The tighter the credit spread, the higher investors' appetite for risk.)

We also remained close to our maximum permitted allocation to local currency assets, as we believed they were attractively valued. While they have outperformed recently, we continue to hold these positions with a view to providing diversification.

Outlook

The significant underperformance of hard currency emerging market assets reflects numerous headwinds faced by the asset class, including rising US interest rates, COVID lockdowns in China and ongoing developments in Ukraine.

Given the steep discounts at which many of these assets are trading and, at times, the indiscriminate sell-offs that have occurred, we believe there is scope for many assets to recover. However, we remain aware of the scale of potential risks, and we continue balance our pursuit of potential opportunities with careful risk management.

Claudia Calich

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income | | | | | 148,937 | 94.26 |
| Debt securities | | | | | 148,937 | 94.26 |
| Albania | | | | | 1,984 | 1.25 |
| 'B' credit rated bonds | | | | | | |
| Albania (Republic of) 3.5% | 1,041,000 | € | 09.10.2025 | | 1,151 | 0.73 |
| Albania (Republic of) 3.5% | 863,000 | € | 23.11.2031 | | 833 | 0.52 |
| Angola | | | | | 1,540 | 0.97 |
| 'B' credit rated bonds | | | | | | |
| Angola (Republic of) 9.375% | 1,554,000 | US\$ | 08.05.2048 | | 1,540 | 0.97 |
| Argentina | | | | | 4,125 | 2.61 |
| 'CCC' credit rated bonds | | | | | | |
| YPF 8.5% | 600,000 | US\$ | 28.07.2025 | | 509 | 0.32 |
| 'C' credit rated bonds | | | | | | |
| Argentina (Republic of) 15.5% | 105,458,000 | ARS | 17.10.2026 | | 387 | 0.24 |
| Argentina (Republic of) 0.125% | 1,910,000 | € | 09.07.2030 | | 643 | 0.41 |
| Argentina (Republic of) 0.5% | 3,100,000 | US\$ | 09.07.2030 | | 1,043 | 0.66 |
| Argentina (Republic of) 1.125% | 5,053,911 | US\$ | 09.07.2035 | | 1,543 | 0.98 |
| Armenia | | | | | 789 | 0.50 |
| 'B' credit rated bonds | | | | | | |
| Armenia (Republic of) 3.6% | 994,000 | US\$ | 02.02.2031 | | 789 | 0.50 |
| Azerbaijan | | | | | 1,907 | 1.21 |
| 'BB' credit rated bonds | | | | | | |
| Azerbaijan (Republic of) 3.5% | 2,041,000 | US\$ | 01.09.2032 | | 1,907 | 1.21 |
| Bahamas | | | | | 1,102 | 0.70 |
| 'B' credit rated bonds | | | | | | |
| Bahamas (Kingdom of) 8.95% | 1,366,000 | US\$ | 15.10.2032 | | 1,102 | 0.70 |
| Bahrain | | | | | 4,409 | 2.79 |
| 'B' credit rated bonds | | | | | | |
| Bahrain (Kingdom of) 5.625% | 4,150,000 | US\$ | 30.09.2031 | | 4,039 | 2.56 |
| Bahrain (Kingdom of) 5.25% | 400,000 | US\$ | 25.01.2033 | | 370 | 0.23 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Benin | | | | | 1,686 | 1.07 |
| 'B' credit rated bonds | | | | | | |
| Benin (Republic of) 4.875% | 1,000,000 | € | 19.01.2032 | | 972 | 0.62 |
| Benin (Republic of) 6.875% | 766,000 | € | 19.01.2052 | | 714 | 0.45 |
| Bolivia | | | | | 690 | 0.44 |
| 'B' credit rated bonds | | | | | | |
| Bolivia (Plurinational State of) 4.5% | 786,000 | US\$ | 20.03.2028 | | 690 | 0.44 |
| Brazil | | | | | 2,687 | 1.70 |
| 'BB' credit rated bonds | | | | | | |
| Brazil (Federal Republic of) 10% | 4,650,000 | BRL | 01.01.2023 | | 956 | 0.61 |
| Globo Comunicacao e Participacoes 5.5% | 517,000 | US\$ | 14.01.2032 | | 466 | 0.29 |
| Brazil (Federal Republic of) 4.75% | 1,500,000 | US\$ | 14.01.2050 | | 1,265 | 0.80 |
| Cameroon | | | | | 1,763 | 1.12 |
| 'B' credit rated bonds | | | | | | |
| Cameroon (Republic of) 5.95% | 1,800,000 | € | 07.07.2032 | | 1,763 | 1.12 |
| Cayman Islands | | | | | 2,510 | 1.59 |
| 'BB' credit rated bonds | | | | | | |
| Bioceanico Sovereign Certificate 0% | 1,992,487 | US\$ | 05.06.2034 | | 1,436 | 0.91 |
| 'B' credit rated bonds | | | | | | |
| Dar Al-Arkan Sukuk 6.875% | 580,000 | US\$ | 21.03.2023 | | 585 | 0.37 |
| 'CCC' credit rated bonds | | | | | | |
| Maldives Sukuk Issuance 9.875% | 450,000 | US\$ | 08.04.2026 | | 429 | 0.27 |
| 'C' credit rated bonds | | | | | | |
| Yuzhou Group Holdings 7.375% | 450,000 | US\$ | 13.01.2026 | | 60 | 0.04 |
| Colombia | | | | | 4,604 | 2.91 |
| 'BB' credit rated bonds | | | | | | |
| Empresas Publicas de Medellin 8.375% | 2,272,000,000 | COP | 08.11.2027 | | 528 | 0.33 |
| Colombia (Republic of) 6.125% | 2,300,000 | US\$ | 18.01.2041 | | 2,252 | 1.43 |
| Colombia (Republic of) 5.625% | 2,000,000 | US\$ | 26.02.2044 | | 1,824 | 1.15 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Costa Rica | | | | | 1,129 | 0.71 |
| 'B' credit rated bonds | | | | | | |
| Costa Rica (Republic of) 5.625% | 1,294,000 | US\$ | 30.04.2043 | | 1,129 | 0.71 |
| Dominican Republic | | | | | 5,194 | 3.29 |
| 'BB' credit rated bonds | | | | | | |
| Dominican (Republic of) 8% ^a | 45,000,000 | DOP | 12.02.2027 | | 731 | 0.46 |
| Dominican (Republic of) 5.5% | 500,000 | US\$ | 22.02.2029 | | 493 | 0.31 |
| Dominican (Republic of) 6% | 333,000 | US\$ | 22.02.2033 | | 324 | 0.21 |
| Dominican (Republic of) 7.45% | 3,475,000 | US\$ | 30.04.2044 | | 3,646 | 2.31 |
| Ecuador | | | | | 2,625 | 1.66 |
| 'CCC' credit rated bonds | | | | | | |
| Ecuador (Republic of) 1% | 2,720,021 | US\$ | 31.07.2035 | | 1,793 | 1.13 |
| Ecuador (Republic of) 0.5% | 1,442,508 | US\$ | 31.07.2040 | | 832 | 0.53 |
| Egypt | | | | | 2,594 | 1.64 |
| 'B' credit rated bonds | | | | | | |
| Egypt (Republic of) 5.8% | 1,000,000 | US\$ | 30.09.2027 | | 918 | 0.58 |
| Egypt (Republic of) 8.7002% | 1,940,000 | US\$ | 01.03.2049 | | 1,676 | 1.06 |
| El Salvador | | | | | 733 | 0.46 |
| 'CCC' credit rated bonds | | | | | | |
| El Salvador (Republic of) 9.5% | 1,500,000 | US\$ | 15.07.2052 | | 733 | 0.46 |
| Gabon | | | | | 2,380 | 1.51 |
| 'CCC' credit rated bonds | | | | | | |
| Gabon (Republic of) 6.625% | 2,500,000 | US\$ | 06.02.2031 | | 2,380 | 1.51 |
| Georgia | | | | | 827 | 0.52 |
| 'BB' credit rated bonds | | | | | | |
| Georgia (Republic of) 2.75% | 512,000 | US\$ | 22.04.2026 | | 441 | 0.28 |
| 'B' credit rated bonds | | | | | | |
| Georgia Capital Issued International Bonds 6.125% | 400,000 | US\$ | 09.03.2024 | | 386 | 0.24 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Ghana | | | | | 2,827 | 1.79 |
| 'CCC' credit rated bonds | | | | | | |
| Ghana (Republic of) 8.125% | 3,000,000 | US\$ | 26.03.2032 | | 2,177 | 1.38 |
| Ghana (Republic of) 8.627% | 925,000 | US\$ | 16.06.2049 | | 650 | 0.41 |
| Guatemala | | | | | 2,101 | 1.33 |
| 'BB' credit rated bonds | | | | | | |
| Guatemala (Republic of) 6.125% | 2,000,000 | US\$ | 01.06.2050 | | 2,101 | 1.33 |
| Honduras | | | | | 1,671 | 1.06 |
| 'B' credit rated bonds | | | | | | |
| Honduras (Republic of) 6.25% | 1,750,000 | US\$ | 19.01.2027 | | 1,671 | 1.06 |
| Hong Kong | | | | | 404 | 0.26 |
| 'BBB' credit rated bonds | | | | | | |
| Lenovo Group 5.875% | 386,000 | US\$ | 24.04.2025 | | 404 | 0.26 |
| Indonesia | | | | | 3,277 | 2.07 |
| 'BBB' credit rated bonds | | | | | | |
| Perusahaan Perseroan Persero PT Perusahaan Listrik Negara 4.875% | 3,400,000 | US\$ | 17.07.2049 | | 3,277 | 2.07 |
| Iraq | | | | | 1,465 | 0.93 |
| 'CCC' credit rated bonds | | | | | | |
| Iraq (Republic of) 5.8% | 1,504,500 | US\$ | 15.01.2028 | | 1,465 | 0.93 |
| Ireland | | | | | 697 | 0.44 |
| 'C' credit rated bonds | | | | | | |
| Gtlk Europe Capital 4.65% | 793,000 | US\$ | 10.03.2027 | | 178 | 0.11 |
| Bonds with no credit rating | | | | | | |
| GTLK Europe 5.125% | 2,127,000 | US\$ | 31.05.2024 | | 474 | 0.30 |
| Sovcombank Via SovCom Capital FRN | 450,000 | US\$ | 07.04.2030 | | 45 | 0.03 |
| Israel | | | | | 499 | 0.32 |
| 'BBB' credit rated bonds | | | | | | |
| Mizrahi Tefahot Bank FRN | 329,000 | US\$ | 07.04.2031 | | 307 | 0.20 |
| Israel Electric 3.75% | 200,000 | US\$ | 22.02.2032 | | 192 | 0.12 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Ivory Coast | | | | | 2,519 | 1.59 |
| 'BB' credit rated bonds | | | | | | |
| Côte d'Ivoire (Republic of) 6.875% | 1,200,000 | € | 17.10.2040 | | 1,217 | 0.77 |
| Côte d'Ivoire (Republic of) 6.625% | 1,341,000 | € | 22.03.2048 | | 1,302 | 0.82 |
| Jersey | | | | | 360 | 0.23 |
| 'B' credit rated bonds | | | | | | |
| Oriflame Investment Holding 5.125% | 441,000 | US\$ | 04.05.2026 | | 360 | 0.23 |
| Jordan | | | | | 2,001 | 1.27 |
| 'B' credit rated bonds | | | | | | |
| Jordan (Kingdom of) 7.375% | 2,200,000 | US\$ | 10.10.2047 | | 2,001 | 1.27 |
| Kazakhstan | | | | | 3,676 | 2.33 |
| 'BBB' credit rated bonds | | | | | | |
| Development Bank of Kazakhstan 8.95% ^b | 200,000,000 | KZT | 04.05.2023 | | 350 | 0.22 |
| Kazakhstan (Republic of) 7% ^b | 178,000,000 | KZT | 29.08.2023 | | 296 | 0.19 |
| KazMunayGas National 6.375% | 3,225,000 | US\$ | 24.10.2048 | | 3,030 | 1.92 |
| Kenya | | | | | 939 | 0.59 |
| 'B' credit rated bonds | | | | | | |
| Kenya (Republic of) 8.25% | 1,050,000 | US\$ | 28.02.2048 | | 939 | 0.59 |
| Lebanon | | | | | 380 | 0.24 |
| 'D' credit rated bonds | | | | | | |
| Lebanon (Republic of) (Defaulted) 7.05% ^c | 3,200,000 | US\$ | 02.11.2035 | | 380 | 0.24 |
| Luxembourg | | | | | 1,033 | 0.65 |
| 'A' credit rated bonds | | | | | | |
| EIG Pearl holdings 3.545% | 259,000 | US\$ | 31.08.2036 | | 247 | 0.16 |
| 'BB' credit rated bonds | | | | | | |
| Simpar Europe 5.2% | 480,000 | US\$ | 26.01.2031 | | 432 | 0.27 |
| 'CC' credit rated bonds | | | | | | |
| Gazprom Via Gaz Capital 4.95% | 850,000 | US\$ | 23.03.2027 | | 354 | 0.22 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Macedonia | | | | | 1,638 | 1.04 |
| 'BB' credit rated bonds | | | | | | |
| Macedonia (Republic of) 3.675% | 775,000 | € | 03.06.2026 | | 860 | 0.55 |
| Macedonia (Republic of) 1.625% | 801,000 | € | 10.03.2028 | | 778 | 0.49 |
| Mauritius | | | | | 408 | 0.26 |
| 'BB' credit rated bonds | | | | | | |
| Greenko Solar Mauritius 5.95% | 400,000 | US\$ | 29.07.2026 | | 408 | 0.26 |
| Mexico | | | | | 7,197 | 4.55 |
| 'BBB' credit rated bonds | | | | | | |
| Mexico (United Mexican States) 8% | 19,000,000 | MXN | 05.09.2024 | | 946 | 0.60 |
| Mexico (United Mexican States) 5.625% | 1,100,000 | £ | 19.03.2114 | | 1,439 | 0.91 |
| 'BB' credit rated bonds | | | | | | |
| Electricidad Firme de Mexico Holdings 4.9% | 200,000 | US\$ | 20.11.2026 | | 186 | 0.12 |
| Cemex 3.875% | 450,000 | US\$ | 11.07.2031 | | 412 | 0.26 |
| Petróleos Mexicanos 7.69% | 4,200,000 | US\$ | 23.01.2050 | | 3,684 | 2.33 |
| 'B' credit rated bonds | | | | | | |
| Total Play Telecomunicaciones 6.375% | 600,000 | US\$ | 20.09.2028 | | 530 | 0.33 |
| Mongolia | | | | | 3,929 | 2.49 |
| 'B' credit rated bonds | | | | | | |
| Mongolia (Republic of) 5.625% | 1,871,000 | US\$ | 01.05.2023 | | 1,888 | 1.20 |
| Mongolia (Republic of) 5.125% | 430,000 | US\$ | 07.04.2026 | | 425 | 0.27 |
| Mongolia (Republic of) 3.5% | 970,000 | US\$ | 07.07.2027 | | 885 | 0.56 |
| Mongolia (Republic of) 4.45% | 810,000 | US\$ | 07.07.2031 | | 731 | 0.46 |
| Morocco | | | | | 2,330 | 1.47 |
| 'BB' credit rated bonds | | | | | | |
| Office Cherifien DES 3.75% | 400,000 | US\$ | 23.06.2031 | | 363 | 0.23 |
| Morocco (Kingdom of) 5.5% | 2,000,000 | US\$ | 11.12.2042 | | 1,967 | 1.24 |
| Mozambique | | | | | 1,511 | 0.96 |
| 'CCC' credit rated bonds | | | | | | |
| Mozambique (Republic of) 5% | 1,750,000 | US\$ | 15.09.2031 | | 1,511 | 0.96 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Namibia | | | | | 1,009 | 0.64 |
| 'BB' credit rated bonds | | | | | | |
| Namibia (Republic of) 5.25% | 1,000,000 | US\$ | 29.10.2025 | | 1,009 | 0.64 |
| Netherlands (The) | | | | | 2,143 | 1.36 |
| 'BBB' credit rated bonds | | | | | | |
| Prosus 3.257% | 309,000 | US\$ | 19.01.2027 | | 283 | 0.18 |
| 'BB' credit rated bonds | | | | | | |
| Petrobras Global Finance 5.5% | 1,524,000 | US\$ | 10.06.2051 | | 1,310 | 0.83 |
| 'B' credit rated bonds | | | | | | |
| BOI Finance 7.5% | 500,000 | € | 16.02.2027 | | 550 | 0.35 |
| Nigeria | | | | | 4,404 | 2.79 |
| 'B' credit rated bonds | | | | | | |
| Nigeria (Federal Republic of) 8.375% | 317,000 | US\$ | 24.03.2029 | | 321 | 0.20 |
| Nigeria (Federal Republic of) 8.747% | 1,697,000 | US\$ | 21.01.2031 | | 1,716 | 1.09 |
| Nigeria (Federal Republic of) 7.875% | 2,000,000 | US\$ | 16.02.2032 | | 1,910 | 1.21 |
| Nigeria (Federal Republic of) 7.375% | 500,000 | US\$ | 28.09.2033 | | 457 | 0.29 |
| Oman | | | | | 3,529 | 2.23 |
| 'B' credit rated bonds | | | | | | |
| Oman (Sultanate of) 6.5% | 3,600,000 | US\$ | 08.03.2047 | | 3,529 | 2.23 |
| Pakistan | | | | | 1,558 | 0.99 |
| 'B' credit rated bonds | | | | | | |
| Pakistan (Republic of) 6.875% | 1,625,000 | US\$ | 05.12.2027 | | 1,278 | 0.81 |
| Pakistan (Republic of) 8.875% | 400,000 | US\$ | 08.04.2051 | | 280 | 0.18 |
| Panama | | | | | 2,321 | 1.47 |
| 'BBB' credit rated bonds | | | | | | |
| Panama Bonos del Tesoro 3.362% | 1,000,000 | US\$ | 30.06.2031 | | 941 | 0.60 |
| Panama (Republic of) 4.5% | 1,400,000 | US\$ | 16.04.2050 | | 1,380 | 0.87 |
| Papua New Guinea | | | | | 247 | 0.16 |
| 'B' credit rated bonds | | | | | | |
| Papua New Guinea (Commonwealth of) 8.375% | 285,000 | US\$ | 04.10.2028 | | 247 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Paraguay | | | | | 1,825 | 1.15 |
| 'BB' credit rated bonds | | | | | | |
| Paraguay (Republic of) 6.1% | 1,650,000 | US\$ | 11.08.2044 | | 1,825 | 1.15 |
| Peru | | | | | 461 | 0.29 |
| 'BBB' credit rated bonds | | | | | | |
| Peru (Republic of) 2.4% | 500,000 | US\$ | 28.09.2027 | | 461 | 0.29 |
| Philippines | | | | | 438 | 0.28 |
| Bonds with no credit rating | | | | | | |
| International Container Terminal Services 4.75% | 437,000 | US\$ | 17.06.2030 | | 438 | 0.28 |
| Qatar | | | | | 3,161 | 2.00 |
| 'AA' credit rated bonds | | | | | | |
| Qatar Petroleum 3.125% | 1,233,000 | US\$ | 12.07.2041 | | 1,123 | 0.71 |
| Qatar (State of) 5.103% | 1,661,000 | US\$ | 23.04.2048 | | 2,038 | 1.29 |
| Romania | | | | | 1,164 | 0.74 |
| 'BBB' credit rated bonds | | | | | | |
| Romania (Republic of) 1.75% | 492,000 | € | 13.07.2030 | | 462 | 0.29 |
| Romania (Republic of) 2.875% | 825,000 | € | 13.04.2042 | | 702 | 0.45 |
| Russia | | | | | 296 | 0.19 |
| 'CC' credit rated bonds | | | | | | |
| Russia (Federation of) 5.25% | 1,200,000 | US\$ | 23.06.2047 | | 296 | 0.19 |
| Rwanda | | | | | 1,009 | 0.64 |
| 'B' credit rated bonds | | | | | | |
| Rwanda (Republic of) 5.5% | 1,100,000 | US\$ | 09.08.2031 | | 1,009 | 0.64 |
| Saudi Arabia | | | | | 2,218 | 1.40 |
| 'A' credit rated bonds | | | | | | |
| Saudi (Kingdom of) 4.5% | 920,000 | US\$ | 26.10.2046 | | 972 | 0.61 |
| Saudi (Kingdom of) 3.45% | 1,400,000 | US\$ | 02.02.2061 | | 1,246 | 0.79 |
| Senegal | | | | | 1,349 | 0.85 |
| 'B' credit rated bonds | | | | | | |
| Senegal (Republic of) 5.375% | 100,000 | € | 08.06.2037 | | 95 | 0.06 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Senegal (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Senegal (Republic of) 6.75% | 1,450,000 | US\$ | 13.03.2048 | | 1,254 | 0.79 |
| Serbia | | | | | 2,666 | 1.69 |
| 'BB' credit rated bonds | | | | | | |
| Serbia (Republic of) 1.65% | 1,417,000 | € | 03.03.2033 | | 1,234 | 0.78 |
| Serbia (Republic of) 2.05% | 1,018,000 | € | 23.09.2036 | | 868 | 0.55 |
| 'B' credit rated bonds | | | | | | |
| Serbia (Republic of) 4.75% | 500,000 | € | 27.04.2026 | | 564 | 0.36 |
| Seychelles | | | | | 234 | 0.15 |
| 'B' credit rated bonds | | | | | | |
| Seychelles (Republic of) 8% | 230,280 | US\$ | 01.01.2026 | | 234 | 0.15 |
| South Africa | | | | | 5,781 | 3.66 |
| 'BB' credit rated bonds | | | | | | |
| Bidvest Group 3.625% | 490,000 | US\$ | 23.09.2026 | | 461 | 0.29 |
| South Africa (Republic of) 8.875% | 15,000,000 | ZAR | 28.02.2035 | | 931 | 0.59 |
| South Africa (Republic of) 5.375% | 3,006,000 | US\$ | 24.07.2044 | | 2,648 | 1.68 |
| 'CCC' credit rated bonds | | | | | | |
| Eskom Holdings 6.75% | 1,775,000 | US\$ | 06.08.2023 | | 1,741 | 1.10 |
| Sri Lanka | | | | | 1,727 | 1.09 |
| 'CC' credit rated bonds | | | | | | |
| Sri Lanka (Republic of) 6.2% | 600,000 | US\$ | 11.05.2027 | | 288 | 0.18 |
| Sri Lanka (Republic of) 6.75% | 1,000,000 | US\$ | 18.04.2028 | | 479 | 0.30 |
| Sri Lanka (Republic of) 7.85% | 2,000,000 | US\$ | 14.03.2029 | | 960 | 0.61 |
| Supranational | | | | | 316 | 0.20 |
| 'AAA' credit rated bonds | | | | | | |
| International Finance 7.5% | 1,000,000 | GEL | 18.10.2023 | | 316 | 0.20 |
| Tajikistan | | | | | 1,261 | 0.80 |
| 'B' credit rated bonds | | | | | | |
| Tajikistan (Republic of) 7.125% | 1,683,000 | US\$ | 14.09.2027 | | 1,261 | 0.80 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| Thailand | | | | | 577 | 0.36 |
| 'BB' credit rated bonds | | | | | | |
| TMB Bank FRN | 600,000 | US\$ | 31.12.2099 | | 577 | 0.36 |
| Trinidad And Tobago | | | | | 1,808 | 1.14 |
| 'B' credit rated bonds | | | | | | |
| Trinidad Petroleum Holdings 9.75% | 1,775,000 | US\$ | 15.06.2026 | | 1,808 | 1.14 |
| Tunisia | | | | | 373 | 0.24 |
| 'CCC' credit rated bonds | | | | | | |
| Tunisia (Republic of) 5.75% | 550,000 | US\$ | 30.01.2025 | | 373 | 0.24 |
| Turkey | | | | | 2,775 | 1.76 |
| 'B' credit rated bonds | | | | | | |
| Aydem Yenilenebilir Enerji 7.75% | 300,000 | US\$ | 02.02.2027 | | 238 | 0.15 |
| Turkey (Republic of) 5.25% | 3,000,000 | US\$ | 13.03.2030 | | 2,537 | 1.61 |
| United Kingdom | | | | | 560 | 0.35 |
| 'CCC' credit rated bonds | | | | | | |
| NAK Naftogaz Ukraine Via Kondor Finance 7.625% | 1,800,000 | US\$ | 08.11.2026 | | 560 | 0.35 |
| Ukraine | | | | | 2,150 | 1.36 |
| 'CCC' credit rated bonds | | | | | | |
| Ukraine (Republic of) 11.75% ^b | 23,000,000 | UAH | 15.06.2022 | | 335 | 0.21 |
| NPC Ukrenergo 6.875% | 293,000 | US\$ | 09.11.2026 | | 112 | 0.07 |
| Ukraine (Republic of) 4.375% | 3,600,000 | € | 27.01.2030 | | 1,703 | 1.08 |
| United Arab Emirates | | | | | 1,580 | 1.00 |
| Bonds with no credit rating | | | | | | |
| Dubai (Emirate of) 3.9% | 1,852,000 | US\$ | 09.09.2050 | | 1,580 | 1.00 |
| Uruguay | | | | | 914 | 0.58 |
| 'BBB' credit rated bonds | | | | | | |
| Uruguay (Republic of) 3.875% | 28,429,750 | UYU | 02.07.2040 | | 914 | 0.58 |
| United States | | | | | 5,302 | 3.35 |
| 'AA' credit rated bonds | | | | | | |
| US Treasury Note 1.875% | 4,725,000 | US\$ | 31.07.2022 | | 4,743 | 3.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| United States (continued) | | | | | | |
| 'BB' credit rated bonds | | | | | | |
| SASOL Financing 5.875% | 550,000 | US\$ | 27.03.2024 | | 559 | 0.35 |
| Uzbekistan | | | | | 2,712 | 1.72 |
| 'BB' credit rated bonds | | | | | | |
| Uzbekistan (Republic of) 4.85% | 500,000 | US\$ | 21.10.2025 | | 426 | 0.27 |
| 'B' credit rated bonds | | | | | | |
| Uzbekistan (Republic of) 14.5% | 9,290,000,000 | UZS | 25.11.2023 | | 767 | 0.49 |
| Uzbekistan (Republic of) 5.375% | 600,000 | US\$ | 20.02.2029 | | 598 | 0.38 |
| Uzbekistan (Republic of) 3.9% | 1,063,000 | US\$ | 19.10.2031 | | 921 | 0.58 |
| Venezuela | | | | | 715 | 0.45 |
| 'D' credit rated bonds | | | | | | |
| Petróleos de Venezuela (Defaulted) 6% ^c | 6,000,000 | US\$ | 15.11.2026 | | 432 | 0.27 |
| Venezuela (Republic of) (Defaulted) 9.25% ^c | 3,200,000 | US\$ | 07.05.2028 | | 283 | 0.18 |
| Vietnam | | | | | 3,056 | 1.93 |
| 'BB' credit rated bonds | | | | | | |
| Vietnam (Republic of) 5.5% | 1,366,667 | US\$ | 12.03.2028 | | 1,367 | 0.86 |
| Bonds with no credit rating | | | | | | |
| Viet Nam Debt & Asset Trading 1% | 1,850,000 | US\$ | 10.10.2025 | | 1,689 | 1.07 |
| Zambia | | | | | 1,158 | 0.73 |
| 'D' credit rated bonds | | | | | | |
| Zambia (Republic of) 8.97% | 1,600,000 | US\$ | 30.07.2027 | | 1,158 | 0.73 |
| Currency | | | | | 708 | 0.45 |
| Forward currency contracts | | | | | 708 | 0.45 |
| Bought for € 4,261,135.63, Sold for US\$ 4,686,656.47 | | | 01.06.2022 | | 51 | 0.03 |
| Bought for US\$ 1,719,781.71, Sold for £ 1,275,000.00 | | | 01.06.2022 | | 47 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Currency (continued) | | | | | | |
| Bought for US\$ 21,956,028.39, Sold for € 19,198,801.49 | | | 01.06.2022 | | 610 | 0.39 |
| Portfolio of investments | | | | | 149,645 | 94.71 |
| Share class hedging | | | | | (118) | (0.07) |
| Bought for € 27,284,280.70, Sold for US\$ 30,418,391.59 | | | 04.05.2022 | | (118) | (0.07) |
| Bought for CHF 85,227.37, Sold for US\$ 92,085.71 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 850.18, Sold for CHF 786.81 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 149,527 | 94.64 |
| Net other assets/(liabilities) | | | | | 8,484 | 5.36 |
| Net assets | | | | | 158,011 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 148,937 | 94.26 |
| Unrealised gains on forward currency contracts | | | | | 708 | 0.45 |
| Total Investment assets | | | | | 149,645 | 94.71 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (118) | (0.07) |
| Total Investment liabilities | | | | | (118) | (0.07) |
| Total portfolio | | | | | 149,527 | 94.64 |
| Net other assets/(liabilities) | | | | | 8,484 | 5.36 |
| Net assets | | | | | 158,011 | 100.00 |

^a Unlisted/unquoted.

^b Fair valued.

^c Defaulted bond.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | |
|-------------------------------------|--|---|
| | Forward currency contracts US\$'000 | Collateral held as security US\$'000 |
| HSBC Bank Plc | 9,415 | 0 |
| JP Morgan Chase | 3,393 | 212 |
| State Street Bank and Trust Company | 60,878 | 0 |
| UBS AG London | 43,258 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | -2.6 | +0.1 | n/a | +1.2 | 22.05.17 |
| Class 'A' Distribution | -2.6 | +0.1 | n/a | +1.2 | 22.05.17 |
| Class 'A-H' Accumulation | -9.0 | -2.1 | n/a | -1.2 | 22.05.17 |
| Class 'A-H' Distribution | -9.0 | -2.1 | n/a | -1.2 | 22.05.17 |
| Class 'C' Accumulation | -1.7 | +1.0 | n/a | +2.1 | 22.05.17 |
| Class 'C' Distribution | -1.7 | +1.0 | n/a | +2.1 | 22.05.17 |
| Class 'C-H' Accumulation | -8.2 | -1.2 | n/a | -0.3 | 22.05.17 |
| Class 'C-H' Distribution | -8.2 | -1.2 | n/a | -0.3 | 22.05.17 |
| Class 'CI' Accumulation | -1.7 | n/a | n/a | -0.4 | 15.07.19 |
| Class 'CI-H' Accumulation | -8.2 | -1.2 | n/a | -0.7 | 22.02.19 |
| Class 'LI' Accumulation | -1.5 | +1.3 | n/a | +3.9 | 27.09.18 |
| Sterling | | | | | |
| Class 'C' Accumulation | -2.5 | +0.5 | n/a | +1.7 | 22.05.17 |
| Class 'C' Distribution | -2.5 | +0.6 | n/a | +1.7 | 22.05.17 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | -9.1 | -2.3 | n/a | -1.4 | 22.05.17 |
| Class 'A-H' Distribution | -8.9 | -2.2 | n/a | -1.4 | 22.05.17 |
| Class 'C-H' Accumulation | -8.2 | -1.4 | n/a | -0.5 | 22.05.17 |
| Class 'C-H' Distribution | -8.2 | -1.4 | n/a | -0.5 | 22.05.17 |
| US dollar | | | | | |
| Class 'A' Accumulation | -7.9 | -0.3 | n/a | +1.0 | 22.05.17 |
| Class 'A' Distribution | -7.9 | -0.3 | n/a | +1.0 | 22.05.17 |
| Class 'C' Accumulation | -7.1 | +0.6 | n/a | +1.9 | 22.05.17 |
| Class 'C' Distribution | -7.1 | +0.6 | n/a | +1.9 | 22.05.17 |
| Class 'CI' Accumulation | -7.1 | +0.6 | n/a | +1.9 | 22.05.17 |

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'A-H' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'C' Distribution UK p |
|------------------|-------------------------------------|---------------------------------------|-------------------------------------|---------------------------------------|-----------------------------------|
| First interim | 0.1374 | 0.1349 | 0.1430 | 0.1397 | 0.1422 |
| Second interim | 0.1302 | 0.1204 | 0.1356 | 0.1251 | 0.1360 |
| Third interim | 0.1401 | 0.1291 | 0.1463 | 0.1343 | 0.1421 |
| Final | 0.0376 | 0.0326 | 0.0389 | 0.0339 | 0.0387 |

| to 31 March 2022 | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|--|--|-----------------------------------|-----------------------------------|
| First interim | 0.1340 | 0.1386 | 0.1454 | 0.1508 |
| Second interim | 0.1209 | 0.1248 | 0.1341 | 0.1393 |
| Third interim | 0.1281 | 0.1329 | 0.1412 | 0.1471 |
| Final | 0.0322 | 0.0340 | 0.0372 | 0.0386 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|---------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 10.6131 | 10.8987 | 9.6185 |
| Class 'A' Distribution | 8.1111 | 8.8510 | 8.2993 |
| Class 'A-H' Accumulation | 9.4288 | 10.3649 | 8.6469 |
| Class 'A-H' Distribution | 7.2096 | 8.4207 | 7.4646 |
| Class 'C' Accumulation | 11.0882 | 11.2847 | 9.8701 |
| Class 'C' Distribution | 8.4669 | 9.1558 | 8.5075 |
| Class 'C-H' Accumulation | 9.8509 | 10.7316 | 8.8751 |
| Class 'C-H' Distribution | 7.5268 | 8.7130 | 7.6537 |
| Class 'CI' Accumulation | 9.8848 | 10.0556 | 8.7916 |
| Class 'CI-H' Accumulation | 9.7762 | 10.6439 | 8.7986 |
| Class 'LI' Accumulation | 11.4281 | 11.5969 | 10.1140 |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 10.8579 | 11.1418 | 10.1232 |
| Class 'C' Distribution | 8.2992 | 9.0503 | 8.7365 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 9.3268 | 10.2562 | 8.5771 |
| Class 'A-H' Distribution | 7.1348 | 8.3325 | 7.4013 |
| Class 'C-H' Accumulation | 9.7451 | 10.6172 | 8.8004 |
| Class 'C-H' Distribution | 7.4539 | 8.6280 | 7.5961 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 10.4900 | 11.3932 | 9.3813 |
| Class 'A' Distribution | 8.0144 | 9.2499 | 8.0922 |
| Class 'C' Accumulation | 10.9539 | 11.7903 | 9.6216 |
| Class 'C' Distribution | 8.3752 | 9.5787 | 8.3041 |
| Class 'CI' Accumulation | 10.9780 | 11.8117 | 9.6350 |

Financial highlights

| NAV at fund level | 31.03.22 US\$'000 | 31.03.21 US\$'000 | 31.03.20 US\$'000 |
|--|----------------------|----------------------|----------------------|
| Net assets | 158,011 | 203,549 | 235,028 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (2,705) |
| Swung net assets | 158,011 | 203,549 | 232,323 |

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Euro | % |
| Class 'A' Accumulation | 1.70 |
| Class 'A' Distribution | 1.70 |
| Class 'A-H' Accumulation | 1.72 |
| Class 'A-H' Distribution | 1.72 |
| Class 'C' Accumulation | 0.80 |
| Class 'C' Distribution | 0.80 |
| Class 'C-H' Accumulation | 0.82 |
| Class 'C-H' Distribution | 0.82 |
| Class 'CI' Accumulation | 0.76 |
| Class 'CI-H' Accumulation | 0.78 |
| Class 'LI' Accumulation | 0.51 |
| Sterling | % |
| Class 'C' Accumulation | 0.80 |
| Class 'C' Distribution | 0.80 |
| Swiss franc | % |
| Class 'A-H' Accumulation | 1.71 |
| Class 'A-H' Distribution | 1.71 |
| Class 'C-H' Accumulation | 0.82 |
| Class 'C-H' Distribution | 0.82 |
| US dollar | % |
| Class 'A' Accumulation | 1.70 |
| Class 'A' Distribution | 1.70 |
| Class 'C' Accumulation | 0.80 |
| Class 'C' Distribution | 0.80 |
| Class 'CI' Accumulation | 0.76 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to deliver an annual income of 4-6%. Subject to this, the Fund aims to deliver capital growth over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in emerging market assets, including equities, bonds and closed-ended real estate investment trusts.

The Investment Manager has the discretion to identify the countries that it considers to qualify as emerging markets. The Fund may invest across a wide range of geographies, sectors and market capitalisations.

The Fund invests at least 25% of its Net Asset Value in the equity securities of companies domiciled in or conducting the major part of their economic activity in emerging market countries. The Fund may invest in China A Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Exchange.

The Fund invests at least 25% of its Net Asset Value in bonds issued by companies or quasi-government agencies domiciled in or conducting the major part of their economic activity in emerging market countries.

The bonds that the Fund may invest in include the following:

- bonds which are rated investment grade by a recognised rating agency, bonds issued or guaranteed by companies, local authorities, government agencies or certain public international bodies, convertible/exchangeable bonds;
- a maximum of 75% of the Fund's Net Asset Value combined in unrated bonds and sub-investment grade bonds;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund's exposure to these assets will typically be gained directly.

The Fund may also invest indirectly via derivative instruments. Derivative instruments can be used to meet the Fund's investment objective and for efficient portfolio management. The derivative instruments that the Fund may invest in include spot and forward contracts, exchange traded futures, swaps, credit default swaps and options.

The Fund may also invest in cash, near cash, deposits, other debt instruments and other collective investment schemes.

Investment strategy

Investment approach

The Fund employs a bottom-up approach to find the best investments across the capital structure to deliver on the Fund's investment objective. The Fund will invest primarily in equities and corporate bonds from issuers whose primary business operations are located in emerging market economies, leveraging the Investment Manager's existing emerging market equity and credit selection capabilities to identify the most attractive investments.

Corporate bonds will typically generate and have historically generated a higher level of income yield than equities. Consequently income is not the Investment Manager's only consideration when selecting equities. Instead the Fund will own equities for their investment characteristics and their expected total return profile rather than purely their dividend yield.

The Fund's allocation between bonds and equities is an output of the investment process and portfolio construction, and as such will be the result of the Investment Manager investing in the best ideas, individually and relatively, across the capital spectrum.

Investment objective and policy

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

The Fund is actively managed and has no benchmark.

Investors can assess the performance of the Fund by its objective to provide an annual yield of 4-6% and grow capital over any five-year period.

Investment review

For the year ended 31 March 2022

Performance review

Investor sentiment towards emerging market assets was generally negative during the review period, largely due to developments in China. The regulatory crackdown on Chinese technology firms, debt problems in the country's property sector and COVID-19 lockdowns all weighed on investor sentiment. The prospect of higher interest rates in the US, which could reduce the appeal of emerging market assets as they reduce the need for investors to seek higher returns in riskier parts of the markets, was another worry. Towards the end of the review period, the war in Ukraine sparked further risk aversion.

Shares of emerging market companies (equities) declined in the period under review, with Russian and Chinese stocks the worst performers. In contrast, equities in commodities-producing nations, notably in Latin America, rose, supported by soaring commodities prices.

Emerging market bonds fell in the period, with US dollar-denominated bonds issued by emerging market governments and companies registering the largest declines. Local currency government debt fared slightly better.

Against this background, the fund declined, with gains by our equity holdings outweighed by weakness from our corporate bond holdings. Within the portfolio's equities, our holdings in Chinese power producer China Resources Power, Chinese oil firm Cnooc, and Brazilian utility Eletrobras were some of the biggest contributors.

In contrast, our positions in debt issued by Chinese property company China Evergrande, Mexican consumer lending firm Alpha and Ukrainian sunflower oil company Kernel were a drag on performance. Our equity holdings in Russian companies, notably energy firm Lukoil and financial group Sberbank, also held back fund returns.

During the review period, the total income paid out by the fund amounted to a yield level of nearly 6%. (This yield figure is calculated by taking the total income paid

out as a percentage of the fund price on 31 March 2022.) The fund aims to provide an annual yield of between 4% and 6% and therefore it achieved its income target.

Investment activities

We seek to identify the most attractive income-generating opportunities among emerging market equities and emerging market corporate bonds. We assess the relative merits of the best ideas that we find in each asset class and select the combination of equities and bonds that we believe will enable the fund to meet its objective.

During the review period, we added a number of new equity holdings to the portfolio, including Chinese insurance firm Ping An, Chinese property firm China Overseas Land & Investment and Embotelladora Andina, a Chilean producer and distributor of Coca-Cola products. In our view, Embotelladora Andina is a quality company with a sustainable business model that was caught up unfairly in the politics-driven weakness in the Chilean market.

In contrast, we sold our entire stake in Australian mining firm BHP following share price gains. We also reduced our holdings in Chinese power producer China Resources Power, Chinese energy firm Cnooc and Hong Kong-based electronic learning toys firm Vtech after good performance.

In terms of bonds, we invested in debt issued by Turkish renewable energy company Aydem Yenilenebilir Enerji and Brazilian electricity distributor Light Servicos de Eletricidade, among others.

On the other hand, we sold several bonds, including debt from Switzerland-based cosmetics firm Oriflame and Thai lender Bangkok Bank.

Outlook

The market environment is extremely uncertain currently. The geopolitical risks related to the war in Ukraine have compounded existing concerns about high inflation and the global economic outlook. The economic impact of prolonged lockdowns in China, part of the country's efforts to contain COVID-19 outbreaks,

Investment review

is another potential worry for emerging market investors. While some commodities-producing nations may benefit from higher materials prices, other emerging markets will likely struggle with rising food and energy prices.

Despite this challenging backdrop, we believe that disciplined, selective investors who pay careful attention to company business models and strategies will be well-placed to navigate the potential opportunities and risks for emerging market companies in the period ahead.

Michael Bourke and Charles de Quinsonas

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Portfolio of investment | | | | | 17,510 | 93.00 |
| Argentina | | | | | 148 | 0.79 |
| YPF 8.5% | 175,000 | US\$ | 28.07.2025 | | 148 | 0.79 |
| Brazil | | | | | 1,737 | 9.23 |
| Banco Bradesco | 125,142 | BRL | | | 589 | 3.13 |
| CCR | 151,430 | BRL | | | 433 | 2.30 |
| Centrais Eletricas Brasileiras 'B' | 47,532 | BRL | | | 365 | 1.94 |
| Globo Comunicacao e Participacoes 5.5% | 200,000 | US\$ | 14.01.2032 | | 180 | 0.96 |
| Raizen Pref. | 110,930 | BRL | | | 170 | 0.90 |
| Canada | | | | | 118 | 0.63 |
| ERO Copper 6.5% | 121,000 | US\$ | 15.02.2030 | | 118 | 0.63 |
| Cayman Islands | | | | | 548 | 2.91 |
| China Evergrande Group 8.75% | 200,000 | US\$ | 28.06.2025 | | 25 | 0.13 |
| Dar Al-Arkan Sukuk 6.875% | 222,000 | US\$ | 21.03.2023 | | 224 | 1.19 |
| MAF Global Securities FRN | 300,000 | US\$ | 31.12.2099 | | 299 | 1.59 |
| Chile | | | | | 378 | 2.01 |
| Embotelladora Andina Pref. | 168,380 | CLP | | | 378 | 2.01 |
| China | | | | | 1,886 | 10.02 |
| Autohome ADR | 3,787 | US\$ | | | 120 | 0.64 |
| China Construction Bank 'H' | 432,000 | HK\$ | | | 325 | 1.73 |
| China Petroleum & Chemical 'H' | 678,000 | HK\$ | | | 341 | 1.81 |
| CNOOC | 69,000 | HK\$ | | | 95 | 0.50 |
| Greatview Aseptic Packaging | 849,000 | HK\$ | | | 243 | 1.29 |
| PICC Property & Casualty | 362,000 | HK\$ | | | 370 | 1.97 |
| Ping An Insurance Group of China 'H' | 55,500 | HK\$ | | | 392 | 2.08 |
| Colombia | | | | | 107 | 0.57 |
| Banco Davivienda | 12,207 | COP | | | 107 | 0.57 |
| Hong Kong | | | | | 1,767 | 9.38 |
| China Mobile | 49,000 | HK\$ | | | 338 | 1.80 |
| China Overseas Land & Investment | 50,500 | HK\$ | | | 151 | 0.80 |
| China Resources Power Holdings | 84,000 | HK\$ | | | 158 | 0.84 |
| Far East Horizon | 323,200 | HK\$ | | | 289 | 1.53 |
| First Pacific | 956,000 | HK\$ | | | 388 | 2.06 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Portfolio of investment (continued) | | | | | | |
| Hong Kong (continued) | | | | | | |
| Kunlun Energy | 156,000 | HK\$ | | | 136 | 0.72 |
| Nine Dragons Paper Holdings | 164,000 | HK\$ | | | 143 | 0.76 |
| VTech Holdings | 22,500 | HK\$ | | | 164 | 0.87 |
| Ireland | | | | | 199 | 1.06 |
| C&W Senior Financing Designated Activity 6.875% | 200,000 | US\$ | 15.09.2027 | | 199 | 1.06 |
| Jersey | | | | | 163 | 0.87 |
| Oriflame Investment Holding 5.125% | 200,000 | US\$ | 04.05.2026 | | 163 | 0.87 |
| Luxembourg | | | | | 689 | 3.66 |
| ElG Pearl holdings 3.545% | 200,000 | US\$ | 31.08.2036 | | 191 | 1.02 |
| Kernel Holding 6.75% | 200,000 | US\$ | 27.10.2027 | | 98 | 0.52 |
| Nexa Resources 5.375% | 200,000 | US\$ | 04.05.2027 | | 204 | 1.08 |
| Rede D'or Finance 4.95% | 200,000 | US\$ | 17.01.2028 | | 196 | 1.04 |
| Mauritius | | | | | 204 | 1.08 |
| Greenko Solar Mauritius 5.95% | 200,000 | US\$ | 29.07.2026 | | 204 | 1.08 |
| Mexico | | | | | 2,070 | 10.99 |
| Alfa 'A' | 344,477 | MXN | | | 259 | 1.37 |
| Banco Mercantil del Norte FRN | 200,000 | US\$ | 31.12.2099 | | 185 | 0.98 |
| Cemex 5.45% | 200,000 | US\$ | 19.11.2029 | | 203 | 1.08 |
| Fibra Uno Administracion | 500,710 | MXN | | | 584 | 3.10 |
| Grupo KUO 5.75% | 266,000 | US\$ | 07.07.2027 | | 263 | 1.40 |
| Nemak | 274,541 | MXN | | | 73 | 0.39 |
| Orbia Advance | 57,545 | MXN | | | 151 | 0.80 |
| Petróleos Mexicanos 6.75% | 215,000 | US\$ | 21.09.2047 | | 175 | 0.93 |
| Total Play Telecomunicaciones 6.375% | 200,000 | US\$ | 20.09.2028 | | 177 | 0.94 |
| Netherlands (The) | | | | | 501 | 2.66 |
| Petrobras Global Finance 5.5% | 155,000 | US\$ | 10.06.2051 | | 133 | 0.71 |
| Teva Pharmaceuticals 6.75% | 350,000 | US\$ | 01.03.2028 | | 368 | 1.95 |
| Oman | | | | | 202 | 1.07 |
| Bank Muscat 4.75% | 200,000 | US\$ | 17.03.2026 | | 202 | 1.07 |
| Pakistan | | | | | 6 | 0.03 |
| United Bank | 8,712 | PKR | | | 6 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Portfolio of investment (continued) | | | | | | |
| Peru | | | | | 140 | 0.74 |
| Credicorp | 808 | US\$ | | | 140 | 0.74 |
| Portugal | | | | | 204 | 1.08 |
| Galp Energia | 16,243 | € | | | 204 | 1.08 |
| Russia | | | | | 0 | 0.00 |
| Etalon Group ^a | 59,414 | US\$ | | | 0 | 0.00 |
| Lukoil ADR ^a | 5,672 | US\$ | | | 0 | 0.00 |
| Sberbank of Russia PJSC ^a | 86,439 | RUB | | | 0 | 0.00 |
| X5 Retail Group ^a | 10,353 | RUB | | | 0 | 0.00 |
| Singapore | | | | | 747 | 3.97 |
| ABJA Investment 5.45% | 200,000 | US\$ | 24.01.2028 | | 207 | 1.10 |
| DBS Group Holdings | 20,400 | SG\$ | | | 540 | 2.87 |
| South Africa | | | | | 1,378 | 7.32 |
| Absa Group | 23,131 | ZAR | | | 300 | 1.59 |
| Absa Group FRN | 200,000 | US\$ | 31.12.2099 | | 195 | 1.04 |
| Bidvest Group 3.625% | 200,000 | US\$ | 23.09.2026 | | 188 | 1.00 |
| Sanlam | 42,985 | ZAR | | | 212 | 1.13 |
| Sibanye Stillwater | 118,404 | ZAR | | | 483 | 2.56 |
| South Korea | | | | | 1,743 | 9.26 |
| Hana Financial Group | 9,237 | KRW | | | 370 | 1.97 |
| Samsung Electronics | 10,540 | KRW | | | 606 | 3.22 |
| Samsung Fire & Marine Insurance | 2,478 | KRW | | | 447 | 2.37 |
| Shinhan Financial Group | 9,342 | KRW | | | 320 | 1.70 |
| Supranational | | | | | 186 | 0.99 |
| Eastern & Southern African Trade & Development Bank 4.125% | 200,000 | US\$ | 30.06.2028 | | 186 | 0.99 |
| Taiwan | | | | | 428 | 2.27 |
| Hon Hai Precision Industry | 116,000 | TW\$ | | | 428 | 2.27 |
| Thailand | | | | | 219 | 1.16 |
| Siam Commercial Bank | 64,000 | THB | | | 219 | 1.16 |
| Turkey | | | | | 806 | 4.28 |
| Arçelik 5% | 200,000 | US\$ | 03.04.2023 | | 200 | 1.06 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Portfolio of investment (continued) | | | | | | |
| Turkey (continued) | | | | | | |
| Aydem Yenilenebilir Enerji 7.75% | 250,000 | US\$ | 02.02.2027 | | 199 | 1.06 |
| Enerjisa Enerji | 211,282 | TRY | | | 236 | 1.25 |
| Hacı Ömer Sabancı Holding | 140,776 | TRY | | | 171 | 0.91 |
| United States | | | | | 936 | 4.97 |
| Kosmos Energy 7.125% | 200,000 | US\$ | 04.04.2026 | | 197 | 1.05 |
| SASOL Financing 5.875% | 225,000 | US\$ | 27.03.2024 | | 229 | 1.21 |
| US Treasury Note 0.875% | 575,000 | US\$ | 15.11.2030 | | 510 | 2.71 |
| Portfolio of investments | | | | | 17,510 | 93.00 |
| Share class hedging | | | | | (6) | (0.03) |
| Bought for € 1,500,253.45, Sold for US\$ 1,672,586.06 | | | 04.05.2022 | | (6) | (0.03) |
| Bought for US\$ 394.18, Sold for € 353.89 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 17,504 | 92.97 |
| Net other assets/(liabilities) | | | | | 1,324 | 7.03 |
| Net assets | | | | | 18,828 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 11,444 | 60.76 |
| Debt securities | | | | | 6,066 | 32.24 |
| Total Investment assets | | | | | 17,510 | 93.00 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (6) | (0.03) |
| Total Investment liabilities | | | | | (6) | (0.03) |
| Total portfolio | | | | | 17,504 | 92.97 |
| Net other assets/(liabilities) | | | | | 1,324 | 7.03 |
| Net assets | | | | | 18,828 | 100.00 |

^a Fair valued.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts US\$'000 |
|-------------------------------------|--|
| State Street Bank and Trust Company | 3,338 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A-H' Accumulation | -3.4 | +1.7 | n/a | +1.8 | 22.05.17 |
| Class 'A-H' Distribution | -3.3 | +1.7 | n/a | +1.8 | 22.05.17 |
| Class 'C-H' Accumulation ^a | +2.8 | +4.7 | n/a | +3.9 | 22.05.17 |
| Class 'C-H' Distribution ^a | +2.8 | +4.7 | n/a | +3.9 | 22.05.17 |
| Sterling | | | | | |
| Class 'C-H' Accumulation ^a | +3.4 | +5.1 | n/a | +4.6 | 22.05.17 |
| Class 'C-H' Distribution ^a | +3.3 | +5.1 | n/a | +4.6 | 22.05.17 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation ^a | +1.8 | +3.6 | n/a | +2.8 | 22.05.17 |
| Class 'A-H' Distribution ^a | +1.9 | +3.6 | n/a | +2.8 | 22.05.17 |
| Class 'C-H' Accumulation ^a | +2.6 | +4.5 | n/a | +3.7 | 22.05.17 |
| Class 'C-H' Distribution ^a | +2.7 | +4.5 | n/a | +3.7 | 22.05.17 |
| US dollar | | | | | |
| Class 'A' Accumulation | -2.1 | +3.7 | n/a | +4.2 | 22.05.17 |
| Class 'A' Distribution | -2.1 | +3.7 | n/a | +4.2 | 22.05.17 |
| Class 'A M' Distribution | -2.1 | +3.7 | n/a | +4.2 | 22.05.17 |
| Class 'C' Accumulation ^a | +3.7 | +6.6 | n/a | +6.4 | 22.05.17 |
| Class 'C' Distribution ^a | +3.7 | +6.7 | n/a | +6.4 | 22.05.17 |
| Class 'C M' Distribution ^a | +3.7 | +6.7 | n/a | +6.4 | 22.05.17 |
| Class 'CI' Accumulation | -1.2 | +4.6 | n/a | +5.1 | 22.05.17 |

^a Returns are up to 4 February 2022 the close date of the share class.

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'C-H' Distribution UK p | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ |
|------------------|---------------------------------------|---------------------------------------|-------------------------------------|--|--|
| First interim | 0.1652 | 0.1715 | 0.1743 | 0.1643 | 0.1703 |
| Second interim | 0.1593 | 0.1656 | 0.1700 | 0.1603 | 0.1664 |
| Third interim | 0.0828 | 0.0864 | 0.0916 | 0.0834 | 0.0869 |
| Final | 0.0893 | n/a | n/a | n/a | n/a |

| to 31 March 2022 | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|-----------------------------------|-----------------------------------|
| First interim | 0.1802 | 0.1868 |
| Second interim | 0.1786 | 0.1863 |
| Third interim | 0.0913 | 0.0953 |
| Final | 0.0995 | n/a |

Financial highlights

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A M' Distribution US ¢ | Class 'C M' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|
| First interim | 0.0601 | 0.0623 |
| Second interim | 0.0440 | 0.0455 |
| Third interim | 0.0750 | 0.0779 |
| Fourth interim | 0.0694 | 0.0720 |
| Fifth interim | 0.0309 | 0.0322 |
| Sixth interim | 0.0772 | 0.0803 |
| Seventh interim | 0.0229 | 0.0237 |
| Eighth interim | 0.0236 | 0.0247 |
| Ninth interim | 0.0444 | 0.0463 |
| Tenth interim | 0.0358 | n/a |
| Eleventh interim | 0.0383 | n/a |
| Final | 0.0250 | n/a |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A-H' Accumulation | 10.8921 | 11.2781 | 8.0311 |
| Class 'A-H' Distribution | 8.5556 | 9.3542 | 7.0425 |
| Class 'C-H' Accumulation | n/a | 11.6724 | 8.2389 |
| Class 'C-H' Distribution | n/a | 9.6945 | 7.2351 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | n/a | 11.9632 | 8.3934 |
| Class 'C-H' Distribution | n/a | 9.9249 | 7.3635 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | n/a | 11.1933 | 7.9800 |
| Class 'A-H' Distribution | n/a | 9.2980 | 7.0107 |
| Class 'C-H' Accumulation | n/a | 11.5772 | 8.1824 |
| Class 'C-H' Distribution | n/a | 9.6232 | 7.1919 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 12.1850 | 12.4442 | 8.7323 |
| Class 'A' Distribution | 9.5784 | 10.3372 | 7.6738 |
| Class 'A M' Distribution | 9.4917 | 10.2505 | 7.6035 |
| Class 'C' Accumulation | n/a | 12.8927 | 8.9642 |
| Class 'C' Distribution | n/a | 10.7074 | 7.8769 |
| Class 'C M' Distribution | n/a | 10.6139 | 7.8037 |
| Class 'CI' Accumulation | 12.7548 | 12.9043 | 8.9702 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 18,828 | 19,787 | 20,840 |
| Swing pricing adjustment (see note 11) | n/a | n/a | n/a |
| Swung net assets | 18,828 | 19,787 | 20,840 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'A-H' Distribution | | 1.72 |
| Class 'C-H' Accumulation | | n/a |
| Class 'C-H' Distribution | | n/a |
| Sterling | | % |
| Class 'C-H' Accumulation | | n/a |
| Class 'C-H' Distribution | | n/a |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | n/a |
| Class 'A-H' Distribution | | n/a |
| Class 'C-H' Accumulation | | n/a |
| Class 'C-H' Distribution | | n/a |
| US dollar | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'A' Distribution | | 1.70 |
| Class 'A M' Distribution | | 1.70 |
| Class 'C' Accumulation | | n/a |
| Class 'C' Distribution | | n/a |
| Class 'C M' Distribution | | n/a |
| Class 'CI' Accumulation | | 0.76 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 23 August 2021

The Fund aims to achieve a total return (the combination of capital growth and income) of 4-8% a year above the 3-month USD LIBOR, over any five-year period

Investment objective from 24 August 2021

The Fund aims to achieve a total return (the combination of capital growth and income) of 4-8% a year above the Secured Overnight Financing Rate (SOFR), over any five-year period.

Investment policy

The Fund has a highly flexible investment approach, with the freedom to invest in fixed income securities, equities (including closed-ended real estate investment trusts), convertible bonds, asset-backed securities, currencies, cash, near cash and deposits. These assets can be issued anywhere in the world, including emerging markets, and denominated in any currency.

The Fund will mostly gain exposure to these assets by taking investment positions at index or sector level through derivative instruments, but it may also invest directly. The Fund may also use derivative instruments to take long and short positions in markets, currencies, securities, and groups of securities and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. This may result in a net long or net short position at the overall fund level.

The Fund may invest up to a combined maximum of 60% of its Net Asset Value in below investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may invest up to 20% of its Net Asset Value in contingent convertible debt securities and up to 20% of its Net Asset Value in asset-backed securities.

The Investment Manager seeks to allocate capital between different types of assets in response to investment opportunities created by changes in economic conditions and the valuation of assets. Asset allocation may change significantly and rapidly, and exposure to certain markets, sectors or currencies may at times be concentrated. Short-term volatility of the Fund may therefore be high.

Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, currency swaps, credit default swaps, interest rate swaps, credit linked notes and total return swaps.

The Fund may also invest in other assets including collective investment schemes, warrants, and other transferable securities.

Investment strategy

Investment approach

The Investment Manager adopts a highly flexible top-down approach to the allocation of capital between different types of assets, in response to changes in economic conditions and the valuation of assets, guided by a robust valuation framework.

This approach combines in-depth research to determine the value of assets over the medium to long term, with analysis of market reactions to events to identify investment opportunities. In particular, the Investment Manager seeks to respond to opportunities created by asset prices moving away from a reasonable sense of 'fair' value due to market reaction to events.

Investment objective and policy

Whilst short-term volatility in the Fund may be high, the Investment Manager expects that this approach over five years should lead to a lower volatility than that of global equities (as represented by the MSCI ACWI Index).

The Investment Manager seeks to meet the investment objective through generating returns above the Fund's neutral position of cash. If all asset classes appear neutrally priced, and there are no episodic opportunities, the Fund is likely to hold significant cash positions, as reflected by the benchmark.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark up to 23 August 2021

3-month USD LIBOR + 4-8%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target and best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The investment manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is shown in the Share Class currency as set out below:

- for CHF Hedged Share class the performance comparator is the 3-month CHF LIBOR + 4-8%
- for EUR Hedged Share class the performance comparator is the 3-month EUR LIBOR + 4-8%
- for GBP Hedged Share class the performance comparator is the 3-month GBP LIBOR + 4-8%

In the event that LIBOR is no longer available, the relevant rate will be replaced by an equivalent and suitable benchmark as approved by the Board of Directors; in such case the Prospectus will be amended immediately thereafter.

Benchmark from 24 August 2021

SOFR + 4-8%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target and best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment Manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is shown in the Share Class currency as set out in the table below.

- for CHF Hedged Share class the performance comparator is the SARON + 4-8%
- for EUR Hedged Share class the performance comparator is the ESTR + 4-8%
- for GBP Hedged Share class the performance comparator is the SONIA + 4-8%

Investment objective and policy

The benchmark used in the investment objective and as the Fund's performance comparator is consistent with the cash indices used as the Performance Fee Hurdle Rates per currency. As it is not possible to translate SOFR into different currency variations, the appropriate cash index has been selected as a cash index for performance comparators and Hurdle Rates for each Share Class Currency. The cash indices used as performance comparators/Performance Fee Hurdle Rates will not exactly equal SOFR, but aim to provide the most relevant cash index for each Share Class Currency and provide a reflection of the investment return versus a relevant cash proxy for investors based on the relevant Share Class Currency.

Performance fees

During the year, performance fees amounted to USD 947,530.36 in the sub-fund M&G (Lux) Episode Macro Fund.

Investment review

For the year ended 31 March 2022

Performance review

The sub-fund delivered an encouraging positive return over the 12 months, with relatively steady returns in the summer of 2021 followed by some weakness in November and a strong recover thereafter.

Over the period as a whole the main source of positive return was short exposure to US five-year Treasuries, which performed particularly well as yields rose sharply from December onwards. The sub-fund also generated a positive return from long exposure to US 30-year Treasuries, which had been increased shortly before the start of the period and was closed in November.

The overall contribution from equity exposures was flat over the twelve months. There were gains from long exposures to a basket of global mining stocks, the US banking sector and the stockmarkets of Brazil and the UK. However, these were offset by losses from long exposure to China and Korea, and a short position in the US market which was opened towards the end of the period.

Currency exposures delivered a negative return. A preference for high carry emerging market currencies versus low yielding developed market counterparts proved beneficial but was more than offset by significant losses from long Turkish lira exposure amidst extreme stress in October and November. High carry currencies are those where interest rates are higher. A carry trade involves borrowing in a currency with a low interest rate to invest in a currency that offers a higher interest rate.

Investment activities

The portfolio began the period with long exposure to a diversified basket of equities, emerging market currencies and longer-dated US Treasuries, and short exposure to shorter-dated Treasuries.

The only change to the portfolio during the first six months of the period was the closure of the long exposure to US 30-year Treasuries in September following a decline in yields. This change left the portfolio outright short of US government bonds.

In October exposure to both long equity and short bond themes were increased, as fears related to the Omicron COVID variant prompted some weakness in risk assets. This proved beneficial as equity markets subsequently recovered strongly.

While short-dated Treasury yields continued to rise in the latter part of 2021, the extent of these moves did not appear consistent with data on inflation and global growth. As a result, short exposure to five-year Treasuries was increased in January. This position was also viewed as offering potential protection should rising rate pressures adversely impact equity and emerging market currency exposures.

In the final months of the period bond yields rose extremely sharply, resulting in strong returns to the sub-fund. This shift in yields prompted overall short duration in the portfolio to be reduced via a reduction in the short Treasury position. However, at the same time a new short position was opened in German 10-year Bunds where yields remain extremely unattractive. Long equity exposure was also reduced toward the end of the period, including the addition of an outright short exposure to the US market in February.

Currency exposures in the portfolio were largely unchanged over the 12 months as a whole, though there was an increase in long exposure to the Turkish lira versus the Euro and Swiss franc amidst extreme weakness in November. In February exposure to the Brazilian real was modestly increased when a new position was opened in the Brazilian equity market.

Outlook

At the end of the review period, net long exposure to equity markets is among the lowest it has been for many years, including an outright short position in the US market. Short exposure to developed market government bonds has also been reduced, though it remains significant, and the portfolio retains material exposure to a currency carry theme. A currency carry trade consists in borrowing in a currency with a low interest rate to invest in a currency with a high interest rate, to take advantage of the difference between the two interest rates.

Investment review

This reflects an environment where the valuations of major assets appear to offer little compensation for either further deterioration in the inflation environment, or a sustained growth challenge. At the same time the extent of tactical 'episodic' opportunities is relatively limited. These observations suggest that patience, and a portfolio positioned to be able to respond when volatility does create opportunities, are appropriate.

David Fishwick and Eric Lonergan

Co-sub-fund managers

Investment review information as at 31 March 2022

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 16,785 | 4.90 |
| Banks | | | | | 6,946 | 2.03 |
| Bank of America | 32,759 | US\$ | | | 1,407 | 0.41 |
| Citigroup | 23,797 | US\$ | | | 1,308 | 0.38 |
| JPMorgan Chase | 10,309 | US\$ | | | 1,450 | 0.43 |
| Lloyds Banking Group | 2,244,748 | £ | | | 1,407 | 0.41 |
| Wells Fargo | 27,335 | US\$ | | | 1,374 | 0.40 |
| Finance & credit services | | | | | | |
| American Express | 8,220 | US\$ | | | 1,559 | 0.45 |
| Investment banking & brokerage services | | | | | | |
| iShares MSCI Brazil UCITS ETF DE (Accumulating) | 248,860 | US\$ | | | 9,614 | 2.81 |
| Equity derivatives | | | | | (1,334) | (0.39) |
| Equity index futures | | | | | (1,334) | (0.39) |
| Hang Seng China Enterprises Index Futures | 142 | HK\$ | 28.04.2022 | 6,825 | 206 | 0.06 |
| Korean Stock Exchange Futures | 163 | KRW | 09.06.2022 | 12,292 | 569 | 0.16 |
| Topix Index Futures | 48 | ¥ | 09.06.2022 | 7,678 | 750 | 0.22 |
| Dax Index Futures | 30 | € | 17.06.2022 | 11,995 | 508 | 0.15 |
| DJ Euro Stoxx 50 Futures | 169 | € | 17.06.2022 | 7,318 | 179 | 0.05 |
| FTSE 100 Index Futures | 124 | £ | 17.06.2022 | 12,232 | 540 | 0.16 |
| S&P MINI 500 Futures | (237) | US\$ | 17.06.2022 | 53,685 | (4,156) | (1.21) |
| SAP AG Futures | 1,292 | THB | 29.06.2022 | 7,924 | 70 | 0.02 |
| Fixed income | | | | | 289,719 | 84.54 |
| Debt securities | | | | | 286,541 | 83.61 |
| Bonds with no credit rating | | | | | 286,541 | 83.61 |
| US Treasury Bill 0% | 10,176,800 | US\$ | 07.04.2022 | | 10,177 | 2.97 |
| US Treasury Bill 0% | 34,776,000 | US\$ | 14.04.2022 | | 34,775 | 10.15 |
| US Treasury Bill 0% | 29,900,000 | US\$ | 19.05.2022 | | 29,891 | 8.72 |
| US Treasury Bill 0% | 5,894,500 | US\$ | 26.05.2022 | | 5,892 | 1.72 |
| US Treasury Bill 0% | 20,667,600 | US\$ | 02.06.2022 | | 20,656 | 6.03 |
| US Treasury Bill 0% | 28,800,000 | US\$ | 30.06.2022 | | 28,762 | 8.39 |
| US Treasury Bill 0% | 32,900,000 | US\$ | 07.07.2022 | | 32,851 | 9.58 |
| US Treasury Bill 0% | 34,254,700 | US\$ | 14.07.2022 | | 34,197 | 9.98 |
| US Treasury Bill 0% | 46,849,000 | US\$ | 18.08.2022 | | 46,700 | 13.63 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Bonds with no credit rating (continued) | | | | | | |
| US Treasury Bill 0% | 22,276,400 | US\$ | 08.09.2022 | | 22,189 | 6.47 |
| US Treasury Bill 0% | 20,537,000 | US\$ | 15.09.2022 | | 20,451 | 5.97 |
| Debt derivatives | | | | | 3,178 | 0.93 |
| Interest rate futures | | | | | 3,178 | 0.93 |
| Deutscher Bund 10 year Futures | (498) | € | 08.06.2022 | 529 | (678) | (0.20) |
| US Treasury Notes 5 year Futures | (1,521) | US\$ | 30.06.2022 | 1,414 | 3,856 | 1.13 |
| Currency | | | | | 2,459 | 0.70 |
| Forward currency contracts | | | | | 2,459 | 0.70 |
| Bought for TRY 47,610,061.37, Sold for US\$ 3,192,092.62 | | | 11.04.2022 | | 35 | 0.01 |
| Bought for TRY 26,713,193.00, Sold for US\$ 1,855,082.85 | | | 18.04.2022 | | (55) | (0.02) |
| Bought for TRY 26,713,193.00, Sold for US\$ 1,842,098.61 | | | 20.04.2022 | | (45) | (0.01) |
| Bought for TRY 26,784,918.00, Sold for US\$ 1,888,922.28 | | | 21.04.2022 | | (88) | (0.03) |
| Bought for BRL 26,866,985.55, Sold for US\$ 4,729,711.72 | | | 29.04.2022 | | 863 | 0.25 |
| Bought for € 4,806,689.72, Sold for US\$ 5,359,479.01 | | | 29.04.2022 | | (23) | (0.01) |
| Bought for £ 1,166,205.88, Sold for US\$ 1,528,926.00 | | | 29.04.2022 | | 2 | 0.00 |
| Bought for IDR 35,431,397,680.00, Sold for US\$ 2,465,013.96 | | | 29.04.2022 | | 0 | 0.00 |
| Bought for INR 490,598,220.42, Sold for US\$ 6,525,014.47 | | | 29.04.2022 | | (70) | (0.02) |
| Bought for KRW 7,345,155,389.00, Sold for US\$ 6,150,794.19 | | | 29.04.2022 | | (99) | (0.03) |
| Bought for MXN 320,825,551.24, Sold for US\$ 15,464,366.46 | | | 29.04.2022 | | 596 | 0.17 |
| Bought for RUB 490,468,399.17, Sold for US\$ 6,325,522.96 | | | 29.04.2022 | | (558) | (0.16) |
| Bought for US\$ 5,057,791.04, Sold for BRL 26,866,986.00 | | | 29.04.2022 | | (535) | (0.16) |
| Bought for US\$ 13,820,916.00, Sold for CHF 12,619,297.92 | | | 29.04.2022 | | 163 | 0.05 |
| Bought for US\$ 37,338,203.32, Sold for € 32,934,928.47 | | | 29.04.2022 | | 769 | 0.22 |
| Bought for US\$ 16,721,693.45, Sold for £ 12,333,255.34 | | | 29.04.2022 | | 537 | 0.16 |
| Bought for US\$ 14,015,257.89, Sold for SGD 18,915,365.23 | | | 29.04.2022 | | 49 | 0.01 |
| Bought for US\$ 8,700,083.74, Sold for TWD 239,792,774.00 | | | 29.04.2022 | | 328 | 0.10 |
| Bought for ZAR 224,550,707.12, Sold for US\$ 14,415,807.40 | | | 29.04.2022 | | 1,009 | 0.29 |
| Bought for TRY 49,052,790.00, Sold for US\$ 3,431,824.96 | | | 09.05.2022 | | (181) | (0.05) |
| Bought for TRY 84,252,353.00, Sold for US\$ 5,945,406.32 | | | 11.05.2022 | | (370) | (0.11) |
| Bought for TRY 84,252,353.81, Sold for US\$ 5,931,050.65 | | | 16.05.2022 | | (379) | (0.11) |
| Bought for IDR 183,493,692,151.00, Sold for US\$ 12,718,769.82 | | | 20.05.2022 | | 39 | 0.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for US\$ 11,339,052.24, Sold for TWD 314,152,978.00 | | | 20.05.2022 | | 358 | 0.11 |
| Bought for TRY 26,713,196.00, Sold for US\$ 1,840,385.53 | | | 23.05.2022 | | (90) | (0.03) |
| Bought for TRY 47,610,060.00, Sold for US\$ 2,927,147.86 | | | 10.06.2022 | | 147 | 0.04 |
| Bought for TRY 26,713,193.00, Sold for US\$ 1,652,808.88 | | | 21.06.2022 | | 57 | 0.02 |
| Portfolio of investments | | | | | 308,963 | 90.14 |
| Share class hedging | | | | | (1,045) | (0.31) |
| Bought for CHF 4,024,592.06, Sold for US\$ 4,348,226.18 | | | 04.05.2022 | | 8 | 0.00 |
| Bought for € 152,622,495.52, Sold for US\$ 170,153,860.12 | | | 04.05.2022 | | (659) | (0.19) |
| Bought for £ 113,494,796.27, Sold for US\$ 149,341,333.21 | | | 04.05.2022 | | (402) | (0.12) |
| Bought for US\$ 35,423.22, Sold for CHF 32,782.88 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 2,544,222.59, Sold for € 2,284,251.88 | | | 04.05.2022 | | 7 | 0.00 |
| Bought for US\$ 1,880,643.01, Sold for £ 1,431,817.04 | | | 04.05.2022 | | 1 | 0.00 |
| Total portfolio | | | | | 307,918 | 89.83 |
| Net other assets/(liabilities) | | | | | 34,785 | 10.17 |
| Net assets | | | | | 342,703 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 18,119 | 5.29 |
| Debt securities | | | | | 286,541 | 83.61 |
| Unrealised gains on futures contracts | | | | | 6,678 | 1.95 |
| Unrealised gains on forward currency contracts | | | | | 4,968 | 1.44 |
| Total Investment assets | | | | | 316,306 | 92.29 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|----------------|---------------|
| Investment liabilities | | |
| Unrealised losses on futures contracts | (4,834) | (1.41) |
| Unrealised losses on forward currency contracts | (3,554) | (1.05) |
| Total Investment liabilities | (8,388) | (2.46) |
| Total portfolio | 307,918 | 89.83 |
| Net other assets/(liabilities) | 34,785 | 10.17 |
| Net assets | 342,703 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | |
|---|--|---------------------|---|
| | Forward currency contracts US\$'000 | Futures US\$'000 | Collateral held as cash US\$'000 |
| Bank of America Merrill Lynch | 0 | 121,892 | 0 |
| Barclays Bank London | 32,954 | 0 | 0 |
| Citigroup Global Markets Limited | 29,772 | 0 | 0 |
| HSBC Bank Plc | 61,183 | 0 | 340 |
| JP Morgan Chase | 76,713 | 0 | 400 |
| Merrill Lynch Pierce Fenner + Smith Inc | 51,025 | 0 | 0 |
| Standard Chartered Bank | 2,660 | 0 | 0 |
| State Street Bank and Trust Company | 655,415 | 0 | 3,060 |
| State Street Bank London | 12,298 | 0 | 0 |
| UBS AG London | 160,170 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK sub-funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'B-H' Accumulation | +6.2 | +4.2 | +2.3 | +2.7 | 26.10.18 |
| Class 'S-H' Accumulation | +6.7 | +4.7 | +2.8 | +3.3 | 26.10.18 |
| Class 'SI-H' Accumulation | +7.5 | n/a | n/a | +6.2 | 14.07.20 |
| Class 'T-H' Accumulation | +5.7 | +4.7 | +2.9 | +3.2 | 26.10.18 |
| Class 'TI-H' Accumulation | +7.0 | +5.5 | +3.5 | +3.4 | 06.11.18 |
| Sterling | | | | | |
| Class 'S-H' Accumulation | +7.5 | n/a | n/a | +6.2 | 14.07.20 |
| Class 'SI-H' Accumulation | +7.6 | n/a | n/a | +6.3 | 14.07.20 |
| Class 'T-H' Accumulation | +7.5 | +6.2 | n/a | +5.5 | 22.02.19 |
| Class 'TI-H' Accumulation | +7.7 | +6.2 | n/a | +7.0 | 17.12.18 |
| Swiss Franc | | | | | |
| Class 'S-H' Accumulation | +6.6 | +4.5 | +2.6 | +4.4 | 26.10.18 |
| Class 'T-H' Accumulation | +6.7 | +5.2 | +3.4 | +5.2 | 26.10.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| US dollar | | | | | |
| Class 'S' Accumulation | +7.8 | +6.4 | +5.0 | +4.5 | 26.10.18 |
| Class 'T' Accumulation | +7.9 | +7.2 | +5.8 | +5.1 | 26.10.18 |
| Class 'TI' Accumulation | +7.8 | +7.2 | +5.9 | +5.1 | 06.11.18 |

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'B-H' Accumulation | 13.0795 | 12.3120 | 11.2880 |
| Class 'S-H' Accumulation | 14.6512 | 13.7296 | 12.5224 |
| Class 'SI-H' Accumulation | 10.9691 | 10.2663 | n/a |
| Class 'T-H' Accumulation | 14.4823 | 13.7032 | 12.5006 |
| Class 'TI-H' Accumulation | 11.7425 | 10.9710 | 9.9072 |
| Sterling | £ | £ | £ |
| Class 'S-H' Accumulation | 11.0867 | 10.3115 | n/a |
| Class 'SI-H' Accumulation | 11.0999 | 10.3146 | n/a |
| Class 'T-H' Accumulation | 11.8207 | 10.9929 | 9.8566 |
| Class 'TI-H' Accumulation | 12.4967 | 11.6006 | 10.3989 |
| Swiss Franc | CHF | CHF | CHF |
| Class 'S-H' Accumulation | 15.1129 | 14.1835 | 12.9659 |
| Class 'T-H' Accumulation | 16.2128 | 15.1924 | 13.7454 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'S' Accumulation | 16.7770 | 15.5651 | 14.0266 |
| Class 'T' Accumulation | 18.0905 | 16.7698 | 14.9619 |
| Class 'TI' Accumulation | 12.4732 | 11.5673 | 10.3162 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 342,703 | 363,636 | 215,049 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (323) |
| Swung net assets | 342,703 | 363,636 | 214,726 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'B-H' Accumulation | | 2.48 |
| Class 'S-H' Accumulation | | 1.98 |
| Class 'SI-H' Accumulation | | 1.94 |
| Class 'T-H' Accumulation | | 0.98 |
| Class 'TI-H' Accumulation | | 0.94 |
| Sterling | | % |
| Class 'S-H' Accumulation | | 1.98 |
| Class 'SI-H' Accumulation | | 1.94 |
| Class 'T-H' Accumulation | | 0.98 |
| Class 'TI-H' Accumulation | | 0.94 |
| Swiss Franc | | % |
| Class 'S-H' Accumulation | | 2.01 |
| Class 'T-H' Accumulation | | 0.98 |
| US dollar | | % |
| Class 'S' Accumulation | | 1.96 |
| Class 'T' Accumulation | | 0.96 |
| Class 'TI' Accumulation | | 0.92 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the European investment grade corporate bond market over any five-year period.

Investment policy

The Fund invests at least 70% of its Net Asset Value in investment grade corporate bonds denominated in any European currency. Issuers of these securities may be located in any country, including emerging markets.

The investment process of the Fund is based on both a macroeconomic view and fundamental analysis of individual securities.

The Fund may also invest in high yield corporate bonds, unrated bonds, government and public securities denominated in any European currency. More than 70% of the Fund's assets will be in Euro or hedged back to Euro. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund may invest up to a combined maximum of 30% of the Fund's Net Asset Value in below investment grade and unrated securities.

The Fund may hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 20% of its Net Asset Value in asset-backed securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, and other debt instruments.

Investment strategy

Investment approach

The Investment Manager believes that bond returns are driven by a combination of macroeconomic, asset, sector, geographic and stock-level factors. A dynamic investment approach is followed, allowing the Investment Manager to change the blend of duration and credit exposure.

The Fund is diversified by investing in a range of individual issuers, sectors and geographies. An in-house team of credit analysts assists the Investment Manager in individual credit selection along with the monitoring of issuers held by the Fund.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

ICE BofAML Euro Corporate Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's

Investment objective and policy

performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns over the period. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the final weeks of the period.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions that persisted throughout much of 2021. While concerns about rising inflation had weighed on sentiment, the general view was that inflation would prove to be transient, with moves in fixed income markets relatively contained.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflation.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, held back by a combination of rising government bond yields and deteriorating investor sentiment. High yield bonds (which have a low credit rating and are therefore considered riskier) generally held up better than higher-rated bonds, which can mainly be explained by their lower sensitivity to movements in interest rates.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. Usually, when US government bond yields increase, bonds in emerging markets suffer because some investors reallocate money to the US debt market,

which is seen as safer than the smaller and riskier developing countries' markets.

One bright spot in fixed income markets was inflation-linked bonds (a type of bond whose cashflows are adjusted in line with a measure of inflation and can therefore offer some protection from consumer price rises). Expectations of higher inflation led to a rise in breakeven rates (a measure of the bond market's expectation for inflation) across the US, Europe and the UK, and this proved helpful for the asset class overall.

The fund delivered a negative total return and lagged its benchmark over the 12 months under review for some of the fund's share classes. A large part of the fund's negative returns in the period was due to the poor performance of European investment grade corporate bonds and fund exposure to interest rate uncertainty more generally.

Investment activities

One of the key drivers of a bond fund's performance is the ability to adjust the portfolio's sensitivity to changes in interest rates, known as 'duration' and measured in years. Being shorter duration means that a fund is relatively less sensitive to changes in interest rates than longer-duration funds. During the course of the reporting period, we adjusted the fund's duration from being marginally short against the ICE BofAML Euro Corporate Index, to being marginally long.

During the period we also remained fairly defensive regarding credit risk (which essentially means default risk - the risk that the borrower will not pay the interest or repay the amount borrowed). We did add some risk back into the fund towards the latter stages of the period - examples such as adding Coca Cola Hellenic and Volkswagen bonds - as prices had fallen because of market worries. We continue to like bonds issued by the financial sector as these can do well when interest rates rise.

Outlook

High uncertainty persists because of international events and a mixed economic outlook. As a result we are guarded on holding too much credit risk and we

Investment review

believe the fund is showing some resilience during these periods of market stress because of this approach.

Stefan Isaacs

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 312,173 | 97.54 |
| Debt securities | | | | | 312,549 | 97.66 |
| 'AAA' credit rated bonds | | | | | 27,822 | 8.69 |
| Avoca CLO XXV FRN | 1,535,000 | € | 15.10.2034 | | 1,516 | 0.47 |
| Cairn CLO XIV FRN | 1,800,000 | € | 29.10.2034 | | 1,784 | 0.56 |
| CIFC European Funding CLO V DAC FRN | 2,000,000 | € | 23.11.2034 | | 1,964 | 0.61 |
| Germany (Federal Republic of) 0% | 3,160,000 | € | 15.05.2036 | | 2,879 | 0.90 |
| Germany (Federal Republic of) 0.25% | 2,283,565 | € | 15.02.2027 | | 2,273 | 0.71 |
| Germany (Federal Republic of) 0.5% | 2,273,511 | € | 15.02.2026 | | 2,294 | 0.72 |
| Germany (Federal Republic of) 5.5% | 260,000 | € | 04.01.2031 | | 372 | 0.12 |
| Glenbeigh 2 Issuer FRN | 4,216,399 | € | 24.03.2046 | | 4,193 | 1.31 |
| Jubilee Place FRN | 2,208,149 | € | 17.07.2058 | | 2,215 | 0.69 |
| Lloyds Bank 0.125% | 1,026,000 | € | 18.06.2026 | | 989 | 0.31 |
| Lloyds Bank 4.875% | 642,000 | £ | 30.03.2027 | | 860 | 0.27 |
| Microsoft 3.5% | 2,006,000 | US\$ | 12.02.2035 | | 1,892 | 0.59 |
| Royal Bank of Canada 0.01% | 2,000,000 | € | 27.01.2031 | | 1,785 | 0.56 |
| Temasek Financial I 0.5% | 1,858,000 | € | 20.11.2031 | | 1,671 | 0.52 |
| Wellcome Trust 1.125% | 1,124,000 | € | 21.01.2027 | | 1,135 | 0.35 |
| 'AA' credit rated bonds | | | | | 17,176 | 5.37 |
| Deutsche Bahn Finance 0.375% | 2,350,000 | € | 23.06.2029 | | 2,232 | 0.70 |
| Deutsche Bahn Finance 1.375% | 1,358,000 | € | 03.03.2034 | | 1,327 | 0.41 |
| Euroclear Bank 0.125% | 1,308,000 | € | 07.07.2025 | | 1,270 | 0.40 |
| France (Republic of) 0.25% | 3,209,035 | € | 25.11.2026 | | 3,167 | 0.99 |
| Metropolitan Life Global Funding I 0.375% | 2,244,000 | € | 09.04.2024 | | 2,227 | 0.70 |
| Metropolitan Life Global Funding I 2.95% | 404,000 | US\$ | 09.04.2030 | | 353 | 0.11 |
| New York Life Global Funding 0.25% | 1,168,000 | € | 23.01.2027 | | 1,107 | 0.35 |
| Roche Finance Europe 0.875% | 2,865,000 | € | 25.02.2025 | | 2,895 | 0.90 |
| Walmart 4.875% | 2,100,000 | € | 21.09.2029 | | 2,598 | 0.81 |
| 'A' credit rated bonds | | | | | 78,106 | 24.40 |
| Allianz FRN | 2,100,000 | € | 31.12.2099 | | 2,179 | 0.68 |
| Banco Santander 0.25% | 2,700,000 | € | 19.06.2024 | | 2,674 | 0.84 |
| Bank of America FRN | 2,270,000 | € | 24.08.2028 | | 2,137 | 0.67 |
| Bank of America 2.375% | 1,350,000 | € | 19.06.2024 | | 1,398 | 0.44 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Banque Fédérative du Crédit Mutuel 0.625% | 1,500,000 | € | 03.11.2028 | | 1,395 | 0.44 |
| Berkshire Hathaway 1.125% | 2,970,000 | € | 16.03.2027 | | 2,956 | 0.92 |
| Berkshire Hathaway Finance 1.5% | 660,000 | € | 18.03.2030 | | 657 | 0.21 |
| BMW Finance 1.125% | 1,426,000 | € | 22.05.2026 | | 1,427 | 0.45 |
| BNP Paribas 1.625% | 900,000 | € | 23.02.2026 | | 918 | 0.29 |
| Booking Holdings 0.5% | 523,000 | € | 08.03.2028 | | 493 | 0.15 |
| BP Capital Markets 0.933% | 689,000 | € | 04.12.2040 | | 543 | 0.17 |
| BP Capital Markets 2.822% | 2,150,000 | € | 07.04.2032 | | 2,319 | 0.72 |
| BPCE 3.375% | 2,000,000 | US\$ | 02.12.2026 | | 1,796 | 0.56 |
| Chubb INA Holdings 0.875% | 1,338,000 | € | 15.12.2029 | | 1,252 | 0.39 |
| Chubb INA Holdings 1.55% | 645,000 | € | 15.03.2028 | | 639 | 0.20 |
| Comcast 0% | 1,192,000 | € | 14.09.2026 | | 1,133 | 0.35 |
| Crédit Agricole FRN | 800,000 | € | 21.09.2029 | | 735 | 0.23 |
| Crédit Agricole 0.375% | 1,500,000 | € | 20.04.2028 | | 1,381 | 0.43 |
| Crédit Agricole 1.375% | 600,000 | € | 03.05.2027 | | 601 | 0.19 |
| Crédit Agricole 1.875% | 2,700,000 | € | 20.12.2026 | | 2,745 | 0.86 |
| Diageo Finance 1.875% | 1,424,000 | € | 27.03.2027 | | 1,473 | 0.46 |
| ELM for Helvetia Schweizerische Versicherungsgesellschaft FRN | 479,000 | € | 29.09.2047 | | 500 | 0.16 |
| Honeywell International 1.3% | 959,000 | € | 22.02.2023 | | 971 | 0.30 |
| HSBC Holdings FRN | 2,950,000 | € | 05.10.2023 | | 2,953 | 0.92 |
| HSBC Holdings 0.875% | 2,139,000 | € | 06.09.2024 | | 2,137 | 0.67 |
| JPMorgan Chase FRN | 1,413,000 | € | 25.07.2031 | | 1,320 | 0.41 |
| JPMorgan Chase 0.625% | 1,300,000 | € | 25.01.2024 | | 1,305 | 0.41 |
| JPMorgan Chase & Co, EMTN FRN | 1,900,000 | € | 24.02.2028 | | 1,790 | 0.56 |
| LVMH Moët Hennessy Louis Vuitton 0.125% | 1,600,000 | € | 11.02.2028 | | 1,505 | 0.47 |
| Medtronic Global Holdings 1.5% | 1,330,000 | € | 02.07.2039 | | 1,214 | 0.38 |
| Mercedes-Benz Finance 1% | 1,101,000 | € | 11.11.2025 | | 1,098 | 0.34 |
| Mercedes-Benz Finance 2% | 1,774,000 | € | 22.08.2026 | | 1,834 | 0.57 |
| Nestlé Finance International 0.00001% | 1,333,000 | € | 03.12.2025 | | 1,290 | 0.40 |
| Nestlé Holdings 0.875% | 770,000 | € | 18.07.2025 | | 773 | 0.24 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Prologis International Funding II 1.625% | 478,000 | € | 17.06.2032 | | 451 | 0.14 |
| Prologis International Funding II 1.876% | 1,170,000 | € | 17.04.2025 | | 1,197 | 0.37 |
| RTE Réseau de Transport d'Électricité 0% | 1,600,000 | € | 09.09.2027 | | 1,486 | 0.46 |
| RTE Réseau de Transport d'Électricité 0.625% | 400,000 | € | 08.07.2032 | | 361 | 0.11 |
| Santander Consumer Bank 0.125% | 1,100,000 | € | 11.09.2024 | | 1,078 | 0.34 |
| Santander Consumer Bank 0.25% | 1,100,000 | € | 15.10.2024 | | 1,080 | 0.34 |
| Santander Consumer Finance 0.375% | 2,100,000 | € | 27.06.2024 | | 2,080 | 0.65 |
| SAP 0.75% | 1,300,000 | € | 10.12.2024 | | 1,305 | 0.41 |
| Shell International Finance 0.375% | 1,430,000 | € | 15.02.2025 | | 1,409 | 0.44 |
| Shell International Finance 0.5% | 1,060,000 | € | 08.11.2031 | | 960 | 0.30 |
| Silverback Finance 3.1261% | 5,171,279 | € | 25.02.2037 | | 5,346 | 1.67 |
| Svenska Handelsbanken 0.01% | 1,198,000 | € | 02.12.2027 | | 1,107 | 0.35 |
| TotalEnergies Capital International 1.375% | 3,200,000 | € | 19.03.2025 | | 3,242 | 1.01 |
| Toyota Finance Australia 0.25% | 1,750,000 | € | 09.04.2024 | | 1,735 | 0.54 |
| UBS 0.75% | 800,000 | € | 21.04.2023 | | 806 | 0.25 |
| UBS Group FRN | 2,000,000 | € | 17.04.2025 | | 2,009 | 0.63 |
| Vesteda Finance 0.75% | 526,000 | € | 18.10.2031 | | 469 | 0.15 |
| Vier Gas Transport 3.125% | 1,306,000 | € | 10.07.2023 | | 1,350 | 0.42 |
| Yorkshire Building Society 0.625% | 1,121,000 | € | 21.09.2025 | | 1,094 | 0.34 |
| 'BBB' credit rated bonds | | | | | 161,267 | 50.39 |
| ABN AMRO Bank 0.6% | 1,200,000 | € | 15.01.2027 | | 1,156 | 0.36 |
| ACEF Holding 0.75% | 727,000 | € | 14.06.2028 | | 662 | 0.21 |
| ACEF Holding 1.25% | 833,000 | € | 26.04.2030 | | 752 | 0.24 |
| Achmea 1.5% | 300,000 | € | 26.05.2027 | | 302 | 0.09 |
| Alstom 0.5% | 1,000,000 | € | 27.07.2030 | | 884 | 0.28 |
| alstria office 1.5% | 2,100,000 | € | 23.06.2026 | | 2,027 | 0.63 |
| alstria office 1.5% | 1,600,000 | € | 15.11.2027 | | 1,483 | 0.46 |
| Altria Group 1.7% | 844,000 | € | 15.06.2025 | | 843 | 0.26 |
| America Movil 0.75% | 1,544,000 | € | 26.06.2027 | | 1,470 | 0.46 |
| Anheuser-Busch InBev 2% | 1,013,000 | € | 17.03.2028 | | 1,058 | 0.33 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Arion Banki 0.625% | 1,789,000 | € | 27.05.2024 | | 1,754 | 0.55 |
| Aroundtown 1.625% | 700,000 | € | 31.01.2028 | | 670 | 0.21 |
| ASR Nederland FRN | 1,000,000 | € | 02.05.2049 | | 1,014 | 0.32 |
| AT&T 1.6% | 985,000 | € | 19.05.2028 | | 992 | 0.31 |
| AT&T 1.8% | 1,266,000 | € | 05.09.2026 | | 1,296 | 0.40 |
| Babcock International Group 1.375% | 839,000 | € | 13.09.2027 | | 780 | 0.24 |
| Banco Bilbao Vizcaya Argentaria FRN | 1,800,000 | € | 14.01.2029 | | 1,693 | 0.53 |
| Banco Santander 0.5% | 1,000,000 | € | 04.02.2027 | | 947 | 0.30 |
| Bankinter FRN | 1,000,000 | € | 23.12.2032 | | 916 | 0.29 |
| Banque Fédérative du Crédit Mutuel 1.125% | 600,000 | € | 19.11.2031 | | 536 | 0.17 |
| Barclays FRN | 994,000 | € | 09.06.2025 | | 984 | 0.31 |
| BAT International Finance 3.125% | 1,271,000 | € | 06.03.2029 | | 1,271 | 0.40 |
| BAT International Finance 7.25% | 1,382,000 | £ | 12.03.2024 | | 1,765 | 0.55 |
| Bayerische Landesbank FRN | 600,000 | € | 23.09.2031 | | 560 | 0.18 |
| Bevco Lux 1% | 855,000 | € | 16.01.2030 | | 773 | 0.24 |
| BNP Paribas FRN | 1,101,000 | € | 07.06.2024 | | 1,111 | 0.35 |
| BNP Paribas FRN | 3,200,000 | € | 01.09.2028 | | 2,969 | 0.93 |
| Boston Scientific 0.625% | 1,071,000 | € | 01.12.2027 | | 1,008 | 0.32 |
| BPCE FRN | 500,000 | € | 30.11.2027 | | 507 | 0.16 |
| BPCE 1.375% | 900,000 | € | 23.03.2026 | | 899 | 0.28 |
| Bureau Veritas 1.125% | 1,100,000 | € | 18.01.2027 | | 1,060 | 0.33 |
| Bureau Veritas 1.25% | 500,000 | € | 07.09.2023 | | 504 | 0.16 |
| CA Immobilien Anlagen 1% | 800,000 | € | 27.10.2025 | | 761 | 0.24 |
| CaixaBank 1.375% | 900,000 | € | 19.06.2026 | | 888 | 0.28 |
| CBRE Global Investors Open-Ended Funds 0.5% | 1,198,000 | € | 27.01.2028 | | 1,081 | 0.34 |
| CBRE Global Investors Open-Ended Funds 0.9% | 924,000 | € | 12.10.2029 | | 833 | 0.26 |
| Channel Link Enterprises Finance FRN | 1,651,000 | € | 30.06.2050 | | 1,654 | 0.52 |
| Citigroup FRN | 728,000 | € | 08.10.2027 | | 693 | 0.22 |
| CK Hutchison Group Telecom Finance 1.5% | 500,000 | € | 17.10.2031 | | 456 | 0.14 |
| Coca-Cola HBC Finance 1% | 1,750,000 | € | 14.05.2027 | | 1,678 | 0.52 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Coentreprise de Transport d'Électricité 1.5% | 2,900,000 | € | 29.07.2028 | | 2,880 | 0.90 |
| Covivio 1.625% | 1,000,000 | € | 23.06.2030 | | 956 | 0.30 |
| Crédit Agricole FRN | 1,200,000 | US\$ | 29.12.2049 | | 1,148 | 0.36 |
| Crédit Agricole Assurances 1.5% | 1,300,000 | € | 06.10.2031 | | 1,171 | 0.37 |
| Crédit Suisse Group 0.625% | 2,360,000 | € | 18.01.2033 | | 1,917 | 0.60 |
| CTP 0.75% | 587,000 | € | 18.02.2027 | | 528 | 0.17 |
| DH Europe Finance II 0.75% | 2,870,000 | € | 18.09.2031 | | 2,630 | 0.82 |
| Digital Dutch Finco 1.5% | 601,000 | € | 15.03.2030 | | 553 | 0.17 |
| Digital Intrepid Holding 1.375% | 1,067,000 | € | 18.07.2032 | | 934 | 0.29 |
| Électricité de France 4% | 1,300,000 | € | 12.11.2025 | | 1,432 | 0.45 |
| EnBW International Finance 0.625% | 1,700,000 | € | 17.04.2025 | | 1,673 | 0.52 |
| Enel Finance International 4.875% | 1,350,000 | US\$ | 14.06.2029 | | 1,304 | 0.41 |
| Engie 5.95% | 1,170,000 | € | 16.03.2111 | | 1,880 | 0.59 |
| Eni 0.375% | 975,000 | € | 14.06.2028 | | 899 | 0.28 |
| Eurogrid 1.113% | 800,000 | € | 15.05.2032 | | 748 | 0.23 |
| Eurogrid 1.5% | 1,900,000 | € | 18.04.2028 | | 1,897 | 0.59 |
| Fastighets Balder 1.25% | 1,320,000 | € | 28.01.2028 | | 1,210 | 0.38 |
| Fidelity National Information Services 1.5% | 1,362,000 | € | 21.05.2027 | | 1,354 | 0.42 |
| General Motors Financial 0.6% | 730,000 | € | 20.05.2027 | | 669 | 0.21 |
| General Motors Financial 0.955% | 1,436,000 | € | 07.09.2023 | | 1,442 | 0.45 |
| Glencore Capital Finance 1.125% | 1,388,000 | € | 10.03.2028 | | 1,297 | 0.41 |
| Global Switch Finance 1.375% | 979,000 | € | 07.10.2030 | | 902 | 0.28 |
| Goldman Sachs Group 1.625% | 1,889,000 | € | 27.07.2026 | | 1,894 | 0.59 |
| Heathrow Funding 1.5% | 1,623,000 | € | 11.02.2030 | | 1,532 | 0.48 |
| Heathrow Funding 1.875% | 1,336,000 | € | 14.03.2034 | | 1,230 | 0.38 |
| Heimstaden Bostad Treasury 0.75% | 952,000 | € | 06.09.2029 | | 812 | 0.25 |
| Imperial Brands Finance 1.375% | 535,000 | € | 27.01.2025 | | 532 | 0.17 |
| Infineon Technologies 1.625% | 1,200,000 | € | 24.06.2029 | | 1,198 | 0.37 |
| Informa 2.125% | 1,323,000 | € | 06.10.2025 | | 1,339 | 0.42 |
| ING Groep FRN | 1,500,000 | € | 18.02.2029 | | 1,370 | 0.43 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| ING Groep FRN | 1,100,000 | € | 29.09.2028 | | 1,021 | 0.32 |
| ING Groep FRN | 700,000 | € | 16.11.2032 | | 649 | 0.20 |
| ING Groep 2.125% | 600,000 | € | 10.01.2026 | | 618 | 0.19 |
| Intesa Sanpaolo 4% | 1,000,000 | US\$ | 23.09.2029 | | 875 | 0.27 |
| JAB Holdings 1% | 1,500,000 | € | 20.12.2027 | | 1,415 | 0.44 |
| JAB Holdings 2.5% | 500,000 | € | 17.04.2027 | | 517 | 0.16 |
| Johnson Controls International 1.375% | 1,566,000 | € | 25.02.2025 | | 1,575 | 0.49 |
| Lloyds Banking Group FRN | 444,000 | € | 12.11.2025 | | 436 | 0.14 |
| Lloyds Banking Group FRN | 349,000 | £ | 03.12.2035 | | 378 | 0.12 |
| Lloyds Banking Group FRN | 354,000 | € | 01.04.2026 | | 375 | 0.12 |
| Logicor Financing 1.625% | 1,180,000 | € | 15.07.2027 | | 1,134 | 0.35 |
| Logicor Financing 1.625% | 1,000,000 | € | 17.01.2030 | | 922 | 0.29 |
| Magallanes 4.054% | 563,000 | US\$ | 15.03.2029 | | 513 | 0.16 |
| McDonald's 0.9% | 300,000 | € | 15.06.2026 | | 297 | 0.09 |
| McDonald's 2% | 700,000 | € | 01.06.2023 | | 715 | 0.22 |
| Merlin Properties Socimi 1.875% | 1,353,000 | € | 02.11.2026 | | 1,346 | 0.42 |
| Mitchells & Butlers Finance FRN | 1,331,445 | US\$ | 15.12.2030 | | 1,119 | 0.35 |
| Mitchells & Butlers Finance FRN | 1,141,448 | £ | 15.12.2033 | | 1,181 | 0.37 |
| Molnlycke Holding 0.875% | 485,000 | € | 05.09.2029 | | 439 | 0.14 |
| Mondeléz International 0.25% | 1,447,000 | € | 17.03.2028 | | 1,347 | 0.42 |
| Mondeléz International Holdings Netherlands 0.875% | 1,347,000 | € | 01.10.2031 | | 1,255 | 0.39 |
| Morgan Stanley FRN | 1,270,000 | € | 29.10.2027 | | 1,203 | 0.38 |
| Morgan Stanley FRN | 1,600,000 | US\$ | 01.04.2031 | | 1,442 | 0.45 |
| National Grid 0.163% | 1,331,000 | € | 20.01.2028 | | 1,221 | 0.38 |
| National Grid, EMTN 0.25% | 884,000 | € | 01.09.2028 | | 808 | 0.25 |
| NatWest Group FRN | 800,000 | € | 14.09.2029 | | 733 | 0.23 |
| NatWest Group FRN | 1,050,000 | US\$ | 22.03.2025 | | 958 | 0.30 |
| NN Group FRN | 1,330,000 | € | 15.07.2049 | | 1,422 | 0.44 |
| Orange FRN | 2,969,000 | € | 29.10.2049 | | 3,318 | 1.04 |
| Orange 1.125% | 400,000 | € | 15.07.2024 | | 405 | 0.13 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Prosus 1.288% | 1,682,000 | € | 13.07.2029 | | 1,404 | 0.44 |
| Quadiant 2.25% | 1,000,000 | € | 03.02.2025 | | 993 | 0.31 |
| RCI Banque 2% | 590,000 | € | 11.07.2024 | | 594 | 0.19 |
| Rentokil Initial 0.5% | 792,000 | € | 14.10.2028 | | 716 | 0.22 |
| Santander UK Group Holdings FRN | 1,276,000 | € | 13.09.2029 | | 1,161 | 0.36 |
| Smurfit Kappa Treasury 1.5% | 1,410,000 | € | 15.09.2027 | | 1,388 | 0.43 |
| Société Générale 1.25% | 1,400,000 | € | 12.06.2030 | | 1,316 | 0.41 |
| Société Générale 1.75% | 3,200,000 | € | 22.03.2029 | | 3,144 | 0.98 |
| Sofina 1% | 1,300,000 | € | 23.09.2028 | | 1,164 | 0.36 |
| Standard Chartered FRN | 2,360,000 | € | 23.09.2031 | | 2,203 | 0.69 |
| Statkraft 2.5% | 1,050,000 | € | 28.11.2022 | | 1,068 | 0.33 |
| Stryker 2.125% | 2,240,000 | € | 30.11.2027 | | 2,299 | 0.72 |
| Swiss Re Finance UK 2.714% | 400,000 | € | 04.06.2052 | | 386 | 0.12 |
| Takeda Pharmaceutical 1.375% | 1,074,000 | € | 09.07.2032 | | 1,020 | 0.32 |
| Thales 0.75% | 1,700,000 | € | 07.06.2023 | | 1,714 | 0.54 |
| TotalEnergies FRN | 1,500,000 | € | 31.12.2099 | | 1,426 | 0.45 |
| TotalEnergies FRN | 3,300,000 | € | 29.12.2049 | | 3,365 | 1.05 |
| Traton Finance Luxembourg 0.75% | 1,400,000 | € | 24.03.2029 | | 1,277 | 0.40 |
| Tritax EuroBox 0.95% | 496,000 | € | 02.06.2026 | | 467 | 0.15 |
| Unibail-Rodamco-Westfield 0.875% | 1,500,000 | € | 29.03.2032 | | 1,292 | 0.40 |
| Upjohn Finance 1.908% | 800,000 | € | 23.06.2032 | | 720 | 0.23 |
| Verizon Communications 0.75% | 1,374,000 | € | 22.03.2032 | | 1,253 | 0.39 |
| Verizon Communications 3.25% | 680,000 | € | 17.02.2026 | | 738 | 0.23 |
| Vodafone Group 2.2% | 1,480,000 | € | 25.08.2026 | | 1,549 | 0.48 |
| Volkswagen Financial Services 0% | 817,000 | € | 12.02.2025 | | 784 | 0.25 |
| Volkswagen International Finance FRN | 900,000 | € | 31.12.2099 | | 909 | 0.28 |
| Volkswagen International Finance FRN | 500,000 | € | 31.12.2099 | | 499 | 0.16 |
| Volkswagen International Finance FRN | 1,400,000 | € | 31.12.2099 | | 1,381 | 0.43 |
| Volkswagen Leasing 0.5% | 2,270,000 | € | 12.01.2029 | | 2,029 | 0.63 |
| Volkswagen Leasing 1.5% | 1,499,000 | € | 19.06.2026 | | 1,483 | 0.46 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Vonovia 0.625% | 1,800,000 | € | 14.12.2029 | | 1,609 | 0.50 |
| Vonovia 1.625% | 300,000 | € | 01.09.2051 | | 233 | 0.07 |
| Wells Fargo 0.625% | 2,060,000 | € | 25.03.2030 | | 1,863 | 0.58 |
| Wells Fargo 1.625% | 733,000 | € | 02.06.2025 | | 743 | 0.23 |
| Wells Fargo 2% | 1,000,000 | € | 27.04.2026 | | 1,022 | 0.32 |
| Wolters Kluwer 0.75% | 877,000 | € | 03.07.2030 | | 808 | 0.25 |
| WPC Eurobond 1.35% | 1,019,000 | € | 15.04.2028 | | 963 | 0.30 |
| WPC Eurobond 2.25% | 2,580,000 | € | 19.07.2024 | | 2,626 | 0.82 |
| 'BB' credit rated bonds | | | | | 25,814 | 8.07 |
| Autostrade per l'Italia 2.25% | 1,200,000 | € | 25.01.2032 | | 1,124 | 0.35 |
| Banco de Sabadell FRN | 1,700,000 | € | 16.06.2028 | | 1,532 | 0.48 |
| Banco de Sabadell FRN | 800,000 | € | 17.01.2030 | | 760 | 0.24 |
| Banco de Sabadell FRN | 1,200,000 | € | 12.12.2028 | | 1,255 | 0.39 |
| Banco Santander FRN | 800,000 | € | 31.12.2099 | | 804 | 0.25 |
| Bertelsmann FRN | 1,100,000 | € | 23.04.2075 | | 1,085 | 0.34 |
| CaixaBank FRN | 1,200,000 | € | 31.12.2099 | | 1,196 | 0.37 |
| Cellnex Finance 2% | 600,000 | € | 15.02.2033 | | 512 | 0.16 |
| Cellnex Telecom 1.75% | 2,200,000 | € | 23.10.2030 | | 1,922 | 0.60 |
| Citycon FRN | 454,000 | € | 31.12.2099 | | 391 | 0.12 |
| Derichebourg 2.25% | 467,000 | € | 15.07.2028 | | 459 | 0.14 |
| Deutsche Bank FRN | 400,000 | € | 24.06.2032 | | 401 | 0.13 |
| GTC Aurora Luxembourg 2.25% | 822,000 | € | 23.06.2026 | | 744 | 0.23 |
| Heimstaden 4.375% | 600,000 | € | 06.03.2027 | | 567 | 0.18 |
| Iliad 1.875% | 800,000 | € | 11.02.2028 | | 719 | 0.23 |
| Iliad 2.375% | 1,600,000 | € | 17.06.2026 | | 1,550 | 0.48 |
| Intesa Sanpaolo FRN | 506,000 | € | 31.12.2099 | | 518 | 0.16 |
| Intesa Sanpaolo 2.925% | 1,000,000 | € | 14.10.2030 | | 948 | 0.30 |
| Iqvia Inc, REGS 2.875% | 1,230,000 | € | 15.06.2028 | | 1,189 | 0.37 |
| Mahle 2.375% | 1,300,000 | € | 14.05.2028 | | 1,110 | 0.35 |
| Repsol International Finance FRN | 838,000 | € | 31.12.2099 | | 796 | 0.25 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Repsol International Finance FRN | 1,480,000 | € | 31.12.2099 | | 1,496 | 0.47 |
| Solvay Finance FRN | 900,000 | € | 29.11.2049 | | 937 | 0.29 |
| UniCredit FRN | 790,000 | € | 23.09.2029 | | 765 | 0.24 |
| UniCredit FRN | 984,000 | € | 15.01.2032 | | 929 | 0.29 |
| Vodafone Group FRN | 1,253,000 | € | 03.01.2079 | | 1,265 | 0.40 |
| ZF Finance 2.75% | 900,000 | € | 25.05.2027 | | 840 | 0.26 |
| 'B' credit rated bonds | | | | | 2,364 | 0.74 |
| ADLER Group 1.875% | 800,000 | € | 14.01.2026 | | 670 | 0.21 |
| Banco Comercial Português FRN | 1,000,000 | € | 17.05.2032 | | 907 | 0.28 |
| Rakuten Group FRN | 903,000 | € | 31.12.2099 | | 787 | 0.25 |
| Bonds with no credit rating | | | | | | |
| Lehman Brothers Holdings FRN ^{a,b} | 2,350,000 | € | 26.09.2040 | | 0 | 0.00 |
| Debt derivatives | | | | | (376) | (0.12) |
| Credit default swaps | | | | | | |
| Markit iTraxx Europe Series 36 5 Year Dec 2026 | 6,830,000 | € | | | 108 | 0.03 |
| Interest rate swaps | | | | | (134) | (0.04) |
| Pay Var. Receive 0.035% Nov 2026 | 2,000,000 | € | | | (91) | (0.03) |
| Pay Var. Receive 0.7538% Mar 2032 | 1,000,000 | € | | | (43) | (0.01) |
| Interest rate futures | | | | | (350) | (0.11) |
| Deutscher Bobl 5 year Futures | (65) | € | 08.06.2022 | 65 | 191 | 0.06 |
| Deutscher Bund 10 year Futures | 41 | € | 08.06.2022 | 39 | (334) | (0.10) |
| Deutscher Bund 30 year Futures | 8 | € | 08.06.2022 | 11 | (136) | (0.04) |
| Deutscher Schatz 2 year Futures | 336 | € | 08.06.2022 | 338 | (379) | (0.12) |
| US Treasury Notes 10 year Futures | (44) | US\$ | 21.06.2022 | 36 | 222 | 0.07 |
| UK Treasury Notes Futures | (8) | £ | 28.06.2022 | 12 | 17 | 0.00 |
| US Treasury Notes 5 year Futures | (22) | US\$ | 30.06.2022 | 18 | 69 | 0.02 |
| Currency | | | | | 308 | 0.10 |
| Forward currency contracts | | | | | 308 | 0.10 |
| Bought for £ 325,490.84, Sold for € 387,327.85 | | | 06.04.2022 | | (2) | 0.00 |
| Bought for € 4,754,386.47, Sold for £ 3,920,025.09 | | | 06.04.2022 | | 118 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for € 12,051,396.78, Sold for US\$ 13,155,964.68 | | | 06.04.2022 | | 195 | 0.06 |
| Bought for US\$ 390,496.42, Sold for € 354,560.28 | | | 06.04.2022 | | (3) | 0.00 |
| Portfolio of investments | | | | | 312,481 | 97.64 |
| Cash equivalents | | | | | 3,503 | 1.09 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 3,637,273 | € | | | 3,503 | 1.09 |
| Share class hedging | | | | | 25 | 0.00 |
| Bought for € 17,059.82, Sold for CHF 17,585.64 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 3,309.29, Sold for US\$ 3,686.07 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 1,765,561.15, Sold for € 1,710,992.47 | | | 04.05.2022 | | 10 | 0.00 |
| Bought for US\$ 4,360,878.49, Sold for € 3,911,561.35 | | | 04.05.2022 | | 15 | 0.00 |
| Total portfolio | | | | | 316,009 | 98.73 |
| Net other assets/(liabilities) | | | | | 4,031 | 1.27 |
| Net assets | | | | | 320,040 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 312,549 | 97.66 |
| Unrealised gains on futures contracts | | | | | 499 | 0.15 |
| Unrealised gains on forward currency contracts | | | | | 338 | 0.10 |
| Unrealised gains on swap contracts | | | | | 108 | 0.03 |
| Total Investment assets | | | | | 313,494 | 97.94 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|----------------|---------------|
| Investment liabilities | | |
| Unrealised losses on futures contracts | (849) | (0.26) |
| Unrealised losses on forward currency contracts | (5) | 0.00 |
| Unrealised losses on swap contracts | (134) | (0.04) |
| Total Investment liabilities | (988) | (0.30) |
| Total portfolio | 312,506 | 97.64 |
| Cash equivalents | 3,503 | 1.09 |
| Net other assets/(liabilities) | 4,031 | 1.27 |
| Net assets | 320,040 | 100.00 |

^a Defaulted bond.

^b Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 519 | 0 |
| Barclays Bank London | 9,830 | 0 | 0 | 1,050 |
| HSBC Bank Plc | 0 | 25,351 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 485 | 0 | 0 |
| Standard Chartered Bank | 0 | 8,943 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 11,314 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | -5.7 | -0.8 | +0.1 | +3.0 | 13.01.03 | 09.11.18 |
| Class 'A' Distribution | -5.7 | -0.8 | +0.1 | +1.5 | 12.07.13 | 09.11.18 |
| Class 'C' Accumulation | -5.3 | -0.3 | +0.5 | +3.7 | 13.01.03 | 09.11.18 |
| Class 'C' Distribution | -5.3 | -0.3 | +0.5 | +1.2 | 08.08.14 | 09.11.18 |
| Class 'CI' Accumulation | -5.2 | -0.3 | +0.6 | +3.7 | 13.01.03 | 19.11.18 |
| Class 'CI' Distribution | -5.2 | -0.3 | n/a | +0.1 | n/a | 22.02.19 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | -5.9 | -1.1 | -0.3 | +1.4 | 28.09.12 | 09.11.18 |
| Class 'C-H' Accumulation | -5.6 | -0.6 | +0.2 | +1.9 | 28.09.12 | 09.11.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A-H' Accumulation | -4.9 | +0.8 | +2.0 | +2.3 | 08.08.14 | 09.11.18 |
| Class 'A-H' Distribution | -4.9 | +0.8 | +2.1 | +2.3 | 08.08.14 | 09.11.18 |
| Class 'C-H' Accumulation | -4.4 | +1.2 | +2.5 | +2.9 | 08.08.14 | 09.11.18 |
| Class 'C-H' Distribution | -4.5 | +1.3 | +2.6 | +2.9 | 08.08.14 | 09.11.18 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G European Corporate Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G European Corporate Bond Fund is a UK authorised fund which launched on 13 January 2003 and its non-Sterling share classes merged into M&G (Lux) Euro Corporate Bond Fund on 9 November 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'A-H' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|
| First interim | 0.0517 | 0.0590 | 0.0324 | 0.0345 | 0.0353 |
| Second interim | 0.0517 | 0.0591 | 0.0324 | 0.0357 | 0.0365 |
| Third interim | 0.0498 | 0.0569 | 0.0313 | 0.0338 | 0.0348 |
| Final | 0.0347 | 0.0398 | 0.0218 | 0.0238 | 0.0242 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 17.7263 | 18.7920 | 17.3716 |
| Class 'A' Distribution | 15.2654 | 16.3903 | 15.3646 |
| Class 'C' Accumulation | 20.0896 | 21.2040 | 19.5046 |
| Class 'C' Distribution | 17.4869 | 18.6937 | 17.4396 |
| Class 'CI' Accumulation | 10.1730 | 10.7333 | 9.8690 |
| Class 'CI' Distribution | 9.5948 | 10.2529 | 9.5612 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 11.3746 | 12.0921 | 11.2097 |
| Class 'C-H' Accumulation | 11.9173 | 12.6174 | 11.6392 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 11.9381 | 12.5495 | 11.4779 |
| Class 'A-H' Distribution | 10.5057 | 11.1853 | 10.3751 |
| Class 'C-H' Accumulation | 12.4016 | 12.9790 | 11.8126 |
| Class 'C-H' Distribution | 10.8101 | 11.4583 | 10.5737 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 320,040 | 561,115 | 730,255 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (3,015) |
| Swung net assets | 320,040 | 561,115 | 727,240 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.08 |
| Class 'A' Distribution | | | 1.09 |
| Class 'C' Accumulation | | | 0.63 |
| Class 'C' Distribution | | | 0.63 |
| Class 'CI' Accumulation | | | 0.60 |
| Class 'CI' Distribution | | | 0.60 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.08 |
| Class 'C-H' Accumulation | | 0.65 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.08 |
| Class 'A-H' Distribution | | 1.07 |
| Class 'C-H' Accumulation | | 0.64 |
| Class 'C-H' Distribution | | 0.64 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to achieve a total return (the combination of income and capital growth) equal to or greater than European inflation over any three-year period.

Investment policy

The Fund will invest at least 50% of its Net Asset Value in inflation-linked investment grade corporate bonds. Exposure may either be gained through direct holdings or synthetically by using combinations of inflation-linked government bonds and derivatives to create similar risk exposures. A minimum of 90% of the Fund's Net Asset Value will be exposed directly to Euro denominated assets or non-Euro exposures which have been hedged back to Euro.

Additionally the Fund may also invest in the following fixed income instruments:

- fixed rate bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies, subject to a maximum of 40% of the Fund's Net Asset Value;
- floating rate notes, subject to a maximum of 50% of the Fund's Net Asset Value;
- bonds from issuers located in emerging markets, subject to a maximum of 20% of the Fund's Net Asset Value;
- unrated bonds and bonds which are rated sub-investment grade, subject to a maximum of 30% of the Fund's Net Asset Value;
- Asset-backed securities subject to a maximum of 20% of the Fund's Net Asset Value.

Derivatives can be used to meet the Fund's investment objective, for hedging purposes, and for efficient portfolio management. The derivative instruments that the Fund can invest in include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps and total return swaps.

The Fund may also invest in cash, currencies, near cash, deposits, other debt instruments, other derivatives, preferred shares, warrants and other funds.

Investment strategy

Investment approach

Fund performance is measured in comparison to the Eurostat Eurozone Harmonised Index of Consumer Prices. The Fund will invest in a range of fixed interest securities whose returns behave in a similar way to inflation. However, alternate sources of return may be sought where it is felt that this will aid achievement of the Fund's objective.

The Investment Manager adopts a blended approach which combines top-down and bottom-up considerations.

The Fund will typically invest in European securities but may also take global exposures according to where the Investment Manager identifies value.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

Eurostat Eurozone Harmonised Index of Consumer Prices

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment Manager has complete freedom in choosing which investments to buy, hold and sell in the Fund.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the latter weeks of the period, with a surge in food and energy prices expected to put even further pressure on inflation.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions which persisted throughout much of 2021. While concerns about rising inflation did weigh on sentiment, the general view was that cost pressures would prove to be transient. Investors also appeared to be reassured by the successful rollout of the COVID-19 vaccination programme, which supported the gradual reopening of the global economy.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. The world's central banks started to take an increasingly assertive stance as they sought to curb inflation, with the US Federal Reserve indicating that a series of interest rate hikes were likely over the next couple of years.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, with returns for these assets held back by a combination of rising government bond yields and deteriorating investor sentiment.

One bright spot in fixed income markets was inflation-linked bonds (a type of bond whose cashflows are adjusted in line with a measure of inflation and can

therefore offer some protection from consumer price rises). Expectations of higher inflation proved helpful for the asset class overall.

The fund delivered a positive return during the review period, although it was behind the change in the Eurostat Eurozone Harmonised Index of Consumer Prices over the 12 months under review. Performance was helped by the significant rise in inflation expectations, while the fund's low sensitivity to movements in interest rates (known as duration and measured in years) helped mitigate rising government bond yields.

Investment activities

The fund remains cautiously positioned in terms of its duration stance, as we think the more persistent inflationary backdrop will put further upward pressure on yields. This is especially the case in the US, where the Federal Reserve has flagged that a number of interest rate rises are to be expected over the next couple of years.

We are also cautiously positioned within corporate bond markets, with a focus on higher quality investment grade names. However, we did slightly increase our corporate bond exposure towards the end of the period as we thought valuations were starting to look more appealing following a sell-off in the asset class.

Investment review

Outlook

The fund is now positioned for an environment of elevated inflation over the next couple of years, as we think recent high inflation readings will feed into future inflation through a number of second-order effects, such as utility wages and rents. This is likely to be exacerbated by the surge in raw material costs since the start of the Ukraine conflict. For the first time in many years we are seeing the emergence of several forces that could keep inflation high for a number of years. In this environment, we think it prudent to include at least some inflation-linked protection within a well-balanced portfolio.

Matthew Russell

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 141,275 | 93.78 |
| Debt securities | | | | | 139,035 | 92.29 |
| 'AAA' credit rated bonds | | | | | 70,352 | 46.70 |
| Avoca CLO XXV FRN | 383,000 | € | 15.10.2034 | | 378 | 0.25 |
| Bank of Nova Scotia FRN | 819,000 | £ | 14.03.2025 | | 985 | 0.65 |
| Blackrock European CLO XII DAC FRN | 500,000 | € | 17.01.2035 | | 496 | 0.33 |
| Cairn CLO XIV FRN | 500,000 | € | 29.10.2034 | | 496 | 0.33 |
| Canada Square Funding FRN | 775,000 | £ | 17.01.2059 | | 913 | 0.61 |
| CIFC European Funding CLO V DAC FRN | 500,000 | € | 23.11.2034 | | 491 | 0.33 |
| Commonwealth Bank of Australia FRN | 500,000 | £ | 01.11.2028 | | 609 | 0.41 |
| Elstree Funding No. 2 FRN | 598,381 | £ | 21.12.2054 | | 706 | 0.47 |
| Finsbury Square FRN | 887,145 | £ | 16.12.2071 | | 1,044 | 0.69 |
| Germany (Federal Republic of) 0.1% | 23,500,000 | € | 15.04.2023 | | 28,505 | 18.92 |
| Germany (Federal Republic of) 0.1% | 15,000,000 | € | 15.04.2026 | | 18,770 | 12.46 |
| Germany (Federal Republic of) I/L 0.1% | 50,000 | € | 15.04.2046 | | 89 | 0.06 |
| Germany (Federal Republic of) I/L 0.5% | 50,000 | € | 15.04.2030 | | 69 | 0.05 |
| Harbour FRN | 717,660 | £ | 28.01.2054 | | 844 | 0.56 |
| International Bank for Reconstruction & Development FRN | 1,000,000 | US\$ | 22.11.2028 | | 901 | 0.60 |
| Lanebrook Mortgage Transaction FRN | 331,834 | £ | 20.07.2058 | | 388 | 0.26 |
| London Wall Mortgage Capital FRN | 158,215 | £ | 15.05.2051 | | 186 | 0.12 |
| London Wall Mortgage Capital FRN | 299,579 | £ | 15.05.2052 | | 353 | 0.24 |
| National Australia Bank FRN | 900,000 | £ | 15.12.2025 | | 1,086 | 0.72 |
| Newday Partnership Funding FRN | 750,000 | £ | 15.11.2028 | | 896 | 0.60 |
| Palmer Square European Loan Funding FRN | 336,000 | € | 15.07.2031 | | 334 | 0.22 |
| Polaris Holdings FRN | 1,000,000 | £ | 23.10.2059 | | 1,180 | 0.78 |
| Precise Mortgage Funding FRN | 54,948 | £ | 16.10.2056 | | 65 | 0.04 |
| Royal Bank of Canada FRN | 1,000,000 | £ | 22.10.2026 | | 1,210 | 0.80 |
| RRE 5 Loan Management DAC FRN | 500,000 | € | 15.01.2037 | | 495 | 0.33 |
| Satus FRN | 578,814 | £ | 17.08.2028 | | 684 | 0.46 |
| Shamrock Residential FRN | 1,314,103 | € | 24.12.2059 | | 1,315 | 0.87 |
| Stratton BTL Mortgage Funding FRN | 580,000 | £ | 20.01.2054 | | 684 | 0.45 |
| Taurus FRN | 830,981 | £ | 17.08.2031 | | 979 | 0.65 |
| Together Asset Backed Securitisation FRN | 451,061 | £ | 12.07.2063 | | 531 | 0.35 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| Together Asset Backed Securitisation FRN | 193,648 | £ | 15.12.2061 | | 231 | 0.15 |
| Towd Point Mortgage Funding FRN | 1,000,000 | £ | 20.10.2051 | | 1,171 | 0.78 |
| Towd Point Mortgage Funding FRN | 93,973 | £ | 20.02.2054 | | 111 | 0.07 |
| Tower Bridge Funding FRN | 451,000 | £ | 20.12.2063 | | 530 | 0.35 |
| Tower Bridge Funding FRN | 809,967 | £ | 20.11.2063 | | 955 | 0.63 |
| Tudor Rose Mortgages FRN | 753,488 | £ | 20.06.2048 | | 888 | 0.59 |
| Twin Bridges FRN | 670,363 | £ | 12.09.2055 | | 784 | 0.52 |
| | | | | | 31,296 | 20.78 |
| 'AA' credit rated bonds | | | | | | |
| France (Republic of) 0.1% | 1,200,000 | € | 01.03.2026 | | 1,409 | 0.94 |
| France (Republic of) 0.1% | 10,000,000 | € | 01.03.2029 | | 12,288 | 8.16 |
| France (Republic of) 0.25% | 8,930,000 | € | 25.07.2024 | | 11,029 | 7.32 |
| Metropolitan Life Global Funding I 1.625% | 836,000 | £ | 12.10.2028 | | 933 | 0.62 |
| Nestlé Holdings 2.125% | 1,090,000 | £ | 04.04.2027 | | 1,287 | 0.85 |
| Network Rail Infrastructure Finance 1.75% | 350,000 | £ | 22.11.2027 | | 830 | 0.55 |
| New York Life Global Funding 0.25% | 671,000 | € | 23.01.2027 | | 636 | 0.42 |
| New York Life Global Funding 0.75% | 342,000 | £ | 14.12.2028 | | 359 | 0.24 |
| SNCF Réseau 2.45% | 1,750,000 | € | 28.02.2023 | | 2,525 | 1.68 |
| | | | | | 8,472 | 5.62 |
| 'A' credit rated bonds | | | | | | |
| Alba FRN | 361,375 | € | 15.12.2038 | | 349 | 0.23 |
| American Honda Finance 0.3% | 802,000 | € | 07.07.2028 | | 739 | 0.49 |
| Bank of America FRN | 1,328,000 | € | 22.09.2026 | | 1,335 | 0.89 |
| Banque Fédérative du Crédit Mutuel FRN | 1,000,000 | £ | 26.01.2025 | | 1,178 | 0.78 |
| Comcast 0% | 596,000 | € | 14.09.2026 | | 567 | 0.38 |
| E-MAC NL I FRN | 120,305 | € | 25.04.2038 | | 116 | 0.08 |
| Henkel 1.75% | 600,000 | US\$ | 17.11.2026 | | 513 | 0.34 |
| JPMorgan Chase FRN | 400,000 | £ | 28.04.2026 | | 448 | 0.30 |
| Landmark Mortgage Securities No. 2 FRN | 369,994 | € | 17.06.2039 | | 353 | 0.23 |
| Lloyds Bank Corporate Markets 0.25% | 101,000 | € | 04.10.2022 | | 101 | 0.07 |
| Medtronic Global Holdings 0.375% | 211,000 | € | 15.10.2028 | | 198 | 0.13 |
| Nationwide Building Society 4.25% | 136,404 | £ | 23.02.2024 | | 541 | 0.36 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| NatWest Markets FRN | 732,000 | US\$ | 22.03.2025 | | 662 | 0.44 |
| Newgate Funding FRN | 304,841 | € | 15.12.2050 | | 297 | 0.20 |
| Project Silver 3.967% ^a | 224,338 | US\$ | 15.07.2044 | | 190 | 0.12 |
| Santander Consumer Finance 0.375% | 200,000 | € | 27.06.2024 | | 198 | 0.13 |
| UBS Group FRN | 338,000 | US\$ | 09.08.2024 | | 302 | 0.20 |
| UBS Group FRN | 385,000 | € | 21.03.2025 | | 385 | 0.25 |
| 'BBB' credit rated bonds | | | | | 23,977 | 15.92 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 2.45% | 454,000 | US\$ | 29.10.2026 | | 379 | 0.25 |
| Altria Group 3.4% | 101,000 | US\$ | 06.05.2030 | | 88 | 0.06 |
| Banco Santander FRN | 200,000 | US\$ | 12.04.2023 | | 181 | 0.12 |
| Banco Santander FRN | 700,000 | £ | 04.10.2032 | | 764 | 0.51 |
| Banco Santander 1.5% | 400,000 | £ | 14.04.2026 | | 446 | 0.30 |
| Bayerische Landesbank FRN | 100,000 | € | 23.09.2031 | | 93 | 0.06 |
| BNP Paribas FRN | 200,000 | £ | 24.05.2031 | | 222 | 0.15 |
| Boeing 2.196% | 182,000 | US\$ | 04.02.2026 | | 155 | 0.10 |
| Boeing 2.75% | 200,000 | US\$ | 01.02.2026 | | 175 | 0.12 |
| CBRE Global Investors Open-Ended Funds 0.5% | 147,000 | € | 27.01.2028 | | 133 | 0.09 |
| Channel Link Enterprises Finance FRN | 625,000 | € | 30.06.2050 | | 626 | 0.42 |
| Citigroup FRN | 295,000 | € | 06.07.2026 | | 294 | 0.19 |
| Citigroup FRN | 1,000,000 | US\$ | 17.03.2026 | | 912 | 0.61 |
| Coca-Cola HBC Finance 1% | 750,000 | € | 14.05.2027 | | 719 | 0.48 |
| Crédit Agricole FRN | 200,000 | £ | 09.12.2031 | | 220 | 0.15 |
| Enel FRN | 216,000 | € | 31.12.2099 | | 195 | 0.13 |
| General Motors Financial FRN | 2,000,000 | US\$ | 17.11.2023 | | 1,808 | 1.20 |
| Goldman Sachs Group FRN | 1,231,000 | US\$ | 24.02.2028 | | 1,077 | 0.71 |
| Goldman Sachs Group FRN | 742,000 | US\$ | 15.03.2028 | | 686 | 0.45 |
| Italy Buoni Poliennali Del Tesoro 0.4% | 1,000,000 | € | 15.05.2030 | | 1,155 | 0.77 |
| KBC Group FRN | 600,000 | £ | 21.09.2027 | | 659 | 0.44 |
| Lloyds Banking Group FRN | 122,000 | € | 12.11.2025 | | 120 | 0.08 |
| Lloyds Banking Group FRN | 126,000 | £ | 15.12.2031 | | 139 | 0.09 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Lloyds Banking Group FRN | 172,000 | € | 01.04.2026 | | 182 | 0.12 |
| Lloyds Banking Group FRN | 1,000,000 | US\$ | 18.03.2026 | | 897 | 0.60 |
| Logicor Financing 1.5% | 144,000 | € | 13.07.2026 | | 140 | 0.09 |
| Magallanes FRN | 625,000 | US\$ | 15.03.2024 | | 568 | 0.38 |
| Mitchells & Butlers Finance FRN | 46,489 | US\$ | 15.12.2030 | | 39 | 0.03 |
| Morgan Stanley FRN | 350,000 | € | 29.10.2027 | | 332 | 0.22 |
| Morgan Stanley FRN | 1,000,000 | US\$ | 24.01.2025 | | 897 | 0.60 |
| Morgan Stanley FRN | 200,000 | US\$ | 24.10.2023 | | 181 | 0.12 |
| Morgan Stanley FRN | 200,000 | US\$ | 08.05.2024 | | 182 | 0.12 |
| Nationwide Building Society FRN | 1,500,000 | US\$ | 16.02.2028 | | 1,329 | 0.88 |
| NatWest Group FRN | 200,000 | US\$ | 22.05.2024 | | 179 | 0.12 |
| Pacific Gas and Electric FRN | 137,000 | US\$ | 14.11.2022 | | 123 | 0.08 |
| RCI Banque FRN | 300,000 | € | 12.01.2023 | | 300 | 0.20 |
| Rogers Communications 2.95% | 454,000 | US\$ | 15.03.2025 | | 407 | 0.27 |
| Royal Bank of Scotland Group FRN | 300,000 | £ | 19.09.2026 | | 352 | 0.23 |
| Royal Bank of Scotland Group 2.5% | 300,000 | € | 22.03.2023 | | 307 | 0.20 |
| Ryanair 0.875% | 164,000 | € | 25.05.2026 | | 158 | 0.10 |
| Santander UK Group Holdings FRN | 263,000 | € | 28.02.2025 | | 260 | 0.17 |
| Severn Trent 1.3% | 50,000 | £ | 11.07.2022 | | 77 | 0.05 |
| Signify 2% | 250,000 | € | 11.05.2024 | | 255 | 0.17 |
| S-Jets 3.967% ^a | 449,839 | US\$ | 15.08.2042 | | 360 | 0.24 |
| Société Générale FRN | 500,000 | € | 22.05.2024 | | 504 | 0.33 |
| South Eastern Power Networks 3.053% | 25,000 | £ | 05.06.2023 | | 56 | 0.04 |
| Southern Water Services Finance 3.816% | 100,000 | £ | 31.03.2023 | | 222 | 0.15 |
| Terna Rete Elettrica Nazionale 2.731% | 750,000 | € | 15.09.2023 | | 995 | 0.66 |
| Tesco 3.322% | 500,000 | £ | 05.11.2025 | | 1,300 | 0.86 |
| Volkswagen Financial Services 0% | 409,000 | € | 12.02.2025 | | 393 | 0.26 |
| Volkswagen Financial Services 3% | 251,000 | € | 06.04.2025 | | 262 | 0.17 |
| Volkswagen International Finance FRN | 500,000 | € | 31.12.2099 | | 499 | 0.33 |
| Volkswagen Leasing 0.375% | 258,000 | € | 20.07.2026 | | 243 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Vonovia 0.375% | 500,000 | € | 16.06.2027 | | 464 | 0.31 |
| Wells Fargo FRN | 266,000 | € | 04.05.2025 | | 268 | 0.18 |
| | | | | | 4,029 | 2.67 |
| 'BB' credit rated bonds | | | | | | |
| Catalyst Healthcare Manchester Financing 2.411% | 67,744 | £ | 30.09.2040 | | 174 | 0.11 |
| General Electric FRN | 1,500,000 | US\$ | 29.12.2049 | | 1,301 | 0.86 |
| GTC Aurora Luxembourg 2.25% | 187,000 | € | 23.06.2026 | | 169 | 0.11 |
| Mahle 2.375% | 400,000 | € | 14.05.2028 | | 342 | 0.23 |
| Schaeffler 1.875% | 70,000 | € | 26.03.2024 | | 71 | 0.05 |
| SES FRN | 400,000 | € | 31.12.2099 | | 372 | 0.25 |
| Telefonica Europe FRN | 100,000 | € | 31.12.2099 | | 101 | 0.07 |
| United Airlines 4.375% | 210,000 | US\$ | 15.04.2026 | | 186 | 0.12 |
| Vodafone Group FRN | 1,300,000 | € | 03.01.2079 | | 1,313 | 0.87 |
| 'B' credit rated bonds | | | | | | |
| Iliad Holding 6.5% | 1,000,000 | US\$ | 15.10.2026 | | 909 | 0.60 |
| | | | | | 2,240 | 1.49 |
| Debt derivatives | | | | | | |
| Credit default swaps | | | | | 1,339 | 0.89 |
| Airbus Dec 2025 | 500,000 | € | | | 8 | 0.01 |
| America Movil Dec 2023 | 500,000 | US\$ | | | 5 | 0.00 |
| Anglo American Dec 2025 | 1,000,000 | € | | | 154 | 0.10 |
| Aviva Dec 2026 | 1,000,000 | € | | | 16 | 0.01 |
| AXA Dec 2026 | 1,000,000 | € | | | 25 | 0.02 |
| British American Tobacco Dec 2022 | 1,000,000 | € | | | 6 | 0.00 |
| Électricité de France Dec 2025 | 500,000 | € | | | 6 | 0.00 |
| Enel Dec 2022 | 750,000 | € | | | 4 | 0.00 |
| General Electric Dec 2023 | 1,000,000 | US\$ | | | 10 | 0.01 |
| Glencore International Jun 2023 | 200,000 | € | | | 11 | 0.01 |
| Imperial Brands Dec 2025 | 300,000 | € | | | 4 | 0.00 |
| Koninklijke KPN Jun 2024 | 750,000 | € | | | 11 | 0.01 |
| LafargeHolcim Jun 2023 | 250,000 | € | | | 2 | 0.00 |
| Lloyds Banking Group Jun 2023 | 150,000 | € | | | 1 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives (continued) | | | | | | |
| Credit default swaps (continued) | | | | | | |
| Markit CDX North American Investment Grade Series 21 10 Year Dec 2023 | 5,456,000 | US\$ | | | 38 | 0.03 |
| Markit iTraxx Europe Series 35 5 Year Jun 2026 | 19,850,000 | € | | | 328 | 0.22 |
| Markit iTraxx Europe Series 36 3 Year Dec 2024 | 12,850,000 | € | | | 200 | 0.13 |
| Markit iTraxx Europe Series 36 5 Year Dec 2026 | 16,500,000 | € | | | 262 | 0.17 |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 1,100,000 | € | | | 88 | 0.06 |
| Telecom Italia Dec 2022 | 500,000 | € | | | 0 | 0.00 |
| Wendel Dec 2025 | 1,000,000 | € | | | 160 | 0.11 |
| Interest rate futures | | | | | 901 | 0.60 |
| Deutscher Bobl 5 year Futures | (56) | € | 08.06.2022 | 56 | 235 | 0.16 |
| Deutscher Bund 10 year Futures | (10) | € | 08.06.2022 | 10 | 83 | 0.05 |
| Deutscher Schatz 2 year Futures | (148) | € | 08.06.2022 | 147 | 167 | 0.11 |
| Euro BTP Futures | (7) | € | 08.06.2022 | 6 | 43 | 0.03 |
| Euro OAT Futures | (46) | € | 08.06.2022 | 49 | 348 | 0.23 |
| UK Treasury Notes Futures | (12) | £ | 28.06.2022 | 18 | 25 | 0.02 |
| Currency | | | | | 980 | 0.64 |
| Forward currency contracts | | | | | 980 | 0.64 |
| Bought for £ 967,091.05, Sold for € 1,154,122.46 | | | 06.04.2022 | | (10) | (0.01) |
| Bought for € 28,491,679.35, Sold for £ 23,480,990.16 | | | 06.04.2022 | | 717 | 0.47 |
| Bought for € 16,199,208.21, Sold for US\$ 17,668,428.50 | | | 06.04.2022 | | 276 | 0.18 |
| Bought for US\$ 390,255.98, Sold for € 354,656.89 | | | 06.04.2022 | | (3) | 0.00 |
| Portfolio of investments | | | | | 142,255 | 94.42 |
| Cash equivalents | | | | | 3,584 | 2.38 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 3,721,022 | € | | | 3,584 | 2.38 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Share class hedging | | | | | 0 | 0.00 |
| Bought for € 1,680.72, Sold for CHF 1,732.52 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 114,123.10, Sold for € 110,595.87 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 145,839 | 96.80 |
| Net other assets/(liabilities) | | | | | 4,806 | 3.20 |
| Net assets | | | | | 150,645 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 139,035 | 92.29 |
| Unrealised gains on futures contracts | | | | | 901 | 0.60 |
| Unrealised gains on forward currency contracts | | | | | 993 | 0.65 |
| Unrealised gains on swap contracts | | | | | 1,339 | 0.89 |
| Total Investment assets | | | | | 142,268 | 94.43 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (13) | (0.01) |
| Total Investment liabilities | | | | | (13) | (0.01) |
| Total portfolio | | | | | 142,255 | 94.42 |
| Cash equivalents | | | | | 3,584 | 2.38 |
| Net other assets/(liabilities) | | | | | 4,806 | 3.20 |
| Net assets | | | | | 150,645 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 286 | 0 |
| Barclays Bank London | 50,300 | 0 | 0 | 1,518 |
| BNP Paribas | 7,368 | 1,264 | 0 | 0 |
| Citigroup Global Markets Limited | 901 | 0 | 0 | 0 |
| Goldman Sachs International | 3,400 | 0 | 0 | 0 |
| HSBC Bank Plc | 750 | 84,830 | 0 | 0 |
| JP Morgan Chase | 2,550 | 145 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 200 | 625 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 225 | 0 | 0 |
| State Street Bank London | 0 | 4,443 | 0 | 0 |
| UBS AG London | 0 | 90 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +3.6 | +2.2 | +1.1 | +1.4 | 16.09.10 | 16.03.18 |
| Class 'C' Accumulation | +4.1 | +2.8 | +1.6 | +2.0 | 16.09.10 | 16.03.18 |
| Class 'CI' Accumulation | +4.2 | +2.9 | +1.7 | +2.0 | 16.09.10 | 16.03.18 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +3.3 | +1.9 | +0.7 | +0.4 | 28.09.12 | 16.03.18 |
| Class 'C-H' Accumulation | +3.8 | +2.5 | +1.3 | +0.9 | 28.09.12 | 16.03.18 |

^a Fund performance before the launch of the fund on 16 March 2018 is that of the relevant Merged Share Class of the M&G European Inflation Linked Corporate Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G European Inflation Linked Corporate Bond Fund is a UK authorised fund which launched on 16 September 2010 and its non-Sterling share classes merged into M&G (Lux) European Inflation Linked Corporate Bond Fund on 16 March 2018.

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 11.7677 | 11.3615 | 10.5798 |
| Class 'C' Accumulation | 12.5072 | 12.0122 | 11.1190 |
| Class 'CI' Accumulation | 10.8162 | 10.3838 | 9.6077 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.3782 | 10.0482 | 9.3792 |
| Class 'C-H' Accumulation | 10.9091 | 10.5058 | 9.7475 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 150,645 | 68,604 | 66,378 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (165) |
| Swung net assets | 150,645 | 68,604 | 66,213 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.05 |
| Class 'C' Accumulation | | | 0.53 |
| Class 'CI' Accumulation | | | 0.51 |
| Swiss franc | | | % |
| Class 'A-H' Accumulation | | | 1.09 |
| Class 'C-H' Accumulation | | | 0.57 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the European equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in, or conducting the major part of their economic activity in Europe.

The Fund uses an investment process that is based on the fundamental analysis of companies trading on low valuations relative to their history and the market.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach to identify shares of European companies that the Investment Manager believes are undervalued. The Investment Manager seeks to identify companies that are mispriced, while trying to avoid firms that are cheap for a reason and whose share prices are unlikely to improve over time.

The Fund's approach combines strict value-focused screening with rigorous qualitative analysis to ensure the Fund has a consistent and disciplined value bias, without compromising on the robustness of the companies in the portfolio.

The main drivers of returns are expected to be the value style and overall stock selection rather than any individual sector or stock.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

MSCI Europe Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Company share prices in Europe rose in the 12 months under review, despite market turbulence at the end of the period. Initially, investor confidence was lifted by signs that the global economy was recovering from the coronavirus pandemic. Buoyed by robust corporate earnings, European stockmarkets reached record levels. However, the upbeat mood faded as investors began to worry about high inflation and the prospect of significant interest rate rises. In March, the Federal Reserve raised the US interest rate for the first time since 2018. Russia's invasion of Ukraine in February sparked share price falls and raised fears about the impact of the conflict and soaring commodities prices on the global economy.

From a style perspective, lowly valued stocks outperformed the broader market in the 12-month period. This was largely the result of a powerful rotation towards value stocks later in the period, when expectations of higher interest rates saw investors become more cautious about the elevated valuations of many popular growth stocks. (Growth stocks are expected to deliver above-average growth in earnings and profits.)

Against this background, the fund rose and was ahead of the benchmark index. The fund's balanced approach to portfolio construction was beneficial, with stock selection in a range of areas, notably financials and healthcare, supporting relative performance. The above-index position in energy also added value as the sector rallied on higher oil prices. In contrast, stock selection in materials detracted.

In terms of individual holdings, German defence company Rheinmetall was a leading contributor. The stock more than doubled in value in the period amid expectations that the conflict in Ukraine will lead to higher defence spending. German home improvements firm Hornbach benefited from robust demand for do-it-yourself (DIY) projects in the pandemic. In healthcare, Ipsen from France, UCB from Belgium and the UK's GlaxoSmithKline also added value.

In contrast, Swedish security services firm Securitas was a notable detractor as investors reacted negatively to the high cost of a proposed acquisition. UK travel-related firms National Express, a coach operator, and low-cost airline easyJet held back relative performance, as they declined in a rising market.

Investment activities

During the period we identified a number of opportunities from a range of different countries and industries. We invested in French food retailer Carrefour, which is undergoing a transformation including investment in ecommerce that we believe could improve performance. Other notable purchases included Swiss financial services firm Credit Suisse, UK home and motor insurance company Direct Line and UK financial group Aviva. We also added to some existing holdings on weakness, notably Swedish security services company Securitas, Swiss drug maker Novartis and UK coach firm National Express.

In contrast, we sold our entire stakes in UK retailer Next, Dutch recruitment company Randstad and Norwegian insurance firm Storebrand, following good share price performance. We also sold the shares in music company Universal Music Group we received when it was spun off by French media group Vivendi, one of our holdings. We then exited Vivendi on governance grounds. In addition, we reduced the positions in several holdings following gains, notably French energy firm TotalEnergies, German DIY firm Hornbach and Danish shipping firm AP Moller Maersk.

Outlook

We feel we are currently in highly uncertain times. The ongoing war in Ukraine has exacerbated existing concerns, with soaring commodity prices expected to add to inflationary pressures and raising fears about a potential slowdown in global economic activity. We worry about the impact of rising prices on consumer demand, particularly as higher interest rates could put further pressure on incomes. In this tricky economic environment, we think it is important to have a diversified portfolio that could potentially cope in challenging conditions. We remain optimistic about the

Investment review

prospects of our holdings and will continue to look cautiously for mispriced opportunities in these turbulent times.

Richard Halle

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 1,180,971 | 96.46 |
| Energy equipment & services | | | | | 26,189 | 2.14 |
| PGS | 6,253,081 | NOK | | | 1,906 | 0.15 |
| Subsea 7 | 1,261,951 | NOK | | | 10,726 | 0.88 |
| Tenaris | 1,001,960 | € | | | 13,557 | 1.11 |
| Oil, gas & consumable fuels | | | | | 120,781 | 9.87 |
| BP | 8,358,092 | £ | | | 37,112 | 3.03 |
| Cobalt International Energy ^a | 228,883 | US\$ | | | 0 | 0.00 |
| Euronav | 1,017,115 | € | | | 9,614 | 0.79 |
| Euronav | 515,624 | US\$ | | | 4,919 | 0.40 |
| Shell | 1,124,291 | £ | | | 27,863 | 2.28 |
| TotalEnergies | 892,342 | € | | | 41,273 | 3.37 |
| Chemicals | | | | | 14,697 | 1.20 |
| Johnson Matthey | 303,335 | £ | | | 6,780 | 0.55 |
| Yara International | 166,158 | NOK | | | 7,917 | 0.65 |
| Construction materials | | | | | | |
| Buzzi Unicem | 1,102,379 | € | | | 18,763 | 1.53 |
| Metals & mining | | | | | 43,393 | 3.54 |
| APERAM | 551,552 | € | | | 22,399 | 1.83 |
| ArcelorMittal | 501,336 | € | | | 14,694 | 1.20 |
| Outokumpu | 1,277,151 | € | | | 6,300 | 0.51 |
| Paper & forest products | | | | | | |
| UPM-Kymmene | 1,005,500 | € | | | 30,250 | 2.47 |
| Aerospace & defense | | | | | 29,328 | 2.40 |
| BAE Systems | 2,379,985 | £ | | | 20,203 | 1.65 |
| QinetiQ Group | 2,553,326 | £ | | | 9,125 | 0.75 |
| Construction & engineering | | | | | | |
| Kier Group | 5,747,087 | £ | | | 5,782 | 0.47 |
| Electrical equipment | | | | | | |
| NKT | 124,096 | DKK | | | 5,137 | 0.42 |
| Industrial conglomerates | | | | | 26,872 | 2.20 |
| Nokian Renkaat | 114,116 | € | | | 1,708 | 0.14 |
| Rheinmetall | 128,783 | € | | | 25,164 | 2.06 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Machinery | | | | | | |
| FLSmidth | 333,855 | DKK | | | 8,087 | 0.66 |
| Commercial services & supplies | | | | | 34,226 | 2.80 |
| Bilfinger | 317,900 | € | | | 11,054 | 0.91 |
| Securitas 'B' | 2,209,750 | SEK | | | 23,172 | 1.89 |
| Airlines | | | | | | |
| easyJet | 2,024,074 | £ | | | 13,330 | 1.09 |
| Marine | | | | | | |
| AP Moller - Maersk 'B' | 4,955 | DKK | | | 13,576 | 1.11 |
| Road & rail | | | | | | |
| National Express Group | 8,977,601 | £ | | | 24,830 | 2.03 |
| Auto components | | | | | | |
| Compagnie Générale des Établissements Michelin | 55,965 | € | | | 6,927 | 0.57 |
| Automobiles | | | | | 26,442 | 2.16 |
| Bayerische Motoren Werke | 87,440 | € | | | 6,977 | 0.57 |
| Stellantis | 488,153 | € | | | 7,345 | 0.60 |
| Volkswagen Pref. (non voting) | 76,004 | € | | | 12,120 | 0.99 |
| Hotels, restaurants & leisure | | | | | | |
| Whitbread | 275,666 | £ | | | 9,353 | 0.76 |
| Specialty retail | | | | | 50,278 | 4.11 |
| CECONOMY | 1,452,590 | € | | | 5,063 | 0.42 |
| Dixons Carphone | 4,988,097 | £ | | | 5,482 | 0.45 |
| Hornbach Holding | 256,360 | € | | | 30,148 | 2.46 |
| Kingfisher | 3,080,218 | £ | | | 9,585 | 0.78 |
| Food & staples retailing | | | | | 82,889 | 6.77 |
| Carrefour | 1,222,215 | € | | | 24,065 | 1.97 |
| Koninklijke Ahold Delhaize | 999,689 | € | | | 29,411 | 2.40 |
| Tesco | 8,899,113 | £ | | | 29,413 | 2.40 |
| Beverages | | | | | | |
| Britvic | 297,871 | £ | | | 2,854 | 0.23 |
| Food products | | | | | | |
| Orkla | 883,252 | NOK | | | 7,189 | 0.59 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Tobacco | | | | | | |
| Imperial Brands | 1,163,698 | £ | | | 22,260 | 1.82 |
| Household products | | | | | | |
| Henkel Pref. | 106,463 | € | | | 6,519 | 0.53 |
| Health care providers & services | | | | | | |
| Spire Healthcare Group | 6,333,976 | £ | | | 18,545 | 1.51 |
| Pharmaceuticals | | | | | | |
| AstraZeneca | 236,530 | £ | | | 28,599 | 2.34 |
| Bayer | 159,144 | € | | | 9,923 | 0.81 |
| GlaxoSmithKline | 1,853,950 | £ | | | 36,490 | 2.98 |
| Ipsen | 167,592 | € | | | 19,105 | 1.56 |
| Novartis | 543,098 | CHF | | | 43,284 | 3.53 |
| Roche Holding | 31,049 | CHF | | | 11,236 | 0.92 |
| UCB | 273,386 | € | | | 29,553 | 2.41 |
| Banks | | | | | | |
| Bank of Ireland Group | 3,973,054 | € | | | 23,481 | 1.92 |
| BNP Paribas | 289,420 | € | | | 15,186 | 1.24 |
| CaixaBank | 5,416,710 | € | | | 17,036 | 1.39 |
| Erste Group Bank | 577,039 | € | | | 19,743 | 1.61 |
| ING Groep | 318,578 | € | | | 3,092 | 0.25 |
| Lloyds Banking Group | 33,808,415 | £ | | | 19,104 | 1.56 |
| NatWest Group | 5,601,778 | £ | | | 14,549 | 1.19 |
| Permanent TSB Group Holdings | 8,662,847 | € | | | 14,315 | 1.17 |
| Société Générale | 121,993 | € | | | 3,028 | 0.25 |
| Capital markets | | | | | | |
| Crédit Suisse Group | 533,792 | CHF | | | 3,894 | 0.32 |
| Insurance | | | | | | |
| Aviva | 2,557,206 | £ | | | 13,825 | 1.13 |
| Direct Line Insurance Group | 4,066,617 | £ | | | 13,349 | 1.09 |
| FBD Holdings | 2,125,797 | € | | | 21,173 | 1.73 |
| Mapfre | 5,511,755 | € | | | 10,552 | 0.86 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| IT services | | | | | | |
| Indra Sistemas | 1,545,080 | € | | | 15,845 | 1.29 |
| Communications equipment | | | | | 41,100 | 3.36 |
| Nokia | 2,642,026 | € | | | 13,228 | 1.08 |
| Telefonaktiebolaget LM Ericsson | 3,340,888 | SEK | | | 27,872 | 2.28 |
| Technology hardware, storage & peripherals | | | | | | |
| Quadient | 1,066,548 | € | | | 18,409 | 1.50 |
| Diversified telecommunication services | | | | | 15,842 | 1.29 |
| Deutsche Telekom | 117,127 | € | | | 2,000 | 0.16 |
| Orange | 1,296,177 | € | | | 13,842 | 1.13 |
| Wireless telecommunication services | | | | | | |
| Vodafone Group | 9,971,437 | £ | | | 14,811 | 1.21 |
| Multi-utilities | | | | | 55,950 | 4.57 |
| Centrica | 13,203,125 | £ | | | 12,747 | 1.04 |
| E.ON | 1,478,942 | € | | | 15,845 | 1.29 |
| Engie | 1,394,475 | € | | | 16,990 | 1.39 |
| National Grid | 743,571 | £ | | | 10,368 | 0.85 |
| Portfolio of investments | | | | | 1,180,971 | 96.46 |
| Cash equivalents | | | | | 48,544 | 3.96 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 50,404,012 | € | | | 48,544 | 3.96 |
| Total portfolio | | | | | 1,229,515 | 100.42 |
| Net other assets/(liabilities) | | | | | (5,162) | (0.42) |
| Net assets | | | | | 1,224,353 | 100.00 |

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---------------------------------------|------------------|---------------|
| Investment assets | | |
| Equity securities | 1,180,971 | 96.46 |
| Total Investment assets | 1,180,971 | 96.46 |
| Total portfolio | 1,180,971 | 96.46 |
| Cash equivalents | 48,544 | 3.96 |
| Net other assets/(liabilities) | (5,162) | (0.42) |
| Net assets | 1,224,353 | 100.00 |

^a Suspended.

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +15.1 | +9.1 | +5.1 | +5.4 | 01.02.08 | 20.09.18 |
| Class 'A' Distribution | +15.1 | n/a | n/a | +8.9 | n/a | 06.12.19 |
| Class 'B' Accumulation | +14.5 | n/a | n/a | +8.4 | n/a | 06.12.19 |
| Class 'C' Accumulation | +15.9 | +9.9 | +6.0 | +6.2 | 01.02.08 | 20.09.18 |
| Class 'C' Distribution | +15.9 | n/a | n/a | +9.8 | n/a | 06.12.19 |
| Class 'CI' Accumulation | +16.0 | +10.0 | +6.0 | +6.2 | 01.02.08 | 20.09.18 |
| Class 'CI' Distribution | +16.0 | n/a | n/a | +9.8 | n/a | 06.12.19 |
| Class 'J' Accumulation | +16.2 | +10.2 | n/a | +6.6 | n/a | 20.09.18 |
| Class 'J' Distribution | n/a | n/a | n/a | +15.8 | n/a | 26.04.21 |
| Class 'JI' Accumulation | +16.3 | +10.3 | n/a | +6.7 | n/a | 20.09.18 |
| Class 'JI' Distribution | n/a | n/a | n/a | +15.9 | n/a | 26.04.21 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A' Accumulation | +8.8 | +8.7 | +5.9 | +4.0 | 08.08.14 | 20.09.18 |
| Class 'C' Accumulation | +9.6 | +9.5 | +6.7 | +4.8 | 08.08.14 | 20.09.18 |

^a Fund performance before the launch of the fund on 18 September 2018 is that of the relevant Merged Share Class of the M&G European Strategic Value Fund, which includes UK taxes but excludes entry and exit charges. The M&G European Strategic Value Fund is a UK authorised fund which launched on 1 February 2008 and its non-Sterling share classes merged into M&G (Lux) European Strategic Value Fund on 7 December 2018.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the financial year ended 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'J' Distribution Euro ¢ | Class 'JI' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|--------------------------------------|
| Final | 0.3126 | 0.3168 | 0.3205 | 0.2907 | 0.2908 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|-----------------|------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 12.1093 | 10.5248 | 7.1474 |
| Class 'A' Distribution | 11.6387 | 10.3509 | 7.1971 |
| Class 'B' Accumulation | 12.0540 | 10.5297 | 7.1856 |
| Class 'C' Accumulation | 12.4640 | 10.7527 | 7.2469 |
| Class 'C' Distribution | 11.8450 | 10.4546 | 7.2143 |
| Class 'CI' Accumulation | 12.4555 | 10.7406 | 7.2357 |
| Class 'CI' Distribution | 11.9847 | 10.5735 | 7.2151 |
| Class 'J' Accumulation | 12.5451 | 10.7962 | 7.2586 |
| Class 'J' Distribution | 11.5838 | n/a | n/a |
| Class 'JI' Accumulation | 12.5660 | 10.8088 | 7.2635 |
| Class 'JI' Distribution | 11.5872 | n/a | n/a |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 11.4671 | 10.5419 | 6.6786 |
| Class 'C' Accumulation | 11.7742 | 10.7427 | 6.7549 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 1,224,353 | 897,041 | 1,513,274 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (2,042) |
| Swung net assets | 1,224,353 | 897,041 | 1,511,232 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'A' Distribution | | 1.71 |
| Class 'B' Accumulation | | 2.21 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'CI' Distribution | | 0.92 |
| Class 'J' Accumulation | | 0.71 |
| Class 'J' Distribution | | 0.71 |
| Class 'JI' Accumulation | | 0.67 |
| Class 'JI' Distribution | | 0.67 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'C' Accumulation | | 0.96 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Following shareholder approval on 10 February 2021, the M&G (Lux) Floating Rate High Yield Solution merged into M&G (Lux) Global Floating Rate High Yield Fund on 12 November 2021 and is no longer available for investment.

Investment objective up to 12 November 2021

The Fund aims to provide a competitive global high yield bond market exposure whilst limiting interest rate risk. Performance will be measured versus a global high yield composite index^a over any five year period.

^a Composite index consists of 2/3 the Markit CDX North American High Yield 5Y Excess Return Index ('CDX.NA.HY Index') and 1/3 of the Markit iTraxx Europe Crossover 5Y Excess Return Index and Overnight LIBOR.

Investment policy up to 12 November 2021

The Fund invests at least 70% of its Net Asset Value synthetically in floating rate high yield bonds. This exposure is achieved via a combination of high yield credit default swap indices ('CDX') and government floating rate bonds (rated A or above by S&P), from anywhere in the world, or cash. This synthetic structure achieves the Fund's desired credit exposure in a highly liquid manner and with low interest rate risk.

CDX are over the counter agreements which exchange the credit risk of the bonds composing the index between parties. The components of the index and their relative weightings are determined by an index provider (e.g. Markit) according to a set of pre-defined and published rules. There is no minimum credit rating requirement for entities included in the indices.

This exchange of credit risk allows one party, known as the protection buyer, to hedge credit risk, and the other party, known as the protection seller, to add long credit exposure. When acting as the protection seller, the Fund may use CDX to gain exposure to an index of bonds. This is similar to holding a physical portfolio of these bonds in that the Fund will receive coupons and be exposed to the capital value of the bonds, in return

for assuming the default risk of those bonds. However in comparison to physical bonds, Credit Default Swaps allow the Fund to gain this credit exposure in a highly liquid manner and without interest rate risk.

The Fund uses a top down macro driven investment process within the following parameters:

- high yield bond market exposure is managed between 70% and 130%;
- the geographical neutral position of the fund is 2/3 North America and 1/3 Europe relative to the overall high yield bond market exposure (between 70-130%);
- the maximum deviation of geographical allocations, both overweight and underweight, is based on 25% of the overall high yield bond market exposure (i.e., 70-130%). This is applied individually to the European and American allocations.

Currency exposures within the Fund will be typically in USD or hedged into USD.

Derivatives can be used to meet the Fund's investment objective for hedging purposes and for efficient portfolio management. The derivative instruments that the Fund may invest in include credit default swaps, spot and forward contracts, exchange traded Futures, swaps and total return swaps.

The Fund may also invest in government bonds, cash, currencies, near cash, deposits, other debt instruments, other derivatives, preferred shares, warrants and other funds.

Investment strategy up to 12 November 2021

Investment approach

The Fund is globally diversified and, through the underlying CDX, seeks to provide exposure to a broad range of high yield bond issuers across a variety of industrial sectors.

Investment objective and policy

The Investment Manager has the flexibility to adjust the Fund's credit exposure and regional allocations depending on the assessment of current market valuations and the macroeconomic environment, including the likely path of economic growth, inflation and interest rates.

By using CDX, rather than the individual physical bonds to gain its exposure to credit, the Fund is designed to provide a more liquid and cost-effective solution for investors seeking exposure to high yield credit, but with limited interest rate risk.

The Markit CDX North American High Yield 5Y Excess Return Index is published by Markit and is composed of 100 liquid North American entities with high yield credit ratings that trade in the CDS market. Each entity in the index has equal or approximately equal weightings: the weighting of each entity is equal to 1/the number entities in the index, expressed as a percentage to 3 decimal places. Determination of constituents will be based on the relevant rating of each entity: for example, the long-term credit rating assigned by Standard & Poor's, Moody's or Fitch.

Markit refers to several criteria to select the 100 liquid North American entities: (i) the entity must not be a swap dealer, (ii) the entity must not be guaranteed or controlled by an affiliate that has a higher ranking on the liquidity list established by Markit on a continuous basis, (iii) the entity must not be otherwise ineligible due to the roll exclusions, and (iv) the entity must be rated maximum 'BBB-'.

The liquidity list aims to rank the liquidity of the entities by using the average weekly trading activity and will be based on the following criteria: (i) determining all entities for which single-name CDS are traded, (ii) assigned a maximum rating of 'BBB-', and (iii) ranking the entities from the most liquid to the least liquid.

Further information on the Markit CDX North American High Yield 5Y Excess Return Index, including information on the index calculation and rebalancing methodology, is available at www.markit.com, Markit CDX High Yield and & Markit CDX Investment Grade

Rules at www.markit.com/Product/CDX. A new series of the index is produced every six months. There are minimal trading costs associated with new series and details can be found at www.markit.com/Product/CDX.

The Markit iTraxx Europe Crossover 5Y Excess Return Index is published by Markit and is composed of up to 75 European entities which do not have investment grade credit ratings. Each entity in the index have equal or approximately equal weightings: the weighting of each entity is equal to 1/the number entities in the index, expressed as a percentage to 3 decimal places. Determination of constituents is governed by the 'Markit iTraxx Crossover General Criteria' which is published on the Markit website (www.markit.com/Product/ITraxx).

Markit refers to several criteria to select the 75 European entities: (i) the entity must not be a swap dealer, (ii) the entity must not be guaranteed or controlled by an affiliate that has a higher ranking on the liquidity list established by Markit on a continuous basis, (iii) the entity must not be otherwise ineligible due to the roll exclusions, and (iv) the entity must be rated maximum 'BBB-'.

The liquidity risk aims to rank the liquidity of the entities by using the average weekly trading activity and will be based on the following criteria: (i) incorporated in and classified as 'Europe', meaning the EU and the European free trade association, (ii) trading activity greater than zero, and (iii) a maximum rating of 'BBB-'.

Further information on the Markit iTraxx Europe Crossover 5Y Excess Return Index, including information on the index calculation and rebalancing methodology, is available at www.markit.com, Markit iTraxx Europe Index Rules, www.markit.com/Product/ITraxx. A new series of the index is produced every six months. There are minimal trading costs associated with new series and details can be found at www.markit.com/Product/ITraxx.

Derivatives on indices involve also specific risks. These risks relate specifically to market risks, management risk, counterparty risk, liquidity risk, the risk of mispricing or improper valuation of derivatives and the

Investment objective and policy

risk that derivatives may not correlate perfectly with underlying indices.

Responsible Investment Approach

As the Fund invests in CDX the Fund is not categorised as ESG Integrated.

Investors should refer to 'Sustainability risks' in the Risk Factors section of the Prospectus for M&G (Lux) Investment Funds 1 for further explanation.

Benchmark up to 12 November 2021

A composite index comprising:

- 2/3 Markit CDX North American High Yield 5Y Excess Return Index ('CDX.NA.HY Index')
- 1/3 Markit iTraxx Europe Crossover 5Y Excess Return Index and Overnight LIBOR

The benchmark is a comparator against which the Fund's performance can be measured. The composite index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Investment review

For the period ended 12 November 2021

Performance against objective

Between 31 March 2021 (the start of the review period) and 12 November 2021, when the fund merged with the M&G (Lux) Global Floating Rate High Yield Fund, the fund delivered a positive total return (the combination of income and growth of capital) across all share classes. However, returns for the majority of share classes lagged behind its benchmark, a composite index made up of the following indices: 2/3 Markit CDX North American High Yield 5Y Excess Return Index and 1/3 Markit iTraxx Europe Crossover 5Y Excess Return Index and Overnight LIBOR.

Performance review

During the period under review, the rollout of COVID-19 vaccinations continued to gather pace globally, allowing most nations to ease restrictions and economic activity to largely normalise. Economic growth (as indicated by GDP growth rates) among the world's largest economies was mostly very positive during the period, although some countries registered negative second-quarter growth rates as temporary lockdown measures were reintroduced.

Towards the end of the summer, much of the developed world appeared to be at or just past the peak rate of economic growth according to some of the well-publicised global business sentiment surveys. However, the recovery appeared to be increasingly uneven and delicate among some countries, with many experiencing a variety of fresh post-lockdown challenges, including renewed virus outbreaks, varying vaccination take-up rates, supply chain blockages and constrained energy markets. Most developed countries saw the prices of goods and services (inflation) surge in the spring and remain elevated during the summer months, driven by strong post-lockdown demand and supply bottlenecks of some raw materials.

In the US, UK and Europe, fears over persistently high inflation, supply chain issues and rumours surrounding the imminent withdrawal of central bank support

measures contributed to particularly volatile financial markets in September. As a result, core government bond yields – which had been falling for much of the period as central banks consistently dampened speculation they would be withdrawing stimulus measures – began sharply rising again. The government bond sell-off towards the end of the period particularly affected UK gilts, as many investors speculated the Bank of England would be the first major central bank to raise interest rates.

Corporate bonds delivered mostly positive returns over the period, although returns were held back by the rise in government bond yields. From a regional perspective, US corporate bonds outperformed UK and European corporate bonds, both in the investment grade and high yield segments.

Investment activities

Activity was relatively quiet over the period. We maintained the fund's broadly neutral stance, with credit exposure kept close to 100%. Regional positioning was also broadly aligned to the benchmark composite index throughout, being a 2:1 ratio between US and European markets.

Investment review

This neutral positioning reflected our expectation that high yield markets would continue to benefit from ongoing economic support from both governments and central banks. Floating rate notes (FRNs) are insulated from increases in bond yields, and we believed this feature would also appeal to investors, particularly if concerns about rising inflation remained a theme. On the other hand, we recognised that, should the economic recovery stall, companies may struggle to maintain earnings, which could put pressure on riskier asset classes, including the high yield market.

Stefan Isaacs and James Tomlins

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class up to merger date 12 November 2021

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A-H' Accumulation ^a | +2.7 | +0.2 | n/a | +0.3 | 24.08.17 |
| Class 'A-H' Distribution ^a | +2.7 | +0.2 | n/a | +0.3 | 24.08.17 |
| Class 'B-H' Accumulation ^a | +2.4 | -0.3 | n/a | -0.2 | 24.08.17 |
| Class 'B-H' Distribution ^a | +2.4 | -0.3 | n/a | -0.2 | 24.08.17 |
| Class 'C-H' Accumulation ^a | +3.0 | +0.6 | n/a | +0.7 | 24.08.17 |
| Class 'C-H' Distribution ^b | +2.1 | +0.4 | n/a | +0.5 | 24.08.17 |
| Singapore dollar | | | | | |
| Class 'A-H' Distribution ^b | +2.3 | +1.3 | n/a | +1.7 | 24.08.17 |
| Class 'A-H M' Distribution ^b | +2.3 | +1.2 | n/a | +1.7 | 24.08.17 |
| Class 'C-H M' Distribution ^a | +3.5 | +2.0 | n/a | +2.3 | 24.08.17 |
| Sterling | | | | | |
| Class 'C-H' Accumulation ^a | +3.4 | +1.4 | n/a | +1.6 | 24.08.17 |
| Class 'C-H' Distribution ^b | +2.5 | +1.1 | n/a | +1.4 | 24.08.17 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation ^b | +1.7 | -0.3 | n/a | -0.2 | 24.08.17 |
| Class 'A-H' Distribution ^a | +2.6 | +0.1 | n/a | 0.0 | 24.08.17 |
| Class 'C-H' Accumulation ^b | +2.0 | +0.2 | n/a | +0.3 | 24.08.17 |
| Class 'C-H' Distribution ^b | +2.0 | +0.2 | n/a | +0.3 | 24.08.17 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| US dollar | | | | | |
| Class 'A' Accumulation ^a | +3.2 | +2.0 | n/a | +2.5 | 24.08.17 |
| Class 'A' Distribution ^a | +3.2 | +2.0 | n/a | +2.5 | 24.08.17 |
| Class 'A M' Distribution ^a | +3.2 | +2.0 | n/a | +2.5 | 24.08.17 |
| Class 'C' Accumulation ^b | +2.5 | +2.2 | n/a | +2.8 | 24.08.17 |
| Class 'C' Distribution ^b | +2.6 | +2.2 | n/a | +2.7 | 24.08.17 |
| Class 'C M' Distribution ^b | +2.6 | +2.2 | n/a | +2.7 | 24.08.17 |
| Class 'CI' Accumulation ^b | +2.6 | +2.2 | n/a | +2.8 | 24.08.17 |

^a Returns are up to 12 November 2021 the close date of the share class.

^b Returns are up to 19 October 2021 the close date of the share class.

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'B-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'A-H' Distribution SGD ¢ | Class 'C-H' Distribution UK p |
|------------------|---------------------------------------|---------------------------------------|---------------------------------------|--------------------------------------|-------------------------------------|
| First interim | 0.1057 | 0.1037 | 0.1074 | 0.1113 | 0.1095 |
| Second interim | 0.1034 | 0.1013 | 0.1053 | 0.1097 | 0.1086 |

| to 31 March 2022 | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|--|--|-----------------------------------|-----------------------------------|
| First interim | 0.1050 | 0.1066 | 0.1128 | 0.1145 |
| Second interim | 0.1034 | 0.1051 | 0.1141 | 0.1163 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |

Financial highlights

| to 31 March 2022 | Class 'A-H M' Distribution SGD ¢ | Class 'C-H M' Distribution SGD ¢ | Class 'A M' Distribution US ¢ | Class 'C M' Distribution US ¢ |
|------------------|--|--|-------------------------------------|-------------------------------------|
| First interim | 0.0370 | 0.0377 | 0.0376 | 0.0383 |
| Second interim | 0.0343 | 0.0347 | 0.0349 | 0.0355 |
| Third interim | 0.0383 | 0.0389 | 0.0396 | 0.0402 |
| Fourth interim | 0.0362 | 0.0369 | 0.0375 | 0.0382 |
| Fifth interim | 0.0389 | 0.0395 | 0.0404 | 0.0410 |
| Sixth interim | 0.0347 | 0.0354 | 0.0359 | 0.0366 |

Financial highlights

Net Asset Values (NAV)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share).

Net Asset Values

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|----------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A-H' Accumulation | n/a | 9.8471 | 8.8148 |
| Class 'A-H' Distribution | n/a | 8.0529 | 7.6484 |
| Class 'B-H' Accumulation | n/a | 9.6745 | 8.7036 |
| Class 'B-H' Distribution | n/a | 7.9049 | 7.5457 |
| Class 'C-H' Accumulation | n/a | 9.9989 | 8.9119 |
| Class 'C-H' Distribution | n/a | 8.1843 | 7.7433 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Distribution | n/a | 8.5623 | 8.0650 |
| Class 'A-H M' Distribution | n/a | 8.4949 | 7.9509 |
| Class 'C-H M' Distribution | n/a | 8.6354 | 8.0459 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | n/a | 10.3300 | 9.1513 |
| Class 'C-H' Distribution | n/a | 8.4393 | 7.9409 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | n/a | 9.7630 | 8.7484 |
| Class 'A-H' Distribution | n/a | 7.9831 | 7.5949 |
| Class 'C-H' Accumulation | n/a | 9.9116 | 8.8411 |
| Class 'C-H' Distribution | n/a | 8.1049 | 7.6831 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | n/a | 10.7355 | 9.4830 |
| Class 'A' Distribution | n/a | 8.7747 | 8.2348 |
| Class 'A M' Distribution | n/a | 8.7059 | 8.1148 |
| Class 'C' Accumulation | n/a | 10.9153 | 9.5985 |
| Class 'C' Distribution | n/a | 8.9182 | 8.3325 |
| Class 'C M' Distribution | n/a | 8.8478 | 8.2108 |
| Class 'CI' Accumulation | n/a | 10.9276 | 9.6063 |

Financial highlights

| NAV at fund level | 31.03.22 US\$'000 | 31.03.21 US\$'000 | 31.03.20 US\$'000 |
|--|----------------------|----------------------|----------------------|
| Net assets | n/a | 4,707 | 5,969 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (1) |
| Swung net assets | n/a | 4,707 | 5,968 |

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global convertibles market over any five-year period.

Investment policy

The Fund invests at least 70% of its Net Asset Value in convertible securities denominated in any currency. Issuers of these securities may be located in any country, including emerging markets. Exposure to these securities may be achieved, either directly or indirectly, through various combinations of corporate bonds, equities and derivatives.

The investment process of the Fund is based on a bottom-up, global approach to stock picking among convertibles based on a thorough analysis of the issuer's credit quality, equity fundamentals and the technical characteristics of the convertible.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purposes of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options and credit default swaps.

The Fund may also invest in other assets including debt securities, equity securities, collective investment schemes, cash and near cash, deposits and warrants.

Investment strategy

Investment approach

Convertible bonds offer attractive risk adjusted returns by having the ability to participate in the equity upside whilst also benefiting from the downside protection features of bonds.

The Investment Manager focuses on convertible bonds that provide the best risk-reward features in their view. For these convertible securities the potential gain from the option on the share price exceeds the potential loss from the share price falling back to the value of the bond.

Risk is also managed by reducing the potential loss that the convertible might suffer if the share price of the company and the value of the embedded option declined markedly.

For the Convertible Bond to provide downside protection the company's credit quality is also analysed and monitored.

The Investment Manager has no set geographical guidelines or limits determined by macroeconomic or sector views.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

Refinitiv Global Focus Convertible Bond Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has

Investment objective and policy

been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

While many stockmarkets generated decent gains during the review period, investor sentiment deteriorated later in the period and volatility in stockmarkets increased notably. Initially, investors were reassured by successful vaccination programmes against COVID-19, together with ongoing support packages from governments and central banks and the reopening of businesses and economies. This all helped the global economy to recover from the coronavirus pandemic.

However, later in 2021 investors began to worry about the higher inflation and the withdrawal of government and central bank support for economies. This caused some sharp sell-offs in stockmarkets, although these were generally followed by recoveries. Even the outbreak of a more transmissible strain of coronavirus and the possibility that interest rates may start to rise did not stop many market indices finishing the year close to all-time highs.

News worsened in 2022, with continuing concerns about higher inflation exacerbated by Russia's invasion of Ukraine. The world's central banks responded to higher inflation by increasing interest rates. The Federal Reserve raised the US interest rate for the first time since 2018 and several more hikes are expected.

The prospect of multiple interest rate increases weighed heavily on government bond markets, where prices fell sharply, with a consequent increase in yields (which move inversely to bond prices).

The convertibles market experienced significant weakness during the period and underperformed stockmarkets, mainly due to the high number of convertibles in sectors that did badly. Given the prevalence of convertibles in growth sectors, such as technology and healthcare, the market was particularly badly hit when investors became concerned about the vulnerability of these sectors to higher interest rates. The sell-offs in China and Hong Kong in July 2021 also had a large effect. Additionally, the convertibles market

has a relatively low representation of the best performing sectors, such as energy and financials.

Despite the tailwind of a strong US dollar relative to the euro, the fund declined over the period, with the largest losses coming from the consumer discretionary and healthcare sectors and in Europe. By contrast, holdings in the technology sector added value, while convertibles from the US did well, mainly due to the strength of the US dollar.

In absolute terms, the largest detractors during the year included a convertible from internet firm Yandex and a stake in the shares of steelmaker Severstal. These Russian groups both fell sharply as sanctions were applied to Russia after the invasion of Ukraine. Other poor performers included convertibles from Zalando, Chegg and Exact Sciences.

Among the holdings that generated positive contributions were convertibles from Palo Alto Networks, MP Materials and Cyber Ark, all of which announced better-than-expected financial results.

Investment activities

The period under review was busy in terms of portfolio activity, since we were able to identify what we thought were valuable investment opportunities, offering exposure to interesting companies on attractive terms.

We invested in convertibles from a wide variety of issuers across a range of countries and sectors. Many of the largest new positions were issued by US companies, including rare earth metal miner MP Materials, pharmaceutical group Pacira Biosciences, online market place Etsy and camera and social media group Snap.

Elsewhere, we bought convertibles from Chinese hotel group Huazhu and French pharmaceutical group Sanofi. We also added to our holdings of convertibles from global biotechnology business Qiagen and cloud-based content management platform Box.

To make room for all the additions, we reduced or sold holdings of convertibles that had either risen in price to the extent that they were more equity-sensitive than we desired, or had become too bond-like and unlikely to

Investment review

participate in potential equity upside. Sometimes we sold or scaled back exposure to existing holdings from the same issuer, as the new addition offered better terms, in our opinion.

For example, we sold our stake in a convertible from US ride hailing firm Uber Technologies as we felt the equity sensitivity of the Uber bond had become too low, meaning that it would be unlikely to participate in any potential share price appreciation. We replaced it with a stake in the group's equity.

We sold convertibles from Bentley Systems and Singapore Airlines as the underlying shares had become expensive, in our view, and another from Chegg as it had little equity sensitivity. A convertible from Vinci left the portfolio as it was approaching the end of its conversion period, while another, from Inphi, exited when the issuer was acquired.

Outlook

There are many factors that may mean the volatility that intensified towards the end of the review period stays with us, such as higher inflation and rising interest rates, a rising cost of living and increased geopolitical tension. In our opinion, having exposure to the convertibles market could be a worthwhile way of limiting investment risk while retaining exposure to any potential recovery in equity markets.

We remain firmly of the view that the asymmetric return profile of convertibles – participating more when equity markets are rising than when they are falling – should make them a worthwhile constituent of an investor's portfolio. Convertibles tend to perform well when equity prices experience high levels of volatility, and if volatility remains high, we are hopeful that convertibles should be a relatively safe haven.

The largest risk to the performance of the convertibles market seems to be a significant switch out of technology companies, which traditionally make up a high proportion of this market. Rotation out of highly valued growth stocks might also act as a headwind to the asset class. However, the universe as a whole currently seems more balanced than it has been previously, with the valuations of technology stocks no

longer as elevated as they were. (Balanced convertibles are those that are neither too sensitive to equity price movements nor not sensitive enough.)

We have tried to construct a portfolio that should be able to navigate all possible scenarios, remaining agile should the background change significantly one way or the other. At all times, however, we aim to benefit as much as possible from the unique risk characteristics of the asset class by focusing on balanced convertibles. We always try to focus on better-quality, cash-generative businesses, with good credit ratings that should give their convertibles the protection of robust bond floors.

Léonard Vinville

Sub-fund manager

Investment review information as at 31 March 2022

Employee of M&G FA Limited which is an associate of M&G Securities Limited.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 1,934 | 0.51 |
| Russia | | | | | 0 | 0.00 |
| Severstal PAO ^a | 85,835 | US\$ | | | 0 | 0.00 |
| United States | | | | | 1,934 | 0.51 |
| Take-Two Interactive Software | 12,386 | US\$ | | | 1,934 | 0.51 |
| Fixed income | | | | | 362,452 | 96.16 |
| United Kingdom | | | | | 15,695 | 4.16 |
| Investment grade corporate bonds | | | | | | |
| Barclays Bank 0% | 4,040,000 | US\$ | 18.02.2025 | | 4,528 | 1.20 |
| Corporate bonds with no credit rating | | | | | 11,167 | 2.96 |
| Barclays Bank 0% | 2,400,000 | € | 24.01.2025 | | 2,818 | 0.75 |
| Capital & Counties Properties 2% | 4,700,000 | £ | 30.03.2026 | | 6,378 | 1.69 |
| WH Smith 1.625% | 1,600,000 | £ | 07.05.2026 | | 1,971 | 0.52 |
| Denmark | | | | | 3,171 | 0.84 |
| Corporate bonds with no credit rating | | | | | | |
| GN Store Nord 0% | 2,800,000 | € | 21.05.2024 | | 3,171 | 0.84 |
| France | | | | | 18,164 | 4.82 |
| Corporate bonds with no credit rating | | | | | 18,164 | 4.82 |
| Atos 0% | 1,500,000 | € | 06.11.2024 | | 1,581 | 0.42 |
| Électricité de France 0% | 7,914,806 | € | 14.09.2024 | | 10,346 | 2.74 |
| Kering 0% | 2,300,000 | € | 30.09.2022 | | 2,592 | 0.69 |
| SOITEC 0% | 2,664,264 | € | 01.10.2025 | | 3,645 | 0.97 |
| Germany | | | | | 8,337 | 2.21 |
| Corporate bonds with no credit rating | | | | | 8,337 | 2.21 |
| Zalando 0.05% | 3,000,000 | € | 06.08.2025 | | 3,106 | 0.82 |
| Zalando 0.625% | 5,100,000 | € | 06.08.2027 | | 5,231 | 1.39 |
| Italy | | | | | 17,508 | 4.65 |
| Corporate bonds with no credit rating | | | | | 17,508 | 4.65 |
| DiaSorin 0% | 3,500,000 | € | 05.05.2028 | | 3,794 | 1.01 |
| Nexi 1.75% | 3,700,000 | € | 24.04.2027 | | 3,918 | 1.04 |
| Prysmian 0% | 8,300,000 | € | 02.02.2026 | | 9,796 | 2.60 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Luxembourg | | | | | 20,253 | 5.37 |
| Corporate bonds with no credit rating | | | | | 20,253 | 5.37 |
| Citigroup Global Markets Funding Luxembourg 0% | 87,000,000 | HK\$ | 25.07.2024 | | 12,210 | 3.24 |
| Global Fashion Group 1.25% | 3,800,000 | € | 15.03.2028 | | 3,054 | 0.81 |
| IWG Group Holdings 0.5% | 4,400,000 | £ | 09.12.2027 | | 4,989 | 1.32 |
| Netherlands (The) | | | | | 29,446 | 7.81 |
| Investment grade corporate bonds | | | | | | |
| STMicroelectronics 0% | 4,800,000 | US\$ | 04.08.2027 | | 5,937 | 1.58 |
| Below investment grade corporate bonds | | | | | | |
| STMicroelectronics 0% | 1,600,000 | US\$ | 04.08.2025 | | 1,979 | 0.52 |
| Corporate bonds with no credit rating | | | | | 21,530 | 5.71 |
| ELM for Swiss Re 3.25% | 8,000,000 | US\$ | 13.06.2024 | | 8,564 | 2.27 |
| Pharming Group 3% | 2,100,000 | € | 21.01.2025 | | 2,070 | 0.55 |
| QIAGEN 1% | 6,600,000 | US\$ | 13.11.2024 | | 7,857 | 2.08 |
| Yandex 0.75% | 6,000,000 | US\$ | 03.03.2025 | | 3,039 | 0.81 |
| Spain | | | | | 8,957 | 2.38 |
| Below investment grade corporate bonds | | | | | | |
| Cellnex Telecom 0.5% | 6,600,000 | € | 05.07.2028 | | 8,957 | 2.38 |
| United States | | | | | 168,045 | 44.58 |
| Investment grade corporate bonds | | | | | 21,987 | 5.83 |
| Booking Holdings 0.75% | 8,106,000 | US\$ | 01.05.2025 | | 11,767 | 3.12 |
| JPMorgan Chase Bank 0% | 5,600,000 | US\$ | 07.08.2022 | | 5,773 | 1.53 |
| JPMorgan Chase Financial 0.25% | 4,016,000 | US\$ | 01.05.2023 | | 4,447 | 1.18 |
| Below investment grade corporate bonds | | | | | 3,903 | 1.04 |
| DISH Network 0% | 2,141,000 | US\$ | 15.12.2025 | | 2,084 | 0.56 |
| Live Nation Entertainment 2.5% | 1,026,000 | US\$ | 15.03.2023 | | 1,819 | 0.48 |
| Corporate bonds with no credit rating | | | | | 142,155 | 37.71 |
| Akamai Technologies 0.375% | 9,113,000 | US\$ | 01.09.2027 | | 10,611 | 2.81 |
| Box 0% | 10,773,000 | US\$ | 15.01.2026 | | 13,666 | 3.62 |
| Callaway Golf 2.75% | 619,000 | US\$ | 01.05.2026 | | 963 | 0.25 |
| Coinbase Global 0.5% | 4,629,000 | US\$ | 01.06.2026 | | 4,386 | 1.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| United States (continued) | | | | | | |
| Corporate bonds with no credit rating (continued) | | | | | | |
| Etsy 0.25% | 6,022,000 | US\$ | 15.06.2028 | | 5,530 | 1.47 |
| Exact Sciences 0.375% | 2,004,000 | US\$ | 15.03.2027 | | 1,912 | 0.51 |
| Exact Sciences 0.375% | 5,976,000 | US\$ | 01.03.2028 | | 5,343 | 1.42 |
| Halozyme Therapeutics 0.25% | 3,536,000 | US\$ | 01.03.2027 | | 3,114 | 0.83 |
| Helix Energy Solutions Group 6.75% | 909,000 | US\$ | 15.02.2026 | | 1,038 | 0.27 |
| InterDigital 2% | 2,810,000 | US\$ | 01.06.2024 | | 2,891 | 0.77 |
| JPMorgan Chase Bank 0% | 8,700,000 | € | 18.02.2024 | | 10,325 | 2.74 |
| JPMorgan Chase Bank 0% | 3,400,000 | € | 10.06.2024 | | 4,172 | 1.11 |
| JPMorgan Chase Financial 0% | 2,800,000 | € | 14.01.2025 | | 3,328 | 0.88 |
| Livongo Health 0.875% | 1,807,000 | US\$ | 01.06.2025 | | 1,837 | 0.49 |
| Lyft 1.5% | 2,149,000 | US\$ | 15.05.2025 | | 2,691 | 0.71 |
| MACOM Technology Solutions Holdings 0.25% | 3,685,000 | US\$ | 15.03.2026 | | 3,786 | 1.00 |
| MP Materials 0.25% ^b | 5,986,000 | US\$ | 01.04.2026 | | 8,630 | 2.29 |
| NextEra Energy Partners 0% | 8,804,000 | US\$ | 15.11.2025 | | 10,015 | 2.66 |
| NRG Energy 2.75% | 3,573,000 | US\$ | 01.06.2048 | | 3,919 | 1.04 |
| Pacira BioSciences 0.75% | 4,413,000 | US\$ | 01.08.2025 | | 5,452 | 1.45 |
| Palo Alto Networks 0.75% | 2,191,000 | US\$ | 01.07.2023 | | 5,078 | 1.35 |
| Silicon Laboratories 0.625% | 3,675,000 | US\$ | 15.06.2025 | | 5,110 | 1.35 |
| Snap 0.125% | 4,565,000 | US\$ | 01.03.2028 | | 4,582 | 1.21 |
| Stride 1.125% | 2,767,000 | US\$ | 01.09.2027 | | 2,742 | 0.73 |
| Summit Hotel Properties 1.5% ^b | 1,397,000 | US\$ | 15.02.2026 | | 1,477 | 0.39 |
| Twitter 0.25% | 6,174,000 | US\$ | 15.06.2024 | | 6,340 | 1.68 |
| Viavi Solutions 1% | 1,372,000 | US\$ | 01.03.2024 | | 1,801 | 0.48 |
| Viavi Solutions 1.75% | 641,000 | US\$ | 01.06.2023 | | 814 | 0.22 |
| Workiva 1.125% | 1,292,000 | US\$ | 15.08.2026 | | 2,062 | 0.55 |
| Zendesk 0.625% | 1,334,000 | US\$ | 15.06.2025 | | 1,683 | 0.45 |
| Zynga 0.25% | 5,592,000 | US\$ | 01.06.2024 | | 6,857 | 1.82 |
| Canada | | | | | 1,913 | 0.51 |
| Corporate bonds with no credit rating | | | | | | |
| Shopify 0.125% | 1,991,000 | US\$ | 01.11.2025 | | 1,913 | 0.51 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Japan | | | | | 13,603 | 3.61 |
| Corporate bonds with no credit rating | | | | | 13,603 | 3.61 |
| Minebea Mitsumi 0% | 170,000,000 | ¥ | 03.08.2022 | | 1,828 | 0.48 |
| Nippon Steel 0% | 130,000,000 | ¥ | 04.10.2024 | | 1,141 | 0.30 |
| Nippon Steel 0% | 130,000,000 | ¥ | 05.10.2026 | | 1,154 | 0.31 |
| Senko Group Holdings 0% ^b | 320,000,000 | ¥ | 18.03.2025 | | 2,636 | 0.70 |
| Ship Healthcare Holdings 0% ^b | 440,000,000 | ¥ | 13.12.2023 | | 3,679 | 0.98 |
| Sosei Group 0.25% | 390,000,000 | ¥ | 27.07.2026 | | 3,165 | 0.84 |
| China | | | | | 3,210 | 0.85 |
| Corporate bonds with no credit rating | | | | | | |
| Pharmaron Beijing 0% | 3,700,000 | US\$ | 18.06.2026 | | 3,210 | 0.85 |
| Hong Kong | | | | | 4,536 | 1.20 |
| Below investment grade corporate bonds | | | | | | |
| Lenovo Group 3.375% | 3,383,000 | US\$ | 24.01.2024 | | 4,536 | 1.20 |
| India | | | | | 7,769 | 2.06 |
| Below investment grade corporate bonds | | | | | | |
| Bharti Airtel 1.5% | 5,677,000 | US\$ | 17.02.2025 | | 7,769 | 2.06 |
| Taiwan | | | | | 3,671 | 0.97 |
| Corporate bonds with no credit rating | | | | | | |
| Yageo 0% | 3,100,000 | US\$ | 26.05.2025 | | 3,671 | 0.97 |
| Israel | | | | | 18,086 | 4.80 |
| Corporate bonds with no credit rating | | | | | 18,086 | 4.80 |
| CyberArk Software 0% | 6,976,000 | US\$ | 15.11.2024 | | 8,681 | 2.30 |
| Nice 0% | 5,633,000 | US\$ | 15.09.2025 | | 5,981 | 1.59 |
| Nova 0% | 2,162,000 | US\$ | 15.10.2025 | | 3,424 | 0.91 |
| Mauritius | | | | | 1,754 | 0.47 |
| Corporate bonds with no credit rating | | | | | | |
| HTA Group Limited 2.875% | 2,000,000 | US\$ | 18.03.2027 | | 1,754 | 0.47 |
| Bermuda | | | | | 8,058 | 2.14 |
| Below investment grade corporate bonds | | | | | | |
| Jazz Investments I 2% | 6,578,000 | US\$ | 15.06.2026 | | 8,058 | 2.14 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| British Virgin Islands | | | | | 2,228 | 0.59 |
| Investment grade corporate bonds | | | | | | |
| ADM Holding 0% | 1,400,000 | US\$ | 26.08.2023 | | 1,488 | 0.39 |
| Corporate bonds with no credit rating | | | | | | |
| Sail Vantage 0% | 6,000,000 | HK\$ | 13.01.2027 | | 740 | 0.20 |
| Cayman Islands | | | | | 8,048 | 2.14 |
| Corporate bonds with no credit rating | | | | | 8,048 | 2.14 |
| ESR Cayman 1.5% | 2,556,000 | US\$ | 30.09.2025 | | 2,485 | 0.66 |
| Huazhu Group 3% | 5,095,000 | US\$ | 01.05.2026 | | 5,563 | 1.48 |
| Currency | | | | | (364) | (0.10) |
| Forward currency contracts | | | | | | |
| Bought for ¥ 823,725,139.00, Sold for US\$ 7,139,738.00 | | | 17.05.2022 | | (364) | (0.10) |
| Portfolio of investments | | | | | 364,022 | 96.57 |
| Cash Equivalents | | | | | 9,829 | 2.61 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 9,829,000 | US\$ | | | 9,829 | 2.61 |
| Share class hedging | | | | | (414) | (0.11) |
| Bought for € 4,783,440.92, Sold for £ 4,052,775.10 | | | 04.05.2022 | | (6) | 0.00 |
| Bought for € 4,605,090.93, Sold for HKD 40,170,304.86 | | | 04.05.2022 | | (18) | 0.00 |
| Bought for € 86,926,497.05, Sold for US\$ 96,911,098.16 | | | 04.05.2022 | | (375) | (0.10) |
| Bought for CHF 32,171.05, Sold for £ 26,414.27 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 196,447.16, Sold for € 190,375.51 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for CHF 31,434.56, Sold for HKD 265,728.40 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 589,557.21, Sold for US\$ 636,965.94 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for US\$ 646,794.19, Sold for £ 491,543.59 | | | 04.05.2022 | | 2 | 0.00 |
| Bought for US\$ 3,938,011.46, Sold for € 3,532,263.85 | | | 04.05.2022 | | 15 | 0.00 |
| Bought for US\$ 5,311.28, Sold for CHF 4,915.39 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 625,877.88, Sold for HKD 4,897,002.46 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 7,243,332.77, Sold for ¥ 982,493,553.00 | | | 06.05.2022 | | (34) | (0.01) |
| Bought for CHF 49,461.18, Sold for ¥ 6,501,479.00 | | | 06.05.2022 | | 0 | 0.00 |
| Bought for US\$ 991,318.33, Sold for ¥ 120,600,220.00 | | | 06.05.2022 | | 0 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Share class hedging (continued) | | | | | | |
| Total portfolio | | | | | 373,437 | 99.07 |
| Net other assets/(liabilities) | | | | | 3,503 | 0.93 |
| Net assets | | | | | 376,940 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 1,934 | 0.51 |
| Debt securities | | | | | 362,452 | 96.16 |
| Unrealised gains on forward currency contracts | | | | | 19 | 0.00 |
| Total Investment assets | | | | | 364,405 | 96.67 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (797) | (0.21) |
| Total Investment liabilities | | | | | (797) | (0.21) |
| Total portfolio | | | | | 363,608 | 96.46 |
| Cash equivalents | | | | | 9,829 | 2.61 |
| Net other assets/(liabilities) | | | | | 3,503 | 0.93 |
| Net assets | | | | | 376,940 | 100.00 |

^a Fair valued.

^b Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | |
|-------------------------------------|--|-------------------------------------|
| | Forward currency contracts US\$'000 | Collateral held as cash US\$'000 |
| State Street Bank and Trust Company | 282,320 | 0 |
| UBS AG London | 13,909 | 396 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | -3.2 | +5.2 | +1.7 | +4.3 | 13.07.07 | 09.11.18 |
| Class 'A' Distribution | -3.2 | +5.2 | +1.7 | +4.7 | 12.07.13 | 09.11.18 |
| Class 'A-H' Accumulation | -7.4 | +3.7 | +0.7 | +3.4 | 21.05.10 | 09.11.18 |
| Class 'A-H' Distribution | -7.4 | +3.8 | +0.8 | +2.4 | 12.07.13 | 09.11.18 |
| Class 'B' Accumulation | -3.7 | +4.7 | +1.2 | +4.2 | 26.07.13 | 09.11.18 |
| Class 'B' Distribution | -3.7 | +4.7 | +1.2 | +2.6 | 11.09.15 | 09.11.18 |
| Class 'B-H' Accumulation | -7.9 | +3.2 | +0.2 | +1.7 | 26.07.13 | 09.11.18 |
| Class 'B-H' Distribution | -8.0 | +3.1 | +0.2 | +1.0 | 11.09.15 | 09.11.18 |
| Class 'C' Accumulation | -2.5 | +6.0 | +2.4 | +5.1 | 13.07.07 | 09.11.18 |
| Class 'C' Distribution | -2.5 | +6.0 | +2.4 | +5.3 | 08.08.14 | 09.11.18 |
| Class 'C-H' Accumulation | -6.7 | +4.5 | +1.5 | +4.2 | 21.05.10 | 09.11.18 |
| Class 'C-H' Distribution | -6.7 | +4.5 | +1.5 | +2.5 | 08.08.14 | 09.11.18 |
| Class 'CI' Accumulation | -2.4 | +6.1 | +2.5 | +5.1 | 13.07.07 | 19.11.18 |
| Class 'CI-H' Accumulation | -7.1 | +4.4 | +1.5 | +4.2 | 21.05.10 | 19.11.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | -7.5 | +3.5 | +0.4 | +2.7 | 28.09.12 | 09.11.18 |
| Class 'C-H' Accumulation | -6.9 | +4.2 | +1.1 | +3.4 | 28.09.12 | 09.11.18 |
| US dollar | | | | | | |
| Class 'A-H' Accumulation | -6.5 | +5.5 | +2.8 | +4.5 | 28.09.12 | 09.11.18 |
| Class 'A-H' Distribution | -6.5 | +5.5 | +2.8 | +3.4 | 08.08.14 | 09.11.18 |
| Class 'C-H' Accumulation | -5.8 | +6.3 | +3.6 | +5.3 | 28.09.12 | 09.11.18 |
| Class 'C-H' Distribution | -5.7 | +6.3 | +3.8 | +4.3 | 08.08.14 | 09.11.18 |
| Class 'CI-H' Accumulation | -5.7 | +6.3 | n/a | +6.1 | n/a | 19.11.18 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G Global Convertibles Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Convertibles Fund is a UK authorised fund which launched on 13 July 2007 and its non-Sterling share classes merged into M&G (Lux) Global Convertibles Fund on 7 December 2018.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'A-H' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'B-H' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ |
|------------------|-------------------------------------|---------------------------------------|-------------------------------------|---------------------------------------|-------------------------------------|
| Final | 0.0683 | 0.0554 | 0.0446 | 0.0412 | 0.0766 |

| to 31 March 2022 | Class 'C-H' Distribution Euro ¢ | Class 'A-H' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|---------------------------------------|-------------------------------------|-------------------------------------|
| Final | 0.0604 | 0.0560 | 0.0591 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 9 November 2018 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 18.7110 | 19.3303 | 15.4287 |
| Class 'A' Distribution | 16.6639 | 17.2724 | 13.9022 |
| Class 'A-H' Accumulation | 14.8154 | 16.0066 | 12.2075 |
| Class 'A-H' Distribution | 13.2687 | 14.3763 | 11.0570 |
| Class 'B' Accumulation | 14.2991 | 14.8466 | 11.9095 |
| Class 'B' Distribution | 10.8793 | 11.3334 | 9.1678 |
| Class 'B-H' Accumulation | 11.5725 | 12.5649 | 9.6336 |
| Class 'B-H' Distribution | 9.8646 | 10.7524 | 8.3136 |
| Class 'C' Accumulation | 20.8911 | 21.4214 | 16.9695 |
| Class 'C' Distribution | 18.5605 | 19.0963 | 15.2562 |
| Class 'C-H' Accumulation | 16.3621 | 17.5446 | 13.2785 |
| Class 'C-H' Distribution | 14.5273 | 15.6203 | 11.9288 |
| Class 'CI' Accumulation | 12.2596 | 12.5657 | 9.9507 |
| Class 'CI-H' Accumulation | 11.4069 | 12.2729 | 9.2629 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 12.8540 | 13.9016 | 10.6341 |
| Class 'C-H' Accumulation | 13.7692 | 14.7836 | 11.2182 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 15.2066 | 16.2589 | 12.2529 |
| Class 'A-H' Distribution | 13.7829 | 14.7829 | 11.2342 |
| Class 'C-H' Accumulation | 16.3333 | 17.3316 | 12.9636 |
| Class 'C-H' Distribution | 14.6703 | 15.6116 | 11.7543 |
| Class 'CI-H' Accumulation | 12.1895 | 12.9294 | 9.6655 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 376,940 | 477,003 | 507,330 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (3,788) |
| Swung net assets | 376,940 | 477,003 | 503,542 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.72 |
| Class 'A' Distribution | | 1.72 |
| Class 'A-H' Accumulation | | 1.74 |
| Class 'A-H' Distribution | | 1.74 |
| Class 'B' Accumulation | | 2.22 |
| Class 'B' Distribution | | 2.22 |
| Class 'B-H' Accumulation | | 2.24 |
| Class 'B-H' Distribution | | 2.24 |
| Class 'C' Accumulation | | 0.97 |
| Class 'C' Distribution | | 0.97 |
| Class 'C-H' Accumulation | | 0.99 |
| Class 'C-H' Distribution | | 0.99 |
| Class 'CI' Accumulation | | 0.93 |
| Class 'CI-H' Accumulation | | 0.95 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.74 |
| Class 'C-H' Accumulation | | 0.99 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.74 |
| Class 'A-H' Distribution | | 1.74 |
| Class 'C-H' Accumulation | | 0.99 |
| Class 'C-H' Distribution | | 0.98 |
| Class 'CI-H' Accumulation | | 0.95 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global investment grade corporate bond market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in investment grade corporate bonds denominated in any currency. The Fund does not take currency views and aims to hedge any non-USD assets to USD. Issuers of these securities may be located in any country, including emerging markets.

The Fund may also invest in high yield corporate bonds, government and public securities denominated in any currency. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund uses an investment process that is based on both a top-down macroeconomic view and fundamental analysis of individual securities.

The Fund may invest up to a combined maximum of 20% of the Fund's Net Asset Value in below investment grade and unrated securities.

The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants and other debt securities.

Investment strategy

Investment approach

The Investment Manager considers macroeconomic, asset class, sector, geographic and individual credit-level factors. A dynamic investment approach combining top-down and bottom-up stock selection is followed, allowing the Investment Manager to change the blend of duration and credit exposure based on the outlook for bond markets. An in-house team of credit analysts assists the Investment Manager in individual credit selection along with the monitoring of names held by the Fund.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

Bloomberg Global Aggregate Corporate Index USD Hedged

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's

Investment objective and policy

performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns over the period. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the final weeks of the period.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions that persisted throughout much of 2021. While concerns about rising inflation had weighed on sentiment, the general view was that inflation would prove to be transient, with moves in fixed income markets relatively contained.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflation.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, held back by a combination of rising government bond yields and deteriorating investor sentiment. High yield bonds (which have a low credit rating and are therefore considered riskier) generally held up better than higher-rated bonds, which can mainly be explained by their lower sensitivity to movements in interest rates, known as duration and measured in years.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. Usually, when US government bond yields increase, bonds in emerging markets suffer because some investors reallocate money to the US debt market,

which is seen as safer than the smaller and riskier developing countries' markets.

One bright spot in fixed income markets was inflation-linked bonds (a type of bond whose cashflows are adjusted in line with a measure of inflation and can therefore offer some protection from consumer price rises). Expectations of higher inflation led to a rise in breakeven rates (a measure of the bond market's expectation for inflation) across the US, Europe and the UK, and this proved helpful for the asset class overall.

The fund delivered a negative total return although it was ahead of its benchmark over the 12 months under review. A large part of the fund's negative returns in the period was due to the poor performance of investment grade corporate bonds across most regions. Our active bond selection did support relative performance on occasions during the period. For example, some holdings of bonds issued by companies operating in consumer goods, utility sectors, and aerospace, contributed positively to performance as economies continued with their recovery.

Investment activities

Over the period, we maintained the portfolio's exposure to high-quality investment grade bonds, with the average credit rating of issuers at around BBB+. The portfolio was diversified across leading banks and a few utility companies that have solid cashflows. We have also added a few more inflation-linked bonds during the course of the period as expectations of higher inflation have generally boosted prices for this asset class. We continue to seek to buy bonds that we perceive as attractive in value and this opportunity may well rise as more companies turn to the debt capital markets for funding this coming year.

Outlook

It will be interesting to see whether central banks increase the frequency of interest rate hikes to try to suppress inflation, or choose moderate increases in order to sustain recent strong economic growth and employment levels. Much will depend on where inflation sits in the coming period, of course. In our view, we may

Investment review

be heading away from peak inflation, and this could lead to a slowing down of short-term rate hikes.

Ben Lord

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income | | | | | 270,556 | 99.67 |
| Debt securities | | | | | 268,687 | 98.98 |
| 'AAA' credit rated bonds | | | | | 41,838 | 15.41 |
| Germany (Federal Republic of) 0.1% | 8,600,000 | € | 15.04.2023 | | 11,574 | 4.26 |
| Germany (Federal Republic of) 0.1% | 10,000,000 | € | 15.04.2026 | | 13,884 | 5.12 |
| Hops Hill No. 1 FRN | 412,709 | £ | 27.05.2054 | | 542 | 0.20 |
| Kreditanstalt für Wiederaufbau 2.625% | 6,200,000 | US\$ | 28.02.2024 | | 6,238 | 2.30 |
| Lanebrook Mortgage Transaction FRN | 497,751 | £ | 20.07.2058 | | 647 | 0.24 |
| Microsoft 2.525% | 800,000 | US\$ | 01.06.2050 | | 695 | 0.26 |
| Microsoft 3.45% | 715,000 | US\$ | 08.08.2036 | | 745 | 0.27 |
| Microsoft 3.5% | 1,000,000 | US\$ | 12.02.2035 | | 1,047 | 0.39 |
| Nationwide Building Society FRN | 3,000,000 | £ | 10.01.2025 | | 3,961 | 1.46 |
| Polaris Holdings FRN | 44,684 | £ | 27.04.2057 | | 59 | 0.02 |
| Residential Mortgage Securities 32 FRN | 209,876 | £ | 20.06.2070 | | 277 | 0.10 |
| Together Asset Backed Securitisation FRN | 1,354,113 | £ | 12.07.2063 | | 1,769 | 0.65 |
| Together Asset Backed Securitisation FRN | 109,408 | £ | 15.07.2061 | | 144 | 0.05 |
| Together Asset Backed Securitisation FRN | 193,648 | £ | 15.12.2061 | | 256 | 0.09 |
| 'AA' credit rated bonds | | | | | 4,912 | 1.81 |
| Apple 2.4% | 875,000 | US\$ | 20.08.2050 | | 728 | 0.27 |
| Apple 4.65% | 700,000 | US\$ | 23.02.2046 | | 827 | 0.31 |
| Metropolitan Life Global Funding I 3.45% | 3,000,000 | US\$ | 18.12.2026 | | 3,025 | 1.11 |
| Telereal Securitisation 1.3657% | 265,023 | £ | 10.12.2031 | | 332 | 0.12 |
| 'A' credit rated bonds | | | | | 27,250 | 10.04 |
| Banco Bilbao Vizcaya Argentaria FRN | 500,000 | € | 24.03.2027 | | 527 | 0.19 |
| Bank of America FRN | 650,000 | € | 09.05.2026 | | 708 | 0.26 |
| Bank of America FRN | 748,000 | £ | 02.06.2029 | | 913 | 0.34 |
| Bank of America FRN | 1,320,000 | US\$ | 23.07.2031 | | 1,156 | 0.43 |
| Bank of America FRN | 2,000,000 | US\$ | 24.10.2031 | | 1,747 | 0.64 |
| Bank of America FRN | 1,590,000 | US\$ | 07.02.2030 | | 1,626 | 0.60 |
| Bank of America FRN | 1,500,000 | US\$ | 23.07.2029 | | 1,555 | 0.57 |
| Banque Fédérative du Crédit Mutuel 0.625% | 1,000,000 | € | 03.11.2028 | | 1,032 | 0.38 |
| Berkshire Hathaway Finance 3.85% | 1,500,000 | US\$ | 15.03.2052 | | 1,537 | 0.57 |
| Comcast 2.8% | 1,650,000 | US\$ | 15.01.2051 | | 1,392 | 0.51 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Comcast 3.4% | 1,000,000 | US\$ | 01.04.2030 | | 1,016 | 0.37 |
| Crédit Agricole FRN | 800,000 | € | 21.09.2029 | | 815 | 0.30 |
| Duke Energy Progress 3.4% | 1,000,000 | US\$ | 01.04.2032 | | 1,007 | 0.37 |
| Entergy Texas 1.75% | 2,000,000 | US\$ | 15.03.2031 | | 1,753 | 0.65 |
| Japan (Kingdom of) 0.1% | 160,400,000 | ¥ | 10.03.2028 | | 1,411 | 0.52 |
| JPMorgan Chase FRN | 1,075,000 | US\$ | 22.04.2031 | | 999 | 0.37 |
| JPMorgan Chase FRN | 1,610,000 | US\$ | 15.10.2030 | | 1,527 | 0.56 |
| JPMorgan Chase FRN | 2,500,000 | US\$ | 25.01.2033 | | 2,370 | 0.87 |
| JPMorgan Chase FRN | 1,300,000 | US\$ | 01.02.2028 | | 1,324 | 0.49 |
| Saudi Arabian Oil 1.625% | 566,000 | US\$ | 24.11.2025 | | 538 | 0.20 |
| Saudi Arabian Oil 3.25% | 920,000 | US\$ | 24.11.2050 | | 792 | 0.29 |
| UBS Group FRN | 1,231,000 | £ | 03.11.2029 | | 1,505 | 0.56 |
| 'BBB' credit rated bonds | | | | | 171,016 | 63.00 |
| AbbVie 3.2% | 2,210,000 | US\$ | 21.11.2029 | | 2,189 | 0.81 |
| ACEF Holding 0.75% | 1,091,000 | € | 14.06.2028 | | 1,102 | 0.41 |
| ACEF Holding 1.25% | 416,000 | € | 26.04.2030 | | 417 | 0.15 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3% | 600,000 | US\$ | 29.10.2028 | | 553 | 0.20 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3.3% | 794,000 | US\$ | 30.01.2032 | | 720 | 0.27 |
| Altria Group 3.4% | 5,570,000 | US\$ | 04.02.2041 | | 4,563 | 1.68 |
| Altria Group 6.2% | 49,000 | US\$ | 14.02.2059 | | 55 | 0.02 |
| Anglo American Capital 3.875% | 1,150,000 | US\$ | 16.03.2029 | | 1,155 | 0.43 |
| Anglo American Capital 4.75% | 662,000 | US\$ | 16.03.2052 | | 690 | 0.25 |
| Anheuser-Busch InBev Worldwide 5.45% | 515,000 | US\$ | 23.01.2039 | | 602 | 0.22 |
| APTIV 3.1% | 950,000 | US\$ | 01.12.2051 | | 751 | 0.28 |
| AutoNation 3.85% | 1,500,000 | US\$ | 01.03.2032 | | 1,458 | 0.54 |
| Banco Santander FRN | 1,800,000 | £ | 04.10.2032 | | 2,180 | 0.80 |
| Banco Santander 1.5% | 800,000 | £ | 14.04.2026 | | 989 | 0.36 |
| Bankinter FRN | 1,100,000 | € | 23.12.2032 | | 1,118 | 0.41 |
| BAT Capital 2.259% | 1,000,000 | US\$ | 25.03.2028 | | 903 | 0.33 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| BAT Capital 4.54% | 1,800,000 | US\$ | 15.08.2047 | | 1,609 | 0.59 |
| BAT Capital 4.758% | 1,000,000 | US\$ | 06.09.2049 | | 919 | 0.34 |
| BAT International Finance 2.25% | 976,000 | £ | 26.06.2028 | | 1,158 | 0.43 |
| Bayer Finance II 4.625% | 2,000,000 | US\$ | 25.06.2038 | | 2,085 | 0.77 |
| Bayerische Landesbank FRN | 800,000 | € | 23.09.2031 | | 828 | 0.30 |
| Bevco Lux 1% | 855,000 | € | 16.01.2030 | | 858 | 0.32 |
| BNP Paribas FRN | 800,000 | £ | 24.05.2031 | | 985 | 0.36 |
| BNP Paribas 2.875% | 800,000 | £ | 24.02.2029 | | 1,035 | 0.38 |
| Boeing 2.196% | 1,220,000 | US\$ | 04.02.2026 | | 1,156 | 0.43 |
| Boeing 3.75% | 1,500,000 | US\$ | 01.02.2050 | | 1,346 | 0.50 |
| BP Capital Markets FRN | 2,254,000 | € | 31.12.2099 | | 2,514 | 0.93 |
| BPCE FRN | 600,000 | £ | 30.11.2032 | | 740 | 0.27 |
| Broadcom 1.95% | 266,000 | US\$ | 15.02.2028 | | 241 | 0.09 |
| Broadcom 2.6% | 2,180,000 | US\$ | 15.02.2033 | | 1,903 | 0.70 |
| Broadcom 3.5% | 1,845,000 | US\$ | 15.02.2041 | | 1,638 | 0.60 |
| CBRE Global Investors Open-Ended Funds 0.5% | 1,227,000 | € | 27.01.2028 | | 1,228 | 0.45 |
| Citigroup FRN | 977,000 | € | 06.07.2026 | | 1,080 | 0.40 |
| Citigroup FRN | 1,500,000 | US\$ | 03.06.2031 | | 1,379 | 0.51 |
| Citigroup FRN | 810,000 | US\$ | 17.03.2033 | | 792 | 0.29 |
| Crédit Agricole FRN | 500,000 | £ | 09.12.2031 | | 610 | 0.22 |
| Crédit Agricole Assurances 1.5% | 1,600,000 | € | 06.10.2031 | | 1,599 | 0.59 |
| Digital Dutch Finco 1.5% | 550,000 | € | 15.03.2030 | | 562 | 0.21 |
| Dominion Energy 3.375% | 2,300,000 | US\$ | 01.04.2030 | | 2,275 | 0.84 |
| Électricité de France 4.95% | 1,020,000 | US\$ | 13.10.2045 | | 1,057 | 0.39 |
| EnBW Energie Baden-Württemberg FRN | 1,500,000 | € | 29.06.2080 | | 1,558 | 0.57 |
| Enel FRN | 1,582,000 | € | 31.12.2099 | | 1,584 | 0.58 |
| Energy Transfer Operating 3.75% | 2,000,000 | US\$ | 15.05.2030 | | 1,974 | 0.73 |
| Energy Transfer Operating 4.5% | 86,000 | US\$ | 15.04.2024 | | 88 | 0.03 |
| Engie FRN | 900,000 | € | 31.12.2099 | | 968 | 0.36 |
| Enterprise Products Operating 2.8% | 1,000,000 | US\$ | 31.01.2030 | | 963 | 0.35 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Essential Utilities 2.704% | 4,500,000 | US\$ | 15.04.2030 | | 4,218 | 1.55 |
| Eversource Energy 3.375% | 1,000,000 | US\$ | 01.03.2032 | | 981 | 0.36 |
| Exelon 4.1% | 600,000 | US\$ | 15.03.2052 | | 610 | 0.22 |
| General Motors 6.25% | 750,000 | US\$ | 02.10.2043 | | 858 | 0.32 |
| Georgia Power 4.3% | 1,250,000 | US\$ | 15.03.2042 | | 1,266 | 0.47 |
| Goldman Sachs Group FRN | 1,217,000 | € | 30.04.2024 | | 1,356 | 0.50 |
| Goldman Sachs Group FRN | 1,910,000 | US\$ | 10.09.2027 | | 1,879 | 0.69 |
| Goldman Sachs Group FRN | 923,000 | US\$ | 24.02.2028 | | 896 | 0.33 |
| Goldman Sachs Group 1.5% | 1,810,000 | £ | 07.12.2027 | | 2,186 | 0.81 |
| Hammerson 3.5% | 768,000 | £ | 27.10.2025 | | 982 | 0.36 |
| HCA 4.375% | 1,500,000 | US\$ | 15.03.2042 | | 1,488 | 0.55 |
| HCA 4.625% | 370,000 | US\$ | 15.03.2052 | | 376 | 0.14 |
| Holding d'Infrastructures et des Metiers de l'Environnement 0.125% | 400,000 | € | 16.09.2025 | | 426 | 0.16 |
| HP 4.2% | 1,324,000 | US\$ | 15.04.2032 | | 1,328 | 0.49 |
| Imperial Brands Finance 3.875% | 2,000,000 | US\$ | 26.07.2029 | | 1,961 | 0.72 |
| ING Groep FRN | 210,000 | US\$ | 28.03.2033 | | 217 | 0.08 |
| InterContinental Hotels Group 3.375% | 1,000,000 | £ | 08.10.2028 | | 1,306 | 0.48 |
| Intesa Sanpaolo 4% | 1,940,000 | US\$ | 23.09.2029 | | 1,884 | 0.69 |
| JBS Finance Luxembourg 3.625% | 768,000 | US\$ | 15.01.2032 | | 698 | 0.26 |
| JPMorgan Chase FRN | 1,803,000 | US\$ | 13.05.2031 | | 1,701 | 0.63 |
| KBC Group FRN | 600,000 | £ | 21.09.2027 | | 731 | 0.27 |
| Leeds Building Society FRN | 1,703,000 | £ | 16.03.2027 | | 2,105 | 0.78 |
| Lloyds Banking Group FRN | 3,370,000 | US\$ | 11.05.2027 | | 3,102 | 1.14 |
| Lloyds Banking Group FRN | 944,000 | £ | 15.12.2031 | | 1,156 | 0.43 |
| Logicor Financing 2% | 1,000,000 | € | 17.01.2034 | | 980 | 0.36 |
| Lowe's 3% | 1,500,000 | US\$ | 15.10.2050 | | 1,279 | 0.47 |
| Lowe's Companies 3.75% | 545,000 | US\$ | 01.04.2032 | | 554 | 0.20 |
| Lowe's Companies 4.25% | 378,000 | US\$ | 01.04.2052 | | 394 | 0.15 |
| Magallanes 4.279% | 1,500,000 | US\$ | 15.03.2032 | | 1,516 | 0.56 |
| Magallanes 5.05% | 1,200,000 | US\$ | 15.03.2042 | | 1,227 | 0.45 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Magallanes 5.141% | 772,000 | US\$ | 15.03.2052 | | 793 | 0.29 |
| Magallanes 5.391% | 614,000 | US\$ | 15.03.2062 | | 634 | 0.23 |
| Monongahela Power 5.4% | 1,230,000 | US\$ | 15.12.2043 | | 1,407 | 0.52 |
| Morgan Stanley FRN | 1,250,000 | € | 23.10.2026 | | 1,384 | 0.51 |
| Morgan Stanley FRN | 830,000 | US\$ | 24.10.2023 | | 834 | 0.31 |
| Morgan Stanley FRN | 1,380,000 | US\$ | 08.05.2024 | | 1,390 | 0.51 |
| Morgan Stanley FRN | 1,200,000 | US\$ | 13.02.2032 | | 1,036 | 0.38 |
| Morgan Stanley FRN | 1,750,000 | US\$ | 21.01.2033 | | 1,649 | 0.61 |
| Morgan Stanley, GMTN 1.875% | 725,000 | € | 27.04.2027 | | 818 | 0.30 |
| National Australia Bank FRN | 906,000 | US\$ | 12.01.2037 | | 836 | 0.31 |
| Nationwide Building Society FRN | 2,000,000 | US\$ | 16.02.2028 | | 1,966 | 0.72 |
| Nationwide Building Society FRN | 1,233,000 | US\$ | 08.03.2029 | | 1,247 | 0.46 |
| NatWest Group FRN | 645,000 | £ | 29.03.2029 | | 857 | 0.32 |
| NatWest Group FRN | 1,400,000 | US\$ | 18.05.2029 | | 1,449 | 0.53 |
| NextEra Energy Capital Holdings 2.25% | 2,300,000 | US\$ | 01.06.2030 | | 2,111 | 0.78 |
| Oglethorpe Power 5.05% | 2,250,000 | US\$ | 01.10.2048 | | 2,515 | 0.93 |
| Oracle 3.6% | 3,540,000 | US\$ | 01.04.2050 | | 2,946 | 1.09 |
| Orange FRN | 940,000 | € | 29.10.2049 | | 1,165 | 0.43 |
| Pacific Gas and Electric FRN | 205,000 | US\$ | 14.11.2022 | | 205 | 0.08 |
| Pacific Gas and Electric 1.7% | 410,000 | US\$ | 15.11.2023 | | 400 | 0.15 |
| Pacific Gas and Electric 3.5% | 700,000 | US\$ | 01.08.2050 | | 561 | 0.21 |
| Pacific Gas and Electric 4.55% | 2,250,000 | US\$ | 01.07.2030 | | 2,235 | 0.82 |
| Pacific Gas and Electric 4.95% | 950,000 | US\$ | 01.07.2050 | | 901 | 0.33 |
| Prosus 1.288% | 1,912,000 | € | 13.07.2029 | | 1,772 | 0.65 |
| PVH 4.625% | 2,000,000 | US\$ | 10.07.2025 | | 2,049 | 0.75 |
| Quadient 2.25% | 600,000 | € | 03.02.2025 | | 661 | 0.24 |
| Rogers Communications 3.8% | 1,000,000 | US\$ | 15.03.2032 | | 994 | 0.37 |
| Rogers Communications 4.5% | 1,000,000 | US\$ | 15.03.2042 | | 1,019 | 0.38 |
| Rogers Communications 4.55% | 924,000 | US\$ | 15.03.2052 | | 938 | 0.35 |
| Santander UK Group Holdings FRN | 2,000,000 | US\$ | 15.03.2025 | | 1,909 | 0.70 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Santander UK Group Holdings FRN | 1,308,000 | £ | 17.01.2029 | | 1,634 | 0.60 |
| S-Jets 3.967% ^a | 173,015 | US\$ | 15.08.2042 | | 154 | 0.06 |
| Société Générale FRN | 750,000 | US\$ | 21.01.2033 | | 694 | 0.26 |
| Société Générale FRN | 1,800,000 | US\$ | 08.07.2035 | | 1,670 | 0.62 |
| Southern California Edison 2.85% | 350,000 | US\$ | 01.08.2029 | | 336 | 0.12 |
| Southern California Edison 3.65% | 5,420,000 | US\$ | 01.02.2050 | | 5,008 | 1.84 |
| Southern Water Services Finance 1.625% | 703,000 | £ | 30.03.2027 | | 878 | 0.32 |
| Swedbank FRN | 1,116,000 | £ | 08.12.2027 | | 1,357 | 0.50 |
| Tesco 3.322% | 1,750,000 | £ | 05.11.2025 | | 5,047 | 1.86 |
| TotalEnergies FRN | 1,550,000 | € | 29.12.2049 | | 1,730 | 0.64 |
| Tritax EuroBox 0.95% | 397,000 | € | 02.06.2026 | | 415 | 0.15 |
| Union Pacific 2.8% | 1,800,000 | US\$ | 14.02.2032 | | 1,736 | 0.64 |
| Upjohn Finance 1.362% | 750,000 | € | 23.06.2027 | | 791 | 0.29 |
| Verizon Communications 2.55% | 2,000,000 | US\$ | 21.03.2031 | | 1,862 | 0.69 |
| Verizon Communications 3.15% | 830,000 | US\$ | 22.03.2030 | | 818 | 0.30 |
| Verizon Communications 3.4% | 638,000 | US\$ | 22.03.2041 | | 602 | 0.22 |
| Volkswagen International Finance FRN | 500,000 | € | 31.12.2099 | | 554 | 0.20 |
| Volkswagen Leasing 0.25% | 850,000 | € | 12.01.2026 | | 893 | 0.33 |
| Volkswagen Leasing 0.375% | 1,033,000 | € | 20.07.2026 | | 1,078 | 0.40 |
| Vonovia 1.625% | 300,000 | € | 01.09.2051 | | 258 | 0.10 |
| Waste Connections 2.2% | 2,000,000 | US\$ | 15.01.2032 | | 1,792 | 0.66 |
| Wells Fargo FRN | 1,900,000 | US\$ | 11.02.2031 | | 1,774 | 0.65 |
| Wells Fargo FRN | 1,900,000 | US\$ | 02.03.2033 | | 1,857 | 0.68 |
| Wells Fargo FRN | 370,000 | US\$ | 04.04.2031 | | 393 | 0.14 |
| Wells Fargo 1.625% | 850,000 | € | 02.06.2025 | | 957 | 0.35 |
| Westpac Banking FRN | 949,000 | US\$ | 18.11.2036 | | 843 | 0.31 |
| Weyerhaeuser 3.375% | 1,000,000 | US\$ | 09.03.2033 | | 978 | 0.36 |
| Whitbread Group 2.375% | 312,000 | £ | 31.05.2027 | | 388 | 0.14 |
| 'BB' credit rated bonds | | | | | 20,055 | 7.39 |
| Banco de Sabadell FRN | 2,500,000 | € | 16.06.2028 | | 2,500 | 0.92 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Cellnex Finance 1% | 800,000 | € | 15.09.2027 | | 805 | 0.30 |
| Cellnex Finance 1.25% | 700,000 | € | 15.01.2029 | | 680 | 0.25 |
| Cellnex Telecom 1.75% | 500,000 | € | 23.10.2030 | | 485 | 0.18 |
| Charter Communications Operating Via Charter Communications Operating Capital 2.3% | 2,000,000 | US\$ | 01.02.2032 | | 1,710 | 0.63 |
| Charter Communications Operating Via Charter Communications Operating Capital 3.5% | 1,900,000 | US\$ | 01.06.2041 | | 1,590 | 0.59 |
| Charter Communications Operating Via Charter Communications Operating Capital 5.25% | 1,036,000 | US\$ | 01.04.2053 | | 1,055 | 0.39 |
| Cheniere Energy Partners 3.25% | 256,000 | US\$ | 31.01.2032 | | 232 | 0.09 |
| DT Midstream 4.375% | 354,000 | US\$ | 15.06.2031 | | 341 | 0.13 |
| Ford Motor Credit 4.95% | 500,000 | US\$ | 28.05.2027 | | 506 | 0.19 |
| GTC Aurora Luxembourg 2.25% | 934,000 | € | 23.06.2026 | | 938 | 0.35 |
| Iliad 1.875% | 500,000 | € | 11.02.2028 | | 499 | 0.18 |
| Iliad 2.375% | 700,000 | € | 17.06.2026 | | 752 | 0.28 |
| Levi Strauss 3.5% | 275,000 | US\$ | 01.03.2031 | | 251 | 0.09 |
| Mahle 2.375% | 700,000 | € | 14.05.2028 | | 663 | 0.24 |
| Meritage Homes 3.875% | 870,000 | US\$ | 15.04.2029 | | 826 | 0.30 |
| NatWest Group FRN | 724,000 | € | 14.09.2032 | | 738 | 0.27 |
| NatWest Group FRN | 499,000 | £ | 28.11.2031 | | 611 | 0.22 |
| NatWest Group FRN | 550,000 | £ | 14.08.2030 | | 721 | 0.27 |
| NGG Finance FRN | 1,110,000 | € | 05.12.2079 | | 1,202 | 0.44 |
| Petróleos Mexicanos 3.75% | 750,000 | £ | 16.11.2025 | | 911 | 0.34 |
| Rolls-Royce 1.625% | 400,000 | € | 09.05.2028 | | 394 | 0.14 |
| United Airlines 4.375% | 632,000 | US\$ | 15.04.2026 | | 622 | 0.23 |
| United Airlines 4.625% | 388,000 | US\$ | 15.04.2029 | | 367 | 0.13 |
| ZF Finance 3% | 600,000 | € | 21.09.2025 | | 656 | 0.24 |
| 'B' credit rated bonds | | | | | 3,616 | 1.33 |
| Iliad Holding 5.125% | 500,000 | € | 15.10.2026 | | 563 | 0.21 |
| Pilgrim's Pride 3.5% | 1,707,000 | US\$ | 01.03.2032 | | 1,500 | 0.55 |
| Pilgrim's Pride 4.25% | 1,679,000 | US\$ | 15.04.2031 | | 1,553 | 0.57 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives | | | | | 1,869 | 0.69 |
| Credit default swaps | | | | | 1,259 | 0.46 |
| Airbus Dec 2025 | 2,800,000 | € | | | 50 | 0.02 |
| Altria Group Dec 2026 | 3,000,000 | US\$ | | | (45) | (0.01) |
| America Movil Dec 2023 | 100,000 | US\$ | | | 1 | 0.00 |
| America Movil Dec 2025 | 3,300,000 | US\$ | | | 54 | 0.02 |
| Anglo American Dec 2025 | 3,200,000 | € | | | 546 | 0.20 |
| Boeing Jun 2025 | 200,000 | US\$ | | | (1) | 0.00 |
| Boeing Jun 2026 | 1,050,000 | US\$ | | | (14) | (0.01) |
| British American Tobacco Dec 2026 | 2,500,000 | € | | | (19) | (0.01) |
| FirstEnergy Dec 2025 | 1,600,000 | US\$ | | | 21 | 0.01 |
| Glencore International Dec 2025 | 1,100,000 | € | | | 174 | 0.06 |
| Markit CDX North American Investment Grade Series 37 | 6,000,000 | US\$ | | | 100 | 0.04 |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 2,300,000 | € | | | 204 | 0.07 |
| Oracle Corp Dec 2026 | 3,000,000 | US\$ | | | (25) | (0.01) |
| Wendel Dec 2025 | 1,200,000 | € | | | 213 | 0.08 |
| Interest rate swaps | | | | | 213 | 0.08 |
| Pay 2.84125% Receive Var. Oct 2026 | 4,500,000 | US\$ | | | 253 | 0.09 |
| Pay 3.0275% Receive Var. Oct 2026 | 4,500,000 | US\$ | | | 211 | 0.08 |
| Pay 1.3177% Receive Var. Mar 2027 | 4,000,000 | £ | | | 135 | 0.05 |
| Pay 1.6076601% Receive Var. Mar 2027 | 4,400,000 | £ | | | 70 | 0.03 |
| Pay Var. Receive 3.974% Sep 2031 | 2,300,000 | £ | | | (313) | (0.11) |
| Pay Var. Receive 4.0415% Sep 2031 | 2,300,000 | £ | | | (288) | (0.11) |
| Pay 0.8825% Receive Var. Nov 2051 | 800,000 | £ | | | 145 | 0.05 |
| Interest rate futures | | | | | 397 | 0.15 |
| Deutscher Bobl 5 year Futures | (84) | € | 08.06.2022 | 93 | 391 | 0.15 |
| Deutscher Bund 10 year Futures | 49 | € | 08.06.2022 | 52 | (413) | (0.15) |
| Deutscher Bund 30 year Futures | (3) | € | 08.06.2022 | 5 | 57 | 0.02 |
| Canada Government Bonds 10 year Futures | 67 | CA\$ | 21.06.2022 | 49 | (270) | (0.10) |
| US Treasury Notes 10 year Futures | (81) | US\$ | 21.06.2022 | 82 | 289 | 0.11 |
| US Treasury Notes 10 year Futures | (165) | US\$ | 21.06.2022 | 152 | 604 | 0.22 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives (continued) | | | | | | |
| Interest rate futures (continued) | | | | | | |
| US Treasury Notes 30 year Futures | 13 | US\$ | 21.06.2022 | 16 | (84) | (0.03) |
| US Ultra Bond Futures | 3 | US\$ | 21.06.2022 | 3 | 12 | 0.01 |
| UK Treasury Notes Futures | 14 | £ | 28.06.2022 | 23 | (18) | (0.01) |
| US Treasury Notes 2 year Futures | (45) | US\$ | 30.06.2022 | 45 | 64 | 0.02 |
| US Treasury Notes 5 year Futures | 102 | US\$ | 30.06.2022 | 95 | (235) | (0.09) |
| Currency | | | | | (1,426) | (0.53) |
| Forward currency contracts | | | | | (1,426) | (0.53) |
| Bought for £ 8,285,909.63, Sold for US\$ 10,865,035.69 | | | 06.04.2022 | | 10 | 0.00 |
| Bought for € 16,807,623.05, Sold for US\$ 18,435,331.38 | | | 06.04.2022 | | 215 | 0.08 |
| Bought for US\$ 49,752,484.15, Sold for £ 37,690,051.89 | | | 06.04.2022 | | 283 | 0.10 |
| Bought for US\$ 1,488,573.52, Sold for ¥ 171,197,313.00 | | | 06.04.2022 | | 82 | 0.03 |
| Bought for US\$ 88,071,556.52, Sold for € 81,188,500.83 | | | 06.04.2022 | | (2,016) | (0.74) |
| Portfolio of investments | | | | | 269,130 | 99.14 |
| Cash equivalents | | | | | 2,613 | 0.96 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 2,613,000 | US\$ | | | 2,613 | 0.96 |
| Share class hedging | | | | | (771) | (0.28) |
| Bought for £ 170,003,712.56, Sold for US\$ 223,698,195.14 | | | 04.05.2022 | | (602) | (0.22) |
| Bought for € 39,707,275.91, Sold for US\$ 44,268,381.66 | | | 04.05.2022 | | (172) | (0.06) |
| Bought for CHF 51,763.14, Sold for US\$ 55,925.63 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 3,006,416.61, Sold for £ 2,288,918.49 | | | 04.05.2022 | | 3 | 0.00 |

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Share class hedging (continued) | | | | | | |
| Bought for US\$ 95,067.75, Sold for € 85,353.65 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 516.52, Sold for CHF 478.02 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 270,972 | 99.82 |
| Net other assets/(liabilities) | | | | | 480 | 0.18 |
| Net assets | | | | | 271,452 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 268,687 | 98.98 |
| Unrealised gains on futures contracts | | | | | 1,417 | 0.53 |
| Unrealised gains on forward currency contracts | | | | | 593 | 0.21 |
| Unrealised gains on swap contracts | | | | | 2,177 | 0.80 |
| Total Investment assets | | | | | 272,874 | 100.52 |
| Investment liabilities | | | | | | |
| Unrealised losses on futures contracts | | | | | (1,020) | (0.38) |
| Unrealised losses on forward currency contracts | | | | | (2,790) | (1.02) |
| Unrealised losses on swap contracts | | | | | (705) | (0.26) |
| Total Investment liabilities | | | | | (4,515) | (1.66) |
| Total portfolio | | | | | 268,359 | 98.86 |
| Cash equivalents | | | | | 2,613 | 0.96 |
| Net other assets/(liabilities) | | | | | 480 | 0.18 |
| Net assets | | | | | 271,452 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | | |
|---|----------------------|--|---------------------|---|---|
| | Swaps US\$'000 | Forward currency contracts US\$'000 | Futures US\$'000 | Collateral held as cash US\$'000 | Collateral held as security US\$'000 |
| Bank of America Merrill Lynch | 0 | 0 | 615 | 0 | 0 |
| Barclays Bank London | 20,627 | 3,162 | 0 | 2,905 | 0 |
| BNP Paribas | 3,400 | 0 | 0 | 0 | 0 |
| Citigroup Global Markets Limited | 219,663 | 0 | 0 | 0 | 0 |
| Goldman Sachs International | 9,039 | 0 | 0 | 0 | 0 |
| HSBC Bank Plc | 0 | 178,843 | 0 | 0 | 332 |
| JP Morgan Chase | 392,676 | 0 | 0 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 1,674 | 0 | 0 | 0 |
| Standard Chartered Bank | 0 | 26,879 | 0 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 541,476 | 0 | 0 | 2,346 |
| State Street Bank London | 0 | 108,353 | 0 | 0 | 0 |
| UBS AG London | 15,038 | 20,187 | 0 | 0 | 1,562 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A-H' Accumulation | -4.4 | +2.0 | +1.5 | +2.5 | 05.09.13 | 07.12.18 |
| Class 'A-H' Distribution | -4.4 | +2.0 | +1.5 | +2.5 | 05.09.13 | 07.12.18 |
| Class 'C-H' Accumulation | -3.9 | +2.5 | +2.0 | +3.0 | 05.09.13 | 07.12.18 |
| Class 'C-H' Distribution | -3.9 | +2.6 | +2.0 | +3.0 | 05.09.13 | 07.12.18 |
| Class 'CI-H' Accumulation | -3.9 | +2.6 | +2.0 | +3.0 | 05.09.13 | 17.12.18 |
| Sterling | | | | | | |
| Class 'CI-H' Distribution | -3.2 | n/a | n/a | +0.9 | n/a | 15.05.20 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | -4.6 | +1.7 | +1.2 | +2.0 | 05.09.13 | 07.12.18 |
| Class 'C-H' Accumulation | -4.2 | +2.2 | +1.7 | +2.5 | 05.09.13 | 07.12.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A' Accumulation | -3.5 | +3.7 | +3.6 | +4.0 | 05.09.13 | 07.12.18 |
| Class 'A' Distribution | -3.5 | +3.7 | +3.6 | +3.4 | 08.08.14 | 07.12.18 |
| Class 'C' Accumulation | -3.0 | +4.3 | +4.1 | +4.5 | 05.09.13 | 07.12.18 |
| Class 'C' Distribution | -3.0 | +4.3 | +4.2 | +3.9 | 08.08.14 | 07.12.18 |
| Class 'CI' Accumulation | -3.0 | +4.3 | +4.2 | +4.5 | 05.09.13 | 17.12.18 |

^a Fund performance before the launch of the fund on 7 December 2018 is that of the relevant Merged Share Class of the M&G Global Corporate Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Corporate Bond Fund is a UK authorised fund which launched on 5 September 2013 and its non-Sterling share classes merged into M&G (Lux) Global Corporate Bond Fund on 7 December 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'CI-H' Distribution UK p | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|---------------------------------------|---------------------------------------|--------------------------------------|-----------------------------------|-----------------------------------|
| First interim | 0.0437 | 0.0445 | 0.0419 | 0.0489 | 0.0503 |
| Second interim | 0.0424 | 0.0433 | 0.0412 | 0.0488 | 0.0506 |
| Third interim | 0.0469 | 0.0481 | 0.0463 | 0.0532 | 0.0549 |
| Final | 0.0402 | 0.0411 | 0.0396 | 0.0459 | 0.0476 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A-H' Accumulation | 12.3110 | 12.8741 | 11.8486 |
| Class 'A-H' Distribution | 10.0949 | 10.7268 | 10.0682 |
| Class 'C-H' Accumulation | 12.8290 | 13.3544 | 12.2272 |
| Class 'C-H' Distribution | 10.3457 | 10.9383 | 10.2121 |
| Class 'CI-H' Accumulation | 11.2086 | 11.6652 | 10.6790 |
| Sterling | £ | £ | £ |
| Class 'CI-H' Distribution | 9.9094 | 10.3968 | n/a |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 11.8133 | 12.3854 | 11.4299 |
| Class 'C-H' Accumulation | 12.3561 | 12.8942 | 11.8355 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 13.9601 | 14.4671 | 13.1665 |
| Class 'A' Distribution | 11.5845 | 12.1949 | 11.3223 |
| Class 'C' Accumulation | 14.5764 | 15.0319 | 13.6104 |
| Class 'C' Distribution | 11.9558 | 12.5256 | 11.5704 |
| Class 'CI' Accumulation | 11.8986 | 12.2666 | 11.1017 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 271,452 | 314,387 | 21,934 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 112 |
| Swung net assets | 271,452 | 314,387 | 22,046 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A-H' Accumulation | | | 1.14 |
| Class 'A-H' Distribution | | | 1.16 |
| Class 'C-H' Accumulation | | | 0.71 |
| Class 'C-H' Distribution | | | 0.67 |
| Class 'CI-H' Accumulation | | | 0.64 |

Financial highlights

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Sterling | % |
| Class 'CI-H' Distribution | 0.63 |
| Swiss franc | % |
| Class 'A-H' Accumulation | 1.14 |
| Class 'C-H' Accumulation | 0.67 |
| US dollar | % |
| Class 'A' Accumulation | 1.13 |
| Class 'A' Distribution | 1.14 |
| Class 'C' Accumulation | 0.67 |
| Class 'C' Distribution | 0.65 |
| Class 'CI' Accumulation | 0.61 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- to deliver a higher total return (the combination of capital growth and income) than that of the global equities markets over any five-year period and;
- to deliver an income stream that increases every year in US Dollar terms.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund usually holds fewer than 50 stocks.

The Investment Manager seeks to invest in companies with excellent capital discipline and the potential for long-term dividend growth. The Investment Manager believes rising dividends create upward pressure on the value of shares.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies. Dividend yield is not the primary consideration for stock selection.

The Investment Manager aims to create a diversified portfolio with exposure to a broad range of countries and sectors. Stocks with different drivers of dividend

growth are selected to construct a portfolio that has the potential to cope in a variety of market conditions.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The fund outperformed the MSCI ACWI Net Return Index. Sector allocation added value, helped by an overweight relative to the benchmark in energy and an underweight relative to the benchmark in communication services.

Methanex made the biggest contribution to fund performance as the shares jumped 45% in US dollars, buoyed by a higher methanol price. Keyera and Gibson Energy outperformed in a rampant energy sector. In our view, both stocks continue to offer compelling value with dividend yields of 6%, which we believe are secure.

Stock selection added value in healthcare as Anthem, Bristol Myers Squibb and Novo Nordisk delivered solid gains, backed by strong operating results. Imperial Brands outperformed in consumer staples.

Trinseo was one of the main detractors amid concerns about higher natural gas prices weighing on input costs. Despite these challenges, we think the US company specialising in plastics and latex binders is making progress in its quest to become a higher value-added, more sustainable business. We support the company's strategic direction and continue to believe that the share price does not reflect its long-term potential.

abrdn drifted lower in financials. The financial community remains sceptical about the UK asset manager's growth ambitions, but we continue to believe that the valuation is distressed and the shares look cheap relative to the sum of its parts.

Adidas (consumer discretionary) and Siemens (industrials) underperformed in a weak German market. Takeda Pharmaceutical declined in Japan.

Not owning Apple, NVIDIA and Tesla also provided a headwind for the fund's performance relative to the MSCI ACWI Net Return Index.

Investment activities

We made 11 new purchases and 12 sales – a level of turnover consistent with our investment timeframe of three to five years. The number of holdings slipped to 42.

The fund's exposure to technology increased as we initiated three new holdings in semiconductors: Analog Devices, Broadcom and ASML. We bought Mastercard in digital payments but the holding proved short-lived as we were unable to build a full position. We sold Mastercard as a source of cash. We also exited Cisco Systems after a strong run.

The weighting in consumer discretionary rose after we bought Adidas and VF Corp.

The healthcare exposure declined following the sale of Novo Nordisk. We also disposed of UnitedHealth and Roche to back our greater conviction in Anthem and Novartis. AstraZeneca was the only new purchase in the sector.

In consumer staples, we sold Procter & Gamble on valuation grounds, to be replaced later in the review period by Unilever, which offers an attractive yield opportunity, in our view.

The utilities weighting was reduced to zero following the sale of Enel and NextEra Energy.

We made three new purchases in financials, matched by three disposals. We bought Intact Financial, Marsh McLennan and Charles Schwab, while Arthur J Gallagher, St. James's Place and Travelers were sold.

The fund's exposure to industrials fell after Imperial Logistics was taken over.

Outlook

Russia's military intervention in Ukraine has led to heightened anxiety across financial markets, but we strongly believe that the increased volatility is presenting buying opportunities for investors with a long-term time horizon. We are mindful of the potential risks arising from persistent inflation and higher energy prices, but rather than second-guess the course of the

Investment review

global economy, we prefer to focus our attention on long-term company fundamentals and valuation.

Value's resurgence at the expense of growth in the current market environment underscores the importance of valuation. It is critical that we do not overpay for the growth we seek. Speculative areas of the market have seen their unrealistic expectations reined back, but valuations remain polarised. Being selective will be paramount.

We remain poised to take advantage of buying opportunities when they arise. Capitalising on these opportunities will ultimately determine fund performance in the years ahead and we remain optimistic about the future.

Stuart Rhodes

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 2,782,424 | 96.00 |
| United Kingdom | | | | | 330,776 | 11.41 |
| Abrdn | 30,328,515 | £ | | | 85,387 | 2.95 |
| AstraZeneca | 309,564 | £ | | | 41,530 | 1.43 |
| Imperial Brands | 8,152,866 | £ | | | 173,036 | 5.97 |
| Unilever | 667,797 | £ | | | 30,823 | 1.06 |
| Denmark | | | | | | |
| Pandora | 423,720 | DKK | | | 41,336 | 1.43 |
| Germany | | | | | 116,429 | 4.02 |
| adidas | 263,703 | € | | | 62,768 | 2.17 |
| Siemens | 379,494 | € | | | 53,661 | 1.85 |
| Ireland | | | | | | |
| Medtronic | 410,660 | US\$ | | | 45,692 | 1.58 |
| Netherlands (The) | | | | | | |
| ASML Holding | 20,123 | € | | | 13,749 | 0.47 |
| Norway | | | | | | |
| Prosafe | 3,849 | NOK | | | 82 | 0.00 |
| Switzerland | | | | | 135,899 | 4.69 |
| ABB | 1,647,811 | CHF | | | 53,760 | 1.86 |
| Novartis | 928,865 | CHF | | | 82,139 | 2.83 |
| United States | | | | | 1,095,500 | 37.80 |
| Analog Devices | 528,559 | US\$ | | | 88,101 | 3.04 |
| Anthem | 115,650 | US\$ | | | 58,177 | 2.01 |
| Automatic Data Processing | 120,735 | US\$ | | | 27,541 | 0.95 |
| BlackRock | 37,272 | US\$ | | | 28,988 | 1.00 |
| Bristol-Myers Squibb | 1,097,468 | US\$ | | | 81,038 | 2.80 |
| Broadcom | 113,423 | US\$ | | | 71,704 | 2.47 |
| Charles Schwab | 342,005 | US\$ | | | 30,397 | 1.05 |
| Coca-Cola | 799,185 | US\$ | | | 49,843 | 1.72 |
| Colgate-Palmolive | 697,775 | US\$ | | | 53,418 | 1.84 |
| KLA | 163,709 | US\$ | | | 61,305 | 2.11 |
| Lowe's | 271,680 | US\$ | | | 56,995 | 1.97 |
| Marsh & McLennan | 121,111 | US\$ | | | 20,855 | 0.72 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Microsoft | 424,334 | US\$ | | | 133,724 | 4.61 |
| PepsiCo | 204,775 | US\$ | | | 34,433 | 1.19 |
| S&P Global | 34,631 | US\$ | | | 14,521 | 0.50 |
| Trinseo | 2,762,120 | US\$ | | | 134,444 | 4.64 |
| VF | 579,885 | US\$ | | | 33,860 | 1.17 |
| Visa 'A' | 230,412 | US\$ | | | 51,486 | 1.78 |
| Walmart | 431,382 | US\$ | | | 64,670 | 2.23 |
| Canada | | | | | 671,303 | 23.16 |
| Gibson Energy | 7,933,589 | CA\$ | | | 158,740 | 5.48 |
| Intact Financial | 304,193 | CA\$ | | | 44,980 | 1.55 |
| Keyera | 4,849,824 | CA\$ | | | 123,559 | 4.26 |
| Lundin Mining | 6,499,301 | CA\$ | | | 66,300 | 2.29 |
| Methanex | 5,016,834 | US\$ | | | 277,724 | 9.58 |
| Japan | | | | | | |
| Takeda Pharmaceutical | 1,702,000 | ¥ | | | 48,929 | 1.69 |
| Australia | | | | | 136,863 | 4.72 |
| Amcor | 7,320,984 | AU\$ | | | 83,973 | 2.90 |
| Treasury Wine Estates | 6,080,010 | AU\$ | | | 52,890 | 1.82 |
| Hong Kong | | | | | | |
| AIA Group | 4,480,800 | HK\$ | | | 47,073 | 1.62 |
| Taiwan | | | | | | |
| Taiwan Semiconductor Manufacturing | 3,186,000 | TW\$ | | | 66,330 | 2.29 |
| South Africa | | | | | | |
| Motus Holdings | 4,345,983 | ZAR | | | 32,463 | 1.12 |
| Portfolio of investments | | | | | 2,782,424 | 96.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 75,542 | 2.61 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 75,542,000 | US\$ | | | 75,542 | 2.61 |
| Total portfolio | | | | | 2,857,966 | 98.61 |
| Net other assets/(liabilities) | | | | | 40,349 | 1.39 |
| Net assets | | | | | 2,898,315 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 2,782,424 | 96.00 |
| Total Investment assets | | | | | 2,782,424 | 96.00 |
| Total portfolio | | | | | 2,782,424 | 96.00 |
| Cash equivalents | | | | | 75,542 | 2.61 |
| Net other assets/(liabilities) | | | | | 40,349 | 1.39 |
| Net assets | | | | | 2,898,315 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +17.0 | +12.3 | +9.1 | +10.2 | 18.07.08 | 20.09.18 |
| Class 'A' Distribution | +17.1 | +12.3 | +9.1 | +9.1 | 12.07.13 | 20.09.18 |
| Class 'C' Accumulation | +18.2 | +13.5 | +10.2 | +11.3 | 18.07.08 | 20.09.18 |
| Class 'C' Distribution | +18.2 | +13.5 | +10.2 | +10.6 | 08.08.14 | 20.09.18 |
| Class 'CI' Accumulation | +18.3 | +13.5 | +10.2 | +11.3 | 18.07.08 | 20.09.18 |
| Class 'CI' Distribution | +18.3 | +13.5 | +10.2 | +10.6 | 08.08.14 | 20.09.18 |
| Class 'G' Accumulation | +17.9 | +13.2 | n/a | +11.2 | 21.07.17 | 20.09.18 |
| Class 'J' Accumulation | +18.4 | n/a | n/a | +17.5 | n/a | 16.03.21 |
| Class 'J' Distribution | +18.4 | n/a | n/a | +17.5 | n/a | 16.03.21 |
| Class 'JI' Accumulation | +18.4 | n/a | n/a | +17.6 | n/a | 16.03.21 |
| Class 'JI' Distribution | +18.4 | n/a | n/a | +17.6 | n/a | 16.03.21 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|---------------------------|-----------------------------------|----------------------------------|-------------------------------------|--|--------------------------------------|
| Singapore dollar | | | | | | |
| Class 'A' Accumulation | +11.4 | +11.9 | +9.2 | +8.9 | 16.01.15 | 20.09.18 |
| Class 'A' Distribution | +11.5 | +11.9 | +9.2 | +8.9 | 16.01.15 | 20.09.18 |
| Class 'C' Accumulation | +12.6 | +13.0 | +10.3 | +10.0 | 16.01.15 | 20.09.18 |
| Class 'C' Distribution | +12.6 | +13.0 | +10.3 | +10.0 | 16.01.15 | 20.09.18 |
| Sterling | | | | | | |
| Class 'C' Accumulation | +17.2 | +13.0 | n/a | +12.6 | n/a | 22.02.19 |
| Class 'C' Distribution | +17.2 | +13.0 | n/a | +12.6 | n/a | 22.02.19 |
| Class 'CI' Accumulation | +17.3 | +13.0 | n/a | +13.3 | n/a | 14.03.19 |
| Class 'CI' Distribution | +17.3 | +13.0 | n/a | +13.3 | n/a | 14.03.19 |
| US dollar | | | | | | |
| Class 'A' Accumulation | +10.7 | +11.9 | +9.9 | +7.4 | 18.07.08 | 20.09.18 |
| Class 'A' Distribution | +10.7 | +11.9 | +9.9 | +6.9 | 08.08.14 | 20.09.18 |
| Class 'C' Accumulation | +11.8 | +13.0 | +11.0 | +8.5 | 18.07.08 | 20.09.18 |
| Class 'C' Distribution | +11.8 | +13.0 | +11.0 | +8.0 | 08.08.14 | 20.09.18 |
| Class 'CI' Accumulation | +11.8 | +13.0 | +11.0 | +8.5 | 18.07.08 | 20.09.18 |

^a Fund performance before the launch of the fund on 18 September 2018 is that of the relevant Merged Share Class of the M&G Global Dividend Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Dividend Fund is a UK authorised fund which launched on 18 July 2008 and its non-Sterling share classes merged into M&G (Lux) Global Dividend Fund on 7 December 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'J' Distribution Euro ¢ | Class 'JI' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|--------------------------------------|
| First interim | 0.0725 | 0.0744 | 0.0744 | 0.0666 | 0.0666 |
| Second interim | 0.0884 | 0.0910 | 0.0910 | 0.0707 | 0.0708 |
| Third interim | 0.0537 | 0.0555 | 0.0554 | 0.0622 | 0.0621 |
| Final | 0.1142 | 0.1181 | 0.1181 | 0.0922 | 0.0924 |

| to 31 March 2022 | Class 'A' Distribution SGD ¢ | Class 'C' Distribution SGD ¢ | Class 'C' Distribution UK p | Class 'CI' Distribution UK p | Class 'A' Distribution US ¢ |
|------------------|------------------------------------|------------------------------------|-----------------------------------|------------------------------------|-----------------------------------|
| First interim | 0.0723 | 0.0742 | 0.0749 | 0.0750 | 0.0736 |
| Second interim | 0.0411 | 0.0423 | 0.1069 | 0.1071 | 0.0652 |
| Third interim | 0.0896 | 0.0923 | 0.0422 | 0.0423 | 0.0704 |
| Final | 0.1145 | 0.1185 | 0.1146 | 0.1148 | 0.1117 |

| to 31 March 2022 | Class 'C' Distribution US ¢ |
|------------------|-----------------------------------|
| First interim | 0.0755 |
| Second interim | 0.0672 |
| Third interim | 0.0727 |
| Final | 0.1156 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|-------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 14.3598 | 12.2695 | 8.0532 |
| Class 'A' Distribution | 12.9735 | 11.3901 | 7.7199 |
| Class 'C' Accumulation | 14.8772 | 12.5854 | 8.1785 |
| Class 'C' Distribution | 13.4381 | 11.6799 | 7.8372 |
| Class 'CI' Accumulation | 14.9015 | 12.6007 | 8.1851 |
| Class 'CI' Distribution | 13.4387 | 11.6780 | 7.8377 |
| Class 'G' Accumulation | 14.7511 | 12.5087 | 8.1486 |
| Class 'J' Accumulation | 11.8314 | 9.9932 | n/a |
| Class 'J' Distribution | 11.5788 | 9.9932 | n/a |
| Class 'JI' Accumulation | 11.8370 | 9.9941 | n/a |
| Class 'JI' Distribution | 11.5842 | 9.9941 | n/a |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A' Accumulation | 13.4640 | 12.0828 | 7.8442 |
| Class 'A' Distribution | 12.1716 | 11.2162 | 7.5182 |
| Class 'C' Accumulation | 13.9510 | 12.3947 | 7.9657 |
| Class 'C' Distribution | 12.6093 | 11.5046 | 7.6347 |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 14.4561 | 12.3337 | 8.3258 |
| Class 'C' Distribution | 13.3296 | 11.6869 | 8.1466 |
| Class 'CI' Accumulation | 14.6245 | 12.4724 | 8.4170 |
| Class 'CI' Distribution | 13.3574 | 11.7070 | 8.1576 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 13.5969 | 12.2871 | 7.5242 |
| Class 'A' Distribution | 12.2870 | 11.4064 | 7.2127 |
| Class 'C' Accumulation | 14.0888 | 12.6031 | 7.6413 |
| Class 'C' Distribution | 12.7312 | 11.7013 | 7.3238 |
| Class 'CI' Accumulation | 14.1086 | 12.6179 | 7.6469 |

Financial highlights

| NAV at fund level | 31.03.22 US\$'000 | 31.03.21 US\$'000 | 31.03.20 US\$'000 |
|--|----------------------|----------------------|----------------------|
| Net assets | 2,898,315 | 2,312,957 | 1,793,878 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (2,681) |
| Swung net assets | 2,898,315 | 2,312,957 | 1,791,197 |

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Euro | % |
| Class 'A' Accumulation | 1.94 |
| Class 'A' Distribution | 1.94 |
| Class 'C' Accumulation | 0.94 |
| Class 'C' Distribution | 0.94 |
| Class 'CI' Accumulation | 0.90 |
| Class 'CI' Distribution | 0.90 |
| Class 'G' Accumulation | 1.19 |
| Class 'J' Accumulation | 0.79 |
| Class 'J' Distribution | 0.79 |
| Class 'JI' Accumulation | 0.75 |
| Class 'JI' Distribution | 0.75 |
| Singapore dollar | % |
| Class 'A' Accumulation | 1.94 |
| Class 'A' Distribution | 1.93 |
| Class 'C' Accumulation | 0.94 |
| Class 'C' Distribution | 0.94 |
| Sterling | % |
| Class 'C' Accumulation | 0.94 |
| Class 'C' Distribution | 0.94 |
| Class 'CI' Accumulation | 0.90 |
| Class 'CI' Distribution | 0.90 |
| US dollar | % |
| Class 'A' Accumulation | 1.94 |
| Class 'A' Distribution | 1.94 |
| Class 'C' Accumulation | 0.94 |
| Class 'C' Distribution | 0.94 |
| Class 'CI' Accumulation | 0.90 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global emerging markets equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies domiciled in, or conducting the major part of their economic activity in, emerging markets.

The investment process of the Fund is based on the fundamental analysis of companies with a specific focus on their return on capital profile, their corporate governance practices and the valuation of the shares.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach to identify companies whose long-term prospects are, in the Investment Manager's opinion, being undervalued. The Fund's approach incorporates three elements: return on capital, valuations and corporate governance.

It is the core belief of the Investment Manager that company-specific factors, in particular their profitability (which is measured in terms of return on capital), drive share prices over the long run. The Fund's country and sector exposure is not influenced by top-down views.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

MSCI Emerging Markets Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Company share prices in emerging markets declined in the period under review and trailed their counterparts in developed markets by a wide margin. Developments in China played a large part in investors' nervousness about the asset class. The regulatory crackdown on technology firms, debt problems in the country's property sector and COVID-19 lockdowns all weighed on investor sentiment. The prospect of higher interest rates in the US, which could reduce the appeal of emerging market assets as they reduce the need for investors to seek higher returns in riskier parts of the markets, was another worry. Towards the end of the review period, the war in Ukraine sparked further risk aversion.

Against this background, the fund's returns were ahead of the benchmark MSCI Emerging Markets Net Return Index, with gains by Brazilian and energy holdings outweighing declines by Russian stocks.

In terms of individual stocks, US-listed oil & gas firm Kosmos Energy and Chinese energy company Cnooc were leading contributors as their share prices rallied on higher oil prices. Canada-based copper miner First Quantum Minerals was also a beneficiary of buoyant commodities prices. In Brazil, financial group Banco Bradesco and toll-road operator CCR made positive contributions too.

In contrast, our above-index position in Russia held back relative returns. Prior to the invasion, we held five Russian stocks: energy firms Lukoil and Novatek, financial group Sberbank, retailer X5 and property company Etalon. Given the lack of liquidity due to sanctions and the closure of the market, the M&G valuation team decided to write their value down to zero.

Investment activities

As value-oriented investors, we are typically drawn towards markets and stocks that have fallen out of favour with investors as we think their long-term prospects are often underappreciated. Amid the

concerns about China, we invested in a number of Chinese holdings, which we felt were attractively valued. These included online automobile sales firm Autohome and drug makers Hutchmed China and Zai Laboratory. We also continued to build our stake in e-commerce firm Alibaba. Although growth in its main e-commerce platform is slowing down, the company has other businesses such as cloud computing, which could contribute to profits in future. Elsewhere, we invested in South Korean memory chip firm SK Hynix and Brazilian lender Banco Bradesco.

These purchases were funded by selling shares in companies that had done well, notably commodities-related firms Cnooc, Kosmos Energy and First Quantum Minerals. We sold our entire stakes in Mexican bank Banorte and Indonesian lender Bank Rakyat on valuation grounds, following share price gains. We closed the position in Belgium-based brewer Anheuser-Busch InBev as we were concerned about the impact of rising prices on sales. South African logistics firm Imperial Logistics and Mexican financial Banco Santander Mexico left the portfolio as they were taken over.

Outlook

The market environment is extremely uncertain currently. The geopolitical risks related to the war in Ukraine have compounded existing concerns about high inflation and the global economic outlook. The economic impact of prolonged lockdowns in China, part of the country's efforts to contain COVID-19 outbreaks, is another potential worry for emerging market investors. While some commodities-producing nations may benefit from higher materials prices, other emerging markets will likely struggle with rising food and energy prices. In these challenging times, we will remain disciplined and continue to focus on identifying well-run companies whose prospects are being underappreciated by the market. Market turbulence can often be a source of opportunities for patient investors. By taking the long view and paying close attention to business models and management strategies, we will

Investment review

try to identify promising businesses that have been caught up in any turmoil.

Michael Bourke

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|-------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 123,866 | 97.56 |
| United Kingdom | | | | | | |
| Standard Chartered | 337,280 | HK\$ | | | 2,287 | 1.80 |
| Portugal | | | | | | |
| Galp Energia | 118,640 | € | | | 1,488 | 1.17 |
| Russia | | | | | | |
| Etalon Group ^a | 330,055 | US\$ | | | 0 | 0.00 |
| Lukoil ADR ^a | 43,975 | US\$ | | | 0 | 0.00 |
| Novatek ^a | 68,055 | RUB | | | 0 | 0.00 |
| Sberbank of Russia ADR ^a | 174,949 | US\$ | | | 0 | 0.00 |
| X5 Retail Group ^a | 82,164 | US\$ | | | 0 | 0.00 |
| Turkey | | | | | | |
| Hacı Ömer Sabancı Holding | 1,783,796 | TRY | | | 2,166 | 1.71 |
| United States | | | | | | |
| Kosmos Energy | 211,185 | US\$ | | | 1,471 | 1.16 |
| Canada | | | | | | |
| First Quantum Minerals | 19,411 | CA\$ | | | 675 | 0.53 |
| Brazil | | | | | | |
| Banco Bradesco | 881,298 | BRL | | | 4,144 | 3.26 |
| CCR | 1,334,127 | BRL | | | 3,818 | 3.01 |
| Centrais Eletricas Brasileiras 'B' | 303,615 | BRL | | | 2,332 | 1.84 |
| Cogna Educação | 531,491 | BRL | | | 321 | 0.25 |
| Raizen Pref. | 1,072,462 | BRL | | | 1,646 | 1.30 |
| Chile | | | | | | |
| Embotelladora Andina Pref. | 412,101 | CLP | | | 924 | 0.73 |
| Mexico | | | | | | |
| Alfa 'A' | 3,014,554 | MXN | | | 2,270 | 1.79 |
| Fibra Uno Administracion | 2,743,135 | MXN | | | 3,198 | 2.52 |
| Nemak | 3,966,954 | MXN | | | 1,055 | 0.83 |
| Orbia Advance | 504,144 | MXN | | | 1,326 | 1.04 |
| Peru | | | | | | |
| Credicorp | 5,435 | US\$ | | | 940 | 0.74 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| China | | | | | 30,262 | 23.83 |
| Alibaba Group Holding ADR | 44,824 | US\$ | | | 5,138 | 4.05 |
| Autohome ADR | 44,929 | US\$ | | | 1,422 | 1.12 |
| Baidu ADR | 24,462 | US\$ | | | 3,480 | 2.74 |
| BeiGene ADR | 7,423 | US\$ | | | 1,529 | 1.20 |
| China Construction Bank 'H' | 3,339,000 | HK\$ | | | 2,508 | 1.98 |
| China Petroleum & Chemical 'H' | 3,150,000 | HK\$ | | | 1,584 | 1.25 |
| China Railway Signal & Communication 'H' | 4,104,000 | HK\$ | | | 1,301 | 1.02 |
| CNOOC | 664,000 | HK\$ | | | 913 | 0.72 |
| Greatview Aseptic Packaging | 5,845,000 | HK\$ | | | 1,670 | 1.32 |
| Hollysys Automation Technologies | 156,826 | US\$ | | | 2,642 | 2.08 |
| PICC Property & Casualty | 1,818,000 | HK\$ | | | 1,860 | 1.46 |
| Ping An Insurance Group of China 'H' | 442,000 | HK\$ | | | 3,126 | 2.46 |
| Trip.com Group ADR | 63,410 | US\$ | | | 1,530 | 1.20 |
| Zai Lab | 34,435 | US\$ | | | 1,559 | 1.23 |
| Hong Kong | | | | | 10,586 | 8.34 |
| China Mobile | 296,000 | HK\$ | | | 2,041 | 1.61 |
| China Overseas Land & Investment | 180,500 | HK\$ | | | 540 | 0.42 |
| Far East Horizon | 2,604,000 | HK\$ | | | 2,326 | 1.83 |
| First Pacific | 5,715,721 | HK\$ | | | 2,318 | 1.83 |
| Hutchison China MediTech ADR | 23,370 | US\$ | | | 462 | 0.36 |
| Hutchmed China | 59,500 | HK\$ | | | 228 | 0.18 |
| Kunlun Energy | 1,118,000 | HK\$ | | | 975 | 0.77 |
| Nine Dragons Paper Holdings | 639,000 | HK\$ | | | 558 | 0.44 |
| VTech Holdings | 156,200 | HK\$ | | | 1,138 | 0.90 |
| Indonesia | | | | | 3,050 | 2.40 |
| Astra International | 2,279,500 | IDR | | | 1,047 | 0.82 |
| Bank Mandiri Persero | 3,646,500 | IDR | | | 2,003 | 1.58 |
| India | | | | | 2,864 | 2.26 |
| HDFC Bank | 64,506 | INR | | | 1,251 | 0.99 |
| Oil & Natural Gas | 747,233 | INR | | | 1,613 | 1.27 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Philippines | | | | | 2,751 | 2.17 |
| GT Capital Holdings | 211,916 | PHP | | | 2,259 | 1.78 |
| Metro Pacific Investments | 6,696,200 | PHP | | | 492 | 0.39 |
| Pakistan | | | | | 1,612 | 1.27 |
| Habib Bank | 722,870 | PKR | | | 445 | 0.35 |
| United Bank | 1,575,298 | PKR | | | 1,167 | 0.92 |
| Singapore | | | | | | |
| Ezion Holdings (Warrant) ^b | 16,076,030 | SG\$ | | | 0 | 0.00 |
| South Korea | | | | | 22,186 | 17.47 |
| Hana Financial Group | 83,593 | KRW | | | 3,354 | 2.64 |
| Hyundai Motor | 8,964 | KRW | | | 1,337 | 1.06 |
| Samsung Electronics | 156,940 | KRW | | | 9,018 | 7.10 |
| Samsung Fire & Marine Insurance | 17,106 | KRW | | | 3,087 | 2.43 |
| Shinhan Financial Group | 94,336 | KRW | | | 3,228 | 2.54 |
| SK Hynix | 22,160 | KRW | | | 2,162 | 1.70 |
| Taiwan | | | | | 10,913 | 8.59 |
| Chicony Electronics | 409,000 | TW\$ | | | 1,283 | 1.01 |
| Delta Electronics | 137,000 | TW\$ | | | 1,283 | 1.01 |
| Hon Hai Precision Industry | 776,000 | TW\$ | | | 2,864 | 2.25 |
| Silicon Motion Technology ADR | 37,447 | US\$ | | | 2,589 | 2.04 |
| Taiwan Semiconductor Manufacturing | 139,000 | TW\$ | | | 2,894 | 2.28 |
| Thailand | | | | | | |
| Kasikornbank | 203,300 | THB | | | 986 | 0.78 |
| Mauritius | | | | | | |
| Grit Real Estate Income Group | 2,507,280 | £ | | | 1,135 | 0.89 |
| South Africa | | | | | 7,460 | 5.88 |
| Absa Group | 146,610 | ZAR | | | 1,901 | 1.50 |
| Motus Holdings | 93,674 | ZAR | | | 700 | 0.55 |
| Naspers | 13,183 | ZAR | | | 1,519 | 1.20 |
| Sanlam | 218,227 | ZAR | | | 1,077 | 0.85 |
| Sibanye Stillwater | 554,988 | ZAR | | | 2,263 | 1.78 |
| Portfolio of investments | | | | | 123,866 | 97.56 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 2,690 | 2.12 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 2,690,000 | US\$ | | | 2,690 | 2.12 |
| Share class hedging | | | | | (9) | (0.01) |
| Bought for € 2,545,799.67, Sold for US\$2,838,233.14 | | | 04.05.2022 | | (11) | (0.01) |
| Bought for CHF 1,179,893.93, Sold for US\$1,274,774.09 | | | 04.05.2022 | | 2 | 0.00 |
| Bought for US\$ 4,714.25, Sold for €4,232.38 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 11,991.83, Sold for CHF11,098.00 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 126,547 | 99.67 |
| Net other assets/(liabilities) | | | | | 415 | 0.33 |
| Net assets | | | | | 126,962 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 123,866 | 97.56 |
| Unrealised gains on forward currency contracts | | | | | 2 | 0.00 |
| Total Investment assets | | | | | 123,868 | 97.56 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (11) | (0.01) |
| Total Investment liabilities | | | | | (11) | (0.01) |
| Total portfolio | | | | | 123,857 | 97.55 |
| Cash equivalents | | | | | 2,690 | 2.12 |
| Net other assets/(liabilities) | | | | | 415 | 0.33 |
| Net assets | | | | | 126,962 | 100.00 |

^a Fair valued.

^b Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts US\$'000 |
|-------------------------------------|--|
| State Street Bank and Trust Company | 8,247 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +1.9 | +4.7 | +3.5 | +9.5 | 05.02.09 | 26.10.18 |
| Class 'A' Distribution | +1.9 | +4.7 | +3.5 | +4.2 | 08.08.14 | 26.10.18 |
| Class 'A-H' Accumulation | -5.1 | +2.3 | +1.8 | +1.8 | 24.02.17 | 26.10.18 |
| Class 'C' Accumulation | +2.9 | +5.8 | +4.5 | +10.6 | 05.02.09 | 26.10.18 |
| Class 'C' Distribution | +2.9 | +5.8 | +4.6 | +5.2 | 08.08.14 | 26.10.18 |
| Class 'C-H' Accumulation | -4.1 | +3.3 | +2.8 | +2.8 | 24.02.17 | 26.10.18 |
| Class 'CI' Accumulation | +2.9 | +5.8 | +4.6 | +10.7 | 05.02.09 | 06.11.18 |
| Class 'CI-H' Accumulation | -4.1 | n/a | n/a | +2.1 | n/a | 12.04.19 |
| Class 'J' Accumulation | +3.0 | +5.9 | n/a | +5.3 | 04.05.18 | 26.10.18 |
| Singapore dollar | | | | | | |
| Class 'A' Accumulation | -3.0 | +4.3 | +3.6 | +4.3 | 16.01.15 | 26.10.18 |
| Class 'A' Distribution | -3.0 | +4.3 | +3.7 | +4.3 | 16.01.15 | 26.10.18 |
| Class 'C' Accumulation | -2.1 | +5.3 | +4.7 | +5.3 | 16.01.15 | 26.10.18 |
| Class 'C' Distribution | -2.0 | +5.4 | +4.7 | +5.3 | 16.01.15 | 26.10.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | -4.9 | +2.2 | +1.7 | +1.7 | 24.02.17 | 26.10.18 |
| Class 'C-H' Accumulation | -4.0 | +3.4 | +2.8 | +2.8 | 24.02.17 | 26.10.18 |
| Class 'CI-H' Accumulation | -4.0 | +3.4 | +2.8 | +2.8 | 24.02.17 | 06.11.18 |
| US dollar | | | | | | |
| Class 'A' Accumulation | -3.7 | +4.3 | +4.3 | +8.3 | 05.02.09 | 26.10.18 |
| Class 'A' Distribution | -3.7 | +4.3 | +4.3 | +1.6 | 08.08.14 | 26.10.18 |
| Class 'C' Accumulation | -2.7 | +5.4 | +5.3 | +9.4 | 05.02.09 | 26.10.18 |
| Class 'C' Distribution | -2.7 | +5.4 | +5.4 | +2.7 | 08.08.14 | 26.10.18 |
| Class 'CI' Accumulation | -2.7 | +5.4 | +5.4 | +9.4 | 05.02.09 | 06.11.18 |
| Class 'J' Accumulation | -2.6 | +5.5 | n/a | +3.3 | 04.05.18 | 26.10.18 |

^a Fund performance before the launch of the fund on 26 October 2018 is that of the relevant Merged Share Class of the M&G Global Emerging Markets Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Emerging Markets Fund is a UK authorised fund which launched on 5 February 2009 and its non-Sterling share classes merged into M&G (Lux) Global Emerging Markets Fund on 26 October 2018.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'A' Distribution SGD ¢ | Class 'C' Distribution SGD ¢ | Class 'A' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|------------------------------------|------------------------------------|-----------------------------------|
| Final | 1.0582 | 1.1685 | 0.4329 | 0.4552 | 0.9116 |

| to 31 March 2022 | Class 'C' Distribution US ¢ |
|------------------|-----------------------------------|
| Final | 1.0076 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 26 October 2018 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|---------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 33.0565 | 32.5607 | 21.2878 |
| Class 'A' Distribution | 28.2108 | 28.5932 | 19.6663 |
| Class 'A-H' Accumulation | 10.9370 | 11.5607 | 7.1801 |
| Class 'C' Accumulation | 37.6737 | 36.7388 | 23.7803 |
| Class 'C' Distribution | 31.3277 | 31.4313 | 21.3971 |
| Class 'C-H' Accumulation | 11.4850 | 12.0203 | 7.3904 |
| Class 'CI' Accumulation | 12.8738 | 12.5496 | 8.1199 |
| Class 'CI-H' Accumulation | 10.5872 | 11.0774 | 6.8073 |
| Class 'J' Accumulation | 12.2029 | 11.8885 | 7.6876 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A' Accumulation | 13.4728 | 13.9397 | 9.0155 |
| Class 'A' Distribution | 11.5416 | 12.2843 | 8.3554 |
| Class 'C' Accumulation | 14.4782 | 14.8307 | 9.4961 |
| Class 'C' Distribution | 12.2073 | 12.8616 | 8.6594 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.8754 | 11.4778 | 7.1294 |
| Class 'C-H' Accumulation | 11.4655 | 11.9796 | 7.3589 |
| Class 'CI-H' Accumulation | 11.6476 | 12.1693 | 7.4813 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 28.4851 | 29.6753 | 18.1008 |
| Class 'A' Distribution | 24.3078 | 26.0576 | 16.7208 |
| Class 'C' Accumulation | 32.4813 | 33.5010 | 20.2315 |
| Class 'C' Distribution | 27.0147 | 28.6653 | 18.2060 |
| Class 'CI' Accumulation | 12.5203 | 12.9084 | 7.7940 |
| Class 'J' Accumulation | 11.3180 | 11.6611 | 7.0314 |

Financial highlights

| NAV at fund level | 31.03.22 US\$'000 | 31.03.21 US\$'000 | 31.03.20 US\$'000 |
|--|----------------------|----------------------|----------------------|
| Net assets | 126,962 | 196,697 | 431,946 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 1,416 |
| Swung net assets | 126,962 | 196,697 | 433,362 |

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Euro | % |
| Class 'A' Accumulation | 1.95 |
| Class 'A' Distribution | 1.95 |
| Class 'A-H' Accumulation | 1.96 |
| Class 'C' Accumulation | 0.95 |
| Class 'C' Distribution | 0.95 |
| Class 'C-H' Accumulation | 0.96 |
| Class 'CI' Accumulation | 0.91 |
| Class 'CI-H' Accumulation | 0.93 |
| Class 'J' Accumulation | 0.84 |
| Singapore dollar | % |
| Class 'A' Accumulation | 1.96 |
| Class 'A' Distribution | 1.94 |
| Class 'C' Accumulation | 0.96 |
| Class 'C' Distribution | 0.94 |
| Swiss franc | % |
| Class 'A-H' Accumulation | 1.97 |
| Class 'C-H' Accumulation | 0.96 |
| Class 'CI-H' Accumulation | 0.93 |
| US dollar | % |
| Class 'A' Accumulation | 1.95 |
| Class 'A' Distribution | 1.95 |
| Class 'C' Accumulation | 0.95 |
| Class 'C' Distribution | 0.95 |
| Class 'CI' Accumulation | 0.89 |
| Class 'J' Accumulation | 0.85 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income), than that of the global equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

Investment strategy

Investment approach

The Fund applies a systematic investment approach to select stocks the Investment Manager expects to outperform other companies in the global equity market.

From the Fund's investible universe, each stock is ranked on five key criteria or 'Factors': Value, Quality, Momentum, Volatility and Size. Historically, stocks with exposure to these factors (attractive valuation, high quality, positive momentum, low volatility and small company size) have generated excess returns, or equity premia.

These rankings are then combined to provide a single 'score' for each stock. The weighting of each factor in the single score is determined by the Investment Manager and reflects prevailing market conditions. Stocks with high scores are candidates for inclusion in the Fund's portfolio. Consideration is also given to the

sector and country breakdown of the Fund's comparator benchmark to ensure a diversified portfolio.

As part of the portfolio construction process, differences between the Fund's characteristics and those of its performance comparator (such as sector, country or risk factor weightings) may be constrained. Managing the Fund in this way limits the magnitude by which the Fund is expected to deviate from the performance comparator.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark also acts as a constraint on the Fund's portfolio construction, as certain limits, such as constraints on sector or geographic exposure, may apply at any given time.

The Fund is actively managed. Within the given constraints, the Investment Manager has freedom in

Investment objective and policy

choosing which investments to buy, hold and sell in the fund within the constraints defined. The Fund's portfolio holdings may deviate significantly from the benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

While many stockmarkets generated solid gains during the 12 months under review, investor sentiment deteriorated later in the period and volatility in equity markets increased notably.

Initially stockmarkets rallied strongly, buoyed by the widespread rollout of COVID-19 vaccination programmes, which aided the reopening of economies. Share prices also benefited from the view that government support and stimulus measures by central banks would not be withdrawn any time soon.

So far in 2022, stockmarkets have been dominated by global inflationary fears, which were exacerbated by Russia's invasion of Ukraine. Many of the world's central banks responded to higher inflation by increasing interest rates. For example, the US Federal Reserve, which usually sets the tone for global markets, raised its interest rate in March 2022 for the first time since 2018.

Against this background, the fund delivered a positive total return (the combination of capital growth and income) across all its share classes and was ahead of its benchmark the MSCI ACWI Net Return Index.

The fund's relative performance was strongest over the past six months, which broadly coincides with the period when value and small-cap stocks outperformed the benchmark (see the section below for an explanation of factor investing).

Investment activities

The M&G (Lux) Global Enhanced Equity Premia Fund is an active equity (company shares) fund, using a dynamic multi-factor equity approach. Factor investing is based on the premise that a significant portion of returns over time can be explained by the excess return generated by stocks that reflect certain characteristics, or risk factors.

We apply a systematic investment approach to select stocks we expect to outperform other companies in the global equity market. From the fund's investible universe, the MSCI ACWI Index, each stock is ranked on

five key criteria, or factors: value, quality, momentum, volatility and size. Based on analysis of simulated past returns, stocks with exposure to these factors (attractive valuation, high quality, positive momentum, low volatility and small company size) have historically tended to deliver superior risk-adjusted returns.

These rankings are then combined to provide a single 'score' for each stock. Stocks with high scores are candidates for inclusion in the fund.

The weighting we allocate to each factor in the process of arriving at the single score reflects our view of the prevailing market conditions. The potential returns of individual factors might vary depending on their valuation and price action, as well as general market conditions. For example, if in our view a risk factor is attractively valued, it will have a greater weighting in the score than if we regard it as unattractively valued. Typically, each risk factor will have an equal weighting (ie, 20%). No factor can have a weighting of less than 0% or greater than 50%.

As part of the portfolio construction process, differences between the fund's characteristics and the index (such as stock, sector, country or risk factor weightings) may be constrained. Managing the fund in this way limits the magnitude by which the fund is expected to deviate from the benchmark.

By combining factors, we mitigate the risk of any single factor being out of favour at a given time. Factors generally have low levels of correlation – they often do not move in the same direction as the market or as each other. In some cases in the past, factors have even displayed negative correlation, moving in opposite directions to the markets and/or each other.

Throughout the review period, the fund maintained an elevated exposure to the value factor (ie above the 'typical' 20% weightings), and increased its exposure to the momentum factor in June 2021. Both factors contributed to active returns over the review period. The overweight to value was particularly beneficial from November 2021 onwards, when the value factor outperformed the broader market.

Investment review

Despite the recent outperformance of value, its valuation remains elevated from a historical perspective in our view. At the same time, we believe the momentum factor has started to look more attractive relative to its history. Thus, the fund maintains a higher-than-typical exposure to both these factors, allowing it to benefit from a sustained recovery in value stocks, while also gaining diversification via its exposure to momentum.

Outlook

Russia's military action in Ukraine has led to heightened anxiety across financial markets. Rather than second-guess the course of the geopolitical situation, we prefer to focus our attention on our systematic investment approach to select stocks.

The era post the global financial crisis has been characterised by a regime of lower interest rates, benign inflation outcomes and the growth factor outperforming value for most of the time.

The monetary and fiscal policy responses by developed economies, especially the US, to the COVID-19 pandemic have caused market participants to question whether we are at the start of a new regime for asset markets. The rise in longer-term interest rates appears to be a reflection of this view.

Should such a reflationary regime – one in which inflation is rising and the economy is growing –continue, we would expect the environment to be supportive of the multi-factor approach used in the fund, which currently has a heavy value tilt.

Gautam Samarth and Marc Beckenstrater

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 4,101 | 99.52 |
| United Kingdom | | | | | 84 | 2.04 |
| 3i Group | 1,304 | £ | | | 24 | 0.58 |
| Auto Trader Group | 1,154 | £ | | | 10 | 0.24 |
| BAE Systems | 1,222 | £ | | | 12 | 0.29 |
| Berkeley Group Holdings | 165 | £ | | | 8 | 0.20 |
| BT Group | 4,794 | £ | | | 11 | 0.27 |
| Bunzl | 266 | £ | | | 10 | 0.24 |
| Ferguson | 65 | £ | | | 9 | 0.22 |
| Austria | | | | | | |
| voestalpine | 369 | € | | | 11 | 0.27 |
| Czech Republic | | | | | | |
| Moneta Money Bank | 9,254 | CZK | | | 38 | 0.92 |
| Denmark | | | | | | |
| AP Moller - Maersk 'A' | 3 | DKK | | | 9 | 0.22 |
| Finland | | | | | | |
| Wartsila | 865 | € | | | 8 | 0.19 |
| France | | | | | 46 | 1.12 |
| Arkema | 70 | € | | | 8 | 0.20 |
| Compagnie Générale des Établissements Michelin | 274 | € | | | 38 | 0.92 |
| Germany | | | | | 66 | 1.60 |
| Bayerische Motoren Werke Pref. | 476 | € | | | 38 | 0.92 |
| Merck KGaA | 43 | € | | | 9 | 0.22 |
| Siemens Healthineers | 164 | € | | | 10 | 0.24 |
| Telefonica Deutschland Holding | 3,396 | € | | | 9 | 0.22 |
| Greece | | | | | | |
| OPAP | 678 | € | | | 10 | 0.24 |
| Ireland | | | | | 148 | 3.59 |
| Accenture 'A' | 133 | US\$ | | | 45 | 1.09 |
| DCC | 481 | £ | | | 38 | 0.92 |
| Vanguard FTSE All-World UCITS ETF (USD) Accumulating | 576 | US\$ | | | 65 | 1.58 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Italy | | | | | | |
| Recordati Industria Chimica e Farmaceutica | 176 | € | | | 9 | 0.22 |
| Netherlands (The) | | | | | 95 | 2.31 |
| IMCD | 213 | € | | | 37 | 0.90 |
| Koninklijke Ahold Delhaize | 621 | € | | | 20 | 0.49 |
| NN Group | 736 | € | | | 38 | 0.92 |
| Norway | | | | | | |
| Yara International | 833 | NOK | | | 44 | 1.07 |
| Poland | | | | | 48 | 1.16 |
| Cyfrowy Polsat | 5,360 | PLN | | | 36 | 0.87 |
| Polskie Górnictwo Naftowe i Gazownictwo | 7,638 | PLN | | | 12 | 0.29 |
| Portugal | | | | | | |
| Jerónimo Martins | 443 | € | | | 11 | 0.27 |
| Russia | | | | | 0 | 0.00 |
| Inter RAO UES PJSC ^a | 342,070 | RUB | | | 0 | 0.00 |
| PhosAgro ^a | 1,847 | US\$ | | | 0 | 0.00 |
| Severstal ^a | 441 | RUB | | | 0 | 0.00 |
| Sweden | | | | | | |
| Boliden | 950 | SEK | | | 48 | 1.16 |
| Switzerland | | | | | 59 | 1.43 |
| Kuehne + Nagel International | 129 | CHF | | | 37 | 0.90 |
| Roche Holding | 27 | CHF | | | 11 | 0.26 |
| Roche Holding | 24 | CHF | | | 11 | 0.27 |
| Turkey | | | | | | |
| BİM Birleşik Mağazalar | 1,971 | TRY | | | 11 | 0.27 |
| United States | | | | | 2,346 | 56.93 |
| A O Smith | 558 | US\$ | | | 37 | 0.90 |
| AbbVie | 381 | US\$ | | | 62 | 1.50 |
| Advance Auto Parts | 171 | US\$ | | | 36 | 0.87 |
| Alphabet 'A' | 7 | US\$ | | | 20 | 0.49 |
| Alphabet 'C' | 21 | US\$ | | | 60 | 1.46 |
| Amazon.com | 15 | US\$ | | | 50 | 1.21 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| AmerisourceBergen | 287 | US\$ | | | 45 | 1.09 |
| Analog Devices | 69 | US\$ | | | 12 | 0.29 |
| Anthem | 22 | US\$ | | | 11 | 0.27 |
| Apple | 762 | US\$ | | | 136 | 3.30 |
| Applied Materials | 347 | US\$ | | | 47 | 1.14 |
| Arrow Electronics | 321 | US\$ | | | 39 | 0.95 |
| Automatic Data Processing | 222 | US\$ | | | 51 | 1.24 |
| AutoZone | 20 | US\$ | | | 41 | 0.99 |
| BorgWarner | 226 | US\$ | | | 9 | 0.22 |
| Broadcom | 21 | US\$ | | | 13 | 0.32 |
| Broadridge Financial Solutions ADR | 57 | US\$ | | | 9 | 0.22 |
| Brown & Brown | 149 | US\$ | | | 11 | 0.27 |
| Bunge | 406 | US\$ | | | 44 | 1.07 |
| CDW | 226 | US\$ | | | 40 | 0.97 |
| CH Robinson Worldwide | 439 | US\$ | | | 48 | 1.16 |
| Cisco Systems Delaware | 172 | US\$ | | | 10 | 0.24 |
| CVS Health | 186 | US\$ | | | 19 | 0.46 |
| Danaher | 167 | US\$ | | | 50 | 1.21 |
| Dell Technologies 'C' | 690 | US\$ | | | 37 | 0.90 |
| Dover | 259 | US\$ | | | 42 | 1.02 |
| Eaton | 65 | US\$ | | | 10 | 0.24 |
| Expeditors International of Washington | 383 | US\$ | | | 40 | 0.97 |
| Fidelity National Financial | 843 | US\$ | | | 42 | 1.02 |
| Fox 'A' | 233 | US\$ | | | 9 | 0.22 |
| Genuine Parts | 322 | US\$ | | | 41 | 0.99 |
| Gilead Sciences | 162 | US\$ | | | 10 | 0.24 |
| Henry Schein | 120 | US\$ | | | 11 | 0.27 |
| Hewlett Packard Enterprise | 1,171 | US\$ | | | 44 | 1.07 |
| Hewlett Packard Enterprise | 2,354 | US\$ | | | 41 | 1.00 |
| Huntington Ingalls Industries | 200 | US\$ | | | 41 | 0.99 |
| International Business Machines | 79 | US\$ | | | 10 | 0.24 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Interpublic Group of companies | 1,113 | US\$ | | | 41 | 0.99 |
| J M Smucker | 289 | US\$ | | | 39 | 0.95 |
| JB Hunt Transport Services | 214 | US\$ | | | 44 | 1.07 |
| Juniper Networks | 1,168 | US\$ | | | 44 | 1.07 |
| KLA | 119 | US\$ | | | 45 | 1.09 |
| Knight-Swift Transportation Holdings | 740 | US\$ | | | 39 | 0.95 |
| LKQ | 641 | US\$ | | | 30 | 0.73 |
| McKesson | 36 | US\$ | | | 11 | 0.27 |
| Merck | 672 | US\$ | | | 55 | 1.33 |
| Microsoft | 400 | US\$ | | | 126 | 3.06 |
| NVR | 5 | US\$ | | | 23 | 0.56 |
| Omnicom Group | 155 | US\$ | | | 13 | 0.32 |
| ON Semiconductor | 165 | US\$ | | | 11 | 0.27 |
| Oracle | 630 | US\$ | | | 53 | 1.29 |
| Packaging Corp of America | 65 | US\$ | | | 10 | 0.24 |
| Paychex | 357 | US\$ | | | 49 | 1.19 |
| Pfizer | 1,155 | US\$ | | | 61 | 1.48 |
| Pool | 22 | US\$ | | | 10 | 0.24 |
| PulteGroup | 836 | US\$ | | | 36 | 0.87 |
| Republic Services | 84 | US\$ | | | 11 | 0.27 |
| Robert Half International | 94 | US\$ | | | 11 | 0.27 |
| Seagate Technology Holdings | 321 | US\$ | | | 29 | 0.70 |
| Snap-on | 46 | US\$ | | | 10 | 0.24 |
| Steel Dynamics | 626 | US\$ | | | 52 | 1.26 |
| Tesla | 12 | US\$ | | | 13 | 0.32 |
| Texas Instruments | 294 | US\$ | | | 55 | 1.33 |
| Thermo Fisher Scientific | 76 | US\$ | | | 45 | 1.09 |
| Tractor Supply | 192 | US\$ | | | 45 | 1.09 |
| Tyson Foods 'A' | 447 | US\$ | | | 40 | 0.97 |
| UnitedHealth Group | 32 | US\$ | | | 17 | 0.41 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Canada | | | | | 142 | 3.45 |
| Bank of Nova Scotia | 619 | CA\$ | | | 45 | 1.09 |
| Canadian Imperial Bank of Commerce | 78 | CA\$ | | | 10 | 0.24 |
| Canadian Utilities 'A' | 353 | CA\$ | | | 11 | 0.27 |
| George Weston | 91 | CA\$ | | | 11 | 0.27 |
| IGM Financial | 281 | CA\$ | | | 10 | 0.24 |
| Loblaw | 138 | CA\$ | | | 12 | 0.29 |
| Metro | 188 | CA\$ | | | 11 | 0.27 |
| Nutrien | 130 | CA\$ | | | 13 | 0.32 |
| Power Corp of Canada | 289 | CA\$ | | | 9 | 0.22 |
| Quebecor 'B' | 418 | CA\$ | | | 10 | 0.24 |
| Brazil | | | | | | |
| Hypera | 6,272 | BRL | | | 50 | 1.21 |
| Colombia | | | | | | |
| Interconexion Electrica | 1,700 | COP | | | 11 | 0.27 |
| Japan | | | | | 200 | 4.85 |
| Bridgestone | 500 | ¥ | | | 20 | 0.49 |
| Iida Group Holdings | 1,500 | ¥ | | | 26 | 0.63 |
| Japan Post Bank | 2,000 | ¥ | | | 16 | 0.39 |
| Japan Tobacco | 2,000 | ¥ | | | 34 | 0.82 |
| Lawson | 200 | ¥ | | | 8 | 0.19 |
| Obayashi | 1,100 | ¥ | | | 8 | 0.19 |
| TIS | 400 | ¥ | | | 9 | 0.22 |
| Tosoh | 600 | ¥ | | | 9 | 0.22 |
| Trend Micro | 777 | ¥ | | | 46 | 1.12 |
| USS | 1,400 | ¥ | | | 24 | 0.58 |
| Australia | | | | | 81 | 1.97 |
| Dexus | 5,116 | AU\$ | | | 42 | 1.02 |
| Sonic Healthcare | 1,473 | AU\$ | | | 39 | 0.95 |
| China | | | | | 165 | 4.00 |
| Bank of Jiangsu 'A' | 14,000 | CNY | | | 15 | 0.36 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| China (continued) | | | | | | |
| China Resources Sanjiu Medical & Pharmaceutical 'A' | 2,300 | CNY | | | 16 | 0.39 |
| China Shenhua Energy 'H' | 4,000 | HK\$ | | | 13 | 0.32 |
| Chongqing Rural Commercial Bank 'A' | 15,500 | CNY | | | 10 | 0.24 |
| Dongyue Group | 8,000 | HK\$ | | | 11 | 0.27 |
| PICC Property & Casualty | 34,000 | HK\$ | | | 35 | 0.85 |
| Shandong Buchang Pharmaceuticals 'A' | 12,000 | CNY | | | 45 | 1.09 |
| Shanghai Pharmaceuticals Holding 'H' | 5,100 | HK\$ | | | 10 | 0.24 |
| Zhejiang Expressway 'H' | 12,000 | HK\$ | | | 10 | 0.24 |
| Hong Kong | | | | | | |
| China Traditional Chinese Medicine Holdings | 28,000 | HK\$ | | | 15 | 0.36 |
| Indonesia | | | | | | |
| Indofood Sukses Makmur | 23,000 | IDR | | | 10 | 0.24 |
| India | | | | | | |
| Oil & Natural Gas | 8,100 | INR | | | 17 | 0.41 |
| Malaysia | | | | | | |
| Hong Leong Financial Group | 2,300 | MYR | | | 11 | 0.27 |
| South Korea | | | | | | |
| Industrial Bank of Korea | 4,359 | KRW | | | 124 | 3.01 |
| Samsung Securities | 1,108 | KRW | | | 39 | 0.95 |
| Shinhan Financial Group | 274 | KRW | | | 38 | 0.92 |
| Woori Financial Group | 2,955 | KRW | | | 10 | 0.24 |
| | | | | | 37 | 0.90 |
| Taiwan | | | | | | |
| Asia Cement | 6,000 | TW\$ | | | 126 | 3.06 |
| Pou Chen | 30,000 | TW\$ | | | 10 | 0.24 |
| SinoPac Financial Holdings | 64,000 | TW\$ | | | 33 | 0.80 |
| Synnex Technology International | 16,000 | TW\$ | | | 41 | 1.00 |
| | | | | | 42 | 1.02 |
| Thailand | | | | | | |
| Thai Union Group | 18,600 | THB | | | 11 | 0.27 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| South Africa | | | | | | |
| Exxaro Resources | 3,161 | ZAR | | | 47 | 1.14 |
| Portfolio of investments | | | | | 4,101 | 99.52 |
| Cash equivalents | | | | | 3 | 0.07 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 3,000 | US\$ | | | 3 | 0.07 |
| Total portfolio | | | | | 4,104 | 99.59 |
| Net other assets/(liabilities) | | | | | 17 | 0.41 |
| Net assets | | | | | 4,121 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 4,101 | 99.52 |
| Total Investment assets | | | | | 4,101 | 99.52 |
| Total portfolio | | | | | 4,101 | 99.52 |
| Cash equivalents | | | | | 3 | 0.07 |
| Net other assets/(liabilities) | | | | | 17 | 0.41 |
| Net assets | | | | | 4,121 | 100.00 |

^a Fair valued.

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|--|
| Euro | | | | | |
| Class 'A' Accumulation | +16.1 | n/a | n/a | +11.7 | 10.12.19 |
| Class 'A' Distribution | +16.2 | n/a | n/a | +11.7 | 10.12.19 |
| Class 'C' Accumulation | +16.4 | n/a | n/a | +11.9 | 10.12.19 |
| Class 'C' Distribution | +16.5 | n/a | n/a | +12.0 | 10.12.19 |
| Class 'CI' Accumulation | +16.5 | n/a | n/a | +12.0 | 10.12.19 |
| Class 'CI' Distribution | +16.5 | n/a | n/a | +12.0 | 10.12.19 |
| Class 'ZI' Accumulation | +16.7 | n/a | n/a | +12.2 | 10.12.19 |
| Singapore dollar | | | | | |
| Class 'A' Accumulation | +10.6 | n/a | n/a | +11.5 | 10.12.19 |
| Class 'A' Distribution | +10.6 | n/a | n/a | +11.5 | 10.12.19 |
| Class 'C' Accumulation | +10.9 | n/a | n/a | +11.8 | 10.12.19 |
| Class 'C' Distribution | +10.9 | n/a | n/a | +11.8 | 10.12.19 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | +7.7 | n/a | n/a | +8.7 | 10.12.19 |
| Class 'A' Distribution | +7.7 | n/a | n/a | +8.7 | 10.12.19 |
| Class 'C' Accumulation | +8.0 | n/a | n/a | +8.9 | 10.12.19 |
| Class 'C' Distribution | +8.0 | n/a | n/a | +9.0 | 10.12.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | +9.8 | n/a | n/a | +11.7 | 10.12.19 |
| Class 'A' Distribution | +9.8 | n/a | n/a | +11.7 | 10.12.19 |
| Class 'C' Accumulation | +10.1 | n/a | n/a | +12.0 | 10.12.19 |
| Class 'C' Distribution | +10.1 | n/a | n/a | +12.0 | 10.12.19 |
| Class 'CI' Accumulation | +10.1 | n/a | n/a | +12.0 | 10.12.19 |
| Class 'ZI' Accumulation | +10.3 | n/a | n/a | +12.2 | 10.12.19 |

^a For the period from 10 December 2019 (the launch date of the sub-fund) to 31 March 2020.

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'A' Distribution SGD ¢ | Class 'C' Distribution SGD ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|------------------------------------|------------------------------------|
| Final | 0.3127 | 0.3141 | 0.3143 | 0.3116 | 0.3130 |

| to 31 March 2022 | Class 'A' Distribution Swiss ¢ | Class 'C' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | |
|------------------|--------------------------------------|--------------------------------------|-----------------------------------|-----------------------------------|--------|
| Final | | 0.2937 | 0.2949 | 0.3131 | 0.3144 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 12.8957 | 11.1030 | 7.9425 |
| Class 'A' Distribution | 12.5846 | 11.0247 | 7.9425 |
| Class 'C' Accumulation | 12.9698 | 11.1392 | 7.9486 |
| Class 'C' Distribution | 12.6579 | 11.0608 | 7.9486 |
| Class 'CI' Accumulation | 12.9826 | 11.1451 | 7.9499 |
| Class 'CI' Distribution | 12.6700 | 11.0667 | 7.9499 |
| Class 'ZI' Accumulation | 13.0279 | 11.1671 | 7.9535 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A' Accumulation | 12.8575 | 11.6260 | 8.2256 |
| Class 'A' Distribution | 12.5462 | 11.5436 | 8.2256 |
| Class 'C' Accumulation | 12.9323 | 11.6641 | 8.2320 |
| Class 'C' Distribution | 12.6197 | 11.5819 | 8.2320 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 12.1109 | 11.2470 | 7.6850 |
| Class 'A' Distribution | 11.8192 | 11.1680 | 7.6850 |
| Class 'C' Accumulation | 12.1811 | 11.2840 | 7.6910 |
| Class 'C' Distribution | 11.8878 | 11.2045 | 7.6910 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 12.9105 | 11.7556 | 7.8455 |
| Class 'A' Distribution | 12.5990 | 11.6728 | 7.8455 |
| Class 'C' Accumulation | 12.9849 | 11.7938 | 7.8516 |
| Class 'C' Distribution | 12.6723 | 11.7111 | 7.8516 |
| Class 'CI' Accumulation | 12.9960 | 11.7998 | 7.8526 |
| Class 'ZI' Accumulation | 13.0413 | 11.8230 | 7.8563 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 4,121 | 3,722 | 2,471 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 5 |
| Swung net assets | 4,121 | 3,722 | 2,476 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 0.66 |
| Class 'A' Distribution | | 0.67 |
| Class 'C' Accumulation | | 0.42 |
| Class 'C' Distribution | | 0.42 |
| Class 'CI' Accumulation | | 0.38 |
| Class 'CI' Distribution | | 0.38 |
| Class 'ZI' Accumulation | | 0.23 |
| Singapore dollar | | % |
| Class 'A' Accumulation | | 0.67 |
| Class 'A' Distribution | | 0.67 |
| Class 'C' Accumulation | | 0.42 |
| Class 'C' Distribution | | 0.42 |
| Swiss franc | | % |
| Class 'A' Accumulation | | 0.67 |
| Class 'A' Distribution | | 0.67 |
| Class 'C' Accumulation | | 0.42 |
| Class 'C' Distribution | | 0.42 |
| US dollar | | % |
| Class 'A' Accumulation | | 0.67 |
| Class 'A' Distribution | | 0.67 |
| Class 'C' Accumulation | | 0.42 |
| Class 'C' Distribution | | 0.42 |
| Class 'CI' Accumulation | | 0.38 |
| Class 'ZI' Accumulation | | 0.23 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global floating rate high yield bond market over any five-year period.

Investment policy

The Fund invests at least 70% of its Net Asset Value in high yield floating rate bonds issued by companies or governments anywhere in the world and denominated in any currency. The Fund does not take currency views and aims to hedge any non-USD assets to USD. Exposure to these securities may be achieved, either directly or synthetically, through various combinations of government securities, corporate bonds and derivatives.

The investment process of the Fund is based on the bottom-up analysis of individual bond issues whilst remaining aware of macroeconomic developments.

In addition to high yield securities, the Fund may invest in unrated debt securities up to a combined maximum of 100% of the Fund's Net Asset Value. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

Derivative instruments, both long and short can be used to meet the Fund's objective, for efficient portfolio management and for the purpose of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, equities, warrants and other debt securities.

Investment strategy

Investment approach

The Fund is designed to provide an attractive level of income, along with a natural hedge against rising interest rates, by investing mainly in high yield floating rates notes (FRNs). Part of this exposure is expected to be gained through the use of derivatives.

FRNs are bonds which pay a variable rate of income, which is regularly reset in line with changes in interest rates. If interest rates rise, investors in FRNs will benefit from a higher income as their coupons are automatically adjusted upwards (equally, should interest rates fall, then the coupons will be adjusted downwards).

The Fund focuses on bonds issued by high yield companies, which typically pay higher rates of interest to compensate investors for the greater risk of default. The Fund will be globally diversified and the Investment Manager will seek to provide exposure to a broad range of individual issuers across a variety of industrial sectors.

The Investment Manager has the flexibility to adjust the Fund's credit exposure, sector positioning and regional allocations depending on the assessment of current market valuations and the macroeconomic environment, including the likely path of economic growth, inflation and interest rates.

Individual credit selection is carried out in conjunction with the in-house team of credit analysts, which provides bottom-up analysis of the corporate bond markets to complement the Investment Manager's views.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Performance comparator

ICE BofAML Global Floating Rate High Yield Index (3% constrained) USD Hedged

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The fund delivered a positive return during the investment period, as investors sought protection against expected higher interest rates via the floating rate coupons provided by high yield floating rate notes (HY FRNs) and to reduce the effects of inflation on their incomes using the higher potential income provided by these bonds compared to investment grade corporate and government debt.

The fund underperformed its benchmark index due primarily to its more defensive positioning, which meant a lack of exposure to potentially riskier index constituents, such as Spanish ferry operator Naviera Armas, which performed strongly during the period.

The fund also had a very small off-benchmark position in Chinese real estate company, Yuzhou, a company we believe demonstrates improving fundamentals and environmental, social and governance (ESG) credentials, but was negatively affected by a sharp deterioration in sentiment surrounding the sector and therefore detracted from relative returns. This came despite our significantly below-benchmark allocation to the sector overall, given our minimal exposure to bonds from distressed index constituent Greenland, which matured and dropped out of the index in late 2021.

There were positive returns relative to the benchmark from the fund's position in a North American high yield credit default swap index (NA HY CDX). This position is held with a view to providing portfolio liquidity while capturing the credit spread available on the broader high yield bond market.

The fund also benefited in relative terms from its positioning in the services, energy and finance sectors and avoided exposure to index constituent CWT (formerly Carlson Wagonlit Travel), which defaulted during the period.

Investment activities

The portfolio was positioned to provide lower volatility than the benchmark index, primarily by being structurally underweight in its allocations to more

cyclical sectors, such as energy and retail. As inflation continued to move higher, we maintained a focus on companies that we felt would be in a better position to pass on rising costs to their customers, such as packaging and food retail.

For the majority of the review period, our allocation to physical HY FRNs – as opposed to creating floating rate exposure synthetically by, for instance, using interest rate swaps – was at close to its highest levels since the fund's inception. This reflected our belief that the asset class represented a significant potential opportunity relative to the broader high yield market during the period.

Outlook

We believe HY FRNs remain well-placed to help navigate a rising interest rate and inflationary environment. Corporate fundamentals appear to be in a good position to cope with a more challenging environment, absent a serious recession, with strong balance sheets and high interest rate coverage (the ability to pay interest on debt using profits) combined with a benign consensus outlook for defaults in the coming period.

James Tomlins

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income | | | | | 2,332,451 | 86.90 |
| Debt securities | | | | | 2,315,513 | 86.27 |
| 'AA' credit rated bonds | | | | | 121,332 | 4.52 |
| US Treasury Note FRN | 60,000,000 | US\$ | 31.10.2022 | | 60,062 | 2.24 |
| US Treasury Note FRN | 35,560,000 | US\$ | 31.01.2023 | | 35,605 | 1.33 |
| US Treasury Note FRN | 660,000 | US\$ | 31.07.2022 | | 660 | 0.02 |
| US Treasury Note FRN | 25,000,000 | US\$ | 30.04.2022 | | 25,005 | 0.93 |
| 'BB' credit rated bonds | | | | | 209,097 | 7.79 |
| Allwyn Entertainment FRN | 34,000,000 | € | 15.02.2028 | | 37,052 | 1.38 |
| Encore Capital Group FRN | 33,150,000 | € | 15.01.2028 | | 36,678 | 1.37 |
| Energy Transfer Operating FRN | 48,213,000 | US\$ | 01.11.2066 | | 39,423 | 1.47 |
| Ford Motor Credit FRN | 4,203,000 | € | 07.12.2022 | | 4,652 | 0.17 |
| Ford Motor Credit FRN | 39,373,000 | € | 01.12.2024 | | 42,027 | 1.57 |
| Ford Motor Credit FRN | 12,200,000 | € | 15.11.2023 | | 13,263 | 0.49 |
| Ford Motor Credit FRN | 3,422,000 | US\$ | 03.08.2022 | | 3,413 | 0.13 |
| Petróleos Mexicanos FRN | 28,222,000 | € | 24.08.2023 | | 30,949 | 1.15 |
| Western Midstream Operating FRN | 1,652,000 | US\$ | 13.01.2023 | | 1,640 | 0.06 |
| 'B' credit rated bonds | | | | | 1,811,252 | 67.48 |
| AnaCap Financial Europe SICAV-RAIF FRN | 31,019,000 | € | 01.08.2024 | | 32,732 | 1.22 |
| APCOA Parking Holdings FRN | 20,600,000 | € | 15.01.2027 | | 22,742 | 0.85 |
| Arena Luxembourg Finance FRN | 9,202,000 | € | 01.02.2027 | | 9,771 | 0.36 |
| Assemblin Financing FRN | 20,106,000 | € | 15.05.2025 | | 22,041 | 0.82 |
| Bach Bidco FRN | 27,238,000 | € | 15.10.2028 | | 30,098 | 1.12 |
| Bormioli Pharma Bidco FRN | 27,567,000 | € | 15.11.2024 | | 27,872 | 1.04 |
| Brunello Bidco FRN | 72,029,000 | € | 15.02.2028 | | 78,921 | 2.94 |
| Burger King France FRN | 35,467,000 | € | 01.11.2026 | | 39,313 | 1.46 |
| Castor FRN | 24,029,000 | € | 15.02.2029 | | 26,574 | 0.99 |
| Cedacri Mergeco FRN | 55,225,000 | € | 15.05.2028 | | 60,852 | 2.27 |
| Cirsa Finance International FRN | 48,855,000 | € | 30.09.2025 | | 52,467 | 1.95 |
| Cullinan Holdco Scsp FRN | 24,578,000 | € | 15.10.2026 | | 25,566 | 0.95 |
| Deuce FinCo FRN | 29,525,000 | € | 15.06.2027 | | 32,605 | 1.21 |
| Diocle FRN | 15,881,291 | € | 30.06.2026 | | 17,566 | 0.65 |
| EVOCA FRN | 54,883,000 | € | 01.11.2026 | | 56,672 | 2.11 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Fabric BC FRN | 14,582,069 | € | 30.11.2024 | | 16,126 | 0.60 |
| Fabric BC FRN | 7,219,000 | € | 31.08.2026 | | 7,921 | 0.30 |
| Galaxy Bidco FRN | 8,743,000 | € | 31.07.2026 | | 9,722 | 0.36 |
| Gamma Bidco FRN | 24,252,000 | € | 15.07.2025 | | 27,006 | 1.01 |
| Garfunkelux HoldCo 3 FRN | 57,448,000 | € | 01.05.2026 | | 63,872 | 2.38 |
| Golden Goose FRN | 43,345,000 | € | 14.05.2027 | | 47,465 | 1.77 |
| Goldstory FRN | 2,958,000 | € | 01.03.2026 | | 3,295 | 0.12 |
| HSE Finance FRN | 21,800,000 | € | 15.10.2026 | | 23,838 | 0.89 |
| International Design Group FRN | 29,365,000 | € | 15.05.2026 | | 32,129 | 1.20 |
| IPD 3 FRN | 8,294,000 | € | 01.12.2025 | | 9,238 | 0.34 |
| Kapla Holding FRN | 28,935,000 | € | 15.12.2026 | | 31,278 | 1.17 |
| Leather 2 SpA, REGS FRN | 33,750,000 | € | 30.09.2028 | | 35,699 | 1.33 |
| Limacorporate FRN | 27,471,000 | € | 15.08.2023 | | 30,243 | 1.13 |
| Lincoln Financing FRN | 59,978,000 | € | 01.04.2024 | | 66,526 | 2.48 |
| LionViaPolaris Lux 4 FRN | 61,892,000 | € | 01.07.2026 | | 68,575 | 2.55 |
| Louvre Bidco FRN | 5,235,428 | € | 30.09.2024 | | 5,788 | 0.22 |
| Monitchem HoldCo 3 FRN | 7,030,000 | € | 15.03.2025 | | 7,827 | 0.29 |
| Newday Bondco 7.375% | 1,328,000 | £ | 01.02.2024 | | 1,736 | 0.06 |
| Oriflame Investment Holding FRN | 24,699,000 | € | 04.05.2026 | | 22,526 | 0.84 |
| Paganini Bidco FRN | 72,045,000 | € | 30.10.2028 | | 79,280 | 2.95 |
| Parts Europe SA, REGS FRN | 31,434,000 | € | 20.07.2027 | | 34,806 | 1.30 |
| PCF FRN | 34,507,000 | € | 15.04.2026 | | 38,096 | 1.42 |
| PLT VII Finance FRN | 24,190,000 | € | 05.01.2026 | | 26,892 | 1.00 |
| Promontoria Holding 264 FRN | 24,316,000 | € | 01.03.2027 | | 26,966 | 1.00 |
| Q-Park Holding I FRN | 39,107,000 | € | 01.03.2026 | | 41,488 | 1.55 |
| Ren10 Holding FRN | 18,000,000 | € | 01.02.2027 | | 19,655 | 0.73 |
| Rimini Bidco FRN | 30,452,000 | € | 14.12.2026 | | 30,075 | 1.12 |
| Rossini FRN | 16,896,000 | € | 30.10.2025 | | 18,653 | 0.70 |
| SCIL IV Via SCIL USA Holdings FRN | 21,767,000 | € | 01.11.2026 | | 23,891 | 0.89 |
| Sherwood Financing FRN | 45,796,000 | € | 15.11.2027 | | 50,413 | 1.88 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Sisal Pay FRN | 28,820,000 | € | 17.12.2026 | | 31,867 | 1.19 |
| Sofima Holding FRN | 25,738,000 | € | 15.01.2028 | | 28,186 | 1.05 |
| Stonegate Pub Financing FRN | 48,832,000 | € | 31.07.2025 | | 53,938 | 2.01 |
| Tendam Brands FRN | 19,644,000 | € | 15.09.2024 | | 21,718 | 0.81 |
| Transcom Holding FRN | 31,489,000 | € | 15.12.2026 | | 34,327 | 1.28 |
| Trivium Packaging Finance FRN | 35,130,000 | € | 15.08.2026 | | 38,726 | 1.44 |
| United Group FRN | 21,891,000 | € | 15.02.2026 | | 23,277 | 0.87 |
| United Group FRN | 32,498,000 | € | 15.05.2025 | | 35,851 | 1.34 |
| United Group FRN | 25,000,000 | € | 01.02.2029 | | 27,167 | 1.01 |
| Verisure Holding FRN | 12,032,000 | € | 15.04.2025 | | 13,411 | 0.50 |
| Vertical Midco FRN | 49,890,000 | € | 15.07.2027 | | 55,356 | 2.06 |
| WEPA Hygieneprodukte FRN | 10,532,000 | € | 15.12.2026 | | 10,611 | 0.40 |
| 'CCC' credit rated bonds | | | | | 144,552 | 5.39 |
| Fire BC FRN | 64,976,000 | € | 30.09.2024 | | 68,704 | 2.56 |
| Selecta Group 8% | 14,776,837 | € | 01.04.2026 | | 16,440 | 0.62 |
| Selecta Group 10% | 3,291,285 | € | 01.07.2026 | | 3,545 | 0.13 |
| TVL Finance FRN | 43,884,000 | £ | 15.07.2025 | | 55,863 | 2.08 |
| 'CC' credit rated bonds | | | | | | |
| Deutsche Lufthansa 4.382% | 26,699,000 | € | 12.08.2075 | | 27,642 | 1.03 |
| 'C' credit rated bonds | | | | | | |
| Yuzhou Group Holdings 6.35% | 9,176,000 | US\$ | 13.01.2027 | | 1,196 | 0.04 |
| Bonds with no credit rating | | | | | | |
| House of Fraser Funding 0% ^a | 14,382,000 | £ | 30.12.2050 | | 442 | 0.02 |
| Debt derivatives | | | | | 16,938 | 0.63 |
| Credit default swaps | | | | | 16,938 | 0.63 |
| Boparan Finance Dec 2026 | 4,000,000 | € | | | (1,110) | (0.04) |
| Iceland Bondco Dec 2026 | 4,000,000 | € | | | (276) | (0.01) |
| Iceland Bondco Jun 2026 | 8,000,000 | € | | | (466) | (0.02) |
| Markit CDX North American High Yield Series 37 | 293,000,000 | US\$ | | | 18,790 | 0.70 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Currency | | | | | (636) | (0.03) |
| Forward currency contracts | | | | | (636) | (0.03) |
| Bought for € 26,656,033.72, Sold for US\$ 29,094,661.63 | | | 06.04.2022 | | 484 | 0.02 |
| Bought for US\$ 58,188,767.90, Sold for £ 44,080,582.35 | | | 06.04.2022 | | 331 | 0.01 |
| Bought for US\$ 2,085,562,530.24, Sold for € 1,886,004,238.86 | | | 06.04.2022 | | (7,169) | (0.27) |
| Bought for US\$ 1,473,395,998.05, Sold for € 1,321,586,660.00 | | | 04.05.2022 | | 5,718 | 0.21 |
| Portfolio of investments | | | | | 2,331,815 | 86.87 |
| Cash equivalents | | | | | 253,551 | 9.45 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 253,550,987 | US\$ | | | 253,551 | 9.45 |
| Share class hedging | | | | | (5,635) | (0.20) |
| Bought for £ 12,697,121.17, Sold for US\$ 16,706,923.44 | | | 04.05.2022 | | (44) | 0.00 |
| Bought for € 1,322,798,892.89, Sold for US\$ 1,474,743,767.33 | | | 04.05.2022 | | (5,719) | (0.21) |
| Bought for AUD 3,021,248.72, Sold for US\$ 2,272,428.47 | | | 04.05.2022 | | (9) | 0.00 |
| Bought for CHF 67,968,080.83, Sold for US\$ 73,433,675.90 | | | 04.05.2022 | | 140 | 0.01 |
| Bought for HKD 72,130,485.56, Sold for US\$ 9,218,870.84 | | | 04.05.2022 | | (4) | 0.00 |
| Bought for SGD 8,466,546.58, Sold for US\$ 6,252,777.89 | | | 04.05.2022 | | (1) | 0.00 |
| Bought for US\$ 287,483.51, Sold for £ 218,866.43 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 1,164,654.23, Sold for € 1,045,647.68 | | | 04.05.2022 | | 3 | 0.00 |
| Bought for US\$ 661,025.55, Sold for CHF 611,755.87 | | | 04.05.2022 | | (1) | 0.00 |
| Bought for US\$ 13,527.59, Sold for HKD 105,847.21 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 2,579,731 | 96.12 |
| Net other assets/(liabilities) | | | | | 104,385 | 3.88 |
| Net assets | | | | | 2,684,116 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|------------------|---------------|
| Investment assets | | |
| Debt securities | 2,315,513 | 86.27 |
| Unrealised gains on forward currency contracts | 6,676 | 0.25 |
| Unrealised gains on swap contracts | 18,790 | 0.70 |
| Total Investment assets | 2,340,979 | 87.22 |
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (12,947) | (0.48) |
| Unrealised losses on swap contracts | (1,852) | (0.07) |
| Total Investment liabilities | (14,799) | (0.55) |
| Total portfolio | 2,326,180 | 86.67 |
| Cash equivalents | 253,551 | 9.45 |
| Net other assets/(liabilities) | 104,385 | 3.88 |
| Net assets | 2,684,116 | 100.00 |

^a Defaulted bond.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|--|---|---|
| | Swaps US\$'000 | Forward currency contracts US\$'000 | Collateral held as cash US\$'000 | Collateral held as security US\$'000 |
| Barclays Bank London | 293,000 | 0 | 27,869 | 0 |
| Goldman Sachs International | 8,876 | 0 | 0 | 276 |
| HSBC Bank Plc | 0 | 31,073 | 0 | 0 |
| JP Morgan Chase | 8,876 | 1,171,858 | 0 | 16,218 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 22,725 | 0 | 0 |
| Standard Chartered Bank | 0 | 28,728 | 0 | 262 |
| State Street Bank and Trust Company | 0 | 3,162,482 | 0 | 677 |
| State Street Bank London | 0 | 5,979,576 | 0 | 0 |
| UBS AG London | 0 | 58,699 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Australian dollar | | | | | | |
| Class 'A-H' Accumulation | +1.7 | n/a | n/a | +1.6 | n/a | 08.04.19 |
| Class 'A-H M' Distribution | +1.7 | n/a | n/a | +1.6 | n/a | 08.04.19 |
| Class 'C-H' Accumulation | +2.4 | n/a | n/a | +2.2 | n/a | 08.04.19 |
| Class 'C-H M' Distribution | +2.4 | n/a | n/a | +2.3 | n/a | 08.04.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A-H' Accumulation | +1.0 | +1.3 | +0.9 | +1.4 | 11.09.14 | 21.09.18 |
| Class 'A-H' Distribution | +1.1 | +1.4 | +0.9 | +1.4 | 11.09.14 | 21.09.18 |
| Class 'B-H' Accumulation | +0.6 | +0.9 | +0.4 | +1.1 | 11.09.15 | 21.09.18 |
| Class 'B-H' Distribution | +0.6 | +0.9 | +0.4 | +1.1 | 11.09.15 | 21.09.18 |
| Class 'C-H' Accumulation | +1.7 | +2.0 | +1.5 | +2.0 | 11.09.14 | 21.09.18 |
| Class 'C-H' Distribution | +1.7 | +2.0 | +1.5 | +2.0 | 11.09.14 | 21.09.18 |
| Class 'CI-H' Accumulation | +1.7 | +2.0 | +1.5 | +2.0 | 11.09.14 | 21.09.18 |
| Class 'J-H' Accumulation | +1.9 | n/a | n/a | +10.9 | n/a | 16.04.20 |
| Class 'J-H' Distribution | +1.9 | n/a | n/a | +10.9 | n/a | 16.04.20 |
| Class 'JI-H' Accumulation | +1.8 | n/a | n/a | +10.8 | n/a | 16.04.20 |
| Class 'JI-H' Distribution | +1.8 | n/a | n/a | +10.8 | n/a | 16.04.20 |
| Hong Kong dollar | | | | | | |
| Class 'A-H' Accumulation | +2.0 | n/a | n/a | +3.0 | n/a | 08.04.19 |
| Class 'A-H M' Distribution | +1.9 | n/a | n/a | +3.0 | n/a | 08.04.19 |
| Class 'C-H' Accumulation | +2.6 | n/a | n/a | +3.6 | n/a | 08.04.19 |
| Class 'C-H M' Distribution | +2.6 | n/a | n/a | +3.6 | n/a | 08.04.19 |
| Singapore dollar | | | | | | |
| Class 'A-H' Distribution | +2.1 | +2.7 | +2.4 | +3.2 | 16.01.15 | 21.09.18 |
| Class 'A-H M' Distribution | +2.1 | +2.7 | +2.4 | +3.3 | 09.10.15 | 21.09.18 |
| Class 'C-H M' Distribution | +2.7 | +3.3 | +3.0 | +3.9 | 09.10.15 | 21.09.18 |
| Sterling | | | | | | |
| Class 'A-H' Accumulation | +1.8 | n/a | n/a | +1.6 | n/a | 05.07.19 |
| Class 'A-H' Distribution | +1.8 | n/a | n/a | +1.7 | n/a | 05.07.19 |
| Class 'C-H' Accumulation | n/a | n/a | n/a | +1.9 | n/a | 26.04.21 |
| Class 'C-H' Distribution | +2.5 | +2.6 | n/a | +2.8 | n/a | 22.02.19 |
| Class 'CI-H' Distribution | +2.5 | +2.6 | n/a | +2.6 | n/a | 14.03.19 |
| Class 'J-H' Distribution | +2.7 | n/a | n/a | +3.0 | n/a | 16.03.21 |
| Class 'JI-H' Distribution | n/a | n/a | n/a | +1.9 | n/a | 25.05.21 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +0.9 | +1.2 | +0.6 | +1.0 | 11.09.14 | 21.09.18 |
| Class 'A-H' Distribution | +0.9 | +1.2 | +0.6 | +1.8 | 14.12.15 | 21.09.18 |
| Class 'C-H' Accumulation | +1.5 | +1.8 | +1.2 | +1.6 | 11.09.14 | 21.09.18 |
| Class 'C-H' Distribution | +1.5 | +1.8 | +1.2 | +2.4 | 14.12.15 | 21.09.18 |
| Class 'CI-H' Accumulation | +1.2 | +1.6 | +1.2 | +1.6 | 11.09.14 | 21.09.18 |
| Class 'J-H' Accumulation | +1.6 | n/a | n/a | +10.6 | n/a | 16.04.20 |
| Class 'J-H' Distribution | +1.6 | n/a | n/a | +10.7 | n/a | 16.04.20 |
| Class 'JI-H' Accumulation | +1.7 | n/a | n/a | +10.7 | n/a | 16.04.20 |
| Class 'JI-H' Distribution | +1.7 | n/a | n/a | +10.7 | n/a | 16.04.20 |
| US dollar | | | | | | |
| Class 'A' Accumulation | +2.0 | +3.1 | +3.0 | +3.1 | 11.09.14 | 21.09.18 |
| Class 'A' Distribution | +2.0 | +3.1 | +3.0 | +3.1 | 11.09.14 | 21.09.18 |
| Class 'A M' Distribution | +2.0 | +3.1 | +3.0 | +3.7 | 09.10.15 | 21.09.18 |
| Class 'C' Accumulation | +2.6 | +3.7 | +3.6 | +3.8 | 11.09.14 | 21.09.18 |
| Class 'C' Distribution | +2.6 | +3.7 | +3.6 | +3.8 | 11.09.14 | 21.09.18 |
| Class 'C M' Distribution | +2.6 | +3.7 | +3.6 | +4.3 | 09.10.15 | 21.09.18 |
| Class 'CI' Accumulation | +2.7 | +3.8 | +3.7 | +3.8 | 11.09.14 | 21.09.18 |
| Class 'J' Accumulation | +2.8 | n/a | n/a | +12.0 | n/a | 16.04.20 |
| Class 'J' Distribution | +2.8 | n/a | n/a | +12.0 | n/a | 16.04.20 |
| Class 'JI' Accumulation | +2.8 | n/a | n/a | +12.0 | n/a | 16.04.20 |
| Class 'JI' Distribution | +2.8 | n/a | n/a | +12.0 | n/a | 16.04.20 |

^a Fund performance before the launch of the fund on 13 September 2018 is that of the relevant Merged Share Class of the M&G Global Floating Rate High Yield Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Floating Rate High Yield Fund is a UK authorised fund which launched on 11 September 2014 and its non-Sterling share classes merged into M&G (Lux) Global Floating Rate High Yield Fund on 7 December 2018.

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetable and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'B-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'J-H' Distribution Euro ¢ | Class 'JI-H' Distribution Euro ¢ |
|------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|--|
| First interim | 0.1056 | 0.1043 | 0.1057 | 0.1315 | 0.1317 |
| Second interim | 0.0964 | 0.0949 | 0.0981 | 0.1219 | 0.1219 |
| Third interim | 0.1014 | 0.0998 | 0.1033 | 0.1284 | 0.1285 |
| Final | 0.0901 | 0.0886 | 0.0920 | 0.1144 | 0.1145 |

| to 31 March 2022 | Class 'A-H' Distribution SGD ¢ | Class 'A-H' Distribution UK p | Class 'C-H' Distribution UK p | Class 'CI-H' Distribution UK p | Class 'J-H' Distribution UK p |
|------------------|--------------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|
| First interim | 0.1063 | 0.1074 | 0.1080 | 0.1077 | 0.1114 |
| Second interim | 0.1001 | 0.1013 | 0.1036 | 0.1022 | 0.1081 |
| Third interim | 0.1063 | 0.1085 | 0.1109 | 0.1093 | 0.1159 |
| Final | 0.0950 | 0.0958 | 0.0983 | 0.0968 | 0.1028 |

| to 31 March 2022 | Class 'JI-H' Distribution UK p | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ | Class 'J-H' Distribution Swiss ¢ | Class 'JI-H' Distribution Swiss ¢ |
|------------------|--------------------------------------|--|--|--|---|
| First interim | 0.0409 | 0.1052 | 0.1079 | 0.1320 | 0.1319 |
| Second interim | 0.1083 | 0.0968 | 0.0985 | 0.1229 | 0.1230 |
| Third interim | 0.1154 | 0.1009 | 0.1027 | 0.1284 | 0.1283 |
| Final | 0.1024 | 0.0899 | 0.0918 | 0.1147 | 0.1148 |

Financial highlights

| to 31 March 2022 | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | Class 'J' Distribution US ¢ | Class 'JI' Distribution US ¢ |
|------------------|-----------------------------------|-----------------------------------|-----------------------------------|------------------------------------|
| First interim | 0.1057 | 0.1074 | 0.1271 | 0.1273 |
| Second interim | 0.1037 | 0.1055 | 0.1250 | 0.1250 |
| Third interim | 0.1071 | 0.1092 | 0.1294 | 0.1295 |
| Final | 0.0965 | 0.0984 | 0.1167 | 0.1168 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H M' Distribution AUD ¢ | Class 'C-H M' Distribution AUD ¢ | Class 'A-H M' Distribution HKD ¢ | Class 'C-H M' Distribution HKD ¢ | Class 'A-H M' Distribution SGD ¢ |
|------------------|--|--|--|--|--|
| First interim | 0.0404 | 0.0386 | 0.3800 | 0.3823 | 0.0382 |
| Second interim | 0.0323 | 0.0327 | 0.3348 | 0.3386 | 0.0325 |
| Third interim | 0.0343 | 0.0348 | 0.3616 | 0.3666 | 0.0347 |
| Fourth interim | 0.0330 | 0.0334 | 0.3466 | 0.3516 | 0.0330 |
| Fifth interim | 0.0346 | 0.0352 | 0.3699 | 0.3753 | 0.0354 |
| Sixth interim | 0.0318 | 0.0324 | 0.3363 | 0.3418 | 0.0323 |
| Seventh interim | 0.0355 | 0.0361 | 0.3632 | 0.3686 | 0.0354 |
| Eighth interim | 0.0337 | 0.0342 | 0.3613 | 0.3668 | 0.0348 |
| Ninth interim | 0.0350 | 0.0358 | 0.3631 | 0.3697 | 0.0352 |
| Tenth interim | 0.0341 | 0.0347 | 0.3580 | 0.3648 | 0.0345 |
| Eleventh interim | 0.0332 | 0.0339 | 0.3371 | 0.3441 | 0.0329 |
| Final | 0.0277 | 0.0283 | 0.2840 | 0.2892 | 0.0276 |

Financial highlights

| to 31 March 2022 | Class 'C-H M' Distribution SGD ¢ | Class 'A M' Distribution US ¢ | Class 'C M' Distribution US ¢ |
|------------------|--|-------------------------------------|-------------------------------------|
| First interim | 0.0381 | 0.0371 | 0.0377 |
| Second interim | 0.0331 | 0.0330 | 0.0336 |
| Third interim | 0.0351 | 0.0357 | 0.0362 |
| Fourth interim | 0.0337 | 0.0341 | 0.0347 |
| Fifth interim | 0.0359 | 0.0365 | 0.0371 |
| Sixth interim | 0.0329 | 0.0332 | 0.0338 |
| Seventh interim | 0.0361 | 0.0357 | 0.0365 |
| Eighth interim | 0.0353 | 0.0357 | 0.0363 |
| Ninth interim | 0.0359 | 0.0358 | 0.0365 |
| Tenth interim | 0.0352 | 0.0352 | 0.0360 |
| Eleventh interim | 0.0335 | 0.0332 | 0.0339 |
| Final | 0.0282 | 0.0281 | 0.0286 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|----------------------------|-------------|-------------|-------------|
| Australian dollar | AU\$ | AU\$ | AU\$ |
| Class 'A-H' Accumulation | 10.4956 | 10.3171 | 8.3383 |
| Class 'A-H M' Distribution | 9.1301 | 9.3821 | 7.9591 |
| Class 'C-H' Accumulation | 10.6840 | 10.4334 | 8.3837 |
| Class 'C-H M' Distribution | 9.3036 | 9.4986 | 8.0092 |
| Euro | € | € | € |
| Class 'A-H' Accumulation | 10.3448 | 10.2376 | 8.3107 |
| Class 'A-H' Distribution | 8.7678 | 9.0616 | 7.7411 |
| Class 'B-H' Accumulation | 10.1703 | 10.1136 | 8.2452 |
| Class 'B-H' Distribution | 8.6113 | 8.9439 | 7.6796 |
| Class 'C-H' Accumulation | 10.5712 | 10.3957 | 8.3860 |
| Class 'C-H' Distribution | 8.9529 | 9.1981 | 7.8120 |
| Class 'CI-H' Accumulation | 10.5928 | 10.4131 | 8.3971 |
| Class 'J-H' Accumulation | 12.2409 | 12.0229 | n/a |
| Class 'J-H' Distribution | 11.1343 | 11.4247 | n/a |
| Class 'JI-H' Accumulation | 12.2560 | 12.0257 | n/a |
| Class 'JI-H' Distribution | 11.1420 | 11.4280 | n/a |
| Hong Kong dollar | HK\$ | HK\$ | HK\$ |
| Class 'A-H' Accumulation | 109.0515 | 106.9591 | 85.5321 |
| Class 'A-H M' Distribution | 94.9169 | 97.3215 | 81.7488 |
| Class 'C-H' Accumulation | 111.0058 | 108.2294 | 86.0306 |
| Class 'C-H M' Distribution | 96.6472 | 98.4868 | 82.2342 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Distribution | 9.2163 | 9.4311 | 7.9851 |
| Class 'A-H M' Distribution | 9.1880 | 9.4088 | 7.9467 |
| Class 'C-H M' Distribution | 9.3791 | 9.5476 | 8.0139 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|------------------|------------------|
| Sterling | £ | £ | £ |
| Class 'A-H' Accumulation | 10.4552 | 10.2690 | 8.2888 |
| Class 'A-H' Distribution | 9.2855 | 9.5244 | 8.0898 |
| Class 'C-H' Accumulation | 10.1850 | n/a | n/a |
| Class 'C-H' Distribution | 9.5279 | 9.7134 | 8.2062 |
| Class 'CI-H' Distribution | 9.3969 | 9.5796 | 8.0885 |
| Class 'J-H' Distribution | 9.9637 | 10.0504 | n/a |
| Class 'JI-H' Distribution | 9.9220 | n/a | n/a |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.2656 | 10.1783 | 8.2743 |
| Class 'A-H' Distribution | 8.6963 | 9.0067 | 7.7060 |
| Class 'C-H' Accumulation | 10.4826 | 10.3299 | 8.3462 |
| Class 'C-H' Distribution | 8.8802 | 9.1425 | 7.7760 |
| Class 'CI-H' Accumulation | 10.4511 | 10.3301 | 8.3461 |
| Class 'J-H' Accumulation | 12.2012 | 12.0083 | n/a |
| Class 'J-H' Distribution | 11.0984 | 11.4114 | n/a |
| Class 'JI-H' Accumulation | 12.2109 | 12.0087 | n/a |
| Class 'JI-H' Distribution | 11.1043 | 11.4122 | n/a |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 11.0744 | 10.8554 | 8.6985 |
| Class 'A' Distribution | 9.3853 | 9.6094 | 8.1094 |
| Class 'A M' Distribution | 9.3574 | 9.5869 | 8.0693 |
| Class 'C' Accumulation | 11.3133 | 11.0229 | 8.7799 |
| Class 'C' Distribution | 9.5879 | 9.7570 | 8.1840 |
| Class 'C M' Distribution | 9.5595 | 9.7348 | 8.1445 |
| Class 'CI' Accumulation | 11.3295 | 11.0339 | 8.7854 |
| Class 'J' Accumulation | 12.4921 | 12.1555 | n/a |
| Class 'J' Distribution | 11.3657 | 11.5509 | n/a |
| Class 'JI' Distribution | 11.3763 | 11.5565 | n/a |
| Class 'JI' Accumulation | 12.5046 | 12.1615 | n/a |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 2,684,116 | 1,344,328 | 1,706,453 |
| Swing pricing adjustment (see note 11) | n/a | 5,558 | (19,429) |
| Swung net assets | 2,684,116 | 1,349,886 | 1,687,024 |

Financial highlights

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Australian dollar | % |
| Class 'A-H' Accumulation | 1.40 |
| Class 'A-H M' Distribution | 1.41 |
| Class 'C-H' Accumulation | 0.81 |
| Class 'C-H M' Distribution | 0.81 |
| Euro | % |
| Class 'A-H' Accumulation | 1.40 |
| Class 'A-H' Distribution | 1.41 |
| Class 'B-H' Accumulation | 1.91 |
| Class 'B-H' Distribution | 1.91 |
| Class 'C-H' Accumulation | 0.80 |
| Class 'C-H' Distribution | 0.81 |
| Class 'CI-H' Accumulation | 0.78 |
| Class 'J-H' Accumulation | 0.67 |
| Class 'J-H' Distribution | 0.65 |
| Class 'JI-H' Accumulation | 0.63 |
| Class 'JI-H' Distribution | 0.63 |
| Hong Kong dollar | % |
| Class 'A-H' Accumulation | 1.41 |
| Class 'A-H M' Distribution | 1.41 |
| Class 'C-H' Accumulation | 0.81 |
| Class 'C-H M' Distribution | 0.81 |
| Singapore dollar | % |
| Class 'A-H' Distribution | 1.41 |
| Class 'A-H M' Distribution | 1.39 |
| Class 'C-H M' Distribution | 0.80 |
| Sterling | % |
| Class 'A-H' Accumulation | 1.41 |
| Class 'A-H' Distribution | 1.41 |
| Class 'C-H' Accumulation | 0.80 |
| Class 'C-H' Distribution | 0.81 |
| Class 'CI-H' Distribution | 0.77 |
| Class 'J-H' Distribution | 0.67 |
| Class 'JI-H' Distribution | 0.63 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.39 |
| Class 'A-H' Distribution | | 1.41 |
| Class 'C-H' Accumulation | | 0.81 |
| Class 'C-H' Distribution | | 0.80 |
| Class 'CI-H' Accumulation | | 0.76 |
| Class 'J-H' Accumulation | | 0.66 |
| Class 'J-H' Distribution | | 0.66 |
| Class 'JI-H' Accumulation | | 0.63 |
| Class 'JI-H' Distribution | | 0.63 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.39 |
| Class 'A' Distribution | | 1.39 |
| Class 'A M' Distribution | | 1.39 |
| Class 'C' Accumulation | | 0.77 |
| Class 'C' Distribution | | 0.79 |
| Class 'C M' Distribution | | 0.78 |
| Class 'CI' Accumulation | | 0.75 |
| Class 'J' Accumulation | | 0.65 |
| Class 'J' Distribution | | 0.65 |
| Class 'JI' Accumulation | | 0.61 |
| Class 'JI' Distribution | | 0.61 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global high yield bond market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies denominated in any currency. The Fund does not take any currency views and aims to hedge any non-USD assets to USD. Issuers of these securities may be located in any country, including emerging markets.

The investment process of the Fund is based on the bottom-up analysis of individual bond issues whilst remaining aware of macroeconomic developments.

In addition to high yield securities, the Fund may invest in unrated debt securities up to a combined maximum of 100% of the Fund's Net Asset Value. There are no credit quality restrictions with respect to the high yield debt securities in which the Fund may invest.

The Fund may hold up to a maximum of 20% of its Net Asset Value in asset-backed securities and to a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and total return swaps.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, equities, warrants and other debt securities.

Investment strategy

Investment approach

The Fund is globally diversified and the Investment Manager seeks to provide exposure to a broad range of individual issuers across a variety of industrial sectors.

The Investment Manager has the flexibility to adjust the Fund's credit exposure, sector positioning and regional allocations depending on the assessment of current market valuations and the macroeconomic environment, including the likely path of economic growth, inflation and interest rates.

Individual credit selection is carried out in conjunction with the in-house team of credit analysts, which provides bottom-up analysis of the corporate bond markets to complement the Investment Manager's views.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

ICE BofAML Global High Yield Index USD Hedged

The benchmark is a comparator against which the Fund's performance can be measured. The index has

Investment objective and policy

been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with many delivering negative returns over the period as inflation gradually took hold globally. High yield bonds (debt securities that typically offer higher returns because they are considered riskier) were not spared in the sell-off. The fund slightly underperformed its benchmark.

Investors were reassured by the roll-out of successful COVID-19 vaccination programmes, together with support packages from governments and central banks and the gradual reopening of businesses and economies. These factors aided the post-pandemic global economic recovery throughout the period. However, global inflationary pressures increased notably, driven by rebounding global demand and also by global supply-chain bottlenecks and raw material shortages.

These moves caused some of the world's major central banks to take an increasingly assertive stance in order to curb inflationary pressures. The US Federal Reserve indicated that a series of interest rate hikes would need to be implemented in 2022 and 2023. Some emerging market countries increased interest rates (having started earlier in 2021 in some cases) at a faster pace than many investors had expected. As it became apparent that inflation was likely to prove more persistent than originally thought, bond markets everywhere came under pressure, particularly towards the end of 2021. The problem was exacerbated by Russia's military invasion of Ukraine in late February 2022 – both Russia and Ukraine are important producers of energy and other key commodities and raw materials, and the prices of many of these increased dramatically.

In this environment, global high yield corporate bonds registered disappointing returns in the period. However, the asset class was able to outperform global investment grade corporate bonds and some

government bond markets, partly due to its having less interest rate risk (known as duration and measured in years).

The fund's lower average duration position (versus the benchmark) aided relative returns over the period. The fund was also helped by its below-benchmark exposure in emerging market issuers, after this segment of the market suffered the most – Russian and Ukrainian bond issuers sit within the high yield emerging market classification, and this sold off sharply as geopolitical tensions rose. However, this positive effect was offset by the fund's above-benchmark position in Europe, which suffered given its proximity to the Russian and Ukrainian economies.

Investment activities

We participated selectively in the new issue market throughout the period, especially when we felt there were attractive new deals coming into the market.

As problems began to emerge in the Chinese property sector in the second half of 2021, we began to gradually decrease our exposure to the country.

We continued to run a small below-benchmark position in terms of credit spread sensitivity (sensitivity to the difference in risk and return between government bonds, which are considered safer, and corporate and high yield bonds) and interest rate sensitivity.

Outlook

We think the main risks for fixed income investors going forward are most likely to be ongoing inflation, higher interest rates and geopolitics.

Following the recent moves in central bank policy expectations, we believe high yield bonds remain well positioned to mitigate a lot of the impact from rising interest rates, thanks to their lower sensitivity to interest rate movements. Consequences of the Russia/Ukraine war are likely to include higher food prices and labour costs and further global supply chain issues. However, with yields in the asset class back to the 5 to 6% area, we believe high yield bonds can offer investors a good level of inflation protection too.

Investment review

Flexible financing conditions have helped corporate balance sheets to remain healthy, and therefore we think company defaults are expected to remain low over the next 12/18 months.

These drivers need to be carefully balanced with valuation risks. We believe active credit selection and a risk-controlled investment approach remain crucial for generating returns in this environment.

Stefan Isaacs and James Tomlins

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 0 | 0.00 |
| Equities | | | | | 0 | 0.00 |
| K2016470219 South Africa ^a | 417,745 | ZAR | | | 0 | 0.00 |
| New World Resources 'A' ^a | 5,046,536 | £ | | | 0 | 0.00 |
| Codere ^b | 78,462 | € | | | 0 | 0.00 |
| Warrants | | | | | 0 | 0.00 |
| SandRidge Energy 'A' (Warrant) | 519 | US\$ | 04.10.2022 | | 0 | 0.00 |
| SandRidge Energy 'B' (Warrant) | 218 | US\$ | 04.10.2022 | | 0 | 0.00 |
| Chaparral Energy 'A' (Warrant) | 19 | US\$ | 01.10.2024 | | 0 | 0.00 |
| Chaparral Energy 'A' (Warrant) | 19 | US\$ | 01.10.2025 | | 0 | 0.00 |
| Fixed income | | | | | 73,015 | 95.27 |
| Debt securities | | | | | 73,037 | 95.30 |
| 'AA' credit rated bonds | | | | | | |
| US Treasury Note 1.125% | 1,000,000 | US\$ | 28.02.2025 | | 963 | 1.26 |
| 'BBB' credit rated bonds | | | | | 3,272 | 4.27 |
| HCA 4.5% | 368,000 | US\$ | 15.02.2027 | | 380 | 0.50 |
| Lear 3.5% | 191,000 | US\$ | 30.05.2030 | | 185 | 0.24 |
| Lenovo Group 5.875% | 200,000 | US\$ | 24.04.2025 | | 209 | 0.27 |
| Merck FRN | 200,000 | € | 25.06.2079 | | 222 | 0.29 |
| NGPL PipeCo 4.875% | 300,000 | US\$ | 15.08.2027 | | 314 | 0.41 |
| Pacific Gas and Electric 4.55% | 225,000 | US\$ | 01.07.2030 | | 223 | 0.29 |
| PVH 4.625% | 195,000 | US\$ | 10.07.2025 | | 200 | 0.26 |
| Stora Enso 7.25% | 362,000 | US\$ | 15.04.2036 | | 445 | 0.58 |
| Targa Resources Partners Via Targa Resources Partners Finance 4% | 500,000 | US\$ | 15.01.2032 | | 482 | 0.63 |
| Targa Resources Partners Via Targa Resources Partners Finance 4.875% | 300,000 | US\$ | 01.02.2031 | | 304 | 0.40 |
| TotalEnergies FRN | 207,000 | € | 29.12.2049 | | 234 | 0.30 |
| United Airlines 4.875% | 74,304 | US\$ | 15.07.2027 | | 74 | 0.10 |
| 'BB' credit rated bonds | | | | | 34,398 | 44.88 |
| ABN AMRO Bank FRN | 400,000 | € | 31.12.2099 | | 446 | 0.58 |
| Albertsons Cos Via Safeway Via New Albertsons Via Albertsons 3.5% | 90,000 | US\$ | 15.03.2029 | | 82 | 0.11 |
| Albertsons Cos Via Safeway Via New Albertsons Via Albertsons 5.875% | 100,000 | US\$ | 15.02.2028 | | 101 | 0.13 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| American Airlines Via AAdvantage Loyalty 5.5% | 336,000 | US\$ | 20.04.2026 | | 339 | 0.44 |
| Antero Midstream Partners Via Antero Midstream Finance 5.75% | 200,000 | US\$ | 15.01.2028 | | 204 | 0.27 |
| B&M European Value Retail 4% | 100,000 | £ | 15.11.2028 | | 123 | 0.16 |
| Banco Bilbao Vizcaya Argentaria FRN | 200,000 | € | 31.12.2099 | | 230 | 0.30 |
| Bath & Body Works 6.625% | 285,000 | US\$ | 01.10.2030 | | 298 | 0.39 |
| Bath & Body Works 6.75% | 115,000 | US\$ | 01.07.2036 | | 119 | 0.16 |
| BC Via New Red Finance 3.875% | 215,000 | US\$ | 15.01.2028 | | 204 | 0.27 |
| Belden 3.375% | 149,000 | € | 15.07.2027 | | 161 | 0.21 |
| Belden 3.875% | 100,000 | € | 15.03.2028 | | 109 | 0.14 |
| Bellis Acquisition 3.25% | 175,000 | £ | 16.02.2026 | | 213 | 0.28 |
| Bellis Acquisition 4.5% | 165,000 | £ | 16.02.2026 | | 208 | 0.27 |
| Berry Global 4.875% | 611,000 | US\$ | 15.07.2026 | | 619 | 0.81 |
| CANPACK Via Eastern PA Land Investment Holding 2.375% | 101,000 | € | 01.11.2027 | | 103 | 0.13 |
| Carnival 4% | 225,000 | US\$ | 01.08.2028 | | 210 | 0.27 |
| Cellnex Finance 1% | 200,000 | € | 15.09.2027 | | 201 | 0.26 |
| Cheniere Energy Partners 3.25% | 90,000 | US\$ | 31.01.2032 | | 82 | 0.11 |
| Citycon FRN | 221,000 | € | 31.12.2099 | | 211 | 0.28 |
| Colfax 3.25% | 129,000 | € | 15.05.2025 | | 144 | 0.19 |
| Commerzbank FRN | 200,000 | € | 31.03.2099 | | 228 | 0.30 |
| Continental Resources 5.75% | 400,000 | US\$ | 15.01.2031 | | 440 | 0.57 |
| CPI Property Group FRN | 362,000 | € | 31.12.2099 | | 366 | 0.48 |
| Crown Americas Via Crown Americas Capital 4.25% | 292,000 | US\$ | 30.09.2026 | | 293 | 0.38 |
| CSC Holdings 4.5% | 250,000 | US\$ | 15.11.2031 | | 221 | 0.29 |
| Deutsche Bank FRN | 100,000 | € | 24.06.2032 | | 111 | 0.14 |
| Dometric Group 2% | 183,000 | € | 29.09.2028 | | 183 | 0.24 |
| Domtar 6.75% | 174,000 | US\$ | 01.10.2028 | | 174 | 0.23 |
| Drax Finco 2.625% | 141,000 | € | 01.11.2025 | | 157 | 0.20 |
| DT Midstream 4.125% | 200,000 | US\$ | 15.06.2029 | | 193 | 0.25 |
| DT Midstream 4.375% | 625,000 | US\$ | 15.06.2031 | | 602 | 0.79 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Endeavor Energy Resources Via EER Finance 6.625% | 700,000 | US\$ | 15.07.2025 | | 729 | 0.95 |
| Energy Transfer FRN | 250,000 | US\$ | 31.12.2099 | | 213 | 0.28 |
| EQM Midstream Partners 4.5% | 300,000 | US\$ | 15.01.2029 | | 282 | 0.37 |
| EQM Midstream Partners 5.5% | 120,000 | US\$ | 15.07.2028 | | 117 | 0.15 |
| EQM Midstream Partners 6.5% | 200,000 | US\$ | 01.07.2027 | | 209 | 0.27 |
| Ford Motor 9% | 617,000 | US\$ | 22.04.2025 | | 708 | 0.92 |
| Ford Motor Credit 4.95% | 525,000 | US\$ | 28.05.2027 | | 531 | 0.69 |
| GKN Holdings 4.625% | 225,000 | £ | 12.05.2032 | | 294 | 0.38 |
| Glatfelter 4.75% | 307,000 | US\$ | 15.11.2029 | | 263 | 0.34 |
| Greenko Solar Mauritius 5.55% | 250,000 | US\$ | 29.01.2025 | | 252 | 0.33 |
| Grifols 2.25% | 178,000 | € | 15.11.2027 | | 189 | 0.25 |
| Grupo KUO 5.75% | 244,000 | US\$ | 07.07.2027 | | 241 | 0.31 |
| Heimstaden FRN | 200,000 | € | 31.12.2099 | | 214 | 0.28 |
| INEOS Quattro Finance 2 2.5% | 169,000 | € | 15.01.2026 | | 178 | 0.23 |
| Infineon Technologies FRN | 200,000 | € | 31.12.2099 | | 223 | 0.29 |
| Infrastrutture Wireless Italiane 1.875% | 151,000 | € | 08.07.2026 | | 165 | 0.22 |
| Intertrust Group 3.375% | 300,000 | € | 15.11.2025 | | 333 | 0.43 |
| Intesa Sanpaolo FRN | 334,000 | € | 31.12.2099 | | 388 | 0.51 |
| Intrum 3.5% | 300,000 | € | 15.07.2026 | | 320 | 0.42 |
| Jazz Securities 4.375% | 435,000 | US\$ | 15.01.2029 | | 421 | 0.55 |
| KB Home 4.8% | 350,000 | US\$ | 15.11.2029 | | 339 | 0.44 |
| KBC Group FRN | 400,000 | € | 31.12.2099 | | 438 | 0.57 |
| Kraft Heinz Foods 2.25% | 250,000 | € | 25.05.2028 | | 284 | 0.37 |
| Leonardo 2.375% | 246,000 | € | 08.01.2026 | | 276 | 0.36 |
| Levi Strauss 3.375% | 415,000 | € | 15.03.2027 | | 463 | 0.60 |
| Levi Strauss 3.5% | 69,000 | US\$ | 01.03.2031 | | 63 | 0.08 |
| Lloyds Banking Group FRN | 400,000 | € | 31.12.2049 | | 459 | 0.60 |
| Macy's Retail Holdings 5.875% | 478,000 | US\$ | 01.04.2029 | | 478 | 0.62 |
| Macy's Retail Holdings 5.875% | 12,000 | US\$ | 15.03.2030 | | 12 | 0.02 |
| Mahle 2.375% | 200,000 | € | 14.05.2028 | | 190 | 0.25 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Marriott Ownership Resorts 6.125% | 116,000 | US\$ | 15.09.2025 | | 119 | 0.16 |
| Melco Resorts Finance 5.375% | 200,000 | US\$ | 04.12.2029 | | 171 | 0.22 |
| Meritage Homes 3.875% | 165,000 | US\$ | 15.04.2029 | | 157 | 0.20 |
| Millicom International Cellular 4.5% | 200,000 | US\$ | 27.04.2031 | | 188 | 0.25 |
| Millicom International Cellular 4.5% | 229,000 | US\$ | 27.04.2031 | | 215 | 0.28 |
| Nationwide Building Society FRN | 200,000 | £ | 31.12.2099 | | 267 | 0.35 |
| Network i2i FRN | 300,000 | US\$ | 31.12.2099 | | 279 | 0.36 |
| Norddeutsche Landesbank-Girozentrale 6.25% | 200,000 | US\$ | 10.04.2024 | | 200 | 0.26 |
| Occidental Petroleum 5.5% | 86,000 | US\$ | 01.12.2025 | | 90 | 0.12 |
| Occidental Petroleum 6.625% | 625,000 | US\$ | 01.09.2030 | | 718 | 0.94 |
| Olin 5% | 668,000 | US\$ | 01.02.2030 | | 663 | 0.87 |
| Orano 4.875% | 100,000 | € | 23.09.2024 | | 120 | 0.16 |
| Petrobras Global Finance 5.093% | 359,000 | US\$ | 15.01.2030 | | 359 | 0.47 |
| Petrobras Global Finance 5.6% | 450,000 | US\$ | 03.01.2031 | | 456 | 0.59 |
| Petróleos Mexicanos 4.75% | 285,000 | € | 26.02.2029 | | 294 | 0.38 |
| Petróleos Mexicanos 6.5% | 1,180,000 | US\$ | 13.03.2027 | | 1,201 | 1.57 |
| Petróleos Mexicanos 6.625% | 295,000 | US\$ | 15.06.2035 | | 265 | 0.35 |
| Pinewood Finance 3.625% | 200,000 | £ | 15.11.2027 | | 246 | 0.32 |
| Playtech 4.25% | 530,000 | € | 07.03.2026 | | 591 | 0.77 |
| PRA Health Sciences 2.875% | 200,000 | US\$ | 15.07.2026 | | 191 | 0.25 |
| Rede D'or Finance 4.95% | 400,000 | US\$ | 17.01.2028 | | 393 | 0.51 |
| Repsol International Finance FRN | 290,000 | € | 25.03.2075 | | 335 | 0.44 |
| Rexel 2.125% | 400,000 | € | 15.12.2028 | | 420 | 0.55 |
| Rolls-Royce 1.625% | 280,000 | € | 09.05.2028 | | 276 | 0.36 |
| Sappi Papier Holding 3.625% | 399,000 | € | 15.03.2028 | | 422 | 0.55 |
| Schaeffler 2.75% | 200,000 | € | 12.10.2025 | | 223 | 0.29 |
| Simpar Europe 5.2% | 400,000 | US\$ | 26.01.2031 | | 360 | 0.47 |
| Sirius XM Radio 5% | 587,000 | US\$ | 01.08.2027 | | 585 | 0.76 |
| S-Jets 5.682% ^a | 196,280 | US\$ | 15.08.2042 | | 149 | 0.19 |
| SoftBank Group 3.875% | 325,000 | € | 06.07.2032 | | 303 | 0.40 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Southwestern Energy 4.75% | 83,000 | US\$ | 01.02.2032 | | 82 | 0.11 |
| Southwestern Energy 7.75% | 753,000 | US\$ | 01.10.2027 | | 799 | 1.04 |
| Sprint 7.875% | 615,000 | US\$ | 15.09.2023 | | 655 | 0.85 |
| Taylor Morrison Communities 5.125% | 103,000 | US\$ | 01.08.2030 | | 103 | 0.13 |
| Taylor Morrison Communities 5.875% | 358,000 | US\$ | 15.06.2027 | | 373 | 0.49 |
| TEGNA 4.625% | 408,000 | US\$ | 15.03.2028 | | 406 | 0.53 |
| Telecom Italia 3.625% | 200,000 | € | 25.05.2026 | | 222 | 0.29 |
| Telefonica Europe FRN | 300,000 | € | 31.12.2099 | | 345 | 0.45 |
| Teva Pharmaceutical Finance Netherlands II 1.625% | 113,000 | € | 15.10.2028 | | 103 | 0.13 |
| Teva Pharmaceutical Finance Netherlands III 3.15% | 325,000 | US\$ | 01.10.2026 | | 296 | 0.39 |
| Teva Pharmaceuticals 6.75% | 200,000 | US\$ | 01.03.2028 | | 210 | 0.27 |
| UBS Group FRN | 200,000 | US\$ | 29.12.2049 | | 212 | 0.28 |
| UniCredit FRN | 350,000 | € | 31.12.2099 | | 421 | 0.55 |
| United Airlines 4.375% | 200,000 | US\$ | 15.04.2026 | | 197 | 0.26 |
| United Airlines 4.625% | 122,000 | US\$ | 15.04.2029 | | 115 | 0.15 |
| Virgin Media Secured Finance 4.125% ^a | 300,000 | £ | 15.08.2030 | | 361 | 0.47 |
| Virgin Media Secured Finance 5.25% | 200,000 | £ | 15.05.2029 | | 258 | 0.34 |
| Vivo Energy Investments 5.125% | 240,000 | US\$ | 24.09.2027 | | 239 | 0.31 |
| Vodafone Group FRN | 250,000 | € | 27.08.2080 | | 270 | 0.35 |
| Vodafone Group FRN | 471,000 | US\$ | 04.04.2079 | | 520 | 0.68 |
| Western Midstream Operating 4.5% | 152,000 | US\$ | 01.03.2028 | | 155 | 0.20 |
| WMG Acquisition 2.75% | 145,000 | € | 15.07.2028 | | 156 | 0.20 |
| WMG Acquisition Corp 2.25% | 303,000 | € | 15.08.2031 | | 298 | 0.39 |
| Yum! Brands 5.375% | 286,000 | US\$ | 01.04.2032 | | 288 | 0.38 |
| ZF Europe Finance 2.5% | 100,000 | € | 23.10.2027 | | 101 | 0.13 |
| ZF Europe Finance 3% | 100,000 | € | 23.10.2029 | | 100 | 0.13 |
| ZF Finance 2.75% | 100,000 | € | 25.05.2027 | | 104 | 0.14 |
| ZF Finance 3.75% | 100,000 | € | 21.09.2028 | | 106 | 0.14 |
| 'B' credit rated bonds | | | | | 24,131 | 31.48 |
| AdaptHealth 5.125% | 334,000 | US\$ | 01.03.2030 | | 310 | 0.40 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| ADLER Group 1.875% | 200,000 | € | 14.01.2026 | | 186 | 0.24 |
| Altice France 4% | 171,000 | € | 15.07.2029 | | 171 | 0.22 |
| Altice France 4.125% | 193,000 | € | 15.01.2029 | | 194 | 0.25 |
| Altice France 5.875% | 300,000 | € | 01.02.2027 | | 341 | 0.44 |
| Ashton Woods USA Via Ashton Woods Finance 4.625% | 567,000 | US\$ | 01.08.2029 | | 505 | 0.66 |
| Avantor Funding 3.875% | 400,000 | € | 15.07.2028 | | 447 | 0.58 |
| Axalta Coating Systems Dutch Holding 'B' 3.75% | 300,000 | € | 15.01.2025 | | 328 | 0.43 |
| Banco de Sabadell FRN | 200,000 | € | 31.12.2099 | | 223 | 0.29 |
| Bausch Health 5% | 92,000 | US\$ | 15.02.2029 | | 73 | 0.09 |
| Bausch Health 7% | 400,000 | US\$ | 15.01.2028 | | 362 | 0.47 |
| BellRing Brands 7% | 96,000 | US\$ | 15.03.2030 | | 97 | 0.13 |
| Boparan Finance 7.625% | 270,000 | £ | 30.11.2025 | | 289 | 0.38 |
| Boxer Parent 6.5% | 250,000 | € | 02.10.2025 | | 281 | 0.37 |
| Burger King France FRN | 188,000 | € | 01.11.2026 | | 208 | 0.27 |
| Caesars Entertainment 6.25% | 225,000 | US\$ | 01.07.2025 | | 232 | 0.30 |
| CCO Holdings Via CCO Holdings Capital 4.25% | 250,000 | US\$ | 01.02.2031 | | 229 | 0.30 |
| CCO Holdings Via CCO Holdings Capital 4.5% | 144,000 | US\$ | 01.05.2032 | | 132 | 0.17 |
| CCO Holdings Via CCO Holdings Capital 5.125% | 668,000 | US\$ | 01.05.2027 | | 671 | 0.88 |
| Cheplapharm Arzneimittel 4.375% | 250,000 | € | 15.01.2028 | | 275 | 0.36 |
| CHS Via Community Health Systems 4.75% | 240,000 | US\$ | 15.02.2031 | | 225 | 0.29 |
| Cogent Communications Group 4.375% | 250,000 | € | 30.06.2024 | | 277 | 0.36 |
| Constellation Automotive Financing PLC 4.875% | 205,000 | £ | 15.07.2027 | | 246 | 0.32 |
| CPUK Finance 4.5% | 100,000 | £ | 28.08.2027 | | 127 | 0.17 |
| CPUK Finance 6.5% | 127,000 | £ | 28.08.2026 | | 168 | 0.22 |
| CSC Holdings 7.5% | 220,000 | US\$ | 01.04.2028 | | 217 | 0.28 |
| Cullinan Holdco 4.625% | 144,000 | € | 15.10.2026 | | 151 | 0.20 |
| DaVita 3.75% | 297,000 | US\$ | 15.02.2031 | | 258 | 0.34 |
| Del Monte Foods 11.875% | 368,000 | US\$ | 15.05.2025 | | 405 | 0.53 |
| Deuce FinCo 5.5% | 204,000 | £ | 15.06.2027 | | 256 | 0.33 |
| DISH DBS 5.25% | 116,000 | US\$ | 01.12.2026 | | 111 | 0.14 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| DISH DBS 5.75% | 116,000 | US\$ | 01.12.2028 | | 110 | 0.14 |
| Durfy One 3.375% | 200,000 | € | 15.04.2028 | | 206 | 0.27 |
| Gamma Bidco 5.125% | 243,000 | € | 15.07.2025 | | 267 | 0.35 |
| Genesis Energy Via Genesis Energy Finance 8% | 211,000 | US\$ | 15.01.2027 | | 213 | 0.28 |
| Grifols Escrow Issuer 3.875% | 230,000 | € | 15.10.2028 | | 243 | 0.32 |
| Heathrow Finance 4.375% | 275,000 | £ | 01.03.2027 | | 332 | 0.43 |
| Heathrow Finance 5.25% | 150,000 | £ | 01.03.2024 | | 194 | 0.25 |
| Iceland Bondco 4.375% | 250,000 | £ | 15.05.2028 | | 277 | 0.36 |
| Iceland Bondco 4.625% | 200,000 | £ | 15.03.2025 | | 236 | 0.31 |
| Iliad Holding 5.125% | 331,000 | € | 15.10.2026 | | 373 | 0.49 |
| INEOS Quattro Finance 1 3.75% | 100,000 | € | 15.07.2026 | | 105 | 0.14 |
| Jaguar Land Rover Automotive 7.75% | 465,000 | US\$ | 15.10.2025 | | 486 | 0.63 |
| Kenbourne Invest 4.7% | 500,000 | US\$ | 22.01.2028 | | 442 | 0.58 |
| KWG Group Holdings 6.3% | 233,000 | US\$ | 13.02.2026 | | 91 | 0.12 |
| LCPR Senior Secured Financing 5.125% | 250,000 | US\$ | 15.07.2029 | | 237 | 0.31 |
| Lincoln Financing 3.625% | 271,000 | € | 01.04.2024 | | 301 | 0.39 |
| Louvre Bidco 4.25% | 310,000 | € | 30.09.2024 | | 340 | 0.44 |
| MGM China Holdings 4.75% | 200,000 | US\$ | 01.02.2027 | | 175 | 0.23 |
| Midas Opco Holdings 5.625% | 475,000 | US\$ | 15.08.2029 | | 450 | 0.59 |
| Nielsen Finance Via Nielsen Finance 5.625% | 500,000 | US\$ | 01.10.2028 | | 501 | 0.65 |
| Nobian Finance 3.625% | 400,000 | € | 15.07.2026 | | 405 | 0.53 |
| Ocado Group 3.875% | 371,000 | £ | 08.10.2026 | | 436 | 0.57 |
| Ol European Group 2.875% | 136,000 | € | 15.02.2025 | | 148 | 0.19 |
| Owens & Minor 6.625% | 94,000 | US\$ | 01.04.2030 | | 96 | 0.12 |
| Owens-Brockway Glass Container 6.375% | 150,000 | US\$ | 15.08.2025 | | 153 | 0.20 |
| Owens-Brockway Glass Container 6.625% | 49,000 | US\$ | 13.05.2027 | | 49 | 0.06 |
| Par Pharmaceutical 7.5% | 265,000 | US\$ | 01.04.2027 | | 249 | 0.32 |
| PCF 4.75% | 226,000 | € | 15.04.2026 | | 242 | 0.32 |
| Performance Food Group 5.5% | 107,000 | US\$ | 15.10.2027 | | 107 | 0.14 |
| Pilgrim's Pride 3.5% | 277,000 | US\$ | 01.03.2032 | | 243 | 0.32 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Pilgrim's Pride 4.25% | 213,000 | US\$ | 15.04.2031 | | 197 | 0.26 |
| Pinnacle Bidco 5.5% | 177,000 | € | 15.02.2025 | | 198 | 0.26 |
| PLT VII Finance Sarl 4.625% | 135,000 | € | 05.01.2026 | | 149 | 0.19 |
| Premier Foods Finance 3.5% | 220,000 | £ | 15.10.2026 | | 269 | 0.35 |
| Prestige Brands 3.75% | 239,000 | US\$ | 01.04.2031 | | 213 | 0.28 |
| Promontoria Holding 264 6.375% | 223,000 | € | 01.03.2027 | | 242 | 0.32 |
| Q-Park Holding I 2% | 200,000 | € | 01.03.2027 | | 203 | 0.26 |
| Range Resources 8.25% | 40,000 | US\$ | 15.01.2029 | | 44 | 0.06 |
| Renewable Energy Group 5.875% | 232,000 | US\$ | 01.06.2028 | | 250 | 0.33 |
| Royal Caribbean Cruises 5.375% | 192,000 | US\$ | 15.07.2027 | | 183 | 0.24 |
| Royal Caribbean Cruises 5.5% | 200,000 | US\$ | 01.04.2028 | | 190 | 0.25 |
| Sally Holdings Via Sally Capital 5.625% | 338,000 | US\$ | 01.12.2025 | | 344 | 0.45 |
| SCIH Salt Holdings 4.875% | 230,000 | US\$ | 01.05.2028 | | 219 | 0.29 |
| Sherwood Financing 6% | 150,000 | £ | 15.11.2026 | | 187 | 0.24 |
| Simmons Foods Via Simmons Prepared Foods Via Simmons Pet Food Via Simmons Feed 4.625% | 250,000 | US\$ | 01.03.2029 | | 234 | 0.30 |
| SM Energy 10% | 160,000 | US\$ | 15.01.2025 | | 175 | 0.23 |
| Standard Industries 4.375% | 48,000 | US\$ | 15.07.2030 | | 44 | 0.06 |
| Staples 7.5% | 115,000 | US\$ | 15.04.2026 | | 111 | 0.14 |
| Stonegate Pub Financing 8.25% | 149,000 | £ | 31.07.2025 | | 200 | 0.26 |
| Studio City Finance 6.5% | 200,000 | US\$ | 15.01.2028 | | 173 | 0.23 |
| Summer BidCo 9% | 367,063 | € | 15.11.2025 | | 407 | 0.53 |
| Tenet Healthcare 4.875% | 292,000 | US\$ | 01.01.2026 | | 296 | 0.39 |
| Tenet Healthcare 5.125% | 513,000 | US\$ | 01.11.2027 | | 521 | 0.68 |
| Tenet Healthcare 6.125% | 15,000 | US\$ | 01.10.2028 | | 15 | 0.02 |
| Tereos Finance Groupe I 4.75% | 154,000 | € | 30.04.2027 | | 165 | 0.21 |
| Tereos Finance Groupe I 7.5% | 200,000 | € | 30.10.2025 | | 231 | 0.30 |
| TI Automotive Finance 3.75% | 100,000 | € | 15.04.2029 | | 100 | 0.13 |
| TK Elevator Midco 4.375% | 188,000 | € | 15.07.2027 | | 206 | 0.27 |
| Total Play Telecomunicaciones 6.375% | 450,000 | US\$ | 20.09.2028 | | 397 | 0.52 |
| Townsquare Media 6.875% | 222,000 | US\$ | 01.02.2026 | | 228 | 0.30 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Trivium Packaging Finance 3.75% | 350,000 | € | 15.08.2026 | | 382 | 0.50 |
| Uber Technologies 7.5% | 323,000 | US\$ | 15.05.2025 | | 337 | 0.44 |
| Unifrax Escrow Issuer 5.25% | 89,000 | US\$ | 30.09.2028 | | 83 | 0.11 |
| Vertiv Group Corp 4.125% | 234,000 | US\$ | 15.11.2028 | | 212 | 0.28 |
| Virgin Media Vendor Financing Notes III 4.875% | 400,000 | £ | 15.07.2028 | | 497 | 0.65 |
| Voyage Care Bondco 5.875% | 200,000 | £ | 15.02.2027 | | 259 | 0.34 |
| Wynn Las Vegas Via Wynn Las Vegas Capital 5.5% | 100,000 | US\$ | 01.03.2025 | | 100 | 0.13 |
| Wynn Macau 5.625% | 200,000 | US\$ | 26.08.2028 | | 168 | 0.22 |
| 'CCC' credit rated bonds | | | | | 9,548 | 12.46 |
| Altice France Holding 4% | 200,000 | € | 15.02.2028 | | 192 | 0.25 |
| Ardagh Packaging Finance Via Ardagh Holdings 4.75% | 100,000 | £ | 15.07.2027 | | 120 | 0.16 |
| Ascent Resources Utica Holdings Via ARU Finance 5.875% | 100,000 | US\$ | 30.06.2029 | | 98 | 0.13 |
| Ascent Resources Utica Holdings Via ARU Finance 8.25% | 250,000 | US\$ | 31.12.2028 | | 263 | 0.34 |
| Banca Monte dei Paschi di Siena FRN | 182,000 | € | 10.09.2030 | | 142 | 0.19 |
| Bombardier 7.875% | 310,000 | US\$ | 15.04.2027 | | 305 | 0.40 |
| Caesars Entertainment 4.625% | 55,000 | US\$ | 15.10.2029 | | 52 | 0.07 |
| Casino Guichard Perrachon 3.58% | 100,000 | € | 07.02.2025 | | 97 | 0.13 |
| Casino Guichard Perrachon 5.25% | 100,000 | € | 15.04.2027 | | 95 | 0.12 |
| Casino Guichard Perrachon 6.625% | 250,000 | € | 15.01.2026 | | 254 | 0.33 |
| CHS Via Community Health Systems 6.875% | 285,000 | US\$ | 15.04.2029 | | 279 | 0.36 |
| CommScope Finance 8.25% | 225,000 | US\$ | 01.03.2027 | | 219 | 0.29 |
| Eagle Intermediate Global Holding Via Ruyi US Finance 5.375% | 376,000 | € | 01.05.2023 | | 398 | 0.52 |
| Fire BC FRN | 220,000 | € | 30.09.2024 | | 233 | 0.30 |
| Front Range BidCo 6.125% | 179,000 | US\$ | 01.03.2028 | | 159 | 0.21 |
| Herens Midco 5.25% | 200,000 | € | 15.05.2029 | | 191 | 0.25 |
| iHeartCommunications 8.375% | 250,000 | US\$ | 01.05.2027 | | 259 | 0.34 |
| JC Penney 6.375% ^c | 87,000 | US\$ | 15.10.2036 | | 0 | 0.00 |
| Kaixo Bondco Telecom 5.125% | 200,000 | € | 30.09.2029 | | 209 | 0.27 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'CCC' credit rated bonds (continued) | | | | | | |
| Mauser Packaging Solutions Holding 7.25% | 450,000 | US\$ | 15.04.2025 | | 446 | 0.58 |
| Mav Acquisition 8% | 475,000 | US\$ | 01.08.2029 | | 453 | 0.59 |
| Mclaren Finance 7.5% | 400,000 | US\$ | 01.08.2026 | | 393 | 0.51 |
| Mozart Debt Merger Sub 5.25% | 125,000 | US\$ | 01.10.2029 | | 118 | 0.15 |
| NCL 7.75% | 42,000 | US\$ | 15.02.2029 | | 42 | 0.06 |
| PetSmart Via PetSmart Finance 7.75% | 250,000 | US\$ | 15.02.2029 | | 257 | 0.34 |
| Picard Bondco SA 5.375% | 159,000 | € | 01.07.2027 | | 167 | 0.22 |
| Sani/Ikos Financial Holdings 1 5.625% | 200,000 | € | 15.12.2026 | | 218 | 0.28 |
| Scientific Games Holdings Via Scientific Games FinCo 6.625% | 409,000 | US\$ | 01.03.2030 | | 400 | 0.52 |
| Scientific Games International 5.5% | 350,000 | € | 15.02.2026 | | 399 | 0.52 |
| SCIH Salt Holdings 6.625% | 354,000 | US\$ | 01.05.2029 | | 328 | 0.43 |
| Selecta Group 8% | 136,981 | € | 01.04.2026 | | 152 | 0.20 |
| Selecta Group 10% | 69,921 | € | 01.07.2026 | | 75 | 0.10 |
| Sigma HoldCo 5.75% | 400,000 | € | 15.05.2026 | | 364 | 0.48 |
| Staples 10.75% | 269,000 | US\$ | 15.04.2027 | | 241 | 0.31 |
| Superior Industries International 6% | 450,000 | € | 15.06.2025 | | 471 | 0.61 |
| Techem Verwaltungsgesellschaft 6% | 129,242 | € | 30.07.2026 | | 144 | 0.19 |
| Titan Holdings II 5.125% | 115,000 | € | 15.07.2029 | | 117 | 0.15 |
| Transocean 11.5% | 141,000 | US\$ | 30.01.2027 | | 148 | 0.19 |
| Transocean 11.5% | 13,000 | US\$ | 30.01.2027 | | 14 | 0.02 |
| Triton Water Holdings 6.25% | 472,000 | US\$ | 01.04.2029 | | 407 | 0.53 |
| Unifrax Escrow Issuer 7.5% | 46,000 | US\$ | 30.09.2029 | | 41 | 0.05 |
| Verisure Midholding 5.25% | 400,000 | € | 15.02.2029 | | 411 | 0.54 |
| Wp/ap Telecom Holdings III BV 5.5% | 169,000 | € | 15.01.2030 | | 177 | 0.23 |
| 'CC' credit rated bonds | | | | | | |
| Sunac China Holdings 6.5% | 240,000 | US\$ | 10.01.2025 | | 60 | 0.08 |
| 'C' credit rated bonds | | | | | | |
| Yuzhou Group Holdings 7.85% | 500,000 | US\$ | 12.08.2026 | | 92 | 0.12 |
| Yuzhou Group Holdings 8.3% | 200,000 | US\$ | 27.05.2025 | | 26 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'D' credit rated bonds | | | | | | |
| Kaisa Group Holdings 11.25% | 200,000 | US\$ | 16.04.2025 | | 37 | 0.05 |
| Bonds with no credit rating | | | | | 536 | 0.70 |
| K2016470219 South Africa 3% ^a | 35,666 | US\$ | 31.12.2022 | | 0 | 0.00 |
| Lehman Brothers Holdings FRN ^{a,c} | 300,000 | € | 26.09.2040 | | 0 | 0.00 |
| Petróleos Mexicanos 6.7% | 455,000 | US\$ | 16.02.2032 | | 434 | 0.57 |
| Petróleos Mexicanos 6.7% | 106,000 | US\$ | 16.02.2032 | | 102 | 0.13 |
| Debt derivatives | | | | | (22) | (0.03) |
| Interest rate futures | | | | | (22) | (0.03) |
| Deutscher Bobl 5 year Futures | (19) | € | 08.06.2022 | 21 | 88 | 0.11 |
| US Treasury Notes 10 year Futures | 21 | US\$ | 21.06.2022 | 21 | (65) | (0.08) |
| UK Treasury Notes Futures | (6) | £ | 28.06.2022 | 10 | 14 | 0.02 |
| US Treasury Notes 5 year Futures | 23 | US\$ | 30.06.2022 | 21 | (59) | (0.08) |
| Currency | | | | | (441) | (0.58) |
| Forward currency contracts | | | | | (441) | (0.58) |
| Bought for € 558,710.45, Sold for US\$ 611,133.58 | | | 06.04.2022 | | 9 | 0.01 |
| Bought for £ 228,773.61, Sold for US\$ 300,750.73 | | | 06.04.2022 | | (1) | 0.00 |
| Bought for US\$ 25,366,192.06, Sold for € 23,300,157.61 | | | 06.04.2022 | | (488) | (0.64) |
| Bought for US\$ 6,735,531.88, Sold for £ 5,102,457.32 | | | 06.04.2022 | | 39 | 0.05 |
| Portfolio of investments | | | | | 72,574 | 94.69 |
| Cash equivalents | | | | | 1,475 | 1.92 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 1,475,000 | US\$ | | | 1,475 | 1.92 |
| Share class hedging | | | | | (238) | (0.31) |
| Bought for CHF 49,686.62, Sold for US\$ 53,682.13 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 55,078,678.46, Sold for US\$ 61,405,449.16 | | | 04.05.2022 | | (238) | (0.31) |
| Bought for US\$ 491.86, Sold for CHF 455.20 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 31,760.70, Sold for € 28,515.36 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 73,811 | 96.30 |
| Net other assets/(liabilities) | | | | | 2,831 | 3.70 |
| Net assets | | | | | 76,642 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|---------------|---------------|
| Investment assets | | |
| Debt securities | 73,037 | 95.30 |
| Unrealised gains on futures contracts | 102 | 0.13 |
| Unrealised gains on forward currency contracts | 48 | 0.06 |
| Total Investment assets | 73,187 | 95.49 |
| Investment liabilities | | |
| Unrealised losses on futures contracts | (124) | (0.16) |
| Unrealised losses on forward currency contracts | (727) | (0.95) |
| Total Investment liabilities | (851) | (1.11) |
| Total portfolio | 72,336 | 94.38 |
| Cash equivalents | 1,475 | 1.92 |
| Net other assets/(liabilities) | 2,831 | 3.70 |
| Net assets | 76,642 | 100.00 |

^a Unlisted/unquoted.

^b Fair valued.

^c Defaulted bond.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | |
|---|--|---------------------|---|
| | Forward currency contracts US\$'000 | Futures US\$'000 | Collateral held as cash US\$'000 |
| Bank of America Merrill Lynch | 0 | 73 | 0 |
| HSBC Bank Plc | 787 | 0 | 0 |
| JP Morgan Chase | 50,830 | 0 | 395 |
| Merrill Lynch Pierce Fenner + Smith Inc | 585 | 0 | 0 |
| State Street Bank and Trust Company | 122,690 | 0 | 203 |
| State Street Bank London | 14,282 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|--|
| Euro | | | | | |
| Class 'A-H' Accumulation | -4.5 | +0.7 | +0.9 | +3.5 | 09.11.18 |
| Class 'A-H' Distribution | -4.5 | +0.7 | +0.9 | +2.6 | 09.11.18 |
| Class 'B-H' Accumulation | -5.0 | +0.2 | +0.4 | +2.0 | 09.11.18 |
| Class 'B-H' Distribution | -5.0 | +0.2 | +0.4 | +1.6 | 09.11.18 |
| Class 'C-H' Accumulation | -3.9 | +1.3 | +1.5 | +4.2 | 09.11.18 |
| Class 'C-H' Distribution | -3.9 | +1.3 | +1.4 | +2.4 | 09.11.18 |
| Class 'CI-H' Accumulation | -3.9 | +1.3 | +1.5 | +4.2 | 19.11.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | -4.7 | +0.5 | +0.6 | +2.0 | 09.11.18 |
| Class 'C-H' Accumulation | -4.1 | +1.1 | +1.2 | +2.6 | 09.11.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|--|
| US dollar | | | | | |
| Class 'A' Accumulation | -3.6 | +2.5 | +3.0 | +4.8 | 09.11.18 |
| Class 'A' Distribution | -3.6 | +2.5 | +3.0 | +3.6 | 09.11.18 |
| Class 'C' Accumulation | -3.0 | +3.1 | +3.6 | +5.6 | 09.11.18 |
| Class 'C' Distribution | -3.0 | +3.1 | +3.6 | +4.2 | 09.11.18 |
| Class 'CI' Accumulation | -2.9 | +3.1 | +3.7 | +5.6 | 19.11.18 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G Global High Yield Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global High Yield Bond Fund is a UK authorised fund which launched on 16 October 1998 and its non-Sterling share classes merged into M&G (Lux) Global High Yield Bond Fund on 9 November 2018.

Distribution details for holders of distribution shares

This sub-fund pays monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'B-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|---------------------------------------|---------------------------------------|---------------------------------------|-----------------------------------|-----------------------------------|
| First interim | 0.0454 | 0.0377 | 0.0499 | 0.0541 | 0.0567 |
| Second interim | 0.0410 | 0.0341 | 0.0451 | 0.0487 | 0.0511 |
| Third interim | 0.0437 | 0.0363 | 0.0480 | 0.0531 | 0.0559 |
| Fourth interim | 0.0370 | 0.0307 | 0.0406 | 0.0448 | 0.0470 |
| Fifth interim | 0.0444 | 0.0368 | 0.0488 | 0.0543 | 0.0570 |
| Sixth interim | 0.0373 | 0.0310 | 0.0411 | 0.0455 | 0.0478 |
| Seventh interim | 0.0425 | 0.0352 | 0.0468 | 0.0508 | 0.0535 |
| Eighth interim | 0.0412 | 0.0342 | 0.0454 | 0.0508 | 0.0534 |
| Ninth interim | 0.0416 | 0.0344 | 0.0459 | 0.0503 | 0.0530 |
| Tenth interim | 0.0434 | 0.0359 | 0.0478 | 0.0525 | 0.0553 |
| Eleventh interim | 0.0423 | 0.0351 | 0.0466 | 0.0504 | 0.0531 |
| Final | 0.0384 | 0.0317 | 0.0424 | 0.0468 | 0.0494 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A-H' Accumulation | 14.8327 | 15.5340 | 12.8755 |
| Class 'A-H' Distribution | 9.6956 | 10.6628 | 9.3347 |
| Class 'B-H' Accumulation | 11.8583 | 12.4784 | 10.3992 |
| Class 'B-H' Distribution | 8.0201 | 8.8652 | 7.8009 |
| Class 'C-H' Accumulation | 15.8488 | 16.4917 | 13.5913 |
| Class 'C-H' Distribution | 10.7046 | 11.7011 | 10.1851 |
| Class 'CI-H' Accumulation | 10.7590 | 11.1924 | 9.2184 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 11.3686 | 11.9284 | 9.9047 |
| Class 'C-H' Accumulation | 11.8243 | 12.3308 | 10.1797 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 17.0158 | 17.6444 | 14.4474 |
| Class 'A' Distribution | 11.7498 | 12.7973 | 11.0632 |
| Class 'C' Accumulation | 18.4491 | 19.0167 | 15.4783 |
| Class 'C' Distribution | 12.3967 | 13.4208 | 11.5323 |
| Class 'CI' Accumulation | 11.4837 | 11.8326 | 9.6269 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 76,642 | 93,318 | 87,281 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (554) |
| Swung net assets | 76,642 | 93,318 | 86,727 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A-H' Accumulation | | 1.42 |
| Class 'A-H' Distribution | | 1.41 |
| Class 'B-H' Accumulation | | 1.92 |
| Class 'B-H' Distribution | | 1.92 |
| Class 'C-H' Accumulation | | 0.82 |
| Class 'C-H' Distribution | | 0.81 |
| Class 'CI-H' Accumulation | | 0.77 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.40 |
| Class 'C-H' Accumulation | | 0.80 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.40 |
| Class 'A' Distribution | | 1.39 |
| Class 'C' Accumulation | | 0.79 |
| Class 'C' Distribution | | 0.79 |
| Class 'CI' Accumulation | | 0.75 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- to deliver a higher total return (the combination of capital growth and income) than that of the global equities market over any five-year period; and
- to deliver an income stream that increases every year in US Dollar terms.

The Fund seeks to deliver its financial objectives while applying ESG Criteria and Sustainability Criteria.

Investment policy

The Fund invests at least 80% of its Net Asset Value in eligible publicly-listed equity securities issued by infrastructure companies, investment trusts and closed-ended real estate investment trusts ('REITs') across any market capitalisation that are domiciled in any country, including emerging markets.

The minimum 80% allocation may include ordinary shares, preference shares and convertible bonds (the Fund may hold up to a maximum of 20% of its Net Asset value in Convertible Bonds). Infrastructure companies include those involved in the following business activities: utilities, energy, transport, health, education, security, communications and transactions. The Fund is expected to exhibit lower volatility and offer a higher dividend yield than the global equities market which is consistent with the characteristics of infrastructure securities. The Fund usually holds fewer than 50 stocks.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to

business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.

- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other assets including collective investment schemes, other transferable securities, cash and near cash, deposits and warrants. The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies. Dividend yield is not the primary consideration for stock selection.

Sustainability considerations are integrated into the investment process, with a focus on the long-term sustainability of underlying infrastructure assets in which the strategy invests. The Fund's asset class-specific approach takes into account ESG risks and considerations specific to listed infrastructure, and includes ongoing engagement with investee companies, where required.

Investment objective and policy

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

- The exclusions listed in the Investment Policy are screened out.
- The Investment Manager then identifies the companies that are considered suitable for further analysis. The Investment Manager analyses these companies from an ESG perspective using a proprietary infrastructure sector-specific quality assessment. This includes an assessment of ESG Factors, alongside other financial and operational characteristics. Following the ESG-related quality assessment, the Investment Manager then quantifies ESG risks for these companies, to determine whether these have been accounted for in a company's valuation. More information about the abovementioned assessment process can be found in the ESG Criteria and Sustainability Criteria.
- The Investment Manager then performs fundamental analysis to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective.

The Investment Manager aims to create a diversified portfolio with exposure to a broad range of countries and sectors. Stocks with different drivers of dividend growth are selected to construct a portfolio that has the potential to cope in a variety of market conditions.

The Investment Manager seeks to invest in companies with excellent capital discipline and the potential for long-term dividend growth. The Investment Manager believes rising dividends create upward pressure on the value of shares.

Furthermore, the Investment Manager seeks to invest in businesses and assets consistent with the transition to a Net Zero Emissions global economy by 2050. As such, the Investment Manager focuses on identifying companies with resilient business models which may support, and benefit from, the climate transition.

Responsible investment approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objectives.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Sustainability Criteria, the Fund promotes environmental characteristics and intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to

Investment objective and policy

commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU Criteria for environmentally sustainable economic activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and other investments that failed the Investment Manager's good governance tests. During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test). During the 12-month review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Global Listed Infrastructure Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The fund outperformed the MSCI ACWI Net Return Index. CoreSite made the biggest contribution to fund performance after the data centre company was taken over. CCR, the Brazilian toll road company, also rallied strongly after 15% of the company changed hands at a premium. We view these examples of corporate activity as symbolic events that highlight the latent value in listed infrastructure.

PrairieSky added value in a buoyant energy sector. The Canadian company, which receives royalties from oil & gas bearing lands, remains well-placed for long-term growth following a recent acquisition which is transformational and highly accretive, in our view. We continue to believe that the cashflows running into perpetuity with minimal operating costs, capital commitment or environmental liabilities present a compelling opportunity for long-term investors.

ONEOK, TC Energy and Keyera outperformed among our holdings in energy infrastructure. We remain convinced about the critical importance of pipelines, storage terminals and processing facilities, and the pivotal role these strategic assets play in the smooth functioning of the global economy.

China Gas Holdings led the detractors as the shares drifted lower with the weakness in China. We own the Hong Kong-listed stock. We continue to view the gas distributor as a beneficiary of a structural trend, namely China's shift away from coal towards gas in its attempts to combat climate change.

Enel detracted too as European utilities struggled, in stark contrast to their US counterparts. The Italian utility has a pivotal role to play in the energy transition to combat climate change. To us, the long-term investment case remains intact.

Not owning Apple, Microsoft, NVIDIA, Tesla and Alphabet also held back performance relative to the MSCI ACWI Net Return Index. These new economy stocks are simply not infrastructure businesses and are therefore ineligible for our strategy, although the

explosive growth in some of these businesses is reflected in our digital infrastructure exposures.

Investment activities

We made two new purchases during the period under review. Three stocks left the portfolio as the respective companies changed ownership. The number of holdings fell to 46.

The market's aversion to perceived sensitivity to interest rate increases, which depressed stock prices, provided an opportunity to initiate a new holding in Eversource Energy, a multi-utility operating in the US northeast. Eversource is a company we know well and have tracked for many years, and the stock's underperformance provided a buying opportunity for a company with what we consider to be reliable growth and strong sustainability credentials.

We also bought Xinyi Energy, a pure solar power company, which provides exposure to the structural growth in Chinese renewables with the additional benefit of what we see as an attractive yield.

We sold Naturgy Energy which performed strongly after IFM Global Infrastructure Fund, which is owned by Australian pension funds, offered to pay a 20% premium for a stake in the Spanish utility. We believe that IFM's offer values the company fairly and took advantage of the share-price rally to exit. CoreSite and Sydney Airport left the portfolio after we tendered our shares to takeover bids.

Outlook

The geopolitical situation arising from Russia's invasion of Ukraine has highlighted Europe's reliance on Russian gas, and propelled the issue of energy security to the front of the political agenda. The consequent surge in gas prices has underscored the importance of not just alternative sources of supply, but alternative sources of energy. Infrastructure is uniquely positioned to provide long-term solutions, in our view.

We also believe that the structural trends driving infrastructure are not limited to renewable energy. Clean transportation, digital connectivity, social and

Investment review

demographic trends – we see a plethora of powerful themes which will endure for many decades to come, in our view.

We remain confident that the portfolio is in good shape not only to weather the current environment, but to capture inflation-beating growth over the long term. We are as excited as ever about the long-term opportunities in listed infrastructure.

Alex Araujo

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|-------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equity portfolios | | | | | 111,574 | 4.99 |
| International Public Partnerships | 24,592,512 | £ | | | 55,423 | 2.48 |
| Hicl Infrastructure | 24,074,475 | £ | | | 56,151 | 2.51 |
| Equities | | | | | 2,100,250 | 93.98 |
| United Kingdom | | | | | 236,006 | 10.56 |
| ContourGlobal | 17,497,996 | £ | | | 44,074 | 1.97 |
| Home REIT | 29,032,650 | £ | | | 47,252 | 2.12 |
| National Grid | 2,981,768 | £ | | | 46,131 | 2.06 |
| Sdcl Energy Efficiency Income Trust | 42,443,984 | £ | | | 65,041 | 2.91 |
| UNITE Group | 2,181,933 | £ | | | 33,508 | 1.50 |
| Belgium | | | | | | |
| Elia Group | 149,894 | € | | | 23,035 | 1.03 |
| Denmark | | | | | | |
| Ørsted | 284,265 | DKK | | | 35,356 | 1.58 |
| France | | | | | | |
| Vinci | 644,206 | € | | | 66,471 | 2.97 |
| Germany | | | | | 112,581 | 5.04 |
| E.ON | 5,720,113 | € | | | 67,999 | 3.04 |
| Vantage Towers | 1,251,147 | € | | | 44,582 | 2.00 |
| Italy | | | | | 190,727 | 8.53 |
| A2A | 32,291,752 | € | | | 56,127 | 2.51 |
| Enel | 11,680,027 | € | | | 80,142 | 3.58 |
| Infrastrutture Wireless Italiane | 4,783,783 | € | | | 54,458 | 2.44 |
| Spain | | | | | | |
| Ferrovial | 2,099,875 | € | | | 55,766 | 2.50 |
| Switzerland | | | | | | |
| Flughafen Zurich | 120,350 | CHF | | | 21,721 | 0.97 |
| United States | | | | | 766,584 | 34.30 |
| AES | 1,795,082 | US\$ | | | 45,701 | 2.05 |
| American Tower | 181,590 | US\$ | | | 45,543 | 2.04 |
| American Water Works | 138,873 | US\$ | | | 23,051 | 1.03 |
| Atmos Energy | 290,153 | US\$ | | | 34,952 | 1.56 |
| CME Group | 136,065 | US\$ | | | 32,922 | 1.47 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|----------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Crown Castle International | 366,116 | US\$ | | | 67,587 | 3.02 |
| CSX | 880,207 | US\$ | | | 33,316 | 1.49 |
| Edison International | 971,235 | US\$ | | | 67,510 | 3.02 |
| Equinix | 61,657 | US\$ | | | 46,466 | 2.08 |
| Eversource Energy | 505,196 | US\$ | | | 44,795 | 2.00 |
| Mastercard 'A' | 124,561 | US\$ | | | 45,111 | 2.02 |
| NextEra Energy | 264,203 | US\$ | | | 22,511 | 1.01 |
| NextEra Energy Partners | 673,598 | US\$ | | | 56,949 | 2.55 |
| ONEOK | 627,499 | US\$ | | | 44,668 | 2.00 |
| Republic Services | 166,847 | US\$ | | | 22,492 | 1.01 |
| Sempra Energy | 269,439 | US\$ | | | 45,224 | 2.02 |
| Union Pacific | 163,531 | US\$ | | | 45,499 | 2.04 |
| Visa 'A' | 189,245 | US\$ | | | 42,287 | 1.89 |
| Canada | | | | | 365,154 | 16.34 |
| Franco-Nevada | 496,823 | CA\$ | | | 79,900 | 3.58 |
| Gibson Energy | 3,755,685 | CA\$ | | | 75,146 | 3.36 |
| Keyera | 2,605,578 | CA\$ | | | 66,382 | 2.97 |
| PrairieSky Royalty | 5,476,000 | CA\$ | | | 76,190 | 3.41 |
| TransCanada | 1,179,271 | US\$ | | | 67,536 | 3.02 |
| Brazil | | | | | | |
| CCR | 16,524,558 | BRL | | | 47,288 | 2.12 |
| Australia | | | | | | |
| Transurban Group | 6,614,751 | AU\$ | | | 67,029 | 3.00 |
| China | | | | | | |
| Xinyi Energy Holdings | 45,554,000 | HK\$ | | | 27,637 | 1.24 |
| Hong Kong | | | | | 41,303 | 1.85 |
| China Gas Holdings | 14,663,600 | HK\$ | | | 18,773 | 0.84 |
| MTR | 4,164,459 | HK\$ | | | 22,530 | 1.01 |
| Singapore | | | | | | |
| NetLink NBN Trust | 60,389,100 | SG\$ | | | 43,592 | 1.95 |
| Portfolio of investments | | | | | 2,100,250 | 93.98 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 11,470 | 0.52 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 11,470,000 | US\$ | | | 11,470 | 0.52 |
| Share class hedging | | | | | 0 | 0.00 |
| Bought for SGD 41,884.38, Sold for US\$30,933.41 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 2,223,294 | 94.50 |
| Net other assets/(liabilities) | | | | | 11,497 | 5.50 |
| Net assets | | | | | 2,234,791 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 2,100,250 | 93.98 |
| Equity portfolios | | | | | 111,574 | 4.99 |
| Total Investment assets | | | | | 2,211,824 | 98.97 |
| Total portfolio | | | | | 2,211,824 | 98.97 |
| Cash equivalents | | | | | 11,470 | 0.52 |
| Net other assets/(liabilities) | | | | | 11,497 | 0.51 |
| Net assets | | | | | 2,234,791 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts US\$'000 |
|-------------------------------------|--|
| State Street Bank and Trust Company | 62 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +18.5 | +12.2 | n/a | +11.3 | 05.10.17 |
| Class 'A' Distribution | +18.5 | +12.2 | n/a | +11.3 | 05.10.17 |
| Class 'C' Accumulation | +19.7 | +13.3 | n/a | +12.4 | 05.10.17 |
| Class 'C' Distribution | +19.7 | +13.3 | n/a | +12.4 | 05.10.17 |
| Class 'CI' Accumulation | +19.8 | +13.3 | n/a | +12.5 | 05.10.17 |
| Class 'J' Accumulation | n/a | n/a | n/a | +4.0 | 11.03.22 |
| Class 'J' Distribution | n/a | n/a | n/a | +4.0 | 11.03.22 |
| Class 'JI' Accumulation | n/a | n/a | n/a | +4.0 | 11.03.22 |
| Class 'JI' Distribution | n/a | n/a | n/a | +4.0 | 11.03.22 |
| Class 'L' Accumulation | +20.0 | +13.6 | n/a | +12.7 | 05.10.17 |
| Class 'ZI' Distribution | +20.7 | n/a | n/a | +6.5 | 21.02.20 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | n/a | n/a | n/a | +5.3 | 17.12.21 |
| Class 'A-H M' Distribution | n/a | n/a | n/a | +5.3 | 17.12.21 |
| Sterling | | | | | |
| Class 'C' Accumulation | +18.7 | +12.8 | n/a | +11.1 | 05.10.17 |
| Class 'C' Distribution | +18.7 | +12.8 | n/a | +11.1 | 05.10.17 |
| Class 'L' Accumulation | +19.0 | +13.1 | n/a | +12.9 | 22.01.18 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | +9.9 | +9.0 | n/a | +8.6 | 05.10.17 |
| Class 'A' Distribution | +9.9 | +9.0 | n/a | +8.6 | 05.10.17 |
| Class 'C' Accumulation | +11.0 | +10.1 | n/a | +9.7 | 05.10.17 |
| Class 'C' Distribution | +11.0 | +10.1 | n/a | +9.7 | 05.10.17 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| US dollar | | | | | |
| Class 'A' Accumulation | +12.1 | +11.7 | n/a | +9.9 | 05.10.17 |
| Class 'A' Distribution | +12.1 | +11.7 | n/a | +9.9 | 05.10.17 |
| Class 'A M' Distribution | +12.1 | +11.7 | n/a | +9.9 | 05.10.17 |
| Class 'A M F' Distribution | n/a | n/a | n/a | +3.6 | 16.11.21 |
| Class 'C' Accumulation | +13.2 | +12.8 | n/a | +11.0 | 05.10.17 |
| Class 'C' Distribution | +13.2 | +12.8 | n/a | +11.0 | 05.10.17 |
| Class 'CI' Accumulation | +13.2 | +12.9 | n/a | +11.1 | 05.10.17 |
| Class 'J' Accumulation | n/a | n/a | n/a | +4.7 | 11.03.22 |
| Class 'JI' Accumulation | n/a | n/a | n/a | +4.7 | 11.03.22 |
| Class 'L' Accumulation | +13.5 | +13.1 | n/a | +11.3 | 05.10.17 |

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'J' Distribution Euro ¢ | Class 'JI' Distribution Euro ¢ | Class 'ZI' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|
| First interim | 0.1299 | 0.1348 | n/a | n/a | 0.0700 |
| Second interim | 0.0911 | 0.0946 | n/a | n/a | 0.0700 |
| Third interim | 0.0736 | 0.0768 | n/a | n/a | 0.0650 |
| Final | 0.0743 | 0.0776 | 0.0188 | 0.0188 | 0.0732 |

Financial highlights

| to 31 March 2022 | Class 'C' Distribution UK p | Class 'A' Distribution Swiss ¢ | Class 'C' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|-----------------------------------|--------------------------------------|--------------------------------------|-----------------------------------|-----------------------------------|
| First interim | 0.1297 | 0.1243 | 0.1289 | 0.1315 | 0.1364 |
| Second interim | 0.0915 | 0.0860 | 0.0894 | 0.0897 | 0.0932 |
| Third interim | 0.0724 | 0.0663 | 0.0691 | 0.0710 | 0.0741 |
| Final | 0.0737 | 0.0665 | 0.0695 | 0.0702 | 0.0733 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H M' Distribution SGD ¢ | Class 'A M' Distribution US ¢ | Class 'A M F' Distribution US ¢ |
|------------------|--|-------------------------------------|---------------------------------------|
| First interim | n/a | 0.0292 | n/a |
| Second interim | n/a | 0.0645 | n/a |
| Third interim | n/a | 0.0374 | n/a |
| Fourth interim | n/a | 0.0215 | n/a |
| Fifth interim | n/a | 0.0318 | n/a |
| Sixth interim | n/a | 0.0361 | n/a |
| Seventh interim | n/a | 0.0026 | n/a |
| Eighth interim | n/a | 0.0281 | 0.3333 |
| Ninth interim | 0.0183 | 0.0401 | 0.3333 |
| Tenth interim | 0.0160 | 0.0204 | 0.3333 |
| Eleventh interim | 0.0081 | 0.0103 | 0.3333 |
| Final | 0.0308 | 0.0393 | 0.3333 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|----------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 16.1622 | 13.6371 | 10.5811 |
| Class 'A' Distribution | 14.2489 | 12.3629 | 9.9114 |
| Class 'C' Accumulation | 16.9176 | 14.1321 | 10.8566 |
| Class 'C' Distribution | 14.9053 | 12.8046 | 10.1629 |
| Class 'CI' Accumulation | 16.9516 | 14.1547 | 10.8687 |
| Class 'J' Accumulation | 10.3961 | n/a | n/a |
| Class 'J' Distribution | 10.3960 | n/a | n/a |
| Class 'JI' Accumulation | 10.3970 | n/a | n/a |
| Class 'JI' Distribution | 10.3969 | n/a | n/a |
| Class 'L' Accumulation | 17.1092 | 14.2569 | 10.9246 |
| Class 'ZI' Distribution | 10.7881 | 9.1778 | 7.2081 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 10.5291 | n/a | n/a |
| Class 'A-H M' Distribution | 10.4838 | n/a | n/a |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 16.0533 | 13.5248 | 10.7940 |
| Class 'C' Distribution | 14.1471 | 12.2558 | 10.1060 |
| Class 'L' Accumulation | 16.6058 | 13.9560 | 11.1097 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 14.4671 | 13.1676 | 9.7585 |
| Class 'A' Distribution | 12.7494 | 11.9301 | 9.1351 |
| Class 'C' Accumulation | 15.1293 | 13.6340 | 10.0043 |
| Class 'C' Distribution | 13.3338 | 12.3535 | 9.3657 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|-----------------|------------------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 15.2793 | 13.6357 | 9.8718 |
| Class 'A' Distribution | 13.4640 | 12.3557 | 9.2420 |
| Class 'A M' Distribution | 13.4129 | 12.3107 | 9.2037 |
| Class 'A M F' Distribution | 102.2024 | n/a | n/a |
| Class 'C' Accumulation | 15.9843 | 14.1219 | 10.1224 |
| Class 'C' Distribution | 14.0840 | 12.7952 | 9.4765 |
| Class 'CI' Accumulation | 16.0152 | 14.1435 | 10.1317 |
| Class 'J' Accumulation | 10.4738 | n/a | n/a |
| Class 'L' Accumulation | 16.1662 | 14.2470 | 10.1850 |
| Class 'JI' Accumulation | 10.4749 | n/a | n/a |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 2,234,791 | 582,369 | 195,409 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 610 |
| Swung net assets | 2,234,791 | 582,369 | 196,019 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.95 |
| Class 'A' Distribution | | | 1.95 |
| Class 'C' Accumulation | | | 0.95 |
| Class 'C' Distribution | | | 0.95 |
| Class 'CI' Accumulation | | | 0.91 |
| Class 'J' Accumulation | | | 0.77 |
| Class 'J' Distribution | | | 0.78 |
| Class 'JI' Accumulation | | | 0.76 |
| Class 'JI' Distribution | | | 0.73 |
| Class 'L' Accumulation | | | 0.70 |
| Class 'ZI' Distribution | | | 0.16 |
| Singapore dollar | | | % |
| Class 'A-H' Accumulation | | | 1.95 |
| Class 'A-H M' Distribution | | | 1.95 |

Financial highlights

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Sterling | % |
| Class 'C' Accumulation | 0.95 |
| Class 'C' Distribution | 0.96 |
| Class 'L' Accumulation | 0.70 |
| Swiss franc | % |
| Class 'A' Accumulation | 1.95 |
| Class 'A' Distribution | 1.95 |
| Class 'C' Accumulation | 0.95 |
| Class 'C' Distribution | 0.94 |
| US dollar | % |
| Class 'A' Accumulation | 1.95 |
| Class 'A' Distribution | 1.95 |
| Class 'A M' Distribution | 1.96 |
| Class 'A M F' Distribution | 1.93 |
| Class 'C' Accumulation | 0.96 |
| Class 'C' Distribution | 0.95 |
| Class 'CI' Accumulation | 0.91 |
| Class 'J' Accumulation | 0.79 |
| Class 'JI' Accumulation | 0.75 |
| Class 'L' Accumulation | 0.71 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global bond market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi-sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets and denominated in any currency.

There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in high yield and unrated debt securities.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may invest up to 100% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in asset-backed securities, including mortgage-backed securities (commercial, agency residential, prime residential, non-prime residential), cash collateralised debt obligation, cash collateralised loan obligation, auto prime, auto subprime, consumer loan, credit card, student loan, aircraft loan/lease, equipment lease, small business loan/lease, whole business securitisation, single family rentals and other securitised assets.

The Fund is a flexible bond fund that allows investment across a broad range of fixed income assets according to where the Investment Manager finds value. The Investment Manager also seeks to add value through active management of the Fund's exposure to global currencies. The Investment process of the Fund is

based on macroeconomic research to identify global investment themes and opportunities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both long and short positions and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, warrants and other debt instruments.

Investment strategy

Investment approach

The Fund's investment approach is driven primarily by the Investment Manager's views on macroeconomic factors such as economic growth, interest rates and inflation.

This assessment determines the type of debt securities in which the Investment Manager believes the Fund should invest in order to achieve its objective. It also influences the portfolio's mix of interest rate risk, credit risk and currency exposure.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

Bloomberg Global Aggregate Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the latter weeks of the period, with a surge in food and energy prices expected to put even further pressure on inflation.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions which persisted throughout much of 2021. While concerns about rising inflation did weigh on sentiment, the general view was that cost pressures would prove to be transient. Investors also appeared to be reassured by the successful rollout of the COVID-19 vaccination programme, which supported the gradual reopening of the global economy.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. The world's central banks started to take an increasingly assertive stance as they sought to curb inflation, with the US Federal Reserve indicating that a series of interest rate hikes were likely over the next couple of years.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, with returns for these assets held back by a combination of rising government bond yields and deteriorating investor sentiment.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. In currencies, the US dollar performed

strongly, benefiting from its perceived safe-haven credentials amid heightened geopolitical uncertainty.

The fund delivered a negative return over the review period, although it outperformed its benchmark. While the overall weakness across fixed income markets acted as a headwind, losses were mitigated by the fund's relatively low sensitivity to movements in interest rates (also known as duration, and measured in years) and defensive credit positioning (meaning, having less exposure to the risk that bond issuers will not pay their interest and debt in full).

Investment activities

In terms of duration positioning, the fund was cautiously positioned throughout most of the period, as we believed that rising inflation would put upward pressure on interest rates. However, with US Treasury yields increasing sharply in the first quarter of 2022 we took the opportunity to add some duration towards the end of the period.

We are also cautiously positioned within corporate bond markets, with a focus on higher quality investment grade names (bonds rated investment grade by rating agencies are considered safer). However, we did slightly increase our corporate bond exposure towards the end of the period as we thought valuations were starting to look more appealing following a sell-off in the asset class.

Within currencies, we maintain significant allocations to the US dollar, together with smaller allocations to the euro, Japanese yen and Canadian dollar. We also maintain an allocation to inflation-linked bonds, although we have started to trim some of this position as valuations have increased in recent months.

Outlook

We believe the global economy continues to face significant challenges and uncertainties over the coming years. Increasingly persistent inflation remains a key risk, with central banks facing the difficult task of raising interest rates to curb inflation, but without sending the economy into a recession.

Investment review

With valuations in many areas of the bond market near historically tight levels, we believe many of these risks are not being adequately priced in. We therefore remain defensively positioned across both corporate and government bonds.

Jim Leaviss

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income | | | | | 776,226 | 96.29 |
| Debt securities | | | | | 773,264 | 95.92 |
| 'AAA' credit rated bonds | | | | | 123,011 | 15.26 |
| American Tower Trust #1 3.07% | 3,000,000 | US\$ | 15.03.2048 | | 2,983 | 0.37 |
| Australia (Commonwealth of) 1.75% | 42,104,000 | AU\$ | 21.06.2051 | | 23,007 | 2.85 |
| Barclays Bank FRN | 939,000 | £ | 15.05.2023 | | 1,236 | 0.15 |
| Blackrock European CLO XII DAC FRN | 3,000,000 | € | 17.01.2035 | | 3,299 | 0.41 |
| Coventry Building Society FRN | 1,800,000 | £ | 13.11.2023 | | 2,376 | 0.30 |
| Germany (Federal Republic of) 0.5% | 20,000,000 | € | 15.02.2025 | | 22,442 | 2.78 |
| Germany (Federal Republic of) I/L 0.5% | 8,100,000 | € | 15.04.2030 | | 12,409 | 1.54 |
| Glenbeigh 2 Issuer FRN | 2,299,428 | € | 24.03.2046 | | 2,537 | 0.32 |
| Hops Hill No. 1 FRN | 1,101,794 | £ | 27.05.2054 | | 1,448 | 0.18 |
| Jubilee Place FRN | 1,766,519 | € | 17.07.2058 | | 1,967 | 0.24 |
| Nationwide Building Society FRN | 2,688,000 | £ | 24.02.2031 | | 3,488 | 0.43 |
| Norway (Kingdom of) 1.75% | 84,929,000 | NOK | 17.02.2027 | | 9,383 | 1.16 |
| Norway (Kingdom of) 2% | 124,743,000 | NOK | 24.05.2023 | | 14,333 | 1.78 |
| Precise Mortgage Funding FRN | 473,651 | £ | 16.10.2056 | | 622 | 0.08 |
| Royal Bank of Canada 0.01% | 4,000,000 | € | 27.01.2031 | | 3,960 | 0.49 |
| RRE 5 Loan Management DAC FRN | 2,757,000 | € | 15.01.2037 | | 3,027 | 0.38 |
| Singapore (Republic of) 2.25% | 10,113,000 | SG\$ | 01.08.2036 | | 7,241 | 0.90 |
| Stratton Mortgage Funding FRN | 1,589,923 | £ | 25.09.2051 | | 2,085 | 0.26 |
| Towd Point Mortgage Funding FRN | 1,570,582 | £ | 20.02.2054 | | 2,066 | 0.26 |
| Voya Euro CLO III FRN | 1,691,000 | € | 15.04.2033 | | 1,860 | 0.23 |
| Yorkshire Building Society 0.01% | 1,190,000 | € | 13.10.2027 | | 1,242 | 0.15 |
| 'AA' credit rated bonds | | | | | 304,576 | 37.78 |
| Apple 1% | 3,000,000 | € | 10.11.2022 | | 3,357 | 0.42 |
| Apple 1.125% | 2,000,000 | US\$ | 11.05.2025 | | 1,914 | 0.24 |
| Apple 2.65% | 4,274,000 | US\$ | 08.02.2051 | | 3,712 | 0.46 |
| Canada (Federal Republic of) 1.25% | 12,464,000 | CA\$ | 01.06.2030 | | 9,137 | 1.13 |
| Canada (Federal Republic of) 1.75% | 18,500,000 | CA\$ | 01.03.2023 | | 14,766 | 1.83 |
| Metropolitan Life Global Funding I FRN | 1,068,000 | US\$ | 21.03.2025 | | 1,069 | 0.13 |
| Metropolitan Life Global Funding I 0.375% | 2,000,000 | € | 09.04.2024 | | 2,203 | 0.27 |
| Nestlé Holdings 2.125% | 2,182,000 | £ | 04.04.2027 | | 2,859 | 0.36 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'AA' credit rated bonds (continued) | | | | | | |
| New York Life Global Funding 0.25% | 3,638,000 | € | 23.01.2027 | | 3,824 | 0.47 |
| New York Life Global Funding 0.75% | 2,738,000 | £ | 14.12.2028 | | 3,190 | 0.40 |
| New York Life Global Funding 1.25% | 1,852,000 | £ | 17.12.2026 | | 2,291 | 0.28 |
| Procter & Gamble 0.625% | 4,000,000 | € | 30.10.2024 | | 4,454 | 0.55 |
| Procter & Gamble 1.375% | 1,285,000 | £ | 03.05.2025 | | 1,654 | 0.21 |
| UK Gilt 0.125% | 10,809,000 | £ | 31.01.2024 | | 13,864 | 1.72 |
| UK Gilt 0.375% | 18,652,000 | £ | 22.10.2026 | | 23,320 | 2.89 |
| UK Gilt 0.875% | 2,684,211 | £ | 31.07.2033 | | 3,227 | 0.40 |
| UK Gilt 1.625% | 10,816,000 | £ | 22.10.2028 | | 14,363 | 1.78 |
| UK Gilt I/L 0.125% | 2,197,000 | £ | 22.03.2029 | | 4,764 | 0.59 |
| UK Gilt I/L 0.125% | 1,429,754 | £ | 22.03.2051 | | 3,602 | 0.45 |
| US Treasury Bond 3% | 40,000,000 | US\$ | 15.08.2048 | | 43,663 | 5.42 |
| US Treasury Bond I/L 0% | 9,000,000 | US\$ | 15.02.2049 | | 12,645 | 1.57 |
| US Treasury I/I 3.875% | 10,542,000 | US\$ | 15.04.2029 | | 23,951 | 2.97 |
| US Treasury Note 0.625% | 67,044,000 | US\$ | 15.05.2030 | | 58,601 | 7.27 |
| US Treasury Note 2.75% | 44,000,000 | US\$ | 15.02.2028 | | 44,816 | 5.56 |
| Walmart 1.9% | 3,000,000 | € | 08.04.2022 | | 3,330 | 0.41 |
| 'A' credit rated bonds | | | | | 87,945 | 10.91 |
| Athene Global Funding FRN | 2,500,000 | US\$ | 24.05.2024 | | 2,504 | 0.31 |
| Bank of America FRN | 2,000,000 | € | 22.09.2026 | | 2,231 | 0.28 |
| Bank of America FRN | 1,667,000 | US\$ | 02.04.2026 | | 1,681 | 0.21 |
| BNP Paribas 1.125% | 1,000,000 | € | 15.01.2023 | | 1,121 | 0.14 |
| BPCE FRN | 2,000,000 | US\$ | 14.01.2025 | | 2,001 | 0.25 |
| BPCE 0.25% | 2,000,000 | € | 15.01.2026 | | 2,151 | 0.27 |
| Chile (Republic of) 4.7% | 6,405,000,000 | CLP | 01.09.2030 | | 7,340 | 0.91 |
| Close Brothers Finance 1.625% | 1,682,000 | £ | 03.12.2030 | | 2,008 | 0.25 |
| Comcast 0% | 2,384,000 | € | 14.09.2026 | | 2,515 | 0.31 |
| Comcast 5.5% | 1,040,000 | £ | 23.11.2029 | | 1,643 | 0.20 |
| Coöperatieve Rabobank 2.25% | 517,000 | £ | 22.11.2022 | | 1,117 | 0.14 |
| International Business Machines 1.7% | 1,250,000 | US\$ | 15.05.2027 | | 1,174 | 0.15 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Japan (Kingdom of) 0.1% | 977,000,000 | ¥ | 10.03.2029 | | 8,550 | 1.06 |
| Japan (Kingdom of) 1.3% | 1,170,800,000 | ¥ | 20.06.2035 | | 10,755 | 1.33 |
| Japan (Kingdom of) 2.1% | 2,069,850,000 | ¥ | 20.12.2029 | | 19,604 | 2.43 |
| JPMorgan Chase FRN | 3,000,000 | € | 25.07.2031 | | 3,110 | 0.39 |
| JPMorgan Chase FRN | 3,000,000 | US\$ | 19.11.2026 | | 2,758 | 0.34 |
| Ludgate Funding FRN | 267,558 | € | 01.01.2061 | | 282 | 0.03 |
| NatWest Markets FRN | 1,463,000 | US\$ | 22.03.2025 | | 1,467 | 0.18 |
| Nestlé Finance International 0.00001% | 1,238,000 | € | 03.12.2025 | | 1,330 | 0.16 |
| Nestlé Finance International 1.125% | 500,000 | € | 01.04.2026 | | 560 | 0.07 |
| Pepsi 0.25% | 3,000,000 | € | 06.05.2024 | | 3,324 | 0.41 |
| S&P Global 2.7% | 333,000 | US\$ | 01.03.2029 | | 325 | 0.04 |
| Silverback Finance 3.1261% | 1,792,348 | € | 25.02.2037 | | 2,056 | 0.26 |
| Toronto-Dominion Bank FRN | 2,500,000 | US\$ | 10.01.2025 | | 2,476 | 0.31 |
| Toronto-Dominion Bank 2.875% | 1,761,000 | £ | 05.04.2027 | | 2,310 | 0.29 |
| US Bancorp 3.375% | 1,533,000 | US\$ | 05.02.2024 | | 1,552 | 0.19 |
| 'BBB' credit rated bonds | | | | | 177,061 | 21.96 |
| Aéroports de Paris 2.125% | 1,100,000 | € | 02.10.2026 | | 1,260 | 0.16 |
| Allianz 2.625% | 600,000 | € | 31.12.2099 | | 608 | 0.08 |
| Arion Banki 0.625% | 1,934,000 | € | 27.05.2024 | | 2,104 | 0.26 |
| AT&T FRN | 5,935,000 | € | 05.09.2023 | | 6,634 | 0.82 |
| Banco Bilbao Vizcaya Argentaria 0.5% | 2,000,000 | € | 14.01.2027 | | 2,111 | 0.26 |
| Banco de Sabadell FRN | 900,000 | € | 29.06.2023 | | 1,003 | 0.12 |
| BNP Paribas 3.375% | 1,243,000 | £ | 23.01.2026 | | 1,658 | 0.21 |
| Boeing 2.196% | 1,200,000 | US\$ | 04.02.2026 | | 1,137 | 0.14 |
| Bunzl Finance 1.5% | 1,096,000 | £ | 30.10.2030 | | 1,295 | 0.16 |
| CBRE Global Investors Open-Ended Funds 0.5% | 1,473,000 | € | 27.01.2028 | | 1,474 | 0.18 |
| Citigroup FRN | 3,165,000 | US\$ | 17.05.2024 | | 3,179 | 0.39 |
| Citigroup FRN | 5,935,000 | US\$ | 01.09.2023 | | 5,956 | 0.74 |
| Citigroup FRN | 2,025,000 | US\$ | 17.03.2033 | | 1,980 | 0.25 |
| Coventry Building Society 2% | 1,000,000 | £ | 20.12.2030 | | 1,183 | 0.15 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Deutsche Bank FRN | 2,500,000 | US\$ | 16.11.2027 | | 2,425 | 0.30 |
| Goldman Sachs Group FRN | 2,434,000 | € | 30.04.2024 | | 2,712 | 0.34 |
| Goldman Sachs Group FRN | 1,846,000 | US\$ | 24.02.2028 | | 1,791 | 0.22 |
| Goldman Sachs Group 4.25% | 2,042,000 | £ | 29.01.2026 | | 2,806 | 0.35 |
| HP 4.2% | 3,088,000 | US\$ | 15.04.2032 | | 3,098 | 0.38 |
| Indonesia (Republic of) 2.55% | 1,579,000 | US\$ | 09.06.2031 | | 1,511 | 0.19 |
| Indonesia (Republic of) 4.625% | 3,322,000 | US\$ | 15.04.2043 | | 3,474 | 0.43 |
| Indonesia (Republic of) 8.25% | 93,000,000,000 | IDR | 15.05.2036 | | 7,042 | 0.87 |
| Indonesia (Republic of) 8.375% | 67,560,000,000 | IDR | 15.03.2034 | | 5,167 | 0.64 |
| ING Groep FRN | 420,000 | US\$ | 28.03.2033 | | 434 | 0.05 |
| Italy (Republic of) 3.875% | 7,010,000 | US\$ | 06.05.2051 | | 6,513 | 0.81 |
| Lloyds Banking Group FRN | 4,000,000 | € | 21.06.2024 | | 4,489 | 0.56 |
| Lowe's Companies 4.25% | 882,000 | US\$ | 01.04.2052 | | 918 | 0.11 |
| Magallanes 4.054% | 662,000 | US\$ | 15.03.2029 | | 669 | 0.08 |
| Malaysia (Federation of) 3.955% ^a | 28,877,000 | MYR | 15.09.2025 | | 7,031 | 0.87 |
| Malaysia (Federation of) 4.254% ^a | 26,688,000 | MYR | 31.05.2035 | | 6,327 | 0.78 |
| McDonald's 2% | 3,000,000 | € | 01.06.2023 | | 3,402 | 0.42 |
| Mexico (United Mexican States) 1.45% | 1,067,000 | € | 25.10.2033 | | 1,000 | 0.12 |
| Mexico (United Mexican States) 2.375% | 1,912,000 | € | 11.02.2030 | | 2,063 | 0.26 |
| Mexico (United Mexican States) 5.625% | 1,770,000 | £ | 19.03.2114 | | 2,315 | 0.29 |
| Mexico (United Mexican States) 7.75% | 53,300,000 | MXN | 29.05.2031 | | 2,584 | 0.32 |
| Mexico (United Mexican States) 8% | 100,000,000 | MXN | 07.12.2023 | | 5,001 | 0.62 |
| Mexico (United Mexican States) 10% | 87,800,000 | MXN | 05.12.2024 | | 4,578 | 0.57 |
| Mitchells & Butlers Finance FRN | 1,085,983 | US\$ | 15.12.2030 | | 1,013 | 0.13 |
| Mitchells & Butlers Finance FRN | 543,242 | £ | 15.12.2033 | | 624 | 0.08 |
| Morgan Stanley FRN | 1,512,000 | € | 07.02.2031 | | 1,506 | 0.19 |
| National Grid, EMTN 0.25% | 1,767,000 | € | 01.09.2028 | | 1,793 | 0.22 |
| NatWest Group FRN | 2,139,000 | US\$ | 18.05.2029 | | 2,213 | 0.27 |
| Panama (Republic of) 3.75% | 1,200,000 | US\$ | 17.04.2026 | | 1,217 | 0.15 |
| Panama (Republic of) 6.7% | 2,500,000 | US\$ | 26.01.2036 | | 3,085 | 0.38 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Peru (Republic of) 6.15% | 21,500,000 | PEN | 12.08.2032 | | 5,574 | 0.69 |
| Peru (Republic of) 6.9% ^a | 21,500,000 | PEN | 12.08.2037 | | 5,711 | 0.71 |
| Peru (Republic of) 6.95% | 16,618,000 | PEN | 12.08.2031 | | 4,585 | 0.57 |
| Philippines (Republic of) 6.25% | 212,000,000 | PHP | 14.01.2036 | | 4,482 | 0.56 |
| Portugal (Republic of) 1% | 1,005,311 | € | 12.04.2052 | | 860 | 0.11 |
| Prosus 1.288% | 1,912,000 | € | 13.07.2029 | | 1,772 | 0.22 |
| PVH 4.625% | 1,165,000 | US\$ | 10.07.2025 | | 1,194 | 0.15 |
| Romania (Republic of) 1.75% | 1,320,000 | € | 13.07.2030 | | 1,241 | 0.15 |
| Romania (Republic of) 3.625% | 1,598,000 | US\$ | 27.03.2032 | | 1,512 | 0.19 |
| Severn Trent Utilities Finance 2.625% | 504,000 | £ | 22.02.2033 | | 648 | 0.08 |
| Skipton Building Society FRN | 200,000 | £ | 02.10.2026 | | 254 | 0.03 |
| Spain (Kingdom of) 1% | 1,747,000 | € | 30.07.2042 | | 1,670 | 0.21 |
| Takeda Pharmaceutical 1.375% | 1,957,000 | € | 09.07.2032 | | 2,061 | 0.26 |
| Telefonica Emisiones 5.289% | 1,450,000 | £ | 09.12.2022 | | 1,951 | 0.24 |
| Thailand (Kingdom of) 1.25% ^a | 142,130,000 | THB | 12.03.2028 | | 4,715 | 0.58 |
| Thailand (Kingdom of) 1.585% | 172,450,000 | THB | 17.12.2035 | | 4,441 | 0.55 |
| Uruguay (Republic of) 3.875% | 145,493,957 | UYU | 02.07.2040 | | 4,680 | 0.58 |
| Uruguay (Republic of) 4.375% | 21,886,844 | UYU | 15.12.2028 | | 1,465 | 0.18 |
| Uruguay (Republic of) 8.25% | 35,616,438 | UYU | 21.05.2031 | | 837 | 0.10 |
| Uruguay (Republic of) 8.5% | 65,851,000 | UYU | 15.03.2028 | | 1,588 | 0.20 |
| Verizon Communications 0.75% | 1,714,000 | € | 22.03.2032 | | 1,734 | 0.22 |
| Vonovia 0.625% | 900,000 | € | 14.12.2029 | | 892 | 0.11 |
| Vonovia 1.625% | 700,000 | € | 01.09.2051 | | 602 | 0.07 |
| Walt Disney 3.8% | 1,031,000 | US\$ | 13.05.2060 | | 1,022 | 0.13 |
| Wolters Kluwer 0.75% | 1,161,000 | € | 03.07.2030 | | 1,187 | 0.15 |
| | | | | | 55,750 | 6.92 |
| 'BB' credit rated bonds | | | | | | |
| Bellis Acquisition 3.25% | 1,000,000 | £ | 16.02.2026 | | 1,216 | 0.15 |
| Brazil (Federal Republic of) 10% | 49,000,000 | BRL | 01.01.2025 | | 9,922 | 1.23 |
| Brazil (Federal Republic of) 10% | 8,000,000 | BRL | 01.01.2029 | | 1,562 | 0.19 |
| Cellnex Finance 1.25% | 1,200,000 | € | 15.01.2029 | | 1,165 | 0.14 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Charter Communications Operating Via Charter Communications Operating Capital 4.4% | 1,276,000 | US\$ | 01.04.2033 | | 1,275 | 0.16 |
| Colombia (Republic of) 2.25% | 26,770,000 | COP | 18.04.2029 | | 1,970 | 0.24 |
| Colombia (Republic of) 7.75% | 22,583,900,000 | COP | 18.09.2030 | | 5,370 | 0.67 |
| Colombia (Republic of) 9.75% | 11,711,000,000 | COP | 26.07.2028 | | 2,933 | 0.36 |
| Croatia (Republic of) 1.125% | 2,510,000 | € | 04.03.2033 | | 2,479 | 0.31 |
| Dominican (Republic of) 6.5% | 2,000,000 | US\$ | 15.02.2048 | | 1,900 | 0.24 |
| Dominican (Republic of) 6.85% | 1,978,000 | US\$ | 27.01.2045 | | 1,950 | 0.24 |
| Dominican (Republic of) 8.9% | 42,100,000 | DOP | 15.02.2023 | | 780 | 0.10 |
| Ford Motor Credit 4.95% | 1,001,000 | US\$ | 28.05.2027 | | 1,013 | 0.13 |
| Paraguay (Republic of) 4.7% | 616,000 | US\$ | 27.03.2027 | | 643 | 0.08 |
| Paraguay (Republic of) 5.6% | 1,319,000 | US\$ | 13.03.2048 | | 1,352 | 0.17 |
| Paraguay (Republic of) 6.1% | 2,989,000 | US\$ | 11.08.2044 | | 3,306 | 0.41 |
| Serbia (Republic of) 1.65% | 1,363,000 | € | 03.03.2033 | | 1,187 | 0.15 |
| Serbia (Republic of) 1% | 2,000,000 | € | 23.09.2028 | | 1,874 | 0.23 |
| Serbia (Republic of) 2.125% | 1,143,000 | US\$ | 01.12.2030 | | 962 | 0.12 |
| South Africa (Republic of) 5.75% | 2,000,000 | US\$ | 30.09.2049 | | 1,749 | 0.22 |
| South Africa (Republic of) 8.75% | 168,032,111 | ZAR | 28.02.2048 | | 9,771 | 1.21 |
| Yum! Brands 5.375% | 1,362,000 | US\$ | 01.04.2032 | | 1,371 | 0.17 |
| 'B' credit rated bonds | | | | | 20,661 | 2.56 |
| Axalta Coating Systems Dutch Holding 'B' 3.75% | 1,800,000 | € | 15.01.2025 | | 1,968 | 0.24 |
| Bahamas (Commonwealth of) 6% | 2,000,000 | US\$ | 21.11.2028 | | 1,563 | 0.19 |
| Bausch Health 5% | 1,500,000 | US\$ | 30.01.2028 | | 1,242 | 0.15 |
| Deuce FinCo FRN | 846,000 | € | 15.06.2027 | | 934 | 0.12 |
| Egypt (Republic of) 6.375% | 1,500,000 | € | 11.04.2031 | | 1,432 | 0.18 |
| Garfunkelux HoldCo 3 FRN | 1,000,000 | € | 01.05.2026 | | 1,112 | 0.14 |
| LionViaPolaris Lux 4 FRN | 877,000 | € | 01.07.2026 | | 972 | 0.12 |
| Nigeria (Federal Republic of) 8.375% | 905,000 | US\$ | 24.03.2029 | | 917 | 0.11 |
| Paganini Bidco FRN | 866,000 | € | 30.10.2028 | | 953 | 0.12 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Pilgrim's Pride 4.25% | 2,015,000 | US\$ | 15.04.2031 | | 1,864 | 0.23 |
| Pilgrim's Pride 5.875% | 411,000 | US\$ | 30.09.2027 | | 415 | 0.05 |
| Promontoria Holding 264 FRN | 2,000,000 | € | 01.03.2027 | | 2,218 | 0.28 |
| Q-Park Holding I FRN | 1,000,000 | € | 01.03.2026 | | 1,061 | 0.13 |
| Sherwood Financing FRN | 875,000 | € | 15.11.2027 | | 963 | 0.12 |
| Staples 7.5% | 1,400,000 | US\$ | 15.04.2026 | | 1,355 | 0.17 |
| Stonegate Pub Financing FRN | 1,532,000 | € | 31.07.2025 | | 1,692 | 0.21 |
| 'CCC' credit rated bonds | | | | | 3,230 | 0.40 |
| Altice France Holding 6% | 1,500,000 | US\$ | 15.02.2028 | | 1,299 | 0.16 |
| Selecta Group 8% | 949,458 | € | 01.04.2026 | | 1,056 | 0.13 |
| Ukraine (Republic of) 7.75% | 2,000,000 | US\$ | 01.09.2026 | | 875 | 0.11 |
| 'C' credit rated bonds | | | | | 1,030 | 0.13 |
| Argentina (Republic of) 3.9% | 1,834,554 | US\$ | 01.09.2037 | | 792 | 0.10 |
| Argentina (Republic of) 15.5% | 65,000,000 | ARS | 17.10.2026 | | 238 | 0.03 |
| Debt derivatives | | | | | 2,962 | 0.37 |
| Credit default swaps | | | | | 2,581 | 0.32 |
| Markit CDX Emerging Markets Series 36 5 Year Dec 2026 | 20,500,000 | US\$ | | | 1,669 | 0.21 |
| Markit CDX North American High Yield Series 38 5 Year Jun 2027 | 15,000,000 | US\$ | | | 840 | 0.10 |
| Markit CDX North American Investment Grade Series 38 5 Year Jun 2027 | 16,000,000 | US\$ | | | 261 | 0.03 |
| Markit iTraxx Europe Series 37 5 Year Jun 2027 | 14,500,000 | € | | | 226 | 0.03 |
| Markit iTraxx Europe Sub Fin Series 37 5 Year Jun 2027 | 15,000,000 | € | | | (415) | (0.05) |
| Interest rate swaps | | | | | 2,314 | 0.29 |
| Pay 1.3352% Receive Var. Feb 2031 | 3,000,000 | US\$ | | | 257 | 0.03 |
| Pay Var. Receive 3.9% Sep 2031 | 7,500,000 | £ | | | (1,108) | (0.14) |
| Pay Var. Receive 3.974% Sep 2031 | 7,500,000 | £ | | | (1,020) | (0.13) |
| Pay 1.293% Receive Var. Dec 2050 | 14,000,000 | US\$ | | | 3,017 | 0.38 |
| Pay 1.386% Receive Var. Dec 2050 | 6,000,000 | US\$ | | | 1,168 | 0.15 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives (continued) | | | | | | |
| Interest rate futures | | | | | (1,933) | (0.24) |
| US Treasury Notes 10 year Futures | 256 | US\$ | 21.06.2022 | 260 | (1,269) | (0.16) |
| UK Treasury Notes Futures | 146 | £ | 28.06.2022 | 239 | (664) | (0.08) |
| Currency | | | | | (9,186) | (1.14) |
| Forward currency contracts | | | | | (9,186) | (1.14) |
| Bought for € 20,713,366.31, Sold for £ 17,080,759.69 | | | 06.04.2022 | | 565 | 0.07 |
| Bought for KRW 11,400,000,000.00, Sold for US\$ 9,465,451.10 | | | 06.04.2022 | | (63) | (0.01) |
| Bought for NZD 14,150,000.00, Sold for US\$ 9,732,597.82 | | | 06.04.2022 | | 82 | 0.01 |
| Bought for SEK 82,800,000.00, Sold for US\$ 8,739,405.23 | | | 06.04.2022 | | 148 | 0.02 |
| Bought for US\$ 60,827,522.56, Sold for £ 46,155,585.15 | | | 06.04.2022 | | 247 | 0.03 |
| Bought for US\$ 5,487,241.10, Sold for € 5,060,000.00 | | | 06.04.2022 | | (127) | (0.02) |
| Bought for US\$ 9,475,618.56, Sold for AUD 12,800,000.00 | | | 06.04.2022 | | (111) | (0.01) |
| Bought for US\$ 8,178,702.87, Sold for MXN 174,200,000.00 | | | 06.04.2022 | | (577) | (0.07) |
| Bought for NOK 81,000,000.00, Sold for US\$ 9,341,232.09 | | | 07.04.2022 | | (76) | (0.01) |
| Bought for US\$ 8,974,540.23, Sold for NOK 81,000,000.00 | | | 07.04.2022 | | (291) | (0.04) |
| Bought for CNY 130,000,000.00, Sold for US\$ 20,433,825.84 | | | 01.06.2022 | | (30) | 0.00 |
| Bought for US\$ 20,429,009.19, Sold for CNY 130,000,000.00 | | | 01.06.2022 | | 25 | 0.00 |
| Bought for ¥ 1,770,000,000.00, Sold for £ 11,733,759.02 | | | 29.06.2022 | | (816) | (0.10) |
| Bought for ¥ 7,050,000,000.00, Sold for € 56,469,905.23 | | | 29.06.2022 | | (4,794) | (0.59) |
| Bought for ¥ 5,690,000,000.00, Sold for US\$ 49,599,412.83 | | | 29.06.2022 | | (2,726) | (0.34) |
| Bought for € 21,456,388.10, Sold for £ 18,000,000.00 | | | 29.06.2022 | | 269 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for € 35,412,264.47, Sold for ¥ 4,850,000,000.00 | | | 29.06.2022 | | (527) | (0.06) |
| Bought for US\$ 16,091,683.98, Sold for ¥ 2,000,000,000.00 | | | 29.06.2022 | | (384) | (0.05) |
| Portfolio of investments | | | | | 767,040 | 95.15 |
| Cash equivalents | | | | | 6,600 | 0.82 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 6,600,000 | US\$ | | | 6,600 | 0.82 |
| Share class hedging | | | | | (279) | (0.03) |
| Bought for £ 8,198,093.92, Sold for US\$ 10,787,404.49 | | | 04.05.2022 | | (29) | 0.00 |
| Bought for € 58,100,185.55, Sold for US\$ 64,773,761.55 | | | 04.05.2022 | | (250) | (0.03) |
| Bought for CHF 186,823.29, Sold for US\$ 201,846.53 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for SGD 99,421.44, Sold for US\$ 73,425.48 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 152,961.75, Sold for £ 116,456.57 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 79,605.90, Sold for € 71,471.62 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 1,959.54, Sold for CHF 1,813.49 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 773,361 | 95.94 |
| Net other assets/(liabilities) | | | | | 32,757 | 4.06 |
| Net assets | | | | | 806,118 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 773,264 | 95.92 |
| Unrealised gains on forward currency contracts | | | | | 1,336 | 0.16 |
| Unrealised gains on swap contracts | | | | | 7,438 | 0.93 |
| Total Investment assets | | | | | 782,038 | 97.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|-----------------|---------------|
| Investment liabilities | | |
| Unrealised losses on futures contracts | (1,933) | (0.24) |
| Unrealised losses on forward currency contracts | (10,801) | (1.33) |
| Unrealised losses on swap contracts | (2,543) | (0.32) |
| Total Investment liabilities | (15,277) | (1.89) |
| Total portfolio | 766,761 | 95.12 |
| Cash equivalents | 6,600 | 0.82 |
| Net other assets/(liabilities) | 32,757 | 4.06 |
| Net assets | 806,118 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | | |
|---|----------------------|--|---------------------|---|---|
| | Swaps US\$'000 | Forward currency contracts US\$'000 | Futures US\$'000 | Collateral held as cash US\$'000 | Collateral held as security US\$'000 |
| Bank of America Merrill Lynch | 0 | 0 | 499 | 0 | 0 |
| Barclays Bank London | 1,966,274 | 0 | 0 | 30,406 | 0 |
| BNP Paribas | 0 | 241,185 | 0 | 0 | 5,627 |
| Crédit Suisse International | 0 | 158,297 | 0 | 0 | 0 |
| HSBC Bank Plc | 0 | 258,735 | 0 | 0 | 918 |
| JP Morgan Chase | 0 | 109,866 | 0 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 183,370 | 0 | 0 | 50 |
| State Street Bank and Trust Company | 0 | 151,806 | 0 | 0 | 0 |
| UBS AG London | 19,688 | 165,734 | 0 | 0 | 6,416 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Financial highlights

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|--|
| Euro | | | | | |
| Class 'A' Accumulation | -0.5 | +2.1 | +1.0 | +3.9 | 26.10.18 |
| Class 'A' Distribution | -0.5 | +2.1 | +1.0 | +3.2 | 26.10.18 |
| Class 'A-H' Accumulation | -7.0 | -0.1 | -0.4 | +0.7 | 26.10.18 |
| Class 'A-H' Distribution | -6.9 | -0.1 | -0.4 | -0.6 | 26.10.18 |
| Class 'B' Accumulation | -1.0 | +1.6 | +0.5 | +3.4 | 26.10.18 |
| Class 'B' Distribution | -1.0 | +1.6 | +0.5 | +1.6 | 26.10.18 |
| Class 'B-H' Accumulation | -7.4 | -0.6 | -0.9 | +0.2 | 26.10.18 |
| Class 'B-H' Distribution | -7.3 | -0.6 | -0.9 | -0.7 | 26.10.18 |
| Class 'C' Accumulation | +0.1 | +2.7 | +1.6 | +4.5 | 26.10.18 |
| Class 'C' Distribution | +0.1 | +2.7 | +1.6 | +4.2 | 26.10.18 |
| Class 'C-H' Accumulation | -6.3 | +0.6 | +0.2 | +1.4 | 26.10.18 |
| Class 'C-H' Distribution | -6.3 | +0.5 | +0.2 | +0.4 | 26.10.18 |
| Class 'CI' Accumulation | +0.1 | +2.8 | +1.6 | +4.5 | 06.11.18 |
| Class 'CI-H' Accumulation | -6.3 | +0.5 | +0.2 | +1.4 | 06.11.18 |
| Class 'JI-H' Accumulation | -6.2 | n/a | n/a | +0.1 | 18.10.19 |
| Class 'JI-H' Distribution | -6.2 | n/a | n/a | 0.0 | 18.10.19 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | -5.9 | +1.4 | +1.3 | +1.5 | 26.10.18 |
| Class 'A-H' Distribution | -5.9 | +1.4 | +1.3 | +1.5 | 26.10.18 |
| Class 'C-H' Accumulation | -5.3 | +2.0 | +1.9 | +2.1 | 26.10.18 |
| Class 'C-H' Distribution | -5.3 | +2.0 | +1.9 | +2.1 | 26.10.18 |
| Sterling | | | | | |
| Class 'C' Accumulation | -0.7 | n/a | n/a | 0.0 | 05.07.19 |
| Class 'C' Distribution | -0.7 | n/a | n/a | +0.1 | 05.07.19 |
| Class 'C-H' Distribution | -5.6 | +1.4 | n/a | +1.7 | 22.02.19 |
| Class 'CI' Accumulation | -0.7 | n/a | n/a | +0.1 | 05.07.19 |
| Class 'CI' Distribution | -0.7 | n/a | n/a | +0.1 | 05.07.19 |
| Class 'CI-H' Distribution | -5.5 | +1.4 | n/a | +1.7 | 14.03.19 |
| Class 'JI-H' Distribution | -5.4 | n/a | n/a | +0.8 | 18.10.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|--|
| Swiss franc | | | | | |
| Class 'A' Accumulation | -7.7 | -0.8 | +0.2 | +1.3 | 26.10.18 |
| Class 'A-H' Accumulation | -7.1 | -0.6 | -0.8 | -0.1 | 26.10.18 |
| Class 'C' Accumulation | -7.2 | -0.2 | +0.8 | +1.9 | 26.10.18 |
| Class 'C-H' Accumulation | -6.5 | +0.2 | -0.1 | +0.5 | 26.10.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | -5.9 | +1.7 | +1.8 | +3.8 | 26.10.18 |
| Class 'A' Distribution | -5.9 | +1.7 | +1.8 | +7.6 | 26.10.18 |
| Class 'C' Accumulation | -5.3 | +2.3 | +2.4 | +2.9 | 26.10.18 |
| Class 'C' Distribution | -5.3 | +2.3 | +2.4 | +4.5 | 26.10.18 |
| Class 'CI' Accumulation | -5.3 | +2.4 | +2.4 | +2.9 | 06.11.18 |
| Class 'JI' Accumulation | -5.2 | n/a | n/a | +1.5 | 18.10.19 |
| Class 'JI' Distribution | -5.2 | n/a | n/a | +1.5 | 18.10.19 |

^a Fund performance before the launch of the fund on 26 October 2018 is that of the relevant Merged Share Class of the M&G Global Macro Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Macro Bond Fund is a UK authorised fund which launched on 15 October 1999 and its non-Sterling share classes merged into M&G (Lux) Global Macro Bond Fund on 26 October 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'A-H' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'B-H' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ |
|------------------|-------------------------------------|---------------------------------------|-------------------------------------|---------------------------------------|-------------------------------------|
| First interim | 0.0329 | 0.0277 | 0.0252 | 0.0234 | 0.0348 |
| Second interim | 0.0422 | 0.0319 | 0.0323 | 0.0291 | 0.0447 |
| Third interim | 0.0520 | 0.0392 | 0.0398 | 0.0355 | 0.0552 |
| Final | 0.0530 | 0.0385 | 0.0404 | 0.0350 | 0.0563 |

Financial highlights

| to 31 March 2022 | Class 'C-H' Distribution Euro ¢ | Class 'JI-H' Distribution Euro ¢ | Class 'A-H' Distribution SGD ¢ | Class 'C-H' Distribution SGD ¢ | Class 'C' Distribution UK p |
|------------------|---------------------------------------|--|--------------------------------------|--------------------------------------|-----------------------------------|
| First interim | 0.0296 | 0.0288 | 0.0274 | 0.0283 | 0.0252 |
| Second interim | 0.0343 | 0.0331 | 0.0331 | 0.0339 | 0.0325 |
| Third interim | 0.0420 | 0.0406 | 0.0409 | 0.0420 | 0.0393 |
| Final | 0.0415 | 0.0401 | 0.0403 | 0.0413 | 0.0402 |

| to 31 March 2022 | Class 'C-H' Distribution UK p | Class 'CI' Distribution UK p | Class 'CI-H' Distribution UK p | Class 'JI-H' Distribution UK p | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|-------------------------------------|------------------------------------|--------------------------------------|--------------------------------------|-----------------------------------|-----------------------------------|
| First interim | 0.0280 | 0.0252 | 0.0284 | 0.0270 | 0.0393 | 0.0321 |
| Second interim | 0.0343 | 0.0325 | 0.0342 | 0.0334 | 0.0492 | 0.0402 |
| Third interim | 0.0426 | 0.0391 | 0.0423 | 0.0416 | 0.0593 | 0.0485 |
| Final | 0.0420 | 0.0400 | 0.0417 | 0.0410 | 0.0591 | 0.0485 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|---------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 14.8304 | 14.9031 | 14.9210 |
| Class 'A' Distribution | 12.7046 | 12.9265 | 13.1445 |
| Class 'A-H' Accumulation | 10.7620 | 11.5667 | 10.9421 |
| Class 'A-H' Distribution | 9.2382 | 10.0499 | 9.6521 |
| Class 'B' Accumulation | 14.0810 | 14.2211 | 14.3104 |
| Class 'B' Distribution | 9.6946 | 9.9135 | 10.1315 |
| Class 'B-H' Accumulation | 10.2289 | 11.0417 | 10.4966 |
| Class 'B-H' Distribution | 8.3716 | 9.1483 | 8.8304 |
| Class 'C' Accumulation | 15.7742 | 15.7567 | 15.6818 |
| Class 'C' Distribution | 13.5135 | 13.6654 | 13.8129 |
| Class 'C-H' Accumulation | 11.4862 | 12.2585 | 11.5236 |
| Class 'C-H' Distribution | 9.9518 | 10.7578 | 10.2706 |
| Class 'CI' Accumulation | 11.5586 | 11.5413 | 11.4818 |
| Class 'CI-H' Accumulation | 10.5128 | 11.2210 | 10.5452 |
| Class 'JI-H' Accumulation | 10.0131 | 10.6721 | 10.0200 |
| Class 'JI-H' Distribution | 9.6106 | 10.3738 | 9.8892 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 11.0049 | 11.6970 | 10.9546 |
| Class 'A-H' Distribution | 9.5975 | 10.3282 | 9.8201 |
| Class 'C-H' Accumulation | 11.4514 | 12.0960 | 11.2598 |
| Class 'C-H' Distribution | 9.9275 | 10.6194 | 10.0371 |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 10.0133 | 10.0857 | 10.4291 |
| Class 'C' Distribution | 9.6198 | 9.8117 | 10.3027 |
| Class 'C-H' Distribution | 10.0312 | 10.7565 | 10.1922 |
| Class 'CI' Accumulation | 10.0224 | 10.0934 | 10.4325 |
| Class 'CI' Distribution | 9.6289 | 9.8179 | 10.3057 |
| Class 'CI-H' Distribution | 9.9549 | 10.6718 | 10.1078 |
| Class 'JI-H' Distribution | 9.7909 | 10.4843 | 9.9231 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|------------------|-----------------|
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 11.3545 | 12.3076 | 11.7706 |
| Class 'A-H' Accumulation | 9.8780 | 10.6307 | 10.1318 |
| Class 'C' Accumulation | 12.0109 | 12.9417 | 12.3030 |
| Class 'C-H' Accumulation | 10.4574 | 11.1881 | 10.5448 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 16.2824 | 17.3052 | 16.1661 |
| Class 'A' Distribution | 14.1971 | 15.2775 | 14.4956 |
| Class 'C' Accumulation | 13.4374 | 14.1959 | 13.1819 |
| Class 'C' Distribution | 11.6492 | 12.4606 | 11.7493 |
| Class 'CI' Accumulation | 11.2427 | 11.8726 | 11.0199 |
| Class 'JI' Distribution | 9.9674 | 10.6467 | 10.0262 |
| Class 'JI' Accumulation | 10.3817 | 10.9525 | 10.1557 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 806,118 | 1,011,020 | 732,139 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 2,724 |
| Swung net assets | 806,118 | 1,011,020 | 734,863 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.46 |
| Class 'A' Distribution | | 1.46 |
| Class 'A-H' Accumulation | | 1.49 |
| Class 'A-H' Distribution | | 1.48 |
| Class 'B' Accumulation | | 1.96 |
| Class 'B' Distribution | | 1.96 |
| Class 'B-H' Accumulation | | 1.98 |
| Class 'B-H' Distribution | | 1.98 |
| Class 'C' Accumulation | | 0.86 |
| Class 'C' Distribution | | 0.86 |
| Class 'C-H' Accumulation | | 0.88 |
| Class 'C-H' Distribution | | 0.88 |
| Class 'CI' Accumulation | | 0.82 |
| Class 'CI-H' Accumulation | | 0.84 |
| Class 'JI-H' Accumulation | | 0.75 |
| Class 'JI-H' Distribution | | 0.74 |
| Singapore dollar | | % |
| Class 'A-H' Accumulation | | 1.49 |
| Class 'A-H' Distribution | | 1.49 |
| Class 'C-H' Accumulation | | 0.88 |
| Class 'C-H' Distribution | | 0.89 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.87 |
| Class 'C' Distribution | | 0.86 |
| Class 'C-H' Distribution | | 0.88 |
| Class 'CI' Accumulation | | 0.82 |
| Class 'CI' Distribution | | 0.82 |
| Class 'CI-H' Distribution | | 0.84 |
| Class 'JI-H' Distribution | | 0.74 |
| Swiss franc | | % |
| Class 'A' Accumulation | | 1.46 |
| Class 'A-H' Accumulation | | 1.47 |
| Class 'C' Accumulation | | 0.86 |
| Class 'C-H' Accumulation | | 0.88 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| US dollar | | % |
| Class 'A' Accumulation | | 1.46 |
| Class 'A' Distribution | | 1.46 |
| Class 'C' Accumulation | | 0.86 |
| Class 'C' Distribution | | 0.86 |
| Class 'CI' Accumulation | | 0.82 |
| Class 'JI' Accumulation | | 0.72 |
| Class 'JI' Distribution | | 0.72 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to deliver a higher total return (the combination of capital growth and income) than that of the global equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

Investment strategy

Investment approach

The Fund systematically employs a bottom-up stock picking approach, driven by quantitative analysis of individual companies. The Investment Manager uses proprietary data analysis and machine learning techniques to help identify stocks that are expected to outperform the global equity market and as a result, maximise the Fund's outperformance.

From the Fund's investable universe, each stock is assessed based on its likelihood of outperforming the global equity market. The Investment Manager then uses these assessments to determine which stocks to include in the portfolio.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G

(Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Performance comparator

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The M&G (Lux) Global Maxima Fund delivered a positive total return (the combination of capital growth and income) across all its share classes, but lagged its benchmark the MSCI ACWI Net Return Index.

The fund is an active, long-only equity fund, which uses machine-learning models to select stocks. Machine learning is a type of artificial intelligence. Oversight of stock selections is provided by the fund management team.

The term 'artificial intelligence' refers to the broad study of developing algorithms to imitate human cognitive functions (such as pattern recognition). Machine learning is a subset of artificial intelligence that does not rely on a pre-defined set of rules developed by humans in order to make decisions or predictions. Rather, machine learning techniques 'learn' these rules from historic data and apply these learned rules to the real world to assist decision-making.

Over time, the success of our machine-learning models is determined by the percentage of stocks they pick that outperform (hit rate), along with the magnitude of the outperformance (skew). The skew is measured as the difference between the average outperformance of the winning stock bets and the average underperformance of the losing stock bets.

Over the review period, the main period of underperformance was in the second half of 2021, when the fund's hit rate was below 50%. However, performance picked up in the first quarter of 2022, driven by an attractive skew, although the fund's style bias towards smaller-sized companies and companies with higher earnings variability did not help.

While many stockmarkets generated solid gains during the 12 months under review, investor sentiment deteriorated later in the period and volatility in equity markets increased notably.

Initially stockmarkets rallied strongly, buoyed by the widespread rollout of COVID-19 vaccination

programmes which aided the reopening of economies. Share prices also benefited from the view that government support and stimulus measures by central banks would not be withdrawn any time soon.

However, many stockmarkets dipped in September 2021, as a range of fears spooked investors. In the US, UK and Europe, fears over persistently high inflation and withdrawal of central bank support measures also contributed to volatile financial markets.

So far in 2022, stockmarkets have been dominated by global inflationary fears, which were exacerbated by Russia's invasion of Ukraine. Many of the world's central banks responded to higher inflation by increasing interest rates. In particular, the US Federal Reserve, which usually sets the tone for global markets, raised its interest rate in March 2022 for the first time since 2018.

Investment activities

We apply a systematic bottom-up stockpicking approach, driven by quantitative analysis of individual companies. We use a proprietary database and proprietary machine-learning models to help identify stocks that we expect to outperform the global equities market. The fund management team has experience of managing quantitative equity strategies and is supported by a team of data scientists.

The methodology uses vast amounts of data about companies to establish whether there is an identifiable pattern to outperforming stocks. Rather than relying on individuals to discover investment opportunities, the approach relies on machine learning for idea generation.

From the fund's investable universe of global equities, each stock is assessed on its likelihood of outperforming the global equity market. We then use our judgement, along with feedback from our in-house team of research analysts, to determine which stocks to include in the fund. The result is a high-conviction portfolio of between 50 and 100 stocks.

Investment review

As part of the portfolio construction process, differences between the fund's country and industry weightings compared to those of the index are constrained.

There were no material changes to the portfolio from a country or industry exposure perspective over the review period. The portfolio retains a modest positive exposure to both value and growth styles, but is now relatively neutral to the momentum style (versus an above-neutral exposure in 2021). The biggest active style bets come from its exposure to high volatility and smaller size companies.

Outlook

Russia's military action in Ukraine has led to heightened anxiety across financial markets. Rather than second-guess the course of the geopolitical situation, we prefer to focus our attention on our approach to selecting stocks using machine learning.

The era post the global financial crisis has been characterised by a regime of lower interest rates, benign inflation outcomes and the growth factor outperforming value for most of the time.

The monetary and fiscal policy responses by developed economies, especially the US, to the COVID-19 pandemic have caused market participants to question whether we are at the start of a new regime for asset markets. The rise in longer term interest rates, appears to be a reflection of this view.

The machine-learning models we use have been trained using a long-term historical perspective and therefore seek to generalise patterns across different market regimes. Therefore, we expect the models to be robust to a shift in market regime, although such changes can undoubtedly create short-term bouts of volatility in the strategy.

Marc Beckenstrater and Gautam Samarth

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 92,558 | 98.36 |
| United Kingdom | | | | | 2,561 | 2.72 |
| Centrica | 780,710 | £ | | | 836 | 0.89 |
| Global Ship Lease 'A' | 32,195 | US\$ | | | 941 | 1.00 |
| Tronox Holdings 'A' | 39,107 | US\$ | | | 784 | 0.83 |
| Denmark | | | | | | |
| AP Moller - Maersk 'B' | 294 | DKK | | | 894 | 0.95 |
| Germany | | | | | | |
| HeidelbergCement | 12,803 | € | | | 754 | 0.80 |
| Ireland | | | | | 8,291 | 8.81 |
| M&G Global Property Fund USD Class 'G' | 1,771,000 | US\$ | | | 1,904 | 2.02 |
| SPDR Dow Jones Global Real Estate UCITS ETF | 16,874 | US\$ | | | 707 | 0.75 |
| Vanguard FTSE All-World UCITS ETF (USD) Accumulating | 50,156 | US\$ | | | 5,680 | 6.04 |
| Italy | | | | | | |
| Banco BPM | 282,479 | € | | | 856 | 0.91 |
| Russia | | | | | | |
| Moscow Exchange MICEX-RTS PJSC ^a | 447,723 | RUB | | | 0 | 0.00 |
| Spain | | | | | 1,461 | 1.55 |
| Acerinox | 71,335 | € | | | 797 | 0.85 |
| Banco de Sabadell | 786,578 | € | | | 664 | 0.70 |
| United States | | | | | 46,531 | 49.45 |
| AdvanSix | 15,477 | US\$ | | | 794 | 0.84 |
| Alphabet 'A' | 581 | US\$ | | | 1,651 | 1.75 |
| Amazon.com | 471 | US\$ | | | 1,568 | 1.67 |
| Apollo Global Management | 12,682 | US\$ | | | 801 | 0.85 |
| Apple | 11,030 | US\$ | | | 1,965 | 2.09 |
| AutoNation | 7,517 | US\$ | | | 812 | 0.86 |
| Boise Cascade | 10,097 | US\$ | | | 727 | 0.77 |
| Brinker International | 21,605 | US\$ | | | 806 | 0.86 |
| Catalent | 6,993 | US\$ | | | 775 | 0.82 |
| Catalyst Pharmaceuticals | 114,254 | US\$ | | | 953 | 1.01 |
| Charles River Laboratories International | 2,944 | US\$ | | | 854 | 0.91 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|----------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Crowdstrike Holdings 'A' | 3,289 | US\$ | | | 740 | 0.79 |
| Datadog 'A' | 4,568 | US\$ | | | 693 | 0.74 |
| Eagle Materials | 5,918 | US\$ | | | 774 | 0.82 |
| Elastic | 9,656 | US\$ | | | 875 | 0.93 |
| Exelixis | 49,781 | US\$ | | | 1,133 | 1.20 |
| Facebook 'A' | 3,712 | US\$ | | | 846 | 0.90 |
| First American Financial | 11,960 | US\$ | | | 802 | 0.85 |
| First Republic Bank | 4,795 | US\$ | | | 797 | 0.85 |
| Gogo | 58,371 | US\$ | | | 1,127 | 1.20 |
| GXO Logistics | 11,579 | US\$ | | | 865 | 0.92 |
| HubSpot | 1,820 | US\$ | | | 920 | 0.98 |
| Inspire Medical Systems | 3,704 | US\$ | | | 960 | 1.02 |
| Integral Ad Science Holding | 56,871 | US\$ | | | 805 | 0.85 |
| Intuit | 1,667 | US\$ | | | 788 | 0.84 |
| IQVIA Holdings | 3,651 | US\$ | | | 845 | 0.90 |
| Kforce | 11,055 | US\$ | | | 827 | 0.88 |
| Knowles | 39,202 | US\$ | | | 881 | 0.94 |
| Microsoft | 5,216 | US\$ | | | 1,644 | 1.75 |
| MongoDB | 1,762 | US\$ | | | 759 | 0.81 |
| Monolithic Power Systems | 1,669 | US\$ | | | 817 | 0.87 |
| NOW | 90,601 | US\$ | | | 997 | 1.06 |
| NVIDIA | 6,407 | US\$ | | | 1,785 | 1.90 |
| Pfizer | 16,936 | US\$ | | | 888 | 0.94 |
| Photronics | 47,437 | US\$ | | | 836 | 0.89 |
| Prestige Consumer Healthcare | 14,449 | US\$ | | | 772 | 0.82 |
| Pure Storage 'A' | 30,516 | US\$ | | | 1,099 | 1.17 |
| Sanmina | 21,068 | US\$ | | | 855 | 0.91 |
| Select Medical Holdings | 27,319 | US\$ | | | 653 | 0.69 |
| Shockwave Medical | 4,545 | US\$ | | | 888 | 0.94 |
| Snowflake 'A' | 3,966 | US\$ | | | 921 | 0.98 |
| Syneos Health | 10,424 | US\$ | | | 852 | 0.90 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|----------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Tandem Diabetes Care | 6,356 | US\$ | | | 742 | 0.79 |
| Targa Resources | 15,958 | US\$ | | | 1,220 | 1.30 |
| Toll Brothers | 12,252 | US\$ | | | 606 | 0.64 |
| Vishay Intertechnology | 42,954 | US\$ | | | 859 | 0.91 |
| Walker & Dunlop | 5,768 | US\$ | | | 753 | 0.80 |
| Workiva | 6,213 | US\$ | | | 721 | 0.77 |
| Zoetis | 4,168 | US\$ | | | 798 | 0.85 |
| Zscaler | 2,840 | US\$ | | | 682 | 0.72 |
| Canada | | | | | 1,836 | 1.95 |
| Aritzia | 22,424 | CA\$ | | | 909 | 0.97 |
| Cogeco Communications | 11,104 | CA\$ | | | 927 | 0.98 |
| Brazil | | | | | 3,572 | 3.80 |
| CPFL Energia | 191,304 | BRL | | | 1,306 | 1.39 |
| Raizen Pref. | 680,607 | BRL | | | 1,045 | 1.11 |
| Sao Martinho | 134,178 | BRL | | | 1,221 | 1.30 |
| Japan | | | | | 6,364 | 6.76 |
| CKD | 46,500 | ¥ | | | 722 | 0.77 |
| DMG Mori | 60,500 | ¥ | | | 833 | 0.88 |
| Fujikura | 169,500 | ¥ | | | 872 | 0.93 |
| Kaneka | 25,100 | ¥ | | | 731 | 0.78 |
| Kintetsu World Express | 31,500 | ¥ | | | 811 | 0.86 |
| Marubeni | 70,300 | ¥ | | | 823 | 0.87 |
| Sumitomo Bakelite | 18,800 | ¥ | | | 771 | 0.82 |
| Takeuchi Manufacturing | 36,800 | ¥ | | | 801 | 0.85 |
| Australia | | | | | 3,992 | 4.24 |
| AGL Energy | 162,556 | AU\$ | | | 939 | 1.00 |
| Healius | 224,808 | AU\$ | | | 740 | 0.79 |
| Medibank Pvt | 367,845 | AU\$ | | | 850 | 0.90 |
| Pendal Group | 181,745 | AU\$ | | | 632 | 0.67 |
| South32 | 220,707 | AU\$ | | | 831 | 0.88 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| China | | | | | 4,848 | 5.15 |
| China Medical System Holdings | 526,000 | HK\$ | | | 829 | 0.88 |
| China Yongda Automobiles Services Holdings | 702,500 | HK\$ | | | 763 | 0.81 |
| Guangdong South New Media 'A' | 123,700 | CNY | | | 786 | 0.84 |
| Huizhou Desay Sv Automotive 'A' | 45,300 | CNY | | | 902 | 0.96 |
| Proya Cosmetics 'A' | 28,300 | CNY | | | 841 | 0.89 |
| Xilinmen Furniture 'A' | 159,300 | CNY | | | 727 | 0.77 |
| Hong Kong | | | | | | |
| JS Global Lifestyle | 686,500 | HK\$ | | | 803 | 0.85 |
| Taiwan | | | | | 4,071 | 4.33 |
| Fittech | 116,000 | TW\$ | | | 789 | 0.84 |
| Lotes | 36,000 | TW\$ | | | 886 | 0.94 |
| Nanya Technology | 298,000 | TW\$ | | | 719 | 0.77 |
| Silicon Motion Technology ADR | 12,679 | US\$ | | | 877 | 0.93 |
| Unimicron Technology | 92,000 | TW\$ | | | 800 | 0.85 |
| Thailand | | | | | 2,352 | 2.50 |
| Bangkok Chain Hospital | 1,278,000 | THB | | | 794 | 0.84 |
| Chularat Hospital 'F' | 7,379,900 | THB | | | 854 | 0.91 |
| Mega Lifesciences | 515,700 | THB | | | 704 | 0.75 |
| Israel | | | | | 1,715 | 1.82 |
| Perion Network | 36,721 | US\$ | | | 849 | 0.90 |
| ZIM Integrated Shipping Services | 11,796 | US\$ | | | 866 | 0.92 |
| Cayman Islands | | | | | | |
| Parade Technologies | 12,000 | TW\$ | | | 757 | 0.81 |
| Uruguay | | | | | | |
| Arcos Dorados Holdings 'A' | 107,942 | US\$ | | | 900 | 0.96 |

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---------------------------------------|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Equity derivatives | | | | | | |
| Equity index futures | | | | | 52 | 0.06 |
| S&P MINI 500 Futures | 3 | US\$ | 17.06.2022 | 680 | 52 | 0.06 |
| Portfolio of investments | | | | | 92,558 | 98.36 |
| Total portfolio | | | | | 92,610 | 98.36 |
| Net other assets/(liabilities) | | | | | 1,490 | 1.64 |
| Net assets | | | | | 94,100 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 92,558 | 98.36 |
| Unrealised gains on futures contracts | | | | | 52 | 0.06 |
| Total Investment assets | | | | | 92,610 | 98.42 |
| Total portfolio | | | | | 92,610 | 98.42 |
| Net other assets/(liabilities) | | | | | 1,490 | 1.58 |
| Net assets | | | | | 94,100 | 100.00 |

^a Fair valued.

All securities are on an official stock exchange listing except where referenced.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures |
|-------------------------------|----------------------|
| | Futures US\$'000 |
| Bank of America Merrill Lynch | 680 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +11.4 | n/a | n/a | +17.0 | 11.12.19 |
| Class 'A' Distribution | +11.4 | n/a | n/a | +17.0 | 11.12.19 |
| Class 'C' Accumulation | +12.5 | n/a | n/a | +18.2 | 11.12.19 |
| Class 'C' Distribution | +12.6 | n/a | n/a | +18.2 | 11.12.19 |
| Class 'CI' Accumulation | +12.6 | n/a | n/a | +18.2 | 11.12.19 |
| Class 'CI' Distribution | +12.6 | n/a | n/a | +18.2 | 11.12.19 |
| Class 'E' Accumulation | +12.6 | n/a | n/a | +18.3 | 11.12.19 |
| Class 'EI' Accumulation | +12.7 | n/a | n/a | +18.3 | 11.12.19 |
| Class 'ZI' Accumulation | +13.4 | n/a | n/a | +19.1 | 11.12.19 |
| Singapore dollar | | | | | |
| Class 'A' Accumulation | +6.1 | n/a | n/a | +16.8 | 11.12.19 |
| Class 'A' Distribution | +6.1 | n/a | n/a | +16.9 | 11.12.19 |
| Class 'C' Accumulation | +7.1 | n/a | n/a | +18.0 | 11.12.19 |
| Class 'C' Distribution | +7.1 | n/a | n/a | +18.0 | 11.12.19 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | +3.3 | n/a | n/a | +13.9 | 11.12.19 |
| Class 'A' Distribution | +3.3 | n/a | n/a | +13.9 | 11.12.19 |
| Class 'C' Accumulation | +4.3 | n/a | n/a | +15.0 | 11.12.19 |
| Class 'C' Distribution | +4.3 | n/a | n/a | +15.0 | 11.12.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| US dollar | | | | | |
| Class 'A' Accumulation | +5.3 | n/a | n/a | +17.0 | 11.12.19 |
| Class 'A' Distribution | +5.3 | n/a | n/a | +17.0 | 11.12.19 |
| Class 'C' Accumulation | +6.4 | n/a | n/a | +18.2 | 11.12.19 |
| Class 'C' Distribution | +6.4 | n/a | n/a | +18.2 | 11.12.19 |
| Class 'CI' Accumulation | +6.4 | n/a | n/a | +18.3 | 11.12.19 |
| Class 'CI' Distribution | +6.4 | n/a | n/a | +18.3 | 11.12.19 |
| Class 'E' Accumulation | +6.5 | n/a | n/a | +18.3 | 11.12.19 |
| Class 'EI' Accumulation | +6.5 | n/a | n/a | +18.4 | 11.12.19 |
| Class 'ZI' Accumulation | +7.2 | n/a | n/a | +19.2 | 11.12.19 |

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'A' Distribution SGD ¢ | Class 'C' Distribution SGD ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|------------------------------------|------------------------------------|
| Final | 0.2795 | 0.2847 | 0.2850 | 0.2788 | 0.2840 |

| to 31 March 2022 | Class 'A' Distribution Swiss ¢ | Class 'C' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | Class 'CI' Distribution US ¢ |
|------------------|--------------------------------------|--------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|
| Final | 0.2627 | 0.2677 | 0.2798 | 0.2852 | 0.2853 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|-------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 14.3463 | 12.8795 | 8.2760 |
| Class 'A' Distribution | 14.1733 | 12.8315 | 8.2760 |
| Class 'C' Accumulation | 14.6859 | 13.0494 | 8.3012 |
| Class 'C' Distribution | 14.5056 | 13.0007 | 8.3012 |
| Class 'CI' Accumulation | 14.6996 | 13.0583 | 8.3029 |
| Class 'CI' Distribution | 14.5207 | 13.0084 | 8.3029 |
| Class 'E' Accumulation | 14.7188 | 13.0673 | 8.3039 |
| Class 'EI' Accumulation | 14.7343 | 13.0754 | 8.3054 |
| Class 'ZI' Accumulation | 14.9564 | 13.1865 | 8.3219 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A' Accumulation | 14.3117 | 13.4921 | 8.5734 |
| Class 'A' Distribution | 14.1358 | 13.4405 | 8.5734 |
| Class 'C' Accumulation | 14.6453 | 13.6691 | 8.5995 |
| Class 'C' Distribution | 14.4658 | 13.6167 | 8.5995 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 13.4895 | 13.0609 | 8.0151 |
| Class 'A' Distribution | 13.3240 | 13.0110 | 8.0151 |
| Class 'C' Accumulation | 13.8037 | 13.2326 | 8.0396 |
| Class 'C' Distribution | 13.6353 | 13.1819 | 8.0396 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 14.3679 | 13.6418 | 8.1770 |
| Class 'A' Distribution | 14.1926 | 13.5899 | 8.1770 |
| Class 'C' Accumulation | 14.7046 | 13.8210 | 8.2019 |
| Class 'C' Distribution | 14.5250 | 13.7682 | 8.2019 |
| Class 'CI' Accumulation | 14.7187 | 13.8281 | 8.2031 |
| Class 'CI' Distribution | 14.5385 | 13.7753 | 8.2031 |
| Class 'E' Accumulation | 14.7388 | 13.8390 | 8.2044 |
| Class 'EI' Accumulation | 14.7526 | 13.8463 | 8.2057 |
| Class 'ZI' Accumulation | 14.9753 | 13.9644 | 8.2220 |

Financial highlights

| NAV at fund level | 31.03.22 US\$'000 | 31.03.21 US\$'000 | 31.03.20 US\$'000 |
|--|----------------------|----------------------|----------------------|
| Net assets | 94,100 | 72,211 | 42,189 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 81 |
| Swung net assets | 94,100 | 72,211 | 42,270 |

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Euro | % |
| Class 'A' Accumulation | 2.01 |
| Class 'A' Distribution | 2.00 |
| Class 'C' Accumulation | 0.99 |
| Class 'C' Distribution | 0.99 |
| Class 'CI' Accumulation | 0.97 |
| Class 'CI' Distribution | 0.95 |
| Class 'E' Accumulation | 0.89 |
| Class 'EI' Accumulation | 0.85 |
| Class 'ZI' Accumulation | 0.20 |
| Singapore dollar | % |
| Class 'A' Accumulation | 1.99 |
| Class 'A' Distribution | 1.99 |
| Class 'C' Accumulation | 0.99 |
| Class 'C' Distribution | 0.99 |
| Swiss franc | % |
| Class 'A' Accumulation | 1.99 |
| Class 'A' Distribution | 1.99 |
| Class 'C' Accumulation | 0.99 |
| Class 'C' Distribution | 0.99 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| US dollar | | % |
| Class 'A' Accumulation | | 2.00 |
| Class 'A' Distribution | | 2.00 |
| Class 'C' Accumulation | | 0.99 |
| Class 'C' Distribution | | 0.99 |
| Class 'CI' Accumulation | | 0.95 |
| Class 'CI' Distribution | | 0.95 |
| Class 'E' Accumulation | | 0.89 |
| Class 'EI' Accumulation | | 0.85 |
| Class 'ZI' Accumulation | | 0.20 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 29 July 2021

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global equity market over any five-year period while applying ESG Criteria and Sustainability Criteria.

Investment objective from 30 July 2021

The Fund has two aims:

- Financial objective: to provide a higher total return (capital growth plus income) than that of the global equity market over any five-year period; and
- Sustainable objective: to invest in companies that contribute towards the Paris Agreement climate change goal.

Investment policy up to 29 July 2021

The Fund invests at least 80% of its Net Asset Value in the equity securities of sustainable companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund usually holds fewer than 40 stocks.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be

misaligned with the Fund's sector-based and/or values-based criteria.

- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria document as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment policy from 30 July 2021

The Fund invests at least 80% of its Net Asset Value in the equity securities of sustainable companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund has a concentrated portfolio of usually fewer than 40 companies.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

Investment objective and policy

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.

The Fund may use derivatives for efficient portfolio management and hedging.

Investment strategy up to 29 July 2021

Investment approach

The Fund is a focused core global equity fund, making long-term investments in quality companies with sustainable business models competitively positioned to protect their profitability. Importantly, the Investment Manager invests in businesses where short-term issues have provided a clear valuation opportunity.

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.

The Investment Manager believes that this approach offers a powerful combination, providing the long-term compounded value of quality businesses, as well as the potential boost to a company's share price when a short-term issue has been resolved.

Sustainability considerations encompassing ESG Factors are fully integrated into the investment process through ongoing engagement with investee companies.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

- The exclusions listed in the Investment Policy are screened out.
- The Investment Manager then assesses the sustainability credentials of the remaining companies. The Investment Manager analyses these companies using external and internal research, combining qualitative and quantitative methods to build a watchlist of companies assessed to have sustainable business models. This includes an assessment of ESG Factors at every stage of the company's fundamental analysis. More information about the abovementioned assessment process can be found in the ESG Criteria and Sustainability Criteria document.
- The Investment Manager then performs further fundamental analysis, including ESG risks that may impair a business, to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective. The Investment Manager selects the most suitable assets to build a concentrated and high-conviction portfolio.

Investment objective and policy

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable and promotes ESG characteristics. Within this category, the Best-in-Class approach is applied.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment strategy from 30 July 2021

Investment approach

The Fund is a focused core global equity fund, making long-term investments in sustainable companies which contribute to the long-term global warming objectives of the Paris Agreement, by either having a Low and/or a Reducing Carbon Intensity. Low Carbon Intensity means a carbon intensity lower than 50% of the weighted carbon intensity of the Fund's benchmark, the MSCI World Net Return Index. Reducing Carbon Intensity companies mean companies that have science based targets aligned with the Paris Agreement, or have committed to have them in place within a defined time period.

In addition, these companies need to demonstrate sustainable business models competitively positioned

to protect their profitability as well as an ongoing commitment to decarbonisation.

Importantly, the Investment Manager invests in businesses where short-term issues have provided a clear valuation opportunity.

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.

The Investment Manager believes that this approach offers a powerful combination, providing the long-term compounded value of quality businesses, as well as the potential boost to a company's share price when a short-term issue has been resolved.

Sustainability considerations, encompassing ESG Factors are fully integrated into the investment process through ongoing engagement with investee companies. The Investment Manager considers active engagement with sustainable companies to be key to sustain positive change. In particular, climate considerations, including investing in Low and/or Reducing Carbon Intensity companies and non-mandatory factors such as whether companies are providing direct solutions to the climate challenge via their products and services, play an important role in determining the investment universe, stock selection, and portfolio construction, alongside other sustainability considerations. The Fund will typically have a weighted average carbon intensity of less than half that of the MSCI World Net Return Index. The Fund's calculation methodology does not include those securities that do not have carbon intensity data, nor cash, near cash, some derivatives and some collective investment schemes.

Investment objective and policy

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

- The exclusions listed in the Investment Policy are screened out.
- The Investment Manager then assesses the sustainability credentials of the remaining companies. The Investment Manager analyses these companies using external and internal research, combining qualitative and quantitative methods with an assessment of ESG Factors to build a watchlist of Low and/or Reducing Carbon Intensity companies assessed to have sustainable business models. More information about the above-mentioned assessment process can be found in the ESG Criteria and Sustainability Criteria document.
- The Investment Manager then performs further fundamental analysis, including ESG risks that may impair a business, to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective.

The Investment Manager selects the most suitable assets to build a concentrated and high-conviction portfolio.

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable. Within this category, the Best-in-Class approach is applied.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.

- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 9 fund under SFDR.

Taxonomy Regulation

In line with its sustainable investment objective, the Fund invests in underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately

Investment objective and policy

disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Sustainable objective

The fund had an objective to invest in companies that contribute towards the Paris Agreement climate change goal. The fund met this objective by investing in companies with either a low and/or a reducing carbon intensity. Low carbon intensity means a carbon intensity lower than 50% of the weighted carbon intensity of the fund's benchmark, the MSCI World Net Return Index. Reducing carbon intensity companies mean companies that have science based targets aligned with the Paris Agreement, or have committed to have them in place within a defined time period.

From the 30 July 2021 (the date the fund enhanced its ESG profile) until the end of the review period, the portfolio typically had a weighted average carbon intensity of less than half that of the fund benchmark, the MSCI World Net Return Index. As at 31 March 2022, 27.3% of companies in the portfolio ratified SBTi targets, with a further 30.3% committing to set SBTi targets.

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and other investments that failed the Investment Manager's good governance tests.

During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

During the 12-month review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information up to 29 July 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Global Select Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

ESG Information from 30 July 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Global Sustain Paris Aligned Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- An Annual ESG and Sustainability Report providing an assessment of the Fund's sustainable objective will also be published when available.
- Any other periodic reporting against the Fund's sustainable objective.

Benchmark up to 29 July 2021

MSCI World Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's

Investment objective and policy

performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency.

Benchmark from 30 July 2021

MSCI World Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's financial objective.

The benchmark is also used to define a Low Carbon Intensity company. The Investment Manager considers the Fund's weighted average carbon intensity against the benchmark when constructing the portfolio, but the benchmark does not otherwise constrain the Fund's portfolio construction.

The Fund is actively managed and within given constraints, the Investment Manager has freedom in choosing which investments to buy, hold and sell in the Fund. The Fund's holdings may deviate significantly from the benchmark's constituents, and as a result the Fund's performance may deviate materially from the benchmark.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Global stockmarkets rose in the 12 months under review, as investors juggled the COVID-19 pandemic, rising inflation, the prospect of central banks increasing interest rates, and the war in Ukraine.

The fund itself rose in the period, but underperformed its benchmark, the MSCI World Net Return Index. The fund's lack of exposure to the top-performing energy sector was negative for performance, as was stockpicking in the consumer discretionary and consumer staples sectors.

Looking at individual companies, the biggest detractor was WH Smith. With many stores in train stations and airports, the UK retailer took a hit from COVID-19 lockdown measures and international travel restrictions. There were also negative returns from Chinese technology conglomerate Tencent, and global consumer goods company Unilever.

On the positive side, the fund's relative performance benefited from having a lower exposure to the consumer discretionary sector than the benchmark. Stockpicking in the healthcare and communication services sectors was also positive.

The biggest individual contributor was Danish pharmaceuticals firm Novo Nordisk, which saw its share price more than double in the reporting period. The company released a series of strong earnings reports which were well-received by investors. Other positive holdings included healthcare services provider UnitedHealth, and Google parent company Alphabet.

Engagement activity

We engaged with a number of companies on their climate plans. For example, we asked industrial gases producer Linde to publicly disclose an ambition to achieve net zero emissions by 2050 (or sooner) and set clear emission reduction targets aligned to a 1.5°C global warming trajectory. We also encouraged American Express, WH Smith and Danish facilities management company ISS to certify their emission reduction targets with the Science Based Targets

initiative (SBTi), which defines and promotes best practices in emissions reductions and net-zero targets in line with climate science and provides target-setting methods and guidance to companies.

In the period we also joined other investors by signing the Unilever ShareAction letter, which encouraged the company to set more aggressive targets for healthy foods. Elsewhere, we engaged with UniFirst to encourage a refreshment of board members.

Investment activities

In July 2021 the fund was renamed the M&G (Lux) Global Sustain Paris Aligned Fund, and began operating with a new non-financial objective: to invest in companies that contribute towards the Paris Agreement climate change goals. In light of the fund's new objective, we sold the small position in US oil rig equipment maker National Oilwell Varco.

In December 2021, we sold our position in Georgian financial institution Georgia Capital on concerns over liquidity (the ease with which shares can be bought or sold for a fair price). Following this, as a Tencent shareholder, the fund received a small number of shares of Chinese e-commerce giant JD.com in January 2022. Tencent distributed some of its stake in the company to shareholders as a dividend.

Two further companies were added to the fund in March 2022. These were Weir Group, a leading provider of mining equipment with a focus on efficiency and sustainability, and investment data and research firm Morningstar.

Outlook

High and rising inflation was reported regularly throughout the period, while economic growth continued to face disruptions from the COVID-19 pandemic. This could give rise to the prospect of 'stagflation' – where economic growth stalls but inflation continues to rise. However, we believe the fund would be resilient in such an environment. When choosing companies, we look for those that we would be happy to hold over many economic cycles, and that should be protected during economic downturns. We

Investment review

also believe it is important for investee companies to have pricing power (the ability to raise prices in line with inflation, without affecting demand for their products).

Looking at the current portfolio, we remain confident in the quality of the companies we invest in, and we continue to be optimistic about their ability to generate long-term value, while also contributing towards the goals of the Paris Agreement on climate change.

John William Olsen

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 177,232 | 96.62 |
| Chemicals | | | | | | |
| Linde | 18,140 | € | | | 5,884 | 3.21 |
| Containers & packaging | | | | | | |
| Ball | 60,430 | US\$ | | | 5,528 | 3.01 |
| Building products | | | | | | |
| Johnson Controls International | 92,561 | US\$ | | | 6,209 | 3.38 |
| Electrical equipment | | | | | | |
| Schneider Electric | 51,007 | € | | | 8,613 | 4.69 |
| Machinery | | | | | 6,166 | 3.36 |
| Graco | 49,413 | US\$ | | | 3,508 | 1.91 |
| Weir Group | 120,890 | £ | | | 2,658 | 1.45 |
| Commercial services & supplies | | | | | 4,579 | 2.50 |
| ISS | 137,764 | DKK | | | 2,457 | 1.34 |
| UniFirst | 11,635 | US\$ | | | 2,122 | 1.16 |
| Marine | | | | | | |
| Kuehne + Nagel International | 18,737 | CHF | | | 5,399 | 2.94 |
| Internet & direct marketing retail | | | | | | |
| JD.com 'A' | 3,521 | HK\$ | | | 104 | 0.06 |
| Specialty retail | | | | | | |
| WH Smith | 399,829 | £ | | | 7,642 | 4.17 |
| Food products | | | | | | |
| Nestle | 38,719 | CHF | | | 5,073 | 2.76 |
| Household products | | | | | | |
| Reckitt Benckiser Group | 37,235 | £ | | | 2,877 | 1.57 |
| Personal products | | | | | | |
| Unilever | 133,384 | £ | | | 6,156 | 3.36 |
| Health care equipment & supplies | | | | | | |
| Becton Dickinson | 24,944 | US\$ | | | 6,726 | 3.67 |
| Health care providers & services | | | | | | |
| UnitedHealth Group | 23,592 | US\$ | | | 12,297 | 6.70 |
| Pharmaceuticals | | | | | 11,905 | 6.49 |
| ALK-Abello | 139,840 | DKK | | | 3,172 | 1.73 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Pharmaceuticals (continued) | | | | | | |
| Novo Nordisk 'B' | 76,583 | DKK | | | 8,733 | 4.76 |
| Banks | | | | | 4,820 | 2.63 |
| ING Groep | 225,926 | € | | | 2,433 | 1.33 |
| M&T Bank | 13,839 | US\$ | | | 2,387 | 1.30 |
| Thriffs & mortgage finance | | | | | | |
| Housing Development Finance | 102,927 | INR | | | 3,240 | 1.77 |
| Consumer finance | | | | | 11,784 | 6.42 |
| American Express | 32,314 | US\$ | | | 6,130 | 3.34 |
| Discover Financial Services | 49,880 | US\$ | | | 5,654 | 3.08 |
| Capital markets | | | | | 6,843 | 3.73 |
| Bank of New York Mellon | 61,259 | US\$ | | | 3,180 | 1.73 |
| Morningstar | 13,119 | US\$ | | | 3,663 | 2.00 |
| Insurance | | | | | | |
| Tokio Marine Holdings | 90,500 | ¥ | | | 5,296 | 2.89 |
| IT services | | | | | | |
| Visa 'A' | 29,289 | US\$ | | | 6,545 | 3.57 |
| Software | | | | | 25,772 | 14.05 |
| Ansys | 13,000 | US\$ | | | 4,163 | 2.27 |
| Manhattan Associates | 55,634 | US\$ | | | 7,901 | 4.31 |
| Microsoft | 43,498 | US\$ | | | 13,708 | 7.47 |
| Entertainment | | | | | | |
| Electronic Arts | 26,207 | US\$ | | | 3,346 | 1.82 |
| Interactive Media & Services | | | | | 14,428 | 7.87 |
| Alphabet 'A' | 3,836 | US\$ | | | 10,900 | 5.94 |
| Tencent Holdings | 74,500 | HK\$ | | | 3,528 | 1.93 |
| Portfolio of investments | | | | | 177,232 | 96.62 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 4,693 | 2.56 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 4,693,000 | US\$ | | | 4,693 | 2.56 |
| Total portfolio | | | | | 181,925 | 99.18 |
| Net other assets/(liabilities) | | | | | 1,498 | 0.82 |
| Net assets | | | | | 183,423 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 177,232 | 96.62 |
| Total Investment assets | | | | | 177,232 | 96.62 |
| Total portfolio | | | | | 177,232 | 96.62 |
| Cash equivalents | | | | | 4,693 | 2.56 |
| Net other assets/(liabilities) | | | | | 1,498 | 0.82 |
| Net assets | | | | | 183,423 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +15.6 | +14.5 | +10.7 | +7.4 | 28.11.01 | 09.11.18 |
| Class 'A' Distribution | +15.6 | +14.5 | +10.7 | +11.8 | 08.08.14 | 09.11.18 |
| Class 'B' Accumulation | +15.0 | +14.0 | +10.2 | +11.3 | 21.03.16 | 09.11.18 |
| Class 'C' Accumulation | +16.8 | +15.7 | +11.8 | +8.4 | 28.11.01 | 09.11.18 |
| Class 'C' Distribution | +16.8 | +15.7 | +11.8 | +12.9 | 08.08.14 | 09.11.18 |
| Class 'CI' Accumulation | +16.8 | +15.7 | +12.2 | +9.1 | 28.11.01 | 19.11.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A' Accumulation | +9.3 | +14.1 | +11.6 | +10.0 | 19.12.08 | 09.11.18 |
| Class 'A' Distribution | +9.3 | +14.1 | +11.5 | +9.1 | 08.08.14 | 09.11.18 |
| Class 'C' Accumulation | +10.4 | +15.2 | +12.7 | +11.1 | 19.12.08 | 09.11.18 |
| Class 'C' Distribution | +10.4 | +15.2 | +12.7 | +10.2 | 08.08.14 | 09.11.18 |
| Class 'CI' Accumulation | +10.5 | +15.3 | +13.1 | +11.9 | 19.12.08 | 19.11.18 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G Global Sustain Paris Aligned Fund, which includes UK taxes but excludes entry and exit charges. The M&G Global Sustain Paris Aligned Fund is a UK authorised fund which launched on 19 December 1967 and its non-Sterling share classes merged into M&G (Lux) Global Sustain Paris Aligned Fund on 9 November 2018.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|-----------------------------------|-----------------------------------|
| Final | 0.3851 | 0.4463 | 0.3175 | 0.3506 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 9 November 2018 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 42.9543 | 37.1502 | 26.8788 |
| Class 'A' Distribution | 39.9562 | 34.8655 | 25.6357 |
| Class 'B' Accumulation | 19.1377 | 16.6347 | 12.0963 |
| Class 'C' Accumulation | 51.5498 | 44.1445 | 31.6215 |
| Class 'C' Distribution | 46.6096 | 40.2625 | 29.3076 |
| Class 'CI' Accumulation | 16.2416 | 13.9017 | 9.9542 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 35.5037 | 32.4780 | 21.9223 |
| Class 'A' Distribution | 32.9416 | 30.4018 | 20.8559 |
| Class 'C' Accumulation | 40.4356 | 36.6203 | 24.4743 |
| Class 'C' Distribution | 36.6517 | 33.4859 | 22.7385 |
| Class 'CI' Accumulation | 15.7717 | 14.2777 | 9.5383 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 183,423 | 124,015 | 80,816 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (78) |
| Swung net assets | 183,423 | 124,015 | 80,738 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.96 |
| Class 'A' Distribution | | | 1.96 |
| Class 'B' Accumulation | | | 2.46 |
| Class 'C' Accumulation | | | 0.96 |
| Class 'C' Distribution | | | 0.96 |
| Class 'CI' Accumulation | | | 0.92 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| US dollar | | % |
| Class 'A' Accumulation | | 1.96 |
| Class 'A' Distribution | | 1.96 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 23 August 2021

The Fund aims to achieve a total return (the combination of income and capital growth) of at least cash^a plus 4% a year, before any charges^b are taken, in any market conditions and over any three-year period.

The Fund aims to achieve this while seeking to minimise the degree to which the value of the Fund fluctuates over time (volatility), while also seeking to limit monthly losses. Managing the Fund's volatility in this way reduces its ability to achieve returns significantly above 3-month Euribor plus 4%.

^a As based on 3-month Euribor, the rate at which banks borrow money from each other.

^b Investors should refer to the section 'Fees and Expenses' in the Prospectus.

Investment objective from 24 August 2021

The Fund aims to achieve a total return (the combination of income and capital growth) of at least cash^a plus 2-4% a year, before any charges^b are taken, in any market conditions and over any three-year period.

The Fund aims to achieve this while seeking to minimise the degree to which the value of the Fund fluctuates over time (volatility), while also seeking to limit monthly losses. Managing the Fund's volatility in this way reduces its ability to achieve returns significantly above 3-month Euribor plus 2-4% a year.

^a As based on 3-month Euribor, the rate at which banks borrow money from each other.

^b Investors should refer to the section 'Fees and Expenses' in the Prospectus.

Investment policy

The Fund has a highly flexible investment approach with the freedom to invest in different types of investment assets issued anywhere in the world.

The Fund will primarily invest in the following asset classes: bonds, shares, currencies, cash, near cash and deposits. The Fund will mostly gain exposure to these assets by investing through derivative instruments, but may also invest directly. The Fund may also invest through other collective investment schemes.

In cases where the Investment Manager believes that investment opportunities are limited to a few areas, or where the available investment opportunities would add too much risk to the Fund, the Fund may temporarily hold high levels of cash.

The Fund may take short positions (holding derivative instruments with the aim of delivering a positive return when the assets they are linked to fall in value) in markets, currencies, securities, indices and other groups of securities. The Fund also has the flexibility to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets.

Derivative instruments can be used to meet the Fund's investment objective and for efficient portfolio management. The derivative instruments that the Fund may invest in include spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

The bonds that the Fund may invest in include the following:

- bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies, convertible bonds, bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;
- bonds which are rated above investment grade by a recognised rating agency; and
- sub-investment grade bonds and unrated bonds, up to 60% of the Fund's Net Asset Value.

Investment objective and policy

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund may also invest in other deposits and warrants which may be issued anywhere in the world and denominated in any currency.

Investment strategy

Investment approach

The Investment Manager has a very flexible top-down approach to the allocation of capital between different types of assets in response to changes in economic conditions and asset values. This approach combines in-depth research to work out the value of assets over the medium to long term, with analysis of market reactions to events to identify investment opportunities. In particular, the manager seeks to respond when asset prices move away from a reasonable sense of 'fair' long-term value due to market reactions to events.

The blend of assets held in the Fund is regularly adjusted depending on where the Investment Manager sees the most value and to manage risks in order to limit losses. The Investment Manager will seek to manage risk by investing globally across multiple asset classes, sectors, currencies and countries and by combining diversified and relatively uncorrelated assets (which are assets affected by market conditions in different ways). The Investment Manager will also employ derivative instrument strategies to help protect or profit from falling markets.

The Fund will typically take investment positions at index, or sector level, or invest in a basket of assets to exploit certain investment themes (for example shares in companies with exposure to a certain country or region) but it may also take positions in individual shares or bonds.

The Investment Manager believes that this approach has the potential to limit monthly losses to less than 3% in normal to stressed times and less than 6% in highly stressed times. The Investment Manager believes the fund has the potential to deliver an annualised volatility

(the degree to which the value of the Fund fluctuates over any 12-month period) of between 3% and 7%.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark up to 23 August 2021

3-month Euribor + 4%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target based on the Fund's investment approach. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The investment manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is shown in the Share Class currency as set out below:

- for CHF Hedged Share class the performance comparator is the 3-month CHF LIBOR + 4%
- for GBP Hedged Share class the performance comparator is the 3-month GBP LIBOR + 4%

Investment objective and policy

- for USD Hedged Share class the performance comparator is the 3-month USD LIBOR + 4%

In the event that Euribor or LIBOR is no longer available, the relevant rate will be replaced by an equivalent and suitable benchmark as approved by the Board of Directors; in such case the Prospectus will be amended immediately thereafter.

Benchmark from 24 August 2021

3-month Euribor + 2-4%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target based on the Fund's investment approach. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment Manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is shown in the Share Class currency as set out below:

- for CHF / CHF Hedged Share class the performance comparator is the SARON + 2-4%
- for GBP / GBP Hedged Share class the performance comparator is the SONIA + 2-4%
- for USD / USD Hedged Share class the performance comparator is the SOFR + 2-4%

Investment review

For the year ended 31 March 2022

Performance review

The fund delivered a strong, positive return over the review period, with the investment strategy benefiting from its high degree of flexibility, which enables us to adjust the portfolio dynamically in response to changes in the investment environment.

For most of the period, we held a short position in five-year US government bonds, which made a significant positive contribution to the portfolio as higher US interest rates began to materialise. (A short position is designed to benefit from a fall in an asset's price.)

We also held a diversified basket of selected emerging market bonds, which offered meaningfully higher interest rates than their developed market counterparts, with a view to providing diversification and low correlation to the portfolio's other assets. These included government bonds from Brazil, Indonesia, Malaysia, Mexico and South Africa, which delivered strong portfolio returns during the period.

Our allocation to equities (company shares) was relatively low compared to the portfolio's historical weighting, but the asset class delivered a meaningful positive return. This was achieved by investing in areas of the market that we felt offered potentially attractive relative value, including Asia, Europe and the financial sector.

Small allocations to corporate bonds, renewable energy trusts and asset-backed securities also provided positive contributions.

The fund's positive return was partially offset by a UK swap curve trade added in October 2021 and a short position in the S&P 500 US stockmarket index added in February 2022, as detailed below.

Investment activities

We scaled equity exposure dynamically throughout the period, increasing exposure in the summer of 2021 seeking to participate in the post-lockdown 'reopening trade' that saw stockmarkets rise, before gradually reducing exposure in the second half of the review period.

By the start of 2022, we felt rising US interest rates and geopolitical tensions presented risks to many areas of equity markets, and as such we decreased our allocation with a view to managing portfolio volatility. In February 2022, we added the short position in the S&P 500 Index, as we felt expensive valuations in this market left it particularly vulnerable to higher interest rates.

In October 2021, we implemented a swap curve trade by opening a position in the UK five-year swap to receive the fixed rate and a position in the UK 50-year swap paying the fixed rate. The position offers a positive yield if interest rate expectations do not change and stands to benefit if market expectations for interest rates over the long term become higher than those in the near term.

During mid-to-late February, we removed all of our foreign currency positions, hedging the portfolio completely back to its euro base currency. We felt this was prudent given the potential for contagion effects from the war in Ukraine.

In late March 2022, we closed our short position in US government bonds, given the extent to which their yield had risen (ie price had fallen) since we opened the position.

Investment review

Outlook

Overall, recent portfolio changes are designed to strike a prudent balance between seeking opportunities to increase the value of the portfolio, while also providing diversification and offering the potential to protect capital in adverse scenarios. Given the portfolio's currently broad diversification across asset classes and against a variety of potential future scenarios, which remain uncertain, we believe we are well-positioned to navigate and, importantly, respond to any further developments in the period ahead.

Tristan Hanson

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 4,646 | 7.51 |
| Software & computer services | | | | | | |
| NetLink NBN Trust | 463,700 | SG\$ | | | 302 | 0.49 |
| Banks | | | | | 1,186 | 1.92 |
| China Construction Bank 'H' | 463,000 | HK\$ | | | 313 | 0.51 |
| Chongqing Rural Commercial Bank 'H' | 562,000 | HK\$ | | | 199 | 0.32 |
| Hana Financial Group | 9,215 | KRW | | | 333 | 0.54 |
| KB Financial Group | 7,481 | KRW | | | 341 | 0.55 |
| Investment banking & brokerage services | | | | | | |
| Greencoat UK Wind | 324,076 | £ | | | 584 | 0.94 |
| Real estate investment & services | | | | | | |
| Sun Hung Kai Properties | 18,000 | HK\$ | | | 194 | 0.31 |
| Industrial transportation | | | | | | |
| COSCO SHIPPING Ports | 218,806 | HK\$ | | | 153 | 0.25 |
| Non-renewable energy | | | | | | |
| Sinopec Kantons Holdings | 606,000 | HK\$ | | | 190 | 0.31 |
| Renewable energy | | | | | | |
| Greencoat Renewables | 513,592 | € | | | 582 | 0.94 |
| Equity portfolios | | | | | 1,504 | 2.43 |
| Mutual funds | | | | | 1,504 | 2.43 |
| M&G (Lux) European Strategic Value Fund Euro Class 'CI' (Accumulation) ^a | 61,413 | € | | 765 | 765 | 1.24 |
| M&G Japan Fund GBP Class 'A' (Distribution) ^b | 1,022,280 | £ | | 739 | 739 | 1.19 |
| Equity derivatives | | | | | (49) | (0.08) |
| Equity index futures | | | | | (49) | (0.08) |
| Hang Seng China Enterprises Index Futures | 29 | HK\$ | 28.04.2022 | 1,256 | 38 | 0.06 |
| Euro Stoxx 50 Futures | 159 | € | 17.06.2022 | 722 | 39 | 0.06 |
| FTSE 100 Index Futures | 8 | £ | 17.06.2022 | 711 | 32 | 0.05 |
| S&P MINI 500 Futures | (10) | US\$ | 17.06.2022 | 2,042 | (158) | (0.25) |
| Fixed income | | | | | 16,520 | 26.71 |
| Debt securities | | | | | 16,504 | 26.68 |
| 'AAA' credit rated bonds | | | | | 8,630 | 13.95 |
| Bowbell No. 2 FRN | 127,846 | £ | 16.04.2056 | | 152 | 0.25 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| CMF FRN | 179,680 | £ | 16.01.2057 | | 212 | 0.34 |
| Coventry Building Society FRN | 825,000 | £ | 15.01.2025 | | 980 | 1.58 |
| Darrowby No. 5 FRN | 211,845 | £ | 20.12.2057 | | 251 | 0.41 |
| European Bank for Reconstruction & Development 0.8738% | 725,000 | £ | 27.02.2023 | | 859 | 1.39 |
| Export Development Canada FRN | 1,550,000 | £ | 17.01.2025 | | 1,844 | 2.98 |
| Finsbury Square FRN | 320,284 | £ | 16.03.2070 | | 379 | 0.61 |
| Holmes Master Issuer FRN | 657,939 | £ | 15.10.2054 | | 779 | 1.26 |
| Lanark Master Issuer FRN | 193,500 | £ | 22.12.2069 | | 229 | 0.37 |
| Leeds Building Society FRN | 825,000 | £ | 15.01.2025 | | 982 | 1.59 |
| Permanent Master Issuer FRN | 827,000 | £ | 15.07.2058 | | 979 | 1.58 |
| Royal Bank of Canada FRN | 574,000 | £ | 30.01.2025 | | 680 | 1.10 |
| Tower Bridge Funding No. 4 FRN | 256,057 | £ | 20.12.2062 | | 304 | 0.49 |
| 'BBB' credit rated bonds | | | | | 3,461 | 5.60 |
| Indonesia (Republic of) 8.25% | 10,443,000,000 | IDR | 15.05.2036 | | 713 | 1.15 |
| Mexico (United Mexican States) 1.45% | 839,000 | € | 25.10.2033 | | 708 | 1.15 |
| Mexico (United Mexican States) 7.75% | 31,041,000 | MXN | 29.05.2031 | | 1,356 | 2.19 |
| Mexico (United Mexican States) 8.5% | 14,855,400 | MXN | 18.11.2038 | | 684 | 1.11 |
| 'BB' credit rated bonds | | | | | 4,413 | 7.13 |
| Brazil (Federal Republic of) 10% | 10,957,000 | BRL | 01.01.2029 | | 1,928 | 3.11 |
| South Africa (Republic of) 8.5% | 46,795,134 | ZAR | 31.01.2037 | | 2,485 | 4.02 |
| Debt derivatives | | | | | 16 | 0.03 |
| Interest rate swaps | | | | | 16 | 0.03 |
| Pay Var. Receive 0.961% Oct 2026 | 22,525,000 | £ | | | (1,011) | (1.63) |
| Pay 0.555% Receive Var. Oct 2071 | 3,190,000 | £ | | | 1,027 | 1.66 |
| Currency | | | | | (570) | (0.92) |
| Forward currency contracts | | | | | (570) | (0.92) |
| Bought for € 889,691.64, Sold for ¥ 115,736,596.00 | | | 28.04.2022 | | 33 | 0.05 |
| Bought for AUD 1,857,391.54, Sold for € 1,175,453.67 | | | 29.04.2022 | | 78 | 0.13 |
| Bought for BRL 2,558,703.71, Sold for US\$ 492,378.64 | | | 29.04.2022 | | 36 | 0.06 |
| Bought for CHF 765,296.83, Sold for € 732,007.82 | | | 29.04.2022 | | 14 | 0.02 |
| Bought for CLP 687,668,998.00, Sold for US\$ 848,607.39 | | | 29.04.2022 | | 17 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for CZK 34,665,492.08, Sold for € 1,403,334.63 | | | 29.04.2022 | | 9 | 0.02 |
| Bought for € 1,178,275.79, Sold for AUD 1,857,391.54 | | | 29.04.2022 | | (75) | (0.12) |
| Bought for € 865,994.50, Sold for CHF 899,296.75 | | | 29.04.2022 | | (11) | (0.02) |
| Bought for € 1,409,628.77, Sold for CZK 34,665,492.08 | | | 29.04.2022 | | (3) | 0.00 |
| Bought for € 12,011,753.84, Sold for £ 10,017,502.41 | | | 29.04.2022 | | 172 | 0.28 |
| Bought for € 2,340,692.66, Sold for HKD 20,673,674.23 | | | 29.04.2022 | | (37) | (0.06) |
| Bought for € 2,110,685.55, Sold for MXN 49,481,747.45 | | | 29.04.2022 | | (120) | (0.19) |
| Bought for € 1,021,627.74, Sold for SGD 1,566,399.49 | | | 29.04.2022 | | (20) | (0.03) |
| Bought for € 10,917,872.08, Sold for US\$ 12,386,700.60 | | | 29.04.2022 | | (238) | (0.38) |
| Bought for € 3,022,547.04, Sold for ZAR 53,536,332.50 | | | 29.04.2022 | | (289) | (0.47) |
| Bought for £ 1,670,223.63, Sold for € 1,991,956.96 | | | 29.04.2022 | | (18) | (0.03) |
| Bought for HKD 7,504,588.98, Sold for € 875,189.52 | | | 29.04.2022 | | (12) | (0.02) |
| Bought for IDR 7,541,568,631.00, Sold for US\$ 522,173.11 | | | 29.04.2022 | | 2 | 0.00 |
| Bought for INR 63,761,331.00, Sold for US\$ 832,040.34 | | | 29.04.2022 | | 6 | 0.01 |
| Bought for MYR 6,931,168.32, Sold for US\$ 1,648,904.08 | | | 29.04.2022 | | (5) | (0.01) |
| Bought for RUB 66,298,682.37, Sold for US\$ 853,786.84 | | | 29.04.2022 | | (67) | (0.11) |
| Bought for SGD 893,272.32, Sold for € 589,113.88 | | | 29.04.2022 | | 5 | 0.01 |
| Bought for THB 61,865,503.00, Sold for US\$ 1,869,202.86 | | | 29.04.2022 | | (8) | (0.01) |
| Bought for TWD 51,375,900.00, Sold for US\$ 1,828,701.30 | | | 29.04.2022 | | (31) | (0.05) |
| Bought for US\$ 2,409,219.79, Sold for BRL 12,694,360.58 | | | 29.04.2022 | | (210) | (0.34) |
| Bought for US\$ 843,734.58, Sold for CLP 687,668,998.00 | | | 29.04.2022 | | (22) | (0.04) |
| Bought for US\$ 7,643,444.36, Sold for € 6,883,452.49 | | | 29.04.2022 | | 1 | 0.00 |
| Bought for US\$ 1,349,455.36, Sold for IDR 19,468,592,550.00 | | | 29.04.2022 | | (4) | (0.01) |
| Bought for US\$ 847,923.87, Sold for INR 63,761,330.92 | | | 29.04.2022 | | 8 | 0.01 |
| Bought for US\$ 1,424,182.34, Sold for KRW 1,694,591,836.00 | | | 29.04.2022 | | 25 | 0.04 |
| Bought for US\$ 1,655,995.30, Sold for MYR 6,931,168.32 | | | 29.04.2022 | | 12 | 0.02 |
| Bought for US\$ 841,970.35, Sold for RUB 66,298,682.00 | | | 29.04.2022 | | 56 | 0.09 |
| Bought for US\$ 1,876,474.97, Sold for THB 61,865,503.40 | | | 29.04.2022 | | 14 | 0.02 |
| Bought for US\$ 1,878,323.34, Sold for TWD 51,375,900.00 | | | 29.04.2022 | | 76 | 0.12 |
| Bought for ZAR 13,721,289.70, Sold for € 822,116.58 | | | 29.04.2022 | | 27 | 0.04 |
| Bought for € 382,976.12, Sold for TRY 6,147,975.00 | | | 10.05.2022 | | 16 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for TRY 6,147,975.00, Sold for € 373,714.36 | | | 10.05.2022 | | (7) | (0.01) |
| Portfolio of investments | | | | | 20,596 | 33.30 |
| Share class hedging | | | | | 1 | 0.00 |
| Bought for CHF 50,659.91, Sold for € 49,094.15 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for € 475.28, Sold for CHF 489.93 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 452.34, Sold for £ 383.58 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 46.46, Sold for US\$ 51.75 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for £ 27,641.77, Sold for € 32,625.24 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 57,134.32, Sold for € 51,247.56 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 20,597 | 33.30 |
| Net other assets/(liabilities) | | | | | 41,260 | 66.70 |
| Net assets | | | | | 61,857 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 3,191 | 5.16 |
| Equity portfolios | | | | | 1,504 | 2.43 |
| Debt securities | | | | | 16,504 | 26.68 |
| Unrealised gains on futures contracts | | | | | 109 | 0.17 |
| Unrealised gains on forward currency contracts | | | | | 608 | 0.98 |
| Unrealised gains on swap contracts | | | | | 1,027 | 1.66 |
| Total Investment assets | | | | | 22,943 | 37.08 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|----------------|---------------|
| Investment liabilities | | |
| Unrealised losses on futures contracts | (158) | (0.25) |
| Unrealised losses on forward currency contracts | (1,177) | (1.90) |
| Unrealised losses on swap contracts | (1,011) | (1.63) |
| Total Investment liabilities | (2,346) | (3.78) |
| Total portfolio | 20,597 | 33.30 |
| Net other assets/(liabilities) | 41,260 | 66.70 |
| Net assets | 61,857 | 100.00 |

^a Crossholding (see note 12).

^b Related party (see note 12).

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|-------------------------------------|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 4,731 | 0 |
| Barclays Bank London | 0 | 29,488 | 0 | 0 |
| Citigroup Global Markets Limited | 30,420 | 29,593 | 0 | 0 |
| Goldman Sachs International | 0 | 16,650 | 0 | 0 |
| HSBC Bank Plc | 0 | 21,523 | 0 | 0 |
| JP Morgan Chase | 0 | 38,453 | 0 | 260 |
| National Australia Bank Ltd | 0 | 3,784 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 268 | 0 | 0 |
| State Street Bank London | 0 | 10,276 | 0 | 0 |
| UBS AG London | 0 | 32,559 | 0 | 530 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price-to-price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +2.7 | +1.9 | +0.6 | +0.7 | 21.12.16 |
| Class 'B' Accumulation | +2.2 | +1.4 | +0.1 | +0.2 | 21.12.16 |
| Class 'C' Accumulation | +3.5 | +2.6 | +1.4 | +1.5 | 21.12.16 |
| Class 'CI' Accumulation | +3.5 | +2.7 | +1.4 | +1.5 | 21.12.16 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | +4.2 | +3.4 | +2.2 | +2.4 | 21.12.16 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | +2.5 | +1.6 | +0.3 | +0.4 | 21.12.16 |
| Class 'C-H' Accumulation | +3.3 | +2.4 | +1.1 | +1.2 | 21.12.16 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | +3.7 | +3.5 | +2.6 | +2.8 | 21.12.16 |
| Class 'C-H' Accumulation | +4.4 | +4.3 | +3.4 | +3.5 | 21.12.16 |

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 10.3933 | 10.1182 | 9.3563 |
| Class 'B' Accumulation | 10.1266 | 9.9080 | 9.2078 |
| Class 'C' Accumulation | 10.8137 | 10.4487 | 9.5900 |
| Class 'CI' Accumulation | 10.8392 | 10.4695 | 9.6053 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | 11.3053 | 10.8457 | 9.8967 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.2214 | 9.9699 | 9.2429 |
| Class 'C-H' Accumulation | 10.6353 | 10.2964 | 9.4736 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 11.5503 | 11.1433 | 10.1888 |
| Class 'C-H' Accumulation | 12.0088 | 11.5012 | 10.4431 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 61,857 | 89,602 | 81,315 |
| Swing pricing adjustment (see note 11) | n/a | n/a | n/a |
| Swung net assets | 61,857 | 89,602 | 81,315 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.46 |
| Class 'B' Accumulation | | | 1.96 |
| Class 'C' Accumulation | | | 0.71 |
| Class 'CI' Accumulation | | | 0.67 |
| Sterling | | | % |
| Class 'C-H' Accumulation | | | 0.73 |
| Swiss franc | | | % |
| Class 'A-H' Accumulation | | | 1.48 |
| Class 'C-H' Accumulation | | | 0.73 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.48 |
| Class 'C-H' Accumulation | | 0.72 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 10 November 2021

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the global equities market over any rolling five-year period.

Investment objective from 11 November 2021

The Fund aims to provide a higher total return (capital growth plus income) than that of the global equity market over any rolling five-year period while applying ESG Criteria.

Investment policy up to 10 November 2021

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets.

The Fund uses an investment process that combines top-down and bottom-up analysis. The Investment Manager aims to identify themes arising from long-term structural shifts, changes or trends. Stocks are then selected on the basis of their quality, growth and valuation.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment policy from 11 November 2021

The Fund invests at least 80% of its Net Asset Value in the equity securities and equity related instruments of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets.

The Fund invests in securities that meet the ESG Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria as referenced in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G) and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash and near cash.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

Derivatives may be used for Efficient Portfolio Management and hedging.

Investment objective and policy

Investment strategy up to 10 November 2021

Investment approach

Themes are identified through analysis of global macroeconomics, demographics, government policies and spending, and technological innovation, among other considerations.

The bottom-up stock selection process is designed to identify well-run companies which can benefit from those themes and which are trading on attractive valuations with good, sustainable growth prospects.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment strategy from 11 November 2021

Investment approach

The investment approach combines thematic research and fundamental company analysis. The Investment Manager aims to identify long-term themes driven by structural trends, and selects companies that can benefit from these structural changes. The Investment Manager seeks to identify well-managed companies whose long-term prospects are not fully appreciated by the stock market. The Fund aims to be diversified across a broad range of countries and sectors.

Sustainability considerations, encompassing ESG Factors, are fully integrated into the investment process, with a focus on the Investment Manager's proprietary research. The analysis takes into account ESG risks and considerations for each investment, and includes ongoing engagement with investee companies, where required.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then identifies the companies that are considered suitable for further analysis. The Investment Manager's analysis of these companies includes an assessment of ESG Factors, alongside other financial and operational characteristics. Following the ESG-related quality assessment, the Investment Manager then quantifies ESG risks for these companies, to determine whether these have been accounted for in a company's valuation.
3. The Investment Manager then performs fundamental analysis to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective.

Further information about the ESG assessment and investment process can be found in the ESG Criteria.

Responsible Investment Approach

- The ESG Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objectives.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

The Fund promotes environmental characteristics. As a result, the Taxonomy Regulation requires the annual report for M&G (Lux) Investment Funds 1 to state that the 'do no significant harm' principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

However, the Fund does not commit to make investments in taxonomy-aligned environmentally sustainable activities.

The investments underlying the Fund therefore do not take into account the EU criteria for environmentally sustainable economic activities within the meaning of the Taxonomy Regulation and its portfolio alignment with such Taxonomy Regulation is not calculated.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and other investments that failed the Investment Manager's good governance tests. During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions to mitigate negative impacts on the environment and society.

During the 12-month review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria: in the document titled 'M&G (Lux) Global Themes Fund – ESG Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark up to 10 November 2021

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Benchmark from 11 November 2021

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The

Investment objective and policy

benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The fund outperformed the MSCI ACWI Net Return Index. Sector allocation added value, helped by an overweight relative to the benchmark in a buoyant energy sector and an underweight relative to the benchmark in a struggling consumer discretionary sector.

Energy stocks featured prominently among the top positive contributors as the oil price reached \$100 per barrel. PrairieSky Royalty and Cheniere Energy led the gains.

Stock selection made a positive contribution in healthcare as CVS Health and Anthem outperformed. Both companies continued to surprise the market with better-than-expected results and higher guidance.

Tencent led the detractors due to a regulatory crackdown in China. We continue to believe that Tencent plays a crucial role in the structural trend of connectivity, owing to its position as the leading provider of internet services in China. The long-term investment case remains intact, in our view. We own the Hong Kong-listed shares.

Investment activities

We made four new purchases and exited four positions – a level of turnover consistent with our long-term investment horizon of three to five years.

Acciona Energia was the first purchase during the review period after we participated in the company's initial public offering (IPO) in June. Pricing of the Spanish renewable energy business was at the lower end of the indicative range and provided an attractive entry point for a company exposed to the structural growth trend in renewables.

We took advantage of the market downturn in the new year to establish a new holding in Alphabet. The owner of Google is cash-generative and provides access to the growth in the new economy without the burden of a demanding valuation.

We also invested in Hannover Re as a climate change hedge, given the need to insure against the increasing incidence of environmental catastrophes. Magna International, our final purchase, has a strong core business as a components supplier for the automotive industry, but its major appeal lies in the option value from the explosive growth in new technologies, including electric vehicles and autonomous driving.

We also gained a new holding in JD.com, China's largest online retailer, following its spinoff from Tencent. We will determine whether JD.com merits a full position in due course.

London Stock Exchange and KBC Groep were sold as sources of cash in financials. We also divested Ferrovial, the owner and operator of toll roads and airports, to consolidate our exposure into Vinci, which has a similar portfolio of infrastructure assets. CoreSite, the data centre company, left the portfolio after we tendered our shares to a takeover bid.

Outlook

Russia's military action in Ukraine has led to heightened anxiety across financial markets, but we strongly believe that the increased volatility is presenting buying opportunities for investors with a long-term time horizon. Rather than second-guess the course of the geopolitical situation, we prefer to focus our attention on the multi-decade trends that underpin our thematic approach. We remain active in our quest for new ideas.

We are undeterred in our belief that the fund's chosen themes – from the road to zero carbon to cloud and connectivity – will persist for many years to come and that the beneficiaries of these powerful trends can generate profitable growth for a variety of stakeholders.

The ability to generate cashflow is absolutely critical in our company analysis. We are not investing in hope alone. History is littered with examples of blue-sky concepts that never turned a profit, and companies of this ilk, which commanded exorbitant multiples in the past, are now seeing their unrealistic expectations reined in. Fundamentals and value are the key determinants of long-term return, in our view.

Investment review

Valuation is a crucial aspect of our stock selection process and we believe that the opportunities presented by the current market environment will sow the seeds for future performance. We remain as optimistic as ever about the long-term prospects of the companies we are invested in and remain committed to our investment mantra: themes grounded in reality.

Alex Araujo

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 721,231 | 98.95 |
| Oil, gas & consumable fuels | | | | | 60,404 | 8.29 |
| Cheniere Energy | 73,489 | US\$ | | | 10,427 | 1.43 |
| ONEOK | 198,595 | US\$ | | | 14,137 | 1.94 |
| PrairieSky Royalty | 2,575,918 | CA\$ | | | 35,840 | 4.92 |
| Chemicals | | | | | | |
| Air Products and Chemicals | 58,271 | US\$ | | | 14,750 | 2.02 |
| Construction materials | | | | | | |
| Martin Marietta Materials | 18,650 | US\$ | | | 7,287 | 1.00 |
| Metals & mining | | | | | | |
| Franco-Nevada | 159,198 | CA\$ | | | 25,602 | 3.51 |
| Construction & engineering | | | | | 25,563 | 3.51 |
| Transurban Group | 1,482,876 | AU\$ | | | 15,026 | 2.06 |
| Vinci | 102,118 | € | | | 10,537 | 1.45 |
| Electrical equipment | | | | | | |
| Siemens Energy | 447,732 | € | | | 10,154 | 1.39 |
| Industrial conglomerates | | | | | | |
| Siemens | 99,000 | € | | | 13,999 | 1.92 |
| Machinery | | | | | 12,361 | 1.70 |
| Epiroc 'A' | 302,658 | SEK | | | 6,538 | 0.90 |
| Weichai Power 'H' | 3,701,000 | HK\$ | | | 5,823 | 0.80 |
| Commercial services & supplies | | | | | | |
| Republic Services | 105,257 | US\$ | | | 14,189 | 1.95 |
| Road & rail | | | | | | |
| CSX | 286,768 | US\$ | | | 10,854 | 1.49 |
| Auto components | | | | | | |
| Magna International | 228,555 | US\$ | | | 14,776 | 2.03 |
| Automobiles | | | | | | |
| Toyota Motor | 842,800 | ¥ | | | 15,413 | 2.11 |
| Household durables | | | | | | |
| Garmin | 107,060 | US\$ | | | 12,886 | 1.77 |
| Leisure products | | | | | | |
| Shimano | 31,600 | ¥ | | | 7,325 | 1.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Internet & direct marketing retail | | | | | | |
| JD.com 'A' | 13,223 | HK\$ | | | 390 | 0.05 |
| Beverages | | | | | | |
| PepsiCo | 62,523 | US\$ | | | 10,513 | 1.44 |
| Personal products | | | | | | |
| L'Oreal | 28,026 | € | | | 11,477 | 1.57 |
| Unilever | 251,103 | £ | | | 11,590 | 1.59 |
| Health care equipment & supplies | | | | | | |
| Becton Dickinson | 53,236 | US\$ | | | 14,355 | 1.97 |
| Health care providers & services | | | | | | |
| Anthem | 21,491 | US\$ | | | 10,811 | 1.48 |
| CVS Health | 136,232 | US\$ | | | 14,115 | 1.94 |
| Laboratory Corporation of America Holdings | 26,017 | US\$ | | | 7,000 | 0.96 |
| Pharmaceuticals | | | | | | |
| AstraZeneca | 53,695 | £ | | | 7,203 | 0.99 |
| Bristol-Myers Squibb | 165,074 | US\$ | | | 12,189 | 1.67 |
| Johnson & Johnson | 58,207 | US\$ | | | 10,458 | 1.43 |
| Roche Holding | 35,229 | CHF | | | 14,146 | 1.94 |
| Starpharma Holdings | 5,239,297 | AU\$ | | | 3,561 | 0.49 |
| Banks | | | | | | |
| DBS Group Holdings | 266,784 | SG\$ | | | 7,061 | 0.97 |
| Erste Group Bank | 382,763 | € | | | 14,531 | 1.99 |
| First Republic Bank | 85,146 | US\$ | | | 14,143 | 1.94 |
| Capital markets | | | | | | |
| Brookfield Asset Management 'A' | 193,624 | US\$ | | | 11,168 | 1.53 |
| Insurance | | | | | | |
| AIA Group | 1,274,000 | HK\$ | | | 13,384 | 1.84 |
| Hannover Rueck | 84,668 | € | | | 14,576 | 2.00 |
| Manulife Financial | 719,172 | US\$ | | | 15,520 | 2.13 |
| IT services | | | | | | |
| Visa 'A' | 33,871 | US\$ | | | 7,568 | 1.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Software | | | | | | |
| Microsoft | 73,109 | US\$ | | | 23,040 | 3.16 |
| Communications equipment | | | | | | |
| Motorola Solutions | 28,817 | US\$ | | | 6,946 | 0.95 |
| Nokia | 1,938,458 | € | | | 10,769 | 1.48 |
| Technology hardware, storage & peripherals | | | | | | |
| Samsung Electronics | 229,423 | KRW | | | 13,184 | 1.81 |
| Semiconductors & semiconductor equipment | | | | | | |
| Infinion Technologies | 428,655 | € | | | 14,811 | 2.03 |
| Intel | 322,499 | US\$ | | | 16,642 | 2.28 |
| NXP Semiconductors | 39,977 | US\$ | | | 7,498 | 1.03 |
| Media | | | | | | |
| Comcast 'A' | 302,783 | US\$ | | | 14,447 | 1.98 |
| Entertainment | | | | | | |
| Walt Disney | 51,556 | US\$ | | | 7,301 | 1.00 |
| Interactive Media & Services | | | | | | |
| Alphabet 'A' | 6,762 | US\$ | | | 19,215 | 2.64 |
| Tencent Holdings | 318,700 | HK\$ | | | 15,089 | 2.07 |
| Electric utilities | | | | | | |
| Enel | 1,084,416 | € | | | 7,441 | 1.02 |
| NextEra Energy | 88,772 | US\$ | | | 7,564 | 1.04 |
| Ørsted | 62,142 | DKK | | | 7,729 | 1.06 |
| Gas utilities | | | | | | |
| Kunlun Energy | 6,926,000 | HK\$ | | | 6,038 | 0.83 |
| Water utilities | | | | | | |
| American Water Works | 44,804 | US\$ | | | 7,437 | 1.02 |
| Independent power and renewable electricity producers | | | | | | |
| ACCIONA Energias Renovables | 387,594 | € | | | 14,177 | 1.95 |
| Equity Real Estate Investment Trusts (REITs) | | | | | | |
| American Tower | 29,586 | US\$ | | | 7,420 | 1.02 |
| Crown Castle International | 80,212 | US\$ | | | 14,808 | 2.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Equity Real Estate Investment Trusts (REITs) (continued) | | | | | | |
| Equinix | 10,103 | US\$ | | | 7,614 | 1.05 |
| UNITE Group | 475,638 | £ | | | 7,304 | 1.00 |
| Weyerhaeuser | 348,312 | US\$ | | | 13,435 | 1.84 |
| Portfolio of investments | | | | | 721,231 | 98.95 |
| Total portfolio | | | | | 721,231 | 98.95 |
| Net other assets/(liabilities) | | | | | 7,651 | 1.05 |
| Net assets | | | | | 728,882 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 721,231 | 98.95 |
| Total Investment assets | | | | | 721,231 | 98.95 |
| Total portfolio | | | | | 721,231 | 98.95 |
| Net other assets/(liabilities) | | | | | 7,651 | 1.05 |
| Net assets | | | | | 728,882 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price-to-price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +14.0 | +15.7 | n/a | +15.8 | 19.03.19 |
| Class 'A' Distribution | +14.1 | +15.7 | n/a | +15.8 | 19.03.19 |
| Class 'C' Accumulation | +15.2 | +16.8 | n/a | +17.0 | 19.03.19 |
| Class 'C' Distribution | +15.2 | +16.8 | n/a | +16.9 | 19.03.19 |
| Class 'CI' Accumulation | +15.2 | n/a | n/a | +16.9 | 10.05.19 |
| Class 'CI' Distribution | +15.2 | n/a | n/a | +17.0 | 10.05.19 |
| Class 'J' Accumulation | +15.4 | n/a | n/a | +16.8 | 16.03.21 |
| Class 'JI' Accumulation | +15.4 | n/a | n/a | +16.8 | 16.03.21 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | +5.7 | n/a | n/a | +11.7 | 10.05.19 |
| Class 'A' Distribution | +5.7 | n/a | n/a | +11.7 | 10.05.19 |
| Class 'C' Accumulation | +6.8 | n/a | n/a | +12.8 | 10.05.19 |
| Class 'C' Distribution | +6.8 | n/a | n/a | +12.8 | 10.05.19 |
| Class 'CI' Accumulation | +6.8 | n/a | n/a | +12.8 | 10.05.19 |
| Class 'CI' Distribution | +6.9 | n/a | n/a | +12.8 | 10.05.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | +7.8 | n/a | n/a | +15.2 | 10.05.19 |
| Class 'A' Distribution | +7.8 | n/a | n/a | +15.3 | 10.05.19 |
| Class 'C' Accumulation | +8.9 | n/a | n/a | +16.4 | 10.05.19 |
| Class 'C' Distribution | +8.9 | n/a | n/a | +16.4 | 10.05.19 |
| Class 'CI' Accumulation | +8.9 | n/a | n/a | +16.4 | 10.05.19 |
| Class 'CI' Distribution | +8.9 | n/a | n/a | +16.4 | 10.05.19 |

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'A' Distribution Swiss ¢ | Class 'C' Distribution Swiss ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| Final | 0.2430 | 0.2490 | 0.2445 | 0.2150 | 0.2202 |

| to 31 March 2022 | Class 'CI' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | Class 'CI' Distribution US ¢ |
|------------------|---------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|
| Final | 0.2203 | 0.2355 | 0.2413 | 0.2415 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 19 March 2019 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 15.6169 | 13.6975 | 9.3537 |
| Class 'A' Distribution | 15.0411 | 13.3830 | 9.3533 |
| Class 'C' Accumulation | 16.1023 | 13.9827 | 9.4521 |
| Class 'C' Distribution | 15.4871 | 13.6410 | 9.4380 |
| Class 'CI' Accumulation | 15.7249 | 13.6486 | 9.2247 |
| Class 'CI' Distribution | 15.2059 | 13.3886 | 9.2246 |
| Class 'J' Accumulation | 11.7500 | 10.1851 | n/a |
| Class 'JI' Accumulation | 11.7522 | 10.1861 | n/a |
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 13.7576 | 13.0152 | 8.4893 |
| Class 'A' Distribution | 13.3014 | 12.7658 | 8.4893 |
| Class 'C' Accumulation | 14.1613 | 13.2632 | 8.5660 |
| Class 'C' Distribution | 13.6943 | 13.0106 | 8.5660 |
| Class 'CI' Accumulation | 14.1748 | 13.2721 | 8.5679 |
| Class 'CI' Distribution | 13.7067 | 13.0183 | 8.5679 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 15.0672 | 13.9783 | 8.9083 |
| Class 'A' Distribution | 14.5734 | 13.7130 | 8.9053 |
| Class 'C' Accumulation | 15.5142 | 14.2467 | 8.9878 |
| Class 'C' Distribution | 15.0031 | 13.9759 | 8.9869 |
| Class 'CI' Accumulation | 15.5309 | 14.2581 | 8.9906 |
| Class 'CI' Distribution | 15.0186 | 13.9861 | 8.9904 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 728,882 | 628,878 | 335,881 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (569) |
| Swung net assets | 728,882 | 628,878 | 335,312 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.95 |
| Class 'A' Distribution | | 1.95 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C' Distribution | | 0.95 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'CI' Distribution | | 0.91 |
| Class 'J' Accumulation | | 0.80 |
| Class 'JI' Accumulation | | 0.76 |
| Swiss franc | | % |
| Class 'A' Accumulation | | 1.95 |
| Class 'A' Distribution | | 1.95 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C' Distribution | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'CI' Distribution | | 0.91 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.95 |
| Class 'A' Distribution | | 1.95 |
| Class 'C' Accumulation | | 0.94 |
| Class 'C' Distribution | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'CI' Distribution | | 0.91 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to generate a growing level of income over any three-year period through investment in a range of global assets. The Fund also aims to provide capital growth of 2-4% p.a. over any three-year period.

Investment policy

The Fund has a highly flexible investment approach with the freedom to invest in different types of assets issued anywhere in the world and denominated in any currency.

The Fund will typically invest in income-generating assets from the following asset classes: fixed income securities, equities, cash and deposits. The Fund can also invest in currencies, near cash and warrants. The Investment Manager will normally seek to hold more than 70% of the Fund's Net Asset Value in euro denominated assets or in other currencies hedged back to euro.

The Fund's exposure to these assets will mostly be gained directly. The Fund may also invest indirectly through other collective investment schemes, and via derivatives. Derivatives can be used to meet the Fund's investment objective, for hedging purposes and for efficient portfolio management. The Fund may take synthetic short positions (holding derivative instruments with the aim of delivering a positive return when the assets they are linked to fall in value) in markets, currencies, securities, indices and other groups of securities.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund will normally invest within the following net allocation ranges: 40-80% in fixed income, 10-50% in equities and 0-20% in other assets.

Fixed income instruments that the Fund may invest in include the following:

- bonds issued or guaranteed by companies, governments, local authorities, government agencies or certain public international bodies;
- bonds from issuers located in emerging markets;
- Chinese onshore bonds denominated in CNY traded on the China Interbank Bond Market;
- bonds which are rated investment grade by a recognised rating agency;
- unrated bonds and bonds which are rated sub-investment grade, up to 40% of the Fund's Net Asset Value;
- Asset-backed securities, up to 10% of the Fund's Net Asset Value; and
- derivatives whose value is derived from bonds, interest rates or credit risk.

Equity instruments that the Fund may invest in include (a) direct company shares and (b) derivatives whose value is derived from company shares.

Other assets, for this purpose, include convertible bonds and contingent convertible debt securities. The Fund may invest up to 5% of its Net Asset value in contingent convertible debt securities.

Derivative instruments can be used to meet the Fund's investment objective, for hedging purposes, and for efficient portfolio management. The derivative instruments that the Fund can invest in to achieve its objectives include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

Investment strategy

Investment approach

The Investment Manager has a very flexible top-down approach to the allocation of capital between different types of assets in response to changes in economic conditions and asset values. This approach combines

Investment objective and policy

in-depth research to work out the value of assets over the medium to long term, with analysis of market reactions to events, to identify investment opportunities. In particular, the manager seeks to respond when asset prices move away from a reasonable sense of 'fair' long-term value due to market reactions to events.

The Fund seeks to manage risk by investing globally across multiple asset classes, sectors, currencies and countries. Where the Investment Manager believes opportunities are limited to a few areas, the portfolio may be very concentrated in certain assets or markets. The Fund will typically take investment positions in individual shares or bonds, but it may also take positions at an index or sector level.

The Fund aims to generate a growing level of income by investing in assets that offer a regular income such as dividend-paying company shares, corporate bonds and government bonds.

The Investment Manager believes that this approach has the potential to deliver an annualised volatility (the degree to which the value of the Fund fluctuates over any 12-month period) of between 4% and 8%, and an estimated gross annual yield of 4%, based on the gross income, before withholding tax, expected to be received from the underlying investments in the Fund, as a percentage of the current Fund share price.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

The Fund is actively managed and it has no benchmark.

Investors can assess the performance of the Fund by its objective to provide a total return of 2-4% per annum over any three-year period.

Investment review

For the year ended 31 March 2022

Performance review

While many stockmarkets generated decent gains during the review period, investor sentiment deteriorated later in the period and volatility in stockmarkets increased notably. Initially, investors were reassured by successful vaccination programmes against COVID-19, together with ongoing support packages from governments and central banks and the reopening of businesses and economies. This all helped the global economy to recover from the coronavirus pandemic.

However, later in 2021 investors began to worry about the higher inflation and the withdrawal of government and central bank support for economies. This caused some sharp sell-offs in stockmarkets, although these were generally followed by recoveries. Even the outbreak of a more transmissible strain of coronavirus and the possibility that interest rates may start to rise did not stop many market indices finishing the year close to all-time highs.

News worsened in 2022, with continuing concerns about higher inflation exacerbated by Russia's invasion of Ukraine. The world's central banks responded to higher inflation by increasing interest rates. The Federal Reserve raised the US interest rate for the first time since 2018 and several more hikes are expected.

The prospect of multiple interest rate increases weighed heavily on government bond markets, where prices fell sharply, with a consequent increase in yields (which move inversely to bond prices).

Against this background, the fund delivered a positive total return (the combination of capital growth and income) across all its share classes, driven overwhelmingly by the allocation to equities (company shares) especially in the US and, to a lesser extent, Europe.

Government bonds also added value. Our meaningful holding of US Treasuries made a positive contribution, helped by the strength of the US dollar, although Portuguese bonds cost some value. Modest price gains

from our emerging market government bonds were boosted by significant currency strength. Bonds from Brazil and South Africa added most value.

The US dollar strengthened against the euro during the period, which boosted the returns from US assets, the largest proportion of the portfolio. However, our hedging activities (at least 70% of the fund is in euros or hedged back to euros) offset these currency movements.

Over the 12-month period to 31 March 2022, the fund distributed income of 0.296 cents per Euro Class 'A' (Distribution) share, representing a historic yield of 3.08%. The distribution was adversely affected by the suspension of the payment of dividends during the pandemic, particularly by financial companies.

Investment activities

Much of the period was relatively quiet in terms of portfolio activity. Sometimes deciding to take no action and leave positions much as they are is an active decision in itself, and 2021 was a year where that was largely the case. We maintained a modest bias towards risk throughout the period, holding a diverse range of equities, with the risk offset by a sizeable holding of long-dated US government bonds.

Early in the period, we trimmed our US and Portuguese government bonds and reinvested in equities, particularly banks in the US and Europe, after lower bond yields caused some weakness. We also added to holdings of government bonds from Peru and Chile.

Later, we reduced our holdings of bank equities in the US and Europe after good performance, reinvesting in technology and healthcare businesses in the US and Asia. Subsequently, we further trimmed banks in Europe and the US in favour of technology firms in the US and companies from Japan.

We adjusted our holdings of US Treasuries, adding when we felt higher yields justified the move and scaling back when yields fell. However, over the 12 months, the position declined markedly, while our holding of cash increased.

Investment review

Outlook

The fund is positioned cautiously, with a modest bias towards equities. We remain somewhat concerned that investors are not taking the threat of higher inflation and rising interest rates seriously enough. Thus, we are reticent to increase our equity exposure from the current position.

On the whole, we want to be able to make returns in an environment that remains conducive to economic and earnings growth, which we believe means having equity exposure, with the ability to tactically adjust that exposure. We will balance this with holdings of long-dated US government bonds and cash.

As an income fund, we have been encouraged by continued signs of a return to normality in terms of company dividend payments. Many businesses have been able to reinstate dividend payments that were suspended while the pandemic increased the need to conserve cash. We hope to be able to steadily and sustainably grow the fund's distribution.

Steven Andrew

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 563,614 | 45.49 |
| Software & computer services | | | | | 31,726 | 2.56 |
| Capgemini | 74,028 | € | | | 14,935 | 1.21 |
| Microsoft | 59,118 | US\$ | | | 16,791 | 1.35 |
| Technology hardware & equipment | | | | | 70,729 | 5.71 |
| Apple | 110,866 | US\$ | | | 17,802 | 1.44 |
| ASE Technology Holding | 2,106,000 | TW\$ | | | 6,840 | 0.55 |
| Cisco Systems Delaware | 321,812 | US\$ | | | 16,320 | 1.32 |
| Lam Research | 20,470 | US\$ | | | 10,118 | 0.81 |
| Lenovo Group | 8,224,000 | HK\$ | | | 8,042 | 0.65 |
| Texas Instruments | 68,654 | US\$ | | | 11,607 | 0.94 |
| Telecommunications equipment | | | | | 13,097 | 1.06 |
| Lumen Technologies | 517,276 | US\$ | | | 5,305 | 0.43 |
| Shaw Communications 'B' | 278,224 | CA\$ | | | 7,792 | 0.63 |
| Health care providers | | | | | 26,452 | 2.13 |
| Quest Diagnostics | 97,297 | US\$ | | | 12,195 | 0.98 |
| UnitedHealth Group | 30,347 | US\$ | | | 14,257 | 1.15 |
| Pharmaceuticals & biotechnology | | | | | 22,578 | 1.82 |
| GlaxoSmithKline | 492,452 | £ | | | 9,692 | 0.78 |
| Pfizer | 268,135 | US\$ | | | 12,671 | 1.02 |
| Viartis | 21,825 | US\$ | | | 215 | 0.02 |
| Banks | | | | | 88,933 | 7.18 |
| Banco Bilbao Vizcaya Argentaria | 355,644 | € | | | 1,886 | 0.15 |
| Bank of Montreal | 96,206 | CA\$ | | | 10,274 | 0.83 |
| Bank of Nova Scotia | 137,491 | CA\$ | | | 9,053 | 0.73 |
| BNP Paribas | 77,555 | € | | | 4,069 | 0.33 |
| Citigroup | 192,106 | US\$ | | | 9,517 | 0.77 |
| Commonwealth Bank of Australia | 78,603 | AU\$ | | | 5,616 | 0.45 |
| HSBC Holdings | 851,723 | £ | | | 5,333 | 0.43 |
| ING Groep | 316,858 | € | | | 3,075 | 0.25 |
| Intesa Sanpaolo | 1,386,526 | € | | | 2,944 | 0.24 |
| JPMorgan Chase | 69,549 | US\$ | | | 8,816 | 0.71 |
| KBC Group | 61,895 | € | | | 4,078 | 0.33 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Banks (continued) | | | | | | |
| KeyCorp | 250,757 | US\$ | | | 5,236 | 0.42 |
| Mizuho Financial Group | 416,410 | ¥ | | | 4,836 | 0.39 |
| PNC Financial Services Group | 69,120 | US\$ | | | 11,905 | 0.96 |
| Truist Financial | 43,308 | US\$ | | | 2,295 | 0.19 |
| Finance & credit services | | | | | 32,176 | 2.60 |
| American Express | 28,628 | US\$ | | | 4,895 | 0.39 |
| Banca Mediolanum | 658,971 | € | | | 5,180 | 0.42 |
| Mastercard 'A' | 20,826 | US\$ | | | 6,798 | 0.55 |
| ORIX | 373,100 | ¥ | | | 6,771 | 0.55 |
| Visa 'A' | 42,367 | US\$ | | | 8,532 | 0.69 |
| Investment banking & brokerage services | | | | | 26,210 | 2.12 |
| Greencoat UK Wind | 5,339,253 | £ | | | 9,619 | 0.78 |
| IG Group Holdings | 86,087 | £ | | | 842 | 0.07 |
| iShares USD Bond UCITS ETF | 105,825 | US\$ | | | 11,002 | 0.89 |
| Nomura Holdings | 1,241,700 | ¥ | | | 4,743 | 0.38 |
| Pendal Group | 1,109 | AU\$ | | | 4 | 0.00 |
| Life insurance | | | | | | |
| Legal & General Group | 1,803,364 | £ | | | 5,842 | 0.47 |
| Non-life insurance | | | | | | |
| Muenchener Rueckversicherungs-Gesellschaft in Muenchen | 36,758 | € | | | 8,995 | 0.73 |
| Real estate investment & services | | | | | | |
| Kerry Properties | 4,319,000 | HK\$ | | | 10,991 | 0.89 |
| Real estate investment trusts | | | | | 25,031 | 2.02 |
| Advance Residence Investment | 2,847 | ¥ | | | 7,281 | 0.59 |
| Home REIT | 4,354,000 | £ | | | 6,387 | 0.51 |
| Japan Metropolitan Fund Invest | 7,408 | ¥ | | | 5,664 | 0.46 |
| Stockland | 1,970,310 | AU\$ | | | 5,699 | 0.46 |
| Automobiles & parts | | | | | 30,648 | 2.47 |
| Daimler Truck Holding | 56,123 | € | | | 1,465 | 0.12 |
| Ford Motor | 479,955 | US\$ | | | 7,485 | 0.60 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Automobiles & parts (continued) | | | | | | |
| Honda Motor | 279,700 | ¥ | | | 7,201 | 0.58 |
| Kia | 122,334 | KRW | | | 6,727 | 0.54 |
| Mercedes-Benz Group | 120,363 | € | | | 7,770 | 0.63 |
| Household goods & home construction | | | | | 30,294 | 2.45 |
| Barratt Developments | 1,965,516 | £ | | | 12,154 | 0.98 |
| Coway | 87,664 | KRW | | | 4,462 | 0.36 |
| Daiwa House Industry | 247,000 | ¥ | | | 5,865 | 0.48 |
| Procter & Gamble | 56,125 | US\$ | | | 7,813 | 0.63 |
| Leisure goods | | | | | | |
| Panasonic Holdings | 619,800 | ¥ | | | 5,460 | 0.44 |
| Personal goods | | | | | 24,220 | 1.95 |
| LVMH Moet Hennessy Louis Vuitton | 18,516 | € | | | 12,099 | 0.97 |
| Unilever | 291,387 | £ | | | 12,121 | 0.98 |
| Retailers | | | | | 11,183 | 0.90 |
| Home Depot | 24,442 | US\$ | | | 6,804 | 0.55 |
| Industria de Diseno Textil | 215,957 | € | | | 4,379 | 0.35 |
| Travel & leisure | | | | | 10,418 | 0.84 |
| East Japan Railway | 85,500 | ¥ | | | 4,495 | 0.36 |
| West Japan Railway | 157,100 | ¥ | | | 5,923 | 0.48 |
| Food producers | | | | | | |
| Danone | 172,187 | € | | | 8,694 | 0.70 |
| Construction & materials | | | | | | |
| Obayashi | 892,800 | ¥ | | | 5,948 | 0.48 |
| Electronic & electrical equipment | | | | | 29,815 | 2.41 |
| Hitachi | 205,900 | ¥ | | | 9,408 | 0.76 |
| Hon Hai Precision Industry | 2,309,600 | TW\$ | | | 7,683 | 0.62 |
| Horiba | 137,100 | ¥ | | | 6,814 | 0.55 |
| Murata Manufacturing | 98,500 | ¥ | | | 5,910 | 0.48 |
| General industrials | | | | | | |
| ITOCHU | 292,300 | ¥ | | | 8,980 | 0.72 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Industrial support services | | | | | 21,160 | 1.71 |
| Mitsubishi | 353,000 | ¥ | | | 12,051 | 0.97 |
| Sumitomo | 580,100 | ¥ | | | 9,109 | 0.74 |
| Chemicals | | | | | | |
| BASF | 86,670 | € | | | 4,610 | 0.37 |
| Renewable energy | | | | | | |
| Renewables Infrastructure Group | 5,905,201 | £ | | | 9,424 | 0.76 |
| Fixed income | | | | | 544,681 | 43.96 |
| Bond portfolios | | | | | 48,141 | 3.89 |
| SPDR® Barclays 10+ Year US Corporate Bond ETF | 323,324 | US\$ | | | 9,624 | 0.78 |
| iShares Core EUR Corp Bond UCITS ETF | 86,473 | € | | | 10,937 | 0.88 |
| iShares USD High Yield Corp Bond UCITS ETF | 135,032 | US\$ | | | 12,003 | 0.97 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund USD Class 'C' (Distribution) ^a | 2,063,722 | US\$ | | | 15,577 | 1.26 |
| Debt securities | | | | | 496,540 | 40.07 |
| 'AAA' credit rated bonds | | | | | | |
| Inter-American Development Bank 7.875% | 448,290,000,000 | IDR | 14.03.2023 | | 29,112 | 2.35 |
| 'AA' credit rated bonds | | | | | | |
| US Treasury Note 3% | 215,469,800 | US\$ | 15.02.2048 | | 211,506 | 17.07 |
| 'A' credit rated bonds | | | | | | |
| Chile (Republic of) 4.7% | 23,560,000,000 | CLP | 01.09.2030 | | 24,335 | 1.96 |
| 'BBB' credit rated bonds | | | | | 88,234 | 7.12 |
| Admiral Group 5.5% | 3,201,000 | £ | 25.07.2024 | | 4,004 | 0.32 |
| BUPA Finance 5% | 487,000 | £ | 25.04.2023 | | 592 | 0.05 |
| HCA 4.75% | 1,840,000 | US\$ | 01.05.2023 | | 1,702 | 0.14 |
| innogy Finance 5.625% | 1,131,000 | £ | 06.12.2023 | | 1,411 | 0.11 |
| Mexico (United Mexican States) 8.5% | 660,200,300 | MXN | 18.11.2038 | | 30,384 | 2.45 |
| Peru (Republic of) 6.95% | 80,490,000 | PEN | 12.08.2031 | | 20,025 | 1.62 |
| Portugal (Republic of) 1% | 33,992,024 | € | 12.04.2052 | | 26,220 | 2.12 |
| Thomson Reuters 5.85% | 125,000 | US\$ | 15.04.2040 | | 138 | 0.01 |
| Western Union 6.2% | 344,000 | US\$ | 17.11.2036 | | 341 | 0.03 |
| Zoetis 3.25% | 3,760,000 | US\$ | 01.02.2023 | | 3,417 | 0.27 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds | | | | | 113,893 | 9.19 |
| Brazil (Federal Republic of) 10% | 198,012,000 | BRL | 01.01.2023 | | 36,715 | 2.96 |
| Cemex 7.375% | 2,633,000 | US\$ | 05.06.2027 | | 2,544 | 0.20 |
| Colombia (Republic of) 10% | 84,431,100,000 | COP | 24.07.2024 | | 20,765 | 1.68 |
| Ford Motor 7.45% | 2,543,000 | US\$ | 16.07.2031 | | 2,706 | 0.22 |
| Iron Mountain 5.25% | 3,799,000 | US\$ | 15.03.2028 | | 3,401 | 0.27 |
| John Lewis 6.125% | 2,347,000 | £ | 21.01.2025 | | 2,958 | 0.24 |
| Kraft Heinz Foods 3.875% | 3,626,000 | US\$ | 15.05.2027 | | 3,330 | 0.27 |
| Ladbrokes Group Finance 5.125% | 1,740,000 | £ | 08.09.2023 | | 2,097 | 0.17 |
| Marks & Spencer 6% | 2,047,000 | £ | 12.06.2025 | | 2,531 | 0.20 |
| South Africa (Republic of) 6.25% | 771,144,054 | ZAR | 31.03.2036 | | 33,804 | 2.73 |
| Sprint Capital 6.875% | 2,917,000 | US\$ | 15.11.2028 | | 3,042 | 0.25 |
| 'B' credit rated bonds | | | | | 23,061 | 1.86 |
| Adient Global Holdings Ltd, REGS 3.5% | 1,679,000 | € | 15.08.2024 | | 1,652 | 0.13 |
| Aramark Services 6.375% | 2,466,000 | US\$ | 01.05.2025 | | 2,283 | 0.19 |
| Avantor Funding 4.625% | 3,742,000 | US\$ | 15.07.2028 | | 3,356 | 0.27 |
| Chemours 4% | 2,710,000 | € | 15.05.2026 | | 2,615 | 0.21 |
| CSC Holdings 7.5% | 3,502,000 | US\$ | 01.04.2028 | | 3,110 | 0.25 |
| iHeartCommunications 6.375% | 2,436,514 | US\$ | 01.05.2026 | | 2,244 | 0.18 |
| Nidda Healthcare Holding 3.5% | 2,352,000 | € | 30.09.2024 | | 2,262 | 0.18 |
| Summer Holdco 'B' 5.75% | 3,311,000 | € | 31.10.2026 | | 3,368 | 0.27 |
| Trivium Packaging Finance 5.5% | 2,408,000 | US\$ | 15.08.2026 | | 2,171 | 0.18 |
| 'CCC' credit rated bonds | | | | | 6,393 | 0.52 |
| Altice Financial 4.75% | 2,572,000 | € | 15.01.2028 | | 2,259 | 0.18 |
| CommScope Finance 8.25% | 2,441,000 | US\$ | 01.03.2027 | | 2,143 | 0.18 |
| VEON Holdings 4% | 3,660,000 | US\$ | 09.04.2025 | | 1,991 | 0.16 |
| Bonds with no credit rating | | | | | | |
| TRU Taj 12% ^b | 131,000 | US\$ | 30.03.2040 | | 6 | 0.00 |
| Currency | | | | | (8,800) | (0.70) |
| Forward currency contracts | | | | | (8,800) | (0.70) |
| Bought for € 64,136,129.56, Sold for ¥ 8,401,492,302.00 | | | 28.04.2022 | | 1,925 | 0.16 |
| Bought for ¥ 512,478,202.00, Sold for € 4,023,278.40 | | | 28.04.2022 | | (228) | (0.02) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for € 10,869,481.42, Sold for AUD 16,835,403.67 | | | 29.04.2022 | | (489) | (0.04) |
| Bought for € 27,069,293.95, Sold for CAD 38,357,002.92 | | | 29.04.2022 | | (510) | (0.04) |
| Bought for € 91,222,409.68, Sold for £ 76,226,943.08 | | | 29.04.2022 | | 1,131 | 0.09 |
| Bought for € 564,459,606.26, Sold for US\$ 639,963,782.42 | | | 29.04.2022 | | (11,891) | (0.96) |
| Bought for £ 3,181,145.05, Sold for € 3,802,013.92 | | | 29.04.2022 | | (42) | 0.00 |
| Bought for US\$ 135,320,735.95, Sold for € 120,766,560.39 | | | 29.04.2022 | | 1,102 | 0.09 |
| Bought for US\$ 13,908,167.05, Sold for TWD 390,819,494.00 | | | 17.06.2022 | | 202 | 0.02 |
| Portfolio of investments | | | | | 1,099,495 | 88.75 |
| Share class hedging | | | | | 1,435 | 0.11 |
| Bought for CHF 507,784.10, Sold for € 492,101.33 | | | 04.05.2022 | | 3 | 0.00 |
| Bought for € 4,677.46, Sold for CHF 4,821.63 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 739,152.14, Sold for US\$ 823,301.79 | | | 04.05.2022 | | (1) | 0.00 |
| Bought for SGD 224,324.54, Sold for € 148,594.70 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 402,699,857.35, Sold for € 361,209,487.30 | | | 04.05.2022 | | 1,406 | 0.11 |
| Bought for ZAR 136,734,311.58, Sold for € 8,424,184.59 | | | 04.05.2022 | | 27 | 0.00 |
| Total portfolio | | | | | 1,100,930 | 88.86 |
| Net other assets/(liabilities) | | | | | 138,161 | 11.14 |
| Net assets | | | | | 1,239,091 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 563,614 | 45.49 |
| Bond portfolios | | | | | 48,141 | 3.89 |
| Debt securities | | | | | 496,540 | 40.07 |
| Unrealised gains on forward currency contracts | | | | | 5,796 | 0.47 |
| Total Investment assets | | | | | 1,114,091 | 89.92 |

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|------------------|---------------|
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (13,161) | (1.06) |
| Total Investment liabilities | (13,161) | (1.06) |
| Total portfolio | 1,100,930 | 88.86 |
| Net other assets/(liabilities) | 138,161 | 11.14 |
| Net assets | 1,239,091 | 100.00 |

^a Crossholding (see note 12).

^b Fair valued.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | |
|---|-------------------------------------|----------------------------------|
| | Forward currency contracts €'000 | Collateral held as cash €'000 |
| HSBC Bank Plc | 281,910 | 0 |
| JP Morgan Chase | 149,649 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 82,411 | 1,273 |
| National Australia Bank Ltd | 158,331 | 0 |
| Standard Chartered Bank | 23,837 | 0 |
| State Street Bank and Trust Company | 743,841 | 0 |
| State Street Bank London | 210,459 | 0 |
| UBS AG London | 927,072 | 10,880 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Financial highlights

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-----------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +5.3 | +5.0 | +3.3 | +4.8 | 07.11.13 | 16.01.18 |
| Class 'A' Distribution | +5.3 | +5.0 | +3.3 | +4.8 | 07.11.13 | 16.01.18 |
| Class 'A Q' Distribution | +5.3 | +4.8 | +3.2 | +2.9 | 08.05.15 | 16.01.18 |
| Class 'B' Accumulation | +4.8 | +4.5 | +2.8 | +4.0 | 11.09.15 | 16.01.18 |
| Class 'B Q' Distribution | +4.8 | +4.3 | +2.7 | +4.0 | 11.09.15 | 16.01.18 |
| Class 'C' Accumulation | +6.2 | +5.9 | +4.1 | +5.6 | 07.11.13 | 16.01.18 |
| Class 'C' Distribution | +6.3 | +5.9 | +4.1 | +5.6 | 07.11.13 | 16.01.18 |
| Class 'C Q' Distribution | +6.2 | +5.7 | +4.0 | +3.7 | 08.05.15 | 16.01.18 |
| Class 'CI' Accumulation | +6.3 | +5.9 | +4.2 | +5.6 | 07.11.13 | 16.01.18 |
| Class 'JI' Accumulation | +6.4 | n/a | n/a | +3.2 | n/a | 13.12.19 |
| Class 'ZI' Distribution | +7.0 | +6.6 | n/a | +4.5 | n/a | 08.05.18 |
| Singapore dollar | | | | | | |
| Class 'A-H' Accumulation | +6.3 | +6.2 | +4.8 | +5.6 | 09.10.15 | 16.01.18 |
| Class 'A-H' Distribution | +6.3 | +6.2 | +4.8 | +5.6 | 09.10.15 | 16.01.18 |
| Class 'C-H' Accumulation | +7.2 | +7.1 | +5.6 | +6.5 | 09.10.15 | 16.01.18 |
| Class 'C-H' Distribution | +7.2 | +7.1 | +5.6 | +6.4 | 09.10.15 | 16.01.18 |
| South African rand | | | | | | |
| Class 'A-H F1' Distribution | n/a | n/a | n/a | +2.8 | n/a | 23.09.21 |
| Class 'X-H F1' Distribution | n/a | n/a | n/a | +2.3 | n/a | 23.09.21 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +5.1 | +4.8 | +3.0 | +4.3 | 07.11.13 | 16.01.18 |
| Class 'C-H' Accumulation | +6.0 | +5.6 | +3.8 | +5.1 | 07.11.13 | 16.01.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A-H' Accumulation | +6.3 | +6.6 | +5.3 | +5.9 | 09.10.15 | 16.01.18 |
| Class 'A-H' Distribution | +6.3 | +6.6 | +5.3 | +6.0 | 09.10.15 | 16.01.18 |
| Class 'A-H F' Distribution | +6.3 | n/a | n/a | +8.1 | n/a | 19.11.20 |
| Class 'C-H' Accumulation | +7.2 | +7.5 | +6.2 | +6.8 | 09.10.15 | 16.01.18 |
| Class 'C-H' Distribution | +7.3 | +7.5 | +6.2 | +6.8 | 09.10.15 | 16.01.18 |
| Class 'X-H' Accumulation | n/a | n/a | n/a | -1.8 | n/a | 23.11.21 |
| Class 'X-H' Distribution | +5.2 | n/a | n/a | +9.0 | n/a | 24.06.20 |
| Class 'X-H F' Distribution | +5.2 | n/a | n/a | +7.0 | n/a | 19.11.20 |

^a Fund performance before the launch of the fund on 16 January 2018 is that of the relevant Merged Share Class of the M&G Income Allocation Fund, which includes UK taxes but excludes entry and exit charges. The M&G Income Allocation Fund is a UK authorised fund which launched on 7 November 2013 and its non-Sterling share classes merged into M&G (Lux) Income Allocation Fund on 16 March 2018.

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A Q' Distribution Euro ¢ | Class 'B Q' Distribution Euro ¢ | Class 'C Q' Distribution Euro ¢ |
|------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| First interim | 0.0722 | 0.0709 | 0.0742 |
| Second interim | 0.0738 | 0.0725 | 0.0761 |
| Third interim | 0.0745 | 0.0730 | 0.0770 |
| Final | 0.0928 | 0.0911 | 0.0950 |

Financial highlights

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'ZI' Distribution Euro ¢ | Class 'A-H' Distribution SGD ¢ | Class 'C-H' Distribution SGD ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| First interim | 0.0236 | 0.0243 | 0.0254 | 0.0248 | 0.0255 |
| Second interim | 0.0238 | 0.0245 | 0.0257 | 0.0251 | 0.0258 |
| Third interim | 0.0242 | 0.0249 | 0.0261 | 0.0255 | 0.0262 |
| Fourth interim | 0.0244 | 0.0252 | 0.0264 | 0.0257 | 0.0265 |
| Fifth interim | 0.0245 | 0.0253 | 0.0265 | 0.0259 | 0.0267 |
| Sixth interim | 0.0243 | 0.0251 | 0.0263 | 0.0257 | 0.0265 |
| Seventh interim | 0.0245 | 0.0253 | 0.0266 | 0.0259 | 0.0267 |
| Eighth interim | 0.0245 | 0.0253 | 0.0266 | 0.0258 | 0.0267 |
| Ninth interim | 0.0249 | 0.0258 | 0.0270 | 0.0263 | 0.0272 |
| Tenth interim | 0.0245 | 0.0254 | 0.0267 | 0.0260 | 0.0269 |
| Eleventh interim | 0.0239 | 0.0248 | 0.0260 | 0.0253 | 0.0262 |
| Final | 0.0445 | 0.0457 | 0.0478 | 0.0470 | 0.0485 |

Financial highlights

| to 31 March 2022 | Class 'A-H F1' Distribution ZAR R | Class 'X-H F1' Distribution ZAR R | Class 'A-H' Distribution US ¢ | Class 'A-H F1' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|---|---|-------------------------------------|--|-------------------------------------|
| First interim | n/a | n/a | 0.0254 | 0.7588 | 0.0261 |
| Second interim | n/a | n/a | 0.0257 | 0.7588 | 0.0264 |
| Third interim | n/a | n/a | 0.0261 | 0.7588 | 0.0268 |
| Fourth interim | n/a | n/a | 0.0263 | 0.7588 | 0.0271 |
| Fifth interim | n/a | n/a | 0.0265 | 0.7588 | 0.0272 |
| Sixth interim | 1.5000 | 1.5000 | 0.0263 | 0.7588 | 0.0271 |
| Seventh interim | 1.5000 | 1.5000 | 0.0265 | 0.7588 | 0.0273 |
| Eighth interim | 1.5000 | 1.5000 | 0.0265 | 0.7588 | 0.0273 |
| Ninth interim | 1.5000 | 1.5000 | 0.0269 | 0.7588 | 0.0278 |
| Tenth interim | 1.5150 | 1.5112 | 0.0266 | 0.7760 | 0.0275 |
| Eleventh interim | 1.5150 | 1.5112 | 0.0259 | 0.7760 | 0.0268 |
| Final | 1.5150 | 1.5112 | 0.0500 | 0.7760 | 0.0491 |

| to 31 March 2022 | Class 'X-H' Distribution US ¢ | Class 'X-H F1' Distribution US ¢ |
|------------------|-------------------------------------|--|
| First interim | 0.0336 | 0.7578 |
| Second interim | 0.0307 | 0.7578 |
| Third interim | 0.0289 | 0.7578 |
| Fourth interim | 0.0248 | 0.7578 |
| Fifth interim | 0.0307 | 0.7578 |
| Sixth interim | 0.0397 | 0.7578 |
| Seventh interim | 0.0331 | 0.7578 |
| Eighth interim | 0.0349 | 0.7578 |
| Ninth interim | 0.0183 | 0.7578 |
| Tenth interim | 0.0259 | 0.7667 |
| Eleventh interim | 0.0238 | 0.7667 |
| Final | 0.0336 | 0.7667 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|-----------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 11.0083 | 10.4498 | 8.7615 |
| Class 'A' Distribution | 9.6229 | 9.4173 | 8.1436 |
| Class 'A Q' Distribution | 9.6987 | 9.4889 | 8.2181 |
| Class 'A F2' Distribution | n/a | n/a | 8.6933 |
| Class 'A F3' Distribution | n/a | n/a | 8.5266 |
| Class 'B' Accumulation | 10.7806 | 10.2850 | 8.6664 |
| Class 'B Q' Distribution | 9.4960 | 9.3376 | 8.1275 |
| Class 'B F2' Distribution | n/a | n/a | 8.6081 |
| Class 'B F3' Distribution | n/a | n/a | 8.4421 |
| Class 'C' Accumulation | 11.4091 | 10.7384 | 8.9272 |
| Class 'C' Distribution | 9.9745 | 9.6778 | 8.2978 |
| Class 'C Q' Distribution | 10.0420 | 9.7418 | 8.3631 |
| Class 'CI' Accumulation | 11.4310 | 10.7549 | 8.9376 |
| Class 'JI' Accumulation | 10.7448 | 10.0995 | 8.3846 |
| Class 'ZI' Distribution | 10.4930 | 10.1119 | 8.6119 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 11.6758 | 10.9808 | 9.1370 |
| Class 'A-H' Distribution | 10.1987 | 9.8878 | 8.4838 |
| Class 'C-H' Accumulation | 12.1010 | 11.2857 | 9.3103 |
| Class 'C-H' Distribution | 10.5696 | 10.1610 | 8.6441 |
| South African rand | ZAR | ZAR | ZAR |
| Class 'A-H F1' Distribution | 145.0954 | n/a | n/a |
| Class 'X-H F1' Distribution | 144.3467 | n/a | n/a |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.8825 | 10.3561 | 8.6982 |
| Class 'C-H' Accumulation | 11.2758 | 10.6411 | 8.8636 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|------------------|------------------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 11.9171 | 11.2141 | 9.3067 |
| Class 'A-H' Distribution | 10.4406 | 10.1237 | 8.6618 |
| Class 'A-H F' Distribution | 98.6681 | 101.5436 | n/a |
| Class 'C-H' Accumulation | 12.3639 | 11.5336 | 9.4888 |
| Class 'C-H' Distribution | 10.7999 | 10.3807 | 8.8085 |
| Class 'X-H' Accumulation | 9.8196 | n/a | n/a |
| Class 'X-H' Distribution | 11.0511 | 10.8404 | n/a |
| Class 'X-H F' Distribution | 97.2327 | 101.1217 | n/a |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 1,239,091 | 1,035,120 | 1,111,790 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 2,582 |
| Swung net assets | 1,239,091 | 1,035,120 | 1,114,372 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.72 |
| Class 'A' Distribution | | | 1.72 |
| Class 'A Q' Distribution | | | 1.72 |
| Class 'A F2' Distribution | | | n/a |
| Class 'A F3' Distribution | | | n/a |
| Class 'B' Accumulation | | | 2.22 |
| Class 'B Q' Distribution | | | 2.22 |
| Class 'B F2' Distribution | | | n/a |
| Class 'B F3' Distribution | | | n/a |
| Class 'C' Accumulation | | | 0.87 |
| Class 'C' Distribution | | | 0.87 |
| Class 'C Q' Distribution | | | 0.86 |
| Class 'CI' Accumulation | | | 0.83 |
| Class 'JI' Accumulation | | | 0.73 |
| Class 'ZI' Distribution | | | 0.18 |

Financial highlights

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Singapore dollar | % |
| Class 'A-H' Accumulation | 1.73 |
| Class 'A-H' Distribution | 1.74 |
| Class 'C-H' Accumulation | 0.89 |
| Class 'C-H' Distribution | 0.89 |
| South African rand | % |
| Class 'A-H F1' Distribution | 1.74 |
| Class 'X-H F1' Distribution | 2.74 |
| Swiss franc | % |
| Class 'A-H' Accumulation | 1.74 |
| Class 'C-H' Accumulation | 0.89 |
| US dollar | % |
| Class 'A-H' Accumulation | 1.75 |
| Class 'A-H' Distribution | 1.74 |
| Class 'A-H F' Distribution | 1.74 |
| Class 'C-H' Accumulation | 0.90 |
| Class 'C-H' Distribution | 0.91 |
| Class 'X-H' Accumulation | 2.74 |
| Class 'X-H' Distribution | 2.74 |
| Class 'X-H F' Distribution | 2.74 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the Japanese equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies that are domiciled in, or conducting the major part of their economic activity in, Japan. The Fund usually holds fewer than 50 stocks.

The Investment Manager believes that market mispricings can and often do occur because psychological factors (i.e. behavioural biases) may prevent investors from always assessing investments rationally. As a result, market prices do not always reflect fundamental values.

The Investment Manager believes that it is possible to profit systematically from such behavioural biases that are prevalent in the Japanese equity market.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Investment Manager aims to take advantage of market mispricings by adopting a disciplined, long-term investment approach. The Fund screens a wide investment universe to form a focused list of stocks which will trade on low valuations relative to their history and the market. These companies are then subject to disciplined and rigorous fundamental analysis. Attaining an understanding of a company's sustainable earnings ensures our fundamental analysis leads to a high level of conviction for each of the companies held in the Fund.

The Investment Manager aims to construct a reasonably diversified portfolio and expects stock selection to be the main driver of performance.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

MSCI Japan Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The Japanese stockmarket struggled during the 12 months under review, trailing other major markets around the world. Several factors weighed on sentiment, including concerns over energy price-driven inflation (a general increase in prices), as well as fears of an economic slowdown in China (one of Japan's largest trading partners).

Against this background the fund was ahead of its benchmark, the MSCI Japan Net Return Index. Outperformance was driven by stock selection including names such as Mitsui OSK Lines, Fujimi and Mitsui.

Shipping conglomerate Mitsui OSK benefited from favourable demand/supply conditions in its sector, which drove a spectacular increase in earnings, while semiconductor company Fujimi reported better-than-expected earnings. We have been engaging with Fujimi and feel encouraged by our ongoing dialogue on issues ranging from corporate governance to commercial strategy. Mitsui, one of Japan's main trading companies, benefited from improving sentiment towards the commodity complex.

Conversely, a holding in chemicals company Tokuyama detracted. Its share price came under pressure when it issued profit guidance that disappointed some investors. Other notable detractors included Mandom and Ree Automotive.

Mandom is a cosmetics company (with a large market share in male grooming products) and has an impressive track record over many decades. The market is nervous that the negative impact from COVID-19 (such as working from home becoming more prevalent) might be permanent. Ree Automotive is a US-listed company that is closely linked to the Japanese auto industry. Its share price suffered recently, along with the general malaise in the stock prices of early growth companies.

Investment activities

We aim to identify significant dislocations between the price and what we consider to be the value of a stock that we can exploit and where we believe we have better insight than our peers. Our edge does not come from better forecasting, but rather from what we consider to be higher-quality pricing of risk. In addition, we actively engage with companies we invest in to add value in a range of areas. We believe this differentiates us as investment professionals and can lead us to unique investment opportunities.

Early on in the review period we initiated a holding in Earth Corp, a small-cap company that has a dominant position in the domestic insecticide market in Japan and is growing in Asia. We have been engaging with this company over the past year and feel there is great willingness by the management to improve its ESG (environmental, social and governance) credentials.

We also initiated a position in logistics company Kintetsu World Express. Kintetsu is one of the portfolio's largest overweight holdings. Free cashflow generation at the company has been very strong, which has rapidly transformed Kintetsu's balance sheet. Moreover, as Japan's second-largest air/ocean freight-forwarder, the company is a significant beneficiary of improved pricing power, resulting from tightness in logistics markets.

Later on in 2021, we built a position in Kawasaki Heavy Industries (KHI), taking advantage of some weakness in KHI's share price related to a railway derailment incident involving a KHI-built subway car in Washington DC, United States. The accident was unfortunate, but we believe it is a short-term issue for investors and we remain focused on the medium-term outlook.

We also added high growth biotechnology company PeptiDream – a company we have followed for many years and in which we have invested for the first time. A sell-off in its share price created what we considered to be a compelling entry point for this high-growth company.

In the fourth quarter of 2021, we made some changes in order to optimise portfolio construction. The fund seeks

Investment review

to generate above-market returns through stock selection and avoid taking on unintended bets. To that end, we reduced the fund's underweights to some high valuation names, such as Keyence, Fast Retailing and Recruit Holdings.

Early in 2022, we established a position in Yamato Holdings, one of Japan's top home delivery providers and Showa Denko. At the hands of a new senior executive team, Showa Denko is, we believe, in the early stages of an impressive transformation. As the world's largest semiconductor-materials producer, we believe the company is deeply mispriced on a medium term view.

Positions that were closed during the review period included Nomura Holdings and Sumitomo Electric Industries, as we saw better opportunities elsewhere. We also exited DIP following strong performance, and Sumitomo Heavy Industries. Later on in the review period we closed the fund's positions in Musashi Seimitsu, Tokuyama and Fujimi, on valuation grounds.

Outlook

Whilst the full ramifications of the tragic Ukrainian situation are currently far from clear as yet, the recent past has reminded us to always expect the unexpected. Following a strong year of performance in 2021, we came into this crisis with a modest level of portfolio risk and are watching as the opportunity set opens up significantly. A rising sense of confusion in markets typically delivers opportunities for the patient, studious stock picker. We remain hard at work looking for opportunities to earn outsized returns for modest levels of risk.

Carl Vine

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value ¥'000 | Market value ¥'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 9,638,748 | 97.08 |
| Chemicals | | | | | | |
| Showa Denko KK | 61,900 | ¥ | | | 150,304 | 1.51 |
| Aerospace & defense | | | | | | |
| Kawasaki Heavy Industries | 125,600 | ¥ | | | 279,466 | 2.81 |
| Construction & engineering | | | | | | |
| Taisei | 58,900 | ¥ | | | 208,210 | 2.10 |
| Industrial conglomerates | | | | | | |
| Hitachi | 55,600 | ¥ | | | 343,003 | 3.45 |
| Machinery | | | | | 453,631 | 4.57 |
| Hino Motors | 101,700 | ¥ | | | 73,488 | 0.74 |
| Hitachi Zosen | 263,200 | ¥ | | | 196,631 | 1.98 |
| MINEBEA MITSUMI | 68,100 | ¥ | | | 183,512 | 1.85 |
| Trading companies & distributors | | | | | | |
| Mitsui | 102,700 | ¥ | | | 341,654 | 3.44 |
| Professional services | | | | | | |
| Recruit Holdings | 20,000 | ¥ | | | 108,207 | 1.09 |
| Air freight & logistics | | | | | 409,899 | 4.13 |
| Kintetsu World Express | 81,100 | ¥ | | | 254,143 | 2.56 |
| Yamato Holdings | 67,900 | ¥ | | | 155,756 | 1.57 |
| Marine | | | | | | |
| Mitsui OSK Lines | 24,900 | ¥ | | | 85,129 | 0.86 |
| Road & rail | | | | | 205,199 | 2.07 |
| Keisei Electric Railway | 39,600 | ¥ | | | 135,131 | 1.36 |
| Sankyu | 17,600 | ¥ | | | 70,068 | 0.71 |
| Transportation infrastructure | | | | | | |
| Kamigumi | 84,800 | ¥ | | | 186,846 | 1.88 |
| Auto components | | | | | 267,134 | 2.69 |
| REE Automotive | 271,279 | US\$ | | | 64,979 | 0.65 |
| Toyota Industries | 23,900 | ¥ | | | 202,155 | 2.04 |
| Automobiles | | | | | 991,063 | 9.98 |
| Honda Motor | 100,100 | ¥ | | | 347,933 | 3.50 |
| Isuzu Motors | 59,800 | ¥ | | | 94,801 | 0.96 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value ¥'000 | Market value ¥'000 | % of net assets |
|---------------------------------------|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Automobiles (continued) | | | | | | |
| Toyota Motor | 246,400 | ¥ | | | 548,329 | 5.52 |
| Household durables | | | | | 745,710 | 7.51 |
| Haseko | 125,000 | ¥ | | | 176,078 | 1.77 |
| Nikon | 178,400 | ¥ | | | 234,854 | 2.37 |
| Sony Group | 26,300 | ¥ | | | 334,778 | 3.37 |
| Specialty retail | | | | | 311,748 | 3.14 |
| Fast Retailing | 1,300 | ¥ | | | 81,804 | 0.82 |
| Sanrio | 91,700 | ¥ | | | 229,944 | 2.32 |
| Food & staples retailing | | | | | | |
| Seven & i Holdings | 53,500 | ¥ | | | 310,512 | 3.13 |
| Beverages | | | | | | |
| Kirin Holdings | 125,300 | ¥ | | | 229,350 | 2.31 |
| Household products | | | | | | |
| Earth | 32,800 | ¥ | | | 183,546 | 1.85 |
| Biotechnology | | | | | | |
| PeptiDream | 49,900 | ¥ | | | 109,213 | 1.10 |
| Pharmaceuticals | | | | | 330,954 | 3.33 |
| Astellas Pharma | 74,300 | ¥ | | | 142,052 | 1.43 |
| Takeda Pharmaceutical | 54,000 | ¥ | | | 188,902 | 1.90 |
| Banks | | | | | | |
| Mitsubishi UFJ Financial Group | 485,500 | ¥ | | | 369,387 | 3.72 |
| Diversified financial services | | | | | | |
| ORIX | 145,600 | ¥ | | | 356,763 | 3.59 |
| Consumer finance | | | | | | |
| Credit Saison | 237,000 | ¥ | | | 308,918 | 3.11 |
| Capital markets | | | | | | |
| Sparx Group | 1,116,100 | ¥ | | | 305,271 | 3.07 |
| IT services | | | | | 449,673 | 4.53 |
| BIPROGY | 72,400 | ¥ | | | 225,055 | 2.27 |
| NEC | 43,600 | ¥ | | | 224,618 | 2.26 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value ¥'000 | Market value ¥'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Electronic equipment, instruments & components | | | | | | |
| Keyence | 1,900 | ¥ | | | 108,779 | 1.10 |
| Semiconductors & semiconductor equipment | | | | | | |
| Renesas Electronics | 182,500 | ¥ | | | 260,676 | 2.63 |
| Diversified telecommunication services | | | | | | |
| Nippon Telegraph & Telephone | 82,700 | ¥ | | | 293,338 | 2.95 |
| Wireless telecommunication services | | | | | | |
| SoftBank Group | 19,900 | ¥ | | | 110,693 | 1.12 |
| Media | | | | | | |
| TBS Holdings | 75,000 | ¥ | | | 134,055 | 1.35 |
| Entertainment | | | | | | |
| Nintendo | 5,700 | ¥ | | | 351,981 | 3.55 |
| Real estate management & development | | | | | | |
| Mitsui Fudosan | 94,000 | ¥ | | | 246,350 | 2.48 |
| Nomura Real Estate Holdings | 31,400 | ¥ | | | 92,086 | 0.93 |
| Portfolio of investments | | | | | 9,638,748 | 97.08 |
| Share class hedging | | | | | (172) | 0.00 |
| Bought for € 291,174.56, Sold for ¥ 39,496,520.00 | | | 06.05.2022 | | (171) | 0.00 |
| Bought for CHF 57,507.93, Sold for ¥ 7,559,777.00 | | | 06.05.2022 | | 10 | 0.00 |
| Bought for US\$ 151,249.28, Sold for ¥ 18,405,287.00 | | | 06.05.2022 | | (11) | 0.00 |
| Total portfolio | | | | | 9,638,576 | 97.08 |
| Net other assets/(liabilities) | | | | | 289,651 | 2.92 |
| Net assets | | | | | 9,928,227 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 9,638,748 | 97.08 |
| Unrealised gains on forward currency contracts | | | | | 10 | 0.00 |
| Total Investment assets | | | | | 9,638,758 | 97.08 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|------------------|---------------|
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (182) | 0.00 |
| Total Investment liabilities | (182) | 0.00 |
| Total portfolio | 9,638,576 | 97.08 |
| Net other assets/(liabilities) | 289,651 | 2.92 |
| Net assets | 9,928,227 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts ¥'000 |
|-------------------------------------|---|
| State Street Bank and Trust Company | 130,747 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +3.6 | +7.9 | +3.1 | +3.7 | 28.11.01 | 26.10.18 |
| Class 'A-H' Accumulation | +6.3 | +9.6 | n/a | +5.0 | n/a | 06.11.18 |
| Class 'C' Accumulation | +4.3 | +8.7 | +3.9 | +4.4 | 28.11.01 | 26.10.18 |
| Class 'C-H' Accumulation | +7.0 | +10.4 | n/a | +5.8 | n/a | 06.11.18 |
| Class 'CI' Accumulation | +4.4 | +8.7 | +3.9 | +4.4 | 28.11.01 | 06.11.18 |
| Japanese yen | | | | | | |
| Class 'A' Accumulation | +7.7 | +10.9 | +5.8 | +4.8 | 28.11.01 | 06.11.18 |
| Class 'C' Accumulation | +8.5 | +11.7 | +6.6 | +5.5 | 28.11.01 | 06.11.18 |
| Class 'CI' Accumulation | +8.5 | n/a | n/a | +14.1 | n/a | 28.05.19 |
| Class 'CI' Distribution | +8.5 | n/a | n/a | +14.1 | n/a | 28.05.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Sterling | | | | | | |
| Class 'C' Accumulation | +3.5 | n/a | n/a | +6.2 | n/a | 05.07.19 |
| Class 'C' Distribution | +3.4 | n/a | n/a | +6.2 | n/a | 05.07.19 |
| Class 'CI' Accumulation | +3.5 | n/a | n/a | +6.3 | n/a | 05.07.19 |
| Class 'CI' Distribution | +3.5 | n/a | n/a | +6.3 | n/a | 05.07.19 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +6.3 | +9.6 | n/a | +5.0 | n/a | 06.11.18 |
| Class 'C-H' Accumulation | +7.1 | +10.4 | n/a | +5.8 | n/a | 06.11.18 |
| US dollar | | | | | | |
| Class 'A' Accumulation | -2.1 | +7.4 | +3.9 | +5.1 | 09.10.15 | 26.10.18 |
| Class 'A-H' Accumulation | +7.3 | +11.1 | n/a | +6.7 | n/a | 06.11.18 |
| Class 'C' Accumulation | -1.3 | +8.2 | +4.7 | +5.9 | 09.10.15 | 26.10.18 |
| Class 'C-H' Accumulation | +8.0 | +11.9 | n/a | +7.5 | n/a | 06.11.18 |
| Class 'CI' Accumulation | -1.3 | +8.3 | +4.7 | +5.9 | 09.10.15 | 06.11.18 |

^a Fund performance before the launch of the fund on 26 October 2018 is that of the relevant Merged Share Class of the M&G Japan Fund, which includes UK taxes but excludes entry and exit charges. The M&G Japan Fund is a UK authorised fund which launched on 6 April 1971 and its non-Sterling share classes merged into M&G (Lux) Japan Fund on 26 October 2018.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'C' Distribution UK p | Class 'CI' Distribution UK p | Class 'CI' Distribution JPY ¢ |
|------------------|-----------------------------------|------------------------------------|-------------------------------------|
| Final | 0.2478 | 0.2481 | 30.5029 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 26 October 2018 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|------------------|------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 20.8487 | 20.1309 | 14.2328 |
| Class 'A-H' Accumulation | 11.8159 | 11.1132 | 7.2687 |
| Class 'C' Accumulation | 24.1239 | 23.1192 | 16.2246 |
| Class 'C-H' Accumulation | 12.1176 | 11.3235 | 7.3449 |
| Class 'CI' Accumulation | 12.0666 | 11.5595 | 8.1082 |
| Japanese yen | ¥ | ¥ | ¥ |
| Class 'A' Accumulation | 1,228.9320 | 1,141.2724 | 739.0200 |
| Class 'C' Accumulation | 1,260.6065 | 1,161.9599 | 746.8200 |
| Class 'CI' Accumulation | 1,455.9577 | 1,341.5037 | 861.8500 |
| Class 'CI' Distribution | 1,383.4522 | 1,299.0793 | 861.8500 |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 11.8002 | 11.4058 | 8.3153 |
| Class 'C' Distribution | 11.2400 | 11.0723 | 8.3153 |
| Class 'CI' Accumulation | 11.8133 | 11.4139 | 8.3177 |
| Class 'CI' Distribution | 11.2526 | 11.0801 | 8.3177 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 11.8015 | 11.1051 | 7.2633 |
| Class 'C-H' Accumulation | 12.1072 | 11.3064 | 7.3402 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 13.8223 | 14.1157 | 9.3108 |
| Class 'A-H' Accumulation | 12.4677 | 11.6253 | 7.5273 |
| Class 'C' Accumulation | 14.5061 | 14.7030 | 9.6288 |
| Class 'C-H' Accumulation | 12.7776 | 11.8304 | 7.6032 |
| Class 'CI' Accumulation | 11.7371 | 11.8922 | 7.7826 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | ¥'000 | ¥'000 | ¥'000 |
| Net assets | 9,928,227 | 9,135,849 | 9,472,472 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 28,805 |
| Swung net assets | 9,928,227 | 9,135,849 | 9,501,277 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C-H' Accumulation | | 0.97 |
| Class 'CI' Accumulation | | 0.91 |
| Japanese yen | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'C' Accumulation | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'CI' Distribution | | 0.91 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.95 |
| Class 'C' Distribution | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'CI' Distribution | | 0.91 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'C-H' Accumulation | | 0.97 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C-H' Accumulation | | 0.96 |
| Class 'CI' Accumulation | | 0.91 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the Japanese Smaller Companies equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in equity securities of smaller companies that are incorporated, domiciled, or do most of their business in Japan.

Smaller companies are defined as the bottom half in terms of total market capitalisation of all publicly listed companies in Japan.

The Fund usually holds a concentrated portfolio of fewer than 50 companies.

The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

Investment strategy

Investment approach

The Fund employs a disciplined approach to investment which concentrates on the analysis and selection of individual companies.

The Investment Manager believes that stock market mispricings can and often do occur because psychological factors (i.e. behavioural biases) prevent investors from always assessing investments rationally. This can lead to companies being priced differently to what the Investment Manager believes is the true value, which can cause volatility in prices. The Fund seeks to profit from such behavioural biases by employing an investment approach which aims to take advantage of this price volatility.

The investment approach filters the Fund's investment universe down to a focused list of companies whose shares trade on low valuations relative to their history and the market. These companies are then subject to rigorous fundamental analysis to attain an understanding of a company's sustainable earnings. This fundamental analysis leads to a high level of conviction for each of the companies held in the Fund.

The Investment Manager expects stock selection to be the main driver of performance.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

Russell/Nomura Mid-Small Cap Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

Investment objective and policy

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The Japanese stockmarket struggled during the 12 months under review, trailing other major markets around the world. Several factors weighed on sentiment, including concerns about energy price-driven inflation, as well as fears of an economic slowdown in China, one of Japan's largest trading partners.

Against this background the fund was ahead of its benchmark the Russell/Nomura Mid-Small Cap Net Return Index. Outperformance was driven mainly by stock selection, with key contributors including Nippon Pillar Packing and Namura Shipbuilding.

Nippon Pillar Packing is the largest above-benchmark position in the fund. This profitable family-owned company is not widely covered by analysts. However, we believe it has an extremely high-quality business thanks to a 90% market share in a niche component used in semiconductor clean rooms.

Having been a major shareholder in Namura Shipbuilding nearly 20 years ago, we invested again in this little-known shipbuilding company in 2021 at a favourable price. We believe Namura will have a meaningful part to play in Japan's carbon-neutral ambitions. As Japan promotes ammonia as a replacement to its existing thermal power sources, demand for LPG carriers, which transport ammonia and are capable of operating globally, will likely rise very significantly. We believe Namura will be a beneficiary.

Conversely, Yukiguni Maitake and Tokuyama detracted. Yukiguni operates a unique business in one of the world's fastest-growing functional food segments, mushrooms. The company trades on a low multiple of earnings and we believe the market is attributing no value to Yukiguni's potential success in the food supplements market, where pricing per gram is more than 10 times the raw product market.

Chemicals company Tokuyama's share price came under pressure when it issued profit guidance that disappointed some investors.

Investment activities

We aim to identify significant dislocations between the price and value of a stock that we can exploit and where we believe we have better insight than our peers. Our edge does not come from better forecasting, but rather from what we consider to be higher-quality pricing of risk. In addition, we actively engage with companies we invest in to add value in a range of areas. We believe this differentiates us as investment professionals and can lead us to unique investment opportunities.

Early in the review period, we initiated positions in Namura Shipbuilding (see earlier) and Benext-Yumeshin. We believe recruitment consultant Benext-Yumeshin is well-placed to consolidate the growing, but fragmented staffing industry in Japan.

Later on in 2021, we built a position in Kawasaki Heavy Industries (KHI), taking advantage of some weakness in KHI's share price related to a railway derailment incident involving a KHI-built subway car in Washington DC, United States. The accident was unfortunate, but we believe it is a short-term issue for investors and we remain focused on the medium-term outlook.

We also began a position in ST Corp, a domestic household goods company. This well-managed business operates within an industry that is ripe for consolidation, in our view. We believe that with its strong balance sheet, low valuation and strong strategic footprint, the company could be an acquisition target.

Towards the end of 2021, we began positions in Nabtesco and PeptiDream. Nabtesco is an engineering company that has a large share of the global market for robotics. We believe the current valuation is excessively depressed due to the cyclical nature of the company and concerns over Chinese demand. In our view, its earnings potential in the next few years is underappreciated by the market.

Biotechnology company PeptiDream is a company we have followed for many years, but this is the first time we have invested. A sell-off in its share price created what we considered to be a compelling entry point for this high-growth company.

Investment review

In 2022, we established a position in Yamato Holdings, one of Japan's top home delivery providers, and Showa Denko. At the hands of a new senior executive team, Showa Denko is, we believe, in the early stages of an impressive transformation. As the world's largest semiconductor-materials producer, we believe the company is deeply mispriced on a medium-term view.

Early on in the review period we exited biotechnology company StemRIM, Toyota Motor and recruitment consultant DIP. Later, we sold semiconductor company SUMCO, auto components manufacturer Musashi Seimitsu and chemicals company Tokuyama. Model manufacturer Fujimi and electrical equipment manufacturer Fuji Electric also left the portfolio. Most of these names have been significant contributors to the performance of the fund, and at the time of sale we felt there were better risk/return opportunities elsewhere.

Outlook

Whilst the full ramifications of the tragic situation in Ukraine are currently far from clear, the recent past has reminded us to always expect the unexpected.

Following a strong year of performance in 2021, we came into this crisis with a modest level of portfolio risk and are watching as the opportunity set opens up significantly. A rising sense of confusion in markets typically delivers opportunities for the patient, studious stockpicker. We remain hard at work looking for opportunities to earn outsized returns for modest levels of risk.

Carl Vine

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value ¥'000 | Market value ¥'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 4,062,486 | 97.11 |
| Software & computer services | | | | | | |
| BIPROGY | 30,600 | ¥ | | | 95,120 | 2.27 |
| Technology hardware & equipment | | | | | 221,876 | 5.30 |
| NEC | 19,700 | ¥ | | | 101,490 | 2.42 |
| Tazmo | 72,600 | ¥ | | | 120,386 | 2.88 |
| Pharmaceuticals & biotechnology | | | | | 97,868 | 2.34 |
| PeptiDream | 26,400 | ¥ | | | 57,780 | 1.38 |
| Perseus Proteomics | 96,500 | ¥ | | | 40,088 | 0.96 |
| Finance & credit services | | | | | 197,923 | 4.73 |
| Credit Saison | 115,000 | ¥ | | | 149,897 | 3.58 |
| ORIX | 19,600 | ¥ | | | 48,026 | 1.15 |
| Investment banking & brokerage services | | | | | | |
| Sparx Group | 604,600 | ¥ | | | 165,368 | 3.95 |
| Real estate investment & services | | | | | | |
| Nomura Real Estate Holdings | 14,200 | ¥ | | | 41,644 | 1.00 |
| Automobiles & parts | | | | | 184,645 | 4.41 |
| Honda Motor | 22,000 | ¥ | | | 76,469 | 1.83 |
| REE Automotive | 123,215 | US\$ | | | 29,513 | 0.70 |
| Toyota Industries | 9,300 | ¥ | | | 78,663 | 1.88 |
| Household goods & home construction | | | | | 202,257 | 4.84 |
| Sanrio | 55,100 | ¥ | | | 138,167 | 3.31 |
| ST | 42,000 | ¥ | | | 64,090 | 1.53 |
| Leisure goods | | | | | | |
| Nikon | 96,000 | ¥ | | | 126,379 | 3.02 |
| Personal goods | | | | | | |
| Axxzia | 122,800 | ¥ | | | 128,611 | 3.07 |
| Media | | | | | 178,620 | 4.27 |
| Relia | 95,600 | ¥ | | | 101,583 | 2.43 |
| TBS Holdings | 43,100 | ¥ | | | 77,037 | 1.84 |
| Travel & leisure | | | | | | |
| Keisei Electric Railway | 12,900 | ¥ | | | 44,020 | 1.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value ¥'000 | Market value ¥'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Beverages | | | | | | |
| Kirin Holdings | 51,200 | ¥ | | | 93,717 | 2.24 |
| Food producers | | | | | | |
| Yukiguni Maitake | 58,775 | ¥ | | | 67,150 | 1.61 |
| Construction & materials | | | | | | |
| Haseko | 45,000 | ¥ | | | 63,388 | 1.52 |
| Hitachi Zosen | 147,300 | ¥ | | | 110,045 | 2.63 |
| Kyudenko | 21,800 | ¥ | | | 62,530 | 1.49 |
| Electronic & electrical equipment | | | | | | |
| MINEBEA MITSUMI | 30,500 | ¥ | | | 82,189 | 1.97 |
| Nippon Pillar Packing | 49,600 | ¥ | | | 152,778 | 3.65 |
| QD Laser | 66,100 | ¥ | | | 42,312 | 1.01 |
| General industrials | | | | | | |
| Central Security Patrols | 17,500 | ¥ | | | 43,870 | 1.05 |
| Noritsu Koki | 43,800 | ¥ | | | 102,411 | 2.45 |
| Industrial engineering | | | | | | |
| Isuzu Motors | 31,800 | ¥ | | | 50,413 | 1.21 |
| Kawasaki Heavy Industries | 49,100 | ¥ | | | 109,250 | 2.61 |
| Nabtesco | 12,700 | ¥ | | | 41,458 | 0.99 |
| Namura Shipbuilding | 377,900 | ¥ | | | 124,478 | 2.98 |
| Nippon Thompson | 187,600 | ¥ | | | 101,783 | 2.43 |
| Industrial support services | | | | | | |
| BeNext-Yumeshin Group | 87,000 | ¥ | | | 145,184 | 3.47 |
| Yamato Holdings | 28,300 | ¥ | | | 64,917 | 1.55 |
| YCP Holdings Global | 81,352 | ¥ | | | 60,287 | 1.44 |
| Industrial transportation | | | | | | |
| Kamigumi | 44,800 | ¥ | | | 98,711 | 2.36 |
| Kintetsu World Express | 43,000 | ¥ | | | 134,749 | 3.22 |
| Nippon Signal Company | 88,300 | ¥ | | | 77,907 | 1.86 |
| Sakai Moving Service | 23,800 | ¥ | | | 100,868 | 2.41 |
| Industrial metals & mining | | | | | | |
| Tokyo Steel Manufacturing | 73,600 | ¥ | | | 85,711 | 2.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value ¥'000 | Market value ¥'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Chemicals | | | | | 362,049 | 8.66 |
| Earth | 21,000 | ¥ | | | 117,514 | 2.81 |
| Showa Denko KK | 34,700 | ¥ | | | 84,258 | 2.01 |
| Sumitomo Bakelite | 9,000 | ¥ | | | 44,940 | 1.08 |
| T Hasegawa | 44,100 | ¥ | | | 115,337 | 2.76 |
| Portfolio of investments | | | | | 4,062,486 | 97.11 |
| Share class hedging | | | | | (504) | (0.01) |
| Bought for ¥ 3,081,653.00, Sold for € 22,706.51 | | | 06.05.2022 | | 15 | 0.00 |
| Bought for € 780,883.61, Sold for ¥ 105,923,619.00 | | | 06.05.2022 | | (461) | (0.01) |
| Bought for CHF 61,257.26, Sold for ¥ 8,052,666.00 | | | 06.05.2022 | | 12 | 0.00 |
| Bought for US\$ 1,282,753.29, Sold for ¥ 156,067,757.00 | | | 06.05.2022 | | (70) | 0.00 |
| Total portfolio | | | | | 4,061,982 | 97.10 |
| Net other assets/(liabilities) | | | | | 121,365 | 2.90 |
| Net assets | | | | | 4,183,347 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 4,062,486 | 97.11 |
| Unrealised gains on forward currency contracts | | | | | 27 | 0.00 |
| Total Investment assets | | | | | 4,062,513 | 97.11 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (531) | (0.01) |
| Total Investment liabilities | | | | | (531) | (0.01) |
| Total portfolio | | | | | 4,061,982 | 97.10 |
| Net other assets/(liabilities) | | | | | 121,365 | 2.90 |
| Net assets | | | | | 4,183,347 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts ¥'000 |
|-------------------------------------|---|
| State Street Bank and Trust Company | 545,775 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | -0.5 | +10.4 | +4.5 | +6.8 | 28.11.01 | 26.10.18 |
| Class 'A-H' Accumulation | +2.3 | +12.2 | n/a | +7.6 | n/a | 06.11.18 |
| Class 'C' Accumulation | +0.3 | +11.3 | +5.2 | +7.6 | 28.11.01 | 26.10.18 |
| Class 'C-H' Accumulation | +2.8 | +12.9 | n/a | +8.3 | n/a | 06.11.18 |
| Class 'CI' Accumulation | +0.3 | +11.3 | +5.3 | +7.6 | 28.11.01 | 06.11.18 |
| Japanese yen | | | | | | |
| Class 'A' Accumulation | +3.5 | +13.5 | +7.1 | +8.0 | 28.11.01 | 06.11.18 |
| Class 'C' Accumulation | +4.3 | +14.3 | +8.0 | +8.8 | 28.11.01 | 06.11.18 |
| Class 'CI' Accumulation | +4.3 | n/a | n/a | +18.6 | n/a | 28.05.19 |
| Class 'CI' Distribution | +4.3 | n/a | n/a | +18.6 | n/a | 28.05.19 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +2.3 | +12.1 | n/a | +7.6 | n/a | 06.11.18 |
| Class 'C-H' Accumulation | +3.1 | +13.0 | n/a | +8.4 | n/a | 06.11.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A' Accumulation | -5.9 | +10.0 | +5.3 | +7.9 | 09.10.15 | 26.10.18 |
| Class 'A-H' Accumulation | +3.3 | +13.7 | n/a | +9.4 | n/a | 06.11.18 |
| Class 'C' Accumulation | -5.2 | +10.8 | +6.0 | +8.7 | 09.10.15 | 26.10.18 |
| Class 'C-H' Accumulation | +4.2 | +14.6 | n/a | +10.2 | n/a | 06.11.18 |
| Class 'CI' Accumulation | -5.1 | +10.8 | +6.1 | +8.7 | 09.10.15 | 06.11.18 |

^a Fund performance before the launch of the fund on 26 October 2018 is that of the relevant Merged Share Class of the M&G Japan Smaller Companies Fund, which includes UK taxes but excludes entry and exit charges. The M&G Japan Smaller Companies Fund is a UK authorised fund which launched on 15 May 1984 and its non-Sterling share classes merged into M&G (Lux) Japan Smaller Companies Fund on 26 October 2018.

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'CI' Distribution JPY ¢ |
|------------------|-------------------------------------|
| Final | 32.4894 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 26 October 2018 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|------------------|------------------|------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 38.3918 | 38.5684 | 22.6709 |
| Class 'A-H' Accumulation | 12.8191 | 12.5320 | 6.8243 |
| Class 'C' Accumulation | 44.6727 | 44.5445 | 25.9822 |
| Class 'C-H' Accumulation | 13.1133 | 12.7546 | 6.8860 |
| Class 'CI' Accumulation | 13.0973 | 13.0543 | 7.6130 |
| Japanese yen | ¥ | ¥ | ¥ |
| Class 'A' Accumulation | 1,333.8351 | 1,288.7741 | 693.8500 |
| Class 'C' Accumulation | 1,368.3704 | 1,312.1531 | 701.1700 |
| Class 'CI' Accumulation | 1,623.7014 | 1,556.5438 | 831.4100 |
| Class 'CI' Distribution | 1,558.1078 | 1,514.2153 | 831.4100 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 12.8064 | 12.5162 | 6.8122 |
| Class 'C-H' Accumulation | 13.1436 | 12.7499 | 6.8879 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 16.3483 | 17.3708 | 9.5264 |
| Class 'A-H' Accumulation | 13.5540 | 13.1238 | 7.0674 |
| Class 'C' Accumulation | 17.1554 | 18.0956 | 9.8499 |
| Class 'C-H' Accumulation | 13.9207 | 13.3650 | 7.1422 |
| Class 'CI' Accumulation | 12.7399 | 13.4299 | 7.3070 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | ¥'000 | ¥'000 | ¥'000 |
| Net assets | 4,183,347 | 4,999,763 | 2,616,475 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 9,314 |
| Swung net assets | 4,183,347 | 4,999,763 | 2,625,789 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C-H' Accumulation | | 0.97 |
| Class 'CI' Accumulation | | 0.91 |
| Japanese yen | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'C' Accumulation | | 0.95 |
| Class 'CI' Accumulation | | 0.91 |
| Class 'CI' Distribution | | 0.91 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'C-H' Accumulation | | 0.97 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.70 |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C-H' Accumulation | | 0.97 |
| Class 'CI' Accumulation | | 0.91 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- to pay a fixed annual distribution of 2.5% based on the initial amount invested until maturity in December 2023; and
- to grow capital over the six-year term.

Investment policy

The Fund invests in open-ended investment funds where the Investment Manager is M&G Investment Management Limited to gain exposure to a range of assets. The open-ended investment funds can be invested in single asset class or in a range of asset classes, including equities, fixed income securities, property, convertibles, currencies and money market instruments from anywhere in the world.

In the period leading up to maturity, the Fund may hold high levels of cash and near cash.

The Fund will be established for a period of six years after the Initial Offer Period, during which time no further subscriptions will be allowed. Investors who remain invested until maturity will not be subject to any redemption charge, however investors who redeem prior to maturity will be subject to a regressive redemption charge.

Investment strategy

Investment approach

The Investment approach combines in-depth research to work out the value of assets over the short to medium term, with analysis of market reactions to events, to identify investment opportunities. The Investment Manager has a flexible top-down approach to the allocation of capital between different types of funds in response to changes in economic conditions and asset values.

The Investment Manager believes that this approach has the potential to deliver the objective over the six year term with an expected annualised volatility (the

degree to which the value of the Fund fluctuates over any 12-month period) of around 8%. The Fund will invest in different strategies, including income strategies to generate an income but can distribute from capital to meet the annual fixed distribution of 2.5%.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

The Fund is actively managed and it has no benchmark.

Investors can assess the performance of the Fund by its investment objective to provide a fixed annual income and grow capital over the term of the Fund.

Investment review

For the year ended 31 March 2022

Performance review

The fund delivered a positive return during the 12-month review period, with the portfolio continuing to benefit from the investment strategy's flexibility, which enabled us to participate in post-lockdown recoveries while mitigating the effects of rising bond yields and interest rates.

The main driver of performance was the portfolio's diversified exposure to global equities. Our allocation to the mining sector was a key contributor, as were positions in the healthcare sector and tactical exposure to the US S&P 500 stockmarket index. There were also positive returns from regional exposure to Europe and Japan, as well as US banks. However, exposure to Asia ex-Japan markets, notably China and South Korea, partially offset these gains.

The portfolio's main exposure to core government bonds was held via long positions in long-dated US Treasuries (USTs) and short positions in five-year USTs, which were implemented via the multi-asset funds and scaled tactically throughout the period. (A short position is designed to benefit when an asset's price falls, while a long position is designed to benefit when an asset's price rises.) This proved beneficial to portfolio returns, as short-term bond yields rose significantly (and therefore their prices fell) relative to longer-dated yields during the period (commonly referred to as a flattening yield curve).

Emerging market bonds delivered mixed returns. The active M&G emerging market debt funds delivered negative returns, due to pressure from rising US interest rate expectations and, towards the end of the review period, Russia's invasion of Ukraine. However, these losses were partially offset by positions held in the multi-asset funds, including government bonds from Brazil, Mexico and South Africa.

There were also negative returns from global corporate bonds, which suffered from rising interest rates and risk-off sentiment towards the end of the review period.

Investment activities

We actively scaled our exposure across asset classes, sectors and geographies in line with our investment strategy throughout the review period.

In equities, notable changes included increasing exposure in July 2021 through allocations to German, Japanese and UK stock market indices, as well as these offered potential relative value following strong gains by their US equivalent, the S&P 500 Index. At this time, we also increased exposure to the US financial sector with a view to diversifying the portfolio against the risks of rising interest rates.

Towards the end of the review period, we reduced overall equity exposure, as we felt valuations had become expensive relative to the potential risks to the global economy, including slowing growth and supply chain disruptions.

In fixed income, we began to reduce and close our short UST positions in early 2022, given the extent to which yields had already risen. We retain exposure to selected emerging market assets and corporate bonds with a view to diversifying the portfolio.

Outlook

The current economic environment remains supportive to company profits, in our opinion. However, forward-looking markets show concerns about rising interest rates and the detrimental effects they can have on asset prices and economic growth.

As such, we remain conservative in our overall positioning. In equities, we remain invested in areas of markets that are less expensive and therefore, in our view, less vulnerable to higher rates. In this context, the recent rally in growth-oriented stocks appears incongruous to the current environment, and we continue to prefer ex-US markets to the US S&P 500.

In government bonds, we expect to continue tactically adjusting exposure to US Treasuries to diversify against potential central bank policy errors or unforeseen events. In emerging markets, we continue to favour

Investment review

assets that provide higher interest rates, such as those from Latin America, South Africa and Indonesia.

Craig Moran

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 83,171 | 63.87 |
| Equity portfolios | | | | | 83,171 | 63.87 |
| M&G (Lux) Conservative Allocation Fund Euro Class 'C' (Accumulation) ^a | 1,344,505 | € | | | 13,379 | 10.28 |
| M&G (Lux) Dynamic Allocation Fund Euro Class 'C' (Accumulation) ^a | 1,757,796 | € | | | 18,364 | 14.10 |
| M&G (Lux) Episode Macro Fund Euro Class 'S-H' (Accumulation) ^a | 1,303,961 | € | | | 19,212 | 14.75 |
| M&G (Lux) Global Dividend Fund Euro Class 'C' (Distribution) ^a | 616,676 | € | | | 8,285 | 6.36 |
| M&G (Lux) Global Target Return Fund Euro Class 'CI' (Accumulation) ^a | 517,568 | € | | | 5,614 | 4.31 |
| M&G (Lux) Income Allocation Fund Euro Class 'C' (Distribution) ^a | 1,839,801 | € | | | 18,317 | 14.07 |
| Fixed income | | | | | 46,422 | 35.65 |
| Bond portfolios | | | | | 46,422 | 35.65 |
| M&G (Lux) Absolute Return Bond Fund Euro Class 'C' (Distribution) ^a | 535,082 | € | | | 5,074 | 3.90 |
| M&G (Lux) Emerging Markets Bond Fund Euro Class 'C-H' (Distribution) ^a | 713,695 | € | | | 5,908 | 4.54 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund Euro Class 'C-H' (Distribution) ^a | 937,059 | € | | | 7,059 | 5.42 |
| M&G (Lux) Global Convertibles Fund Euro Class 'C-H' (Distribution) ^a | 178,547 | € | | | 2,597 | 1.99 |
| M&G (Lux) Global Corporate Bond Fund Euro Class 'C-H' (Distribution) ^a | 247,268 | € | | | 2,545 | 1.96 |
| M&G (Lux) Global High Yield Bond Fund Euro Class 'C-H' (Distribution) ^a | 718,223 | € | | | 7,673 | 5.89 |
| M&G (Lux) Optimal Income Fund Euro Class 'C' (Distribution) ^a | 1,364,529 | € | | | 13,012 | 9.99 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund Euro Class 'CI-H' (Accumulation) ^a | 300,000 | € | | | 2,554 | 1.96 |
| Portfolio of investments | | | | | 129,593 | 99.52 |
| Total portfolio | | | | | 129,593 | 99.52 |
| Net other assets/(liabilities) | | | | | 619 | 0.48 |
| Net assets | | | | | 130,212 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---------------------------------------|----------------|---------------|
| Investment assets | | |
| Equity portfolios | 83,171 | 63.87 |
| Bond portfolios | 46,422 | 35.65 |
| Total Investment assets | 129,593 | 99.52 |
| Total portfolio | 129,593 | 99.52 |
| Net other assets/(liabilities) | 619 | 0.48 |
| Net assets | 130,212 | 100.00 |

^a Crossholding (see note 12).

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'P' Accumulation | +1.4 | +2.9 | n/a | +1.1 | 14.12.17 |
| Class 'P' Distribution | +1.4 | +2.9 | n/a | +1.1 | 14.12.17 |

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 12.12.20 | 31.03.22 | 13.12.21 | 14.12.21 | 17.12.21 |

| to 31 March 2022 | Class 'P' Distribution Euro € |
|------------------|-------------------------------------|
| Final | 0.2500 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 14 December 2017 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|----------------|----------------|------------------|
| Euro | € | € | € |
| Class 'P' Accumulation | 10.4962 | 10.3549 | 8.7474 |
| Class 'P' Distribution | 9.4582 | 9.5739 | 8.2988 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 130,212 | 140,153 | 126,752 |
| Swing pricing adjustment (see note 11) | n/a | n/a | n/a |
| Swung net assets | 130,212 | 140,153 | 126,752 |
| Total Expense Ratio 31.03.22 | | | TER ^a |
| Euro | | | % |
| Class 'P' Accumulation | | | 1.69 |
| Class 'P' Distribution | | | 1.69 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- to deliver a higher total return (the combination of capital growth and income) than that of the US equity market over any five-year period; and
- to deliver an income stream that increases every year in US Dollar terms.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in, or conducting the major part of their economic activity in, the US and Canada. The Fund usually holds fewer than 50 stocks.

The Investment Manager seeks to invest in companies with excellent capital discipline and the potential for long-term dividend growth. The Investment Manager believes rising dividends create upward pressure on the value of shares.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies. Dividend yield is not the primary consideration for stock selection.

The Investment Manager aims to create a diversified portfolio with exposure to a broad range of sectors. Stocks with different drivers of dividend growth are selected to construct a portfolio that has the potential to cope in a variety of market conditions.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

S&P 500 Net Total Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The fund underperformed the S&P 500 Net Return Index. Fidelity National Information Services (FIS) and Visa were among the main laggards due to concerns about increasing competition in the digital payments market. We believe that the structural shift away from cash transactions to digital and card payments is very much intact, and that the companies are well-placed to benefit from a recovery in international travel. They remain core holdings.

Not owning Apple, NVIDIA, Tesla and Alphabet also held back performance relative to the S&P 500 Net Return Index. Apple and NVIDIA are potential investment candidates because the technology companies have respectable dividend track records, but we see better opportunities for growth which are more attractively priced elsewhere. Tesla and Alphabet do not pay dividends and are therefore ineligible for our dividend growth strategy.

Sector allocation added value, helped by an overweight relative to the benchmark in a standout energy sector, as well as an underweight relative to the benchmark in a communication services sector stymied by a slump in Meta Platforms, the company formerly known as Facebook.

Stock selection made a positive contribution in healthcare as UnitedHealth and Anthem rallied more than 30%. The managed care organizations (MCOs) continued to surprise the market with better-than-expected results and higher guidance.

Broadcom and Microsoft outperformed in technology, while ONEOK led the gains in energy. Methanex, a methanol producer, rallied strongly in materials.

Investment activities

We made nine new purchases and eight sales – a level of turnover consistent with our investment timeframe of three to five years. The number of holdings increased to 43.

We bought Qualcomm (semiconductors), Caterpillar (industrials) and Lundin Mining (materials) in the early stages of the 12-month review period, not only for the exposure they provide to an economic reopening, but as potential beneficiaries of more enduring trends. We also initiated a new holding in VF Corp in consumer discretionary.

First Republic Bank (financials), L3Harris (industrials), Bristol Myers Squibb (healthcare) and Comcast (communication services) were sold as a source of cash.

The market downturn in 2022 provided a buying opportunity for the credit bureaus TransUnion and Equifax, as well as Intuit in technology. The purchases of American Express and Estee Lauder were driven by our confidence in the high-end US consumer.

Progressive Corp (financials), Lundin Mining (materials) and Union Pacific (industrials) were sold. Activision Blizzard left the portfolio after the digital gaming company received a takeover bid.

Outlook

Russia's military intervention in Ukraine has led to heightened anxiety across financial markets, but we strongly believe that the increased volatility is presenting buying opportunities for investors with a long-term time horizon. Rather than second-guess the course of the geopolitical situation, we prefer to focus our attention on what we evaluate as potential long-term winners. Digital payments and semiconductors remain key themes in the portfolio.

Valuation remains a critical aspect of our company analysis to ensure that we do not overpay for the growth we seek. Value's resurgence at the expense of growth in the current market environment underscores the importance of valuation. Being selective will be paramount.

We continue to believe that the majority of our holdings can sustain dividend growth in the 5-15% range over the long term, while offering an attractive yield. We are undeterred in our pursuit of dividend growth and remain resolutely committed to its viability not only as a

Investment review

source of rising income, but also as a total return strategy in the US market over the long term.

John Weavers

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 374,025 | 98.87 |
| Oil, gas & consumable fuels | | | | | 12,984 | 3.43 |
| Gibson Energy | 308,593 | CA\$ | | | 6,174 | 1.63 |
| ONEOK | 95,666 | US\$ | | | 6,810 | 1.80 |
| Chemicals | | | | | 11,227 | 2.97 |
| Air Products and Chemicals | 23,398 | US\$ | | | 5,923 | 1.57 |
| Methanex | 95,810 | US\$ | | | 5,304 | 1.40 |
| Building products | | | | | | |
| Carrier Global | 89,432 | US\$ | | | 4,256 | 1.13 |
| Machinery | | | | | | |
| Caterpillar | 22,370 | US\$ | | | 4,990 | 1.32 |
| Textiles, apparel & luxury goods | | | | | 8,697 | 2.30 |
| NIKE 'B' | 29,209 | US\$ | | | 4,046 | 1.07 |
| VF | 79,651 | US\$ | | | 4,651 | 1.23 |
| Diversified consumer services | | | | | | |
| Equifax | 35,672 | US\$ | | | 8,549 | 2.26 |
| Specialty retail | | | | | 19,232 | 5.08 |
| Lowe's | 83,555 | US\$ | | | 17,529 | 4.63 |
| Tractor Supply | 7,303 | US\$ | | | 1,703 | 0.45 |
| Food & staples retailing | | | | | | |
| Sysco | 116,863 | US\$ | | | 9,697 | 2.56 |
| Food products | | | | | | |
| Mondeléz International | 53,093 | US\$ | | | 3,332 | 0.88 |
| Health care equipment & supplies | | | | | | |
| Abbott Laboratories | 17,303 | US\$ | | | 2,083 | 0.55 |
| Health care providers & services | | | | | 27,601 | 7.30 |
| Anthem | 24,185 | US\$ | | | 12,166 | 3.22 |
| UnitedHealth Group | 29,610 | US\$ | | | 15,435 | 4.08 |
| Pharmaceuticals | | | | | | |
| Merck | 96,991 | US\$ | | | 7,998 | 2.11 |
| Life sciences tools & services | | | | | 5,126 | 1.35 |
| Agilent Technologies | 2,900 | US\$ | | | 393 | 0.10 |
| Thermo Fisher Scientific | 7,942 | US\$ | | | 4,733 | 1.25 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Banks | | | | | | |
| JPMorgan Chase | 58,746 | US\$ | | | 8,263 | 2.18 |
| Consumer finance | | | | | | |
| American Express | 19,847 | US\$ | | | 3,765 | 1.00 |
| Capital markets | | | | | | |
| BlackRock | 23,283 | US\$ | | | 18,108 | 4.79 |
| Charles Schwab | 115,299 | US\$ | | | 10,247 | 2.71 |
| S&P Global | 13,286 | US\$ | | | 5,571 | 1.47 |
| IT services | | | | | | |
| Automatic Data Processing | 15,689 | US\$ | | | 3,579 | 0.95 |
| Broadridge Financial Solutions ADR | 6,606 | US\$ | | | 1,030 | 0.27 |
| Fidelity National Information Services | 187,898 | US\$ | | | 18,957 | 5.01 |
| Mastercard 'A' | 52,797 | US\$ | | | 19,121 | 5.06 |
| TransUnion | 45,631 | US\$ | | | 4,738 | 1.25 |
| Visa 'A' | 134,257 | US\$ | | | 30,000 | 7.93 |
| Software | | | | | | |
| Intuit | 3,885 | US\$ | | | 1,835 | 0.48 |
| Microsoft | 108,820 | US\$ | | | 34,294 | 9.07 |
| Semiconductors & semiconductor equipment | | | | | | |
| Broadcom | 26,881 | US\$ | | | 16,994 | 4.49 |
| KLA | 17,229 | US\$ | | | 6,452 | 1.70 |
| Lam Research | 28,487 | US\$ | | | 15,624 | 4.13 |
| NXP Semiconductors | 36,224 | US\$ | | | 6,794 | 1.80 |
| QUALCOMM | 52,932 | US\$ | | | 8,121 | 2.15 |
| Diversified telecommunication services | | | | | | |
| Cogent Communications Holdings | 149,508 | US\$ | | | 9,666 | 2.56 |
| Electric utilities | | | | | | |
| NextEra Energy | 30,261 | US\$ | | | 2,578 | 0.68 |
| Equity Real Estate Investment Trusts (REITs) | | | | | | |
| American Tower | 48,620 | US\$ | | | 12,194 | 3.22 |
| Crown Castle International | 39,146 | US\$ | | | 7,227 | 1.91 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Equity Real Estate Investment Trusts (REITs) (continued) | | | | | | |
| Equinix | 4,107 | US\$ | | | 3,095 | 0.82 |
| Portfolio of investments | | | | | 374,025 | 98.87 |
| Cash equivalents | | | | | 1,709 | 0.45 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 1,709,000 | US\$ | | | 1,709 | 0.45 |
| Share class hedging | | | | | (103) | (0.03) |
| Bought for € 387,786.19, Sold for CAD 539,504.43 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 23,373,239.63, Sold for US\$ 26,059,320.43 | | | 04.05.2022 | | (103) | (0.03) |
| Bought for US\$ 11,756.61, Sold for € 10,555.25 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 375,631 | 99.29 |
| Net other assets/(liabilities) | | | | | 2,668 | 0.71 |
| Net assets | | | | | 378,299 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 374,025 | 98.87 |
| Total Investment assets | | | | | 374,025 | 98.87 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (103) | (0.03) |
| Total Investment liabilities | | | | | (103) | (0.03) |
| Total portfolio | | | | | 373,922 | 98.84 |
| Cash equivalents | | | | | 1,709 | 0.45 |
| Net other assets/(liabilities) | | | | | 2,668 | 0.71 |
| Net assets | | | | | 378,299 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts US\$'000 |
|-------------------------------------|--|
| State Street Bank and Trust Company | 53,739 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +18.9 | +15.4 | +12.9 | +6.5 | 28.11.01 | 09.11.18 |
| Class 'A' Distribution | +18.9 | +15.4 | +12.9 | +15.0 | 08.08.14 | 09.11.18 |
| Class 'A-H' Accumulation | +11.4 | +13.1 | +11.4 | +8.3 | 12.09.08 | 09.11.18 |
| Class 'C' Accumulation | +19.8 | +16.3 | +13.7 | +7.2 | 28.11.01 | 09.11.18 |
| Class 'C' Distribution | +19.8 | +16.3 | +13.8 | +15.9 | 08.08.14 | 09.11.18 |
| Class 'C-H' Accumulation | +12.1 | +14.0 | +12.2 | +11.5 | 01.10.10 | 09.11.18 |
| Class 'CI' Accumulation | +19.8 | +16.4 | +13.7 | +7.2 | 28.11.01 | 19.11.18 |
| Sterling | | | | | | |
| Class 'C' Accumulation | +18.8 | n/a | n/a | +12.9 | n/a | 05.07.19 |
| Class 'C' Distribution | +18.8 | n/a | n/a | +12.9 | n/a | 05.07.19 |
| Class 'CI' Accumulation | +18.8 | n/a | n/a | +13.0 | n/a | 05.07.19 |
| Class 'CI' Distribution | +18.8 | n/a | n/a | +13.0 | n/a | 05.07.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A' Accumulation | +12.4 | +15.0 | +13.7 | +7.9 | 09.03.07 | 09.11.18 |
| Class 'A' Distribution | +12.4 | +15.0 | +13.7 | +12.2 | 08.08.14 | 09.11.18 |
| Class 'C' Accumulation | +13.3 | +15.8 | +14.6 | +8.7 | 09.03.07 | 09.11.18 |
| Class 'C' Distribution | +13.3 | +15.8 | +14.6 | +13.0 | 08.08.14 | 09.11.18 |
| Class 'CI' Accumulation | +13.3 | +15.9 | +14.9 | +9.4 | 09.03.07 | 19.11.18 |
| Class 'CI' Distribution | +13.3 | n/a | n/a | +14.2 | n/a | 21.02.20 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G North American Dividend Fund, which includes UK taxes but excludes entry and exit charges. The M&G North American Dividend Fund is a UK authorised fund which launched on 18 December 1972 and its non-Sterling share classes merged into M&G (Lux) North American Dividend Fund on 9 November 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'C' Distribution UK p | Class 'CI' Distribution UK p | Class 'A' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|-----------------------------------|------------------------------------|-----------------------------------|
| First interim | 0.0719 | 0.0814 | 0.0304 | 0.0305 | 0.0670 |
| Second interim | 0.0738 | 0.0836 | 0.0314 | 0.0314 | 0.0670 |
| Third interim | 0.0754 | 0.0857 | 0.0314 | 0.0314 | 0.0670 |
| Final | 0.1650 | 0.1874 | 0.0692 | 0.0693 | 0.1435 |

Financial highlights

| to 31 March 2022 | Class 'C' Distribution US ¢ | Class 'CI' Distribution US ¢ |
|------------------|-----------------------------------|------------------------------------|
| First interim | 0.0737 | 0.0308 |
| Second interim | 0.0738 | 0.0308 |
| Third interim | 0.0740 | 0.0309 |
| Final | 0.1587 | 0.0663 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 36.1423 | 30.4004 | 21.3200 |
| Class 'A' Distribution | 32.0967 | 27.3500 | 19.5032 |
| Class 'A-H' Accumulation | 29.6147 | 26.5897 | 17.6223 |
| Class 'C' Accumulation | 41.4658 | 34.6173 | 24.0973 |
| Class 'C' Distribution | 36.5469 | 30.9076 | 21.8765 |
| Class 'C-H' Accumulation | 32.0396 | 28.5708 | 18.8002 |
| Class 'CI' Accumulation | 16.6741 | 13.9153 | 9.6817 |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 13.9507 | 11.7467 | 8.4953 |
| Class 'C' Distribution | 13.4774 | 11.4975 | 8.4529 |
| Class 'CI' Accumulation | 13.9661 | 11.7551 | 8.4975 |
| Class 'CI' Distribution | 13.4940 | 11.5054 | 8.4551 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 31.4761 | 28.0036 | 18.3238 |
| Class 'A' Distribution | 27.9357 | 25.1779 | 16.7520 |
| Class 'C' Accumulation | 35.2243 | 31.0996 | 20.1978 |
| Class 'C' Distribution | 30.9322 | 27.6691 | 18.2721 |
| Class 'CI' Accumulation | 16.1898 | 14.2894 | 9.2764 |
| Class 'CI' Distribution | 12.9240 | 11.5557 | 7.5759 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 378,299 | 200,461 | 135,719 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (102) |
| Swung net assets | 378,299 | 200,461 | 135,617 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'A' Distribution | | 1.71 |
| Class 'A-H' Accumulation | | 1.73 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'C-H' Accumulation | | 0.98 |
| Class 'CI' Accumulation | | 0.92 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'CI' Distribution | | 0.92 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'A' Distribution | | 1.71 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'CI' Distribution | | 0.92 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the US equity market over any five-year period.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in, or conducting the major part of their economic activity in, the US and Canada.

The investment process of the Fund is based on the fundamental analysis of companies trading on low valuations relative to their history and the market.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment strategy

Investment approach

The Fund employs a bottom-up stock picking approach to identify shares of North American companies that the Investment Manager believes are undervalued. The Investment Manager seeks to identify companies that are mispriced, while trying to avoid firms that are cheap for a reason and whose share prices are unlikely to improve over time.

The Fund's approach combines strict value-focused screening with rigorous qualitative analysis to ensure the Fund has a consistent and disciplined value bias, without compromising on the robustness of the companies in the portfolio.

The main driver of returns is expected to be the value style and overall stock selection rather than any individual sector or stock.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

S&P 500 Net Total Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Company share prices in the US rose in the 12 months under review, despite an increase in turbulence and risk aversion at the end of period. Initially, investor confidence was lifted by signs that the global economy was recovering from the coronavirus pandemic. Buoyed by robust corporate earnings, US stockmarkets reached record levels. However, the upbeat mood faded as investors began to worry about high inflation and the prospect of significant interest rate rises. In March, the Federal Reserve raised the US interest rate for the first time since 2018. Russia's invasion of Ukraine on February 24 sparked share price falls, amid concerns about the impact of the conflict and soaring commodities prices on the global economy.

From a style perspective, lowly valued stocks trailed the broader market in the 12-month period. This was despite a powerful rotation towards value stocks later in the period, when expectations of higher interest rates saw investors become more cautious about the elevated valuations of many high-flying mega-cap stocks, particularly in the technology sector.

Against this background, the fund delivered positive returns but trailed its benchmark index. Stock selection in consumer discretionary, financials and information technology detracted from relative performance. On the other hand, the above-index position in energy, the best performing sector, was helpful and stock selection in materials added value.

In terms of individual holdings, sports footwear retailer Foot Locker was a drag on returns. The company's share price fell when it forecast that sales would decline this year, partly as its biggest supplier, Nike, is aiming to sell more directly to consumers. Not owning shares in technology firms Apple or Microsoft hurt relative performance as the large index constituents outperformed.

In contrast, oil firms Chevron and ConocoPhillips were leading contributors as they benefited from higher oil

prices. Utility firm Exelon and drug makers AbbVie and Pfizer added value too.

Investment activities

During the period, we identified several new opportunities that we felt were attractively valued. We started a position in social media firm Meta Platforms, formerly Facebook. A previously high flying internet stock, the company's shares have fallen dramatically in price recently on concerns about increasing competition from rival apps. In our view, the market has overreacted, and the company's prospects are not being fully valued. Fiserv, a global payments and financial services technology firm, and insurance broker Willis Towers Watson also joined the portfolio.

We also bought more shares in several existing holdings, including financial group JP Morgan Chase, network equipment firm Cisco Systems and healthcare company Johnson & Johnson.

In contrast, we sold our entire stakes in several companies, notably footwear retailer Foot Locker, retailer Target and SPX Flow, a manufacturer of pumps and valves. Hotel chain Extended Stay America and paper and pulp firm Domtar left the portfolio too after being taken over.

Outlook

The war in Ukraine and the sanctions that have been imposed by Western nations have caused considerable turbulence in financial markets. This is likely to continue in the near term, as investors consider the impact of surging commodities prices on inflation and global economic growth. The responses of major central banks to growing inflationary pressures are likely to be closely watched too. In this uncertain environment, we will remain focused on the long term and look for attractive investments that might arise in the current market turmoil.

As dedicated value investors, we remain optimistic about the prospects of the value investment style and the fund's holdings. The rotation towards cheaper value companies that occurred at the end of the review period provided a stark reminder of how quickly

Investment review

investor sentiment can shift. We are hopeful that investors will look more positively on out-of-favour value stocks, and think the fund is well-placed to benefit from any shift to the value style.

Daniel White

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 87,194 | 95.71 |
| Oil, gas & consumable fuels | | | | | 5,823 | 6.39 |
| Chevron | 14,920 | US\$ | | | 2,473 | 2.71 |
| Cobalt International Energy ^a | 34,444 | US\$ | | | 0 | 0.00 |
| ConocoPhillips | 17,012 | US\$ | | | 1,729 | 1.90 |
| Euronav | 47,566 | US\$ | | | 503 | 0.55 |
| Hess | 6,292 | US\$ | | | 684 | 0.75 |
| Kosmos Energy | 62,286 | US\$ | | | 434 | 0.48 |
| Chemicals | | | | | | |
| FMC | 11,136 | US\$ | | | 1,480 | 1.62 |
| Construction materials | | | | | | |
| Eagle Materials | 6,910 | US\$ | | | 904 | 0.99 |
| Containers & packaging | | | | | | |
| Westrock | 15,791 | US\$ | | | 747 | 0.82 |
| Metals & mining | | | | | 1,671 | 1.83 |
| Newmont | 9,303 | US\$ | | | 744 | 0.81 |
| Steel Dynamics | 11,056 | US\$ | | | 927 | 1.02 |
| Building products | | | | | | |
| Owens Corning | 9,701 | US\$ | | | 917 | 1.01 |
| Industrial conglomerates | | | | | | |
| General Electric | 7,267 | US\$ | | | 683 | 0.75 |
| Machinery | | | | | 1,812 | 1.99 |
| Caterpillar | 5,378 | US\$ | | | 1,200 | 1.32 |
| Oshkosh | 5,754 | US\$ | | | 612 | 0.67 |
| Professional services | | | | | | |
| ManpowerGroup | 5,251 | US\$ | | | 510 | 0.56 |
| Air freight & logistics | | | | | | |
| FedEx | 3,338 | US\$ | | | 785 | 0.86 |
| Airlines | | | | | | |
| Southwest Airlines | 22,608 | US\$ | | | 1,033 | 1.13 |
| Road & rail | | | | | | |
| CSX | 35,264 | US\$ | | | 1,335 | 1.47 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Auto components | | | | | | |
| Magna International | 10,507 | US\$ | | | 679 | 0.75 |
| Automobiles | | | | | | |
| General Motors | 17,753 | US\$ | | | 806 | 0.88 |
| Leisure products | | | | | | |
| Brunswick | 4,739 | US\$ | | | 400 | 0.44 |
| Textiles, apparel & luxury goods | | | | | | |
| Columbia Sportswear | 5,128 | US\$ | | | 481 | 0.53 |
| Kontoor Brands | 10,304 | US\$ | | | 442 | 0.48 |
| Tapstry | 21,078 | US\$ | | | 826 | 0.91 |
| Internet & direct marketing retail | | | | | | |
| eBay | 23,924 | US\$ | | | 1,418 | 1.56 |
| Food & staples retailing | | | | | | |
| Kroger | 31,090 | US\$ | | | 1,755 | 1.93 |
| Beverages | | | | | | |
| Coca-Cola European Partners | 32,690 | US\$ | | | 1,615 | 1.77 |
| Molson Coors Beverage 'B' | 24,417 | US\$ | | | 1,325 | 1.46 |
| Food products | | | | | | |
| Tyson Foods 'A' | 11,757 | US\$ | | | 1,043 | 1.15 |
| Tobacco | | | | | | |
| Altria Group | 37,687 | US\$ | | | 1,949 | 2.14 |
| Household products | | | | | | |
| Energizer Holdings | 13,117 | US\$ | | | 402 | 0.44 |
| Personal products | | | | | | |
| Coty 'A' | 70,806 | US\$ | | | 640 | 0.70 |
| Health care equipment & supplies | | | | | | |
| Stryker | 5,767 | US\$ | | | 1,553 | 1.70 |
| Health care providers & services | | | | | | |
| Anthem | 3,264 | US\$ | | | 1,642 | 1.80 |
| Laboratory Corporation of America Holdings | 3,003 | US\$ | | | 808 | 0.89 |
| Biotechnology | | | | | | |
| AbbVie | 11,799 | US\$ | | | 1,935 | 2.12 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Pharmaceuticals | | | | | 9,931 | 10.90 |
| Bristol-Myers Squibb | 33,885 | US\$ | | | 2,502 | 2.75 |
| Johnson & Johnson | 15,128 | US\$ | | | 2,718 | 2.98 |
| Merck | 21,418 | US\$ | | | 1,766 | 1.94 |
| Organon | 22,124 | US\$ | | | 793 | 0.87 |
| Pfizer | 41,040 | US\$ | | | 2,152 | 2.36 |
| Banks | | | | | 6,280 | 6.89 |
| Citigroup | 18,777 | US\$ | | | 1,032 | 1.13 |
| JPMorgan Chase | 17,868 | US\$ | | | 2,513 | 2.76 |
| PNC Financial Services Group | 4,485 | US\$ | | | 857 | 0.94 |
| Truist Financial | 14,784 | US\$ | | | 870 | 0.95 |
| Wells Fargo | 20,058 | US\$ | | | 1,008 | 1.11 |
| Thrifts & mortgage finance | | | | | | |
| New York Community Bancorp | 51,876 | US\$ | | | 570 | 0.63 |
| Diversified financial services | | | | | | |
| Voya Financial | 10,892 | US\$ | | | 735 | 0.81 |
| Insurance | | | | | 4,089 | 4.49 |
| Hartford Financial Services Group | 20,466 | US\$ | | | 1,506 | 1.65 |
| Loews | 7,568 | US\$ | | | 496 | 0.55 |
| Reinsurance Group of America | 7,864 | US\$ | | | 873 | 0.96 |
| Willis Towers Watson | 5,057 | US\$ | | | 1,214 | 1.33 |
| IT services | | | | | 2,334 | 2.56 |
| Cognizant Technology Solutions 'A' | 16,439 | US\$ | | | 1,505 | 1.65 |
| DXC Technology | 25,032 | US\$ | | | 829 | 0.91 |
| Software | | | | | 4,443 | 4.88 |
| Check Point Software Technologies | 10,647 | US\$ | | | 1,474 | 1.62 |
| Fiserv | 14,577 | US\$ | | | 1,490 | 1.64 |
| Oracle | 17,725 | US\$ | | | 1,479 | 1.62 |
| Communications equipment | | | | | | |
| Cisco Systems Delaware | 38,805 | US\$ | | | 2,184 | 2.40 |
| Technology hardware, storage & peripherals | | | | | 1,597 | 1.75 |
| Hewlett Packard Enterprise | 68,313 | US\$ | | | 1,179 | 1.29 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Technology hardware, storage & peripherals (continued) | | | | | | |
| Western Digital | 8,269 | US\$ | | | 418 | 0.46 |
| Electronic equipment, instruments & components | | | | | | |
| Vishay Intertechnology | 27,322 | US\$ | | | 547 | 0.60 |
| Semiconductors & semiconductor equipment | | | | | | |
| Intel | 18,365 | US\$ | | | 948 | 1.04 |
| Micron Technology | 10,291 | US\$ | | | 810 | 0.89 |
| Diversified telecommunication services | | | | | | |
| AT&T | 22,082 | US\$ | | | 534 | 0.59 |
| Verizon Communications | 41,607 | US\$ | | | 2,145 | 2.35 |
| Wireless telecommunication services | | | | | | |
| Telephone and Data Systems | 5,022 | US\$ | | | 95 | 0.10 |
| United States Cellular | 3,279 | US\$ | | | 99 | 0.11 |
| Media | | | | | | |
| Comcast 'A' | 39,253 | US\$ | | | 1,873 | 2.05 |
| News 'A' | 16,690 | US\$ | | | 380 | 0.42 |
| Interactive Media & Services | | | | | | |
| Alphabet 'A' | 499 | US\$ | | | 1,418 | 1.56 |
| Facebook 'A' | 11,671 | US\$ | | | 2,660 | 2.92 |
| Electric utilities | | | | | | |
| Constellation Energy | 16,731 | US\$ | | | 970 | 1.06 |
| Exelon | 45,155 | US\$ | | | 2,137 | 2.35 |
| Independent power and renewable electricity producers | | | | | | |
| AES | 18,796 | US\$ | | | 479 | 0.53 |
| Equity Real Estate Investment Trusts (REITs) | | | | | | |
| Highwoods Properties | 19,020 | US\$ | | | 885 | 0.97 |
| National Retail Properties | 17,509 | US\$ | | | 800 | 0.88 |
| PS Business Parks | 4,921 | US\$ | | | 832 | 0.91 |
| Portfolio of investments | | | | | 87,194 | 95.71 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Cash equivalents | | | | | 3,263 | 3.58 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - US Dollar Fund Class 'D' | 3,263,000 | US\$ | | | 3,263 | 3.58 |
| Share class hedging | | | | | (40) | (0.04) |
| Bought for £ 31.84, Sold for € 37.58 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for £ 30,661.05, Sold for US\$ 40,345.13 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 9,219,018.51, Sold for US\$ 10,277,974.92 | | | 04.05.2022 | | (40) | (0.04) |
| Bought for CHF 59.77, Sold for € 57.93 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 60,017.60, Sold for US\$ 64,843.86 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for SGD 61.88, Sold for € 40.99 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for SGD 62,554.15, Sold for US\$ 46,197.96 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 523.25, Sold for £ 398.37 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 531.37, Sold for CHF 491.76 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 90,417 | 99.25 |
| Net other assets/(liabilities) | | | | | 684 | 0.75 |
| Net assets | | | | | 91,101 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 87,194 | 95.71 |
| Total Investment assets | | | | | 87,194 | 95.71 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (40) | (0.04) |
| Total Investment liabilities | | | | | (40) | (0.04) |
| Total portfolio | | | | | 87,154 | 95.67 |
| Cash equivalents | | | | | 3,263 | 3.58 |
| Net other assets/(liabilities) | | | | | 684 | 0.75 |
| Net assets | | | | | 91,101 | 100.00 |

^a Suspended.

All securities are on an official stock exchange listing except where referenced.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts US\$'000 |
|-------------------------------------|--|
| State Street Bank and Trust Company | 20,812 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +16.1 | +10.6 | +7.4 | +6.7 | 01.07.05 | 09.11.18 |
| Class 'A-H' Accumulation | +8.5 | +8.4 | n/a | +6.5 | n/a | 19.11.18 |
| Class 'C' Accumulation | +17.0 | +11.5 | +8.2 | +7.5 | 01.07.05 | 09.11.18 |
| Class 'C-H' Accumulation | +9.3 | +9.2 | n/a | +8.1 | n/a | 26.02.19 |
| Class 'CI' Accumulation | +17.0 | +11.5 | +8.3 | +7.5 | 01.07.05 | 19.11.18 |
| Singapore dollar | | | | | | |
| Class 'A-H' Accumulation | +9.6 | +9.7 | n/a | +8.6 | n/a | 26.02.19 |
| Class 'C-H' Accumulation | +10.5 | +10.5 | n/a | +9.4 | n/a | 26.02.19 |
| Sterling | | | | | | |
| Class 'C-H' Accumulation | +10.0 | n/a | n/a | +10.4 | n/a | 05.07.19 |
| Class 'CI' Accumulation | +16.0 | +11.0 | n/a | +10.5 | n/a | 26.02.19 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | +8.2 | +8.2 | n/a | +7.1 | n/a | 26.02.19 |
| Class 'C-H' Accumulation | +9.1 | +9.0 | n/a | +7.9 | n/a | 26.02.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A' Accumulation | +9.8 | +10.2 | +8.2 | +5.3 | 09.03.07 | 09.11.18 |
| Class 'C' Accumulation | +10.6 | +11.0 | +9.1 | +6.1 | 09.03.07 | 09.11.18 |
| Class 'CI' Accumulation | +10.6 | +11.0 | +9.1 | +6.1 | 09.03.07 | 19.11.18 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G North American Value Fund, which includes UK taxes but excludes entry and exit charges. The M&G North American Value Fund is a UK authorised fund which launched on 1 July 2005 and its non-Sterling share classes merged into M&G (Lux) North American Value Fund on 9 November 2018.

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 29.5440 | 25.4459 | 17.8695 |
| Class 'A-H' Accumulation | 12.3523 | 11.3801 | 7.5278 |
| Class 'C' Accumulation | 33.5255 | 28.6589 | 19.9731 |
| Class 'C-H' Accumulation | 12.6943 | 11.6107 | 7.6182 |
| Class 'CI' Accumulation | 13.8759 | 11.8571 | 8.2540 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 12.8720 | 11.7418 | 7.7058 |
| Class 'C-H' Accumulation | 13.1763 | 11.9277 | 7.7695 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | 13.1086 | 11.9192 | 7.8082 |
| Class 'CI' Accumulation | 13.4694 | 11.6082 | 8.4028 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 12.3410 | 11.4035 | 7.5603 |
| Class 'C-H' Accumulation | 12.6319 | 11.5835 | 7.6223 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 21.9054 | 19.9542 | 13.0738 |
| Class 'C' Accumulation | 24.5373 | 22.1843 | 14.4238 |
| Class 'CI' Accumulation | 13.4623 | 12.1668 | 7.9085 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 91,101 | 59,455 | 217,281 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 161 |
| Swung net assets | 91,101 | 59,455 | 217,442 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'A-H' Accumulation | | 1.73 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C-H' Accumulation | | 0.98 |
| Class 'CI' Accumulation | | 0.92 |
| Singapore dollar | | % |
| Class 'A-H' Accumulation | | 1.73 |
| Class 'C-H' Accumulation | | 0.98 |
| Sterling | | % |
| Class 'C-H' Accumulation | | 0.98 |
| Class 'CI' Accumulation | | 0.92 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.73 |
| Class 'C-H' Accumulation | | 0.98 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'C' Accumulation | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The fund aims to provide a total return (capital growth plus income) to investors based on exposure to optimal income streams in investment markets.

Investment policy up to 28 October 2021

The Fund invests at least 50% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi-sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets, and denominated in any currency. At least 80% of the Net Asset Value will be in EUR or hedged into EUR.

While the Fund's overall duration will not be negative, the Fund may derive negative duration from individual fixed income markets.

The Fund may invest up to a combined maximum of 100% of the Fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 20% of its Net Asset Value in asset-backed securities.

The Fund is a flexible bond fund that allows investment across a broad range of fixed income assets according to where the Investment Manager finds value. In identifying the optimal income stream, the Fund also has the flexibility to invest up to a maximum of 20% of its Net Asset Value in equities.

The Fund will typically invest directly. The Fund may also invest indirectly via derivative instruments to take both

long and short positions and to gain exposure to investments exceeding the Net Asset Value of the Fund in order to increase potential returns in both rising and falling markets. Derivative instruments can be used to meet the Fund's investment objective, for efficient portfolio management and for the purpose of hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, total return swaps and interest rate swaps.

The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, warrants and other debt securities.

Investment policy from 29 October 2021

The fund invests at least 50% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi-sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets, and denominated in any currency. At least 80% of the Net Asset Value will be in EUR or hedged into EUR.

While the fund's overall duration will not be negative, the fund may derive negative duration from individual fixed income markets.

The fund may invest up to a combined maximum of 100% of the fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the fund may invest.

The fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 20% of its Net Asset Value in asset-backed securities.

Investment objective and policy

The fund is a flexible bond fund that allows investment across a broad range of fixed income assets according to where the Investment Manager finds value. In identifying the optimal income stream, the fund also has the flexibility to invest up to a maximum of 20% of its Net Asset Value in equities.

Norms-based exclusions apply to the fund's direct investments. These are investments that are assessed (as explained in the ESG Criteria) to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.

The fund maintains a weighted average ESG rating above the average ESG rating of the benchmark. The fund may nonetheless invest across the full spectrum of ESG ratings. The fund's calculation methodology will not include those securities that do not have an ESG rating, nor cash, near cash, some derivatives and some collective investment schemes.

Further information on the fund's ESG approach can be found in the ESG Criteria as disclosed in the ESG Information section below.

The fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (i.e. UCITS and other UCIs including funds managed by M&G).

The fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, total return swaps, interest rate swaps and credit linked notes.

Investment strategy up to 28 October 2021

Investment approach

The Investment Manager begins with a top-down assessment of the macroeconomic environment, including the likely path of growth, inflation and interest rates. The results of this analysis help inform the Fund's

duration positioning and its allocation to the various bond asset classes.

Individual credit selection is carried out in conjunction with the in-house team of credit analysts, which provides bottom-up analysis of the corporate bond markets to complement the Investment Manager's views.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of this Prospectus. Investors should refer to that section for further details.

Investment strategy from 29 October 2021

Investment approach

The Investment Manager begins with a top-down assessment of the macroeconomic environment, including the likely path of growth, inflation and interest rates. The results of this analysis help inform the fund's duration positioning and its allocation to the various bond asset classes.

Individual credit selection based on bottom-up analysis of the corporate bond markets by in-house credit analysts complements the Investment Manager's views.

Consideration of ESG Factors is fully integrated into credit analysis and investment decisions.

Investment objective and policy

In order to identify securities for purchase, the Investment Manager follows the process below:

- The exclusions listed in the ESG Criteria are screened out.
- The Investment Manager then performs fundamental analysis taking into consideration the macroeconomic, sector and company specific information as well as analysis of securities and their issuers to identify and take advantage of investment opportunities. In constructing a portfolio positively tilted towards investments with better ESG characteristics, the Investment Manager may nonetheless invest in investments across the full spectrum of ESG ratings.

Further information about the ESG approach and investment process can be found in the ESG Criteria in the Prospectus for M&G (Lux) Investment Funds 1.

Responsible Investment Approach

- The fund applies a Positive ESG Tilt approach as defined in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.
- The fund's ESG Criteria apply to at least:
 - 90% of debt securities, money market instruments with an investment grade credit rating; sovereign debt issued by developed countries; and equities issued by large capitalisation companies in developed countries;
 - 75% of debt securities and money market instruments with a high yield credit rating; sovereign debt issued by emerging market countries; equities issued by large capitalisation companies in emerging market countries; and equities issued by small and mid-capitalisation companies in any country.

- Where securities held in the fund are subject to the ESG Criteria this is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria in the Prospectus for M&G (Lux) Investment Funds 1, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

EU Sustainable Finance Disclosure Regulation

SFDR

The fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

The fund promotes environmental characteristics. As a result, the Taxonomy Regulation requires the annual report for M&G (Lux) Investment Funds 1 to state that the 'do no significant harm' principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

However, the fund does not commit to make investments in taxonomy-aligned environmentally sustainable activities.

The investments underlying the fund therefore do not take into account the EU criteria for environmentally sustainable economic activities within the meaning of the Taxonomy Regulation and its portfolio alignment with such Taxonomy Regulation is not calculated.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and governments

Investment objective and policy

or other investments that failed the Investment Manager's good governance tests.

From 29 October 2021 (when the fund became Article 8 classified under SFDR) until the end of the review period (31 March 2022), these exclusionary screens were not breached.

The fund committed to maintain its weighted average ESG score above the average ESG score of the 1/3 Bloomberg Global Agg Corporate Index EUR Hedged 1/3 Bloomberg Global High Yield Index EUR Hedged 1/3 Bloomberg Global Treasury Index EUR Hedged.

From 29 October 2021 until the end of the review period, this floor was not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information from 29 October 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria: in the document titled 'M&G (Lux) Optimal Income Fund – ESG Criteria' which includes the fund's exclusions approach.
- Periodic reporting against the fund's non-financial characteristics.

Benchmark up to 28 October 2021

A composite index comprising:

- 1/3 Bloomberg Barclays Global Aggregate Corporate Index EUR Hedged
- 1/3 Bloomberg Barclays Global High Yield Index EUR Hedged
- 1/3 Bloomberg Barclays Global Treasury Index EUR Hedged

These indices represent the global investment grade corporate market, the global high yield corporate market and the global government bond market respectively.

The benchmark is a comparator against which the Fund's performance can be measured. The composite index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Benchmark from 29 October 2021

A composite index comprising:

- 1/3 Bloomberg Barclays Global Aggregate Corporate Index EUR Hedged
- 1/3 Bloomberg Barclays Global High Yield Index EUR Hedged
- 1/3 Bloomberg Barclays Global Treasury Index EUR Hedged

These indices represent the global investment grade corporate market, the global high yield corporate market and the global government bond market respectively.

The benchmark is a comparator against which the fund's performance can be measured. The composite index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The Investment Manager has complete freedom in choosing which investments

Investment objective and policy

to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria.

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The period under review saw heightened volatility across global bond markets, with the majority of fixed income (debt) assets delivering negative returns over the period. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the final weeks of the period.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions that persisted throughout much of 2021. While concerns about rising inflation had weighed on sentiment, the general view was that inflation would prove to be transient, with moves in debt markets relatively contained.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflation.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, held back by a combination of rising government bond yields and deteriorating investor sentiment. High yield bonds (which have a low credit rating and are therefore considered riskier) generally held up better than higher-rated bonds, which can mainly be explained by their lower sensitivity to movements in interest rates.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. Usually, when US government bond yields increase, bonds in emerging markets suffer because some investors reallocate money to the US debt market,

which is seen as safer than the smaller and riskier developing countries' markets.

One bright spot in fixed income markets was inflation-linked bonds (a type of bond whose cashflows are adjusted in line with a measure of inflation and can therefore offer some protection from consumer price rises). Expectations of higher inflation led to a rise in breakeven rates (a measure of the bond market's expectation for inflation) across the US, Europe and the UK, and this proved helpful for the asset class overall.

The fund delivered a negative total return and was behind its benchmark over the 12 months under review. A large part of the fund's negative returns in the period was due to the poor performance of investment grade corporate bonds – the fund's largest allocation by bond asset class.

Investment activities

We adjust the fund's positioning to reflect changes in our outlook regarding interest rates, credit risk and changes in relative value among the different fixed income asset classes. Throughout the review period, our largest portfolio conviction was in investment grade corporate bonds – although trimmed marginally during the period – and, as a result, the fund held proportionately more of these bonds (around 44% at the end of the review period). Other exposures included government bonds (23.9%), high yield bonds (31.4%), and equities (4.0%).

One of the key drivers of the fund's performance is the ability to reduce or increase the portfolio's sensitivity to changes in bond yields, otherwise known as 'duration' and measured in years. (Bond yields refer to the interest received from a fixed income security, which is usually expressed annually as a percentage based on the investment's cost, its current market value or its face value. Bond yields typically move in the opposite direction to bond prices). The longer the duration, the more sensitive a bond/bond fund is to movements in interest rates. We maintained a fairly short duration during the entire period, as we believed interest rates would likely rise on a build-up of inflation expectations and because of a strong economy. However, from the

Investment review

start of the period to the end, we increased duration from around 2.9-3.0 years to around 3.8 years because we felt the pace of interest rate hikes is likely to be staggered.

From 29 October 2021, the fund's investment policy and its strategy were updated to introduce a set of environmental, social and governance (ESG) exclusions and a requirement for the fund to maintain a weighted average ESG rating above the average ESG rating of its benchmark. The new strategy allows the fund to remain a flexible global bond fund, while incorporating specific ESG characteristics.

Outlook

While we acknowledge that there has been an increase in the probability of rare events, we remain constructive on the economy and are therefore positioned for interest rates to go up and default rates on corporate bonds to remain low.

Richard Woolnough

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Securities Limited.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 654,710 | 5.46 |
| Telecommunications service providers | | | | | 119,477 | 1.00 |
| AT&T | 1,750,000 | US\$ | | | 38,145 | 0.32 |
| Orange | 3,700,000 | € | | | 39,513 | 0.33 |
| Verizon Communications | 900,000 | US\$ | | | 41,819 | 0.35 |
| Investment banking & brokerage services | | | | | 206,795 | 1.72 |
| Equity portfolios (as part of the above industry group) | | | | | | |
| Morgan Stanley Liquidity Funds - Euro Liquidity Fund Class 'D' (Accumulation) | 13,959 | € | | | 137,150 | 1.14 |
| JPMorgan Liquidity Funds - EUR Liquidity LVNAV Fund Institutional | 7,096 | € | | | 69,645 | 0.58 |
| Automobiles & parts | | | | | 100,280 | 0.84 |
| Bayerische Motoren Werke | 650,000 | € | | | 51,864 | 0.43 |
| Mercedes-Benz Group | 750,000 | € | | | 48,416 | 0.41 |
| Media | | | | | | |
| K2016470219 South Africa ^a | 9,727,060 | ZAR | | | 0 | 0.00 |
| Travel & leisure | | | | | | |
| Codere ^a | 1,514,129 | € | | | 0 | 0.00 |
| Tobacco | | | | | 95,299 | 0.79 |
| British American Tobacco | 1,000,000 | £ | | | 37,914 | 0.31 |
| Imperial Brands | 3,000,000 | £ | | | 57,385 | 0.48 |
| Aerospace & defense | | | | | | |
| Babcock International Group | 2,000,000 | £ | | | 7,677 | 0.06 |
| Industrial support services | | | | | | |
| Adecco Group | 800,000 | CHF | | | 33,078 | 0.28 |
| Industrial metals & mining | | | | | | |
| New World Resources 'A' ^a | 13,243,773 | £ | | | 0 | 0.00 |
| Non-renewable energy | | | | | 92,104 | 0.77 |
| BP | 7,000,000 | £ | | | 31,081 | 0.26 |
| Chaparral Energy 'A' (Warrant) ^a | 622 | US\$ | | | 0 | 0.00 |
| Denbury (Warrant) | 1,565 | US\$ | | | 68 | 0.00 |
| Repsol | 2,600,000 | € | | | 30,891 | 0.26 |
| TotalEnergies | 650,000 | € | | | 30,064 | 0.25 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 10,851,489 | 90.50 |
| Debt securities | | | | | 10,601,264 | 88.41 |
| 'AAA' credit rated bonds | | | | | 382,330 | 3.19 |
| Australia (Commonwealth of) 1.75% | 100,000,000 | AU\$ | 21.06.2051 | | 49,248 | 0.41 |
| Bank of Montreal FRN | 7,792,000 | £ | 15.09.2026 | | 9,426 | 0.08 |
| Bank of Nova Scotia FRN | 20,000,000 | £ | 26.01.2026 | | 24,124 | 0.20 |
| Canada Square Funding FRN | 9,309,000 | £ | 17.01.2059 | | 10,967 | 0.09 |
| CMF FRN | 4,495,498 | £ | 16.01.2057 | | 5,315 | 0.04 |
| Elstree Funding No. 2 FRN | 7,188,472 | £ | 21.12.2054 | | 8,484 | 0.07 |
| Finance Ireland RMBS FRN | 4,120,088 | € | 24.06.2061 | | 4,151 | 0.04 |
| Finsbury Square FRN | 11,379,110 | £ | 16.12.2071 | | 13,390 | 0.11 |
| Germany (Federal Republic of) 0.5% | 50,000,000 | € | 15.02.2026 | | 50,454 | 0.42 |
| Glenbeigh 2 Issuer FRN | 11,500,890 | € | 24.03.2046 | | 11,437 | 0.10 |
| Glenbeigh 2 Issuer FRN | 11,253,768 | € | 24.06.2050 | | 11,211 | 0.09 |
| Harbour FRN | 8,614,762 | £ | 28.01.2054 | | 10,137 | 0.08 |
| Johnson & Johnson 3.55% | 5,000,000 | US\$ | 01.03.2036 | | 4,676 | 0.04 |
| Jubilee Place FRN | 8,834,364 | € | 17.07.2058 | | 8,863 | 0.07 |
| Jupiter Mortgage No. 1 FRN | 17,339,675 | £ | 20.07.2060 | | 20,485 | 0.17 |
| Lanebrook Mortgage Transaction FRN | 7,979,821 | £ | 20.07.2058 | | 9,343 | 0.08 |
| London Wall Mortgage Capital FRN | 4,735,975 | £ | 15.05.2051 | | 5,569 | 0.05 |
| Microsoft 4.5% | 5,935,000 | US\$ | 06.02.2057 | | 6,544 | 0.06 |
| Nationwide Building Society FRN | 40,724,000 | £ | 24.02.2031 | | 47,625 | 0.40 |
| Polaris Holdings FRN | 12,000,000 | £ | 23.10.2059 | | 14,163 | 0.12 |
| Taurus FRN | 8,315,648 | £ | 17.08.2031 | | 9,794 | 0.08 |
| Towd Point Mortgage Funding FRN | 24,000,000 | £ | 20.10.2051 | | 28,116 | 0.23 |
| Yorkshire Building Society 0.01% | 20,000,000 | € | 13.10.2027 | | 18,808 | 0.16 |
| 'AA' credit rated bonds | | | | | 2,829,068 | 23.59 |
| Apple 2.2% | 25,000,000 | US\$ | 11.09.2029 | | 21,537 | 0.18 |
| Apple 2.8% | 10,000,000 | US\$ | 08.02.2061 | | 7,721 | 0.06 |
| Apple 4.5% | 5,000,000 | US\$ | 23.02.2036 | | 5,155 | 0.04 |
| Apple 4.65% | 25,000,000 | US\$ | 23.02.2046 | | 26,617 | 0.22 |
| Emirates Telecommunications Group 2.75% | 10,000,000 | € | 18.06.2026 | | 10,599 | 0.09 |
| Exxon Mobil 0.835% | 60,000,000 | € | 26.06.2032 | | 54,265 | 0.45 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'AA' credit rated bonds (continued) | | | | | | |
| Exxon Mobil 1.408% | 40,000,000 | € | 26.06.2039 | | 35,060 | 0.29 |
| Metropolitan Life Global Funding I 1.625% | 16,722,000 | £ | 12.10.2028 | | 18,657 | 0.15 |
| New York Life Global Funding 1.5% | 13,906,000 | £ | 15.07.2027 | | 15,569 | 0.13 |
| New York Life Global Funding 0.25% | 35,000,000 | € | 23.01.2027 | | 33,160 | 0.28 |
| US Treasury Bond 1.875% | 200,000,000 | US\$ | 15.02.2041 | | 160,510 | 1.34 |
| US Treasury Note 0.75% | 300,000,000 | US\$ | 31.03.2026 | | 252,747 | 2.11 |
| US Treasury Note 1% | 300,000,000 | US\$ | 31.07.2028 | | 248,105 | 2.07 |
| US Treasury Note 1.25% | 100,000,000 | US\$ | 30.06.2028 | | 84,085 | 0.70 |
| US Treasury Note 1.5% | 300,000,000 | US\$ | 30.11.2028 | | 255,446 | 2.13 |
| US Treasury Note 1.625% | 300,000,000 | US\$ | 15.02.2026 | | 261,983 | 2.18 |
| US Treasury Note 2.25% | 300,000,000 | US\$ | 15.11.2025 | | 268,215 | 2.24 |
| US Treasury Note 2.25% | 300,000,000 | US\$ | 15.02.2027 | | 268,352 | 2.24 |
| US Treasury Note 2.25% | 300,000,000 | US\$ | 15.11.2027 | | 268,077 | 2.24 |
| US Treasury Note 2.25% | 300,000,000 | US\$ | 15.05.2041 | | 255,361 | 2.13 |
| US Treasury Note 2.875% | 300,000,000 | US\$ | 15.08.2028 | | 277,847 | 2.32 |
| 'A' credit rated bonds | | | | | 830,199 | 6.92 |
| American Honda Finance 0.3% | 24,000,000 | € | 07.07.2028 | | 22,101 | 0.18 |
| Argentum Netherlands for Zurich Insurance FRN | 4,741,000 | € | 19.02.2049 | | 4,788 | 0.04 |
| Assura Financing 3% | 5,312,000 | £ | 19.07.2028 | | 6,430 | 0.05 |
| Banco Bilbao Vizcaya Argentaria FRN | 40,000,000 | € | 24.03.2027 | | 38,010 | 0.32 |
| Banco Bilbao Vizcaya Argentaria FRN | 6,600,000 | € | 09.09.2023 | | 6,674 | 0.06 |
| Bank of America FRN | 30,000,000 | US\$ | 24.10.2031 | | 23,613 | 0.20 |
| Bank of America FRN | 25,000,000 | £ | 02.06.2029 | | 27,491 | 0.23 |
| Bank of America FRN | 21,257,000 | € | 22.09.2026 | | 21,375 | 0.18 |
| Bank of America FRN | 35,000,000 | € | 22.03.2031 | | 31,889 | 0.27 |
| Bank of America FRN | 30,000,000 | € | 24.05.2032 | | 27,884 | 0.23 |
| Banque Fédérative du Crédit Mutuel 1% | 19,800,000 | £ | 16.07.2026 | | 21,895 | 0.18 |
| Banque Fédérative du Crédit Mutuel 0.625% | 20,200,000 | € | 03.11.2028 | | 18,791 | 0.16 |
| Banque Fédérative du Crédit Mutuel 0.625% | 6,000,000 | € | 21.02.2031 | | 5,407 | 0.04 |
| Banque Fédérative du Crédit Mutuel 1.375% | 15,000,000 | € | 02.04.2030 | | 14,775 | 0.12 |
| Chubb INA Holdings 0.875% | 30,000,000 | € | 15.12.2029 | | 28,070 | 0.23 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Chubb INA Holdings 1.4% | 16,000,000 | € | 15.06.2031 | | 15,288 | 0.13 |
| Chubb INA Holdings 1.55% | 811,000 | € | 15.03.2028 | | 804 | 0.01 |
| Comcast 2.987% | 5,000,000 | US\$ | 01.11.2063 | | 3,709 | 0.03 |
| Comcast Cable Communications 8.5% | 4,534,000 | US\$ | 01.05.2027 | | 4,969 | 0.04 |
| Crédit Agricole FRN | 9,600,000 | € | 21.09.2029 | | 8,817 | 0.07 |
| Crédit Agricole 0.875% | 15,000,000 | € | 14.01.2032 | | 13,649 | 0.11 |
| East Japan Railway 1.162% | 9,960,000 | £ | 15.09.2028 | | 10,903 | 0.09 |
| ELM for Helvetia Schweizerische Versicherungsgesellschaft FRN | 2,424,000 | € | 29.09.2047 | | 2,528 | 0.02 |
| ELM for Swiss Life Insurance & Pension Group FRN | 5,582,000 | € | 29.12.2049 | | 6,060 | 0.05 |
| ESB Finance 1.875% | 12,000,000 | € | 14.06.2031 | | 12,181 | 0.10 |
| Hannover Rueck FRN | 17,000,000 | € | 30.06.2042 | | 15,024 | 0.13 |
| Hannover Rueck 1.75% | 11,800,000 | € | 08.10.2040 | | 10,935 | 0.09 |
| Henkel 1.75% | 8,200,000 | US\$ | 17.11.2026 | | 7,014 | 0.06 |
| JPMorgan Chase FRN | 10,000,000 | US\$ | 01.06.2029 | | 8,312 | 0.07 |
| JPMorgan Chase FRN | 35,000,000 | US\$ | 25.01.2033 | | 29,908 | 0.25 |
| JPMorgan Chase FRN | 16,000,000 | £ | 28.04.2033 | | 17,275 | 0.14 |
| JPMorgan Chase FRN | 10,000,000 | € | 04.11.2032 | | 9,242 | 0.08 |
| JPMorgan Chase FRN | 25,000,000 | € | 11.03.2027 | | 24,636 | 0.21 |
| JPMorgan Chase FRN | 20,000,000 | € | 18.05.2028 | | 19,993 | 0.17 |
| JPMorgan Chase FRN | 20,000,000 | € | 12.06.2029 | | 20,069 | 0.17 |
| KKR Group Finance V 1.625% | 12,000,000 | € | 22.05.2029 | | 11,680 | 0.10 |
| Leeds Building Society 1.375% | 16,738,000 | £ | 06.10.2027 | | 18,337 | 0.15 |
| Legrand France 8.5% | 6,273,000 | US\$ | 15.02.2025 | | 6,479 | 0.05 |
| Mizuho Financial Group FRN | 20,000,000 | € | 06.09.2029 | | 18,359 | 0.15 |
| Nationwide Building Society, EMTN 0.25% | 23,874,000 | € | 14.09.2028 | | 21,664 | 0.18 |
| Philip Morris International 4.875% | 10,000,000 | US\$ | 15.11.2043 | | 9,468 | 0.08 |
| Philip Morris International 0.8% | 12,500,000 | € | 01.08.2031 | | 10,630 | 0.09 |
| Philip Morris International 1.45% | 45,000,000 | € | 01.08.2039 | | 34,235 | 0.29 |
| Philip Morris International 1.875% | 25,884,000 | € | 06.11.2037 | | 21,622 | 0.18 |
| Philip Morris International 2% | 5,500,000 | € | 09.05.2036 | | 4,772 | 0.04 |
| Project Silver 3.967% | 11,558,785 | US\$ | 15.07.2044 | | 9,802 | 0.08 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Public Storage 0.5% | 14,897,000 | € | 09.09.2030 | | 12,970 | 0.11 |
| Slam 2.434% ^b | 18,829,444 | US\$ | 15.06.2046 | | 15,571 | 0.13 |
| Toronto-Dominion Bank 2.875% | 29,362,000 | £ | 05.04.2027 | | 34,712 | 0.29 |
| UBS Group FRN | 24,624,000 | £ | 03.11.2029 | | 27,137 | 0.23 |
| UBS Group 1.25% | 15,000,000 | € | 01.09.2026 | | 14,855 | 0.12 |
| Willow No. 2 Ireland for Zurich Insurance FRN | 1,568,000 | US\$ | 01.10.2045 | | 1,417 | 0.01 |
| Zurich Finance Ireland Designated Activity FRN | 20,000,000 | US\$ | 19.04.2051 | | 15,980 | 0.13 |
| 'BBB' credit rated bonds | | | | | 4,721,597 | 39.38 |
| 3i Group 5.75% | 3,305,000 | £ | 03.12.2032 | | 4,758 | 0.04 |
| ABN AMRO Bank 1% | 30,000,000 | € | 02.06.2033 | | 27,418 | 0.23 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3.3% | 20,000,000 | US\$ | 30.01.2032 | | 16,343 | 0.14 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3.4% | 10,000,000 | US\$ | 29.10.2033 | | 8,059 | 0.07 |
| Altria Group 3.875% | 70,000,000 | US\$ | 16.09.2046 | | 53,899 | 0.45 |
| Altria Group 4% | 30,000,000 | US\$ | 04.02.2061 | | 22,833 | 0.19 |
| Altria Group 4.5% | 8,165,000 | US\$ | 02.05.2043 | | 6,824 | 0.06 |
| Altria Group 5.375% | 20,000,000 | US\$ | 31.01.2044 | | 18,713 | 0.16 |
| Altria Group 5.8% | 60,000,000 | US\$ | 14.02.2039 | | 58,484 | 0.49 |
| Altria Group 5.95% | 50,000,000 | US\$ | 14.02.2049 | | 49,075 | 0.41 |
| Altria Group 6.2% | 10,000,000 | US\$ | 14.02.2059 | | 10,139 | 0.08 |
| Altria Group 3.125% | 65,000,000 | € | 15.06.2031 | | 65,240 | 0.54 |
| Amgen 4.2% | 11,000,000 | US\$ | 22.02.2052 | | 10,287 | 0.09 |
| Amgen 4.4% | 22,000,000 | US\$ | 22.02.2062 | | 20,656 | 0.17 |
| Anglo American Capital 2.625% | 5,000,000 | US\$ | 10.09.2030 | | 4,097 | 0.03 |
| Anglo American Capital 4.75% | 6,623,000 | US\$ | 16.03.2052 | | 6,226 | 0.05 |
| Anglo American Capital 3.375% | 10,000,000 | £ | 11.03.2029 | | 11,805 | 0.10 |
| Anheuser-Busch Cos Via Anheuser-Busch InBev Worldwide 4.9% | 5,000,000 | US\$ | 01.02.2046 | | 5,020 | 0.04 |
| Anheuser-Busch InBev Worldwide 4.6% | 10,000,000 | US\$ | 15.04.2048 | | 9,669 | 0.08 |
| Anheuser-Busch InBev Worldwide 4.75% | 3,000,000 | US\$ | 15.04.2058 | | 2,947 | 0.02 |
| Anheuser-Busch InBev Worldwide 5.8% | 10,000,000 | US\$ | 23.01.2059 | | 11,202 | 0.09 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Annington Funding 2.308% | 6,167,000 | £ | 06.10.2032 | | 6,671 | 0.06 |
| Annington Funding 2.924% | 6,985,000 | £ | 06.10.2051 | | 7,225 | 0.06 |
| Argentum Netherlands for Swiss Re FRN | 1,568,000 | US\$ | 15.08.2050 | | 1,457 | 0.01 |
| Aroundtown 3% | 16,000,000 | £ | 16.10.2029 | | 18,204 | 0.15 |
| Assicurazioni Generali FRN | 20,000,000 | € | 27.10.2047 | | 22,464 | 0.19 |
| Australia & New Zealand Banking Group FRN | 5,000,000 | US\$ | 25.11.2035 | | 3,942 | 0.03 |
| Australia & New Zealand Banking Group FRN | 24,000,000 | £ | 16.09.2031 | | 26,291 | 0.22 |
| Aviva FRN | 12,301,000 | £ | 12.09.2049 | | 15,102 | 0.13 |
| Aviva FRN | 20,000,000 | £ | 04.06.2050 | | 25,617 | 0.21 |
| Aviva FRN | 25,000,000 | £ | 14.11.2036 | | 32,678 | 0.27 |
| Aviva 4% | 10,000,000 | £ | 03.06.2055 | | 11,629 | 0.10 |
| AXA FRN | 20,000,000 | £ | 16.01.2054 | | 25,762 | 0.21 |
| Banco Bilbao Vizcaya Argentaria 0.5% | 10,000,000 | € | 14.01.2027 | | 9,515 | 0.08 |
| Banco Santander FRN | 30,000,000 | £ | 04.10.2032 | | 32,745 | 0.27 |
| Banco Santander 1.5% | 15,300,000 | £ | 14.04.2026 | | 17,052 | 0.14 |
| Banco Santander 1.75% | 9,500,000 | £ | 17.02.2027 | | 10,521 | 0.09 |
| Banco Santander 1% | 23,300,000 | € | 04.11.2031 | | 21,342 | 0.18 |
| Bangkok Bank FRN | 12,542,000 | US\$ | 23.09.2036 | | 10,153 | 0.08 |
| Bank of America FRN | 20,000,000 | US\$ | 21.09.2036 | | 15,584 | 0.13 |
| Bank of America FRN | 50,000,000 | US\$ | 08.03.2037 | | 43,438 | 0.36 |
| Bankinter FRN | 20,000,000 | € | 23.12.2032 | | 18,328 | 0.15 |
| Banque Fédérative du Crédit Mutuel 1.125% | 14,500,000 | € | 19.11.2031 | | 12,953 | 0.11 |
| BAT International Finance 2.25% | 27,250,000 | £ | 09.09.2052 | | 19,073 | 0.16 |
| BAT International Finance 4% | 3,000,000 | £ | 23.11.2055 | | 2,705 | 0.02 |
| Bayerische Landesbank FRN | 15,000,000 | € | 23.09.2031 | | 13,993 | 0.12 |
| Bevco Lux 1% | 12,825,000 | € | 16.01.2030 | | 11,600 | 0.10 |
| BNP Paribas FRN | 9,000,000 | £ | 24.05.2031 | | 9,983 | 0.08 |
| BNP Paribas FRN | 30,000,000 | € | 19.02.2028 | | 28,198 | 0.24 |
| BNP Paribas FRN | 10,000,000 | € | 01.09.2028 | | 9,279 | 0.08 |
| BNP Paribas FRN | 30,000,000 | € | 19.01.2030 | | 27,237 | 0.23 |
| BNP Paribas FRN | 25,400,000 | € | 31.08.2033 | | 22,967 | 0.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| BNP Paribas FRN | 25,000,000 | € | 17.04.2029 | | 23,902 | 0.20 |
| BNP Paribas 4.375% | 5,000,000 | US\$ | 28.09.2025 | | 4,567 | 0.04 |
| BNP Paribas 4.375% | 12,301,000 | US\$ | 12.05.2026 | | 11,257 | 0.09 |
| BNP Paribas 4.625% | 23,184,000 | US\$ | 13.03.2027 | | 21,456 | 0.18 |
| BNP Paribas 1.25% | 20,000,000 | £ | 13.07.2031 | | 20,098 | 0.17 |
| BNP Paribas 1.875% | 10,000,000 | £ | 14.12.2027 | | 11,124 | 0.09 |
| Boeing 5.705% | 40,000,000 | US\$ | 01.05.2040 | | 40,522 | 0.34 |
| Boeing 5.805% | 60,000,000 | US\$ | 01.05.2050 | | 62,358 | 0.52 |
| Boeing 5.93% | 80,000,000 | US\$ | 01.05.2060 | | 83,478 | 0.70 |
| Boston Scientific 0.625% | 14,143,000 | € | 01.12.2027 | | 13,315 | 0.11 |
| BPCE FRN | 16,552,000 | US\$ | 19.10.2042 | | 12,853 | 0.11 |
| BPCE FRN | 20,300,000 | € | 02.03.2029 | | 19,944 | 0.17 |
| BPCE 5.25% | 10,000,000 | £ | 16.04.2029 | | 13,180 | 0.11 |
| Broadcom 3.469% | 30,000,000 | US\$ | 15.04.2034 | | 25,147 | 0.21 |
| Broadcom 4.3% | 15,000,000 | US\$ | 15.11.2032 | | 13,760 | 0.11 |
| BUPA Finance 4.125% | 20,000,000 | £ | 14.06.2035 | | 23,781 | 0.20 |
| BUPA Finance 5% | 8,057,000 | £ | 08.12.2026 | | 10,227 | 0.09 |
| Bureau Veritas 1.875% | 14,700,000 | € | 06.01.2025 | | 14,883 | 0.12 |
| Cadent Finance 2.125% | 16,000,000 | £ | 22.09.2028 | | 18,217 | 0.15 |
| CaixaBank FRN | 15,000,000 | € | 26.05.2028 | | 14,105 | 0.12 |
| Capital One Financial 1.65% | 25,000,000 | € | 12.06.2029 | | 23,944 | 0.20 |
| Cellnex Telecom 0.75% | 10,000,000 | € | 20.11.2031 | | 8,658 | 0.07 |
| Channel Link Enterprises Finance FRN | 8,057,000 | £ | 30.06.2050 | | 9,148 | 0.08 |
| Channel Link Enterprises Finance FRN | 17,220,000 | € | 30.06.2050 | | 17,247 | 0.14 |
| Channel Link Enterprises Finance FRN | 11,987,000 | € | 30.06.2050 | | 11,722 | 0.10 |
| Channel Link Enterprises Finance 3.848% | 1,307,000 | £ | 30.06.2050 | | 1,566 | 0.01 |
| Cheltenham & Gloucester 11.75% | 800,000 | £ | 29.10.2049 | | 1,870 | 0.02 |
| Citigroup FRN | 5,000,000 | US\$ | 25.01.2033 | | 4,248 | 0.04 |
| Citigroup FRN | 40,497,000 | US\$ | 17.03.2033 | | 35,692 | 0.30 |
| Citigroup FRN | 10,000,000 | € | 08.10.2027 | | 9,516 | 0.08 |
| Citigroup 6.625% | 4,136,000 | US\$ | 15.06.2032 | | 4,530 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Citigroup 4.5% | 12,464,000 | £ | 03.03.2031 | | 16,025 | 0.13 |
| CK Hutchison Group Telecom Finance 2% | 5,000,000 | £ | 17.10.2027 | | 5,559 | 0.05 |
| CK Hutchison Group Telecom Finance 2.625% | 7,000,000 | £ | 17.10.2034 | | 7,292 | 0.06 |
| Coca-Cola Europacific Partners 1.75% | 11,000,000 | € | 26.05.2028 | | 11,135 | 0.09 |
| Coöperatieve Rabobank 4.625% | 15,000,000 | £ | 23.05.2029 | | 19,198 | 0.16 |
| Coventry Building Society 2% | 9,031,000 | £ | 20.12.2030 | | 9,625 | 0.08 |
| CPUK Finance 3.69% | 8,936,000 | £ | 28.02.2047 | | 11,054 | 0.09 |
| Crédit Agricole FRN | 13,400,000 | £ | 09.12.2031 | | 14,735 | 0.12 |
| Crédit Agricole FRN | 1,000,000 | £ | 31.12.2099 | | 1,266 | 0.01 |
| Crédit Agricole FRN | 5,000,000 | € | 05.06.2030 | | 4,961 | 0.04 |
| Crédit Agricole Assurances 1.5% | 15,600,000 | € | 06.10.2031 | | 14,050 | 0.12 |
| Danske Bank FRN | 5,000,000 | £ | 14.01.2028 | | 5,662 | 0.05 |
| Danske Bank FRN | 24,000,000 | € | 27.08.2025 | | 23,567 | 0.20 |
| Danske Bank FRN | 20,000,000 | € | 09.06.2029 | | 18,501 | 0.15 |
| Delamare Finance 6.067% | 730,000 | £ | 19.02.2029 | | 1,006 | 0.01 |
| Delamare Finance 'A' 5.5457% | 5,510,612 | £ | 19.02.2029 | | 7,179 | 0.06 |
| Deutsche Bahn Finance FRN | 10,000,000 | € | 31.12.2099 | | 9,679 | 0.08 |
| Deutsche Telekom International Finance 8.75% | 20,000,000 | US\$ | 15.06.2030 | | 24,290 | 0.20 |
| Deutsche Telekom International Finance 9.25% | 10,000,000 | US\$ | 01.06.2032 | | 13,065 | 0.11 |
| DH Europe Finance II 1.8% | 15,000,000 | € | 18.09.2049 | | 13,953 | 0.12 |
| DWR Cymru Financing UK 2.375% | 5,280,000 | £ | 31.03.2034 | | 5,743 | 0.05 |
| Électricité de France 6% | 25,000,000 | US\$ | 22.01.2114 | | 24,750 | 0.21 |
| Électricité de France 6% | 33,800,000 | £ | 23.01.2114 | | 57,323 | 0.48 |
| ELO 3.25% | 12,000,000 | € | 23.07.2027 | | 12,106 | 0.10 |
| Enel FRN | 3,724,000 | US\$ | 24.09.2073 | | 3,604 | 0.03 |
| Enel FRN | 8,112,000 | € | 31.12.2099 | | 7,319 | 0.06 |
| Enel FRN | 8,333,000 | € | 31.12.2099 | | 7,127 | 0.06 |
| Enel FRN | 20,000,000 | € | 24.05.2080 | | 20,519 | 0.17 |
| Enel Finance International 3.5% | 16,262,000 | US\$ | 06.04.2028 | | 14,541 | 0.12 |
| Engie 5.95% | 25,000,000 | € | 16.03.2111 | | 40,179 | 0.34 |
| Eni 4.75% | 20,000,000 | US\$ | 12.09.2028 | | 19,011 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Fastighets Balder 1.875% | 8,827,000 | € | 14.03.2025 | | 8,875 | 0.07 |
| Fastighets Balder 1.875% | 6,398,000 | € | 23.01.2026 | | 6,367 | 0.05 |
| Fresenius Medical Care Finance III 3.75% | 22,094,000 | US\$ | 15.06.2029 | | 19,538 | 0.16 |
| Gatwick Funding 2.625% | 6,000,000 | £ | 07.10.2048 | | 5,845 | 0.05 |
| Gatwick Funding 2.875% | 17,000,000 | £ | 05.07.2051 | | 17,228 | 0.14 |
| Gatwick Funding 3.125% | 27,000,000 | £ | 28.09.2041 | | 29,348 | 0.24 |
| Gatwick Funding 3.25% | 22,910,000 | £ | 26.02.2048 | | 24,911 | 0.21 |
| Gatwick Funding 4.625% | 4,710,000 | £ | 27.03.2034 | | 6,061 | 0.05 |
| Gatwick Funding 5.75% | 6,000,000 | £ | 23.01.2039 | | 8,658 | 0.07 |
| General Electric 6.44% | 10,703 | £ | 15.11.2022 | | 13 | 0.00 |
| General Motors 6.6% | 18,000,000 | US\$ | 01.04.2036 | | 18,919 | 0.16 |
| Goldman Sachs Group FRN | 37,116,000 | US\$ | 15.03.2028 | | 34,304 | 0.29 |
| Goldman Sachs Group FRN | 24,000,000 | € | 23.09.2027 | | 23,913 | 0.20 |
| Goldman Sachs Group 1.5% | 18,000,000 | £ | 07.12.2027 | | 19,591 | 0.16 |
| Grainger 3% | 9,453,000 | £ | 03.07.2030 | | 10,598 | 0.09 |
| Greene King Finance FRN | 5,089,907 | £ | 15.12.2033 | | 6,030 | 0.05 |
| Greene King Finance 3.593% | 4,206,600 | £ | 15.03.2035 | | 4,968 | 0.04 |
| Greene King Finance 4.0643% | 1,769,498 | £ | 15.03.2035 | | 2,135 | 0.02 |
| Hammerson 3.5% | 21,155,000 | £ | 27.10.2025 | | 24,378 | 0.20 |
| Hammerson 6% | 1,849,000 | £ | 23.02.2026 | | 2,296 | 0.02 |
| Hammerson 7.25% | 10,000,000 | £ | 21.04.2028 | | 13,223 | 0.11 |
| HCA 3.625% | 9,091,000 | US\$ | 15.03.2032 | | 8,054 | 0.07 |
| HCA 4.5% | 15,000,000 | US\$ | 15.02.2027 | | 13,952 | 0.12 |
| HCA 4.625% | 6,166,000 | US\$ | 15.03.2052 | | 5,646 | 0.05 |
| HCA 5.25% | 8,000,000 | US\$ | 15.04.2025 | | 7,588 | 0.06 |
| HCA 5.25% | 8,057,000 | US\$ | 15.06.2026 | | 7,676 | 0.06 |
| HCA 5.5% | 10,000,000 | US\$ | 15.06.2047 | | 10,210 | 0.09 |
| Heathrow Funding 2.75% | 13,881,000 | £ | 13.10.2031 | | 15,924 | 0.13 |
| Heathrow Funding 2.75% | 1,715,000 | £ | 09.08.2051 | | 1,741 | 0.01 |
| Heathrow Funding 6.75% | 5,000,000 | £ | 03.12.2028 | | 6,878 | 0.06 |
| Heathrow Funding 7.075% | 5,000,000 | £ | 04.08.2028 | | 7,207 | 0.06 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Heathrow Funding 1.5% | 10,000,000 | € | 11.02.2030 | | 9,442 | 0.08 |
| Heathrow Funding 1.875% | 25,000,000 | € | 14.03.2034 | | 23,016 | 0.19 |
| HP 4.2% | 30,884,000 | US\$ | 15.04.2032 | | 27,927 | 0.23 |
| Iberdrola International FRN | 20,000,000 | € | 31.12.2099 | | 19,390 | 0.16 |
| ING Groep FRN | 2,104,000 | US\$ | 28.03.2033 | | 1,958 | 0.02 |
| ING Groep FRN | 25,000,000 | € | 18.02.2029 | | 22,833 | 0.19 |
| ING Groep FRN | 14,800,000 | € | 29.09.2028 | | 13,735 | 0.11 |
| ING Groep FRN | 15,000,000 | € | 09.06.2032 | | 13,969 | 0.12 |
| ING Groep FRN | 20,000,000 | € | 13.11.2030 | | 19,202 | 0.16 |
| ING Groep FRN | 16,600,000 | € | 16.11.2032 | | 15,386 | 0.13 |
| ING Groep FRN | 15,000,000 | € | 26.09.2029 | | 14,941 | 0.12 |
| ING Groep FRN | 25,000,000 | € | 26.05.2031 | | 24,949 | 0.21 |
| InterContinental Hotels Group 2.125% | 7,380,000 | £ | 24.08.2026 | | 8,408 | 0.07 |
| InterContinental Hotels Group 3.375% | 16,000,000 | £ | 08.10.2028 | | 18,835 | 0.16 |
| InterContinental Hotels Group 2.125% | 15,000,000 | € | 15.05.2027 | | 15,096 | 0.13 |
| Italy (Republic of) 3.875% | 40,804,000 | US\$ | 06.05.2051 | | 34,170 | 0.28 |
| KBC Group FRN | 14,400,000 | £ | 21.09.2027 | | 15,808 | 0.13 |
| KBC Group FRN | 20,700,000 | € | 07.12.2031 | | 19,117 | 0.16 |
| Koninklijke KPN 5.75% | 19,631,000 | £ | 17.09.2029 | | 26,451 | 0.22 |
| La Banque Postale 0.75% | 27,000,000 | € | 23.06.2031 | | 23,872 | 0.20 |
| LafargeHolcim Sterling Finance Netherlands 3% | 5,000,000 | £ | 12.05.2032 | | 5,720 | 0.05 |
| Lear 5.25% | 24,000,000 | US\$ | 15.05.2049 | | 23,294 | 0.19 |
| Leeds Building Society FRN | 10,000,000 | £ | 25.04.2029 | | 11,753 | 0.10 |
| Legal & General Group 4.5% | 8,000,000 | £ | 01.11.2050 | | 9,721 | 0.08 |
| Legal & General Group FRN | 9,774,000 | US\$ | 21.03.2047 | | 9,031 | 0.08 |
| Legal & General Group FRN | 21,000,000 | £ | 26.11.2049 | | 24,250 | 0.20 |
| Legal & General Group FRN | 30,000,000 | £ | 14.11.2048 | | 37,901 | 0.32 |
| Legal & General Group FRN | 10,000,000 | £ | 27.10.2045 | | 12,617 | 0.11 |
| Legal & General Group FRN | 45,000,000 | £ | 27.06.2064 | | 58,597 | 0.49 |
| Lloyds Bank 7.625% | 3,721,000 | £ | 22.04.2025 | | 4,971 | 0.04 |
| Lloyds Banking Group FRN | 30,000,000 | £ | 15.12.2031 | | 33,121 | 0.28 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Lloyds Banking Group FRN | 45,000,000 | £ | 03.12.2035 | | 48,772 | 0.41 |
| Logicor Financing 2.75% | 3,126,000 | £ | 15.01.2030 | | 3,522 | 0.03 |
| Lowe's Companies 3.75% | 7,273,000 | US\$ | 01.04.2032 | | 6,658 | 0.06 |
| Lowe's Companies 4.25% | 5,042,000 | US\$ | 01.04.2052 | | 4,730 | 0.04 |
| Lowe's Companies 4.45% | 8,000,000 | US\$ | 01.04.2062 | | 7,509 | 0.06 |
| LYB Finance 8.1% | 3,724,000 | US\$ | 15.03.2027 | | 4,033 | 0.03 |
| Magallanes 5.141% | 25,749,000 | US\$ | 15.03.2052 | | 23,825 | 0.20 |
| Magallanes 5.391% | 20,468,000 | US\$ | 15.03.2062 | | 19,056 | 0.16 |
| Merck FRN | 10,000,000 | € | 25.06.2079 | | 10,003 | 0.08 |
| Mexico (United Mexican States) 5.625% | 68,200,000 | £ | 19.03.2114 | | 80,387 | 0.67 |
| Mexico (United Mexican States) 2.125% | 45,000,000 | € | 25.10.2051 | | 32,369 | 0.27 |
| Mexico (United Mexican States) 4% | 56,610,000 | € | 31.12.2099 | | 51,513 | 0.43 |
| Mitchells & Butlers Finance FRN | 6,048,219 | US\$ | 15.12.2030 | | 5,085 | 0.04 |
| Mitchells & Butlers Finance FRN | 1,180,821 | £ | 15.12.2030 | | 1,325 | 0.01 |
| Mitchells & Butlers Finance FRN | 7,380,937 | £ | 15.12.2033 | | 7,640 | 0.06 |
| Molson Coors Beverage 4.2% | 35,000,000 | US\$ | 15.07.2046 | | 30,641 | 0.26 |
| Molson Coors Beverage 5% | 10,000,000 | US\$ | 01.05.2042 | | 9,578 | 0.08 |
| Molson Coors Beverage 1.25% | 8,951,000 | € | 15.07.2024 | | 8,958 | 0.07 |
| Mondeléz International 3% | 20,000,000 | US\$ | 17.03.2032 | | 17,401 | 0.15 |
| Mondeléz International 3.875% | 6,596,000 | £ | 06.03.2045 | | 8,521 | 0.07 |
| Mondeléz International 0.25% | 11,664,000 | € | 17.03.2028 | | 10,857 | 0.09 |
| Mondeléz International 0.625% | 9,667,000 | € | 09.09.2032 | | 8,620 | 0.07 |
| Mondeléz International 1.25% | 8,276,000 | € | 09.09.2041 | | 6,748 | 0.06 |
| Morgan Stanley FRN | 20,000,000 | US\$ | 13.02.2032 | | 15,566 | 0.13 |
| Morgan Stanley FRN | 30,000,000 | US\$ | 16.09.2036 | | 23,337 | 0.19 |
| Morgan Stanley FRN | 10,000,000 | US\$ | 22.07.2028 | | 9,065 | 0.08 |
| Morgan Stanley FRN | 30,000,000 | US\$ | 01.04.2031 | | 27,031 | 0.23 |
| Morgan Stanley FRN | 20,000,000 | € | 29.10.2027 | | 18,945 | 0.16 |
| Morgan Stanley FRN | 40,000,000 | € | 26.10.2029 | | 36,672 | 0.31 |
| Morgan Stanley FRN | 20,000,000 | € | 07.02.2031 | | 17,952 | 0.15 |
| Morgan Stanley FRN | 16,667,000 | € | 29.04.2033 | | 15,322 | 0.13 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| National Australia Bank FRN | 30,000,000 | US\$ | 12.01.2037 | | 24,955 | 0.21 |
| National Grid 0.75% | 9,103,000 | € | 01.09.2033 | | 7,871 | 0.07 |
| National Grid Gas 1.125% | 5,000,000 | £ | 14.01.2033 | | 4,749 | 0.04 |
| National Grid Gas 1.625% | 5,000,000 | £ | 14.01.2043 | | 4,309 | 0.04 |
| National Grid, EMTN 0.25% | 10,605,000 | € | 01.09.2028 | | 9,697 | 0.08 |
| Nationwide Building Society FRN | 11,250,000 | US\$ | 16.02.2028 | | 9,702 | 0.08 |
| Nationwide Building Society FRN | 51,000,000 | US\$ | 18.10.2032 | | 45,493 | 0.38 |
| Nationwide Building Society FRN | 18,005,000 | € | 25.07.2029 | | 18,135 | 0.15 |
| NatWest Group FRN | 16,230,000 | £ | 09.11.2028 | | 18,017 | 0.15 |
| NatWest Group FRN | 8,597,000 | £ | 29.03.2029 | | 10,296 | 0.09 |
| NatWest Group FRN | 19,679,000 | € | 14.09.2029 | | 18,041 | 0.15 |
| NatWest Group FRN | 15,000,000 | € | 02.03.2026 | | 15,097 | 0.13 |
| Next Group 3.625% | 20,863,000 | £ | 18.05.2028 | | 25,243 | 0.21 |
| Next Group 4.375% | 10,957,000 | £ | 02.10.2026 | | 13,764 | 0.11 |
| Nordea Bank Abp FRN | 9,946,000 | £ | 09.12.2032 | | 10,705 | 0.09 |
| Pearson Funding 3.75% | 12,000,000 | £ | 04.06.2030 | | 14,430 | 0.12 |
| Prosus 1.288% | 22,950,000 | € | 13.07.2029 | | 19,164 | 0.16 |
| Quadient 2.25% | 23,400,000 | € | 03.02.2025 | | 23,241 | 0.19 |
| Raytheon Technologies 2.15% | 10,000,000 | € | 18.05.2030 | | 10,007 | 0.08 |
| Rentokil Initial 0.5% | 8,942,000 | € | 14.10.2028 | | 8,090 | 0.07 |
| Romania (Republic of) 1.75% | 10,561,000 | € | 13.07.2030 | | 8,949 | 0.07 |
| Romania (Republic of) 2.875% | 11,004,000 | € | 13.04.2042 | | 8,437 | 0.07 |
| Romania (Republic of) 3.375% | 5,000,000 | € | 28.01.2050 | | 4,010 | 0.03 |
| Santander UK Group Holdings FRN | 13,082,000 | £ | 17.01.2029 | | 14,727 | 0.12 |
| Santander UK Group Holdings FRN | 10,000,000 | € | 27.03.2024 | | 10,041 | 0.08 |
| SK Hynix 2.375% | 7,861,000 | US\$ | 19.01.2031 | | 6,209 | 0.05 |
| Société Générale FRN | 14,500,000 | US\$ | 21.01.2033 | | 12,099 | 0.10 |
| Société Générale FRN | 20,000,000 | US\$ | 08.07.2035 | | 16,719 | 0.14 |
| Société Générale FRN | 10,000,000 | US\$ | 08.07.2035 | | 8,342 | 0.07 |
| Société Générale FRN | 20,000,000 | € | 12.06.2029 | | 18,147 | 0.15 |
| Société Générale FRN | 10,000,000 | € | 24.11.2030 | | 9,539 | 0.08 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Société Générale FRN | 5,000,000 | € | 30.06.2031 | | 4,712 | 0.04 |
| Société Générale 4.25% | 30,000,000 | US\$ | 14.04.2025 | | 26,963 | 0.22 |
| Société Générale 4.25% | 10,000,000 | US\$ | 19.08.2026 | | 8,976 | 0.07 |
| Société Générale 4.75% | 16,329,000 | US\$ | 24.11.2025 | | 14,907 | 0.12 |
| Société Générale 1.25% | 15,000,000 | £ | 07.12.2027 | | 15,845 | 0.13 |
| Société Générale 0.75% | 20,000,000 | € | 25.01.2027 | | 19,086 | 0.16 |
| Société Générale 1.375% | 20,000,000 | € | 13.01.2028 | | 19,471 | 0.16 |
| Southern Water Services Finance 2.375% | 15,000,000 | £ | 28.05.2028 | | 17,351 | 0.14 |
| Southern Water Services Finance 3% | 10,000,000 | £ | 28.05.2037 | | 11,407 | 0.10 |
| Stellantis NV 3.875% | 12,000,000 | € | 05.01.2026 | | 12,919 | 0.11 |
| Stora Enso 7.25% | 11,909,000 | US\$ | 15.04.2036 | | 13,187 | 0.11 |
| Swedbank FRN | 22,329,000 | £ | 08.12.2027 | | 24,477 | 0.20 |
| Swiss Re Finance UK 2.714% | 4,300,000 | € | 04.06.2052 | | 4,145 | 0.03 |
| Takeda Pharmaceutical 1.375% | 10,000,000 | € | 09.07.2032 | | 9,494 | 0.08 |
| Takeda Pharmaceutical 2% | 10,000,000 | € | 09.07.2040 | | 9,454 | 0.08 |
| Targa Resources Partners Via Targa Resources Partners Finance 4.875% | 14,000,000 | US\$ | 01.02.2031 | | 12,777 | 0.11 |
| Telefonica Emisiones 5.52% | 10,000,000 | US\$ | 01.03.2049 | | 10,129 | 0.08 |
| Telefonica Emisiones 7.045% | 30,000,000 | US\$ | 20.06.2036 | | 34,197 | 0.29 |
| Telereal Securitisation FRN | 5,656,000 | £ | 10.12.2033 | | 6,344 | 0.05 |
| Tesco Property Finance 2 6.0517% | 7,553,504 | £ | 13.10.2039 | | 10,681 | 0.09 |
| Tesco Property Finance 3 5.744% | 7,014,817 | £ | 13.04.2040 | | 9,833 | 0.08 |
| Tesco Property Finance 4 5.8006% | 18,973,782 | £ | 13.10.2040 | | 26,633 | 0.22 |
| Tesco Property Finance 5 5.6611% | 19,432,154 | £ | 13.10.2041 | | 27,107 | 0.23 |
| Tesco Property Finance 6 5.4111% | 18,586,027 | £ | 13.07.2044 | | 25,406 | 0.21 |
| Thames Water Utilities Finance 2.625% | 15,000,000 | £ | 24.01.2032 | | 17,147 | 0.14 |
| Thames Water Utilities Finance 3.5% | 1,000,000 | £ | 25.02.2028 | | 1,226 | 0.01 |
| Thames Water Utilities Finance 4.375% | 16,391,000 | £ | 03.07.2034 | | 21,607 | 0.18 |
| Thames Water Utilities Finance 5.125% | 10,000,000 | £ | 28.09.2037 | | 14,380 | 0.12 |
| Thermo Fisher Scientific 1.875% | 4,309,000 | € | 01.10.2049 | | 3,870 | 0.03 |
| United Airlines 4.875% | 2,218,752 | US\$ | 15.07.2027 | | 1,980 | 0.02 |
| Upjohn Finance 1.362% | 9,910,000 | € | 23.06.2027 | | 9,424 | 0.08 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| UPM-Kymmene 7.45% | 3,136,000 | US\$ | 26.11.2027 | | 3,318 | 0.03 |
| Volkswagen Financial Services 1.875% | 5,000,000 | £ | 03.12.2024 | | 5,766 | 0.05 |
| Volkswagen International Finance FRN | 12,300,000 | € | 31.12.2099 | | 12,279 | 0.10 |
| Volkswagen International Finance 3.375% | 1,000,000 | £ | 16.11.2026 | | 1,201 | 0.01 |
| Volkswagen International Finance 4.125% | 10,000,000 | £ | 17.11.2031 | | 12,587 | 0.11 |
| Volkswagen International Finance 4.125% | 26,000,000 | € | 16.11.2038 | | 31,118 | 0.26 |
| Vonovia 1.625% | 15,000,000 | € | 01.09.2051 | | 11,628 | 0.10 |
| Walgreens Boots Alliance 3.6% | 10,000,000 | £ | 20.11.2025 | | 12,205 | 0.10 |
| Wells Fargo 2.125% | 25,000,000 | £ | 24.09.2031 | | 26,878 | 0.22 |
| Wells Fargo 3.5% | 4,920,000 | £ | 12.09.2029 | | 5,982 | 0.05 |
| Wells Fargo 4.875% | 5,000,000 | £ | 29.11.2035 | | 6,778 | 0.06 |
| Wells Fargo 1% | 10,000,000 | € | 02.02.2027 | | 9,726 | 0.08 |
| Wells Fargo 1.375% | 15,000,000 | € | 26.10.2026 | | 14,906 | 0.12 |
| Wells Fargo 1.5% | 10,000,000 | € | 24.05.2027 | | 9,937 | 0.08 |
| Wells Fargo 1.741% | 35,000,000 | € | 04.05.2030 | | 34,435 | 0.29 |
| Welltower 4.5% | 7,000,000 | £ | 01.12.2034 | | 9,158 | 0.08 |
| Welltower 4.8% | 10,194,000 | £ | 20.11.2028 | | 13,326 | 0.11 |
| Westpac Banking FRN | 15,190,000 | US\$ | 18.11.2036 | | 12,161 | 0.10 |
| Weyerhaeuser 7.375% | 1,051,000 | US\$ | 15.03.2032 | | 1,237 | 0.01 |
| Wolters Kluwer 0.75% | 8,710,000 | € | 03.07.2030 | | 8,024 | 0.07 |
| WPC Eurobond 1.35% | 20,290,000 | € | 15.04.2028 | | 19,169 | 0.16 |
| WPP Finance 2.875% | 11,000,000 | £ | 14.09.2046 | | 10,833 | 0.09 |
| WPP Finance 3.75% | 24,987,000 | £ | 19.05.2032 | | 30,313 | 0.25 |
| Yorkshire Building Society FRN | 9,718,000 | £ | 15.09.2029 | | 10,234 | 0.09 |
| Yorkshire Building Society FRN | 3,464,000 | £ | 18.04.2025 | | 4,100 | 0.03 |
| 'BB' credit rated bonds | | | | | 1,480,655 | 12.35 |
| AIB Group FRN | 10,000,000 | € | 19.11.2029 | | 9,778 | 0.08 |
| AIB Group FRN | 35,000,000 | € | 30.05.2031 | | 34,584 | 0.29 |
| Assicurazioni Generali FRN | 4,000,000 | £ | 29.06.2049 | | 4,958 | 0.04 |
| B&M European Value Retail 4% | 5,258,000 | £ | 15.11.2028 | | 5,849 | 0.05 |
| Banco de Sabadell FRN | 30,000,000 | € | 16.06.2028 | | 27,041 | 0.23 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Banco Santander FRN | 20,000,000 | € | 31.12.2099 | | 18,427 | 0.15 |
| Bank of Ireland Group FRN | 15,000,000 | € | 11.08.2031 | | 13,913 | 0.12 |
| Barclay FRN | 10,000,000 | € | 22.03.2031 | | 9,475 | 0.08 |
| Belden 3.375% | 8,273,000 | € | 15.07.2027 | | 8,069 | 0.07 |
| Belden 3.875% | 3,920,000 | € | 15.03.2028 | | 3,857 | 0.03 |
| Bellis Acquisition 3.25% | 16,000,000 | £ | 16.02.2026 | | 17,531 | 0.15 |
| Berry Global 4.875% | 20,000,000 | US\$ | 15.07.2026 | | 18,251 | 0.15 |
| BNP Paribas FRN | 8,000,000 | US\$ | 31.12.2099 | | 6,513 | 0.05 |
| BNP Paribas FRN | 21,000,000 | US\$ | 31.12.2099 | | 17,115 | 0.14 |
| CaixaBank FRN | 10,800,000 | € | 31.12.2099 | | 9,221 | 0.08 |
| CANPACK Via Eastern PA Land Investment Holding 2.375% | 6,744,000 | € | 01.11.2027 | | 6,221 | 0.05 |
| Cellnex Finance 1% | 13,100,000 | € | 15.09.2027 | | 11,881 | 0.10 |
| Cellnex Finance 2% | 35,000,000 | € | 15.02.2033 | | 29,851 | 0.25 |
| Cemex 3.875% | 20,000,000 | US\$ | 11.07.2031 | | 16,492 | 0.14 |
| Charter Communications Operating Via Charter Communications Operating Capital 3.7% | 40,000,000 | US\$ | 01.04.2051 | | 29,576 | 0.25 |
| Charter Communications Operating Via Charter Communications Operating Capital 3.85% | 50,000,000 | US\$ | 01.04.2061 | | 36,111 | 0.30 |
| Charter Communications Operating Via Charter Communications Operating Capital 4.4% | 15,000,000 | US\$ | 01.04.2033 | | 13,508 | 0.11 |
| Charter Communications Operating Via Charter Communications Operating Capital 5.25% | 20,000,000 | US\$ | 01.04.2053 | | 18,354 | 0.15 |
| Cheniere Energy Partners 4.5% | 2,932,000 | US\$ | 01.10.2029 | | 2,643 | 0.02 |
| Colombia (Republic of) 5% | 15,000,000 | US\$ | 15.06.2045 | | 11,509 | 0.10 |
| Côte d'Ivoire (Republic of) 6.625% | 10,000,000 | € | 22.03.2048 | | 8,750 | 0.07 |
| Coventry Building Society FRN | 14,914,000 | £ | 31.12.2099 | | 18,316 | 0.15 |
| Crédit Suisse Group FRN | 30,000,000 | US\$ | 31.12.2099 | | 23,504 | 0.20 |
| Croatia (Republic of) 1.125% | 15,000,000 | € | 04.03.2033 | | 13,353 | 0.11 |
| Crown Americas Via Crown Americas Capital 4.25% | 2,744,000 | US\$ | 30.09.2026 | | 2,485 | 0.02 |
| Crown European Holdings 3.375% | 7,586,000 | € | 15.05.2025 | | 7,796 | 0.07 |
| CSC Holdings 5.375% | 8,000,000 | US\$ | 01.02.2028 | | 7,042 | 0.06 |
| CSC Holdings 5.5% | 8,057,000 | US\$ | 15.04.2027 | | 7,244 | 0.06 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Daily Mail & General Trust 6.375% | 8,050,000 | £ | 21.06.2027 | | 9,732 | 0.08 |
| Derichebourg 2.25% | 3,506,000 | € | 15.07.2028 | | 3,446 | 0.03 |
| Deutsche Bank FRN | 4,600,000 | € | 24.06.2032 | | 4,605 | 0.04 |
| Drax Finco 6.625% | 5,880,000 | US\$ | 01.11.2025 | | 5,372 | 0.05 |
| DT Midstream 4.375% | 10,103,000 | US\$ | 15.06.2031 | | 8,777 | 0.07 |
| Energean Israel Finance 5.375% | 4,736,842 | US\$ | 30.03.2028 | | 4,120 | 0.03 |
| EQM Midstream Partners 4.75% | 4,143,000 | US\$ | 15.07.2023 | | 3,780 | 0.03 |
| EQM Midstream Partners 5.5% | 10,000,000 | US\$ | 15.07.2028 | | 8,787 | 0.07 |
| Eurofins Scientific FRN | 6,000,000 | € | 31.12.2099 | | 5,961 | 0.05 |
| Eurofins Scientific FRN | 3,136,000 | € | 29.12.2049 | | 3,215 | 0.03 |
| Ford Motor 4.75% | 5,000,000 | US\$ | 15.01.2043 | | 4,060 | 0.03 |
| Ford Motor 5.291% | 7,629,000 | US\$ | 08.12.2046 | | 6,680 | 0.06 |
| Ford Motor Credit FRN | 20,000,000 | € | 01.12.2024 | | 19,240 | 0.16 |
| Ford Motor Credit 4.95% | 6,677,000 | US\$ | 28.05.2027 | | 6,090 | 0.05 |
| Ford Motor Credit 5.113% | 30,000,000 | US\$ | 03.05.2029 | | 27,255 | 0.23 |
| Ford Motor Credit 4.535% | 5,000,000 | £ | 06.03.2025 | | 5,928 | 0.05 |
| Ford Motor Credit 3.021% | 5,116,000 | € | 06.03.2024 | | 5,185 | 0.04 |
| Grupo KUO 5.75% | 10,750,000 | US\$ | 07.07.2027 | | 9,578 | 0.08 |
| Hanesbrands 4.875% | 1,323,000 | US\$ | 15.05.2026 | | 1,206 | 0.01 |
| HCA 3.5% | 10,000,000 | US\$ | 01.09.2030 | | 8,665 | 0.07 |
| HJ Heinz Finance UK 6.25% | 10,975,000 | £ | 18.02.2030 | | 15,353 | 0.13 |
| Iliad 1.875% | 3,600,000 | € | 25.04.2025 | | 3,501 | 0.03 |
| Iliad 1.875% | 17,400,000 | € | 11.02.2028 | | 15,634 | 0.13 |
| Iliad 2.375% | 21,400,000 | € | 17.06.2026 | | 20,731 | 0.17 |
| INEOS Quattro Finance 2 2.5% | 4,880,000 | € | 15.01.2026 | | 4,627 | 0.04 |
| Intertrust Group 3.375% | 4,636,000 | € | 15.11.2025 | | 4,640 | 0.04 |
| Intesa Sanpaolo FRN | 5,083,000 | € | 31.12.2099 | | 4,780 | 0.04 |
| Intesa Sanpaolo FRN | 12,817,000 | € | 31.12.2099 | | 13,109 | 0.11 |
| Intesa Sanpaolo 2.925% | 20,000,000 | € | 14.10.2030 | | 18,963 | 0.16 |
| Intrum 3.5% | 5,800,000 | € | 15.07.2026 | | 5,568 | 0.05 |
| James Hardie International Finance 3.625% | 6,199,000 | € | 01.10.2026 | | 6,276 | 0.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| John Lewis 4.25% | 14,000,000 | £ | 18.12.2034 | | 15,228 | 0.13 |
| KB Home 4.8% | 10,000,000 | US\$ | 15.11.2029 | | 8,725 | 0.07 |
| Kraft Heinz Foods 4.375% | 10,361,000 | US\$ | 01.06.2046 | | 9,328 | 0.08 |
| Kraft Heinz Foods 4.125% | 25,000,000 | £ | 01.07.2027 | | 31,064 | 0.26 |
| Leonardo 2.375% | 12,348,000 | € | 08.01.2026 | | 12,486 | 0.10 |
| Levi Strauss 3.5% | 1,377,000 | US\$ | 01.03.2031 | | 1,132 | 0.01 |
| Lloyds Banking Group FRN | 4,000,000 | £ | 31.12.2099 | | 4,722 | 0.04 |
| Lloyds Banking Group FRN | 31,776,000 | £ | 29.12.2049 | | 42,418 | 0.35 |
| Macedonia (Republic of) 1.625% | 10,576,000 | € | 10.03.2028 | | 9,258 | 0.08 |
| Macy's Retail Holdings 5.875% | 1,070,000 | US\$ | 15.03.2030 | | 950 | 0.01 |
| Mahle 2.375% | 12,000,000 | € | 14.05.2028 | | 10,250 | 0.09 |
| Marston's Issuer FRN | 1,568,000 | £ | 15.07.2032 | | 1,852 | 0.02 |
| Millicom International Cellular 6.25% | 10,785,600 | US\$ | 25.03.2029 | | 10,268 | 0.09 |
| Mitchells & Butlers Finance 5.965% | 409,321 | £ | 15.12.2025 | | 495 | 0.00 |
| Mitchells & Butlers Finance 6.013% | 1,699,910 | £ | 15.12.2030 | | 2,116 | 0.02 |
| Nationwide Building Society FRN | 5,569,000 | £ | 31.12.2099 | | 6,711 | 0.06 |
| Nationwide Building Society 5.75% | 15,000,000 | £ | 31.12.2099 | | 17,952 | 0.15 |
| NatWest Group FRN | 25,000,000 | £ | 28.11.2031 | | 27,571 | 0.23 |
| NatWest Group FRN | 14,667,000 | £ | 14.08.2030 | | 17,318 | 0.14 |
| NatWest Group FRN | 6,947,000 | € | 14.09.2032 | | 6,378 | 0.05 |
| NatWest Group 3.032% | 25,000,000 | US\$ | 28.11.2035 | | 20,068 | 0.17 |
| Rolls-Royce 5.75% | 5,000,000 | £ | 15.10.2027 | | 6,181 | 0.05 |
| Rolls-Royce 1.625% | 25,000,000 | € | 09.05.2028 | | 22,209 | 0.19 |
| Serbia (Republic of) 1.65% | 22,500,000 | € | 03.03.2033 | | 17,666 | 0.15 |
| Solvay Finance FRN | 5,000,000 | € | 29.11.2049 | | 5,205 | 0.04 |
| Solvay Finance FRN | 20,000,000 | € | 29.12.2049 | | 20,855 | 0.17 |
| Southwestern Energy 4.75% | 7,401,000 | US\$ | 01.02.2032 | | 6,587 | 0.06 |
| Syngenta Finance 5.182% | 8,165,000 | US\$ | 24.04.2028 | | 7,617 | 0.06 |
| Taylor Morrison Communities 5.875% | 15,049,000 | US\$ | 15.06.2027 | | 14,132 | 0.12 |
| TEGNA 4.625% | 17,807,000 | US\$ | 15.03.2028 | | 15,969 | 0.13 |
| Telecom Italia 2.875% | 20,000,000 | € | 28.01.2026 | | 19,303 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Telecom Italia 5.25% | 63,000,000 | € | 17.03.2055 | | 61,792 | 0.52 |
| Telecom Italia Finance 7.75% | 30,000,000 | € | 24.01.2033 | | 34,555 | 0.29 |
| Teva Pharmaceutical Finance Netherlands II 1.625% | 16,000,000 | € | 15.10.2028 | | 13,186 | 0.11 |
| Teva Pharmaceutical Finance Netherlands II 4.5% | 1,531,000 | € | 01.03.2025 | | 1,548 | 0.01 |
| Teva Pharmaceutical Finance Netherlands III 4.1% | 10,000,000 | US\$ | 01.10.2046 | | 7,065 | 0.06 |
| Thames Water Utilities Finance FRN | 16,230,000 | £ | 13.09.2030 | | 19,479 | 0.16 |
| Time Warner Cable 5.75% | 10,000,000 | £ | 02.06.2031 | | 13,415 | 0.11 |
| UBS Group FRN | 30,000,000 | US\$ | 31.12.2099 | | 24,496 | 0.20 |
| UniCredit FRN | 6,000,000 | € | 23.09.2029 | | 5,807 | 0.05 |
| UniCredit FRN | 35,000,000 | € | 15.01.2032 | | 33,033 | 0.28 |
| United Airlines 4.375% | 6,739,000 | US\$ | 15.04.2026 | | 5,979 | 0.05 |
| United Airlines 4.625% | 4,136,000 | US\$ | 15.04.2029 | | 3,529 | 0.03 |
| Videotron 5.375% | 10,778,000 | US\$ | 15.06.2024 | | 9,993 | 0.08 |
| Vmed O2 UK Financing I 4% | 23,451,000 | £ | 31.01.2029 | | 25,460 | 0.21 |
| Vmed O2 UK Financing I 3.25% | 21,000,000 | € | 31.01.2031 | | 19,405 | 0.16 |
| Wabtec Transportation 1.25% | 7,981,000 | € | 03.12.2027 | | 7,591 | 0.06 |
| Yum! Brands 4.625% | 15,473,000 | US\$ | 31.01.2032 | | 13,465 | 0.11 |
| Yum! Brands 5.375% | 8,174,000 | US\$ | 01.04.2032 | | 7,414 | 0.06 |
| Yum! Brands 6.875% | 6,273,000 | US\$ | 15.11.2037 | | 6,263 | 0.05 |
| ZF Europe Finance 2.5% | 11,600,000 | € | 23.10.2027 | | 10,580 | 0.09 |
| ZF Europe Finance 3% | 10,000,000 | € | 23.10.2029 | | 8,971 | 0.08 |
| ZF Finance 2.75% | 7,000,000 | € | 25.05.2027 | | 6,532 | 0.05 |
| ZF Finance 3% | 7,500,000 | € | 21.09.2025 | | 7,385 | 0.06 |
| ZF Finance 3.75% | 8,000,000 | € | 21.09.2028 | | 7,616 | 0.06 |
| 'B' credit rated bonds | | | | | 311,824 | 2.60 |
| Adler Pelzer Holding 4.125% | 5,627,000 | € | 01.04.2024 | | 5,131 | 0.04 |
| Altice France 4% | 8,537,000 | € | 15.07.2029 | | 7,708 | 0.07 |
| Altice France 5.875% | 6,000,000 | € | 01.02.2027 | | 6,154 | 0.05 |
| Ardagh Packaging Finance Via Ardagh Holdings 2.125% | 28,000,000 | € | 15.08.2026 | | 26,407 | 0.22 |
| Avantor Funding 4.625% | 6,667,000 | US\$ | 15.07.2028 | | 6,005 | 0.05 |
| Avantor Funding 3.875% | 4,083,000 | € | 15.07.2028 | | 4,108 | 0.03 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Axalta Coating Systems Dutch Holding 'B' 3.75% | 3,920,000 | € | 15.01.2025 | | 3,863 | 0.03 |
| Bausch Health 5% | 10,000,000 | US\$ | 30.01.2028 | | 7,465 | 0.06 |
| Bausch Health 7% | 32,954,000 | US\$ | 15.01.2028 | | 26,894 | 0.23 |
| Cheplapharm Arzneimittel 5.5% | 4,335,000 | US\$ | 15.01.2028 | | 3,806 | 0.03 |
| Cheplapharm Arzneimittel 4.375% | 7,229,000 | € | 15.01.2028 | | 7,163 | 0.06 |
| CHS Via Community Health Systems 4.75% | 6,000,000 | US\$ | 15.02.2031 | | 5,062 | 0.04 |
| CPUK Finance 4.5% | 7,313,000 | £ | 28.08.2027 | | 8,359 | 0.07 |
| CSC Holdings 5.75% | 10,000,000 | US\$ | 15.01.2030 | | 8,088 | 0.07 |
| Cullinan Holdco 4.625% | 4,311,000 | € | 15.10.2026 | | 4,079 | 0.03 |
| Deuce FinCo 5.5% | 12,220,000 | £ | 15.06.2027 | | 13,847 | 0.12 |
| DISH DBS 5.25% | 6,192,000 | US\$ | 01.12.2026 | | 5,335 | 0.05 |
| DISH DBS 5.75% | 6,192,000 | US\$ | 01.12.2028 | | 5,302 | 0.04 |
| Durfy One 3.375% | 7,000,000 | € | 15.04.2028 | | 6,506 | 0.05 |
| Goodyear Tire & Rubber 5% | 7,000,000 | US\$ | 31.05.2026 | | 6,246 | 0.05 |
| Gruenthal 3.625% | 2,582,000 | € | 15.11.2026 | | 2,566 | 0.02 |
| Heathrow Finance 4.375% | 3,000,000 | £ | 01.03.2027 | | 3,262 | 0.03 |
| Iliad Holding 5.125% | 6,639,000 | € | 15.10.2026 | | 6,738 | 0.06 |
| INEOS Quattro Finance 1 3.75% | 2,689,000 | € | 15.07.2026 | | 2,535 | 0.02 |
| MGM Resorts International 5.5% | 6,529,000 | US\$ | 15.04.2027 | | 5,945 | 0.05 |
| NatWest Group FRN | 15,000,000 | £ | 31.12.2099 | | 16,516 | 0.14 |
| Pilgrim's Pride 3.5% | 25,608,000 | US\$ | 01.03.2032 | | 20,281 | 0.17 |
| Pilgrim's Pride 4.25% | 14,102,000 | US\$ | 15.04.2031 | | 11,756 | 0.10 |
| Pilgrim's Pride 5.875% | 2,932,000 | US\$ | 30.09.2027 | | 2,669 | 0.02 |
| SCIH Salt Holdings 4.875% | 6,586,000 | US\$ | 01.05.2028 | | 5,649 | 0.05 |
| Sherwood Financing 6% | 10,117,000 | £ | 15.11.2026 | | 11,370 | 0.10 |
| Staples 7.5% | 10,000,000 | US\$ | 15.04.2026 | | 8,726 | 0.07 |
| Tenet Healthcare 4.625% | 165,000 | US\$ | 15.07.2024 | | 150 | 0.00 |
| Tenet Healthcare 5.125% | 10,000,000 | US\$ | 01.11.2027 | | 9,148 | 0.08 |
| TI Automotive Finance 3.75% | 12,000,000 | € | 15.04.2029 | | 10,852 | 0.09 |
| TK Elevator Midco 4.375% | 10,000,000 | € | 15.07.2027 | | 9,894 | 0.08 |
| Trivium Packaging Finance 3.75% | 5,334,000 | € | 15.08.2026 | | 5,241 | 0.04 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| Vertiv Group Corp 4.125% | 11,845,000 | US\$ | 15.11.2028 | | 9,661 | 0.08 |
| VTR Comunicaciones 5.125% | 1,559,000 | US\$ | 15.01.2028 | | 1,337 | 0.01 |
| | | | | | 41,393 | 0.35 |
| 'CCC' credit rated bonds | | | | | | |
| Altice France Holding 6% | 10,000,000 | US\$ | 15.02.2028 | | 7,802 | 0.07 |
| Caesars Entertainment 4.625% | 1,914,000 | US\$ | 15.10.2029 | | 1,619 | 0.01 |
| Intu Metrocentre Finance 8.75% | 10,801,000 | £ | 06.12.2028 | | 7,000 | 0.06 |
| Selecta Group 8% | 594,033 | € | 01.04.2026 | | 596 | 0.00 |
| SGS Finance Plc 9% | 4,957,941 | £ | 17.03.2033 | | 3,300 | 0.03 |
| Sigma HoldCo 5.75% | 14,000,000 | € | 15.05.2026 | | 11,492 | 0.10 |
| Staples 10.75% | 6,292,000 | US\$ | 15.04.2027 | | 5,068 | 0.04 |
| Trivium Packaging Finance 8.5% | 5,000,000 | US\$ | 15.08.2027 | | 4,516 | 0.04 |
| 'D' credit rated bonds | | | | | | |
| Intu Debenture (Defaulted) 5.562% ^c | 8,219,500 | £ | 31.12.2027 | | 4,192 | 0.03 |
| Bonds with no credit rating | | | | | | |
| K2016470219 South Africa 3% | 830,469 | US\$ | 31.12.2022 | | 6 | 0.00 |
| | | | | | 250,225 | 2.09 |
| Debt derivatives | | | | | | |
| | | | | | 107,687 | 0.90 |
| Credit default swaps | | | | | | |
| Altria Group Dec 2026 | 100,000,000 | US\$ | | | (1,388) | (0.01) |
| Brazil (Federative Republic of) Jun 2026 | 175,000,000 | US\$ | | | 4,265 | 0.03 |
| British American Tobacco Jun 2026 | 31,000,000 | € | | | (310) | 0.00 |
| Électricité de France Dec 2026 | 25,000,000 | € | | | (150) | 0.00 |
| Engie Dec 2026 | 25,000,000 | € | | | (272) | 0.00 |
| Markit CDX North American High Yield Series 36 | 265,000,000 | US\$ | | | 15,229 | 0.13 |
| Markit CDX North American High Yield Series 37 | 435,000,000 | US\$ | | | 25,142 | 0.21 |
| Markit CDX North American High Yield Series 38 5 Year Jun 2027 | 140,000,000 | US\$ | | | 7,067 | 0.06 |
| Markit CDX North American Investment Grade Series 37 5 Year Dec 2026 | 200,000,000 | US\$ | | | (3,198) | (0.03) |
| Markit iTraxx Europe Series 36 5 Year Dec 2026 | 300,000,000 | € | | | (4,856) | (0.04) |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 650,000,000 | € | | | 52,124 | 0.43 |
| Markit iTraxx Europe Xover Series 37 5 Year Jun 2027 | 200,000,000 | € | | | 15,030 | 0.12 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Credit default swaps (continued) | | | | | | |
| Mexico (United Mexican States) Dec 2026 | 180,000,000 | US\$ | | | (996) | 0.00 |
| Interest rate swaps | | | | | 145,481 | 1.21 |
| Receive 0.0493% Pay Var. Nov 2026 | 100,000,000 | € | | | (4,081) | (0.03) |
| Receive 0.0407% Pay Var. Nov 2026 | 100,000,000 | € | | | (4,524) | (0.04) |
| Receive 0.0712% Pay Var. Nov 2026 | 100,000,000 | € | | | (4,748) | (0.04) |
| Receive 1.0619% Pay Var. Nov 2026 | 100,000,000 | £ | | | (4,019) | (0.03) |
| Receive 0.9028% Pay Var. Nov 2026 | 50,000,000 | £ | | | (2,489) | (0.02) |
| Receive 1.0003% Pay Var. Dec 2026 | 100,000,000 | £ | | | (4,434) | (0.04) |
| Receive 0.1282% Pay Var. Dec 2026 | 100,000,000 | € | | | (5,121) | (0.04) |
| Pay Var. Receive 0.1263% Jan 2027 | 100,000,000 | € | | | (4,062) | (0.03) |
| Pay Var. Receive 0.3908% Feb 2027 | 100,000,000 | € | | | (2,858) | (0.02) |
| Pay Var. Receive 0.5798% Feb 2027 | 100,000,000 | € | | | (1,958) | (0.02) |
| Pay Var. Receive 0.541% Feb 2027 | 150,000,000 | € | | | (3,239) | (0.03) |
| Pay Var. Receive 0.6468% Feb 2027 | 100,000,000 | € | | | (1,655) | (0.01) |
| Pay Var. Receive 0.6048% Feb 2027 | 100,000,000 | € | | | (1,876) | (0.02) |
| Pay Var. Receive 0.5573% Feb 2027 | 100,000,000 | € | | | (2,112) | (0.02) |
| Pay Var. Receive 0.816% Mar 2027 | 250,000,000 | € | | | (2,583) | (0.02) |
| Pay Var. Receive 0.444% Feb 2032 | 100,000,000 | € | | | (7,231) | (0.06) |
| Pay Var. Receive 0.4635% Feb 2032 | 100,000,000 | € | | | (7,044) | (0.06) |
| Pay Var. Receive 0.4883% Feb 2032 | 100,000,000 | € | | | (6,815) | (0.06) |
| Pay Var. Receive 0.6923% Feb 2032 | 100,000,000 | € | | | (4,909) | (0.04) |
| Pay Var. Receive 0.677% Mar 2032 | 100,000,000 | € | | | (4,987) | (0.04) |
| Pay Var. Receive 0.7478% Mar 2032 | 100,000,000 | € | | | (4,335) | (0.04) |
| Pay Var. Receive 0.7233% Mar 2032 | 100,000,000 | € | | | (4,574) | (0.04) |
| Pay Var. Receive 1.1208% Mar 2032 | 50,000,000 | € | | | (551) | 0.00 |
| Pay Var. Receive 1.3078% Apr 2032 | 50,000,000 | € | | | 0 | 0.00 |
| Pay 0.54% Receive Var. Sep 2049 | 100,000,000 | £ | | | 24,730 | 0.21 |
| Pay 0.685% Receive Var. Sep 2049 | 100,000,000 | £ | | | 20,853 | 0.17 |
| Pay 0.5822% Receive Var. Sep 2049 | 50,000,000 | £ | | | 11,816 | 0.10 |
| Pay 0.471% Receive Var. Sep 2049 | 100,000,000 | £ | | | 26,637 | 0.22 |
| Pay 0.092% Receive Var. Aug 2050 | 50,000,000 | € | | | 12,111 | 0.10 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Interest rate swaps (continued) | | | | | | |
| Pay 0.139% Receive Var. Sep 2050 | 35,000,000 | € | | | 8,060 | 0.07 |
| Pay 1.992% Receive Var. Mar 2051 | 100,000,000 | US\$ | | | 305 | 0.00 |
| Pay 0.8342% Receive Var. Jun 2051 | 25,000,000 | £ | | | 4,301 | 0.04 |
| Pay 1.4177% Receive Var. Sep 2051 | 50,000,000 | US\$ | | | 5,472 | 0.05 |
| Pay 1.4837% Receive Var. Sep 2051 | 50,000,000 | US\$ | | | 4,804 | 0.04 |
| Pay 1.3817% Receive Var. Sep 2051 | 50,000,000 | US\$ | | | 5,865 | 0.05 |
| Pay 1.4817% Receive Var. Nov 2051 | 50,000,000 | US\$ | | | 4,943 | 0.04 |
| Pay 1.523% Receive Var. Nov 2051 | 100,000,000 | US\$ | | | 9,489 | 0.08 |
| Pay 1.4622% Receive Var. Nov 2051 | 50,000,000 | US\$ | | | 5,370 | 0.04 |
| Pay 1.5577% Receive Var. Nov 2051 | 60,000,000 | US\$ | | | 5,289 | 0.04 |
| Pay 1.5707% Receive Var. Nov 2051 | 60,000,000 | US\$ | | | 5,138 | 0.04 |
| Pay 0.555% Receive Var. Feb 2052 | 65,000,000 | € | | | 8,302 | 0.07 |
| Pay 1.21% Receive Var. Feb 2052 | 25,000,000 | £ | | | 1,837 | 0.02 |
| Pay 1.7577% Receive Var. Mar 2052 | 50,000,000 | US\$ | | | 2,359 | 0.02 |
| Pay 0.456% Receive Var. Feb 2070 | 100,000,000 | £ | | | 36,011 | 0.30 |
| Pay 0.55% Receive Var. Oct 2071 | 30,000,000 | £ | | | 9,721 | 0.08 |
| Pay 0.454% Receive Var. Nov 2071 | 50,000,000 | £ | | | 18,257 | 0.15 |
| Pay 0.3677% Receive Var. Dec 2071 | 10,000,000 | £ | | | 4,016 | 0.03 |
| Interest rate futures | | | | | (2,943) | (0.02) |
| Deutscher Bund 10 year Futures | (350) | € | 08.06.2022 | 335 | 2,312 | 0.02 |
| Deutscher Bund 30 year Futures | (5,250) | € | 08.06.2022 | 7,523 | 70,751 | 0.59 |
| Japan 10 year Bond Futures | (400) | ¥ | 13.06.2022 | 3 | (1,970) | (0.02) |
| US Treasury Notes 10 year Futures | 10,000 | US\$ | 21.06.2022 | 9,150 | (42,511) | (0.35) |
| US Treasury Notes 10 year Futures | 800 | US\$ | 21.06.2022 | 663 | (3,057) | (0.03) |
| US Ultra Bond Futures | (1,500) | US\$ | 21.06.2022 | 1,401 | 551 | 0.01 |
| UK Treasury Notes Futures | (650) | £ | 28.06.2022 | 957 | 57 | 0.00 |
| US Treasury Notes 5 year Futures | 8,000 | US\$ | 30.06.2022 | 6,702 | (29,076) | (0.24) |
| Currency | | | | | 19,850 | 0.17 |
| Forward currency contracts | | | | | 19,850 | 0.17 |
| Bought for AUD 7,371,257.33, Sold for € 4,948,406.76 | | | 06.04.2022 | | 26 | 0.00 |
| Bought for CHF 51,579,407.67, Sold for € 50,081,417.41 | | | 06.04.2022 | | 189 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for € 52,192,341.32, Sold for AUD 78,325,847.42 | | | 06.04.2022 | | (676) | (0.01) |
| Bought for € 86,194,557.31, Sold for CHF 86,557,074.59 | | | 06.04.2022 | | 1,835 | 0.02 |
| Bought for € 1,128,692,913.62, Sold for £ 943,261,623.68 | | | 06.04.2022 | | 12,939 | 0.11 |
| Bought for € 1,011,635,883.22, Sold for US\$ 1,136,110,819.47 | | | 06.04.2022 | | (12,246) | (0.10) |
| Bought for £ 269,864,075.70, Sold for € 323,099,987.32 | | | 06.04.2022 | | (3,885) | (0.03) |
| Bought for € 1,078,071,915.84, Sold for £ 914,289,711.94 | | | 04.05.2022 | | (2,323) | (0.02) |
| Bought for € 1,136,679,729.63, Sold for US\$ 1,283,991,054.96 | | | 04.05.2022 | | (19,504) | (0.16) |
| Bought for £ 161,605,497.40, Sold for € 192,961,476.79 | | | 04.05.2022 | | (1,997) | (0.02) |
| Bought for € 1,020,612,145.50, Sold for £ 844,288,111.78 | | | 01.06.2022 | | 24,179 | 0.20 |
| Bought for € 2,893,879,953.01, Sold for US\$ 3,192,449,493.18 | | | 01.06.2022 | | 22,556 | 0.19 |
| Bought for £ 63,203,200.56, Sold for € 75,560,564.12 | | | 01.06.2022 | | (968) | (0.01) |
| Bought for US\$ 34,516,628.93, Sold for € 31,319,534.03 | | | 01.06.2022 | | (275) | 0.00 |
| Portfolio of investments | | | | | 11,526,049 | 96.13 |
| Cash equivalents | | | | | 67,094 | 0.56 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 69,664,858 | € | | | 67,094 | 0.56 |
| Share class hedging | | | | | | |
| Bought for BRL 2,462,337.95, Sold for € 461,710.37 | | | 03.05.2022 | | (1) | 0.00 |
| Bought for AUD 2,336,686.27, Sold for € 1,576,540.82 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 132,541,797.81, Sold for € 128,445,330.77 | | | 04.05.2022 | | 746 | 0.01 |
| Bought for € 1,272,465.92, Sold for CHF 1,311,683.10 | | | 04.05.2022 | | (5) | 0.00 |
| Bought for € 273,943.19, Sold for £ 232,296.18 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 2,231.82, Sold for HKD 19,451.10 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 1,852.64, Sold for SGD 2,794.76 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for £ 12,403,358.18, Sold for € 14,639,532.05 | | | 04.05.2022 | | 17 | 0.00 |
| Bought for HKD 9,132,735.80, Sold for € 1,046,969.37 | | | 04.05.2022 | | 3 | 0.00 |
| Bought for SGD 28,660,331.92, Sold for € 18,984,998.16 | | | 04.05.2022 | | 70 | 0.00 |
| Bought for ZAR 2,724,104.61, Sold for € 167,829.39 | | | 04.05.2022 | | 0 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Share class hedging (continued) | | | | | | |
| Bought for € 148,151,003.31, Sold for US\$ 163,015,811.60 | | | 01.06.2022 | | 1,531 | 0.01 |
| Bought for US\$ 1,711,644,315.44, Sold for € 1,536,242,515.16 | | | 01.06.2022 | | 3,232 | 0.03 |
| Total portfolio | | | | | 11,598,736 | 96.74 |
| Net other assets/(liabilities) | | | | | 392,436 | 3.26 |
| Net assets | | | | | 11,991,172 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 447,915 | 3.74 |
| Equity portfolios | | | | | 206,795 | 1.72 |
| Debt securities | | | | | 10,601,264 | 88.41 |
| Unrealised gains on futures contracts | | | | | 73,671 | 0.62 |
| Unrealised gains on forward currency contracts | | | | | 67,323 | 0.57 |
| Unrealised gains on swap contracts | | | | | 354,543 | 2.94 |
| Total Investment assets | | | | | 11,751,511 | 98.00 |
| Investment liabilities | | | | | | |
| Unrealised losses on futures contracts | | | | | (76,614) | (0.64) |
| Unrealised losses on forward currency contracts | | | | | (41,880) | (0.35) |
| Unrealised losses on swap contracts | | | | | (101,375) | (0.83) |
| Total Investment liabilities | | | | | (219,869) | (1.82) |
| Total portfolio | | | | | 11,531,642 | 96.18 |
| Cash equivalents | | | | | 67,094 | 0.56 |
| Net other assets/(liabilities) | | | | | 392,436 | 3.26 |
| Net assets | | | | | 11,991,172 | 100.00 |

^a Fair valued.

^b Unlisted/unquoted.

^c Defaulted bond.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | | |
|---|----------------------|---|------------------|--|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 | Collateral held as security €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 26,734 | 0 | 0 |
| Barclays Bank London | 78,378,074 | 0 | 0 | 405,669 | 0 |
| BNP Paribas | 0 | 4,047,673 | 0 | 0 | 0 |
| Citigroup Global Markets Limited | 0 | 3,459,144 | 0 | 0 | 0 |
| HSBC Bank Plc | 0 | 2,128,763 | 0 | 0 | 0 |
| JP Morgan Chase | 7,196,193 | 240,082 | 0 | 0 | 27,186 |
| Merrill Lynch Pierce Fenner + Smith Inc | 2,454,890 | 292,051 | 0 | 0 | 0 |
| National Australia Bank Ltd | 0 | 112,062 | 0 | 0 | 0 |
| Standard Chartered Bank | 0 | 287,791 | 0 | 0 | 1,414 |
| State Street Bank and Trust Company | 0 | 3,707,651 | 0 | 0 | 0 |
| State Street Bank London | 0 | 6,059,431 | 0 | 0 | 0 |
| UBS AG London | 0 | 1,523,179 | 0 | 0 | 19,318 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|----------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|---|--|
| Australian dollar | | | | | | |
| Class 'A-H' Accumulation | -4.6 | n/a | n/a | +0.2 | n/a | 26.04.19 |
| Class 'A-H M' Distribution | -4.6 | n/a | n/a | +0.2 | n/a | 26.04.19 |
| Class 'C-H' Accumulation | -4.2 | n/a | n/a | +0.7 | n/a | 26.04.19 |
| Class 'C-H M' Distribution | -4.1 | n/a | n/a | +0.7 | n/a | 26.04.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | -5.2 | +0.3 | +0.6 | +4.8 | 20.04.07 | 07.09.18 |
| Class 'A' Distribution | -5.2 | +0.3 | +0.6 | +1.9 | 12.07.13 | 07.09.18 |
| Class 'B' Accumulation | -5.7 | -0.2 | +0.1 | +1.1 | 11.09.15 | 07.09.18 |
| Class 'B' Distribution | -5.7 | -0.2 | +0.1 | +1.1 | 11.09.15 | 07.09.18 |
| Class 'C' Accumulation | -4.7 | +0.8 | +1.1 | +5.4 | 20.04.07 | 07.09.18 |
| Class 'C' Distribution | -4.7 | +0.8 | +1.1 | +1.8 | 08.08.14 | 07.09.18 |
| Class 'CI' Accumulation | -4.7 | +0.8 | +1.2 | +5.4 | 20.04.07 | 07.09.18 |
| Class 'CI' Distribution | -4.7 | +0.8 | +1.0 | +1.7 | 08.08.14 | 17.12.18 |
| Class 'CI-H' Accumulation | +30.5 | n/a | n/a | +17.3 | n/a | 04.09.20 |
| Class 'J' Accumulation | -4.6 | +0.9 | n/a | +0.6 | 27.04.18 | 07.09.18 |
| Class 'J' Distribution | -4.6 | n/a | n/a | +1.0 | n/a | 28.05.19 |
| Class 'JI' Accumulation | -4.6 | +1.0 | n/a | +0.6 | 27.04.18 | 05.10.18 |
| Class 'JI' Distribution | -4.6 | n/a | n/a | +1.0 | n/a | 28.05.19 |
| Hong Kong dollar | | | | | | |
| Class 'A-H' Accumulation | -4.4 | n/a | n/a | +1.3 | n/a | 26.04.19 |
| Class 'A-H M' Distribution | -4.4 | n/a | n/a | +1.4 | n/a | 26.04.19 |
| Class 'C-H' Accumulation | -4.0 | n/a | n/a | +1.9 | n/a | 26.04.19 |
| Class 'C-H M' Distribution | -3.9 | n/a | n/a | +1.9 | n/a | 26.04.19 |
| Singapore dollar | | | | | | |
| Class 'A-H' Accumulation | -4.3 | +1.6 | +2.2 | +2.7 | 16.01.15 | 07.09.18 |
| Class 'A-H M' Distribution | -4.3 | +1.6 | +2.2 | +2.7 | 16.01.15 | 07.09.18 |
| Class 'A-H M F1' Distribution | -4.3 | n/a | n/a | -1.3 | n/a | 19.11.20 |
| Class 'C-H' Accumulation | -3.8 | +2.1 | +2.7 | +3.2 | 16.01.15 | 07.09.18 |
| Class 'J-H' Accumulation | -3.6 | n/a | n/a | +2.2 | n/a | 28.05.19 |
| Class 'J-H M' Distribution | -3.6 | n/a | n/a | +2.2 | n/a | 28.05.19 |
| Class 'JI-H' Accumulation | -3.6 | n/a | n/a | +1.5 | n/a | 05.07.19 |
| Class 'JI-H M' Distribution | -3.6 | n/a | n/a | +1.5 | n/a | 05.07.19 |
| South African rand | | | | | | |
| Class 'A-H M F2' Distribution | n/a | n/a | n/a | -3.2 | n/a | 23.09.21 |
| Class 'X-H M F2' Distribution | n/a | n/a | n/a | -3.7 | n/a | 23.09.21 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|---|--|
| Sterling | | | | | | |
| Class 'A-H' Accumulation | -4.6 | n/a | n/a | +0.1 | n/a | 05.07.19 |
| Class 'A-H' Distribution | -4.5 | n/a | n/a | +0.2 | n/a | 05.07.19 |
| Class 'C-H' Accumulation | -4.1 | +1.4 | n/a | +1.4 | n/a | 14.03.19 |
| Class 'C-H' Distribution | -4.1 | +1.5 | n/a | +1.7 | n/a | 22.02.19 |
| Class 'CI-H' Distribution | -4.0 | +1.6 | n/a | +1.6 | n/a | 29.03.19 |
| Class 'J-H' Accumulation | -3.9 | n/a | n/a | +1.6 | n/a | 28.05.19 |
| Class 'J-H' Distribution | -3.9 | n/a | n/a | +1.7 | n/a | 28.05.19 |
| Class 'JI-H' Accumulation | -3.9 | n/a | n/a | +1.7 | n/a | 28.05.19 |
| Class 'JI-H' Distribution | -3.9 | n/a | n/a | +1.7 | n/a | 28.05.19 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | -5.5 | 0.0 | +0.3 | +2.1 | 28.09.12 | 07.09.18 |
| Class 'A-H' Distribution | -5.4 | 0.0 | +0.3 | +0.8 | 16.01.15 | 07.09.18 |
| Class 'C-H' Accumulation | -5.0 | +0.5 | +0.8 | +2.6 | 28.09.12 | 07.09.18 |
| Class 'C-H' Distribution | -5.0 | +0.5 | +0.8 | +1.3 | 16.01.15 | 07.09.18 |
| Class 'CI-H' Accumulation | -5.0 | +0.6 | +0.8 | +2.7 | 28.09.12 | 07.09.18 |
| Class 'J-H' Accumulation | -4.8 | +0.7 | n/a | +0.4 | 27.04.18 | 07.09.18 |
| Class 'J-H' Distribution | -4.8 | n/a | n/a | +0.1 | n/a | 15.10.19 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|---|--|
| US dollar | | | | | | |
| Class 'A-H' Accumulation | -4.3 | +1.9 | +2.7 | +4.6 | 01.10.10 | 07.09.18 |
| Class 'A-H' Distribution | -4.4 | +1.9 | +2.7 | +3.0 | 08.08.14 | 07.09.18 |
| Class 'A-H M' Distribution | -4.3 | +2.0 | +2.7 | +3.0 | 16.01.15 | 07.09.18 |
| Class 'A-H M F1' Distribution | -4.4 | n/a | n/a | -1.3 | n/a | 19.11.20 |
| Class 'A-H M F6' Distribution | -4.4 | n/a | n/a | +6.0 | n/a | 03.04.20 |
| Class 'C-H' Accumulation | -3.9 | +2.4 | +3.2 | +5.1 | 01.10.10 | 07.09.18 |
| Class 'C-H' Distribution | -3.9 | +2.4 | +3.2 | +3.5 | 08.08.14 | 07.09.18 |
| Class 'CI-H' Accumulation | -3.8 | +2.5 | +3.2 | +5.1 | 01.10.10 | 07.09.18 |
| Class 'CI-H' Distribution | -3.8 | +2.4 | +3.0 | +3.3 | 08.08.14 | 21.01.19 |
| Class 'J-H' Accumulation | -3.8 | +2.5 | n/a | +2.6 | 27.04.18 | 07.09.18 |
| Class 'J-H' Distribution | -3.8 | +2.5 | n/a | +2.6 | 27.04.18 | 07.09.18 |
| Class 'J-H M' Distribution | -3.7 | n/a | n/a | +2.6 | n/a | 28.05.19 |
| Class 'JI-H' Accumulation | -3.7 | +2.6 | n/a | +2.5 | 27.04.18 | 05.11.18 |
| Class 'JI-H' Distribution | -3.7 | n/a | n/a | +2.6 | n/a | 28.05.19 |
| Class 'JI-H M' Distribution | -3.7 | n/a | n/a | +2.5 | n/a | 28.05.19 |
| Class 'X-H' Accumulation | n/a | n/a | n/a | -5.0 | n/a | 23.11.21 |
| Class 'X-H M' Distribution | -5.4 | n/a | n/a | +0.5 | n/a | 24.06.20 |
| Class 'X-H M F' Distribution | -5.3 | n/a | n/a | -2.3 | n/a | 19.11.20 |

Distribution details for holders of distribution shares

This sub-fund pays both monthly and semi-annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Semi-annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|---------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Final | 01.10.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'J' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|
| First interim | 0.0840 | 0.0829 | 0.0852 | 0.0879 | 0.0868 |
| Final | 0.1169 | 0.1150 | 0.1189 | 0.1226 | 0.1211 |

| to 31 March 2022 | Class 'JI' Distribution Euro ¢ | Class 'A-H' Distribution UK p | Class 'C-H' Distribution UK p | Class 'CI-H' Distribution UK p | Class 'J-H' Distribution UK p |
|------------------|--------------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|-------------------------------------|
| First interim | 0.0868 | 0.0844 | 0.0871 | 0.0867 | 0.0867 |
| Final | 0.1214 | 0.1210 | 0.1253 | 0.1248 | 0.1249 |

| to 31 March 2022 | Class 'JI-H' Distribution UK p | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ | Class 'J-H' Distribution Swiss ¢ | Class 'A-H' Distribution US ¢ |
|------------------|--------------------------------------|--|--|--|-------------------------------------|
| First interim | 0.0869 | 0.0833 | 0.0847 | 0.0849 | 0.0876 |
| Final | 0.1248 | 0.1163 | 0.1183 | 0.1187 | 0.1230 |

| to 31 March 2022 | Class 'C-H' Distribution US ¢ | Class 'CI-H' Distribution US ¢ | Class 'J-H' Distribution US ¢ | Class 'JI-H' Distribution US ¢ |
|------------------|-------------------------------------|--------------------------------------|-------------------------------------|--------------------------------------|
| First interim | 0.0887 | 0.0892 | 0.0891 | 0.0883 |
| Final | 0.1251 | 0.1260 | 0.1257 | 0.1248 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

Financial highlights

| to 31 March 2022 | Class 'A-H M' Distribution AUD ¢ | Class 'C-H M' Distribution AUD ¢ | Class 'A-H M' Distribution HKD ¢ | Class 'C-H M' Distribution HKD ¢ | Class 'A-H M' Distribution SGD ¢ |
|------------------|--|--|--|--|--|
| First interim | 0.0111 | 0.0112 | 0.1126 | 0.1137 | 0.0115 |
| Second interim | 0.0154 | 0.0155 | 0.1578 | 0.1592 | 0.0160 |
| Third interim | 0.0150 | 0.0151 | 0.1575 | 0.1589 | 0.0157 |
| Fourth interim | 0.0144 | 0.0145 | 0.1497 | 0.1511 | 0.0150 |
| Fifth interim | 0.0142 | 0.0144 | 0.1506 | 0.1521 | 0.0150 |
| Sixth interim | 0.0145 | 0.0147 | 0.1525 | 0.1541 | 0.0153 |
| Seventh interim | 0.0139 | 0.0141 | 0.1403 | 0.1420 | 0.0143 |
| Eighth interim | 0.0178 | 0.0181 | 0.1879 | 0.1907 | 0.0189 |
| Ninth interim | 0.0199 | 0.0202 | 0.2058 | 0.2083 | 0.0208 |
| Tenth interim | 0.0201 | 0.0204 | 0.2105 | 0.2138 | 0.0212 |
| Eleventh interim | 0.0195 | 0.0197 | 0.1970 | 0.2002 | 0.0200 |
| Final | 0.0274 | 0.0279 | 0.2839 | 0.2876 | 0.0288 |

| to 31 March 2022 | Class 'A-H M F1' Distribution SGD ¢ | Class 'J-H M' Distribution SGD ¢ | Class 'JI-H M' Distribution SGD ¢ | Class 'A-H M F2' Distribution ZAR R | Class 'X-H M F2' Distribution ZAR R |
|------------------|---|--|---|---|---|
| First interim | 0.3365 | 0.0115 | 0.0113 | n/a | n/a |
| Second interim | 0.3365 | 0.0161 | 0.0156 | n/a | n/a |
| Third interim | 0.3365 | 0.0157 | 0.0154 | n/a | n/a |
| Fourth interim | 0.3365 | 0.0150 | 0.0146 | n/a | n/a |
| Fifth interim | 0.3365 | 0.0151 | 0.0148 | n/a | n/a |
| Sixth interim | 0.3365 | 0.0153 | 0.0150 | 1.1250 | 1.1250 |
| Seventh interim | 0.3365 | 0.0143 | 0.0141 | 1.1250 | 1.1250 |
| Eighth interim | 0.3365 | 0.0190 | 0.0186 | 1.1250 | 1.1250 |
| Ninth interim | 0.3365 | 0.0209 | 0.0204 | 1.1250 | 1.1250 |
| Tenth interim | 0.3300 | 0.0213 | 0.0209 | 1.1057 | 1.1026 |
| Eleventh interim | 0.3300 | 0.0202 | 0.0197 | 1.1057 | 1.1026 |
| Final | 0.3300 | 0.0289 | 0.0283 | 1.1057 | 1.1026 |

Financial highlights

| to 31 March 2022 | Class 'A-H M' Distribution US ¢ | Class 'A-H M F1' Distribution US ¢ | Class 'A-H M F6' Distribution US ¢ | Class 'J-H M' Distribution US ¢ | Class 'JI-H M' Distribution US ¢ |
|------------------|---------------------------------------|--|--|---------------------------------------|--|
| First interim | 0.0115 | 0.3365 | 0.5567 | 0.0115 | 0.0115 |
| Second interim | 0.0168 | 0.3365 | 0.5567 | 0.0167 | 0.0167 |
| Third interim | 0.0167 | 0.3365 | 0.5567 | 0.0166 | 0.0166 |
| Fourth interim | 0.0153 | 0.3365 | 0.5567 | 0.0153 | 0.0153 |
| Fifth interim | 0.0153 | 0.3365 | 0.5567 | 0.0151 | 0.0151 |
| Sixth interim | 0.0155 | 0.3365 | 0.5567 | 0.0154 | 0.0154 |
| Seventh interim | 0.0142 | 0.3365 | 0.5567 | 0.0142 | 0.0142 |
| Eighth interim | 0.0188 | 0.3365 | 0.5567 | 0.0188 | 0.0188 |
| Ninth interim | 0.0210 | 0.3365 | 0.5567 | 0.0209 | 0.0209 |
| Tenth interim | 0.0216 | 0.3298 | 0.5346 | 0.0215 | 0.0215 |
| Eleventh interim | 0.0203 | 0.3298 | 0.5346 | 0.0203 | 0.0202 |
| Final | 0.0291 | 0.3298 | 0.5346 | 0.0291 | 0.0291 |

| to 31 March 2022 | Class 'X-H M' Distribution US ¢ | Class 'X-H M F' Distribution US ¢ |
|------------------|---------------------------------------|---|
| First interim | 0.0113 | 0.5033 |
| Second interim | 0.0161 | 0.5033 |
| Third interim | 0.0159 | 0.5033 |
| Fourth interim | 0.0149 | 0.5033 |
| Fifth interim | 0.0150 | 0.5033 |
| Sixth interim | 0.0151 | 0.5033 |
| Seventh interim | 0.0139 | 0.5033 |
| Eighth interim | 0.0183 | 0.5033 |
| Ninth interim | 0.0203 | 0.5033 |
| Tenth interim | 0.0209 | 0.4784 |
| Eleventh interim | 0.0197 | 0.4784 |
| Final | 0.0281 | 0.4784 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|----------------------------|-------------|-------------|-------------|
| Australian dollar | AU\$ | AU\$ | AU\$ |
| Class 'A-H' Accumulation | 10.0613 | 10.5519 | 9.0818 |
| Class 'A-H M' Distribution | 9.5106 | 10.1653 | 8.9109 |
| Class 'C-H' Accumulation | 10.2112 | 10.6559 | 9.1258 |
| Class 'C-H M' Distribution | 9.6517 | 10.2642 | 8.9527 |
| Euro | € | € | € |
| Class 'A' Accumulation | 10.2026 | 10.7634 | 9.2965 |
| Class 'A' Distribution | 9.4058 | 10.0875 | 8.8931 |
| Class 'B' Accumulation | 10.0267 | 10.6309 | 9.2280 |
| Class 'B' Distribution | 9.2413 | 9.9610 | 8.8258 |
| Class 'C' Accumulation | 10.3884 | 10.9047 | 9.3716 |
| Class 'C' Distribution | 9.5750 | 10.2175 | 8.9624 |
| Class 'CI' Accumulation | 10.4056 | 10.9185 | 9.3799 |
| Class 'CI' Distribution | 9.8803 | 10.5393 | 9.2408 |
| Class 'CI-H' Accumulation | 12.8262 | 9.8273 | n/a |
| Class 'J' Accumulation | 10.4448 | 10.9475 | 9.3941 |
| Class 'J' Distribution | 9.7609 | 10.4003 | 9.1098 |
| Class 'JI' Accumulation | 10.4368 | 10.9349 | 9.3798 |
| Class 'JI' Distribution | 9.7750 | 10.4110 | 9.1148 |
| Hong Kong dollar | HK\$ | HK\$ | HK\$ |
| Class 'A-H' Accumulation | 103.9615 | 108.8004 | 92.7740 |
| Class 'A-H M' Distribution | 98.4390 | 104.9670 | 91.1842 |
| Class 'C-H' Accumulation | 105.6113 | 109.9764 | 93.3172 |
| Class 'C-H M' Distribution | 99.9185 | 105.9596 | 91.5942 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|-------------------------------|-------------|-------------|-------------|
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 10.7355 | 11.2207 | 9.6054 |
| Class 'A-H M' Distribution | 9.9474 | 10.5945 | 9.2410 |
| Class 'A-H M F1' Distribution | 93.1251 | 101.3129 | n/a |
| Class 'C-H' Accumulation | 10.9287 | 11.3654 | 9.6813 |
| Class 'J-H' Accumulation | 10.6470 | 11.0498 | 9.4010 |
| Class 'J-H M' Distribution | 10.0141 | 10.5939 | 9.1803 |
| Class 'JI-H' Accumulation | 10.4025 | 10.7916 | 9.1764 |
| Class 'JI-H M' Distribution | 9.7864 | 10.3483 | 8.9635 |
| South African rand | ZAR | ZAR | ZAR |
| Class 'A-H M F2' Distribution | 138.6856 | n/a | n/a |
| Class 'X-H M F2' Distribution | 137.8806 | n/a | n/a |
| Sterling | £ | £ | £ |
| Class 'A-H' Accumulation | 10.0410 | 10.5207 | 9.0384 |
| Class 'A-H' Distribution | 9.6308 | 10.2552 | 8.9914 |
| Class 'C-H' Accumulation | 10.4429 | 10.8868 | 9.3054 |
| Class 'C-H' Distribution | 9.9922 | 10.5870 | 9.2411 |
| Class 'CI-H' Distribution | 9.9436 | 10.5308 | 9.1794 |
| Class 'J-H' Accumulation | 10.4707 | 10.8988 | 9.3018 |
| Class 'J-H' Distribution | 9.9445 | 10.5219 | 9.1684 |
| Class 'JI-H' Accumulation | 10.4871 | 10.9107 | 9.3091 |
| Class 'JI-H' Distribution | 9.9520 | 10.5237 | 9.1685 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.0996 | 10.6821 | 9.2491 |
| Class 'A-H' Distribution | 9.3111 | 10.0105 | 8.8436 |
| Class 'C-H' Accumulation | 10.2882 | 10.8240 | 9.3233 |
| Class 'C-H' Distribution | 9.4769 | 10.1389 | 8.9122 |
| Class 'CI-H' Accumulation | 10.3006 | 10.8371 | 9.3306 |
| Class 'J-H' Accumulation | 10.3406 | 10.8624 | 9.3442 |
| Class 'J-H' Distribution | 9.5140 | 10.1632 | 9.0679 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-------------------|-------------------|------------------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 10.8929 | 11.3826 | 9.7234 |
| Class 'A-H' Distribution | 10.0449 | 10.6796 | 9.3074 |
| Class 'A-H M' Distribution | 10.1152 | 10.7801 | 9.3819 |
| Class 'A-H M F1' Distribution | 93.0290 | 101.2985 | n/a |
| Class 'A-H M F6' Distribution | 99.9930 | 111.1961 | n/a |
| Class 'C-H' Accumulation | 11.0832 | 11.5359 | 9.8032 |
| Class 'C-H' Distribution | 10.2278 | 10.8204 | 9.3852 |
| Class 'CI-H' Accumulation | 11.1045 | 11.5456 | 9.8096 |
| Class 'CI-H' Distribution | 10.2929 | 10.8781 | 9.4551 |
| Class 'J-H' Accumulation | 11.1308 | 11.5684 | 9.8173 |
| Class 'J-H' Distribution | 10.2734 | 10.8542 | 9.4017 |
| Class 'J-H M' Distribution | 10.1048 | 10.6945 | 9.2458 |
| Class 'JI-H' Accumulation | 11.1302 | 11.5547 | 9.8034 |
| Class 'JI-H' Distribution | 10.2023 | 10.7720 | 9.3243 |
| Class 'JI-H M' Distribution | 10.0978 | 10.6905 | 9.2445 |
| Class 'X-H' Accumulation | 9.5050 | n/a | n/a |
| Class 'X-H M' Distribution | 9.7758 | 10.5313 | n/a |
| Class 'X-H M F' Distribution | 89.2599 | 100.2608 | n/a |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 11,991,172 | 14,050,593 | 14,983,783 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (85,176) |
| Swung net assets | 11,991,172 | 14,050,593 | 14,898,607 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Australian dollar | | | % |
| Class 'A-H' Accumulation | | | 1.35 |
| Class 'A-H M' Distribution | | | 1.35 |
| Class 'C-H' Accumulation | | | 0.85 |
| Class 'C-H M' Distribution | | | 0.84 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|-------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.33 |
| Class 'A' Distribution | | 1.33 |
| Class 'B' Accumulation | | 1.83 |
| Class 'B' Distribution | | 1.83 |
| Class 'C' Accumulation | | 0.83 |
| Class 'C' Distribution | | 0.83 |
| Class 'CI' Accumulation | | 0.79 |
| Class 'CI' Distribution | | 0.79 |
| Class 'CI-H' Accumulation | | 0.81 |
| Class 'J' Accumulation | | 0.68 |
| Class 'J' Distribution | | 0.68 |
| Class 'JI' Accumulation | | 0.64 |
| Class 'JI' Distribution | | 0.64 |
| Hong Kong dollar | | % |
| Class 'A-H' Accumulation | | 1.35 |
| Class 'A-H M' Distribution | | 1.34 |
| Class 'C-H' Accumulation | | 0.85 |
| Class 'C-H M' Distribution | | 0.84 |
| Singapore dollar | | % |
| Class 'A-H' Accumulation | | 1.35 |
| Class 'A-H M' Distribution | | 1.35 |
| Class 'A-H M F1' Distribution | | 1.36 |
| Class 'C-H' Accumulation | | 0.85 |
| Class 'J-H' Accumulation | | 0.70 |
| Class 'J-H M' Distribution | | 0.70 |
| Class 'JI-H' Accumulation | | 0.66 |
| Class 'JI-H M' Distribution | | 0.66 |
| South African rand | | % |
| Class 'A-H M F2' Distribution | | 1.35 |
| Class 'X-H M F2' Distribution | | 2.35 |

Financial highlights

| Total Expense Ratio 31.03.22 | TER ^a |
|------------------------------|------------------|
| Sterling | % |
| Class 'A-H' Accumulation | 1.35 |
| Class 'A-H' Distribution | 1.35 |
| Class 'C-H' Accumulation | 0.85 |
| Class 'C-H' Distribution | 0.85 |
| Class 'CI-H' Distribution | 0.81 |
| Class 'J-H' Accumulation | 0.70 |
| Class 'J-H' Distribution | 0.71 |
| Class 'JI-H' Accumulation | 0.66 |
| Class 'JI-H' Distribution | 0.66 |
| Swiss franc | % |
| Class 'A-H' Accumulation | 1.35 |
| Class 'A-H' Distribution | 1.35 |
| Class 'C-H' Accumulation | 0.85 |
| Class 'C-H' Distribution | 0.85 |
| Class 'CI-H' Accumulation | 0.81 |
| Class 'J-H' Accumulation | 0.70 |
| Class 'J-H' Distribution | 0.70 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|-------------------------------|--|------------------|
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.35 |
| Class 'A-H' Distribution | | 1.35 |
| Class 'A-H M' Distribution | | 1.35 |
| Class 'A-H M F1' Distribution | | 1.35 |
| Class 'A-H M F6' Distribution | | 1.35 |
| Class 'C-H' Accumulation | | 0.85 |
| Class 'C-H' Distribution | | 0.85 |
| Class 'CI-H' Accumulation | | 0.81 |
| Class 'CI-H' Distribution | | 0.81 |
| Class 'J-H' Accumulation | | 0.70 |
| Class 'J-H' Distribution | | 0.70 |
| Class 'J-H M' Distribution | | 0.70 |
| Class 'JI-H' Accumulation | | 0.66 |
| Class 'JI-H' Distribution | | 0.66 |
| Class 'JI-H M' Distribution | | 0.66 |
| Class 'X-H' Accumulation | | 2.34 |
| Class 'X-H M' Distribution | | 2.35 |
| Class 'X-H M F' Distribution | | 2.35 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 29 July 2021

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the European equity market over any five-year period while applying ESG Criteria and Sustainability Criteria.

Investment objective from 30 July 2021

The Fund has two aims:

- Financial objective: to provide a higher total return (capital growth plus income) than that of the European equity market over any five-year period; and
- Sustainable objective: to invest in companies that contribute towards the Paris Agreement climate change goal.

Investment policy up to 29 July 2021

The Fund invests at least 80% of its Net Asset Value in the equity securities of sustainable companies across any sectors and market capitalisations that are domiciled in, or conducting the major part of their economic activity in, Europe. The Fund usually holds fewer than 35 stocks.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anticorruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria document as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document. The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.

The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.

Investment policy from 30 July 2021

The Fund invests at least 80% of its Net Asset Value in the equity securities of sustainable companies across any sectors and market capitalisations that are domiciled in, or conducting the major part of their economic activity in, Europe. The Fund has a concentrated portfolio of usually fewer than 35 companies.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

Investment objective and policy

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria document as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.

The Fund may use derivatives for efficient portfolio management and hedging.

Investment strategy up to 29 July 2021

Investment approach

The Fund is a focused European equity fund, making long-term investments in quality companies with sustainable business models competitively positioned to protect their profitability.

Importantly, the Investment Manager invests in businesses where short-term issues have provided a clear valuation opportunity.

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.

The Investment Manager believes that this approach offers a powerful combination, providing the long-term compounded value of quality businesses, as well as the potential boost to a company's share price when a short-term issue has been resolved.

Sustainability considerations encompassing ESG Factors are fully integrated into the investment process through ongoing engagement with investee companies.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

- The exclusions listed in the Investment Policy are screened out.
- The Investment Manager then assesses the sustainability credentials of the remaining companies. The Investment Manager analyses these companies using external and internal research, combining qualitative and quantitative methods to build a watchlist of companies assessed to have sustainable business models. This includes an assessment of ESG Factors at every stage of the company's fundamental analysis. More information about the abovementioned assessment process can be found in the ESG Criteria and Sustainability Criteria document.
- The Investment Manager then performs further fundamental analysis, including ESG risks that may impair a business, to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective. The Investment Manager selects the most suitable assets to build a concentrated and high-conviction portfolio.

Investment objective and policy

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable and promotes ESG characteristics. Within this category, the Best-in-Class approach is applied.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

The ESG categorisation of the Fund is explained in Appendix 1 in the Prospectus for M&G (Lux) Investment Funds 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment strategy from 30 July 2021

Investment approach

The Fund is a focused European equity fund, making long-term investments in sustainable companies which contribute to the long-term global warming objectives of the Paris Agreement, by either having a Low and/or a Reducing Carbon Intensity. Low Carbon Intensity means a carbon intensity lower than 50% of the weighted carbon intensity of the Fund's benchmark, the MSCI Europe Net Return Index. Reducing Carbon Intensity companies mean companies that have science based targets aligned with the Paris Agreement, or have committed to have them in place within a defined time period.

In addition, these companies need to demonstrate sustainable business models competitively positioned to protect their profitability as well as an ongoing commitment to decarbonisation.

Importantly, the Investment Manager invests in businesses where short-term issues have provided a clear valuation opportunity.

The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.

The Investment Manager believes that this approach offers a powerful combination, providing the long-term compounded value of quality businesses, as well as the potential boost to a company's share price when a short-term issue has been resolved.

Sustainability considerations, encompassing ESG Factors are fully integrated into the investment process through ongoing engagement with investee companies. The Investment Manager considers active engagement with sustainable companies to be key to sustain positive change. In particular, climate considerations, including investing in Low and/or Reducing Carbon Intensity companies and non-mandatory factors such as whether companies are providing direct solutions to the climate challenge via their products and services, play an important role in determining the investment universe, stock selection, and portfolio construction, alongside other sustainability considerations. The Fund will typically have a weighted average carbon intensity of less than half that of the MSCI Europe Net Return Index. The Fund's calculation methodology does not include those securities that do not have carbon intensity data, nor cash, near cash, some derivatives and some collective investment schemes.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the sustainability credentials of the remaining companies.

Investment objective and policy

The Investment Manager analyses these companies using external and internal research, combining qualitative and quantitative methods with an assessment of ESG Factors to build a watchlist of Low and/or Reducing Carbon Intensity companies assessed to have sustainable business models. More information about the above-mentioned assessment process can be found in the ESG Criteria and Sustainability Criteria.

3. The Investment Manager then performs further fundamental analysis, including ESG risks that may impair a business, to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective.

The Investment Manager selects the most suitable assets to build a concentrated and high-conviction portfolio.

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable. Within this category, the Best-in-Class approach is applied.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 9 fund under SFDR.

Taxonomy Regulation

In line with its sustainable investment objective, the Fund invests in underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Sustainable objective

The fund had an objective to invest in companies that contribute towards the Paris Agreement climate change goal. The fund met this objective by investing in companies with either a low and/or a reducing carbon intensity. Low carbon intensity means a carbon intensity lower than 50% of the weighted carbon intensity of the fund's benchmark, the MSCI World Net Return Index. Reducing carbon intensity companies mean companies that have science based targets aligned with the Paris Agreement, or have committed to have them in place within a defined time period.

Investment objective and policy

From the 30 July 2021 (the date the fund enhanced its ESG profile) until the end of the review period, the portfolio typically had a weighted average carbon intensity of less than half that of the fund benchmark, the MSCI Europe Net Return Index. As at 31 March 2022, 38.7% of companies in the portfolio ratified SBTi targets, with a further 19.4% committing to set SBTi targets.

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and other investments that failed the Investment Manager's good governance tests.

During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

During the 12-month review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information up to 29 July 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Pan European Select Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

ESG Information from 30 July 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Pan European Sustain Paris Aligned Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- An Annual ESG and Sustainability Report providing an assessment of the Fund's sustainable objective will also be published when available.
- Any other periodic reporting against the Fund's sustainable objective.

Benchmark up to 29 July 2021

MSCI Europe Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency.

Benchmark from 30 July 2021

MSCI Europe Net Return Index

The benchmark is a comparator against which the Fund's total return performance can be measured. The

Investment objective and policy

index has been chosen as the Fund's benchmark as it best reflects the Fund's financial objective. The benchmark is also used to define a Low Carbon Intensity company. The Investment Manager considers the Fund's weighted average carbon intensity against the benchmark when constructing the portfolio, but the benchmark does not otherwise constrain the Fund's portfolio construction.

The Fund is actively managed and within given constraints, the Investment Manager has freedom in choosing which investments to buy, hold and sell in the Fund. The Fund's holdings may deviate significantly from the benchmark's constituents, and as a result the Fund's performance may deviate materially from the benchmark.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

Investment review

For the year ended 31 March 2022

Performance review

European stockmarkets rose in the 12 months under review, as investors juggled the COVID-19 pandemic, rising inflation, the prospect of central banks increasing interest rates, and the war in Ukraine.

The fund rose over the reporting period, but finished behind its benchmark, the MSCI Europe Net Return Index. Relative performance was negatively impacted by the fund's lack of exposure to companies in the energy sector, which was the best-performing sector over the period. Stockpicking in the materials and consumer staples sectors also hurt returns.

The fund's biggest individual detractor was WH Smith. With many stores in train stations and airports, the UK retailer took a hit from COVID-19 lockdown measures and international travel restrictions. There were also negative returns from Dutch paint manufacturer AkzoNobel and German online real estate platform Scout24.

On the positive side, the fund benefited from stockpicking in the healthcare and industrials sectors. The biggest individual contributor was Danish pharmaceuticals firm Novo Nordisk, which saw its share price more than double in the reporting period. The company released a series of strong earnings reports which were well-received by investors. Other positive holdings included data analytics firm Relx, and ticketing service Eventim.

Engagement activity

In August 2021, we had a call with representatives of industrial gases producer Linde. We asked the company to publicly disclose an ambition to achieve net zero emissions by 2050 (or sooner) and set clear short, medium and long-term emission reduction targets aligned to a 1.5°C global warming trajectory.

In September, we joined other investors by signing the Unilever ShareAction letter, which encouraged the company to set more aggressive targets for healthy foods. In December, we met with Danish facilities management company ISS to encourage it to improve

emissions disclosure and follow through on SBTi (the Science Based Targets initiative) validation for its targets. The SBTi defines and promotes best practices in emissions reductions and net-zero targets in line with climate science for the private sector and provides target-setting methods and guidance to companies.

In 2022 we met with the head of sustainability at UK retailer WH Smith to discuss its carbon strategy and encourage the company to adopt SBTi-certified targets for emissions reductions. We also met with the global head of sustainability at Fresenius Medical Care. We encouraged the company to commit to publishing science based targets and to provide additional disclosures in its regular reporting.

Investment activities

In May 2021, we invested in Weir Group and Scout24. Weir Group is a leading provider of mining equipment, with a focus on efficiency and sustainability, whereas Scout24 is a German online platform for residential and commercial real estate.

In August 2021, we closed our positions in Norwegian energy company Equinor and Swiss cement maker Holcim Group. This was because these companies were not compatible with the fund's new non-financial objective – to invest in companies that contribute towards the Paris Agreement climate change goals – which came into effect at the end of July 2021.

Outlook

High and rising inflation was reported regularly throughout the period, while economic growth continued to face disruptions from the COVID-19 pandemic. This could give rise to the prospect of 'stagflation' – where economic growth stalls but inflation continues to rise. However, we believe the fund would be resilient in such an environment. When choosing companies, we look for those that we would be happy to hold over many economic cycles, and that should be protected during economic downturns. We also believe it is important for investee companies to have pricing power (the ability to raise prices in line with inflation, without affecting demand for their products).

Investment review

Looking at the current portfolio we remain confident in the quality of the companies we invest in, and we continue to be optimistic about their ability to generate long-term value, while also contributing towards the goals of the Paris Agreement on climate change.

John William Olsen

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 113,123 | 97.82 |
| Chemicals | | | | | 7,893 | 6.82 |
| Akzo Nobel | 55,214 | € | | | 4,373 | 3.78 |
| Linde | 12,039 | € | | | 3,520 | 3.04 |
| Electrical equipment | | | | | 10,899 | 9.42 |
| Legrand | 44,741 | € | | | 3,886 | 3.36 |
| Schneider Electric | 46,087 | € | | | 7,013 | 6.06 |
| Machinery | | | | | 4,808 | 4.16 |
| ANDRITZ | 64,982 | € | | | 2,759 | 2.39 |
| Weir Group | 103,408 | £ | | | 2,049 | 1.77 |
| Commercial services & supplies | | | | | 3,894 | 3.37 |
| ISS | 166,883 | DKK | | | 2,683 | 2.32 |
| Societe BIC | 25,976 | € | | | 1,211 | 1.05 |
| Professional services | | | | | | |
| RELX | 153,574 | £ | | | 4,372 | 3.78 |
| Air freight & logistics | | | | | | |
| DSV | 29,433 | DKK | | | 5,205 | 4.50 |
| Marine | | | | | | |
| Kuehne + Nagel International | 17,493 | CHF | | | 4,543 | 3.93 |
| Textiles, apparel & luxury goods | | | | | | |
| Pandora | 26,048 | DKK | | | 2,290 | 1.98 |
| Specialty retail | | | | | 9,112 | 7.88 |
| Pets at Home Group | 921,628 | £ | | | 3,971 | 3.43 |
| WH Smith | 298,454 | £ | | | 5,141 | 4.45 |
| Food products | | | | | | |
| Nestle | 46,574 | CHF | | | 5,500 | 4.76 |
| Household products | | | | | | |
| Reckitt Benckiser Group | 50,004 | £ | | | 3,482 | 3.01 |
| Personal products | | | | | | |
| Unilever | 97,732 | £ | | | 4,066 | 3.52 |
| Health care providers & services | | | | | | |
| Fresenius Medical Care | 61,309 | € | | | 3,718 | 3.21 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Pharmaceuticals | | | | | 16,310 | 14.10 |
| ALK-Abello | 251,020 | DKK | | | 5,131 | 4.44 |
| GlaxoSmithKline | 113,681 | £ | | | 2,238 | 1.93 |
| Novo Nordisk 'B' | 86,995 | DKK | | | 8,941 | 7.73 |
| Banks | | | | | 7,083 | 6.12 |
| AIB Group | 1,512,772 | € | | | 3,034 | 2.62 |
| Bank of Georgia Group | 59,423 | £ | | | 851 | 0.74 |
| ING Groep | 329,514 | € | | | 3,198 | 2.76 |
| Capital markets | | | | | | |
| Georgia Capital | 120,473 | £ | | | 901 | 0.78 |
| Insurance | | | | | 4,443 | 3.84 |
| Hannover Rueck | 16,485 | € | | | 2,558 | 2.21 |
| Hiscox | 162,772 | £ | | | 1,885 | 1.63 |
| IT services | | | | | | |
| Amadeus IT Group | 66,343 | € | | | 3,882 | 3.36 |
| Software | | | | | | |
| SAP | 29,532 | € | | | 3,015 | 2.61 |
| Entertainment | | | | | | |
| CTS Eventim | 64,476 | € | | | 4,000 | 3.46 |
| Interactive Media & Services | | | | | | |
| Scout24 | 69,747 | € | | | 3,707 | 3.21 |
| Portfolio of investments | | | | | 113,123 | 97.82 |
| Cash equivalents | | | | | 1,916 | 1.66 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 1,989,563 | € | | | 1,916 | 1.66 |
| Total portfolio | | | | | 115,039 | 99.48 |
| Net other assets/(liabilities) | | | | | 598 | 0.52 |
| Net assets | | | | | 115,637 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---------------------------------------|----------------|---------------|
| Investment assets | | |
| Equity securities | 113,123 | 97.82 |
| Total Investment assets | 113,123 | 97.82 |
| Total portfolio | | |
| | 113,123 | 97.82 |
| Cash equivalents | 1,916 | 1.66 |
| Net other assets/(liabilities) | 598 | 0.52 |
| Net assets | 115,637 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | +5.4 | +7.4 | +6.3 | +4.7 | 28.11.01 | 09.11.18 |
| Class 'B' Accumulation | +4.9 | +6.8 | +5.8 | +6.8 | 21.03.16 | 09.11.18 |
| Class 'C' Accumulation | +6.2 | +8.2 | +7.1 | +7.4 | 29.09.89 | 09.11.18 |
| Class 'CI' Accumulation | +6.2 | +8.2 | +7.1 | +7.4 | 29.09.89 | 19.11.18 |
| US dollar | | | | | | |
| Class 'A' Accumulation | -0.3 | +6.9 | +7.1 | +5.1 | 08.08.14 | 09.11.18 |
| Class 'C' Accumulation | +0.4 | +7.7 | +8.0 | +5.9 | 08.08.14 | 09.11.18 |

^a Fund performance before the launch of the fund on 9 November 2018 is that of the relevant Merged Share Class of the M&G Pan European Select Fund, which includes UK taxes but excludes entry and exit charges. The M&G Pan European Select Fund is a UK authorised fund which launched on 29 September 1989 and its non-Sterling share classes merged into M&G (Lux) Pan European Select Fund on 9 November 2018.

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 25.5292 | 24.2207 | 17.1375 |
| Class 'B' Accumulation | 14.7519 | 14.0660 | 10.0024 |
| Class 'C' Accumulation | 29.8310 | 28.0883 | 19.7244 |
| Class 'CI' Accumulation | 13.4407 | 12.6513 | 8.8812 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 14.6232 | 14.6730 | 9.6864 |
| Class 'C' Accumulation | 15.5160 | 15.4530 | 10.1255 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 115,637 | 106,571 | 104,145 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 249 |
| Swung net assets | 115,637 | 106,571 | 104,394 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.70 |
| Class 'B' Accumulation | | | 2.20 |
| Class 'C' Accumulation | | | 0.95 |
| Class 'CI' Accumulation | | | 0.91 |
| US dollar | | | % |
| Class 'A' Accumulation | | | 1.70 |
| Class 'C' Accumulation | | | 0.95 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund has two aims:

- Financial objective: to provide a higher total return (the combination of capital growth and income) than that of the global equity market over any five-year period; and
- Impact objective: to invest in companies that have a positive societal impact through addressing the world's major social and/or environmental challenges.

Investment policy

The Fund invests at least 80% of its Net Asset Value in the equity securities of companies across any sector and market capitalisation that are domiciled in any country, including emerging markets. The Fund has a concentrated portfolio and usually holds fewer than 40 stocks.

The Fund invests in securities that meet the ESG Criteria and Impact Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, the environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Impact Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Impact Criteria document as disclosed in the ESG Information section

below. Further information on the exclusions applicable to the Fund can be found in this document.

All equity securities and equity related instruments are subject to assessment and measurement of the ability to deliver a positive social and/or environmental impact and generate financial returns, which is conducted at a company level using M&G's impact assessment methodology. This impact assessment methodology includes a scoring process which focuses on three criteria:

- Investment Credentials: the quality and durability of the company's business model and its ability to produce sustainable economic returns;
- Intention: the company's purpose as evidenced by the alignment of its mission statement with its corporate actions and strategy; and
- Impact: the scale of the net positive societal impact and the company's progress towards addressing specified social and/or environmental challenges.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

Derivatives may be used for efficient portfolio management and hedging.

Investment strategy

Investment approach

The Fund is a concentrated portfolio of global stocks, investing over the long term in companies that make a positive social and/or environmental impact alongside a financial return, using a disciplined stock selection process.

Investment objective and policy

Sustainability and impact investing considerations are fundamental in determining the Fund's investment universe and assessing business models.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then identifies the companies that are considered suitable for further analysis. As part of M&G's impact assessment methodology, the Investment Manager analyses and scores these companies to assess their suitability for the Fund. The impact assessment methodology including the scoring process applied by the Investment Manager is detailed in the ESG Criteria and Impact Criteria document. The remaining companies form a watchlist of positive impact companies that can be purchased.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis to consider the valuation of these companies and the appropriate time to purchase in consideration of the Fund's financial objective.

The Investment Manager selects the most suitable assets from the watchlist to build a high-conviction portfolio diversified across impact areas.

The Fund embraces the United Nations Sustainable Development Goals framework. It invests in companies focused on impact areas which relate to sustainable investment that contributes to an environmental objective (such as climate action, broader environmental solutions and circular economy) and/or to a social objective (such as better health, better work and education and social inclusion). The Fund's investments do not significantly harm any of those objectives. The Fund invests in three categories of positive impact companies:

- 'Pioneers', whose products or services have a transformational effect on society or the environment;

- 'Enablers', which provide the tools for others to deliver positive social or environmental impact; and
- 'Leaders', which spearhead the development of sustainability within their industries.

Investing in these categories provides diversification across industries and maturity of business models. Dialogue with the companies in which the Fund invests is fundamental to the investment approach. The objective is to support and influence their contribution to the world's major social and environmental challenges.

Further information on Pioneers, Enablers and Leaders can be found in the ESG Criteria and Impact Criteria as disclosed in the ESG Information section below.

Responsible investment approach

- The Fund is categorised as Planet+/Impact.
- The ESG Criteria and Impact Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Impact Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Impact Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's impact investment objective.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 9 fund under SFDR.

Taxonomy Regulation

In line with its sustainable investment objective, the Fund invests in underlying investments that contribute to climate change mitigation. The ESG Criteria and Impact Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Sustainable objective

The fund had an objective to invest in companies that have a positive societal impact through addressing the world's major social and/or environmental challenges. The fund met this objective by investing in companies with those characteristics, based on M&G's impact assessment methodology.

The fund's annual Impact Report detailing the fund's investments and measuring their impact is available on our website. As at 31 March 2022, 97.1% of the portfolio was invested in companies across the following six impact areas, aligning to the relevant UN Sustainable Development Goals: Better health, saving lives (37.0%);

Social inclusion (13.1%); Environmental solutions (27.3%); Climate action (8.5%); Circular economy (9.3%) and Better work/education (1.9%). The balance was held in cash (2.8%).

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators other investments that failed the Investment Manager's good governance tests.

During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

During the 12-month review period, these exclusionary screens were not breached.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Impact Criteria: in the document titled 'M&G (Lux) Positive Impact Fund – ESG Criteria and Impact Criteria' which includes the Fund's exclusions approach.
- An Annual Impact Report providing an assessment of the impact objective of the Fund.
- Any other periodic reporting against the Fund's impact objective.

Investment objective and policy

Benchmark

MSCI ACWI Net Return Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the Fund's financial objective. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Impact Criteria.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

Global stockmarkets rose in the 12 months under review, as investors juggled the COVID-19 pandemic, rising inflation, the prospect of central banks increasing interest rates, and the war in Ukraine.

The fund itself rose over the reporting period but finished behind its benchmark, the MSCI ACWI Net Return Index. Relative underperformance was primarily due to stock selection in the financial, technology and utilities sectors.

Looking at individual companies, the largest individual detractor was IPG Photonics. The efficient laser manufacturer's share price fell steadily over the period, as its supply chains were disrupted by COVID-19 and the company faced growing competition in China. Wind power firm Ørsted and biotechnology company Puretech Health also negatively impacted performance over the period.

On the positive side, the fund benefited from having a larger share of holdings in the healthcare sector than the wider market, as represented by the fund's benchmark. The fund's below-benchmark exposure to the consumer discretionary sector, which struggled over the period, was also positive for performance.

The biggest individual contributor was Danish pharmaceuticals firm Novo Nordisk, which saw its share price more than double in the reporting period. The company released a series of strong earnings reports which were well-received by investors. Other positive holdings included US semiconductor manufacturer onsemi, and healthcare services provider UnitedHealth Group.

Engagement activity

In December 2021, we encouraged facilities management company ISS to improve emission disclosures, evaluate emission targets and validate near-term targets with the SBTi (the Science Based Targets initiative, which defines and promotes best practices in emissions reductions and net-zero targets

in line with climate science and provides target-setting methods and guidance to companies).

We also engaged with stone wool insulation maker Rockwool, in relation to protests over its new site in Ranson, West Virginia. We requested improved public disclosure on its remediation efforts, community engagement processes, management incentives and air quality monitoring. This was followed by additional engagement over the company's decarbonisation plans.

In 2022, we met with US waste service provider Republic Services, asking the company to set a net zero greenhouse gas (GHG) emissions target for 2050, and to increase its current reduction target of 30% GHG emissions by 2030.

We also engaged with UniFirst to improve its environmental disclosures, and to consider improving diversity at management and board level.

Investment activities

In August 2021, we took out a new position in Japanese business KATITAS. The company purchases and sells used and vacant homes at affordable prices, primarily to the country's low to middle income groups. During the month we also closed the positions in rail operator East Japan Railway and South African financial services group Sanlam.

In September 2021 we added British DNA-sequencing specialist Oxford Nanopore to the fund. The company leases sequencing equipment to customers and then receives a recurring stream of high-margin revenue. Their goal is to disrupt the way that biological analyses are currently performed, and open up new applications that have a profound, positive impact on society.

Outlook

With rising energy prices and geopolitical issues in Russia (a major fossil fuel producer), we believe there is currently the potential for an accelerating shift towards clean energy and energy security. This shift could see increased demand for renewable energy, and also for energy efficiency solutions, such as insulation or heat pumps, which can help to reduce reliance on fossil fuels while lowering energy bills. The fund has substantial

Investment review

exposure to companies in this area, so this trend could prove to be beneficial.

Overall, we remain confident in the quality of the stocks within our portfolio, and believe they will continue to deliver positive impacts to society, together with financial returns.

John William Olsen

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities | | | | | 258,424 | 97.29 |
| Software & computer services | | | | | | |
| Ansys | 28,121 | US\$ | | | 9,004 | 3.39 |
| Technology hardware & equipment | | | | | | |
| ON Semiconductor | 278,851 | US\$ | | | 18,124 | 6.82 |
| Telecommunications service providers | | | | | | |
| Helios Towers | 2,802,864 | £ | | | 4,293 | 1.62 |
| Safaricom | 20,302,966 | KES | | | 5,990 | 2.25 |
| Health care providers | | | | | | |
| Quest Diagnostics | 65,062 | US\$ | | | 9,049 | 3.41 |
| UnitedHealth Group | 24,614 | US\$ | | | 12,830 | 4.83 |
| Medical equipment & services | | | | | | |
| Becton Dickinson | 32,970 | US\$ | | | 8,890 | 3.35 |
| Fresenius Medical Care | 85,588 | € | | | 5,759 | 2.17 |
| Thermo Fisher Scientific | 21,058 | US\$ | | | 12,548 | 4.72 |
| Pharmaceuticals & biotechnology | | | | | | |
| ALK-Abello | 424,320 | DKK | | | 9,623 | 3.62 |
| Grifols 'B' | 366,127 | € | | | 4,270 | 1.61 |
| Illumina | 19,429 | US\$ | | | 6,839 | 2.57 |
| Novo Nordisk 'B' | 132,528 | DKK | | | 15,113 | 5.69 |
| Oxford Nanopore Technologies | 487,688 | £ | | | 2,594 | 0.98 |
| PureTech Health | 1,327,838 | £ | | | 3,586 | 1.35 |
| Banks | | | | | | |
| Bank of Georgia Group | 262,504 | £ | | | 4,172 | 1.57 |
| HDFC Bank ADR | 174,767 | US\$ | | | 10,695 | 4.03 |
| Life insurance | | | | | | |
| AMERISAFE | 87,841 | US\$ | | | 4,435 | 1.67 |
| Household goods & home construction | | | | | | |
| Katitas | 146,800 | ¥ | | | 4,085 | 1.54 |
| Retailers | | | | | | |
| Cogna Educação | 1,110,747 | BRL | | | 672 | 0.25 |
| Construction & materials | | | | | | |
| ROCKWOOL International 'B' | 23,346 | DKK | | | 7,997 | 3.01 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Equities (continued) | | | | | | |
| Electronic & electrical equipment | | | | | 45,762 | 17.23 |
| Agilent Technologies | 55,338 | US\$ | | | 7,500 | 2.82 |
| Ceres Power Holdings | 322,835 | £ | | | 3,125 | 1.18 |
| Horiba | 103,000 | ¥ | | | 5,680 | 2.14 |
| IPG Photonics | 39,838 | US\$ | | | 4,514 | 1.70 |
| Johnson Controls International | 201,415 | US\$ | | | 13,512 | 5.09 |
| Schneider Electric | 67,697 | € | | | 11,431 | 4.30 |
| General industrials | | | | | 11,242 | 4.23 |
| Brambles | 765,271 | AU\$ | | | 5,683 | 2.14 |
| DS Smith | 1,305,520 | £ | | | 5,559 | 2.09 |
| Industrial support services | | | | | 18,843 | 7.09 |
| Bright Horizons Family Solutions | 39,941 | US\$ | | | 5,366 | 2.02 |
| Republic Services | 64,300 | US\$ | | | 8,668 | 3.26 |
| UniFirst | 26,375 | US\$ | | | 4,809 | 1.81 |
| Gas, water & multi-utilities | | | | | 22,009 | 8.29 |
| Ørsted | 80,544 | DKK | | | 10,018 | 3.77 |
| SolarEdge Technologies | 38,114 | US\$ | | | 11,991 | 4.52 |
| Portfolio of investments | | | | | 258,424 | 97.29 |
| Share class hedging | | | | | 0 | 0.00 |
| Bought for ZAR 601,047.20, Sold for US\$ 41,280.47 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 258,424 | 97.29 |
| Net other assets/(liabilities) | | | | | 7,210 | 2.71 |
| Net assets | | | | | 265,634 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Equity securities | | | | | 258,424 | 97.29 |
| Total Investment assets | | | | | 258,424 | 97.29 |
| Total portfolio | | | | | 258,424 | 97.29 |
| Net other assets/(liabilities) | | | | | 7,210 | 2.71 |
| Net assets | | | | | 265,634 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures Forward currency contracts US\$'000 |
|-------------------------------------|--|
| State Street Bank and Trust Company | 83 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +4.0 | +12.3 | n/a | +12.9 | 29.11.18 |
| Class 'A' Distribution | +4.0 | +12.3 | n/a | +12.9 | 29.11.18 |
| Class 'C' Accumulation | +5.0 | +13.5 | n/a | +14.1 | 29.11.18 |
| Class 'C' Distribution | +5.1 | +13.5 | n/a | +14.1 | 29.11.18 |
| Class 'CI' Accumulation | +5.1 | +13.5 | n/a | +14.1 | 29.11.18 |
| Class 'L' Accumulation | +5.5 | +13.9 | n/a | +14.5 | 29.11.18 |
| Class 'LI' Accumulation | +5.6 | +14.0 | n/a | +14.5 | 29.11.18 |
| South African rand | | | | | |
| Class 'A-H' Accumulation | n/a | n/a | n/a | -8.5 | 04.11.21 |
| Class 'X-H' Accumulation | n/a | n/a | n/a | -8.9 | 04.11.21 |
| Sterling | | | | | |
| Class 'C' Accumulation | +4.2 | +13.0 | n/a | +12.3 | 29.11.18 |
| Class 'C' Distribution | +4.2 | +13.0 | n/a | +12.3 | 29.11.18 |
| Class 'CI' Accumulation | +4.2 | +13.0 | n/a | +12.4 | 29.11.18 |
| Class 'L' Accumulation | +4.6 | +13.4 | n/a | +12.7 | 29.11.18 |
| Class 'L' Distribution | +4.6 | n/a | n/a | +11.2 | 15.09.20 |
| Class 'LI' Accumulation | +4.7 | +13.4 | n/a | +12.8 | 29.11.18 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | -3.6 | +9.2 | n/a | +9.7 | 29.11.18 |
| Class 'A' Distribution | -3.6 | +9.2 | n/a | +9.7 | 29.11.18 |
| Class 'C' Accumulation | -2.6 | +10.3 | n/a | +10.8 | 29.11.18 |
| Class 'C' Distribution | -2.6 | +10.3 | n/a | +10.8 | 29.11.18 |
| Class 'CI' Accumulation | -2.6 | +10.3 | n/a | +10.8 | 29.11.18 |
| Class 'L' Accumulation | -2.2 | +10.7 | n/a | +11.2 | 29.11.18 |
| Class 'LI' Accumulation | -2.1 | +10.7 | n/a | +11.2 | 29.11.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|-------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| US dollar | | | | | |
| Class 'A' Accumulation | -1.7 | +11.9 | n/a | +12.1 | 29.11.18 |
| Class 'A' Distribution | -1.7 | +11.9 | n/a | +12.1 | 29.11.18 |
| Class 'C' Accumulation | -0.7 | +13.0 | n/a | +13.3 | 29.11.18 |
| Class 'C' Distribution | -0.7 | +13.0 | n/a | +13.3 | 29.11.18 |
| Class 'CI' Accumulation | -0.6 | +13.1 | n/a | +13.3 | 29.11.18 |
| Class 'L' Accumulation | -0.2 | +13.4 | n/a | +13.7 | 29.11.18 |
| Class 'L' Distribution | -0.2 | n/a | n/a | +12.3 | 15.09.20 |
| Class 'LI' Accumulation | -0.2 | +13.5 | n/a | +13.7 | 29.11.18 |
| Class 'X' Accumulation | n/a | n/a | n/a | -10.0 | 23.09.21 |

Distribution details for holders of distribution shares

This sub-fund pays annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|----------------|----------|----------|
| Final | 01.04.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'C' Distribution UK p | Class 'L' Distribution UK p | Class 'A' Distribution Swiss ¢ |
|------------------|-------------------------------------|-------------------------------------|-----------------------------------|-----------------------------------|--------------------------------------|
| Final | 0.1545 | 0.1589 | 0.1510 | 0.1230 | 0.1401 |

| to 31 March 2022 | Class 'C' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | Class 'L' Distribution US ¢ |
|------------------|--------------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Final | 0.1441 | 0.1509 | 0.1552 | 0.1251 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 29 November 2018 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|---------------------------|------------|------------|------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 14.9914 | 14.4157 | 10.0769 |
| Class 'A' Distribution | 14.5973 | 14.1512 | 10.0445 |
| Class 'C' Accumulation | 15.5047 | 14.7609 | 10.2166 |
| Class 'C' Distribution | 15.0978 | 14.4895 | 10.1808 |
| Class 'CI' Accumulation | 15.5312 | 14.7799 | 10.2238 |
| Class 'L' Accumulation | 15.6979 | 14.8763 | 10.2509 |
| Class 'LI' Accumulation | 15.7224 | 14.8940 | 10.2583 |
| South African rand | ZAR | ZAR | ZAR |
| Class 'A-H' Accumulation | 137.2039 | n/a | n/a |
| Class 'X-H' Accumulation | 136.6582 | n/a | n/a |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 14.7274 | 14.1400 | 10.1664 |
| Class 'C' Distribution | 14.3454 | 13.8841 | 10.1305 |
| Class 'CI' Accumulation | 14.7477 | 14.1544 | 10.1720 |
| Class 'L' Accumulation | 14.9094 | 14.2501 | 10.2002 |
| Class 'L' Distribution | 11.7244 | 11.2495 | n/a |
| Class 'LI' Accumulation | 14.9280 | 14.2632 | 10.2059 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A' Accumulation | 13.6020 | 14.1091 | 9.4188 |
| Class 'A' Distribution | 13.2427 | 13.8461 | 9.3859 |
| Class 'C' Accumulation | 14.0660 | 14.4434 | 9.5460 |
| Class 'C' Distribution | 13.6942 | 14.1749 | 9.5123 |
| Class 'CI' Accumulation | 14.0826 | 14.4557 | 9.5512 |
| Class 'L' Accumulation | 14.2386 | 14.5546 | 9.5784 |
| Class 'LI' Accumulation | 14.2552 | 14.5670 | 9.5832 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 14.6412 | 14.8905 | 9.7114 |
| Class 'A' Distribution | 14.2526 | 14.6139 | 9.6775 |
| Class 'C' Accumulation | 15.1439 | 15.2467 | 9.8431 |
| Class 'C' Distribution | 14.7432 | 14.9632 | 9.8077 |
| Class 'CI' Accumulation | 15.1616 | 15.2595 | 9.8480 |
| Class 'L' Accumulation | 15.3240 | 15.3607 | 9.8750 |
| Class 'L' Distribution | 11.9167 | 11.9910 | n/a |
| Class 'LI' Accumulation | 15.3470 | 15.3767 | 9.8808 |
| Class 'X' Accumulation | 9.0013 | n/a | n/a |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 265,634 | 409,310 | 70,361 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 132 |
| Swung net assets | 265,634 | 409,310 | 70,493 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.97 |
| Class 'A' Distribution | | | 1.97 |
| Class 'C' Accumulation | | | 0.97 |
| Class 'C' Distribution | | | 0.97 |
| Class 'CI' Accumulation | | | 0.92 |
| Class 'L' Accumulation | | | 0.51 |
| Class 'LI' Accumulation | | | 0.47 |
| South African rand | | | % |
| Class 'A-H' Accumulation | | | 1.99 |
| Class 'X-H' Accumulation | | | 2.99 |
| Sterling | | | % |
| Class 'C' Accumulation | | | 0.96 |
| Class 'C' Distribution | | | 0.96 |
| Class 'CI' Accumulation | | | 0.92 |
| Class 'L' Accumulation | | | 0.51 |
| Class 'L' Distribution | | | 0.52 |
| Class 'LI' Accumulation | | | 0.47 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Swiss franc | | % |
| Class 'A' Accumulation | | 1.97 |
| Class 'A' Distribution | | 1.96 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'L' Accumulation | | 0.51 |
| Class 'LI' Accumulation | | 0.47 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.97 |
| Class 'A' Distribution | | 1.97 |
| Class 'C' Accumulation | | 0.96 |
| Class 'C' Distribution | | 0.96 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'L' Accumulation | | 0.51 |
| Class 'L' Distribution | | 0.52 |
| Class 'LI' Accumulation | | 0.48 |
| Class 'X' Accumulation | | 2.95 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (the combination of capital growth and income) than that of the short dated investment grade corporate bond market over any five-year period.

Investment policy

The fund invests at least 80% of its Net Asset Value in fixed and floating rate debt securities issued by investment grade companies and in asset-backed securities.

The fund may also invest in high yield corporate bonds, debt securities issued by governments and their agencies, public authorities, quasi-sovereigns and supranational bodies. The fund may also invest in unrated bonds. There are no credit quality restrictions with respect to the high yield debt securities in which the fund may invest.

These securities may be issued anywhere in the world, including emerging markets and denominated in any currency. The fund does not take currency views and aims to hedge any non-EUR assets to EUR.

The fund uses an investment process that is based on both a top-down macroeconomic view and fundamental analysis of individual securities.

The fund invests in short dated corporate bonds and/or securities which on aggregate produce a low portfolio duration, in order to limit the effect of interest rate movements on the fund's capital value.

The fund may invest up to a combined maximum of 20% of the fund's Net Asset Value in high yield and unrated securities.

The fund may hold up to 100% of its Net Asset Value in asset-backed securities and a maximum of 20% of its Net Asset Value in contingent convertible debt securities.

The fund may invest in asset-backed securities, including mortgage-backed securities (commercial, agency residential, prime residential, non-prime residential), cash collateralised debt obligation, cash

collateralised loan obligation, auto prime, auto subprime, consumer loan, credit card, student loan, aircraft loan/lease, equipment lease, small business loan/lease, whole business securitisation, single family rentals and other securitised assets.

The fund will typically invest directly. The fund may also invest indirectly via derivative instruments to take both long and short positions to meet the fund's investment objective and for efficient portfolio management. Such derivative instruments may also be used for the purpose of hedging. These derivative instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps, and total return swaps.

The fund may also invest in other assets including collective investment schemes, cash and near cash, deposits, equities, warrants and other debt securities.

Investment strategy

Investment approach

The Investment Manager considers macroeconomic, asset class, sector, geographic and individual credit-level factors.

The dynamic investment approach combines top-down and bottom-up stock selection, allowing the Investment Manager to change the blend of duration and credit exposure based on the outlook for bond markets, while maintaining its inherently low duration profile through its bias towards short-dated corporate bonds.

An in-house team of credit analysts assists the Investment Manager in individual credit selection along with the monitoring of names held by the Fund.

Responsible Investment Approach

The Fund is categorised as ESG Integrated.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment objective and policy

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 6 fund under SFDR.

Taxonomy Regulation

The Fund's underlying investments do not take into account the EU criteria for environmentally sustainable economic activities.

Benchmark

Markit iBoxxEUR Corporates 1-3 year Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns over the period. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the final weeks of the period.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions that persisted throughout much of 2021. While concerns about rising inflation had weighed on sentiment, the general view was that inflation would prove to be transient, with moves in fixed income markets relatively contained.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflation.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, held back by a combination of rising government bond yields and deteriorating investor sentiment. High yield bonds (which have a low credit rating and are therefore considered riskier) generally held up better than higher-rated bonds, which can mainly be explained by their lower sensitivity to movements in interest rates.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. Usually, when US government bond yields increase, bonds in emerging markets suffer because some investors reallocate money to the US debt market,

which is seen as safer than the smaller and riskier developing countries' markets.

One bright spot in fixed income markets was inflation-linked bonds (a type of bond whose cashflows are adjusted in line with a measure of inflation and can therefore offer some protection from consumer price rises). Expectations of higher inflation led to a rise in breakeven rates (a measure of the bond market's expectation for inflation) across the US, Europe and the UK, and this proved helpful for the asset class overall.

The fund delivered a negative total return although it was ahead of its benchmark, the Markit iBoxx EUR Corporates 1-3 year Index, over the 12 months under review. A large part of the fund's negative returns in the period was due to the poor performance of investment grade corporate bonds – the fund's largest allocation by bond asset class – and especially since the turn of the year. We believe fund returns were partially supported by our preference for shorter-dated corporate bonds as these did better than bonds with longer maturity dates.

Investment activities

Fund returns are driven by a number of factors, including duration (interest rate risk) and credit risk (risk that the bond issuer will stop paying interest and repaying the debt), with currency exposure hedged to the fund's base currency – euros. Over the period, we maintained the portfolio's exposure to high-quality investment grade bonds that are maturing in under five years, although the average credit rating of issuers dipped from A+ to A. This partial decrease in credit quality came mainly by trimming our exposure to government bonds, and increasing holdings of high yield bonds, which are rated below investment grade by rating agencies. High yield bonds have a lower sensitivity to movements in interest rates compared to investment grade-rated bonds (and particularly sovereign debt).

Outlook

We have been cautious about adding too much credit risk to the fund during the period under review, even though valuations have fluctuated and we did note interesting opportunities across certain sectors

Investment review

(telecoms and automobiles), especially during February and March. Should valuations improve, we can act quickly and add more credit risk, but for now we think it is appropriate to remain relatively defensive.

Matthew Russell

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 313,342 | 96.71 |
| Debt securities | | | | | 312,401 | 96.42 |
| 'AAA' credit rated bonds | | | | | 154,081 | 47.56 |
| Avoca CLO XXV FRN | 767,000 | € | 15.10.2034 | | 757 | 0.23 |
| Bank of Nova Scotia FRN | 3,898,000 | £ | 14.03.2025 | | 4,687 | 1.45 |
| Blackrock European CLO XII DAC FRN | 1,000,000 | € | 17.01.2035 | | 991 | 0.31 |
| Cairn CLO XIV FRN | 1,000,000 | € | 29.10.2034 | | 991 | 0.31 |
| Canada Square Funding FRN | 3,103,000 | £ | 17.01.2059 | | 3,656 | 1.13 |
| Canada Square Funding FRN | 2,786,393 | £ | 17.06.2058 | | 3,286 | 1.01 |
| Castell 2020-1 PLC FRN | 377,181 | £ | 25.03.2053 | | 448 | 0.14 |
| CIFC European Funding CLO V DAC FRN | 1,000,000 | € | 23.11.2034 | | 982 | 0.30 |
| Commonwealth Bank of Australia FRN | 1,510,000 | £ | 01.11.2028 | | 1,839 | 0.57 |
| Elstree Funding No. 1 FRN | 547,160 | £ | 20.12.2053 | | 652 | 0.20 |
| Elstree Funding No. 2 FRN | 2,396,487 | £ | 21.12.2054 | | 2,828 | 0.87 |
| Finsbury Square FRN | 2,844,778 | £ | 16.12.2071 | | 3,348 | 1.03 |
| Finsbury Square FRN | 434,530 | £ | 16.12.2069 | | 515 | 0.16 |
| Gemgarto FRN | 1,291,208 | £ | 16.12.2067 | | 1,523 | 0.47 |
| Genesis Mortgage Funding FRN | 297,799 | £ | 15.06.2056 | | 353 | 0.11 |
| Germany (Federal Republic of) 0% | 22,470,000 | € | 07.10.2022 | | 22,544 | 6.96 |
| Germany (Federal Republic of) 0% | 6,000,000 | € | 16.04.2027 | | 5,883 | 1.82 |
| Germany (Federal Republic of) 0% | 7,000,000 | € | 08.04.2022 | | 7,000 | 2.16 |
| Germany (Federal Republic of) 0.1% | 11,230,000 | € | 15.04.2023 | | 13,622 | 4.20 |
| Glenbeigh 2 Issuer FRN | 3,390,555 | € | 24.03.2046 | | 3,372 | 1.04 |
| Glenbeigh 2 Issuer FRN | 937,814 | € | 24.06.2050 | | 934 | 0.29 |
| Harbour FRN | 2,153,927 | £ | 28.01.2054 | | 2,535 | 0.78 |
| Hops Hill No. 1 FRN | 470,210 | £ | 27.05.2054 | | 557 | 0.17 |
| International Bank for Reconstruction & Development FRN | 4,530,000 | US\$ | 22.11.2028 | | 4,080 | 1.26 |
| Jubilee Place FRN | 1,324,889 | € | 17.07.2058 | | 1,329 | 0.41 |
| Jupiter Mortgage No. 1 FRN | 1,127,079 | £ | 20.07.2060 | | 1,332 | 0.41 |
| Lanebrook Mortgage Transaction FRN | 1,652,258 | £ | 20.07.2058 | | 1,935 | 0.60 |
| London Wall Mortgage Capital FRN | 898,737 | £ | 15.05.2052 | | 1,059 | 0.33 |
| Mortimer BTL FRN | 412,173 | £ | 23.06.2053 | | 483 | 0.15 |
| National Australia Bank FRN | 3,172,000 | £ | 15.12.2025 | | 3,828 | 1.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'AAA' credit rated bonds (continued) | | | | | | |
| Nationwide Building Society FRN | 3,930,000 | £ | 24.02.2031 | | 4,596 | 1.42 |
| Newday Partnership Funding FRN | 1,850,000 | £ | 15.11.2028 | | 2,209 | 0.68 |
| Palmer Square European Loan Funding FRN | 672,000 | € | 15.07.2031 | | 668 | 0.21 |
| PCL Funding IV FRN | 369,000 | £ | 15.09.2024 | | 437 | 0.13 |
| Polaris Holdings FRN | 4,000,000 | £ | 23.10.2059 | | 4,721 | 1.46 |
| Polaris Holdings FRN | 156,394 | £ | 27.04.2057 | | 185 | 0.06 |
| Precise Mortgage Funding FRN | 356,612 | £ | 16.10.2056 | | 422 | 0.13 |
| RIN II FRN ^a | 700,000 | US\$ | 10.09.2030 | | 628 | 0.19 |
| Royal Bank of Canada FRN | 3,800,000 | £ | 30.01.2025 | | 4,502 | 1.39 |
| RRE 5 Loan Management DAC FRN | 1,000,000 | € | 15.01.2037 | | 990 | 0.31 |
| Santander UK FRN | 4,000,000 | £ | 12.02.2027 | | 4,752 | 1.47 |
| Satus FRN | 1,738,015 | £ | 17.08.2028 | | 2,054 | 0.63 |
| Shamrock Residential FRN | 3,066,240 | € | 24.12.2059 | | 3,068 | 0.95 |
| Stratton BTL Mortgage Funding FRN | 2,322,000 | £ | 20.01.2054 | | 2,737 | 0.84 |
| Stratton Mortgage Funding FRN | 788,279 | £ | 12.12.2043 | | 929 | 0.29 |
| Stratton Mortgage Funding FRN | 1,502,595 | £ | 25.09.2051 | | 1,776 | 0.55 |
| Taurus FRN | 2,432,614 | £ | 17.08.2031 | | 2,865 | 0.88 |
| Together Asset Backed Securitisation FRN | 1,833,074 | £ | 12.07.2063 | | 2,158 | 0.67 |
| Together Asset Backed Securitisation FRN | 291,294 | £ | 15.07.2061 | | 346 | 0.11 |
| Together Asset Backed Securitisation FRN | 645,494 | £ | 15.12.2061 | | 769 | 0.24 |
| Towd Point Mortgage Funding FRN | 2,000,000 | £ | 20.10.2051 | | 2,343 | 0.72 |
| Towd Point Mortgage Funding FRN | 728,470 | £ | 20.02.2054 | | 864 | 0.27 |
| Tower Bridge Funding FRN | 1,801,000 | £ | 20.12.2063 | | 2,117 | 0.65 |
| Tower Bridge Funding FRN | 1,419,538 | £ | 21.07.2064 | | 1,679 | 0.52 |
| Tower Bridge Funding FRN | 1,508,648 | £ | 20.11.2063 | | 1,779 | 0.55 |
| Tudor Rose Mortgages FRN | 2,259,564 | £ | 20.06.2048 | | 2,663 | 0.82 |
| Twin Bridges FRN | 1,340,726 | £ | 12.09.2055 | | 1,568 | 0.48 |
| Twin Bridges FRN | 1,881,822 | £ | 12.03.2055 | | 2,218 | 0.68 |
| Voya Euro CLO III FRN | 695,000 | € | 15.04.2033 | | 689 | 0.21 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'AA' credit rated bonds | | | | | 10,824 | 3.34 |
| Jupiter Mortgage No. 1 FRN | 248,000 | £ | 20.07.2060 | | 293 | 0.09 |
| Metropolitan Life Global Funding I 1.625% | 2,818,000 | £ | 12.10.2028 | | 3,144 | 0.97 |
| Nestlé Holdings 2.125% | 2,182,000 | £ | 04.04.2027 | | 2,576 | 0.80 |
| New York Life Global Funding 1.25% | 2,235,000 | £ | 17.12.2026 | | 2,492 | 0.77 |
| New York Life Global Funding 1.5% | 1,750,000 | £ | 15.07.2027 | | 1,959 | 0.60 |
| New York Life Global Funding 1.625% | 179,000 | £ | 15.12.2023 | | 210 | 0.06 |
| Telereal Securitisation 1.3657% | 132,511 | £ | 10.12.2031 | | 150 | 0.05 |
| 'A' credit rated bonds | | | | | 37,614 | 11.61 |
| American Honda Finance 0.3% | 4,152,000 | € | 07.07.2028 | | 3,824 | 1.18 |
| Bank of America FRN | 5,920,000 | € | 22.09.2026 | | 5,953 | 1.84 |
| Banque Fédérative du Crédit Mutuel FRN | 3,400,000 | £ | 26.01.2025 | | 4,007 | 1.24 |
| BMW International Investment 0.75% | 2,108,000 | £ | 08.03.2024 | | 2,429 | 0.75 |
| Comcast 0% | 2,742,000 | € | 14.09.2026 | | 2,607 | 0.81 |
| Dassault Systemes 0% | 1,800,000 | € | 16.09.2022 | | 1,802 | 0.56 |
| EssilorLuxottica 0.125% | 3,400,000 | € | 27.05.2025 | | 3,319 | 1.02 |
| Henkel 1.75% | 2,000,000 | US\$ | 17.11.2026 | | 1,711 | 0.53 |
| International Business Machines 0.375% | 1,680,000 | € | 31.01.2023 | | 1,687 | 0.52 |
| JPMorgan Chase FRN | 3,580,000 | US\$ | 15.10.2025 | | 3,154 | 0.97 |
| NatWest Markets FRN | 1,463,000 | US\$ | 22.03.2025 | | 1,322 | 0.41 |
| Pepsi 0.25% | 1,696,000 | € | 06.05.2024 | | 1,693 | 0.52 |
| Slam 2.434% ^a | 628,093 | US\$ | 15.06.2046 | | 519 | 0.16 |
| Toyota Motor Credit 0.75% | 1,834,000 | £ | 19.11.2026 | | 2,023 | 0.62 |
| UBS Group FRN | 1,749,000 | US\$ | 09.08.2024 | | 1,564 | 0.48 |
| 'BBB' credit rated bonds | | | | | 93,446 | 28.84 |
| AASET Trust 3.967% ^a | 91,367 | US\$ | 16.05.2042 | | 70 | 0.02 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 2.45% | 1,409,000 | US\$ | 29.10.2026 | | 1,177 | 0.36 |
| Altria Group 1% | 3,150,000 | € | 15.02.2023 | | 3,166 | 0.98 |
| Banco Santander FRN | 3,000,000 | £ | 04.10.2032 | | 3,274 | 1.01 |
| BAT International Finance 1.668% | 4,150,000 | US\$ | 25.03.2026 | | 3,445 | 1.06 |
| BNP Paribas 3.5% | 3,750,000 | US\$ | 01.03.2023 | | 3,417 | 1.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Boeing 2.196% | 3,169,000 | US\$ | 04.02.2026 | | 2,707 | 0.84 |
| Channel Link Enterprises Finance FRN | 1,311,000 | € | 30.06.2050 | | 1,313 | 0.40 |
| Citigroup FRN | 3,000,000 | US\$ | 17.03.2026 | | 2,735 | 0.84 |
| Citigroup 2.75% | 1,297,000 | £ | 24.01.2024 | | 1,541 | 0.48 |
| Coca-Cola HBC Finance 1% | 2,000,000 | € | 14.05.2027 | | 1,918 | 0.59 |
| Enel FRN | 3,030,000 | € | 31.12.2099 | | 2,734 | 0.84 |
| Firstgroup 6.875% | 3,150,000 | £ | 18.09.2024 | | 4,086 | 1.26 |
| Fiserv 2.25% | 863,000 | £ | 01.07.2025 | | 1,014 | 0.31 |
| General Motors Financial FRN | 4,000,000 | US\$ | 17.11.2023 | | 3,617 | 1.12 |
| Goldman Sachs Group FRN | 3,447,000 | US\$ | 24.02.2028 | | 3,015 | 0.93 |
| Goldman Sachs Group FRN | 2,227,000 | US\$ | 15.03.2028 | | 2,058 | 0.63 |
| Hiscox 2% | 1,938,000 | £ | 14.12.2022 | | 2,291 | 0.71 |
| Infineon Technologies 0.75% | 900,000 | € | 24.06.2023 | | 907 | 0.28 |
| Informa 3.125% | 4,530,000 | £ | 05.07.2026 | | 5,377 | 1.66 |
| InterContinental Hotels Group 1.625% | 2,690,000 | € | 08.10.2024 | | 2,708 | 0.84 |
| KBC Group FRN | 2,200,000 | £ | 21.09.2027 | | 2,415 | 0.75 |
| Lloyds Banking Group FRN | 2,447,000 | £ | 15.01.2026 | | 2,807 | 0.87 |
| Lloyds Banking Group FRN | 848,000 | £ | 15.12.2031 | | 936 | 0.29 |
| Lloyds Banking Group FRN | 1,500,000 | US\$ | 18.03.2026 | | 1,346 | 0.42 |
| Magallanes FRN | 1,875,000 | US\$ | 15.03.2024 | | 1,705 | 0.53 |
| Mercialys 4.625% | 1,500,000 | € | 07.07.2027 | | 1,633 | 0.50 |
| Morgan Stanley FRN | 4,490,000 | US\$ | 24.01.2025 | | 4,029 | 1.24 |
| Nationwide Building Society FRN | 4,490,000 | US\$ | 16.02.2028 | | 3,978 | 1.23 |
| Pacific Gas and Electric FRN | 411,000 | US\$ | 14.11.2022 | | 371 | 0.11 |
| Rogers Communications 2.95% | 1,364,000 | US\$ | 15.03.2025 | | 1,223 | 0.38 |
| Signify 2% | 2,240,000 | € | 11.05.2024 | | 2,282 | 0.70 |
| Swedbank FRN | 3,894,000 | £ | 08.12.2027 | | 4,269 | 1.32 |
| Tesco 3.322% | 1,680,000 | £ | 05.11.2025 | | 4,367 | 1.35 |
| Volkswagen Financial Services 0% | 3,030,000 | € | 12.02.2025 | | 2,908 | 0.90 |
| Volkswagen International Finance FRN | 1,000,000 | € | 31.12.2099 | | 998 | 0.31 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Volkswagen Leasing 0.375% | 2,646,000 | € | 20.07.2026 | | 2,490 | 0.77 |
| Wells Fargo FRN | 3,580,000 | US\$ | 30.04.2026 | | 3,119 | 0.96 |
| 'BB' credit rated bonds | | | | | 8,990 | 2.77 |
| Autostrade per l'Italia 6.25% | 1,310,000 | £ | 09.06.2022 | | 1,561 | 0.48 |
| General Electric FRN | 4,490,000 | US\$ | 29.12.2049 | | 3,894 | 1.20 |
| Vodafone Group FRN | 3,500,000 | € | 03.01.2079 | | 3,535 | 1.09 |
| 'B' credit rated bonds | | | | | | |
| Iliad Holding 6.5% | 4,530,000 | US\$ | 15.10.2026 | | 4,117 | 1.27 |
| Bonds with no credit rating | | | | | | |
| Fraport Frankfurt Airport Services Worldwide 1.625% | 3,328,000 | € | 09.07.2024 | | 3,329 | 1.03 |
| Debt derivatives | | | | | 941 | 0.29 |
| Credit default swaps | | | | | 905 | 0.28 |
| Markit iTraxx Europe Series 36 5 Year Dec 2026 | 40,000,000 | € | | | 635 | 0.20 |
| Markit iTraxx Europe Snr Fin Series 34 5 Year Dec 2025 | 700,000 | € | | | 10 | 0.00 |
| Markit iTraxx Europe Snr Fin Series 35 5 Year Jun 2026 | 850,000 | € | | | 11 | 0.00 |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 3,100,000 | € | | | 249 | 0.08 |
| Interest rate futures | | | | | | |
| Deutscher Schatz 2 year Futures | (32) | € | 08.06.2022 | 32 | 36 | 0.01 |
| Currency | | | | | 4,954 | 1.53 |
| Forward currency contracts | | | | | 4,954 | 1.53 |
| Bought for £ 13,282,228.65, Sold for € 15,840,064.63 | | | 06.04.2022 | | (129) | (0.04) |
| Bought for € 155,834,888.16, Sold for £ 128,428,985.55 | | | 06.04.2022 | | 3,920 | 1.21 |
| Bought for € 60,974,742.03, Sold for US\$ 66,358,060.16 | | | 06.04.2022 | | 1,172 | 0.36 |
| Bought for US\$ 884,464.31, Sold for € 806,052.07 | | | 06.04.2022 | | (9) | 0.00 |
| Portfolio of investments | | | | | 318,296 | 98.24 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Cash equivalents | | | | | 2,430 | 0.75 |
| 'AAA' rated money market funds | | | | | | |
| Northern Trust Global Funds - Euro Liquidity Fund Class 'D' | 2,522,840 | € | | | 2,430 | 0.75 |
| Share class hedging | | | | | 100 | 0.03 |
| Bought for € 2,652.71, Sold for CHF 2,734.47 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 134,552.06, Sold for US\$ 149,871.35 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 274,024.39, Sold for € 265,555.04 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for US\$ 28,293,147.01, Sold for € 25,378,043.14 | | | 04.05.2022 | | 99 | 0.03 |
| Total portfolio | | | | | 320,826 | 99.02 |
| Net other assets/(liabilities) | | | | | 3,162 | 0.98 |
| Net assets | | | | | 323,988 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 312,401 | 96.42 |
| Unrealised gains on futures contracts | | | | | 36 | 0.01 |
| Unrealised gains on forward currency contracts | | | | | 5,192 | 1.60 |
| Unrealised gains on swap contracts | | | | | 905 | 0.28 |
| Total Investment assets | | | | | 318,534 | 98.31 |
| Investment liabilities | | | | | | |
| Unrealised losses on forward currency contracts | | | | | (138) | (0.04) |
| Total Investment liabilities | | | | | (138) | (0.04) |
| Total portfolio | | | | | 318,396 | 98.27 |
| Cash equivalents | | | | | 2,430 | 0.75 |
| Net other assets/(liabilities) | | | | | 3,162 | 0.98 |
| Net assets | | | | | 323,988 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 32 | 0 |
| Barclays Bank London | 44,650 | 0 | 0 | 2,149 |
| BNP Paribas | 0 | 2,434 | 0 | 0 |
| HSBC Bank Plc | 0 | 421,932 | 0 | 0 |
| JP Morgan Chase | 0 | 622 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 10,677 | 0 | 0 |
| Standard Chartered Bank | 0 | 13,529 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 51,685 | 0 | 0 |
| State Street Bank London | 0 | 12,505 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

In order to ensure that European investors outside the UK had the opportunity to remain invested in M&G's fund strategies, M&G proposed the mergers of non-Sterling share classes in a selection of its UK funds ('the Merging Funds') into equivalent sub-funds within M&G (Lux) Investment Funds 1 ('the Receiving Funds'). Following successful extraordinary resolutions at shareholder meetings on 5 October 2018, the mergers of the non-Sterling share classes of the UK OEIC's took place on various dates prior to 29 March 2019. The past performance of the merged share class has been carried over to the equivalent SICAV share classes.

The performance table below shows the original launch dates of the share classes in the UK 'Merging Funds' in the column headed 'Launch date of the merged share class'. The launch dates of the share classes in the equivalent sub-funds within M&G (Lux) Investment Funds 1 are provided in the column headed 'Launch date of the SICAV share class'. The figure shown in the column headed 'Since performance start date' is calculated from the launch date of the merged share class, where available. 'n/a' in the launch date column for the merged share class indicates that no merged share class existed prior to the launch of the SICAV share class. In this case, the 'since performance start date' is the launch date of the SICAV share class.

The following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested. For periods under a year the rate of return is calculated on an absolute basis.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| Euro | | | | | | |
| Class 'A' Accumulation | -1.3 | +0.6 | +0.3 | +0.8 | 26.07.13 | 26.10.18 |
| Class 'A' Distribution | -1.3 | +0.6 | +0.2 | +0.8 | 26.07.13 | 26.10.18 |
| Class 'C' Accumulation | -1.0 | +0.9 | +0.6 | +1.2 | 26.07.13 | 26.10.18 |
| Class 'C' Distribution | -1.0 | +0.9 | +0.6 | +1.2 | 26.07.13 | 26.10.18 |
| Class 'CI' Accumulation | -1.0 | +1.0 | +0.7 | +1.2 | 26.07.13 | 06.11.18 |
| Swiss franc | | | | | | |
| Class 'A-H' Accumulation | -1.5 | +0.3 | -0.1 | +0.4 | 26.07.13 | 26.10.18 |
| Class 'C-H' Accumulation | -1.3 | +0.6 | +0.3 | +0.8 | 26.07.13 | 26.10.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the OEIC merged share class | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|--|---|--|
| US dollar | | | | | | |
| Class 'A-H' Accumulation | -0.4 | +2.1 | +2.2 | +2.2 | 26.07.13 | 26.10.18 |
| Class 'A-H' Distribution | -0.4 | +2.2 | +2.3 | +2.2 | 08.08.14 | 26.10.18 |
| Class 'C-H' Accumulation | -0.2 | +2.5 | +2.7 | +2.7 | 26.07.13 | 26.10.18 |
| Class 'C-H' Distribution | -0.2 | +2.5 | +2.6 | +2.6 | 08.08.14 | 26.10.18 |

^a Fund performance before the launch of the fund on 26 October 2018 is that of the relevant Merged Share Class of the M&G Short Dated Corporate Bond Fund, which includes UK taxes but excludes entry and exit charges. The M&G Short Dated Corporate Bond Fund is a UK authorised fund which launched on 29 January 1993 and its non-Sterling share classes merged into M&G (Lux) Short Dated Corporate Bond Fund on 26 October 2018.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'A-H' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| First interim | 0.0215 | 0.0219 | 0.0239 | 0.0244 |
| Second interim | 0.0125 | 0.0127 | 0.0144 | 0.0148 |
| Third interim | 0.0060 | 0.0062 | 0.0068 | 0.0069 |
| Final | 0.0114 | 0.0116 | 0.0130 | 0.0134 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 10.7050 | 10.8422 | 10.1784 |
| Class 'A' Distribution | 9.3982 | 9.5836 | 9.1290 |
| Class 'C' Accumulation | 11.1089 | 11.2253 | 10.4997 |
| Class 'C' Distribution | 9.6010 | 9.7689 | 9.2723 |
| Class 'CI' Accumulation | 10.3498 | 10.4553 | 9.7758 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 10.3425 | 10.5031 | 9.8839 |
| Class 'C-H' Accumulation | 10.7490 | 10.8911 | 10.2139 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 12.0964 | 12.1456 | 11.2877 |
| Class 'A-H' Distribution | 10.7927 | 10.9145 | 10.2949 |
| Class 'C-H' Accumulation | 12.6046 | 12.6311 | 11.6935 |
| Class 'C-H' Distribution | 11.0525 | 11.1514 | 10.4821 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 323,988 | 70,440 | 53,875 |
| Swing pricing adjustment (see note 11) | n/a | n/a | (230) |
| Swung net assets | 323,988 | 70,440 | 53,645 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 0.56 |
| Class 'A' Distribution | | | 0.57 |
| Class 'C' Accumulation | | | 0.32 |
| Class 'C' Distribution | | | 0.34 |
| Class 'CI' Accumulation | | | 0.29 |
| Swiss franc | | | % |
| Class 'A-H' Accumulation | | | 0.58 |
| Class 'C-H' Accumulation | | | 0.36 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| US dollar | | % |
| Class 'A-H' Accumulation | | 0.58 |
| Class 'A-H' Distribution | | 0.58 |
| Class 'C-H' Accumulation | | 0.36 |
| Class 'C-H' Distribution | | 0.36 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a total return (the combination of capital growth and income) of 4 to 8% per annum over any five-year period while applying ESG Criteria and/or Impact Criteria.

Investment policy up to 29 April 2021

Fund invests in a diversified range of asset classes, such as fixed income, equities, cash, and near cash. These investments may be from anywhere in the world, including emerging markets, and denominated in any currency. The Fund has a flexible asset allocation and normally invests within the following net allocation ranges: 20-80% in fixed income securities, 20-60% in equities and 0-20% in other assets.

The Fund invests in assets that meet the ESG criteria and/or Impact Criteria. Between 10% and 30% of the portfolio is invested in positive impact assets.

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and/or Impact Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Impact Criteria document as disclosed in the ESG Information section below.

Further information on the exclusions applicable to the Fund can be found in this document. The Fund may also invest indirectly via other collective investment schemes

(including funds managed by M&G) and derivatives, which are not subject to the same ESG Criteria and/or Impact Criteria as securities held directly. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective. If a derivative does not satisfy the ESG Criteria and/or Impact Criteria, the Fund may only invest via the instrument to take advantage of short-term market movements and to hedge currency exposures.

The Fund normally seeks to hold more than 70% of its Net Asset Value in Euro denominated assets or in other currencies hedged back to Euro.

The Fund may invest up to 40% of its Net Asset Value in sub-investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 5% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may use derivatives to meet its investment objective, for hedging and efficient portfolio management. The Fund may take synthetic short positions in markets, currencies, securities, indices and other groups of securities. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

Investment policy from 30 April 2021

The Fund invests in a diversified range of asset classes, such as fixed income, equities, cash and near cash. These investments may be from anywhere in the world, including emerging markets, and denominated in any

Investment objective and policy

currency. The Fund has a flexible asset allocation and normally invests within the following net allocation ranges: 20-80% in fixed income securities, 20-60% in equities and 0-20% in other assets.

The Fund invests in assets that meet the ESG Criteria and/or Impact Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and/or Impact Criteria. References to 'assessed' above mean assessment in accordance with the ESG Criteria and Impact Criteria document as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

Typically, the Fund holds 20%-50% of its Net Asset Value in positive impact assets. Positive impact assets are assets that have a positive societal impact through addressing the world's major social and environmental challenges. It always holds at least 20% of its Net Asset Value in positive impact assets and there is no cap on the level of positive impact exposure.

The Fund may also invest indirectly via other collective investment schemes (including funds managed by M&G) and derivatives, which are not subject to the same ESG Criteria and/or Impact Criteria as securities held directly. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective. If a derivative does not satisfy the

ESG Criteria and/or Impact Criteria, the Fund may only invest via the instrument to take advantage of short-term market movements and to hedge currency exposures.

The Fund normally seeks to hold more than 70% of its Net Asset Value in Euro denominated assets or in other currencies hedged back to Euro.

The Fund may invest up to 40% of its Net Asset Value in sub-investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 5% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may use derivatives to meet its investment objective, for hedging and efficient portfolio management. The Fund may take synthetic short positions in markets, currencies, securities, indices and other groups of securities. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

Investment strategy up to 23 August 2021

Investment approach

The Fund's approach to sustainable investment is through flexible asset allocation, whilst investing in securities issued by companies or governments that uphold high standards of environmental, social and governance behaviour. In addition, the Fund maintains a core holding of assets that have a positive societal impact through addressing the world's major social and environmental challenges.

Investment objective and policy

The Fund allocates capital between different types of assets in response to changes in economic conditions and asset values. This approach combines in-depth research to work out the value of assets over the medium to long term, with analysis of market reactions to events, to identify investment opportunities. In particular, the Investment Manager seeks to respond when asset prices move away from a reasonable sense of 'fair' long-term value due to market reactions to events.

The Fund seeks to manage risk by investing globally in multiple asset classes, and across different sectors, currencies and countries. The Fund's annualised volatility is expected to be between 4% and 7%, over any five-year period.

In order to identify securities for purchase, the Investment Manager initially reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. From this narrowed investment universe, the Investment Manager identifies securities that are considered suitable for further analysis:
 - a. Under the ESG Criteria of the portfolio, the Investment Manager assesses and scores the ESG credentials of the remaining securities on the basis of external ESG ratings and the Investment Manager's assessment. Lower scoring securities which are considered as ESG laggards are excluded, resulting in the portfolio being tilted towards investments with better ESG characteristics. Further information about the assessment and scoring process can be found in the ESG Criteria and Impact Criteria document.
 - b. Under the Impact Criteria of the portfolio, the Investment Manager identifies the securities that are considered suitable for further analysis. As part of the M&G's impact assessment methodology, the Investment Manager analyses and scores these securities to assess their suitability for the Fund. The remaining securities form a watchlist of positive impact investments that can be purchased. Further information

about the assessment and scoring process can be found in the ESG Criteria and Impact Criteria document.

3. From the narrowed investment universe, the Investment Manager allocates capital between different types of assets in accordance with the process explained above.

Within each asset class the Investment Manager then performs fundamental analysis to consider the valuation of these investments and the appropriate time to purchase in consideration of the Fund's financial objective.

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable and promotes ESG characteristics.
- Within this category, a combination of a Positive ESG Tilt approach for the ESG component of the portfolio and an Impact approach for the Impact component of the portfolio is applied.
- The ESG Criteria and/or Impact Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and/or Impact Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Impact Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of this Prospectus. Investors should refer to that section for further details

Investment objective and policy

Investment strategy from 24 August 2021

Investment approach

The Fund's approach to sustainable investment is through flexible asset allocation, whilst investing in securities issued by companies or governments that uphold high standards of environmental, social and governance behaviour. In addition, the Fund maintains a core holding of assets that have a positive societal impact through addressing the world's major social and environmental challenges.

The Fund allocates capital between different types of assets in response to changes in economic conditions and asset values. This approach combines in-depth research to work out the value of assets over the medium to long term, with analysis of market reactions to events, to identify investment opportunities. In particular, the Investment Manager seeks to respond when asset prices move away from a reasonable sense of 'fair' long-term value due to market reactions to events.

The Fund seeks to manage risk by investing globally in multiple asset classes, and across different sectors, currencies and countries. The Fund's annualised volatility is expected to be between 4% and 7%, over any five-year period.

In order to identify securities for purchase, the Investment Manager initially reduces the potential investment universe as follows:

- The exclusions listed in the Investment Policy are screened out.
- From this narrowed investment universe, the Investment Manager identifies securities that are considered suitable for further analysis.

- Under the ESG Criteria of the portfolio, the Investment Manager assesses and scores the ESG credentials of the remaining securities on the basis of external ESG ratings and the Investment Manager's assessment. Lower scoring securities which are considered as ESG laggards are excluded, resulting in the portfolio being positively tilted towards investments with better ESG characteristics. Further information about the assessment and scoring process can be found in the ESG Criteria and Impact Criteria document.
- Under the Impact Criteria of the portfolio, the Investment Manager identifies the securities that are considered suitable for further analysis. As part of M&G's impact assessment methodology, the Investment Manager analyses and scores these securities to assess their suitability for the Fund. The remaining securities form a watchlist of positive impact investments that can be purchased.

From the narrowed investment universe, the Investment Manager allocates capital between different types of assets in accordance with the process explained above. Within each asset class the Investment Manager then performs fundamental analysis to consider the valuation of these investments and the appropriate time to purchase in consideration of the Fund's financial objective.

Responsible investment approach

- The Fund is categorised as an Article 8 fund under SFDR.
- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and/or Impact Criteria are anticipated to reduce the Fund's investment universe by at least 20%.

Investment objective and policy

- All securities held in the Fund are subject to the ESG Criteria and/or Impact Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Impact Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective. The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' of this Prospectus. Investors should refer to that section for further details

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Impact Criteria, the Fund promotes environmental characteristics and intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Impact Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU Criteria for environmentally sustainable economic activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into

account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and governments or other investments that failed the Investment Manager's good governance tests.

Over the 12-month review period, these exclusionary screens were not breached.

In addition, fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

Over the 12-month review period, these exclusionary screens were passively breached on one occasion as a result of market movements or other activity not caused by the Investment Manager, following which it was sold.

The fund also committed to invest a minimum 20% of the portfolio in impact investments. As at 31 March 2022, 36.5% of the portfolio was held in impact investments. The fund's Annual ESG and Impact Report, available on our website, details the impact investments held by the portfolio and also looks at the fund's climate metrics.

Please note the fund's calculation methodology does not include those securities that do not have the

Investment objective and policy

relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the Fund page of the M&G website:

- ESG Criteria and Impact Criteria: in the document titled 'M&G (Lux) Sustainable Allocation Fund - ESG Criteria and Impact Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark up to 23 August 2021

The Fund is actively managed and it has no benchmark.

Investors can assess the performance of the Fund by its objective to provide a total return of 4-8% per annum over any five-year period.

Benchmark from 24 August 2021

The Fund is actively managed and it has no benchmark.

Investors can assess the performance of the Fund by its objective to provide a total return of 4-8% per annum over any five-year period.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw many stockmarkets register decent gains, despite investor sentiment deteriorating later in the period. However, heightened volatility across global bond markets meant that many fixed income assets delivered negative returns.

Investors were reassured by the roll-out of successful COVID-19 vaccination programmes, together with support packages from governments and central banks and the gradual reopening of businesses and economies. These factors aided the post-pandemic global economic recovery throughout the period.

Healthy corporate earnings growth enabled global share prices to reach record highs during 2021. In bond markets, market conditions were gradually eroded as concerns over rising inflation began to weigh on sentiment, particularly in the final weeks of 2021 and beyond. Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflationary pressures.

Stockmarkets also displayed fear about higher inflation and interest rates, causing some sharp sell-offs at times, although these were generally followed by periods of recovery. News worsened at the start of 2022, with continuing concerns about higher inflation exacerbated by Russia's military invasion of Ukraine. This raised fears about the impact that the sanctions imposed on Russia might have on the global economy, as well as the effect of higher commodity prices, which had already been rising due to various global supply constraints. The US Federal Reserve responded by raising its interest rate for the first time since 2018.

Against this backdrop, the fund registered a positive return for the 12-month review period. Fund returns were primarily driven by stocks, particularly our US holdings where the technology sector made a strong contribution. Our allocation to corporate bonds provided the weakest returns, particularly our holdings in Europe.

The war in Ukraine weighed heavily on European equities towards the end of the period, causing them to lag other major markets and regions. The fund's exposure to US Treasuries also detracted during this time.

Within the fund's positive impact holdings there were strong contributions from some individual holdings, including US healthcare provider United Health and Israeli solar technology provider SolarEdge Technologies.

Investment activities

Throughout the year we have sought to identify asset classes and sectors that we believe represented attractive value, including those that may be temporarily affected by investor behaviour. We have populated our allocation preferences with assets selected from a closely scrutinised investment universe that includes securities that reflect high standards of environmental, social and governance (ESG) behaviour. On top of this, we have continued to invest a portion of the fund dedicated to companies and institutions that intentionally aim to make a positive impact in overcoming some of the world's most pressing environmental and social challenges and addressing one or more of the UN Sustainable Development Goals (SDGs).

Despite periods of high volatility in financial markets, particularly towards the end of the period, we felt comfortable leaving our asset allocation preferences unchanged for large parts of the year.

In July 2021, we increased our overall equity allocations as a post-pandemic reopening theme remained in play. We reduced our bond holdings at the same time following a period of strong performance for government bonds. We purchased a new social bond issued by the government of Chile.

We increased equity exposure further in October by adding to our positions in US and Asian stocks, mainly in the technology and healthcare sectors. We also increased our exposure to the Chilean social bond after a period of poor performance. We sold a position in a

Investment review

generic short-dated Colombian government bond, and purchased a Colombian government green bond instead.

In November we reduced exposure to equities slightly following a significant rally. At the same time we reduced our holding in 30-year US Treasuries following a fall in yields, which meant that these offered less potential diversification potential in our view.

We gradually reduced our holdings in 30-year government bonds further towards the end of the period following a rally in the assets, however, we increased our holding again in March 2022 following a sharp rise in US yields.

Outlook

Asset allocation remains challenged by uncertainty over the current interest rate hiking cycle. We think the current economic environment remains supportive for corporate profits, however the forward-looking nature of the market is already fretting over the impact higher interest rates could have on asset valuations and the potential of a central bank-induced recession. For this reason, we remain conservative in our overall risk stance, opting to remain invested in those areas of the equity market that we believe to be less expensive and less susceptible to higher interest rates.

We expect to remain tactical in adjusting exposure to government bonds to gain diversification against central bank policy errors (i.e. a slowdown in growth or rising recession concerns) or unforeseen risk-off events, while carefully watching that long-term inflation expectations remain anchored.

Emerging market local bonds remain attractive in our view given the yields on offer and the fact that risk appetite/prices have been relatively well behaved given the impact of the Russia-Ukraine war and rising oil prices. We continue to favour higher yielding areas of the market in Latin America, South Africa and Indonesia.

Maria Municchi

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 34,446 | 47.54 |
| United Kingdom | | | | | 4,081 | 5.63 |
| DS Smith | 80,421 | £ | | | 309 | 0.43 |
| Greencoat UK Wind | 534,023 | £ | | | 962 | 1.33 |
| Home REIT | 487,209 | £ | | | 715 | 0.99 |
| Legal & General Group | 96,478 | £ | | | 312 | 0.43 |
| Marks & Spencer Group | 150,594 | £ | | | 283 | 0.39 |
| Octopus Renewables Infrastructure Trust | 842,940 | £ | | | 1,120 | 1.54 |
| WPP | 31,103 | £ | | | 380 | 0.52 |
| Belgium | | | | | 253 | 0.35 |
| KBC Group | 3,838 | € | | | 253 | 0.35 |
| Denmark | | | | | 1,898 | 2.62 |
| ALK-Abello | 20,720 | DKK | | | 424 | 0.59 |
| Novo Nordisk 'B' | 5,083 | DKK | | | 522 | 0.72 |
| Ørsted | 4,729 | DKK | | | 530 | 0.73 |
| ROCKWOOL International 'B' | 1,368 | DKK | | | 422 | 0.58 |
| France | | | | | 2,037 | 2.81 |
| BNP Paribas | 6,489 | € | | | 340 | 0.47 |
| Capgemini | 2,719 | € | | | 548 | 0.76 |
| Kering | 593 | € | | | 344 | 0.47 |
| Schneider Electric | 2,383 | € | | | 363 | 0.50 |
| Mutual funds | | | | | 442 | 0.61 |
| Danone | 8,758 | € | | | 442 | 0.61 |
| Germany | | | | | 1,512 | 2.09 |
| Fresenius Medical Care | 7,110 | € | | | 431 | 0.60 |
| Mercedes-Benz Group | 5,293 | € | | | 342 | 0.47 |
| Muenchener Rueckversicherungs-Gesellschaft in Muenchen | 1,395 | € | | | 341 | 0.47 |
| SAP | 3,893 | € | | | 398 | 0.55 |
| Guernsey | | | | | 720 | 0.99 |
| Renewables Infrastructure Group ^a | 451,116 | £ | | | 720 | 0.99 |
| Ireland | | | | | 795 | 1.10 |
| Greencoat Renewables | 702,037 | € | | | 795 | 1.10 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Italy | | | | | 1,244 | 1.72 |
| Assicurazioni Generali | 19,031 | € | | | 394 | 0.54 |
| Autogrill | 30,181 | € | | | 187 | 0.26 |
| Enel | 52,285 | € | | | 323 | 0.45 |
| Intesa Sanpaolo | 159,867 | € | | | 340 | 0.47 |
| Netherlands (The) | | | | | 314 | 0.43 |
| ING Groep | 32,344 | € | | | 314 | 0.43 |
| Spain | | | | | 1,892 | 2.61 |
| Amadeus IT Group | 6,388 | € | | | 374 | 0.52 |
| Banco Bilbao Vizcaya Argentaria | 77,860 | € | | | 413 | 0.57 |
| Banco Santander | 114,948 | € | | | 362 | 0.50 |
| Grifols | 13,194 | € | | | 214 | 0.29 |
| Industria de Diseno Textil | 15,814 | € | | | 321 | 0.44 |
| Telefonica | 47,777 | € | | | 208 | 0.29 |
| United States | | | | | 10,601 | 14.63 |
| Agilent Technologies | 2,665 | US\$ | | | 326 | 0.45 |
| Alphabet 'A' | 225 | US\$ | | | 576 | 0.80 |
| American Express | 2,870 | US\$ | | | 491 | 0.68 |
| Apple | 5,636 | US\$ | | | 905 | 1.25 |
| Ball | 5,531 | US\$ | | | 456 | 0.63 |
| Bank of New York Mellon | 9,566 | US\$ | | | 448 | 0.62 |
| BlackRock | 520 | US\$ | | | 364 | 0.50 |
| Bright Horizons Family Solutions | 2,662 | US\$ | | | 322 | 0.44 |
| Hannon Armstrong Sustainable Infrastructure Capital | 16,119 | US\$ | | | 698 | 0.96 |
| Home Depot | 1,444 | US\$ | | | 402 | 0.55 |
| Johnson Controls International | 5,678 | US\$ | | | 343 | 0.47 |
| KeyCorp | 22,056 | US\$ | | | 461 | 0.64 |
| Lam Research | 814 | US\$ | | | 402 | 0.55 |
| Microsoft | 2,535 | US\$ | | | 720 | 0.99 |
| NVIDIA | 2,710 | US\$ | | | 680 | 0.94 |
| PNC Financial Services Group | 2,538 | US\$ | | | 437 | 0.60 |
| Quest Diagnostics | 3,564 | US\$ | | | 447 | 0.62 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|----------------------------------|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Republic Services | 3,504 | US\$ | | | 426 | 0.59 |
| Texas Instruments | 2,425 | US\$ | | | 410 | 0.57 |
| UnitedHealth Group | 1,280 | US\$ | | | 601 | 0.83 |
| Visa 'A' | 1,912 | US\$ | | | 385 | 0.53 |
| Xylem | 3,792 | US\$ | | | 301 | 0.42 |
| Canada | | | | | 512 | 0.71 |
| Boralex 'A' | 17,743 | CA\$ | | | 512 | 0.71 |
| Brazil | | | | | 341 | 0.47 |
| Cogna Educação | 625,954 | BRL | | | 341 | 0.47 |
| Japan | | | | | 2,793 | 3.85 |
| Daiwa House Industry | 13,100 | ¥ | | | 311 | 0.43 |
| Honda Motor | 13,100 | ¥ | | | 337 | 0.47 |
| Horiba | 9,400 | ¥ | | | 467 | 0.64 |
| Katitas | 14,400 | ¥ | | | 361 | 0.50 |
| Murata Manufacturing | 5,100 | ¥ | | | 306 | 0.42 |
| Obayashi | 50,392 | ¥ | | | 336 | 0.46 |
| Panasonic Holdings | 35,742 | ¥ | | | 315 | 0.43 |
| Sekisui Chemical | 17,130 | ¥ | | | 223 | 0.31 |
| West Japan Railway | 3,625 | ¥ | | | 137 | 0.19 |
| Australia | | | | | 491 | 0.68 |
| Brambles | 73,333 | AU\$ | | | 491 | 0.68 |
| China | | | | | 370 | 0.51 |
| Lenovo Group | 378,000 | HK\$ | | | 370 | 0.51 |
| Hong Kong | | | | | 601 | 0.83 |
| AIA Group | 32,200 | HK\$ | | | 305 | 0.42 |
| Kerry Properties | 116,500 | HK\$ | | | 296 | 0.41 |
| India | | | | | 310 | 0.43 |
| HDFC Bank ADR | 5,622 | US\$ | | | 310 | 0.43 |
| South Korea | | | | | 587 | 0.81 |
| LG | 10,340 | KRW | | | 587 | 0.81 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Taiwan | | | | | 1,644 | 2.27 |
| ASE Technology Holding | 118,000 | TW\$ | | | 383 | 0.53 |
| Cathay Financial Holding | 132,748 | TW\$ | | | 269 | 0.37 |
| E.Sun Financial Holding | 483,890 | TW\$ | | | 504 | 0.70 |
| Taiwan Semiconductor Manufacturing | 26,000 | TW\$ | | | 488 | 0.67 |
| Georgia | | | | | 315 | 0.43 |
| Bank of Georgia Group | 21,964 | £ | | | 315 | 0.43 |
| Israel | | | | | 588 | 0.81 |
| SolarEdge Technologies | 2,075 | US\$ | | | 588 | 0.81 |
| South Africa | | | | | 547 | 0.76 |
| Sanlam | 122,943 | ZAR | | | 547 | 0.76 |
| Fixed income | | | | | 35,758 | 49.35 |
| United Kingdom | | | | | 305 | 0.42 |
| Below investment grade corporate bonds | | | | | | |
| Vodafone Group 0.9% | 307,000 | € | 24.11.2026 | | 305 | 0.42 |
| France | | | | | 4,303 | 5.94 |
| Government bonds | | | | | | |
| France (Republic of) 0% | 4,052,000 | € | 18.05.2022 | | 4,056 | 5.60 |
| Below investment grade corporate bonds | | | | | | |
| Électricité de France 3.625% | 272,000 | US\$ | 13.10.2025 | | 247 | 0.34 |
| Germany | | | | | 2,270 | 3.13 |
| Government bonds | | | | | | |
| Germany (Federal Republic of) 0% | 2,265,000 | € | 20.07.2022 | | 2,270 | 3.13 |
| Portugal | | | | | 1,755 | 2.42 |
| Government bonds | | | | | | |
| Portugal (Republic of) 1% | 1,883,500 | € | 12.04.2052 | | 1,453 | 2.00 |
| Below investment grade corporate bonds | | | | | | |
| EDP - Energias de Portugal 1.625% | 300,000 | € | 15.04.2027 | | 302 | 0.42 |
| Sweden | | | | | 198 | 0.27 |
| Below investment grade corporate bonds | | | | | | |
| Intrum AB, REGS 3% | 214,000 | € | 15.09.2027 | | 198 | 0.27 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| United States | | | | | 17,731 | 24.47 |
| Government bonds | | | | | | |
| US Treasury Note 3% | 11,270,100 | US\$ | 15.02.2048 | | 11,063 | 15.27 |
| Investment grade corporate bonds | | | | | 5,591 | 7.71 |
| Apple 2.85% | 287,000 | US\$ | 23.02.2023 | | 261 | 0.36 |
| Inter-American Development Bank 0.875% | 1,683,000 | US\$ | 03.04.2025 | | 1,446 | 1.99 |
| Inter-American Development Bank 5.5% | 8,120,000,000 | IDR | 07.02.2023 | | 515 | 0.71 |
| Inter-American Development Bank 7.875% | 21,500,000,000 | IDR | 14.03.2023 | | 1,396 | 1.93 |
| International Bank for Reconstruction & Development 0% ^a | 11,470,000 | BRL | 30.01.2024 | | 1,759 | 2.43 |
| Prologis 1.25% | 278,000 | US\$ | 15.10.2030 | | 214 | 0.29 |
| Below investment grade corporate bonds | | | | | 1,077 | 1.49 |
| Boston Properties 4.5% | 224,000 | US\$ | 01.12.2028 | | 214 | 0.30 |
| DaVita 3.75% | 192,000 | US\$ | 15.02.2031 | | 150 | 0.21 |
| Hanesbrands 4.625% | 168,000 | US\$ | 15.05.2024 | | 154 | 0.21 |
| HCA 5% | 277,000 | US\$ | 15.03.2024 | | 259 | 0.36 |
| KB Home 4.8% | 170,000 | US\$ | 15.11.2029 | | 148 | 0.20 |
| Xylem 2.25% | 185,000 | US\$ | 30.01.2031 | | 152 | 0.21 |
| Chile | | | | | 2,684 | 3.71 |
| Government bonds | | | | | | |
| Chile (Republic of) 1.25% | 1,113,000 | € | 29.01.2040 | | 932 | 1.29 |
| Chile (Republic of) 5% | 1,695,000,000 | CLP | 01.10.2028 | | 1,752 | 2.42 |
| Colombia | | | | | 1,483 | 2.05 |
| Government bonds | | | | | | |
| Colombia (Republic of) 7% | 7,313,400,000 | COP | 26.03.2031 | | 1,483 | 2.05 |
| Mexico | | | | | 1,554 | 2.15 |
| Government bonds | | | | | | |
| Mexico (United Mexican States) 8.5% | 33,770,900 | MXN | 18.11.2038 | | 1,554 | 2.15 |
| Peru | | | | | 1,485 | 2.05 |
| Government bonds | | | | | | |
| Peru (Republic of) 6.95% | 5,969,000 | PEN | 12.08.2031 | | 1,485 | 2.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| South Africa | | | | | 1,690 | 2.33 |
| Government bonds | | | | | | |
| South Africa (Republic of) 6.25% | 38,551,815 | ZAR | 31.03.2036 | | 1,690 | 2.33 |
| Cayman Islands | | | | | 300 | 0.41 |
| Below investment grade corporate bonds | | | | | | |
| Fibria Overseas Finance 5.5% | 314,000 | US\$ | 17.01.2027 | | 300 | 0.41 |
| Currency | | | | | (477) | (0.66) |
| Forward currency contracts | | | | | | |
| Bought for £ 342,081.67, Sold for € 406,847.89 | | | 29.04.2022 | | (3) | 0.00 |
| Bought for € 5,672,225.41, Sold for £ 4,731,459.51 | | | 29.04.2022 | | 80 | 0.11 |
| Bought for € 310,658.75, Sold for CAD 440,836.32 | | | 29.04.2022 | | (6) | (0.01) |
| Bought for € 1,703,128.68, Sold for DKK 12,674,490.44 | | | 29.04.2022 | | (1) | 0.00 |
| Bought for € 29,866,764.52, Sold for US\$ 33,845,732.95 | | | 29.04.2022 | | (615) | (0.85) |
| Bought for US\$ 6,281,497.65, Sold for € 5,614,437.89 | | | 29.04.2022 | | 44 | 0.06 |
| Bought for US\$ 1,676,710.78, Sold for TWD 47,115,573.00 | | | 17.06.2022 | | 24 | 0.03 |
| Portfolio of investments | | | | | 69,727 | 96.23 |
| Share class hedging | | | | | 9 | 0.01 |
| Bought for £ 312,382.29, Sold for € 368,701.00 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for € 5,138.34, Sold for £ 4,357.26 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 1,063.54, Sold for CHF 1,096.31 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 3,242.94, Sold for US\$ 3,612.16 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 110,318.81, Sold for € 106,909.15 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for SGD 145,810.67, Sold for € 96,586.93 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 2,090,702.13, Sold for € 1,875,327.40 | | | 04.05.2022 | | 8 | 0.01 |
| Total portfolio | | | | | 69,736 | 96.24 |
| Net other assets/(liabilities) | | | | | 2,723 | 3.76 |
| Net assets | | | | | 72,459 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|---------------|---------------|
| Investment assets | | |
| Equity securities | 34,446 | 47.54 |
| Debt securities | 35,758 | 49.35 |
| Unrealised gains on forward currency contracts | 157 | 0.21 |
| Total Investment assets | 70,361 | 97.10 |
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (625) | (0.86) |
| Total Investment liabilities | (625) | (0.86) |
| Total portfolio | 69,736 | 96.24 |
| Net other assets/(liabilities) | 2,723 | 3.76 |
| Net assets | 72,459 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | |
|-------------------------------------|-------------------------------------|----------------------------------|
| | Forward currency contracts €'000 | Collateral held as cash €'000 |
| HSBC Bank Plc | 25,362 | 0 |
| JP Morgan Chase | 5,803 | 0 |
| National Australia Bank Ltd | 53,080 | 520 |
| Standard Chartered Bank | 1,816 | 0 |
| State Street Bank and Trust Company | 4,925 | 0 |
| State Street Bank London | 7,689 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the sub-fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|--------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A' Accumulation | +4.5 | +5.4 | n/a | +5.7 | 04.12.18 |
| Class 'A' Distribution | +4.5 | +5.4 | n/a | +5.7 | 04.12.18 |
| Class 'B' Accumulation | +4.0 | +4.9 | n/a | +5.2 | 04.12.18 |
| Class 'B' Distribution | +4.0 | +4.9 | n/a | +5.2 | 04.12.18 |
| Class 'C' Accumulation | +5.5 | +6.4 | n/a | +6.7 | 04.12.18 |
| Class 'C' Distribution | +5.5 | +6.4 | n/a | +6.7 | 04.12.18 |
| Class 'CI' Accumulation | +5.5 | +6.4 | n/a | +6.7 | 04.12.18 |
| Class 'CI' Distribution | +5.5 | +6.4 | n/a | +6.7 | 04.12.18 |
| Class 'L' Accumulation | +5.7 | +6.6 | n/a | +6.9 | 04.12.18 |
| Class 'LI' Accumulation | +5.8 | +6.7 | n/a | +7.0 | 04.12.18 |
| Class 'Z' Accumulation | +6.1 | +7.0 | n/a | +7.3 | 04.12.18 |
| Class 'ZI' Accumulation | +6.1 | +7.1 | n/a | +7.4 | 04.12.18 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | +5.5 | +6.7 | n/a | +7.1 | 04.12.18 |
| Class 'A-H' Distribution | +5.5 | +6.7 | n/a | +7.1 | 04.12.18 |
| Class 'C-H' Accumulation | +6.4 | +7.6 | n/a | +8.0 | 04.12.18 |
| Class 'C-H' Distribution | +6.4 | +7.6 | n/a | +8.0 | 04.12.18 |
| Class 'L-H' Accumulation | +6.7 | +7.9 | n/a | +8.3 | 04.12.18 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | +6.2 | +7.0 | n/a | +7.3 | 04.12.18 |
| Class 'L-H' Accumulation | +6.5 | +7.3 | n/a | +7.6 | 04.12.18 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | +4.2 | +5.2 | n/a | +5.4 | 04.12.18 |
| Class 'A-H' Distribution | +4.3 | +5.2 | n/a | +5.4 | 04.12.18 |
| Class 'C-H' Accumulation | +5.2 | +6.1 | n/a | +6.4 | 04.12.18 |
| Class 'C-H' Distribution | +5.2 | +6.1 | n/a | +6.4 | 04.12.18 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | +5.4 | +7.0 | n/a | +7.5 | 04.12.18 |
| Class 'A-H' Distribution | +5.4 | +7.0 | n/a | +7.4 | 04.12.18 |
| Class 'C-H' Accumulation | +6.4 | +8.0 | n/a | +8.5 | 04.12.18 |
| Class 'C-H' Distribution | +6.4 | +8.0 | n/a | +8.5 | 04.12.18 |
| Class 'CI-H' Accumulation | +6.4 | +8.0 | n/a | +8.5 | 04.12.18 |
| Class 'L-H' Accumulation | +6.6 | +8.2 | n/a | +8.7 | 04.12.18 |

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|----------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'B' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'A-H' Distribution SGD ¢ |
|------------------|-------------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|
| First interim | 0.0789 | 0.0779 | 0.0807 | 0.0808 | 0.0809 |
| Second interim | 0.0707 | 0.0699 | 0.0726 | 0.0727 | 0.0729 |
| Third interim | 0.0687 | 0.0676 | 0.0705 | 0.0706 | 0.0714 |
| Final | 0.0654 | 0.0644 | 0.0672 | 0.0674 | 0.0680 |

Financial highlights

| to 31 March 2022 | Class 'C-H' Distribution SGD ¢ | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ | Class 'A-H' Distribution US ¢ | Class 'C-H' Distribution US ¢ |
|------------------|--------------------------------------|--|--|-------------------------------------|-------------------------------------|
| First interim | 0.0825 | 0.0785 | 0.0801 | 0.0811 | 0.0830 |
| Second interim | 0.0745 | 0.0711 | 0.0730 | 0.0747 | 0.0764 |
| Third interim | 0.0736 | 0.0681 | 0.0699 | 0.0713 | 0.0731 |
| Final | 0.0703 | 0.0652 | 0.0672 | 0.0687 | 0.0707 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--------------------------|-------------|-------------|-------------|
| Euro | € | € | € |
| Class 'A' Accumulation | 12.0233 | 11.5041 | 9.5807 |
| Class 'A' Distribution | 11.0493 | 10.8365 | 9.2519 |
| Class 'B' Accumulation | 11.8244 | 11.3704 | 9.5165 |
| Class 'B' Distribution | 10.8687 | 10.7133 | 9.1929 |
| Class 'C' Accumulation | 12.3876 | 11.7459 | 9.6942 |
| Class 'C' Distribution | 11.3902 | 11.0701 | 9.3667 |
| Class 'CI' Accumulation | 12.4078 | 11.7604 | 9.7023 |
| Class 'CI' Distribution | 11.4051 | 11.0800 | 9.3712 |
| Class 'L' Accumulation | 12.4903 | 11.8138 | 9.7261 |
| Class 'LI' Accumulation | 12.5060 | 11.8239 | 9.7303 |
| Class 'Z' Accumulation | 12.6432 | 11.9163 | 9.7769 |
| Class 'ZI' Accumulation | 12.6571 | 11.9247 | 9.7795 |
| Singapore dollar | SG\$ | SG\$ | SG\$ |
| Class 'A-H' Accumulation | 12.5428 | 11.8880 | 9.8224 |
| Class 'A-H' Distribution | 11.4822 | 11.1558 | 9.4481 |
| Class 'C-H' Accumulation | 12.9224 | 12.1404 | 9.9379 |
| Class 'C-H' Distribution | 11.8299 | 11.3931 | 9.5616 |
| Class 'L-H' Accumulation | 13.0298 | 12.2106 | 9.9705 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | 12.6521 | 11.9095 | 9.7717 |
| Class 'L-H' Accumulation | 12.7585 | 11.9767 | 9.8024 |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 11.9187 | 11.4404 | 9.5481 |
| Class 'A-H' Distribution | 10.9679 | 10.7844 | 9.2270 |
| Class 'C-H' Accumulation | 12.2841 | 11.6812 | 9.6612 |
| Class 'C-H' Distribution | 11.2942 | 11.0103 | 9.3370 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A-H' Accumulation | 12.7036 | 12.0488 | 9.9283 |
| Class 'A-H' Distribution | 11.6254 | 11.3030 | 9.5486 |
| Class 'C-H' Accumulation | 13.0964 | 12.3104 | 10.0497 |
| Class 'C-H' Distribution | 11.9950 | 11.5546 | 9.6712 |
| Class 'CI-H' Accumulation | 13.1110 | 12.3209 | 10.0547 |
| Class 'L-H' Accumulation | 13.2017 | 12.3803 | 10.0815 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | €'000 | €'000 | €'000 |
| Net assets | 72,459 | 51,254 | 32,975 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 96 |
| Swung net assets | 72,459 | 51,254 | 33,071 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A' Accumulation | | | 1.71 |
| Class 'A' Distribution | | | 1.71 |
| Class 'B' Accumulation | | | 2.21 |
| Class 'B' Distribution | | | 2.21 |
| Class 'C' Accumulation | | | 0.81 |
| Class 'C' Distribution | | | 0.81 |
| Class 'CI' Accumulation | | | 0.77 |
| Class 'CI' Distribution | | | 0.77 |
| Class 'L' Accumulation | | | 0.56 |
| Class 'LI' Accumulation | | | 0.52 |
| Class 'Z' Accumulation | | | 0.20 |
| Class 'ZI' Accumulation | | | 0.17 |
| Singapore dollar | | | % |
| Class 'A-H' Accumulation | | | 1.72 |
| Class 'A-H' Distribution | | | 1.72 |
| Class 'C-H' Accumulation | | | 0.82 |
| Class 'C-H' Distribution | | | 0.82 |
| Class 'L-H' Accumulation | | | 0.57 |
| Sterling | | | % |
| Class 'C-H' Accumulation | | | 0.83 |
| Class 'L-H' Accumulation | | | 0.59 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.72 |
| Class 'A-H' Distribution | | 1.72 |
| Class 'C-H' Accumulation | | 0.82 |
| Class 'C-H' Distribution | | 0.82 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.73 |
| Class 'A-H' Distribution | | 1.73 |
| Class 'C-H' Accumulation | | 0.82 |
| Class 'C-H' Distribution | | 0.82 |
| Class 'CI-H' Accumulation | | 0.79 |
| Class 'L-H' Accumulation | | 0.57 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 29 October 2021

The Fund aims to provide a higher total return (the combination of income and capital growth) than that of the corporate bond markets in emerging markets over any three-year period while applying ESG Criteria.

Investment objective from 30 October 2021

The Fund aims to provide a higher total return (capital growth plus income) than that of the corporate bond market in emerging markets over any three-year period while applying ESG Criteria and Sustainability Criteria.

Investment policy up to 29 October 2021

The Fund invests at least 80% of its Net Asset Value in debt securities issued by companies and quasisovereigns that are incorporated, domiciled, or do most of their business activity in emerging markets, and are denominated in hard currency.

The Fund may invest in debt securities issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities and supranational bodies and other debt securities denominated in any currency.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in below investment grade and unrated debt securities.

The Fund invests in securities that meet the ESG Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria document as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 10% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and credit linked notes.

Investment policy from 30 October 2021

The Fund invests at least 80% of its Net Asset Value in debt securities issued by companies and quasi-sovereigns that are incorporated, domiciled, or do most of their business activity in emerging markets, and are denominated in hard currency.

Investment objective and policy

The Fund may also invest in debt securities issued or guaranteed by emerging market governments or their agencies, local authorities, public authorities and supranational bodies and other debt securities denominated in any currency.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in below investment grade and unrated debt securities.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities.

The Fund may invest in contingent convertible debt securities as follows:

- until 25 April 2022: up to 10% of its Net Asset Value
- from 26 April 2022: up to 20% of its Net Asset Value

The Fund may invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (i.e. UCITS and other UCIs including funds managed by M&G).

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps and credit linked notes.

Investment Strategy up to 29 October 2021

Investment approach

The Fund's investment approach involves an in-depth analysis of corporate bond issuers from emerging markets. Given the nature of emerging markets, the analysis of corporate bonds and their issuers will be performed in conjunction with a detailed credit assessment of the relevant sovereign(s).

Consideration of ESG Factors is fully integrated into credit analysis and investment decisions.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the ESG credentials of the remaining issuers. Based upon a combination of external ESG ratings and the Investment Manager's assessment, lower scoring issuers classified as ESG laggards are excluded. This process results in a portfolio tilted towards issuers with better ESG

Investment objective and policy

characteristics. Further information about the assessment and scoring process can be found in the ESG Criteria document.

3. From this narrowed investment universe, the Investment Manager performs fundamental analysis taking into consideration macroeconomic, sector, and company specific information, as well as analysis of corporate bonds and their issuers to identify and take advantage of mispriced bonds.

The Investment Manager will also undertake an assessment of macroeconomic factors such as the global risk appetite and catalysts for global economic growth. These considerations will help to determine the fund's sector positioning, regional allocation and overall level of credit risk.

Responsible investment approach

- The Fund is categorised as an Article 8 fund under SFDR.
- The Fund is categorised as Planet+ / ESG+.

Within this category, the Positive ESG Tilt approach is applied.

- The ESG Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment Strategy from 30 October 2021

Investment Approach

The Fund's investment approach involves an in-depth analysis of corporate bond issuers from emerging markets. Given the nature of emerging markets, the analysis of corporate bonds and their issuers will be performed in conjunction with a detailed credit assessment of the relevant sovereign(s).

Sustainability considerations, encompassing ESG Factors, are fully integrated into credit analysis and investment decisions, and play an important role in determining the investment universe and portfolio construction. The Fund typically has a higher weighted average ESG rating and lower weighted average carbon intensity than the investment universe of emerging market corporate bonds. The Fund's calculation methodology does not include those securities that do not have an ESG rating or carbon intensity data respectively, nor cash, near cash, some derivatives and some collective investment schemes.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the ESG credentials of the remaining issuers. Based upon a combination of external ESG ratings and the Investment Manager's assessment, lower scoring issuers classified as ESG laggards are excluded.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis taking into consideration macroeconomic, sector, and company specific information, as well as analysis of corporate bonds and their issuers to identify and take advantage of mispriced bonds. The Investment Manager favours issuers with better ESG characteristics where this is not detrimental to the

Investment objective and policy

pursuit of the investment objective. This process typically results in a portfolio with better ESG characteristics.

Further information about the ESG assessment, scoring, and investment process can be found in the ESG Criteria and Sustainability Criteria.

Responsible investment approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Sustainability Criteria, the Fund promotes environmental characteristics and intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to

accurately assess such investments in accordance with the EU Criteria for environmentally sustainable activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and governments or other investments that failed the Investment Manager's good governance tests.

During the 12-month review period, these exclusionary screens were passively breached on two occasions as a result of market movements or other activity not caused by the Investment Manager, following which they were sold.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives.

During the 12-month review period, these exclusionary screens were passively breached on four occasions as a result of market movements or other activity not caused by the Investment Manager, following which they were sold.

Investment objective and policy

This fund stated that as a result of its investment process it expected that typically its weighted average ESG Rating would be higher than the investment universe of emerging market corporate bonds and its weighted average carbon intensity would be lower than the investment universe of emerging market corporate bonds, as represented by the JPM CEMBI Broad Diversified Index. During the 12 month review period, this was consistently achieved.

The fund's calculation methodology does not include those securities that do not have an ESG rating or carbon intensity data respectively, or cash, near cash, some derivatives and some collective investment schemes.

ESG Information up to 29 October 2021

Additional information is available to investors on the [Fund page*](#) of the M&G website:

- ESG Criteria: in the document titled 'M&G (Lux) Emerging Markets Corporate ESG Bond Fund – ESG Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

* Please note that this Fund page now links to the M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund as of 29 October 2021.

ESG Information from 30 October 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark

JPM CEMBI Broad Diversified Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria.

The benchmark is shown in the share class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with many delivering negative returns over the period as an inflationary environment gradually took hold globally. Emerging market corporate bonds were not spared in the sell-off. The fund slightly underperformed its benchmark.

Investors were reassured by the roll-out of successful COVID-19 vaccination programmes, together with support packages from governments and central banks and the gradual reopening of businesses and economies. These factors aided the post-pandemic global economic recovery throughout the period. However, global inflationary pressures increased notably, driven by rebounding global demand and also by global supply-chain bottlenecks and raw material shortages.

These moves caused some of the world's major central banks to take an increasingly assertive stance in order to curb inflationary pressures. For example, the US Federal Reserve indicated that a series of interest rate hikes would need to be implemented in 2022 and 2023. Indeed, some emerging market countries increased interest rates (having started earlier in 2021 in some cases), and at a faster pace than many investors had expected. As it became apparent that inflation was likely to prove more persistent than originally thought, bond markets everywhere came under pressure, particularly towards the end of 2021. The problem was exacerbated by Russia's military invasion of Ukraine in late February 2022 – both Russia and Ukraine are important producers of energy and other key commodities and raw materials, and the prices of many of these increased dramatically.

In this environment, all segments of the emerging market debt asset class registered disappointing returns in the period. However, corporate bonds were able to outperform government bonds, partly due to their inherent lower duration (less interest rate risk) and higher average credit quality.

The fund only held a small position in Russian and Ukrainian assets overall. Fund outperformance was particularly aided by having an underweight exposure (below-benchmark weight) in Russia, as these assets were severely hit by the onset of the conflict. Index provider JP Morgan excluded Russian assets from the benchmark (written off at zero value) by 31 March.

On the other hand, some of the fund's China property company exposure weighed on relative returns somewhat, particularly during the second half of 2021, when serious doubts emerged over the financial health of one of the country's largest developers, Evergrande.

The fund's lower average duration position (versus the benchmark) aided relative returns over the period, as did some outperformance among small allocations to certain off-benchmark holdings.

Investment activities

We were able to sell out of Russian bond issuers VEON Holdings and Central Bank of Moscow in March. Whilst painful for the fund on an absolute basis, these moves aided relative returns as the index provider excluded Russian assets from the benchmark by the end of the month. However, we also took the view that bond valuations outside of Russia/Ukraine had been unduly punished, and decided to invest in several high yield names, including Cemex, Majid Al Futtaim and Atento.

In January, we further scaled back some of our remaining exposure in the Chinese property space by selling positions in property developers Dalwan and KWG.

We bought and sold various off-benchmark positions (for example, local currency government bonds) throughout the year when we felt bond valuations were presenting an interesting opportunity.

Outlook

We recognise that there are still several headwinds that could potentially impact the macroeconomic outlook for emerging markets over the remainder of 2022 and beyond. Risks surrounding the war in Ukraine remain high, although we think most of the downside risk to asset prices arising from the conflict is probably behind

Investment review

us. Further global inflationary pressure and the risk of even higher US-led interest rates could also hit the asset class again. However, here as well, we think it is likely that most of this impact is now behind us. On the other hand, we think valuations remain selectively attractive in several parts of the market, presenting investors with what we consider to be some interesting opportunities.

Charles de Quinsonas

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income | | | | | 35,986 | 97.24 |
| Debt securities | | | | | 35,884 | 96.97 |
| 'AA' credit rated bonds | | | | | 2,034 | 5.50 |
| Emirates Telecommunications Group 3.5% | 300,000 | US\$ | 18.06.2024 | | 306 | 0.83 |
| TSMC Global 1% | 200,000 | US\$ | 28.09.2027 | | 177 | 0.48 |
| TSMC Global 2.25% | 487,000 | US\$ | 23.04.2031 | | 443 | 1.20 |
| US Treasury Note 0.75% | 400,000 | US\$ | 31.08.2026 | | 372 | 1.00 |
| US Treasury Note 1.75% | 750,000 | US\$ | 15.03.2025 | | 736 | 1.99 |
| 'A' credit rated bonds | | | | | 2,708 | 7.32 |
| Bank of China FRN | 200,000 | US\$ | 10.08.2024 | | 199 | 0.54 |
| BOC Aviation 3.875% | 600,000 | US\$ | 27.04.2026 | | 602 | 1.63 |
| CBQ Finance 2% | 200,000 | US\$ | 15.09.2025 | | 191 | 0.52 |
| Chile (Republic of) 2.5% | 150,000,000 | CLP | 01.03.2025 | | 168 | 0.45 |
| Empresa de Transporte de Pasajeros Metro 3.65% | 225,000 | US\$ | 07.05.2030 | | 226 | 0.61 |
| HCL America 1.375% | 200,000 | US\$ | 10.03.2026 | | 184 | 0.50 |
| Ooredoo International Finance 2.625% | 500,000 | US\$ | 08.04.2031 | | 470 | 1.27 |
| QNB Finance 2.625% | 500,000 | US\$ | 12.05.2025 | | 490 | 1.32 |
| Tencent Holdings 2.39% | 200,000 | US\$ | 03.06.2030 | | 178 | 0.48 |
| 'BBB' credit rated bonds | | | | | 4,816 | 13.01 |
| Banco de Crédito del Perú FRN | 378,000 | US\$ | 01.07.2030 | | 355 | 0.96 |
| Banco General 4.125% | 320,000 | US\$ | 07.08.2027 | | 326 | 0.88 |
| BDO Unibank 2.125% | 400,000 | US\$ | 13.01.2026 | | 387 | 1.04 |
| Celulosa Arauco y Constitucion 4.25% | 200,000 | US\$ | 30.04.2029 | | 201 | 0.54 |
| Controladora Mabe 5.6% | 200,000 | US\$ | 23.10.2028 | | 214 | 0.58 |
| Development Bank of Kazakhstan 8.95% ^a | 66,000,000 | KZT | 04.05.2023 | | 115 | 0.31 |
| Hanwha Life Insurance FRN | 200,000 | US\$ | 04.02.2032 | | 191 | 0.52 |
| Indian Railway Finance 3.249% | 200,000 | US\$ | 13.02.2030 | | 188 | 0.51 |
| Inmobiliaria Vesta 3.625% | 229,000 | US\$ | 13.05.2031 | | 208 | 0.56 |
| Lenovo Group 3.421% | 200,000 | US\$ | 02.11.2030 | | 185 | 0.50 |
| Lenovo Group 4.75% | 200,000 | US\$ | 29.03.2023 | | 202 | 0.55 |
| Lenovo Group 5.875% | 200,000 | US\$ | 24.04.2025 | | 209 | 0.56 |
| Meituan 2.125% | 200,000 | US\$ | 28.10.2025 | | 178 | 0.48 |
| Meituan 3.05% | 282,000 | US\$ | 28.10.2030 | | 228 | 0.62 |

The accompanying notes to the financial statements are an integral part of these financial statements.

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Peru (Republic of) 1.95% | 150,000 | € | 17.11.2036 | | 145 | 0.39 |
| Prosus 3.257% | 275,000 | US\$ | 19.01.2027 | | 251 | 0.68 |
| SingTel Group Treasury FRN | 250,000 | SG\$ | 31.12.2099 | | 180 | 0.49 |
| SK Hynix 2.375% | 400,000 | US\$ | 19.01.2031 | | 351 | 0.95 |
| Tower Bersama Infrastructure 4.25% | 400,000 | US\$ | 21.01.2025 | | 408 | 1.10 |
| Uruguay (Republic of) 8.25% | 12,500,000 | UYU | 21.05.2031 | | 294 | 0.79 |
| | | | | | 18,987 | 51.31 |
| 'BB' credit rated bonds | | | | | | |
| Adani Green Energy 4.375% | 400,000 | US\$ | 08.09.2024 | | 392 | 1.06 |
| Arçelik 5% | 400,000 | US\$ | 03.04.2023 | | 401 | 1.08 |
| ATP Tower Holdings Via Andean Tower Partners Colombia Via Andean Telecom Par 4.05% | 300,000 | US\$ | 27.04.2026 | | 285 | 0.77 |
| Banco BTG Pactual 4.5% | 400,000 | US\$ | 10.01.2025 | | 398 | 1.08 |
| Banco Continental SAECA 2.75% | 300,000 | US\$ | 10.12.2025 | | 276 | 0.75 |
| Banco Mercantil del Norte FRN | 400,000 | US\$ | 31.12.2099 | | 369 | 1.00 |
| Banco Nacional de Comercio Exterior FRN | 200,000 | US\$ | 11.08.2031 | | 191 | 0.52 |
| Bancolombia 3% | 400,000 | US\$ | 29.01.2025 | | 389 | 1.05 |
| Bangkok Bank FRN | 400,000 | US\$ | 31.12.2099 | | 392 | 1.06 |
| Bank Negara Indonesia FRN | 400,000 | US\$ | 31.12.2099 | | 367 | 0.99 |
| Bank of East Asia 5.825% | 250,000 | US\$ | 31.12.2099 | | 248 | 0.67 |
| Bank of Georgia 6% | 625,000 | US\$ | 26.07.2023 | | 632 | 1.71 |
| Bank Tabungan Negara Persero Tbk PT 4.2% | 200,000 | US\$ | 23.01.2025 | | 194 | 0.52 |
| BBVA Bancomer FRN | 400,000 | US\$ | 18.01.2033 | | 378 | 1.02 |
| Bidvest Group 3.625% | 390,000 | US\$ | 23.09.2026 | | 367 | 0.99 |
| Bioceanico Sovereign Certificate 0% | 191,218 | US\$ | 05.06.2034 | | 138 | 0.37 |
| Brazil (Federal Republic of) 10% | 931,000 | BRL | 01.01.2029 | | 182 | 0.49 |
| Canpack Via Canpack US 3.875% | 200,000 | US\$ | 15.11.2029 | | 172 | 0.47 |
| CANPACK Via Eastern PA Land Investment Holding 3.125% | 200,000 | US\$ | 01.11.2025 | | 183 | 0.49 |
| Cemex 3.875% | 200,000 | US\$ | 11.07.2031 | | 183 | 0.49 |
| Cemex 5.45% | 200,000 | US\$ | 19.11.2029 | | 203 | 0.55 |
| Colombia (Republic of) 3.125% | 400,000 | US\$ | 15.04.2031 | | 341 | 0.92 |

The accompanying notes to the financial statements are an integral part of these financial statements.

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Colombia (Republic of) 7.75% | 600,000,000 | COP | 18.09.2030 | | 143 | 0.39 |
| Colombia Telecomunicaciones 4.95% | 400,000 | US\$ | 17.07.2030 | | 366 | 0.99 |
| Dominican (Republic of) 6.85% | 200,000 | US\$ | 27.01.2045 | | 197 | 0.53 |
| Dominican (Republic of) 8% ^b | 7,000,000 | DOP | 12.02.2027 | | 114 | 0.31 |
| Eastern & Southern African Trade & Development Bank 4.125% | 400,000 | US\$ | 30.06.2028 | | 373 | 1.01 |
| Globo Comunicacao e Participacoes 5.5% | 300,000 | US\$ | 14.01.2032 | | 270 | 0.73 |
| Gold Fields Orogen Holdings 6.125% | 300,000 | US\$ | 15.05.2029 | | 325 | 0.88 |
| Greenko Solar Mauritius 5.95% | 448,000 | US\$ | 29.07.2026 | | 456 | 1.23 |
| Growthpoint Properties International 5.872% | 200,000 | US\$ | 02.05.2023 | | 203 | 0.55 |
| Grupo Aval 4.375% | 200,000 | US\$ | 04.02.2030 | | 174 | 0.47 |
| GRUPO AXO 5.75% | 200,000 | US\$ | 08.06.2026 | | 189 | 0.51 |
| Grupo Bimbo FRN | 350,000 | US\$ | 31.12.2099 | | 356 | 0.96 |
| Guatemala (Republic of) 5.375% | 200,000 | US\$ | 24.04.2032 | | 209 | 0.57 |
| InRetail Consumer 3.25% | 400,000 | US\$ | 22.03.2028 | | 376 | 1.02 |
| Ipoteka-Bank 5.5% | 200,000 | US\$ | 19.11.2025 | | 179 | 0.48 |
| Klabin Austria 3.2% | 200,000 | US\$ | 12.01.2031 | | 175 | 0.47 |
| Klabin Finance 4.875% | 200,000 | US\$ | 19.09.2027 | | 206 | 0.56 |
| Levi Strauss 3.375% | 200,000 | € | 15.03.2027 | | 223 | 0.60 |
| Macy's Retail Holdings 5.875% | 150,000 | US\$ | 01.04.2029 | | 150 | 0.41 |
| MAF Global Securities FRN | 200,000 | US\$ | 31.12.2099 | | 199 | 0.54 |
| MAF Global Securities FRN | 400,000 | US\$ | 31.12.2099 | | 405 | 1.09 |
| MAS Securities 4.25% | 300,000 | € | 19.05.2026 | | 313 | 0.85 |
| MercadoLibre 2.375% | 400,000 | US\$ | 14.01.2026 | | 374 | 1.01 |
| Metalsa 3.75% | 350,000 | US\$ | 04.05.2031 | | 304 | 0.82 |
| Millicom International Cellular 5.125% | 180,000 | US\$ | 15.01.2028 | | 178 | 0.48 |
| Millicom International Cellular 6.25% | 360,000 | US\$ | 25.03.2029 | | 380 | 1.03 |
| MTN Mauritius Investments 4.755% | 200,000 | US\$ | 11.11.2024 | | 202 | 0.55 |
| Natura Cosmeticos 4.125% | 200,000 | US\$ | 03.05.2028 | | 192 | 0.52 |
| Network i2i FRN | 500,000 | US\$ | 31.12.2099 | | 500 | 1.35 |
| Nexa Resources 5.375% | 400,000 | US\$ | 04.05.2027 | | 408 | 1.10 |

The accompanying notes to the financial statements are an integral part of these financial statements.

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| OmGrid Funding 5.196% | 400,000 | US\$ | 16.05.2027 | | 397 | 1.07 |
| Rede D'or Finance 4.5% | 200,000 | US\$ | 22.01.2030 | | 185 | 0.50 |
| Rede D'or Finance 4.95% | 400,000 | US\$ | 17.01.2028 | | 393 | 1.06 |
| Rexel 2.125% | 200,000 | € | 15.12.2028 | | 210 | 0.57 |
| Sable International Finance 5.75% | 200,000 | US\$ | 07.09.2027 | | 201 | 0.54 |
| Sagicor Financial 5.3% | 400,000 | US\$ | 13.05.2028 | | 399 | 1.08 |
| Serbia (Republic of) 3.125% | 200,000 | € | 15.05.2027 | | 216 | 0.58 |
| Service Corp International 3.375% | 80,000 | US\$ | 15.08.2030 | | 72 | 0.20 |
| Simpar Europe 5.2% | 400,000 | US\$ | 26.01.2031 | | 360 | 0.97 |
| South Africa (Republic of) 5.75% | 200,000 | US\$ | 30.09.2049 | | 175 | 0.47 |
| Telefónica Celular del Paraguay 5.875% | 400,000 | US\$ | 15.04.2027 | | 406 | 1.10 |
| TMB Bank FRN | 400,000 | US\$ | 31.12.2099 | | 385 | 1.04 |
| Trinidad & Tobago (Republic of) 4.5% | 200,000 | US\$ | 04.08.2026 | | 201 | 0.54 |
| UEP Penonome II 6.5% | 384,767 | US\$ | 01.10.2038 | | 390 | 1.05 |
| Uzbek Industrial and Construction Bank 5.75% | 200,000 | US\$ | 02.12.2024 | | 177 | 0.48 |
| 'B' credit rated bonds | | | | | 5,624 | 15.20 |
| Absa Group FRN | 200,000 | US\$ | 31.12.2099 | | 195 | 0.53 |
| Access Bank 6.125% | 200,000 | US\$ | 21.09.2026 | | 189 | 0.51 |
| Alesa 7.75% | 200,000 | US\$ | 14.12.2026 | | 207 | 0.56 |
| Atento Luxco 1.8% | 180,000 | US\$ | 10.02.2026 | | 183 | 0.50 |
| Auna 6.5% | 250,000 | US\$ | 20.11.2025 | | 243 | 0.66 |
| Axian Telecom 7.375% | 200,000 | US\$ | 16.02.2027 | | 199 | 0.54 |
| Aydem Yenilenebilir Enerji 7.75% | 200,000 | US\$ | 02.02.2027 | | 159 | 0.43 |
| Banco Industrial FRN | 200,000 | US\$ | 29.01.2031 | | 194 | 0.52 |
| C&W Senior Financing Designated Activity 6.875% | 200,000 | US\$ | 15.09.2027 | | 199 | 0.54 |
| Cemex SAB de CV FRN | 200,000 | US\$ | 31.12.2099 | | 197 | 0.53 |
| Dar Al-Arkan Sukuk 6.875% | 250,000 | US\$ | 26.02.2027 | | 252 | 0.68 |
| DaVita 3.75% | 80,000 | US\$ | 15.02.2031 | | 69 | 0.19 |
| EBN Finance 7.125% | 200,000 | US\$ | 16.02.2026 | | 189 | 0.51 |
| ERO Copper 6.5% | 320,000 | US\$ | 15.02.2030 | | 312 | 0.84 |

The accompanying notes to the financial statements are an integral part of these financial statements.

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'B' credit rated bonds (continued) | | | | | | |
| First Quantum Minerals 6.875% | 200,000 | US\$ | 01.03.2026 | | 205 | 0.55 |
| First Quantum Minerals 6.875% | 200,000 | US\$ | 15.10.2027 | | 210 | 0.57 |
| Heathrow Finance 4.625% | 100,000 | £ | 01.09.2029 | | 120 | 0.33 |
| IHS Holding 6.25% | 400,000 | US\$ | 29.11.2028 | | 378 | 1.02 |
| Kenbourne Invest 6.875% | 200,000 | US\$ | 26.11.2024 | | 197 | 0.53 |
| Liquid Telecom Finance 5.5% | 200,000 | US\$ | 04.09.2026 | | 193 | 0.52 |
| Oriflame Investment Holding 5.125% | 400,000 | US\$ | 04.05.2026 | | 326 | 0.88 |
| QNB Finansbank 4.875% | 250,000 | US\$ | 19.05.2022 | | 251 | 0.68 |
| Royal Caribbean Cruises 9.125% | 100,000 | US\$ | 15.06.2023 | | 104 | 0.28 |
| Silknet 8.375% | 200,000 | US\$ | 31.01.2027 | | 196 | 0.53 |
| Total Play Telecomunicaciones 6.375% | 400,000 | US\$ | 20.09.2028 | | 353 | 0.95 |
| VTR Comunicaciones 5.125% | 320,000 | US\$ | 15.01.2028 | | 304 | 0.82 |
| 'CCC' credit rated bonds | | | | | 514 | 1.39 |
| Banco do Brasil FRN | 200,000 | US\$ | 29.10.2049 | | 192 | 0.52 |
| Hacienda Investments Via DME Airport 5.35% | 400,000 | US\$ | 08.02.2028 | | 70 | 0.19 |
| Kernel Holding 6.75% | 200,000 | US\$ | 27.10.2027 | | 98 | 0.26 |
| Ukraine (Republic of) 7.75% | 350,000 | US\$ | 01.09.2025 | | 154 | 0.42 |
| 'CC' credit rated bonds | | | | | 90 | 0.24 |
| Easy Tactic 9.125% | 200,000 | US\$ | 28.07.2022 | | 47 | 0.13 |
| Easy Tactic 11.625% | 200,000 | US\$ | 03.09.2024 | | 43 | 0.11 |
| 'C' credit rated bonds | | | | | 236 | 0.64 |
| Argentina (Republic of) 1.125% | 600,000 | US\$ | 09.07.2035 | | 183 | 0.50 |
| Yuzhou Group Holdings 7.85% | 200,000 | US\$ | 12.08.2026 | | 27 | 0.07 |
| Yuzhou Group Holdings 8.3% | 200,000 | US\$ | 27.05.2025 | | 26 | 0.07 |
| Bonds with no credit rating | | | | | 875 | 2.36 |
| Commercial Bank FRN | 400,000 | US\$ | 31.12.2099 | | 388 | 1.05 |
| Globe Telecom 2.5% | 200,000 | US\$ | 23.07.2030 | | 175 | 0.47 |
| Globe Telecom 3% | 200,000 | US\$ | 23.07.2035 | | 160 | 0.43 |
| India (Republic of) 7.3% | 10,000,000 | INR | 18.05.2022 | | 132 | 0.36 |
| Sovcombank Via SovCom Capital FRN | 200,000 | US\$ | 07.04.2030 | | 20 | 0.05 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives | | | | | 102 | 0.27 |
| Interest rate futures | | | | | | |
| Deutscher Bobl 5 year Futures | (22) | € | 08.06.2022 | 24 | 102 | 0.27 |
| Currency | | | | | 46 | 0.12 |
| Forward currency contracts | | | | | 46 | 0.12 |
| Bought for € 1,148,178.68, Sold for US\$ 1,278,788.78 | | | 01.06.2022 | | (3) | (0.01) |
| Bought for US\$ 2,594,908.88, Sold for € 2,290,017.58 | | | 01.06.2022 | | 49 | 0.13 |
| Portfolio of investments | | | | | 36,032 | 97.36 |
| Share class hedging | | | | | (56) | (0.15) |
| Bought for £ 44,157.01, Sold for US\$ 58,103.69 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 12,978,778.35, Sold for US\$ 14,469,631.41 | | | 04.05.2022 | | (56) | (0.15) |
| Bought for US\$ 775.05, Sold for £ 590.08 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 159.89, Sold for € 143.55 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 35,976 | 97.21 |
| Net other assets/(liabilities) | | | | | 1,030 | 2.79 |
| Net assets | | | | | 37,006 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 35,884 | 96.97 |
| Unrealised gains on futures contracts | | | | | 102 | 0.27 |
| Unrealised gains on forward currency contracts | | | | | 49 | 0.13 |
| Total Investment assets | | | | | 36,035 | 97.37 |

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|---------------|---------------|
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (59) | (0.16) |
| Total Investment liabilities | (59) | (0.16) |
| Total portfolio | 35,976 | 97.21 |
| Net other assets/(liabilities) | 1,030 | 2.79 |
| Net assets | 37,006 | 100.00 |

^a Fair valued.

^b Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | |
|---|--|---------------------|-------------------------------------|
| | Forward currency contracts US\$'000 | Futures US\$'000 | Collateral held as cash US\$'000 |
| Bank of America Merrill Lynch | 0 | 24 | 0 |
| BNP Paribas | 427 | 0 | 0 |
| HSBC Bank Plc | 1,080 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 1,231 | 0 | 0 |
| National Australia Bank Ltd | 39 | 0 | 0 |
| State Street Bank and Trust Company | 28,988 | 0 | 110 |
| State Street Bank London | 517 | 0 | 0 |
| UBS AG London | 4,393 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch ^a % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|--|--|
| Euro | | | | | |
| Class 'A-H' Accumulation | -8.8 | n/a | n/a | -2.3 | 25.07.19 |
| Class 'A-H' Distribution | -8.7 | n/a | n/a | -2.2 | 25.07.19 |
| Class 'C-H' Accumulation | -7.9 | n/a | n/a | -1.5 | 25.07.19 |
| Class 'C-H' Distribution | -7.9 | n/a | n/a | -1.4 | 25.07.19 |
| Class 'CI-H' Accumulation | -7.9 | n/a | n/a | -1.3 | 25.07.19 |
| Class 'CI-H' Distribution | -7.9 | n/a | n/a | -1.3 | 25.07.19 |
| Class 'LI-H' Accumulation | -7.7 | n/a | n/a | -1.1 | 25.07.19 |
| Class 'LI-H' Distribution | -7.6 | n/a | n/a | -1.1 | 25.07.19 |
| Sterling | | | | | |
| Class 'C' Accumulation | -2.5 | n/a | n/a | -2.7 | 27.09.19 |
| Class 'C' Distribution | -2.4 | n/a | n/a | -2.6 | 27.09.19 |
| Class 'C-H' Accumulation | -7.2 | n/a | n/a | -1.3 | 27.09.19 |
| Class 'C-H' Distribution | -7.2 | n/a | n/a | -1.3 | 27.09.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | -7.8 | n/a | n/a | -0.7 | 25.07.19 |
| Class 'A' Distribution | -7.8 | n/a | n/a | -0.7 | 25.07.19 |
| Class 'C' Accumulation | -7.0 | n/a | n/a | +0.3 | 25.07.19 |
| Class 'C' Distribution | -7.0 | n/a | n/a | +0.2 | 25.07.19 |
| Class 'CI' Accumulation | -6.9 | n/a | n/a | +0.3 | 25.07.19 |
| Class 'CI' Distribution | -6.9 | n/a | n/a | +0.3 | 25.07.19 |
| Class 'LI' Accumulation | -6.7 | n/a | n/a | +0.5 | 25.07.19 |
| Class 'LI' Distribution | -6.7 | n/a | n/a | +0.5 | 25.07.19 |

^a For the period from 25 July 2019 (the launch date of the sub-fund) to 31 March 2022.

Financial highlights

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'CI-H' Distribution Euro ¢ | Class 'LI-H' Distribution Euro ¢ | Class 'C' Distribution UK p |
|------------------|---------------------------------------|---------------------------------------|--|--|-----------------------------------|
| First interim | 0.1143 | 0.1161 | 0.1161 | 0.1167 | 0.1040 |
| Second interim | 0.0995 | 0.1012 | 0.1013 | 0.1020 | 0.0967 |
| Third interim | 0.1078 | 0.1101 | 0.1102 | 0.1109 | 0.1038 |
| Final | 0.1053 | 0.1075 | 0.1080 | 0.1086 | 0.1050 |

| to 31 March 2022 | Class 'C-H' Distribution UK p | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ | Class 'CI' Distribution US ¢ | Class 'LI' Distribution US ¢ |
|------------------|-------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|------------------------------------|
| First interim | 0.1154 | 0.1157 | 0.1175 | 0.1178 | 0.1184 |
| Second interim | 0.1017 | 0.1041 | 0.1061 | 0.1063 | 0.1069 |
| Third interim | 0.1125 | 0.1112 | 0.1134 | 0.1136 | 0.1143 |
| Final | 0.1095 | 0.1096 | 0.1122 | 0.1124 | 0.1130 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|-----------------|
| Euro | € | € | € |
| Class 'A-H' Accumulation | 9.3987 | 10.3013 | 8.3532 |
| Class 'A-H' Distribution | 8.3213 | 9.5533 | 8.1718 |
| Class 'C-H' Accumulation | 9.6143 | 10.4429 | 8.3912 |
| Class 'C-H' Distribution | 8.5230 | 9.6976 | 8.2200 |
| Class 'CI-H' Accumulation | 9.6419 | 10.4658 | 8.4047 |
| Class 'CI-H' Distribution | 8.5302 | 9.7024 | 8.2217 |
| Class 'LI-H' Accumulation | 9.7088 | 10.5139 | 8.4223 |
| Class 'LI-H' Distribution | 8.5915 | 9.7474 | 8.2388 |
| Sterling | £ | £ | £ |
| Class 'C' Accumulation | 9.3457 | 9.5826 | 8.4636 |
| Class 'C' Distribution | 8.3433 | 8.9616 | 8.3528 |
| Class 'C-H' Accumulation | 9.6768 | 10.4326 | 8.3299 |
| Class 'C-H' Distribution | 8.6414 | 9.7547 | 8.2165 |
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 9.8260 | 10.6589 | 8.5298 |
| Class 'A' Distribution | 8.6938 | 9.8823 | 8.3476 |
| Class 'C' Accumulation | 10.0677 | 10.8236 | 8.5838 |
| Class 'C' Distribution | 8.9096 | 10.0348 | 8.3996 |
| Class 'CI' Accumulation | 10.0783 | 10.8303 | 8.5857 |
| Class 'CI' Distribution | 8.9179 | 10.0414 | 8.4015 |
| Class 'LI' Accumulation | 10.1459 | 10.8756 | 8.6002 |
| Class 'LI' Distribution | 8.9783 | 10.0840 | 8.4159 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 37,006 | 37,848 | 28,741 |
| Swing pricing adjustment (see note 11) | n/a | n/a | n/a |
| Swung net assets | 37,006 | 37,848 | 28,741 |

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A-H' Accumulation | | 1.73 |
| Class 'A-H' Distribution | | 1.73 |
| Class 'C-H' Accumulation | | 0.83 |
| Class 'C-H' Distribution | | 0.82 |
| Class 'CI-H' Accumulation | | 0.79 |
| Class 'CI-H' Distribution | | 0.79 |
| Class 'LI-H' Accumulation | | 0.54 |
| Class 'LI-H' Distribution | | 0.54 |
| Sterling | | % |
| Class 'C' Accumulation | | 0.81 |
| Class 'C' Distribution | | 0.81 |
| Class 'C-H' Accumulation | | 0.83 |
| Class 'C-H' Distribution | | 0.83 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.71 |
| Class 'A' Distribution | | 1.72 |
| Class 'C' Accumulation | | 0.81 |
| Class 'C' Distribution | | 0.81 |
| Class 'CI' Accumulation | | 0.77 |
| Class 'CI' Distribution | | 0.77 |
| Class 'LI' Accumulation | | 0.52 |
| Class 'LI' Distribution | | 0.52 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective up to 29 October 2021

The Fund has two aims:

- to provide a higher total return (the combination of capital growth and income) than the global high yield market over any five-year period, while applying ESG Criteria; and
- to achieve a higher ESG rating than the global high yield market.

Investment objective from 30 October 2021

The Fund aims to provide a higher total return (capital growth plus income) than that of the sustainable global high yield market over any five-year period, while applying ESG Criteria and Sustainability Criteria.

Investment policy up to 29 October 2021

The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies located anywhere in the world including emerging markets, and denominated in any currency.

The Fund does not take currency views and aims to hedge any non-USD assets to USD.

There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in high yield and unrated debt securities.

The Fund invests in securities that meet the ESG Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria document as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may invest up to 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (including funds managed by M&G).

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

Investment Policy from 30 October 2021

The Fund invests at least 80% of its Net Asset Value in high yield bonds issued by companies located anywhere in the world including emerging markets, and denominated in any currency.

Investment objective and policy

The Fund does not take currency views and aims to hedge any non-USD assets to USD. There are no credit quality restrictions applicable to the investments and the Fund may invest up to 100% of its Net Asset Value in high yield and unrated debt securities.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria.

The Fund maintains a higher weighted average ESG rating and lower weighted average carbon intensity than the global high yield market as represented by the ICE BofA Merrill Lynch Global High Yield Index USD Hedged. This index is only used as comparator when measuring the Fund's weighted average ESG rating and weighted average carbon intensity. The Fund's calculation methodology does not include those securities that do not have an ESG rating or carbon intensity data respectively, nor cash, near cash, some derivatives and some collective investment schemes.

Further information on the Fund's exclusions, ESG rating and weighted average carbon intensity can be found in the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below.

The Fund may invest up to 20% of its Net Asset Value in asset-backed securities and up to 20% of its Net Asset Value in contingent convertible debt securities.

The Fund may also invest in other transferable securities, cash, and near cash, directly or via collective investment schemes (i.e. UCITS and other UCIs including funds managed by M&G).

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, credit default swaps, interest rate swaps, total return swaps and credit linked notes.

Investment strategy up to 29 October 2021

Investment approach

The Fund is globally diversified and the Investment Manager seeks to provide exposure to a broad range of individual issuers across a variety of sectors.

Consideration of ESG Factors is fully integrated into credit analysis and investment decisions.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the ESG credentials of the remaining issuers. Based upon a combination of external ESG ratings and the Investment Manager's assessment, lower scoring issuers classified as ESG laggards are excluded. This process results in a portfolio tilted towards issuers with better ESG characteristics. Further information about the assessment and scoring process can be found in the ESG Criteria document.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis taking into consideration macroeconomic, sector, and

Investment objective and policy

company specific information, as well as analysis of corporate bonds and their issuers to identify and take advantage of mispriced bonds.

The Investment Manager has the flexibility to adjust the Fund's credit exposure, sector positioning and regional allocations depending on the assessment of current market valuations and the macroeconomic environment, including the likely path of economic growth, inflation and interest rates.

Individual credit selection is carried out in conjunction with the in-house team of credit analysts, which provides bottom-up analysis of the corporate bond markets to complement the Investment Manager's views.

Responsible investment approach

- The Fund is categorised as an Article 8 fund under SFDR.
- The Fund is categorised as Planet+ / ESG+.

Within this category, the Positive ESG Tilt approach is applied.

- The ESG Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria document, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objectives.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

Investment Strategy from 30 October 2021

Investment Approach

The Fund is globally diversified and seeks to provide exposure to a broad range of issuers across a variety of sectors.

The Investment Manager has the flexibility to adjust the Fund's credit exposure, sector positioning and regional allocations based on the assessment of current market valuations and the macroeconomic environment.

Individual credit selection based on bottom-up analysis of the corporate bond markets by in-house credit analysts complements the Investment Manager's views.

Sustainability considerations, encompassing ESG Factors, are fully integrated into credit analysis and investment decisions, and play an important role in determining the investment universe and portfolio construction.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the ESG credentials of the remaining issuers. Based upon a combination of external ESG ratings and the Investment Manager's assessment, lower scoring issuers classified as ESG laggards are excluded.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis taking into consideration macroeconomic, sector, and company specific information, as well as analysis of corporate bonds and their issuers to identify and take advantage of mispriced bonds. The Investment Manager favours issuers with better ESG characteristics where this is not detrimental to the pursuit of the investment objective. This process results in a portfolio positively tilted towards issuers with better ESG characteristics.

Investment objective and policy

Further information about the ESG assessment, scoring, and investment process can be found in the ESG Criteria and Sustainability Criteria.

Responsible Investment Approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Sustainability Criteria, the Fund promotes environmental characteristics and intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU Criteria for environmentally sustainable economic activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and governments or other investments that failed the Investment Manager's good governance tests.

During the 12-month review period, these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives.

During the 12-month review period, these exclusionary screens were passively breached on one occasion as a result of market movements or other activity not caused by the Investment Manager, following which they were sold.

The fund also stated that it would maintain a higher weighted average ESG rating and lower weighted average carbon intensity (WACI) than the global high yield market as represented by the ICE BofA Merrill Lynch Global High Yield Index USD Hedged. This index

Investment objective and policy

is only used as comparator when measuring the fund's weighted average ESG rating and weighted average carbon intensity.

During the 12 month review period, the fund's average ESG rating was above that of the ICE BofA Merrill Lynch Global High Yield Index USD Hedged.

The fund's WACI did not breach the ceiling.

The fund's calculation methodology does not include those securities that do not have an ESG rating or carbon intensity data respectively, or cash, near cash, some derivatives and some collective investment schemes.

ESG information up to 29 October 2021

Additional information is available to investors on the [Fund page*](#) of the M&G website:

- ESG Criteria: in the document titled 'M&G (Lux) Global High Yield ESG Bond Fund – ESG Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

* Please note that this Fund page now links to the M&G (Lux) Sustainable Global High Yield Bond Fund as of 29 October 2021.

ESG Information from 30 October 2021

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Sustainable Global High Yield Bond Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark up to 29 October 2021

ICE BofA Merrill Lynch Global High Yield Index USD Hedged

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria.

The benchmark is shown in the Share Class currency.

Benchmark from 30 October 2021

Bloomberg MSCI Global HY Corporate ESG BB+ Sustainable SRI Bond Index

The benchmark is a comparator against which the Fund's performance can be measured. The index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark is used solely to measure the Fund's performance and does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is an ESG benchmark which is consistent with the ESG characteristics promoted by the Fund. The Bloomberg Global HY Corporate ESG BB+ Sustainable SRI Bond Index is a high yield bond benchmark that follows the rules of the Bloomberg

Investment objective and policy

Global High Yield Bond Index and applies additional ESG Factors for security eligibility.

The Investment Manager refers to the benchmark when constructing the Fund's portfolio but is not bound by the benchmark rules when selecting investments. Further information on the benchmark can be found on the [Bloomberg website](#).

The benchmark is shown in the Share Class currency.

Investment review

For the year ended 31 March 2022

Performance review

The 12-month period under review saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the latter weeks of the period, with a surge in food and energy prices expected to put even further pressure on inflation.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions which persisted throughout much of 2021. While concerns about rising inflation did weigh on sentiment, the general view was that cost pressures would prove to be transient. Investors also appeared to be reassured by the successful rollout of the COVID-19 vaccination programme, which supported the gradual reopening of the global economy.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. The world's central banks started to take an increasingly assertive stance as they sought to curb inflation, with the US Federal Reserve indicating that a series of interest rate hikes were likely over the next couple of years.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, with returns for these assets held back by a combination of rising government bond yields and deteriorating investor sentiment.

High yield bonds (which have a low credit rating and are therefore considered riskier) generally held up better

than higher-rated bonds, thanks in part to their lower sensitivity to movements in interest rates.

The fund delivered a negative return over the review period, and it underperformed its benchmark. Relative performance was held back by the fund's bias towards European high yield issuers, which lagged the US high yield market over the period. This was partly offset by the fund's defensive credit and cautious positioning within emerging markets.

Investment activities

The fund has maintained a cautious stance towards cyclical sectors during the period, with a continued preference for more defensive areas of the market. When investing in more cyclical parts of the market, we seek a higher level of compensation and in general we haven't felt sufficiently compensated for this additional risk.

Throughout 2021, we saw high levels of activity in the primary market, as the market for newly-issued bonds is known, although this quietened considerably in the first quarter of 2022. We remained selective in this area, although we did participate in new deals from a number of companies, including Warner Music, AdaptHealth, Rexel and B&M.

In terms of sales, we closed our position in meat-processing company MHP, while reducing the fund's exposure to the Chinese property sector given uncertainty in this area.

Outlook

Despite ongoing geopolitical uncertainty, we remain cautiously optimistic for high yield bonds as we think investor demand for assets able to generate a positive real yield should provide ongoing support. We also expect default rates to remain low, as the benign funding conditions of the last couple of years have allowed many issuers to reduce funding costs and strengthen balance sheets. Given its relatively low sensitivity to movements in interest rates, we also think

Investment review

high yield is well placed to withstand an environment of higher interest rates going forward.

James Tomlins and Stefan Isaacs

Co-sub-fund managers

Investment review information as at 31 March 2022.

Employees of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|--|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities | | | | | 109,296 | 91.47 |
| Investment grade government bonds | | | | | | |
| US Treasury Note 0.5% | 2,645,500 | US\$ | 28.02.2026 | | 2,452 | 2.05 |
| Below investment grade corporate bonds | | | | | | |
| | | | | | 106,735 | 89.33 |
| ABN AMRO Bank FRN | 600,000 | € | 31.12.2099 | | 669 | 0.56 |
| AdaptHealth 5.125% | 1,000,000 | US\$ | 01.03.2030 | | 929 | 0.78 |
| ADLER Group 1.875% | 500,000 | € | 14.01.2026 | | 464 | 0.39 |
| Ashton Woods USA Via Ashton Woods Finance 4.625% | 1,300,000 | US\$ | 01.08.2029 | | 1,158 | 0.97 |
| Ashton Woods USA Via Ashton Woods Finance 4.625% | 200,000 | US\$ | 01.04.2030 | | 175 | 0.15 |
| Avantor Funding 3.875% | 400,000 | US\$ | 01.11.2029 | | 381 | 0.32 |
| Avantor Funding 3.875% | 900,000 | € | 15.07.2028 | | 1,005 | 0.84 |
| Axalta Coating Systems Dutch Holding 'B' 3.75% | 300,000 | € | 15.01.2025 | | 328 | 0.27 |
| B&M European Value Retail 3.625% | 350,000 | £ | 15.07.2025 | | 451 | 0.38 |
| B&M European Value Retail 4% | 300,000 | £ | 15.11.2028 | | 370 | 0.31 |
| Banca Monte dei Paschi di Siena FRN | 229,000 | € | 10.09.2030 | | 178 | 0.15 |
| Banco Bilbao Vizcaya Argentaria FRN | 800,000 | € | 31.12.2099 | | 919 | 0.77 |
| Banco de Sabadell FRN | 600,000 | € | 31.12.2099 | | 670 | 0.56 |
| Barclays FRN | 700,000 | US\$ | 31.12.2099 | | 743 | 0.62 |
| Bath & Body Works 6.625% | 600,000 | US\$ | 01.10.2030 | | 628 | 0.53 |
| Bath & Body Works 6.75% | 500,000 | US\$ | 01.07.2036 | | 517 | 0.43 |
| Bath & Body Works 7.6% | 200,000 | US\$ | 15.07.2037 | | 208 | 0.17 |
| Bausch Health 7% | 1,000,000 | US\$ | 15.01.2028 | | 906 | 0.76 |
| Bausch Health 5% | 100,000 | US\$ | 30.01.2028 | | 83 | 0.07 |
| Bausch Health 5% | 1,000,000 | US\$ | 15.02.2029 | | 788 | 0.66 |
| BC Via New Red Finance 3.875% | 700,000 | US\$ | 15.01.2028 | | 663 | 0.56 |
| BC Via New Red Finance 4% | 100,000 | US\$ | 15.10.2030 | | 90 | 0.08 |
| Belden 3.375% | 500,000 | € | 15.07.2027 | | 541 | 0.45 |
| Belden, REGS 3.375% | 500,000 | € | 15.07.2031 | | 519 | 0.43 |
| Berry Global 4.875% | 1,200,000 | US\$ | 15.07.2026 | | 1,215 | 1.02 |
| Berry Global 5.625% | 200,000 | US\$ | 15.07.2027 | | 202 | 0.17 |
| Burger King France FRN | 500,000 | € | 01.11.2026 | | 554 | 0.46 |
| Casino Guichard Perrachon 3.58% | 200,000 | € | 07.02.2025 | | 193 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities (continued) | | | | | | |
| Below investment grade corporate bonds (continued) | | | | | | |
| Casino Guichard Perrachon 6.625% | 1,000,000 | € | 15.01.2026 | | 1,015 | 0.85 |
| Casino Guichard Perrachon 5.25% | 200,000 | € | 15.04.2027 | | 190 | 0.16 |
| Cellnex Finance 2% | 300,000 | € | 15.02.2033 | | 284 | 0.24 |
| CELLNEX FINANCE 3.875% | 600,000 | US\$ | 07.07.2041 | | 487 | 0.41 |
| Cemex 5.45% | 700,000 | US\$ | 19.11.2029 | | 711 | 0.60 |
| Centene 3.375% | 1,000,000 | US\$ | 15.02.2030 | | 942 | 0.79 |
| Centene 2.5% | 800,000 | US\$ | 01.03.2031 | | 709 | 0.59 |
| CHS Via Community Health Systems 6.875% | 700,000 | US\$ | 15.04.2029 | | 686 | 0.57 |
| CHS Via Community Health Systems 4.75% | 500,000 | US\$ | 15.02.2031 | | 468 | 0.39 |
| Citycon FRN | 600,000 | € | 31.12.2099 | | 574 | 0.48 |
| Commerzbank FRN | 400,000 | € | 31.03.2099 | | 456 | 0.38 |
| CommScope Finance 8.25% | 800,000 | US\$ | 01.03.2027 | | 779 | 0.65 |
| CPI Property Group FRN | 900,000 | € | 31.12.2099 | | 911 | 0.76 |
| CPUK Finance 6.5% | 500,000 | £ | 28.08.2026 | | 663 | 0.56 |
| CPUK Finance 4.5% | 169,000 | £ | 28.08.2027 | | 214 | 0.18 |
| Crown Americas Via Crown Americas Capital 4.25% | 900,000 | US\$ | 30.09.2026 | | 904 | 0.76 |
| CSC Holdings 5.5% | 500,000 | US\$ | 15.04.2027 | | 499 | 0.42 |
| CSC Holdings 5.75% | 200,000 | US\$ | 15.01.2030 | | 179 | 0.15 |
| CSC Holdings 4.125% | 456,000 | US\$ | 01.12.2030 | | 403 | 0.34 |
| CSC Holdings 4.5% | 600,000 | US\$ | 15.11.2031 | | 531 | 0.44 |
| Cullinan Holdco 4.625% | 500,000 | € | 15.10.2026 | | 525 | 0.44 |
| Dana 4.25% | 100,000 | US\$ | 01.09.2030 | | 91 | 0.08 |
| Dana Financing Luxembourg 3% | 600,000 | € | 15.07.2029 | | 608 | 0.51 |
| DaVita 4.625% | 200,000 | US\$ | 01.06.2030 | | 188 | 0.16 |
| DaVita 3.75% | 1,000,000 | US\$ | 15.02.2031 | | 867 | 0.73 |
| Del Monte Foods 11.875% | 700,000 | US\$ | 15.05.2025 | | 770 | 0.64 |
| Dell 5.4% | 100,000 | US\$ | 10.09.2040 | | 101 | 0.08 |
| Dell International Via EMC 8.1% | 162,000 | US\$ | 15.07.2036 | | 214 | 0.18 |
| Derichebourg 2.25% | 250,000 | € | 15.07.2028 | | 273 | 0.23 |
| Deutsche Bank FRN | 100,000 | € | 24.06.2032 | | 111 | 0.09 |
| Dometic Group 2% | 600,000 | € | 29.09.2028 | | 600 | 0.50 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities (continued) | | | | | | |
| Below investment grade corporate bonds (continued) | | | | | | |
| Drax Finco 6.625% | 600,000 | US\$ | 01.11.2025 | | 608 | 0.51 |
| Drax Finco 2.625% | 113,000 | € | 01.11.2025 | | 126 | 0.11 |
| Eagle Intermediate Global Holding Via Ruyi US Finance 5.375% | 700,000 | € | 01.05.2023 | | 742 | 0.62 |
| Eurofins Scientific FRN | 100,000 | € | 31.12.2099 | | 110 | 0.09 |
| Fire BC FRN | 250,000 | € | 30.09.2024 | | 264 | 0.22 |
| Glatfelter 4.75% | 800,000 | US\$ | 15.11.2029 | | 685 | 0.57 |
| Greenko Solar Mauritius 5.55% | 750,000 | US\$ | 29.01.2025 | | 757 | 0.63 |
| Grifols 2.25% | 416,000 | € | 15.11.2027 | | 442 | 0.37 |
| Grifols Escrow Issuer 3.875% | 600,000 | € | 15.10.2028 | | 635 | 0.53 |
| Grupo KUO 5.75% | 1,250,000 | US\$ | 07.07.2027 | | 1,236 | 1.03 |
| Hanesbrands 4.625% | 409,000 | US\$ | 15.05.2024 | | 416 | 0.35 |
| Hanesbrands 4.875% | 600,000 | US\$ | 15.05.2026 | | 607 | 0.51 |
| HCA 4.75% | 208,000 | US\$ | 01.05.2023 | | 213 | 0.18 |
| HCA 5.875% | 200,000 | US\$ | 15.02.2026 | | 212 | 0.18 |
| HCA 5.375% | 400,000 | US\$ | 01.09.2026 | | 425 | 0.36 |
| HCA 5.625% | 900,000 | US\$ | 01.09.2028 | | 974 | 0.82 |
| Heathrow Finance 4.625% | 200,000 | £ | 01.09.2029 | | 240 | 0.20 |
| Heathrow Finance 5.25% | 400,000 | £ | 01.03.2024 | | 517 | 0.43 |
| Heathrow Finance 4.375% | 600,000 | £ | 01.03.2027 | | 724 | 0.61 |
| Hilton Domestic Operating 4% | 100,000 | US\$ | 01.05.2031 | | 95 | 0.08 |
| Hilton Worldwide Finance Via Hilton Worldwide Finance 4.875% | 400,000 | US\$ | 01.04.2027 | | 406 | 0.34 |
| Iceland Bondco 4.375% | 500,000 | £ | 15.05.2028 | | 553 | 0.46 |
| iHeartCommunications 8.375% | 350,000 | US\$ | 01.05.2027 | | 363 | 0.30 |
| Iliad Holding 5.125% | 800,000 | € | 15.10.2026 | | 901 | 0.75 |
| Infineon Technologies FRN | 600,000 | € | 31.12.2099 | | 668 | 0.56 |
| Infrastrutture Wireless Italiane 1.875% | 201,000 | € | 08.07.2026 | | 220 | 0.18 |
| Intertrust Group 3.375% | 600,000 | € | 15.11.2025 | | 666 | 0.56 |
| Intesa Sanpaolo FRN | 1,000,000 | € | 31.12.2099 | | 1,162 | 0.97 |
| Intrum 3.5% | 600,000 | € | 15.07.2026 | | 639 | 0.54 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities (continued) | | | | | | |
| Below investment grade corporate bonds (continued) | | | | | | |
| Intrum AB, REGS 3% | 400,000 | € | 15.09.2027 | | 410 | 0.34 |
| Jazz Securities 4.375% | 1,400,000 | US\$ | 15.01.2029 | | 1,356 | 1.14 |
| JC Penney 6.375% ^a | 95,000 | US\$ | 15.10.2036 | | 0 | 0.00 |
| Kaisa Group Holdings 11.25% | 200,000 | US\$ | 16.04.2025 | | 37 | 0.03 |
| KB Home 4.8% | 1,200,000 | US\$ | 15.11.2029 | | 1,162 | 0.97 |
| KB Home 4% | 400,000 | US\$ | 15.06.2031 | | 363 | 0.30 |
| KBC Group FRN | 1,000,000 | € | 31.12.2099 | | 1,094 | 0.92 |
| Kraft Heinz Foods 2.25% | 750,000 | € | 25.05.2028 | | 852 | 0.71 |
| LCPR Senior Secured Financing, 144A 6.75% | 500,000 | US\$ | 15.10.2027 | | 511 | 0.43 |
| Legal & General Group FRN | 400,000 | £ | 27.10.2045 | | 560 | 0.47 |
| Lenovo Group 5.875% | 900,000 | US\$ | 24.04.2025 | | 941 | 0.79 |
| Levi Strauss 3.5% | 1,400,000 | US\$ | 01.03.2031 | | 1,277 | 1.07 |
| Levi Strauss 3.375% | 600,000 | € | 15.03.2027 | | 669 | 0.56 |
| Liquid Telecom Finance 5.5% | 200,000 | US\$ | 04.09.2026 | | 193 | 0.16 |
| Lloyds Banking Group FRN | 292,000 | € | 31.12.2049 | | 335 | 0.28 |
| Macy's Retail Holdings 5.875% | 1,900,000 | US\$ | 01.04.2029 | | 1,902 | 1.59 |
| Macy's Retail Holdings 5.875% | 26,000 | US\$ | 15.03.2030 | | 26 | 0.02 |
| Marriott Ownership Resorts 6.125% | 173,000 | US\$ | 15.09.2025 | | 178 | 0.15 |
| Mav Acquisition 8% | 1,000,000 | US\$ | 01.08.2029 | | 954 | 0.80 |
| Merck FRN | 300,000 | € | 25.06.2079 | | 333 | 0.28 |
| Meritage Homes 3.875% | 500,000 | US\$ | 15.04.2029 | | 475 | 0.40 |
| Millicom International Cellular 4.5% | 1,000,000 | US\$ | 27.04.2031 | | 938 | 0.79 |
| Millicom International Cellular 4.5% | 274,000 | US\$ | 27.04.2031 | | 257 | 0.22 |
| Mozart Debt Merger Sub 5.25% | 234,000 | US\$ | 01.10.2029 | | 220 | 0.18 |
| Netflix 3.625% | 500,000 | US\$ | 15.06.2025 | | 503 | 0.42 |
| Netflix 5.375% | 200,000 | US\$ | 15.11.2029 | | 217 | 0.18 |
| Netflix 3.625% | 1,000,000 | € | 15.06.2030 | | 1,178 | 0.99 |
| Network i2i FRN | 1,100,000 | US\$ | 31.12.2099 | | 1,025 | 0.86 |
| Network i2i FRN | 700,000 | US\$ | 31.12.2099 | | 700 | 0.59 |
| Nielsen Finance Via Nielsen Finance 5.625% | 1,000,000 | US\$ | 01.10.2028 | | 1,002 | 0.84 |
| Nielsen Finance Via Nielsen Finance 4.75% | 200,000 | US\$ | 15.07.2031 | | 200 | 0.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities (continued) | | | | | | |
| Below investment grade corporate bonds (continued) | | | | | | |
| Nobian Finance 3.625% | 700,000 | € | 15.07.2026 | | 708 | 0.59 |
| Ocado Group 3.875% | 1,000,000 | £ | 08.10.2026 | | 1,175 | 0.98 |
| OI European Group 2.875% | 388,000 | € | 15.02.2025 | | 423 | 0.35 |
| Owens & Minor 6.625% | 276,000 | US\$ | 01.04.2030 | | 281 | 0.24 |
| Owens-Brockway Glass Container 6.375% | 105,000 | US\$ | 15.08.2025 | | 107 | 0.09 |
| Owens-Brockway Glass Container 6.625% | 300,000 | US\$ | 13.05.2027 | | 299 | 0.25 |
| Pilgrim's Pride 4.25% | 1,000,000 | US\$ | 15.04.2031 | | 925 | 0.77 |
| Pilgrim's Pride 3.5% | 1,000,000 | US\$ | 01.03.2032 | | 879 | 0.74 |
| PRA Health Sciences 2.875% | 600,000 | US\$ | 15.07.2026 | | 572 | 0.48 |
| Premier Foods Finance 3.5% | 600,000 | £ | 15.10.2026 | | 735 | 0.62 |
| Prestige Brands 3.75% | 600,000 | US\$ | 01.04.2031 | | 535 | 0.45 |
| PVH 3.625% | 400,000 | € | 15.07.2024 | | 462 | 0.39 |
| PVH 4.625% | 500,000 | US\$ | 10.07.2025 | | 512 | 0.43 |
| RCI Banque FRN | 300,000 | € | 18.02.2030 | | 314 | 0.26 |
| Renault 1.125% | 400,000 | € | 04.10.2027 | | 382 | 0.32 |
| Renewable Energy Group 5.875% | 600,000 | US\$ | 01.06.2028 | | 646 | 0.54 |
| Rexel 2.125% | 1,000,000 | € | 15.12.2028 | | 1,051 | 0.88 |
| Royal Caribbean Cruises 5.375% | 542,000 | US\$ | 15.07.2027 | | 516 | 0.43 |
| Royal Caribbean Cruises 5.5% | 600,000 | US\$ | 01.04.2028 | | 571 | 0.48 |
| Sally Holdings Via Sally Capital 5.625% | 812,000 | US\$ | 01.12.2025 | | 827 | 0.69 |
| Sappi Papier Holding 3.625% | 1,200,000 | € | 15.03.2028 | | 1,269 | 1.06 |
| Selecta Group 8% | 520,033 | € | 01.04.2026 | | 579 | 0.48 |
| Selecta Group 10% | 123,374 | € | 01.07.2026 | | 133 | 0.11 |
| Service Corp International 3.375% | 400,000 | US\$ | 15.08.2030 | | 361 | 0.30 |
| Sherwood Financing 6% | 400,000 | £ | 15.11.2026 | | 499 | 0.42 |
| Simpar Europe 5.2% | 1,050,000 | US\$ | 26.01.2031 | | 944 | 0.79 |
| Sirius XM Radio 5% | 1,073,000 | US\$ | 01.08.2027 | | 1,070 | 0.90 |
| Sirius XM Radio 4.125% | 900,000 | US\$ | 01.07.2030 | | 842 | 0.70 |
| Sirius XM Radio 3.875% | 250,000 | US\$ | 01.09.2031 | | 227 | 0.19 |
| Smurfit Kappa Treasury 1.5% | 243,000 | € | 15.09.2027 | | 265 | 0.22 |
| SoftBank Group 3.875% | 800,000 | € | 06.07.2032 | | 746 | 0.62 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities (continued) | | | | | | |
| Below investment grade corporate bonds (continued) | | | | | | |
| Sprint 7.875% | 1,750,000 | US\$ | 15.09.2023 | | 1,863 | 1.56 |
| Sprint Capital 8.75% | 250,000 | US\$ | 15.03.2032 | | 335 | 0.28 |
| Stora Enso 7.25% | 600,000 | US\$ | 15.04.2036 | | 737 | 0.62 |
| Taylor Morrison Communities 5.875% | 600,000 | US\$ | 15.06.2027 | | 625 | 0.52 |
| Taylor Morrison Communities 5.125% | 300,000 | US\$ | 01.08.2030 | | 299 | 0.25 |
| TEGNA 4.625% | 721,000 | US\$ | 15.03.2028 | | 717 | 0.60 |
| TEGNA 5% | 200,000 | US\$ | 15.09.2029 | | 201 | 0.17 |
| Telecom Italia 3.625% | 650,000 | € | 25.05.2026 | | 721 | 0.60 |
| Telecom Italia 1.625% | 100,000 | € | 18.01.2029 | | 94 | 0.08 |
| Telefonica Europe FRN | 100,000 | € | 31.12.2099 | | 96 | 0.08 |
| Telefonica Europe FRN | 700,000 | € | 31.12.2099 | | 806 | 0.67 |
| Tenet Healthcare 4.625% | 536,000 | US\$ | 15.07.2024 | | 541 | 0.45 |
| Tenet Healthcare 5.125% | 500,000 | US\$ | 01.11.2027 | | 507 | 0.42 |
| Tenet Healthcare 6.125% | 1,200,000 | US\$ | 01.10.2028 | | 1,222 | 1.02 |
| TI Automotive Finance 3.75% | 900,000 | € | 15.04.2029 | | 903 | 0.76 |
| T-Mobile 2.625% | 600,000 | US\$ | 15.02.2029 | | 548 | 0.46 |
| T-Mobile 2.875% | 600,000 | US\$ | 15.02.2031 | | 539 | 0.45 |
| Triton Water Holdings 6.25% | 1,000,000 | US\$ | 01.04.2029 | | 862 | 0.72 |
| Uber Technologies 7.5% | 600,000 | US\$ | 15.05.2025 | | 626 | 0.52 |
| Uber Technologies 4.5% | 100,000 | US\$ | 15.08.2029 | | 94 | 0.08 |
| UniCredit FRN | 900,000 | € | 31.12.2099 | | 1,082 | 0.91 |
| Verisure Midholding 5.25% | 500,000 | € | 15.02.2029 | | 514 | 0.43 |
| Vertiv Group Corp 4.125% | 600,000 | US\$ | 15.11.2028 | | 543 | 0.45 |
| Virgin Media Secured Finance 4.125% ^b | 200,000 | £ | 15.08.2030 | | 241 | 0.20 |
| Virgin Media Vendor Financing Notes III 4.875% | 600,000 | £ | 15.07.2028 | | 745 | 0.62 |
| Vodafone Group FRN | 200,000 | US\$ | 04.06.2081 | | 183 | 0.15 |
| Vodafone Group FRN | 300,000 | € | 27.08.2080 | | 324 | 0.27 |
| Vodafone Group FRN | 1,300,000 | US\$ | 04.04.2079 | | 1,435 | 1.20 |
| Voyage Care Bondco 5.875% | 514,000 | £ | 15.02.2027 | | 666 | 0.56 |
| Wanda Properties Overseas 6.875% | 200,000 | US\$ | 23.07.2023 | | 180 | 0.15 |
| WMG Acquisition 3.875% | 200,000 | US\$ | 15.07.2030 | | 191 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Debt securities (continued) | | | | | | |
| Below investment grade corporate bonds (continued) | | | | | | |
| WMG Acquisition Corp 2.25% | 1,000,000 | € | 15.08.2031 | | 984 | 0.82 |
| Wp/ap Telecom Holdings III BV 5.5% | 386,000 | € | 15.01.2030 | | 404 | 0.34 |
| Yum! Brands 4.625% | 350,000 | US\$ | 31.01.2032 | | 338 | 0.28 |
| Yum! Brands 5.375% | 599,000 | US\$ | 01.04.2032 | | 603 | 0.50 |
| Yuzhou Group Holdings 8.3% | 250,000 | US\$ | 27.05.2025 | | 33 | 0.03 |
| Yuzhou Group Holdings 7.85% | 590,000 | US\$ | 12.08.2026 | | 78 | 0.07 |
| Yuzhou Group Holdings 6.35% | 200,000 | US\$ | 13.01.2027 | | 26 | 0.02 |
| Debt derivatives | | | | | 109 | 0.09 |
| Interest rate futures | | | | | 109 | 0.09 |
| Deutscher Bobl 5 year Futures | (51) | € | 08.06.2022 | 57 | 237 | 0.20 |
| US Treasury Notes 10 year Futures | 15 | US\$ | 21.06.2022 | 15 | (45) | (0.04) |
| UK Treasury Notes Futures | (8) | £ | 28.06.2022 | 13 | 19 | 0.02 |
| US Treasury Notes 5 year Futures | 40 | US\$ | 30.06.2022 | 37 | (102) | (0.09) |
| Currency | | | | | (621) | (0.52) |
| Forward currency contracts | | | | | (621) | (0.52) |
| Bought for £ 280,214.07, Sold for US\$ 367,307.78 | | | 06.04.2022 | | 0 | 0.00 |
| Bought for € 1,043,440.00, Sold for US\$ 1,146,248.97 | | | 06.04.2022 | | 12 | 0.01 |
| Bought for US\$ 9,352,328.13, Sold for £ 7,084,828.70 | | | 06.04.2022 | | 53 | 0.04 |
| Bought for US\$ 36,104,640.45, Sold for € 33,156,891.31 | | | 06.04.2022 | | (686) | (0.57) |
| Portfolio of investments | | | | | 108,675 | 90.95 |
| Share class hedging | | | | | (144) | (0.12) |
| Bought for £ 2,658,237.51, Sold for US\$ 3,497,823.23 | | | 04.05.2022 | | (9) | (0.01) |
| Bought for € 30,751,982.65, Sold for US\$ 34,284,405.25 | | | 04.05.2022 | | (134) | (0.11) |
| Bought for CHF 115,804.09, Sold for US\$ 125,116.37 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for NOK 791,384.54, Sold for US\$ 91,473.63 | | | 04.05.2022 | | (1) | 0.00 |
| Bought for SEK 921,034.29, Sold for US\$ 99,223.82 | | | 04.05.2022 | | 0 | 0.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value US\$'000 | Market value US\$'000 | % of net assets |
|---|------------------------|----------|---------------|------------------------------|--------------------------|--------------------|
| Share class hedging (continued) | | | | | | |
| Bought for US\$ 46,666.82, Sold for £ 35,529.52 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for US\$ 1,149.45, Sold for CHF 1,063.78 | | | 04.05.2022 | | 0 | 0.00 |
| Total portfolio | | | | | 108,531 | 90.83 |
| Net other assets/(liabilities) | | | | | 10,962 | 9.17 |
| Net assets | | | | | 119,493 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 109,187 | 91.38 |
| Unrealised gains on futures contracts | | | | | 256 | 0.22 |
| Unrealised gains on forward currency contracts | | | | | 65 | 0.05 |
| Total Investment assets | | | | | 109,508 | 91.65 |
| Investment liabilities | | | | | | |
| Unrealised losses on futures contracts | | | | | (147) | (0.13) |
| Unrealised losses on forward currency contracts | | | | | (830) | (0.69) |
| Total Investment liabilities | | | | | (977) | (0.82) |
| Total portfolio | | | | | 108,531 | 90.83 |
| Net other assets/(liabilities) | | | | | 10,962 | 9.17 |
| Net assets | | | | | 119,493 | 100.00 |

^a Defaulted bond.

^b Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | |
|---|--|---------------------|-------------------------------------|
| | Forward currency contracts US\$'000 | Futures US\$'000 | Collateral held as cash US\$'000 |
| Bank of America Merrill Lynch | 0 | 122 | 0 |
| HSBC Bank Plc | 1,146 | 0 | 0 |
| JP Morgan Chase | 71,782 | 0 | 290 |
| Merrill Lynch Pierce Fenner + Smith Inc | 528 | 0 | 0 |
| National Australia Bank Ltd | 479 | 0 | 0 |
| State Street Bank and Trust Company | 76,118 | 0 | 260 |
| State Street Bank London | 20,279 | 0 | 0 |
| UBS AG London | 371 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

Please note past performance is not a guide to future performance and the value of investments, and the income from them, will fluctuate. This will cause the fund price to fall as well as rise and you may not get back the original amount you invested.

To give an indication of the performance of the sub-fund, the following table shows the compound rate of return, per annum, over the period. Calculated on a price to price basis with income reinvested.

Long-term performance by share class as at 31 March 2022

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|---------------------------|------------------------------|--------------------------------------|-------------------------------------|---------------------------|--|
| Euro | | | | | |
| Class 'A-H' Accumulation | -5.3 | 0.0 | n/a | -0.1 | 05.10.17 |
| Class 'A-H' Distribution | -5.4 | 0.0 | n/a | -0.1 | 05.10.17 |
| Class 'C-H' Accumulation | -4.8 | +0.6 | n/a | +0.5 | 05.10.17 |
| Class 'C-H' Distribution | -4.8 | +0.7 | n/a | +0.5 | 05.10.17 |
| Class 'CI-H' Accumulation | -4.7 | +0.7 | n/a | +0.5 | 05.10.17 |
| Class 'L-H' Accumulation | -4.6 | +0.9 | n/a | +0.7 | 05.10.17 |
| Norwegian krone | | | | | |
| Class 'A-H' Accumulation | -4.5 | n/a | n/a | -0.1 | 08.04.19 |
| Class 'CI-H' Accumulation | -3.8 | n/a | n/a | +0.6 | 08.04.19 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | -4.1 | +1.2 | n/a | +1.3 | 05.10.17 |
| Class 'C-H' Distribution | -4.1 | +1.0 | n/a | +1.1 | 05.10.17 |
| Class 'L-H' Accumulation | -3.9 | +1.5 | n/a | +1.5 | 05.10.17 |
| Class 'L-H' Distribution | -3.8 | +0.9 | n/a | +1.4 | 23.08.18 |
| Swedish krona | | | | | |
| Class 'A-H' Accumulation | -5.1 | n/a | n/a | -0.1 | 08.04.19 |
| Class 'CI-H' Accumulation | -4.5 | n/a | n/a | +0.5 | 08.04.19 |
| Class 'N-H' Accumulation | -4.8 | n/a | n/a | -5.1 | 18.02.21 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | -5.6 | -0.2 | n/a | -0.4 | 05.10.17 |
| Class 'A-H' Distribution | -5.5 | -0.2 | n/a | -0.4 | 05.10.17 |
| Class 'C-H' Accumulation | -5.0 | +0.4 | n/a | +0.2 | 05.10.17 |
| Class 'C-H' Distribution | -4.9 | +0.4 | n/a | +0.2 | 05.10.17 |

Financial highlights

| | One year 31.03.21 % | Three years 31.03.19 % p.a. | Five years 31.03.17 % p.a. | Since launch % p.a. | Launch date of the SICAV share class |
|--------------------------|---------------------------|-----------------------------------|----------------------------------|------------------------|--|
| US dollar | | | | | |
| Class 'A' Accumulation | -4.5 | +1.7 | n/a | +2.0 | 05.10.17 |
| Class 'A' Distribution | -4.5 | +1.7 | n/a | +2.0 | 05.10.17 |
| Class 'A M' Distribution | -4.5 | +1.8 | n/a | +2.0 | 05.10.17 |
| Class 'C' Accumulation | -3.9 | +2.4 | n/a | +2.6 | 05.10.17 |
| Class 'C' Distribution | -3.9 | +2.4 | n/a | +2.6 | 05.10.17 |
| Class 'CI' Accumulation | -3.9 | +2.4 | n/a | +2.6 | 05.10.17 |
| Class 'L' Accumulation | -3.7 | +2.6 | n/a | +2.9 | 05.10.17 |

Distribution details for holders of distribution shares

This sub-fund pays both quarterly and monthly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|----------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Second interim | 01.07.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Third interim | 01.10.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A-H' Distribution Euro ¢ | Class 'C-H' Distribution Euro ¢ | Class 'C-H' Distribution UK p | Class 'L-H' Distribution UK p | Class 'A-H' Distribution Swiss ¢ |
|------------------|---------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|--|
| First interim | 0.1055 | 0.1077 | 0.1087 | 0.1117 | 0.1045 |
| Second interim | 0.0923 | 0.0945 | 0.0962 | 0.0989 | 0.0924 |
| Third interim | 0.0940 | 0.0964 | 0.1001 | 0.1030 | 0.0930 |
| Final | 0.0848 | 0.0871 | 0.0898 | 0.0926 | 0.0842 |

Financial highlights

| to 31 March 2022 | Class 'C-H' Distribution Swiss ¢ | Class 'A' Distribution US ¢ | Class 'C' Distribution US ¢ |
|------------------|--|-----------------------------------|-----------------------------------|
| First interim | 0.1070 | 0.1124 | 0.1149 |
| Second interim | 0.0944 | 0.1018 | 0.1042 |
| Third interim | 0.0956 | 0.1019 | 0.1045 |
| Final | 0.0865 | 0.0930 | 0.0955 |

Monthly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|------------------|----------|----------|-------------|----------|----------|
| First interim | 01.04.21 | 30.04.21 | 21.05.21 | 25.05.21 | 28.05.21 |
| Second interim | 01.05.21 | 31.05.21 | 18.06.21 | 21.06.21 | 24.06.21 |
| Third interim | 01.06.21 | 30.06.21 | 16.07.21 | 19.07.21 | 22.07.21 |
| Fourth interim | 01.07.21 | 31.07.21 | 20.08.21 | 23.08.21 | 26.08.21 |
| Fifth interim | 01.08.21 | 31.08.21 | 17.09.21 | 20.09.21 | 23.09.21 |
| Sixth interim | 01.09.21 | 30.09.21 | 15.10.21 | 18.10.21 | 21.10.21 |
| Seventh interim | 01.10.21 | 31.10.21 | 19.11.21 | 22.11.21 | 25.11.21 |
| Eighth interim | 01.11.21 | 30.11.21 | 17.12.21 | 20.12.21 | 23.12.21 |
| Ninth interim | 01.12.21 | 31.12.21 | 21.01.22 | 24.01.22 | 27.01.22 |
| Tenth interim | 01.01.22 | 31.01.22 | 18.02.22 | 21.02.22 | 24.02.22 |
| Eleventh interim | 01.02.22 | 28.02.22 | 18.03.22 | 21.03.22 | 24.03.22 |
| Final | 01.03.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A M' Distribution US ¢ |
|------------------|-------------------------------------|
| First interim | 0.0382 |
| Second interim | 0.0358 |
| Third interim | 0.0380 |
| Fourth interim | 0.0299 |
| Fifth interim | 0.0398 |
| Sixth interim | 0.0317 |
| Seventh interim | 0.0356 |
| Eighth interim | 0.0322 |
| Ninth interim | 0.0336 |
| Tenth interim | 0.0329 |
| Eleventh interim | 0.0312 |
| Final | 0.0286 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the year ended to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|---------------------------|------------|------------|------------|
| Euro | € | € | € |
| Class 'A-H' Accumulation | 9.9514 | 10.5134 | 8.9402 |
| Class 'A-H' Distribution | 8.1977 | 9.0620 | 8.0990 |
| Class 'C-H' Accumulation | 10.2231 | 10.7352 | 9.0755 |
| Class 'C-H' Distribution | 8.4204 | 9.2492 | 8.2163 |
| Class 'CI-H' Accumulation | 10.2361 | 10.7446 | 9.0843 |
| Class 'L-H' Accumulation | 10.3380 | 10.8355 | 9.1369 |
| Norwegian krone | NOK | NOK | NOK |
| Class 'A-H' Accumulation | 99.8206 | 104.5593 | 88.5795 |
| Class 'CI-H' Accumulation | 101.9195 | 105.9343 | 89.1663 |
| Sterling | £ | £ | £ |
| Class 'C-H' Accumulation | 10.5739 | 11.0251 | 9.2674 |
| Class 'C-H' Distribution | 8.6534 | 9.4350 | 8.3368 |
| Class 'L-H' Accumulation | 10.6912 | 11.1212 | 9.3237 |
| Class 'L-H' Distribution | 8.9165 | 9.6952 | 8.5503 |
| Swedish krona | SEK | SEK | SEK |
| Class 'A-H' Accumulation | 99.6695 | 104.9992 | 89.1253 |
| Class 'CI-H' Accumulation | 101.6195 | 106.3619 | 89.6722 |
| Class 'N-H' Accumulation | 9.4396 | n/a | n/a |
| Swiss franc | CHF | CHF | CHF |
| Class 'A-H' Accumulation | 9.8196 | 10.4069 | 8.8626 |
| Class 'A-H' Distribution | 8.0859 | 8.9485 | 8.0198 |
| Class 'C-H' Accumulation | 10.1000 | 10.6314 | 9.0022 |
| Class 'C-H' Distribution | 8.3209 | 9.1563 | 8.1539 |

Financial highlights

| NAV per share | 31.03.22 | 31.03.21 | 31.03.20 |
|--|-----------------|-----------------|------------------------|
| US dollar | US\$ | US\$ | US\$ |
| Class 'A' Accumulation | 10.9203 | 11.4311 | 9.6061 |
| Class 'A' Distribution | 8.9995 | 9.8498 | 8.7053 |
| Class 'A M' Distribution | 8.9342 | 9.7728 | 8.6327 |
| Class 'C' Accumulation | 11.2144 | 11.6688 | 9.7475 |
| Class 'C' Distribution | 9.2474 | 10.0602 | 8.8378 |
| Class 'CI' Accumulation | 11.2369 | 11.6874 | 9.7574 |
| Class 'L' Accumulation | 11.3450 | 11.7776 | 9.8122 |
| NAV at fund level | 31.03.22 | 31.03.21 | 31.03.20 |
| | US\$'000 | US\$'000 | US\$'000 |
| Net assets | 119,493 | 83,662 | 56,577 |
| Swing pricing adjustment (see note 11) | n/a | n/a | 424 |
| Swung net assets | 119,493 | 83,662 | 57,001 |
| Total Expense Ratio 31.03.22 | | | TER^a |
| Euro | | | % |
| Class 'A-H' Accumulation | | | 1.41 |
| Class 'A-H' Distribution | | | 1.43 |
| Class 'C-H' Accumulation | | | 0.81 |
| Class 'C-H' Distribution | | | 0.81 |
| Class 'CI-H' Accumulation | | | 0.77 |
| Class 'L-H' Accumulation | | | 0.57 |
| Norwegian krone | | | % |
| Class 'A-H' Accumulation | | | 1.41 |
| Class 'CI-H' Accumulation | | | 0.77 |
| Sterling | | | % |
| Class 'C-H' Accumulation | | | 0.83 |
| Class 'C-H' Distribution | | | 0.82 |
| Class 'L-H' Accumulation | | | 0.57 |
| Class 'L-H' Distribution | | | 0.57 |
| Swedish krona | | | % |
| Class 'A-H' Accumulation | | | 1.41 |
| Class 'CI-H' Accumulation | | | 0.77 |
| Class 'N-H' Accumulation | | | 1.13 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.41 |
| Class 'A-H' Distribution | | 1.41 |
| Class 'C-H' Accumulation | | 0.80 |
| Class 'C-H' Distribution | | 0.81 |
| US dollar | | % |
| Class 'A' Accumulation | | 1.39 |
| Class 'A' Distribution | | 1.39 |
| Class 'A M' Distribution | | 1.39 |
| Class 'C' Accumulation | | 0.78 |
| Class 'C' Distribution | | 0.78 |
| Class 'CI' Accumulation | | 0.75 |
| Class 'L' Accumulation | | 0.55 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a total return (income plus capital growth) of at least cash^a plus 3.5% a year, before any charges^b are taken, over any five-year period, while applying ESG Criteria and Sustainability Criteria.

^a As based on 1-month Euribor, the rate at which banks borrow money from each other.

^b Investors should refer to the section 'Fees and Expenses'.

Investment policy

The Fund invests at least 70% of its Net Asset Value in corporate bonds, government bonds, cash and near cash, money market instruments, asset-backed securities, and preference shares.

The Fund may invest up to 40% of its Net Asset Value in asset-backed securities and mortgage-backed securities (including, but not limited to, consumer ABS, cash collateralised loan obligations, and whole-business securitisation).

The Fund may invest in convertible bonds including up to 20% of its Net Asset Value in contingent convertible debt securities.

Issuers of these securities may be located in any country, including emerging markets. Investments may be denominated in any currency however at least 75% of the Fund's Net Asset Value will be denominated in Euro or hedged back to Euro.

There are no credit quality restrictions applicable to these investments.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities.

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchanged traded futures, options, credit default swaps, and interest rate swaps.

Investment strategy

Investment approach

The Fund has the flexibility to invest in a broad range of debt securities across credit markets globally. The Fund aims to generate total return over the economic and credit cycles, using an investment approach which combines bottom-up credit selection and active management of interest rate exposure.

The credit selection strategy focuses on generating returns from market, sector and security selection. The Fund's interest rate exposure is adjusted in response to

Investment objective and policy

changes in the macroeconomic outlook and market conditions. Throughout the implementation of these strategies, the Investment Manager actively manages interest rate exposure across the maturity spectrum as a complement to credit returns.

Sustainability considerations, encompassing ESG Factors, are fully integrated into credit analysis and investment decisions. In particular, climate considerations play an important role in determining the investment universe and portfolio construction. The Fund will typically have a lower weighted average carbon intensity than the investment universe of global bonds as represented by 45% Bloomberg Global Investment Grade Bond Index, 45% Bloomberg Global High Yield Bond Index, and 10% Bloomberg Global Treasury Index.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Fund's investment policy are screened out.
2. The Investment Manager then assesses the ESG credentials of the remaining issuers. Based upon a combination of external ESG ratings and the Investment Manager's assessment, lower scoring issuers classified as ESG laggards are excluded.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis taking into consideration macroeconomic, sector, and company specific information including ESG Factors, as well as analysis of debt securities and their issuers to identify and take advantage of investment opportunities. The Investment Manager favours issuers with better ESG characteristics where this is not detrimental to the pursuit of the investment objective. This process typically results in a portfolio with better ESG characteristics.

Further information about the ESG assessment, scoring and investment process can be found in the ESG Criteria and Sustainability Criteria.

Responsible investment approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Sustainability Criteria, the Fund promotes environmental characteristics and intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to

Investment objective and policy

accurately assess such investments in accordance with the EU Criteria for environmentally sustainable activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

The Fund is actively managed. The Investment Manager has complete freedom in choosing which assets to buy, hold and sell in the Fund.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency as set out below:

- for CHF Hedged Share class the performance comparator is the 1-month CHF SARON + 3.5%
- for GBP Hedged Share class the performance comparator is the 1-month GBP SONIA + 3.5%
- for USD Hedged Share class the performance comparator is the 1-month USD SOFR + 3.5%

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Sustainable Macro Flexible Credit Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark

1-month Euribor + 3.5%

The benchmark is a target which the Fund seeks to achieve. The rate has been chosen as the Fund's benchmark as it is an achievable performance target based on the Fund's investment approach. The benchmark is used solely to measure the Fund's performance objective and does not constrain the Fund's portfolio construction.

Investment review

For the period from 24 February 2022 (launch date of the fund) to 31 March 2022

Performance against objectives

The fund timeframe, from launch (24 February 2022) to the end of the period is too short to assess performance

Performance review

The period was dominated by the Russian invasion of Ukraine, which compounded the effect of sharply higher inflation in the developed economies. Whilst the news coming out of the Ukraine was deeply concerning, and caused the largest humanitarian crisis since the second world war, the economic impact of the crisis has been significant given both Russia and Ukraine are embedded in the global economy. The direct effects included commodity and energy price rises during the period, and supply chain disruption and sanctions, all of which have fuelled existing supply side inflationary pressures, resulting in US CPI inflation at a 40 year high of 7.9%, and Eurozone inflation at 5.9%, the highest since the start of the single currency.

Against this backdrop, government bonds and risk assets such as equities and corporate bonds, all performed poorly, with only commodities and related assets delivering positive returns. The inflationary environment prompted official rate increases by the US Federal Reserve and Bank of England during the period, and the ECB signalled rates would rise this year, contrary to their prior 'no change' guidance. Significant uncertainty and volatility remains around the likely path and magnitude of the tightening cycle, with even Federal Reserve Board members, future expectations for 2022 and 2023 having very significant divergence, reflecting both the desire to curtail inflation and to support growth. Recession risks remained high, and are reflected by the inverted US Treasury yield curve.

A combination of the conflict, inflation and higher official rates drove government bond yields higher over the quarter, with US 10 year Treasury yields higher by 0.8%, and UK and Eurozone 10 year yields higher by

0.6%. Credit spreads, already weak, were further impacted by the Russian invasion and moved wider; however the wholesale capitulation of risk evident at the start of the Covid crisis was not in evidence. Credit spreads widened to near 2018 levels, before buyers emerged, prompting risk premia to retrace a significant proportion of the sell-off by the end of the period. Despite this, broad investment grade and high yield credit spreads still ended the quarter wider. Taken together, the impact of rising bond yields and credit spreads across the maturity spectrum saw most government and credit indices fall sharply.

Investment activities

The fund was launched on 24 February 2022, and has a derogation period of 6 months due to the small initial size of the fund. The current volatility provided an attractive entry point in both interest rate and credit markets for the fund, as fundamental risk and market pricing are currently dislocated. During the period interest rate positioning has been overweight in US and European (French and German) government bonds, and overweight exposure to inflation-linked US government debt. The fund has taken an active position in credit indices via index Credit Default Swaps (CDS) to gain market exposure to US and European credit markets. As fund assets grow to critical mass, the manager intends the credit component of the fund to move from its derogated form investing in CDS indices, to invest in physical corporate bonds to mirror as closely as is practical the established credit positioning held in the M&G Sustainable Total Return Credit Investment Fund (a sub-fund of the M&G ESIF Lux Fund range).

Outlook

Overall, for the last 15 years, the dual objectives of driving economic activity and inflation higher, and supporting market prices have been aligned. With high single digit inflation common across developed markets, central banks now find those two goals in conflict; current market valuations do not reflect the impact that removing central bank stimulus will have on markets. We continue to be relatively defensively positioned, and will seek to capture credit opportunities

Investment review

where market pricing and fundamental risks become increasingly out of alignment.

Jim Leaviss

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 8,580 | 54.71 |
| Debt securities | | | | | 8,080 | 51.52 |
| 'AAA' credit rated bonds | | | | | 496 | 3.16 |
| Bundesrepublik Deutschland Bundesanleihe 0% | 260,000 | € | 15.02.2032 | | 246 | 1.57 |
| US Treasury I/I 0.125% | 240,000 | US\$ | 15.01.2030 | | 250 | 1.59 |
| 'AA' credit rated bonds | | | | | | |
| US Treasury I/I 0.625% | 160,000 | US\$ | 15.01.2026 | | 183 | 1.17 |
| Bonds with no credit rating | | | | | 7,401 | 47.19 |
| Bundesschatzanweisungen 0% | 2,245,525 | € | 15.12.2023 | | 2,253 | 14.36 |
| French Republic Government Bond OAT 0% | 2,250,615 | € | 25.02.2024 | | 2,252 | 14.36 |
| French Republic Government Bond OAT 0% | 100,000 | € | 25.02.2027 | | 97 | 0.62 |
| US Treasury Note 1.5% | 314,000 | US\$ | 29.02.2024 | | 279 | 1.78 |
| US Treasury Note 2.625% | 2,505,200 | US\$ | 31.12.2023 | | 2,274 | 14.50 |
| Debt derivatives | | | | | 500 | 3.19 |
| Credit default swaps | | | | | 430 | 2.74 |
| Markit CDX North American High Yield Series 37 | 1,080,000 | US\$ | | | 62 | 0.39 |
| Markit CDX North American High Yield Series 37 5 Year | 1,100,000 | US\$ | | | 64 | 0.41 |
| Markit CDX North American High Yield Series 38 5 Year Jun 2027 | 310,000 | US\$ | | | 16 | 0.10 |
| Markit CDX North American Investment Grade Series 37 5 Year | 1,000,000 | US\$ | | | 16 | 0.10 |
| Markit CDX North American Investment Grade Series 37 5 Year Dec 2026 | 780,000 | US\$ | | | 12 | 0.08 |
| Markit CDX North American Investment Grade Series 38 5 Year Jun 2027 | 310,000 | US\$ | | | 4 | 0.03 |
| Markit iTraxx Europe Series 36 5 Year | 1,725,000 | € | | | 27 | 0.17 |
| Markit iTraxx Europe Series 36 5 Year Dec 2026 | 430,000 | € | | | 7 | 0.04 |
| Markit iTraxx Europe Series 37 5 Year Jun 2027 | 200,000 | € | | | 3 | 0.02 |
| Markit iTraxx Europe Xover Series 36 5 Year | 2,285,000 | € | | | 183 | 1.17 |
| Markit iTraxx Europe Xover Series 36 5 Year Dec 2026 | 450,000 | € | | | 36 | 0.23 |
| Interest rate futures | | | | | 70 | 0.45 |
| Deutscher Schatz 2 year Futures | (38) | € | 08.06.2022 | 38 | 43 | 0.28 |
| US Treasury Notes 2 year Futures | (10) | US\$ | 30.06.2022 | 9 | 27 | 0.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency | | | | | 43 | 0.28 |
| Forward currency contracts | | | | | 43 | 0.28 |
| Bought for € 738,354.60, Sold for US\$ 816,319.93 | | | 06.04.2022 | | 3 | 0.02 |
| Bought for US\$ 18,704.21, Sold for € 16,889.16 | | | 06.04.2022 | | 0 | 0.00 |
| Bought for € 2,526,727.02, Sold for US\$ 2,758,688.56 | | | 07.04.2022 | | 40 | 0.26 |
| Bought for US\$ 30,000.00, Sold for € 27,520.03 | | | 07.04.2022 | | 0 | 0.00 |
| Portfolio of investments | | | | | 8,623 | 54.99 |
| Cash equivalents | | | | | 5,724 | 36.50 |
| 'AAA' rated money market funds | | | | | | |
| BlackRock ICS Euro Liquidity Fund | 27,965 | € | | | 2,747 | 17.52 |
| JPMorgan Liquidity Funds - EUR Liquidity LVNAV Fund Institutional | 99 | € | | | 971 | 6.19 |
| Morgan Stanley Liquidity Funds - Euro Liquidity Fund Class 'D' (Accumulation) | 204 | € | | | 2,006 | 12.79 |
| Total portfolio | | | | | 14,347 | 91.49 |
| Net other assets/(liabilities) | | | | | 1,335 | 8.51 |
| Net assets | | | | | 15,682 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 8,080 | 51.52 |
| Unrealised gains on futures contracts | | | | | 70 | 0.45 |
| Unrealised gains on forward currency contracts | | | | | 43 | 0.28 |
| Unrealised gains on swap contracts | | | | | 430 | 2.74 |
| Total Investment assets | | | | | 8,623 | 54.99 |
| Total portfolio | | | | | 8,623 | 54.99 |
| Cash equivalents | | | | | 5,724 | 36.50 |
| Net other assets/(liabilities) | | | | | 1,335 | 8.51 |
| Net assets | | | | | 15,682 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | |
|---|----------------------|---|------------------|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 47 |
| Barclays Bank London | 5,042 | 0 | 0 |
| Goldman Sachs International | 325 | 15 | 0 |
| HSBC Bank Plc | 0 | 927 | 0 |
| JP Morgan Chase | 3,851 | 8 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 4,938 | 0 |
| State Street Bank London | 0 | 686 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

As the sub-fund has not yet operated for a 12-month period long-term performance figures have not been calculated. Please see the sub-fund's Key Investor Information Document (available from our website at www.mandg.lu) for recently available performance information.

Distribution details for holders of distribution shares

This sub-fund pays quarterly distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Quarterly distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.01.22 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'P' Distribution Euro ¢ | Class 'U' Distribution Euro ¢ | Class 'UI' Distribution Euro ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|
| Final | 0.0130 | 0.0130 | 0.0130 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 24 February 2022 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | | 31.03.22 |
|--|--|------------------|
| Euro | | € |
| Class 'P' Accumulation | | 10.0789 |
| Class 'P' Distribution | | 10.0789 |
| Class 'U' Accumulation | | 10.0847 |
| Class 'U' Distribution | | 10.0846 |
| Class 'UI' Accumulation | | 10.0849 |
| Class 'UI' Distribution | | 10.0850 |
| NAV at fund level | | 31.03.22 |
| | | €'000 |
| Net assets | | 15,682 |
| Swing pricing adjustment (see note 11) | | n/a |
| Swung net assets | | 15,682 |
| Total Expense Ratio 31.03.22 | | TER ^a |
| Euro | | % |
| Class 'P' Accumulation | | 1.13 |
| Class 'P' Distribution | | 1.13 |
| Class 'U' Accumulation | | 0.54 |
| Class 'U' Distribution | | 0.54 |
| Class 'UI' Accumulation | | 0.51 |
| Class 'UI' Distribution | | 0.50 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to limit the average volatility to 20% per annum over any five-year period while providing a total return (capital growth plus income) and applying ESG Criteria and Sustainability Criteria.

Investment policy

The Fund has the flexibility to invest in a wide range of asset classes, such as equities, equity-related securities, debt securities, cash and near cash. These investments may be from anywhere in the world, including emerging markets, and denominated in any currency.

Typically, the Fund holds 55-100% of its Net Asset Value in equities and equity-related securities, but there is no obligation on the Investment Manager to hold a particular level of equity exposure.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and/or Impact Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria.

Further information on the Fund's exclusions can be found in the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below.

Typically, the Fund holds 20%-50% of its Net Asset Value in positive impact assets. Positive impact assets are assets that have a positive societal impact through addressing the world's major social and environmental challenges. It always holds at least 20% of its Net Asset Value in positive impact assets and there is no cap on the level of positive impact exposure.

The Fund may also invest indirectly via other collective investment schemes (including funds managed by M&G) and derivatives, which are not subject to the same ESG Criteria and Sustainability Criteria as securities held directly. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective. If a derivative does not satisfy the ESG Criteria and Sustainability Criteria, the Fund may only invest via the instrument to take advantage of short-term market movements and to hedge currency exposures.

The Fund normally seeks to hold at least 70% of its Net Asset Value in Euro denominated assets or in other currencies hedged back to Euro.

The Fund may invest up to 40% of its Net Asset Value in sub-investment grade and unrated debt securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest up to 10% of its Net Asset Value in asset-backed securities and up to 5% of its Net Asset Value in contingent convertible debt securities.

The Fund may invest in China A-Shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot

Investment objective and policy

and forward contracts, exchange traded futures, swaps, credit default swaps, options and total return swaps.

Investment strategy

Investment approach

The Fund's approach to sustainable investment is through flexible asset allocation, whilst investing in securities issued by companies or governments that uphold high standards of environmental, social and governance behaviour.

In addition, the Fund maintains a core holding of assets that have a positive societal impact through addressing the world's major social and environmental challenges.

As part of the investment process, the Investment Manager considers the long-term sustainability of assets, including carbon intensity and climate adaptability. The Investment Manager's assessment of ESG Criteria and Sustainability Criteria relies upon the use of third-party ESG information and/or proprietary analysis.

Volatility is managed by using research to estimate the variation in value and risk of different types of assets. The Fund seeks to manage volatility and risk through flexible asset allocation, by investing globally in multiple asset classes, and across different sectors, currencies and countries, in response to changes in economic conditions and asset values.

This approach combines research to work out the anticipated value of assets over the medium to long term, with analysis of market reactions to events to identify investment opportunities. The Fund's volatility management objective may limit potential gains as well as losses.

In order to identify securities for purchase, the Investment Manager initially reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.

2. From this narrowed investment universe, the Investment Manager identifies securities that are considered suitable for further analysis.

a. Under the ESG Criteria and Sustainability Criteria of the portfolio, the Investment Manager assesses and scores the ESG credentials of the remaining securities on the basis of external ESG ratings and the Investment Manager's assessment. Lower scoring securities which are considered as ESG laggards are excluded and the Investment Manager favours issuers with better ESG characteristics where this is not detrimental to the pursuit of the investment objective. This process typically results in a portfolio with better ESG characteristics.

b. Under the ESG Criteria and Sustainability Criteria of the portfolio, the Investment Manager identifies the securities that are considered suitable for further analysis. For the portion of the portfolio allocated to positive impact assets, the Investment Manager uses M&G's impact assessment methodology to analyse and score these securities to assess their suitability for the Fund. The remaining securities form a watchlist of positive impact investments that can be purchased.

3. From the narrowed investment universe, the Investment Manager allocates capital between different types of assets in accordance with the process explained above. Within each asset class the Investment Manager then performs fundamental analysis to consider the valuation of these investments and the appropriate time to purchase in consideration of the Fund's financial objective.

As a result of the steps above, the Fund typically has a lower weighted average carbon intensity than the global equity market as represented by the MSCI ACWI Net Return Index. This index is only used as a comparator when measuring the Fund's weighted average ESG rating and weighted average carbon intensity. The Fund's calculation methodology does not include those securities that do not have an ESG rating or carbon intensity data respectively, nor cash, near cash, some derivatives and some collective investment schemes. Further information on the Fund's weighted

Investment objective and policy

average ESG rating and weighted average carbon intensity can be found in the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below.

Responsible investment approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria is anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments. The Investment Manager will assess the suitability of such instruments relative to the Fund's investment objective.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Sustainability Criteria, the Fund promotes environmental characteristics and intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and

measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU Criteria for environmentally sustainable economic activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and governments or other investments that failed the Investment Manager's good governance tests.

From 7 December (when the fund launched) to the end of the review period (31 March 2022), these exclusionary screens were not breached.

In addition, fund applied certain exclusions, principally to prevent it from investing in economic activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

Investment objective and policy

From 7 December 2021 (when the fund launched) to the end of the review period (31 March 2022), these exclusionary screens were not breached.

The fund stated that as a result of its investment process it expected that typically its weighted average carbon intensity would be below the global equity market as represented by the MSCI ACWI Net Return Index. This index is only used as a comparator when measuring the fund's weighted average ESG rating and weighted average carbon intensity.

From 7 December 2021 (when the fund launched) to the end of the review period, this was consistently achieved.

The fund also committed to invest a minimum 20% of the portfolio in impact investments. As at 31 March 2022, 43.8% of the portfolio was held in impact investments.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Sustainable Multi Asset Growth Fund - ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark

Morningstar Euro Aggressive Allocation - Global

The benchmark is a comparator against which the Fund's financial performance can be measured. It has been chosen as the Fund's benchmark as it reflects the financial aspects of the Fund's investment policy. The

comparator benchmark does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment Manager has complete freedom in choosing which investments to buy, hold and sell in the Fund within the constraints set by the Fund's objective and investment policy.

The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.

The benchmark is shown in the share class currency.

Investment review

For the period from 7 December 2021 (launch date of the fund) to 31 March 2022

Launched in December 2021, the M&G (Lux) Sustainable Multi Asset Growth Fund has the flexibility to invest directly in a wide range of assets, including company shares, bonds, cash and near cash from anywhere in the world, including emerging markets. The fund employs a sustainable investment approach that looks to generate returns over the long term while seeking to limit the average volatility to 20% per annum over any five-year period.

Typically 55-100% of the fund is invested in company shares and 20-50% of the fund is typically invested in assets that have a positive societal impact through addressing the world's major social and environmental challenges. At least 70% of the fund is denominated in euro or hedged back to euro. The fund invests in securities that meet environmental, social and governance (ESG) criteria and sustainability criteria.

Asset allocation approach

M&G's multi-asset allocation process aims to identify asset classes and sectors that we believe represent attractive value, including those that may be temporarily affected by investor behaviour. We then aim to populate those allocation preferences with assets that have been selected from a closely scrutinised investment universe.

Adopting this approach can offer us the flexibility to select specific types of investment and pursue their objectives, both financial and impactful. We seek to select assets that reflect high standards of environmental, social and governance (ESG) behaviour.

We combine that with a portion of the funds dedicated to companies and institutions that intentionally aim to make a positive impact. That impact is expected to come in the form of contributing to overcoming some of the world's most pressing environmental and social challenges and addressing one or more of the UN Sustainable Development Goals (SDGs).

Please note that while we support the UN SDGs, we are not associated with the UN and our funds are not endorsed by them.

Maria Municchi

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities | | | | | 151,137 | 83.11 |
| United Kingdom | | | | | 18,234 | 10.03 |
| Barratt Developments | 199,065 | £ | | | 1,231 | 0.68 |
| Ceres Power Holdings | 145,691 | £ | | | 1,271 | 0.70 |
| DS Smith | 402,628 | £ | | | 1,545 | 0.85 |
| Greencoat UK Wind | 1,560,820 | £ | | | 2,812 | 1.55 |
| Helios Towers | 914,023 | £ | | | 1,262 | 0.69 |
| Home REIT | 1,728,707 | £ | | | 2,536 | 1.39 |
| Legal & General Group | 498,173 | £ | | | 1,614 | 0.89 |
| Marks & Spencer Group | 586,853 | £ | | | 1,101 | 0.61 |
| Octopus Renewables Infrastructure Trust | 2,435,087 | £ | | | 3,235 | 1.78 |
| WPP | 133,074 | £ | | | 1,627 | 0.89 |
| Belgium | | | | | 1,320 | 0.73 |
| KBC Group | 20,033 | € | | | 1,320 | 0.73 |
| Denmark | | | | | 5,157 | 2.84 |
| Novo Nordisk 'B' | 18,586 | DKK | | | 1,910 | 1.05 |
| Ørsted | 15,997 | DKK | | | 1,793 | 0.99 |
| ROCKWOOL International 'B' | 4,708 | DKK | | | 1,454 | 0.80 |
| France | | | | | 8,830 | 4.86 |
| BNP Paribas | 24,404 | € | | | 1,280 | 0.71 |
| Capgemini | 8,280 | € | | | 1,671 | 0.92 |
| Credit Agricole | 112,678 | € | | | 1,237 | 0.68 |
| Kering | 2,332 | € | | | 1,352 | 0.74 |
| Schneider Electric | 10,855 | € | | | 1,652 | 0.91 |
| Mutual funds | | | | | 1,638 | 0.90 |
| Danone | 32,440 | € | | | 1,638 | 0.90 |
| Germany | | | | | 6,107 | 3.36 |
| Allianz | 7,038 | € | | | 1,531 | 0.84 |
| Bayerische Motoren Werke | 18,877 | € | | | 1,506 | 0.83 |
| Fresenius Medical Care | 26,500 | € | | | 1,607 | 0.88 |
| SAP | 14,333 | € | | | 1,463 | 0.81 |
| Guernsey | | | | | 2,443 | 1.34 |
| Renewables Infrastructure Group | 1,530,626 | £ | | | 2,443 | 1.34 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Ireland | | | | | 2,515 | 1.38 |
| Greencoat Renewables | 2,220,984 | € | | | 2,515 | 1.38 |
| Italy | | | | | 6,567 | 3.61 |
| Assicurazioni Generali | 91,700 | € | | | 1,900 | 1.04 |
| Enel | 251,767 | € | | | 1,557 | 0.86 |
| Intesa Sanpaolo | 555,038 | € | | | 1,179 | 0.65 |
| Terna Rete Elettrica Nazionale | 252,471 | € | | | 1,931 | 1.06 |
| Netherlands (The) | | | | | 1,147 | 0.63 |
| ING Groep | 118,141 | € | | | 1,147 | 0.63 |
| Spain | | | | | 7,813 | 4.30 |
| Amadeus IT Group | 28,927 | € | | | 1,693 | 0.93 |
| Banco Bilbao Vizcaya Argentaria | 265,427 | € | | | 1,407 | 0.77 |
| Grifols | 118,670 | € | | | 1,929 | 1.06 |
| Industria de Diseno Textil | 57,815 | € | | | 1,173 | 0.65 |
| Telefonica | 369,762 | € | | | 1,611 | 0.89 |
| United States | | | | | 48,795 | 26.83 |
| Agilent Technologies | 13,277 | US\$ | | | 1,622 | 0.89 |
| Alphabet 'A' | 655 | US\$ | | | 1,678 | 0.92 |
| American Express | 9,416 | US\$ | | | 1,610 | 0.89 |
| AMERISAFE | 38,508 | US\$ | | | 1,752 | 0.96 |
| Apple | 11,267 | US\$ | | | 1,809 | 0.99 |
| Ball | 21,852 | US\$ | | | 1,802 | 0.99 |
| Bank of New York Mellon | 28,976 | US\$ | | | 1,356 | 0.75 |
| BlackRock | 2,094 | US\$ | | | 1,468 | 0.81 |
| Bright Horizons Family Solutions | 13,151 | US\$ | | | 1,593 | 0.88 |
| CBRE Group 'A' | 18,851 | US\$ | | | 1,577 | 0.87 |
| Comerica | 18,315 | US\$ | | | 1,534 | 0.84 |
| Hannon Armstrong Sustainable Infrastructure Capital | 35,099 | US\$ | | | 1,519 | 0.83 |
| Home Depot | 4,634 | US\$ | | | 1,290 | 0.71 |
| Illumina | 5,528 | US\$ | | | 1,754 | 0.96 |
| Johnson Controls International | 25,800 | US\$ | | | 1,560 | 0.86 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|----------------------------------|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| United States (continued) | | | | | | |
| Kellogg | 30,574 | US\$ | | | 1,767 | 0.97 |
| KeyCorp | 68,882 | US\$ | | | 1,438 | 0.79 |
| Lam Research | 3,225 | US\$ | | | 1,594 | 0.88 |
| Microsoft | 5,758 | US\$ | | | 1,636 | 0.90 |
| NVIDIA | 7,541 | US\$ | | | 1,893 | 1.04 |
| ON Semiconductor | 29,467 | US\$ | | | 1,726 | 0.95 |
| PNC Financial Services Group | 8,710 | US\$ | | | 1,500 | 0.82 |
| Procter & Gamble | 12,709 | US\$ | | | 1,769 | 0.97 |
| Quest Diagnostics | 12,752 | US\$ | | | 1,598 | 0.88 |
| Republic Services | 15,059 | US\$ | | | 1,830 | 1.01 |
| Texas Instruments | 10,986 | US\$ | | | 1,857 | 1.02 |
| Thermo Fisher Scientific | 3,248 | US\$ | | | 1,744 | 0.96 |
| UnitedHealth Group | 3,549 | US\$ | | | 1,667 | 0.92 |
| Visa 'A' | 8,038 | US\$ | | | 1,619 | 0.89 |
| Xylem | 15,532 | US\$ | | | 1,233 | 0.68 |
| Canada | | | | | 1,689 | 0.93 |
| Boralex 'A' | 58,505 | CA\$ | | | 1,689 | 0.93 |
| Brazil | | | | | 4,458 | 2.45 |
| AES Brasil Energia | 836,856 | BRL | | | 1,938 | 1.06 |
| Cogna Educação | 4,624,215 | BRL | | | 2,520 | 1.39 |
| Japan | | | | | 11,565 | 6.36 |
| Dai-ichi Life Holdings | 54,600 | ¥ | | | 1,013 | 0.56 |
| Daiwa House Industry | 38,300 | ¥ | | | 910 | 0.50 |
| Honda Motor | 40,200 | ¥ | | | 1,035 | 0.57 |
| Horiba | 33,100 | ¥ | | | 1,645 | 0.90 |
| Japan Metropolitan Fund Invest | 1,303 | ¥ | | | 996 | 0.55 |
| Katitas | 52,400 | ¥ | | | 1,314 | 0.72 |
| Murata Manufacturing | 15,200 | ¥ | | | 912 | 0.50 |
| Obayashi | 148,100 | ¥ | | | 987 | 0.54 |
| Panasonic Holdings | 103,200 | ¥ | | | 909 | 0.50 |
| Sekisui Chemical | 66,600 | ¥ | | | 868 | 0.48 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Equities (continued) | | | | | | |
| Japan (continued) | | | | | | |
| West Japan Railway | 25,900 | ¥ | | | 976 | 0.54 |
| Australia | | | | | 3,516 | 1.93 |
| Brambles | 275,367 | AU\$ | | | 1,843 | 1.01 |
| Cochlear | 11,017 | AU\$ | | | 1,673 | 0.92 |
| China | | | | | 1,764 | 0.97 |
| Lenovo Group | 1,804,000 | HK\$ | | | 1,764 | 0.97 |
| Hong Kong | | | | | 3,559 | 1.96 |
| AIA Group | 184,800 | HK\$ | | | 1,750 | 0.96 |
| Swire Properties | 807,600 | HK\$ | | | 1,809 | 1.00 |
| India | | | | | 1,673 | 0.92 |
| HDFC Bank ADR | 30,343 | US\$ | | | 1,673 | 0.92 |
| South Korea | | | | | 3,074 | 1.69 |
| Hankook Tire & Technology | 59,683 | KRW | | | 1,495 | 0.82 |
| LG | 27,809 | KRW | | | 1,579 | 0.87 |
| Taiwan | | | | | 6,298 | 3.46 |
| ASE Technology Holding | 486,000 | TW\$ | | | 1,578 | 0.87 |
| Cathay Financial Holding | 764,000 | TW\$ | | | 1,549 | 0.85 |
| E.Sun Financial Holding | 1,659,000 | TW\$ | | | 1,726 | 0.95 |
| Taiwan Semiconductor Manufacturing | 77,000 | TW\$ | | | 1,445 | 0.79 |
| Georgia | | | | | 1,381 | 0.76 |
| Bank of Georgia Group | 96,429 | £ | | | 1,381 | 0.76 |
| Israel | | | | | 1,500 | 0.82 |
| SolarEdge Technologies | 5,292 | US\$ | | | 1,500 | 0.82 |
| South Africa | | | | | 1,732 | 0.95 |
| Sanlam | 389,311 | ZAR | | | 1,732 | 0.95 |
| Fixed income | | | | | 25,416 | 13.98 |
| Supranational | | | | | 600 | 0.33 |
| Investment grade corporate bonds | | | | | | |
| International Bank for Reconstruction & Development 4.25% | 15,170,000 | MXN | 22.01.2026 | | 600 | 0.33 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| United Kingdom | | | | | 386 | 0.21 |
| Below investment grade corporate bonds | | | | | | |
| Vodafone Group 0.9% | 388,000 | € | 24.11.2026 | | 386 | 0.21 |
| France | | | | | 769 | 0.42 |
| Below investment grade corporate bonds | | | | | | |
| Électricité de France 3.625% | 421,000 | US\$ | 13.10.2025 | | 383 | 0.21 |
| Unibail-Rodamco-Westfield 2.5% | 375,000 | € | 26.02.2024 | | 386 | 0.21 |
| Germany | | | | | 752 | 0.41 |
| Investment grade corporate bonds | | | | | | |
| Kreditanstalt fuer Wiederaufbau 0.875% | 341,000 | £ | 15.09.2026 | | 388 | 0.21 |
| Mercedes-Benz Group 0.75% | 388,000 | € | 10.09.2030 | | 364 | 0.20 |
| Portugal | | | | | 1,193 | 0.66 |
| Government bonds | | | | | | |
| Portugal (Republic of) 1% | 1,025,000 | € | 12.04.2052 | | 790 | 0.44 |
| Below investment grade corporate bonds | | | | | | |
| EDP - Energias de Portugal 1.625% | 400,000 | € | 15.04.2027 | | 403 | 0.22 |
| United States | | | | | 17,156 | 9.44 |
| Government bonds | | | | | | |
| US Treasury Note 3% | 14,186,100 | US\$ | 15.02.2048 | | 13,925 | 7.66 |
| Investment grade corporate bonds | | | | | | |
| Apple 2.85% | 440,000 | US\$ | 23.02.2023 | | 401 | 0.22 |
| Inter-American Development Bank 5.5% | 9,310,000,000 | IDR | 07.02.2023 | | 590 | 0.32 |
| International Bank for Reconstruction & Development 0% ^a | 4,830,000 | BRL | 30.01.2024 | | 741 | 0.41 |
| Prologis 1.25% | 487,000 | US\$ | 15.10.2030 | | 374 | 0.21 |
| Toyota Motor Credit 2.15% | 447,000 | US\$ | 13.02.2030 | | 374 | 0.21 |
| Below investment grade corporate bonds | | | | | | |
| Boston Properties 4.5% | 399,000 | US\$ | 01.12.2028 | | 380 | 0.21 |
| Xylem 2.25% | 451,000 | US\$ | 30.01.2031 | | 371 | 0.20 |
| Chile | | | | | 2,352 | 1.29 |
| Government bonds | | | | | | |
| Chile (Republic of) 1.25% | 408,000 | € | 29.01.2040 | | 342 | 0.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Chile (continued) | | | | | | |
| Government bonds (continued) | | | | | | |
| Chile (Republic of) 5% | 1,945,000,000 | CLP | 01.10.2028 | | 2,010 | 1.10 |
| Colombia | | | | | 1,825 | 1.01 |
| Government bonds | | | | | | |
| Colombia (Republic of) 7% | 8,997,600,000 | COP | 26.03.2031 | | 1,825 | 1.01 |
| Cayman Islands | | | | | 383 | 0.21 |
| Below investment grade corporate bonds | | | | | | |
| Fibria Overseas Finance 5.5% | 400,000 | US\$ | 17.01.2027 | | 383 | 0.21 |
| Currency | | | | | | |
| Forward currency contracts | | | | | | |
| Bought for € 2,696,535.81, Sold for ¥ 350,782,070.00 | | | 28.04.2022 | | 99 | 0.05 |
| Bought for £ 4,121,688.63, Sold for € 4,927,349.40 | | | 29.04.2022 | | (56) | (0.03) |
| Bought for € 27,803,400.37, Sold for £ 23,191,160.73 | | | 29.04.2022 | | 395 | 0.22 |
| Bought for € 3,694,036.32, Sold for AUD 5,823,365.66 | | | 29.04.2022 | | (235) | (0.13) |
| Bought for € 1,821,162.17, Sold for CAD 2,584,296.86 | | | 29.04.2022 | | (37) | (0.02) |
| Bought for € 4,740,837.77, Sold for DKK 35,280,288.73 | | | 29.04.2022 | | (2) | 0.00 |
| Bought for € 82,673,969.15, Sold for US\$ 93,761,071.71 | | | 29.04.2022 | | (1,768) | (0.97) |
| Bought for US\$ 17,735,179.83, Sold for € 15,838,428.57 | | | 29.04.2022 | | 134 | 0.07 |
| Bought for US\$ 3,542,123.12, Sold for KRW 4,248,174,527.00 | | | 29.04.2022 | | 38 | 0.02 |
| Bought for US\$ 6,495,335.12, Sold for TWD 182,518,917.00 | | | 17.06.2022 | | 94 | 0.05 |
| Portfolio of investments | | | | | 175,215 | 96.35 |
| Total portfolio | | | | | 175,215 | 96.35 |
| Net other assets/(liabilities) | | | | | 6,628 | 3.65 |
| Net assets | | | | | 181,843 | 100.00 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Portfolio summary | | |
|---|----------------|---------------|
| Investment assets | | |
| Equity securities | 151,137 | 83.11 |
| Debt securities | 25,416 | 13.98 |
| Unrealised gains on forward currency contracts | 760 | 0.41 |
| Total Investment assets | 177,313 | 97.50 |
| Investment liabilities | | |
| Unrealised losses on forward currency contracts | (2,098) | (1.15) |
| Total Investment liabilities | (2,098) | (1.15) |
| Total portfolio | 175,215 | 96.35 |
| Net other assets/(liabilities) | 6,628 | 3.65 |
| Net assets | 181,843 | 100.00 |

^a Unlisted/unquoted.

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | |
|---|-------------------------------------|----------------------------------|
| | Forward currency contracts €'000 | Collateral held as cash €'000 |
| HSBC Bank Plc | 131,516 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 20,186 | 0 |
| National Australia Bank Ltd | 142,387 | 1,110 |
| State Street Bank London | 31,930 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

As the sub-fund has not yet operated for a 12-month period long-term performance figures have not been calculated. Please see the sub-fund's Key Investor Information Document (available from our website at www.mandg.lu) for recently available performance information.

Distribution details for holders of distribution shares

This sub-fund has no distributing share classes.

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 7 December 2021 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| | |
|--|------------------------|
| NAV per share | 31.03.22 |
| Euro | € |
| Class 'LI' Accumulation | 9.6008 |
| NAV at fund level | 31.03.22 |
| | €'000 |
| Net assets | 181,843 |
| Swing pricing adjustment (see note 11) | n/a |
| Swung net assets | 181,843 |
| Total Expense Ratio 31.03.22 | TER^a |
| Euro | % |
| Class 'LI' Accumulation | 0.53 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Investment objective and policy

Investment objective

The Fund aims to provide a higher total return (capital growth plus income) than that of the sustainable global bond market over any five-year period, based on exposure to optimal income streams in global bond markets, while applying ESG Criteria and Sustainability Criteria.

Investment policy

The Fund invests at least 70% of its Net Asset Value in debt securities, including investment grade bonds, high yield bonds, unrated securities and asset-backed securities. These securities may be issued by governments and their agencies, public authorities, quasi-sovereigns, supranational bodies and companies. Issuers of these securities may be located in any country, including emerging markets, and denominated in any currency.

While the Fund's overall duration will not be negative, the Fund may derive negative duration from individual fixed income markets.

The Fund may invest up to a combined maximum of 100% of the Fund's Net Asset Value in below investment grade and unrated securities. There are no credit quality restrictions with respect to the debt securities in which the Fund may invest.

The Fund may invest in Chinese onshore debt securities denominated in CNY traded on the China Interbank Bond Market.

The Fund may also hold up to a maximum of 20% of its Net Asset Value in contingent convertible debt securities and up to a maximum of 20% of its Net Asset Value in asset-backed securities.

Currency exposures in the Fund are typically in EUR or hedged back to EUR.

The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.

The following types of exclusions apply to the Fund's direct investments:

- Norms-based exclusions: investments that are assessed to be in breach of commonly accepted standards of behaviour related to human rights, labour rights, environment and anti-corruption.
- Sector-based and/or values-based exclusions: investments and/or sectors exposed to business activities that are assessed to be damaging to human health, societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.
- Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria.

References to 'assessed' above mean assessment in accordance with the ESG Criteria and Sustainability Criteria as disclosed in the ESG Information section below. Further information on the exclusions applicable to the Fund can be found in this document.

The Fund may also invest indirectly via funds (i.e. UCITS and other UCIs including funds managed by M&G), and may invest in other transferable securities such as short dated bonds and money market instruments for liquidity management, cash, and near cash.

The Fund may use derivatives for investment purposes, efficient portfolio management and hedging. These instruments may include, but are not limited to, spot and forward contracts, exchange traded futures, options, credit default swaps, total return swaps, interest rate swaps.

Investment strategy

Investment approach

The Fund is a flexible bond fund investing across a broad range of debt securities globally, and where the Investment Manager finds value based on exposure to optimal income streams in the global bond markets.

Investment objective and policy

The Investment Manager begins with a top-down assessment of the macroeconomic environment, including the likely path of growth, inflation and interest rates. The results of this analysis help inform the Fund's duration positioning and its allocation to the various bond asset classes.

Individual credit selection based on bottom-up analysis of the bond markets by in-house credit analysts complements the Investment Manager's views.

Sustainability considerations, encompassing ESG Factors, are fully integrated into credit analysis and investment decisions, and play an important role in determining the investment universe and portfolio construction. The Fund typically has a higher weighted average ESG rating and lower weighted average carbon intensity than the investment universe of the global bond market as represented by the composite index comprising 1/3 Bloomberg Global Aggregate Corporate Index EUR Hedged, 1/3 Bloomberg Global High Yield Index EUR Hedged and 1/3 Bloomberg Global Treasury Index EUR Hedged. This composite index is only used as comparator when measuring the Fund's weighted average ESG rating and weighted average carbon intensity. The Fund's calculation methodology does not include those securities that do not have an ESG rating or carbon intensity data respectively, nor cash, near cash, some derivatives and some collective investments schemes.

In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:

1. The exclusions listed in the Investment Policy are screened out.
2. The Investment Manager then assesses the ESG credentials of the remaining issuers. Based upon a combination of external ESG ratings and the Investment Manager's assessment, lower scoring issuers classified as ESG laggards are excluded.
3. From this narrowed investment universe, the Investment Manager performs fundamental analysis taking into consideration the macroeconomic

environment, its bond allocation, and company specific information, as well as analysis of debt securities and their issuers to identify and take advantage of investment opportunities. The Investment Manager favours issuers with better ESG characteristics where this is not detrimental to the pursuit of the investment objective. This process typically results in a portfolio with better ESG characteristics.

Further information about the ESG assessment, scoring and investment process can be found in the ESG Criteria and Sustainability Criteria.

Responsible investment approach

- The Fund is categorised as Planet+ / Sustainable.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.
- All securities held in the Fund are subject to the ESG Criteria and Sustainability Criteria. This is achieved through the use of M&G's proprietary analysis and/or third party ESG information. As explained in the ESG Criteria and Sustainability Criteria, it may not be practicable to perform ESG analysis on cash, near cash, some derivatives and some collective investment schemes, to the same standards as for the other investments.

The ESG categorisation of the Fund is explained in Appendix 1 'ESG Integration and Approaches to Responsible Investment' in the Prospectus for M&G (Lux) Investment Funds 1. Investors should refer to that section for further details.

EU Sustainable Finance Disclosure Regulation

SFDR

The Fund is categorised as an Article 8 fund under SFDR.

Taxonomy Regulation

In line with its ESG Criteria and Sustainability Criteria, the Fund promotes environmental characteristics and

Investment objective and policy

intends to invest in one or more underlying investments that contribute to climate change mitigation. The ESG Criteria and Sustainability Criteria describe how the securities that the Fund invests in are assessed and measured regarding their ability to contribute to climate change mitigation.

At the date of the annual report for M&G (Lux) Investment Funds 1, it is however not yet possible to commit to the Fund's minimum alignment with the Taxonomy Regulation, as it is currently not possible to accurately assess such investments in accordance with the EU Criteria for environmentally sustainable economic activities.

The 'do no significant harm' principle applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the remaining portion of this Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The annual report for M&G (Lux) Investment Funds 1 will be updated after it becomes possible to accurately disclose to what extent the Fund's investments are in taxonomy-aligned environmentally sustainable activities, including the proportions of investments in enabling and transitional activities selected for the Fund.

Environmental and Social Characteristics

This fund applied exclusions to prevent it from investing in investments considered not to have good governance, such as UNGC violators and governments or other investments that failed the Investment Manager's good governance tests.

From 14 December 2021 (when the fund launched) until the end of the review period (31 March 2022), these exclusionary screens were not breached.

In addition, this fund applied certain exclusions, principally to prevent it from investing in economic

activities considered by the Investment Manager to cause significant harm to environmental or social objectives (the 'Do No Significant Harm' test).

From 14 December 2021 (when the fund launched) until the end of the review period (31 March 2022), these exclusionary screens were not breached.

This fund stated that as a result of its investment process it expected that typically its weighted average carbon intensity would be lower than the investment universe of global bonds, as represented by a composite index 1/3 Bloomberg Global Aggregate Corporate Index EUR Hedged, 1/3 Bloomberg Global High Yield Index EUR Hedged, 1/3 Bloomberg Global Treasury Index EUR Hedged.

From 14 December 2021 (when the fund launched) until the end of the review period (31 March 2022), this was consistently achieved.

Please note the fund's calculation methodology does not include those securities that do not have the relevant data, or cash, near cash, some derivatives and some collective investments schemes.

ESG Information

Additional information is available to investors on the [Fund page](#) of the M&G website:

- ESG Criteria and Sustainability Criteria: in the document titled 'M&G (Lux) Sustainable Optimal Income Bond Fund – ESG Criteria and Sustainability Criteria' which includes the Fund's exclusions approach.
- Periodic reporting against the Fund's non-financial characteristics.

Benchmark

A composite index comprising:

- 1/3 Bloomberg MSCI Global Agg Treasury ESG BB+ Sustainable SRI Bond Index EUR Hedged
- 1/3 Bloomberg MSCI Global Agg Corporate ESG BB+ Sustainable SRI Bond Index EUR Hedged

Investment objective and policy

- 1/3 Bloomberg MSCI Global High Yield ESG BB+ Sustainable SRI Bond Index EUR Hedged

The benchmark is a comparator against which the Fund's performance can be measured. The composite index has been chosen as the Fund's benchmark as it best reflects the scope of the Fund's investment policy. The benchmark does not constrain the Fund's portfolio construction.

The Fund is actively managed. The Investment 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 benchmark's constituents.

The benchmark is an ESG benchmark which is consistent with the ESG characteristics promoted by the Fund. The indices which comprise the benchmark represent the global investment grade corporate market, the global high yield corporate market and the global government bond market and follow the rules of Bloomberg Global Aggregate Corporate Index, Bloomberg Global High Yield Index and Bloomberg Global Treasury Index respectively. In addition, each index applies ESG Factors for security eligibility.

The Investment Manager refers to the benchmark when constructing the Fund's portfolio but is not bound by the benchmark rules when selecting investments. Further information on the benchmark can be found on the [Bloomberg website](#).

The benchmark is shown in the share class currency.

Investment review

For the period from 14 December 2021 (launch date of the fund) to 31 March 2022

Performance review

The period from 14 December 2021 (when the fund was launched) until 31 March 2022 saw heightened volatility across global bond markets, with the majority of fixed income assets (as bonds are also known) delivering negative returns over the period. The downturn mainly occurred in the first quarter of 2022 and was driven by concerns that interest rates would need to be raised more aggressively to tackle surging inflation. The Russian invasion of Ukraine on 24 February became the dominant theme in the final weeks of the period.

The volatility that characterised the early months of 2022 contrasted with the relatively subdued market conditions that persisted throughout much of 2021. While concerns about rising inflation had weighed on sentiment, the general view was that inflation would prove to be transient, with moves in fixed income markets relatively contained.

However, as it became apparent that inflation was likely to prove more persistent than originally thought, fixed income markets came under pressure in the final weeks of 2021. Around this time, the world's central banks took an increasingly assertive stance as they outlined their plans to curb inflation.

Against this backdrop, core government bonds delivered negative returns across the board as yields (which move in the opposite direction to bond prices) rose sharply from December onwards. Corporate bonds also experienced negative returns, held back by a combination of rising government bond yields and deteriorating investor sentiment. High yield bonds (which have a low credit rating and are therefore considered riskier) generally held up better than higher-rated bonds, which can mainly be explained by their lower sensitivity to movements in interest rates.

Emerging market bonds also came under pressure, with rising US Treasury yields acting as a headwind to the asset class. Usually, when US government bond yields

increase, bonds in emerging markets suffer because some investors reallocate money to the US debt market, which is seen as safer than the smaller and riskier developing countries' markets.

One bright spot in fixed income markets was inflation-linked bonds (a type of bond whose cashflows are adjusted in line with a measure of inflation and can therefore offer some protection from consumer price rises). Expectations of higher inflation led to a rise in breakeven rates (a measure of the bond market's expectation for inflation) across the US, Europe and the UK, and this proved helpful for the asset class overall.

Investment activities

We adjust the fund's positioning to reflect changes in our outlook regarding interest rates, credit risk and changes in relative value among the different fixed income asset classes. However, the fund also aims to integrate environmental, social and governance (ESG) factors while seeking exposure to 'optimal' income streams. This means that the fund not only promotes ESG characteristics, but also has a systematic focus on issuers with adequate sustainability standards. We continuously monitor a range of 'Sustainability Indicators' to ensure that all our holdings are compatible with our definition of a sustainable investment.

Throughout the review period, our largest portfolio conviction was in investment grade corporate bonds, at about 50% of the fund. Other exposures included government bonds and high yield bonds.

One of the key drivers of the fund's performance is the ability to reduce or increase the portfolio's sensitivity to changes in bond yields, otherwise known as 'duration' and measured in years. (Bond yields refer to the interest received from a fixed income security, which is usually expressed annually as a percentage based on the investment's cost, its current market value or its face value. Bond yields typically move in the opposite direction to bond prices.) The longer the duration, the more sensitive a bond/bond fund is to movements in interest rates. We maintained a fairly short duration of 2.2 years since the fund's launch as we believed interest

Investment review

rates would likely rise on a build-up of inflation expectations and because of a strong economy. However, we have increased this in recent months to 3.8 years because we felt the pace of interest rate hikes is likely to be staggered.

Outlook

High uncertainty persists because of international events and a mixed economic outlook. As a result, we are guarded on holding too much credit risk and we believe the fund is showing some resilience during these periods of market stress because of this approach.

Richard Woolnough

Sub-fund manager

Investment review information as at 31 March 2022.

Employee of M&G FA Limited which is an associate of M&G Luxembourg SA.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the sub-fund or any holding mentioned in the Report is likely to perform. If you wish to obtain financial advice as to whether an investment is suitable for your needs, you should consult a Financial Adviser.

Portfolio statement

Portfolio statement

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income | | | | | 44,039 | 92.26 |
| Debt securities | | | | | 43,498 | 91.13 |
| 'AAA' credit rated bonds | | | | | 1,618 | 3.39 |
| Australia (Commonwealth of) 1.75% | 400,000 | AU\$ | 21.06.2051 | | 197 | 0.41 |
| Bank of Montreal FRN | 100,000 | £ | 15.09.2026 | | 121 | 0.25 |
| Bank of Nova Scotia FRN | 200,000 | £ | 26.01.2026 | | 241 | 0.50 |
| Canada Square Funding FRN | 100,000 | £ | 17.01.2059 | | 118 | 0.25 |
| Elstree Funding No. 2 FRN | 100,000 | £ | 21.12.2054 | | 118 | 0.25 |
| Microsoft 4.5% | 59,000 | US\$ | 06.02.2057 | | 65 | 0.14 |
| Nationwide Building Society FRN | 300,000 | £ | 24.02.2031 | | 351 | 0.74 |
| Polaris Holdings FRN | 100,000 | £ | 23.10.2059 | | 118 | 0.25 |
| Wellcome Trust 1.125% | 100,000 | € | 21.01.2027 | | 101 | 0.21 |
| Yorkshire Building Society 0.01% | 200,000 | € | 13.10.2027 | | 188 | 0.39 |
| 'AA' credit rated bonds | | | | | 10,523 | 22.05 |
| Apple 2.2% | 200,000 | US\$ | 11.09.2029 | | 172 | 0.36 |
| Apple 4.65% | 100,000 | US\$ | 23.02.2046 | | 106 | 0.22 |
| Metropolitan Life Global Funding I 1.625% | 100,000 | £ | 12.10.2028 | | 112 | 0.24 |
| UK Gilt 4.5% | 200,000 | £ | 07.09.2034 | | 309 | 0.65 |
| US Treasury Bond 1.875% | 1,000,000 | US\$ | 15.02.2041 | | 803 | 1.68 |
| US Treasury Note 0.75% | 1,400,000 | US\$ | 31.03.2026 | | 1,180 | 2.47 |
| US Treasury Note 1.25% | 500,000 | US\$ | 30.06.2028 | | 420 | 0.88 |
| US Treasury Note 1.5% | 1,000,000 | US\$ | 30.11.2028 | | 852 | 1.79 |
| US Treasury Note 2.25% | 2,000,000 | US\$ | 15.11.2025 | | 1,788 | 3.75 |
| US Treasury Note 2.25% | 1,400,000 | US\$ | 15.02.2027 | | 1,252 | 2.62 |
| US Treasury Note 2.25% | 1,400,000 | US\$ | 15.11.2027 | | 1,251 | 2.62 |
| US Treasury Note 2.25% | 500,000 | US\$ | 15.05.2041 | | 426 | 0.89 |
| US Treasury Note 2.875% | 2,000,000 | US\$ | 15.08.2028 | | 1,852 | 3.88 |
| 'A' credit rated bonds | | | | | 3,727 | 7.81 |
| American Honda Finance 0.3% | 200,000 | € | 07.07.2028 | | 184 | 0.39 |
| Banco Bilbao Vizcaya Argentaria FRN | 400,000 | € | 24.03.2027 | | 380 | 0.80 |
| Bank of America FRN | 300,000 | € | 22.03.2031 | | 273 | 0.57 |
| Bank of America FRN | 300,000 | € | 24.05.2032 | | 279 | 0.58 |
| Bank of America FRN | 300,000 | US\$ | 24.10.2031 | | 236 | 0.49 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'A' credit rated bonds (continued) | | | | | | |
| Banque Fédérative du Crédit Mutuel 0.625% | 200,000 | € | 03.11.2028 | | 186 | 0.39 |
| Banque Fédérative du Crédit Mutuel 1% | 200,000 | £ | 16.07.2026 | | 221 | 0.46 |
| Chubb INA Holdings 0.875% | 300,000 | € | 15.12.2029 | | 281 | 0.59 |
| East Japan Railway 1.162% | 100,000 | £ | 15.09.2028 | | 110 | 0.23 |
| Hannover Rueck FRN | 200,000 | € | 30.06.2042 | | 177 | 0.37 |
| JPMorgan Chase FRN | 200,000 | € | 11.03.2027 | | 197 | 0.41 |
| JPMorgan Chase FRN | 400,000 | € | 18.05.2028 | | 400 | 0.84 |
| Leeds Building Society 1.375% | 200,000 | £ | 06.10.2027 | | 219 | 0.46 |
| Mizuho Financial Group FRN | 100,000 | € | 06.09.2029 | | 92 | 0.19 |
| Public Storage 0.5% | 200,000 | € | 09.09.2030 | | 174 | 0.37 |
| Telenor 0.75% | 100,000 | € | 31.05.2026 | | 98 | 0.21 |
| UBS Group FRN | 200,000 | £ | 03.11.2029 | | 220 | 0.46 |
| 'BBB' credit rated bonds | | | | | 18,760 | 39.30 |
| ABN AMRO Bank 1% | 400,000 | € | 02.06.2033 | | 366 | 0.77 |
| AerCap Ireland Capital Via AerCap Global Aviation Trust 3.3% | 200,000 | US\$ | 30.01.2032 | | 163 | 0.34 |
| Amgen 4.2% | 150,000 | US\$ | 22.02.2052 | | 140 | 0.29 |
| Annington Funding 2.924% | 100,000 | £ | 06.10.2051 | | 103 | 0.22 |
| Aroundtown 3% | 100,000 | £ | 16.10.2029 | | 114 | 0.24 |
| Assicurazioni Generali FRN | 200,000 | € | 27.10.2047 | | 225 | 0.47 |
| Australia & New Zealand Banking Group FRN | 200,000 | £ | 16.09.2031 | | 219 | 0.46 |
| Aviva FRN | 400,000 | £ | 14.11.2036 | | 523 | 1.09 |
| AXA FRN | 200,000 | € | 10.07.2042 | | 185 | 0.39 |
| Banco Santander FRN | 200,000 | £ | 04.10.2032 | | 218 | 0.46 |
| Bank of America FRN | 300,000 | US\$ | 08.03.2037 | | 261 | 0.55 |
| Bayerische Landesbank FRN | 100,000 | € | 23.09.2031 | | 93 | 0.19 |
| BNP Paribas FRN | 300,000 | € | 19.02.2028 | | 282 | 0.59 |
| BNP Paribas FRN | 300,000 | € | 19.01.2030 | | 272 | 0.57 |
| BNP Paribas FRN | 200,000 | € | 31.08.2033 | | 181 | 0.38 |
| BPCE 5.25% | 100,000 | £ | 16.04.2029 | | 132 | 0.28 |
| Broadcom 3.469% | 300,000 | US\$ | 15.04.2034 | | 251 | 0.53 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| BUPA Finance 4.125% | 200,000 | £ | 14.06.2035 | | 238 | 0.50 |
| CaixaBank FRN | 100,000 | € | 26.05.2028 | | 94 | 0.20 |
| Capital One Financial 1.65% | 200,000 | € | 12.06.2029 | | 192 | 0.40 |
| Channel Link Enterprises Finance FRN | 200,000 | € | 30.06.2050 | | 200 | 0.42 |
| Citigroup FRN | 75,000 | US\$ | 25.01.2033 | | 64 | 0.13 |
| Citigroup FRN | 162,000 | US\$ | 17.03.2033 | | 143 | 0.30 |
| Coöperatieve Rabobank 4.625% | 100,000 | £ | 23.05.2029 | | 128 | 0.27 |
| Crédit Agricole FRN | 100,000 | £ | 09.12.2031 | | 110 | 0.23 |
| Crédit Agricole FRN | 100,000 | £ | 31.12.2099 | | 127 | 0.27 |
| Danske Bank FRN | 200,000 | € | 27.08.2025 | | 196 | 0.41 |
| Deutsche Bahn Finance FRN | 100,000 | € | 31.12.2099 | | 97 | 0.20 |
| Deutsche Telekom International Finance 8.75% | 200,000 | US\$ | 15.06.2030 | | 243 | 0.51 |
| DH Europe Finance II 1.8% | 200,000 | € | 18.09.2049 | | 186 | 0.39 |
| Électricité de France 6% | 200,000 | US\$ | 22.01.2114 | | 198 | 0.41 |
| Électricité de France 6% | 300,000 | £ | 23.01.2114 | | 509 | 1.07 |
| Enel Finance International 3.5% | 300,000 | US\$ | 06.04.2028 | | 268 | 0.56 |
| Engie 5.95% | 200,000 | € | 16.03.2111 | | 321 | 0.67 |
| Fresenius Medical Care Finance III 3.75% | 200,000 | US\$ | 15.06.2029 | | 177 | 0.37 |
| Gatwick Funding 3.125% | 200,000 | £ | 28.09.2041 | | 217 | 0.45 |
| Gatwick Funding 3.25% | 200,000 | £ | 26.02.2048 | | 217 | 0.45 |
| General Motors 6.6% | 200,000 | US\$ | 01.04.2036 | | 210 | 0.44 |
| Goldman Sachs Group FRN | 200,000 | € | 23.09.2027 | | 199 | 0.42 |
| Goldman Sachs Group FRN | 222,000 | US\$ | 15.03.2028 | | 205 | 0.43 |
| Hammerson 3.5% | 200,000 | £ | 27.10.2025 | | 230 | 0.48 |
| HCA 4.625% | 50,000 | US\$ | 15.03.2052 | | 46 | 0.10 |
| Heathrow Funding 1.875% | 300,000 | € | 14.03.2034 | | 276 | 0.58 |
| HP 4.2% | 177,000 | US\$ | 15.04.2032 | | 160 | 0.33 |
| Iberdrola International FRN | 200,000 | € | 31.12.2099 | | 194 | 0.41 |
| ING Groep FRN | 200,000 | € | 18.02.2029 | | 183 | 0.38 |
| ING Groep FRN | 200,000 | € | 16.11.2032 | | 185 | 0.39 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| ING Groep FRN | 200,000 | € | 26.05.2031 | | 200 | 0.42 |
| InterContinental Hotels Group 2.125% | 100,000 | € | 15.05.2027 | | 101 | 0.21 |
| InterContinental Hotels Group 3.375% | 100,000 | £ | 08.10.2028 | | 118 | 0.25 |
| Italy (Republic of) 3.875% | 300,000 | US\$ | 06.05.2051 | | 251 | 0.53 |
| KBC Group FRN | 200,000 | € | 07.12.2031 | | 185 | 0.39 |
| Koninklijke KPN 5.75% | 200,000 | £ | 17.09.2029 | | 269 | 0.56 |
| La Banque Postale 0.75% | 200,000 | € | 23.06.2031 | | 177 | 0.37 |
| Lear 5.25% | 200,000 | US\$ | 15.05.2049 | | 194 | 0.41 |
| Legal & General Group FRN | 200,000 | £ | 26.11.2049 | | 231 | 0.48 |
| Legal & General Group FRN | 300,000 | £ | 14.11.2048 | | 379 | 0.79 |
| Legal & General Group FRN | 300,000 | £ | 27.06.2064 | | 391 | 0.82 |
| Lloyds Banking Group FRN | 200,000 | £ | 03.12.2035 | | 217 | 0.45 |
| Lowe's Companies 4.25% | 126,000 | US\$ | 01.04.2052 | | 118 | 0.25 |
| Magallanes 5.141% | 257,000 | US\$ | 15.03.2052 | | 238 | 0.50 |
| Mondeléz International 0.25% | 100,000 | € | 17.03.2028 | | 93 | 0.19 |
| Mondeléz International 3% | 83,000 | US\$ | 17.03.2032 | | 72 | 0.15 |
| Morgan Stanley FRN | 200,000 | € | 29.10.2027 | | 189 | 0.40 |
| Morgan Stanley FRN | 400,000 | € | 26.10.2029 | | 367 | 0.77 |
| Morgan Stanley FRN | 200,000 | US\$ | 13.02.2032 | | 156 | 0.33 |
| Morgan Stanley FRN | 200,000 | US\$ | 01.04.2031 | | 180 | 0.38 |
| National Australia Bank FRN | 250,000 | US\$ | 12.01.2037 | | 208 | 0.43 |
| National Grid Gas 1.625% | 100,000 | £ | 14.01.2043 | | 86 | 0.18 |
| National Grid, EMTN 0.25% | 100,000 | € | 01.09.2028 | | 91 | 0.19 |
| NatWest Group FRN | 200,000 | € | 14.09.2029 | | 183 | 0.38 |
| NatWest Group FRN | 100,000 | £ | 29.03.2029 | | 120 | 0.25 |
| Next Group 3.625% | 200,000 | £ | 18.05.2028 | | 242 | 0.51 |
| Pearson Funding 3.75% | 100,000 | £ | 04.06.2030 | | 120 | 0.25 |
| Prosus 1.288% | 200,000 | € | 13.07.2029 | | 167 | 0.35 |
| Quadient 2.25% | 100,000 | € | 03.02.2025 | | 99 | 0.21 |
| Romania (Republic of) 2.875% | 100,000 | € | 13.04.2042 | | 77 | 0.16 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BBB' credit rated bonds (continued) | | | | | | |
| Santander UK Group Holdings FRN | 200,000 | £ | 17.01.2029 | | 225 | 0.47 |
| Société Générale 0.75% | 300,000 | € | 25.01.2027 | | 286 | 0.60 |
| Société Générale 1.375% | 200,000 | € | 13.01.2028 | | 195 | 0.41 |
| Société Générale 4.25% | 300,000 | US\$ | 14.04.2025 | | 270 | 0.56 |
| Southern Water Services Finance 2.375% | 100,000 | £ | 28.05.2028 | | 116 | 0.24 |
| Swedbank FRN | 200,000 | £ | 08.12.2027 | | 219 | 0.46 |
| Takeda Pharmaceutical 2% | 100,000 | € | 09.07.2040 | | 95 | 0.20 |
| Telefonica Emisiones 7.045% | 300,000 | US\$ | 20.06.2036 | | 342 | 0.72 |
| Tesco Property Finance 4 5.8006% | 189,738 | £ | 13.10.2040 | | 266 | 0.56 |
| Tesco Property Finance 5 5.6611% | 194,321 | £ | 13.10.2041 | | 271 | 0.57 |
| Thames Water Utilities Finance 4.375% | 200,000 | £ | 03.07.2034 | | 264 | 0.55 |
| Vonovia 1.625% | 100,000 | € | 01.09.2051 | | 78 | 0.16 |
| Wells Fargo 1.741% | 300,000 | € | 04.05.2030 | | 295 | 0.62 |
| Wells Fargo 2.125% | 200,000 | £ | 24.09.2031 | | 215 | 0.45 |
| Welltower 4.8% | 100,000 | £ | 20.11.2028 | | 131 | 0.27 |
| WPC Eurobond 1.35% | 200,000 | € | 15.04.2028 | | 189 | 0.40 |
| WPP Finance 3.75% | 200,000 | £ | 19.05.2032 | | 243 | 0.51 |
| 'BB' credit rated bonds | | | | | 6,715 | 14.07 |
| AIB Group FRN | 200,000 | € | 30.05.2031 | | 198 | 0.41 |
| Banco de Sabadell FRN | 200,000 | € | 16.06.2028 | | 180 | 0.38 |
| Banco Santander FRN | 200,000 | € | 31.12.2099 | | 184 | 0.38 |
| Bank of Ireland Group FRN | 100,000 | € | 11.08.2031 | | 93 | 0.19 |
| Barclay FRN | 100,000 | € | 22.03.2031 | | 95 | 0.20 |
| Bath & Body Works 6.625% | 100,000 | US\$ | 01.10.2030 | | 94 | 0.20 |
| Belden 3.375% | 200,000 | € | 15.07.2027 | | 195 | 0.41 |
| Berry Global 4.875% | 100,000 | US\$ | 15.07.2026 | | 91 | 0.19 |
| BNP Paribas FRN | 200,000 | US\$ | 31.12.2099 | | 163 | 0.34 |
| Cellnex Finance 2% | 200,000 | € | 15.02.2033 | | 171 | 0.36 |
| Cemex 3.875% | 200,000 | US\$ | 11.07.2031 | | 165 | 0.35 |
| Coventry Building Society FRN | 200,000 | £ | 31.12.2099 | | 246 | 0.51 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Crédit Suisse Group FRN | 200,000 | US\$ | 31.12.2099 | | 157 | 0.33 |
| Croatia (Republic of) 1.125% | 100,000 | € | 04.03.2033 | | 89 | 0.19 |
| Crown European Holdings 3.375% | 100,000 | € | 15.05.2025 | | 103 | 0.22 |
| Daily Mail & General Trust 6.375% | 100,000 | £ | 21.06.2027 | | 121 | 0.25 |
| Grupo KUO 5.75% | 200,000 | US\$ | 07.07.2027 | | 178 | 0.37 |
| HCA 3.5% | 200,000 | US\$ | 01.09.2030 | | 173 | 0.36 |
| Iliad 2.375% | 200,000 | € | 17.06.2026 | | 194 | 0.41 |
| Intesa Sanpaolo 2.925% | 200,000 | € | 14.10.2030 | | 190 | 0.40 |
| Jazz Securities 4.375% | 200,000 | US\$ | 15.01.2029 | | 175 | 0.37 |
| KB Home 4.8% | 200,000 | US\$ | 15.11.2029 | | 174 | 0.36 |
| Kraft Heinz Foods 4.125% | 200,000 | £ | 01.07.2027 | | 248 | 0.52 |
| Levi Strauss 3.5% | 100,000 | US\$ | 01.03.2031 | | 82 | 0.17 |
| Lloyds Banking Group FRN | 200,000 | £ | 29.12.2049 | | 267 | 0.56 |
| Macy's Retail Holdings 5.875% | 9,000 | US\$ | 15.03.2030 | | 8 | 0.02 |
| Mahle 2.375% | 200,000 | € | 14.05.2028 | | 171 | 0.36 |
| Millicom International Cellular 6.25% | 180,000 | US\$ | 25.03.2029 | | 171 | 0.36 |
| Nationwide Building Society 5.75% | 200,000 | £ | 31.12.2099 | | 239 | 0.50 |
| NatWest Group FRN | 200,000 | £ | 28.11.2031 | | 221 | 0.46 |
| NatWest Group 3.032% | 200,000 | US\$ | 28.11.2035 | | 160 | 0.33 |
| Sappi Papier Holding 3.625% | 100,000 | € | 15.03.2028 | | 95 | 0.20 |
| Solvay Finance FRN | 100,000 | € | 29.12.2049 | | 104 | 0.22 |
| Taylor Morrison Communities 5.875% | 100,000 | US\$ | 15.06.2027 | | 94 | 0.20 |
| TEGNA 4.625% | 74,000 | US\$ | 15.03.2028 | | 66 | 0.14 |
| Telecom Italia 5.25% | 300,000 | € | 17.03.2055 | | 294 | 0.62 |
| Telecom Italia Finance 7.75% | 150,000 | € | 24.01.2033 | | 173 | 0.36 |
| UBS Group FRN | 200,000 | US\$ | 31.12.2099 | | 163 | 0.34 |
| UniCredit FRN | 200,000 | € | 15.01.2032 | | 189 | 0.40 |
| Videotron 5.375% | 100,000 | US\$ | 15.06.2024 | | 93 | 0.19 |
| Vmed O2 UK Financing I 3.25% | 200,000 | € | 31.01.2031 | | 185 | 0.39 |
| WMG Acquisition Corp 2.25% | 100,000 | € | 15.08.2031 | | 89 | 0.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|--|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt securities (continued) | | | | | | |
| 'BB' credit rated bonds (continued) | | | | | | |
| Yum! Brands 4.625% | 200,000 | US\$ | 31.01.2032 | | 174 | 0.36 |
| 'B' credit rated bonds | | | | | 1,991 | 4.17 |
| Bausch Health 7% | 200,000 | US\$ | 15.01.2028 | | 163 | 0.34 |
| Cheplapharm Arzneimittel 4.375% | 200,000 | € | 15.01.2028 | | 198 | 0.41 |
| CPUK Finance 4.5% | 200,000 | £ | 28.08.2027 | | 229 | 0.48 |
| CSC Holdings 5.75% | 300,000 | US\$ | 15.01.2030 | | 243 | 0.51 |
| Deuce FinCo 5.5% | 100,000 | £ | 15.06.2027 | | 113 | 0.24 |
| Heathrow Finance 4.375% | 100,000 | £ | 01.03.2027 | | 109 | 0.23 |
| Pilgrim's Pride 3.5% | 200,000 | US\$ | 01.03.2032 | | 158 | 0.33 |
| Sherwood Financing 6% | 200,000 | £ | 15.11.2026 | | 225 | 0.47 |
| Tenet Healthcare 5.125% | 200,000 | US\$ | 01.11.2027 | | 183 | 0.38 |
| TI Automotive Finance 3.75% | 100,000 | € | 15.04.2029 | | 90 | 0.19 |
| TK Elevator Midco 4.375% | 200,000 | € | 15.07.2027 | | 198 | 0.42 |
| Vertiv Group Corp 4.125% | 100,000 | US\$ | 15.11.2028 | | 82 | 0.17 |
| 'CCC' credit rated bonds | | | | | | |
| Sigma HoldCo 5.75% | 200,000 | € | 15.05.2026 | | 164 | 0.34 |
| Debt derivatives | | | | | 541 | 1.13 |
| Credit default swaps | | | | | (4) | (0.01) |
| Électricité de France Dec 2026 | 250,000 | € | | | (2) | (0.01) |
| Engie Dec 2026 | 200,000 | € | | | (2) | 0.00 |
| Interest rate swaps | | | | | 507 | 1.06 |
| Pay Var. Receive 0.8706% Dec 2026 | 2,000,000 | £ | | | (105) | (0.22) |
| Pay Var. Receive 0.1157% Dec 2026 | 1,400,000 | € | | | (71) | (0.15) |
| Pay Var. Receive 0.1263% Jan 2027 | 300,000 | € | | | (12) | (0.03) |
| Pay Var. Receive 0.3908% Feb 2027 | 500,000 | € | | | (14) | (0.03) |
| Pay Var. Receive 0.5798% Feb 2027 | 300,000 | € | | | (6) | (0.01) |
| Pay Var. Receive 0.541% Feb 2027 | 600,000 | € | | | (13) | (0.03) |
| Pay Var. Receive 0.6048% Feb 2027 | 500,000 | € | | | (9) | (0.02) |
| Pay Var. Receive 0.816% Mar 2027 | 1,000,000 | € | | | (10) | (0.02) |
| Pay Var. Receive 0.444% Feb 2032 | 500,000 | € | | | (36) | (0.08) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Fixed income (continued) | | | | | | |
| Debt derivatives (continued) | | | | | | |
| Interest rate swaps (continued) | | | | | | |
| Pay Var. Receive 0.4635% Feb 2032 | 500,000 | € | | | (35) | (0.07) |
| Pay Var. Receive 0.4883% Feb 2032 | 500,000 | € | | | (34) | (0.07) |
| Pay Var. Receive 0.6923% Feb 2032 | 500,000 | € | | | (25) | (0.05) |
| Pay Var. Receive 0.677% Mar 2032 | 500,000 | € | | | (25) | (0.05) |
| Pay Var. Receive 0.7478% Mar 2032 | 500,000 | € | | | (22) | (0.05) |
| Pay Var. Receive 0.7233% Mar 2032 | 500,000 | € | | | (23) | (0.05) |
| Pay Var. Receive 1.1208% Mar 2032 | 400,000 | € | | | (5) | (0.01) |
| Pay 0.5817% Receive Var. Dec 2051 | 300,000 | £ | | | 75 | 0.16 |
| Pay 0.6051% Receive Var. Dec 2051 | 1,500,000 | £ | | | 364 | 0.76 |
| Pay 0.2582% Receive Var. Dec 2051 | 350,000 | € | | | 71 | 0.15 |
| Pay 1.4257% Receive Var. Dec 2051 | 750,000 | US\$ | | | 87 | 0.18 |
| Pay 0.555% Receive Var. Feb 2052 | 100,000 | € | | | 13 | 0.03 |
| Pay 1.21% Receive Var. Feb 2052 | 100,000 | £ | | | 7 | 0.01 |
| Pay 1.7577% Receive Var. Mar 2052 | 250,000 | US\$ | | | 12 | 0.03 |
| Pay 0.4295% Receive Var. Dec 2071 | 860,000 | £ | | | 323 | 0.68 |
| Interest rate futures | | | | | 38 | 0.08 |
| Deutscher Bund 10 year Futures | (5) | € | 08.06.2022 | 5 | 40 | 0.08 |
| Deutscher Bund 30 year Futures | (21) | € | 08.06.2022 | 30 | 294 | 0.62 |
| Japan 10 year Bond Futures | (2) | ¥ | 13.06.2022 | 0 | (9) | (0.02) |
| US Treasury Notes 10 year Futures | 35 | US\$ | 21.06.2022 | 31 | (146) | (0.30) |
| US Treasury Notes 10 year Futures | 2 | US\$ | 21.06.2022 | 2 | (13) | (0.03) |
| US Ultra Bond Futures | (5) | US\$ | 21.06.2022 | 5 | 0 | 0.00 |
| UK Treasury Notes Futures | (6) | £ | 28.06.2022 | 9 | (1) | 0.00 |
| US Treasury Notes 5 year Futures | 35 | US\$ | 30.06.2022 | 29 | (127) | (0.27) |
| Currency | | | | | 686 | 1.44 |
| Forward currency contracts | | | | | 686 | 1.44 |
| Bought for £ 1,575,997.44, Sold for € 1,881,554.21 | | | 06.04.2022 | | (17) | (0.04) |
| Bought for € 13,830,155.31, Sold for £ 11,407,128.13 | | | 06.04.2022 | | 337 | 0.71 |
| Bought for € 208,769.36, Sold for AUD 313,303.39 | | | 06.04.2022 | | (3) | (0.01) |
| Bought for € 18,717,626.79, Sold for US\$ 20,357,863.48 | | | 06.04.2022 | | 371 | 0.78 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Portfolio statement

Portfolio statement (continued)

| Investment description | Holdings/ contracts | Currency | Maturity date | Commitment value €'000 | Market value €'000 | % of net assets |
|---|------------------------|----------|---------------|---------------------------|-----------------------|--------------------|
| Currency (continued) | | | | | | |
| Forward currency contracts (continued) | | | | | | |
| Bought for AUD 29,485.02, Sold for € 19,793.63 | | | 06.04.2022 | | 0 | 0.00 |
| Bought for US\$ 171,683.21, Sold for € 156,460.60 | | | 06.04.2022 | | (2) | 0.00 |
| Portfolio of investments | | | | | 44,725 | 93.70 |
| Share class hedging | | | | | 2 | 0.00 |
| Bought for € 1,143.02, Sold for CHF 1,178.25 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for € 140.46, Sold for US\$ 156.47 | | | 04.05.2022 | | 0 | 0.00 |
| Bought for CHF 119,076.06, Sold for € 115,395.75 | | | 04.05.2022 | | 1 | 0.00 |
| Bought for US\$ 224,165.27, Sold for € 201,068.71 | | | 04.05.2022 | | 1 | 0.00 |
| Total portfolio | | | | | 44,727 | 93.70 |
| Net other assets/(liabilities) | | | | | 3,008 | 6.30 |
| Net assets | | | | | 47,735 | 100.00 |
| Portfolio summary | | | | | | |
| Investment assets | | | | | | |
| Debt securities | | | | | 43,498 | 91.13 |
| Unrealised gains on futures contracts | | | | | 334 | 0.70 |
| Unrealised gains on forward currency contracts | | | | | 710 | 1.49 |
| Unrealised gains on swap contracts | | | | | 952 | 2.00 |
| Total Investment assets | | | | | 45,494 | 95.32 |
| Investment liabilities | | | | | | |
| Unrealised losses on futures contracts | | | | | (296) | (0.62) |
| Unrealised losses on forward currency contracts | | | | | (22) | (0.05) |
| Unrealised losses on swap contracts | | | | | (449) | (0.95) |
| Total Investment liabilities | | | | | (767) | (1.62) |
| Total portfolio | | | | | 44,727 | 93.70 |
| Net other assets/(liabilities) | | | | | 3,008 | 6.30 |
| Net assets | | | | | 47,735 | 100.00 |

All securities are on an official stock exchange listing except where referenced.

Interest rates represent either the stated coupon rate or, for floating rate securities, the current reset rate which is based upon interest rates indices.

Maturity dates represent either the stated date on the security, or the next interest reset date for floating rate securities or the pre-refunded date for those types of securities.

Variable and floating coupon rates are those quoted as of 31 March 2022.

The accompanying notes to the financial statements are an integral part of these financial statements.

Counterparty exposure

Counterparty exposure

| Counterparty | Derivative exposures | | | |
|---|----------------------|---|------------------|--|
| | Swaps €'000 | Forward currency contracts €'000 | Futures €'000 | Collateral held as cash €'000 |
| Bank of America Merrill Lynch | 0 | 0 | 111 | 0 |
| Barclays Bank London | 30,116 | 0 | 0 | 1,150 |
| BNP Paribas | 0 | 509 | 0 | 0 |
| HSBC Bank Plc | 0 | 36,675 | 0 | 0 |
| JP Morgan Chase | 20,040 | 28,790 | 0 | 0 |
| Merrill Lynch Pierce Fenner + Smith Inc | 0 | 1,518 | 0 | 0 |
| State Street Bank and Trust Company | 0 | 637 | 0 | 0 |
| State Street Bank London | 0 | 1,415 | 0 | 0 |

Exposure represents the fund's exposure to that counterparty.

Financial highlights

Sub-fund performance

As the sub-fund has not yet operated for a 12-month period long-term performance figures have not been calculated. Please see the sub-fund's Key Investor Information Document (available from our website at www.mandg.lu) for recently available performance information.

Distribution details for holders of distribution shares

This sub-fund pays semi-annual distributions to the holders of distribution shares and the following tables set out the distribution timetables and rates per share declared in respect for the year ended to 31 March 2022.

Semi-annual distribution periods and values

| | Start | End | Record date | Ex date | Payment |
|-------|----------|----------|-------------|----------|----------|
| Final | 01.10.21 | 31.03.22 | 22.04.22 | 25.04.22 | 28.04.22 |

| to 31 March 2022 | Class 'A' Distribution Euro ¢ | Class 'C' Distribution Euro ¢ | Class 'CI' Distribution Euro ¢ | Class 'A-H' Distribution Swiss ¢ | Class 'C-H' Distribution Swiss ¢ |
|------------------|-------------------------------------|-------------------------------------|--------------------------------------|--|--|
| Final | 0.0461 | 0.0462 | 0.0459 | 0.0460 | 0.0461 |

| to 31 March 2022 | Class 'A-H' Distribution US ¢ | Class 'A-H M' Distribution US ¢ | Class 'C-H' Distribution US ¢ | Class 'CI-H' Distribution US ¢ |
|------------------|-------------------------------------|---------------------------------------|-------------------------------------|--------------------------------------|
| Final | 0.0459 | 0.0459 | 0.0459 | 0.0459 |

Financial highlights

Net Asset Values (NAV) and Total Expense Ratios (TER)

The following table shows Net Asset Values (NAV) inclusive of any swing price adjustment as described in note 11 to the Financial Statements (also known as the price per share) at 31 March 2022 and Total Expense Ratio (TER) for the financial period from 14 December 2021 (the launch date of the fund) to 31 March 2022.

Net Asset Values and Total Expense Ratios

| NAV per share | 31.03.22 |
|--|-----------------|
| Euro | € |
| Class 'A' Accumulation | 9.4343 |
| Class 'A' Distribution | 9.4343 |
| Class 'C' Accumulation | 9.4479 |
| Class 'C' Distribution | 9.4482 |
| Class 'CI' Accumulation | 9.4493 |
| Class 'CI' Distribution | 9.4493 |
| Class 'LI' Accumulation | 9.4562 |
| Swiss franc | CHF |
| Class 'A-H' Accumulation | 9.4228 |
| Class 'A-H' Distribution | 9.4228 |
| Class 'C-H' Accumulation | 9.4365 |
| Class 'C-H' Distribution | 9.4365 |
| Class 'CI-H' Accumulation | 9.4384 |
| US dollar | US\$ |
| Class 'A-H' Accumulation | 9.4658 |
| Class 'A-H' Distribution | 9.4657 |
| Class 'A-H M' Distribution | 9.4656 |
| Class 'C-H' Accumulation | 9.4786 |
| Class 'C-H' Distribution | 9.4787 |
| Class 'CI-H' Accumulation | 9.4802 |
| Class 'CI-H' Distribution | 9.4802 |
| Class 'LI-H' Accumulation | 9.4871 |
| NAV at fund level | 31.03.22 |
| | €'000 |
| Net assets | 47,735 |
| Swing pricing adjustment (see note 11) | n/a |
| Swung net assets | 47,735 |

Financial highlights

| Total Expense Ratio 31.03.22 | | TER ^a |
|------------------------------|--|------------------|
| Euro | | % |
| Class 'A' Accumulation | | 1.45 |
| Class 'A' Distribution | | 1.45 |
| Class 'C' Accumulation | | 0.95 |
| Class 'C' Distribution | | 0.95 |
| Class 'CI' Accumulation | | 0.92 |
| Class 'CI' Distribution | | 0.92 |
| Class 'LI' Accumulation | | 0.67 |
| Swiss franc | | % |
| Class 'A-H' Accumulation | | 1.47 |
| Class 'A-H' Distribution | | 1.47 |
| Class 'C-H' Accumulation | | 0.97 |
| Class 'C-H' Distribution | | 0.97 |
| Class 'CI-H' Accumulation | | 0.94 |
| US dollar | | % |
| Class 'A-H' Accumulation | | 1.47 |
| Class 'A-H' Distribution | | 1.47 |
| Class 'A-H M' Distribution | | 1.47 |
| Class 'C-H' Accumulation | | 0.97 |
| Class 'C-H' Distribution | | 0.97 |
| Class 'CI-H' Accumulation | | 0.94 |
| Class 'CI-H' Distribution | | 0.94 |
| Class 'LI-H' Accumulation | | 0.69 |

^a Includes charges from underlying investments. Please see the relevant Key Investor Information Document for a more reliable estimate of future charges (available from our website at www.mandg.lu).

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Absolute Return Bond Fund €'000 | M&G (Lux) Asian Fund US\$'000 | M&G (Lux) Climate Solutions Fund US\$'000 | M&G (Lux) Conservative Allocation Fund €'000 |
|---|--------|--|--|--|---|
| Assets | | | | | |
| Investment assets | 2c | 24,313 | 59,947 | 12,480 | 530,643 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 401 | 0 | 0 | 16,658 |
| Cash equivalents | | 2,633 | 387 | 0 | 0 |
| Cash held as bank balances | | 511 | 358 | 424 | 23,642 |
| Cash held on deposit | | 773 | 0 | 0 | 105,398 |
| Total cash and bank balances | | 4,318 | 745 | 424 | 145,698 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 13 | 9 | 3 | 196 |
| Debt security interest receivable | 2c | 181 | 0 | 0 | 2,444 |
| Derivative income receivable | 2d | 1 | 0 | 0 | 5 |
| Dividends receivable | 2d | 0 | 197 | 13 | 11 |
| Other receivable | 2d | 0 | 0 | 0 | (18) |
| Sales awaiting settlement | 2c | 0 | 242 | 0 | 215 |
| Total other assets | | 195 | 448 | 16 | 2,853 |
| Total assets | | 28,826 | 61,140 | 12,920 | 679,194 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (214) | 0 | 0 | (7,272) |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | (422) | 0 | 0 | (500) |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | (323) | 0 | 0 | (261) |
| Total overdraft | | (745) | 0 | 0 | (761) |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (3) | (6) | (1) | (65) |
| Amounts payable on cancellation of shares | 2d, 6 | (8) | (7) | 0 | (1,066) |
| Annual management charge payable | 2d, 6 | (10) | (62) | (1) | (476) |
| Audit fee payable | 2d, 8 | (3) | (2) | 0 | (7) |
| Custody transaction charges payable | 2d, 7 | 0 | 0 | 0 | (140) |
| Depositary's charge payable | 2d, 7 | (1) | (1) | 0 | (17) |
| Other payable | 2d | 0 | (152) | 0 | 59 |
| Purchases awaiting settlement | 2d, 6 | 0 | (179) | 0 | (5,359) |
| Safe custody charges payable | 2d, 7 | 0 | (6) | 0 | (23) |
| Taxe d'abonnement payable | 2d, 10 | (3) | (7) | (1) | (74) |
| Total other liabilities | | (28) | (422) | (3) | (7,168) |
| Total liabilities | | (987) | (422) | (3) | (15,201) |
| Net assets | | 27,839 | 60,718 | 12,917 | 663,993 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Diversity and Inclusion Fund US\$'000 | M&G (Lux) Dynamic Allocation Fund €'000 | M&G (Lux) Emerging Markets Bond Fund US\$'000 | M&G (Lux) Emerging Markets Hard Currency Bond Fund US\$'000 |
|---|--------|---|--|---|--|
| Assets | | | | | |
| Investment assets | 2c | 12,405 | 1,961,984 | 2,876,178 | 149,645 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 104,638 | 0 | 0 |
| Cash equivalents | | 0 | 0 | 155,478 | 0 |
| Cash held as bank balances | | 418 | 116,858 | 9,939 | 5,223 |
| Cash held on deposit | | 0 | 335,926 | 9,080 | 0 |
| Total cash and bank balances | | 418 | 557,422 | 174,497 | 5,223 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 0 | 1,475 | 7,239 | 776 |
| Debt security interest receivable | 2c | 0 | 8,027 | 48,677 | 2,612 |
| Derivative income receivable | 2d | 0 | 6 | 0 | 0 |
| Dividends receivable | 2d | 23 | 2,703 | 0 | 0 |
| Other receivable | 2d | 0 | 423 | 0 | 0 |
| Sales awaiting settlement | 2c | 0 | 1,829 | 0 | 0 |
| Total other assets | | 23 | 14,463 | 55,916 | 3,388 |
| Total assets | | 12,846 | 2,533,869 | 3,106,591 | 158,256 |
| Liabilities | | | | | |
| Investment liabilities | 2c | 0 | (58,820) | (4,063) | (118) |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | 0 | (4,101) | (26,782) | (15) |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | (3,892) | 0 | 0 |
| Total overdraft | | 0 | (7,993) | (26,782) | (15) |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (1) | (172) | (215) | (15) |
| Amounts payable on cancellation of shares | 2d, 6 | 0 | (4,911) | (674) | (18) |
| Annual management charge payable | 2d, 6 | 0 | (2,160) | (1,307) | (58) |
| Audit fee payable | 2d, 8 | 0 | (6) | (16) | (4) |
| Custody transaction charges payable | 2d, 7 | 0 | (154) | (178) | 0 |
| Depository's charge payable | 2d, 7 | 0 | (43) | (54) | (4) |
| Other payable | 2d | 0 | (182) | (12) | 0 |
| Purchases awaiting settlement | 2d, 6 | 0 | (64,856) | 0 | 0 |
| Safe custody charges payable | 2d, 7 | 0 | (74) | (143) | (3) |
| Taxe d'abonnement payable | 2d, 10 | (1) | (258) | (150) | (10) |
| Total other liabilities | | (2) | (72,816) | (2,749) | (112) |
| Total liabilities | | (2) | (139,629) | (33,594) | (245) |
| Net assets | | 12,844 | 2,394,240 | 3,072,997 | 158,011 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Emerging Markets Income Opportunities Fund US\$'000 | M&G (Lux) Episode Macro Fund US\$'000 | M&G (Lux) Euro Corporate Bond Fund €'000 | M&G (Lux) European Inflation Linked Corporate Bond Fund €'000 |
|---|-------|--|---|--|--|
| Assets | | | | | |
| Investment assets | 2c | 17,510 | 316,306 | 313,494 | 142,268 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 13,577 | 1,148 | 0 |
| Cash equivalents | | 0 | 0 | 3,503 | 3,584 |
| Cash held as bank balances | | 1,073 | 19,257 | 487 | 424 |
| Cash held on deposit | | 0 | 6,250 | 1,050 | 1,518 |
| Total cash and bank balances | | 1,073 | 39,084 | 6,188 | 5,526 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 0 | 60 | 270 | 5,762 |
| Debt security interest receivable | 2c | 80 | 0 | 2,211 | 387 |
| Derivative income receivable | 2d | 0 | 0 | 2 | 22 |
| Dividends receivable | 2d | 55 | 0 | 0 | 0 |
| Other receivable | 2d | 0 | 0 | 0 | 0 |
| Sales awaiting settlement | 2c | 133 | 0 | 0 | 0 |
| Total other assets | | 268 | 60 | 2,483 | 6,171 |
| Total assets | | 18,851 | 355,450 | 322,165 | 153,965 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (6) | (8,388) | (988) | (13) |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | 0 | 0 | (238) | 0 |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | (407) | (66) | (1,666) |
| Total overdraft | | 0 | (407) | (304) | (1,666) |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (2) | (33) | (32) | (14) |
| Amounts payable on cancellation of shares | 2d, 6 | 0 | (2,545) | (629) | (282) |
| Annual management charge payable | 2d, 6 | (9) | (338) | (55) | (34) |
| Audit fee payable | 2d, 8 | (3) | (9) | (7) | (3) |
| Custody transaction charges payable | 2d, 7 | 0 | (42) | (64) | 0 |
| Depository's charge payable | 2d, 7 | 0 | (8) | (9) | (3) |
| Other payable | 2d | 0 | 0 | 0 | 0 |
| Performance fee payable | 2f | 0 | (948) | 0 | 0 |
| Purchases awaiting settlement | 2d, 6 | 0 | 0 | 0 | (1,285) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Emerging Markets Income Opportunities Fund US\$'000 | M&G (Lux) Episode Macro Fund US\$'000 | M&G (Lux) Euro Corporate Bond Fund €'000 | M&G (Lux) European Inflation Linked Corporate Bond Fund €'000 |
|--------------------------------|--------|--|---|--|--|
| Safe custody charges payable | 2d, 7 | (2) | (1) | (7) | (2) |
| Taxe d'abonnement payable | 2d, 10 | (1) | (28) | (30) | (18) |
| Total other liabilities | | (17) | (3,952) | (833) | (1,641) |
| Total liabilities | | (23) | (12,747) | (2,125) | (3,320) |
| Net assets | | 18,828 | 342,703 | 320,040 | 150,645 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) European Strategic Value Fund €'000 | M&G (Lux) Global Convertibles Fund US\$'000 | M&G (Lux) Global Corporate Bond Fund US\$'000 | M&G (Lux) Global Dividend Fund US\$'000 |
|---|-------|---|---|---|---|
| Assets | | | | | |
| Investment assets | 2c | 1,180,971 | 364,405 | 272,874 | 2,782,424 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 0 | 2,528 | 0 |
| Cash equivalents | | 48,544 | 9,829 | 2,613 | 75,542 |
| Cash held as bank balances | | 6,732 | 2,006 | 463 | 17,740 |
| Cash held on deposit | | 0 | 1,213 | 2,905 | 0 |
| Total cash and bank balances | | 55,276 | 13,048 | 8,509 | 93,282 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 6,505 | 57 | 1 | 19,112 |
| Debt security interest receivable | 2c | 0 | 882 | 1,889 | 8 |
| Derivative income receivable | 2d | 0 | 0 | 16 | 0 |
| Dividends receivable | 2d | 4,758 | 189 | 0 | 9,787 |
| Other receivable | 2d | 2 | 0 | 2 | 0 |
| Sales awaiting settlement | 2c | 0 | 0 | 0 | 0 |
| Total other assets | | 11,265 | 1,128 | 1,908 | 28,907 |
| Total assets | | 1,247,512 | 378,581 | 283,291 | 2,904,613 |
| Liabilities | | | | | |
| Investment liabilities | 2c | 0 | (797) | (4,515) | 0 |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | (20,583) | 0 | (6,046) | 0 |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | 0 | (1,018) | 0 |
| Total overdraft | | (20,583) | 0 | (7,064) | 0 |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (118) | (36) | (27) | (234) |
| Amounts payable on cancellation of shares | 2d, 6 | (1,606) | (439) | (100) | (1,707) |
| Annual management charge payable | 2d, 6 | (676) | (261) | (55) | (2,450) |
| Audit fee payable | 2d, 8 | (7) | (6) | (17) | (7) |
| Custody transaction charges payable | 2d, 7 | (57) | (41) | (40) | (87) |
| Depository's charge payable | 2d, 7 | (23) | (10) | (7) | (44) |
| Other payable | 2d | 0 | 0 | 0 | 0 |
| Performance fee payable | 2f | 0 | 0 | 0 | 0 |
| Purchases awaiting settlement | 2d, 6 | 0 | 0 | 0 | (1,456) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) European Strategic Value Fund €'000 | M&G (Lux) Global Convertibles Fund US\$'000 | M&G (Lux) Global Corporate Bond Fund US\$'000 | M&G (Lux) Global Dividend Fund US\$'000 |
|--------------------------------|--------|---|---|---|---|
| Safe custody charges payable | 2d, 7 | (14) | (5) | (3) | (29) |
| Taxe d'abonnement payable | 2d, 10 | (75) | (46) | (11) | (284) |
| Total other liabilities | | (2,576) | (844) | (260) | (6,298) |
| Total liabilities | | (23,159) | (1,641) | (11,839) | (6,298) |
| Net assets | | 1,224,353 | 376,940 | 271,452 | 2,898,315 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Global Emerging Markets Fund US\$'000 | M&G (Lux) Global Enhanced Equity Premia Fund US\$'000 | M&G (Lux) Global Floating Rate High Yield Fund US\$'000 | M&G (Lux) Global High Yield Bond Fund US\$'000 |
|---|--------|--|--|--|---|
| Assets | | | | | |
| Investment assets | 2c | 123,868 | 4,101 | 2,340,979 | 73,187 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 0 | 0 | 1,501 |
| Cash equivalents | | 2,690 | 3 | 253,551 | 1,475 |
| Cash held as bank balances | | 591 | 7 | 93,494 | 724 |
| Cash held on deposit | | 0 | 0 | 27,869 | 1,018 |
| Total cash and bank balances | | 3,281 | 10 | 374,914 | 4,718 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 135 | 0 | 9,849 | 33 |
| Debt security interest receivable | 2c | 0 | 0 | 14,555 | 1,093 |
| Derivative income receivable | 2d | 0 | 0 | 432 | 0 |
| Dividends receivable | 2d | 781 | 12 | 0 | 0 |
| Sales awaiting settlement | 2c | 930 | 0 | 5,526 | 125 |
| Total other assets | | 1,846 | 12 | 30,362 | 1,251 |
| Total assets | | 128,995 | 4,123 | 2,746,255 | 79,156 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (11) | 0 | (14,799) | (851) |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | (79) | 0 | 0 | (1,279) |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | 0 | (19,150) | 0 |
| Total overdraft | | (79) | 0 | (19,150) | (1,279) |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (12) | (1) | (225) | (8) |
| Amounts payable on cancellation of shares | 2d, 6 | (26) | 0 | (1,694) | (36) |
| Annual management charge payable | 2d, 6 | (92) | 0 | (1,298) | (40) |
| Audit fee payable | 2d, 8 | (3) | 0 | (20) | (2) |
| Custody transaction charges payable | 2d, 7 | 0 | 0 | (117) | 0 |
| Depository's charge payable | 2d, 7 | (3) | 0 | (42) | (2) |
| Other payable | 2d | 0 | 0 | (2) | 0 |
| Purchases awaiting settlement | 2d, 6 | (1,776) | 0 | (24,469) | (286) |
| Safe custody charges payable | 2d, 7 | (18) | (1) | (30) | (1) |
| Taxe d'abonnement payable | 2d, 10 | (13) | 0 | (293) | (9) |
| Total other liabilities | | (1,943) | (2) | (28,190) | (384) |
| Total liabilities | | (2,033) | (2) | (62,139) | (2,514) |
| Net assets | | 126,962 | 4,121 | 2,684,116 | 76,642 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Global Listed Infrastructure Fund US\$'000 | M&G (Lux) Global Macro Bond Fund US\$'000 | M&G (Lux) Global Maxima Fund US\$'000 | M&G (Lux) Global Sustain Paris Aligned Fund US\$'000 |
|---|--------|--|---|---|---|
| Assets | | | | | |
| Investment assets | 2c | 2,211,824 | 782,038 | 92,610 | 177,232 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 3,508 | 70 | 0 |
| Cash equivalents | | 11,470 | 6,600 | 0 | 4,693 |
| Cash held as bank balances | | 3,572 | 6,154 | 880 | 1,277 |
| Cash held on deposit | | 0 | 30,406 | 0 | 0 |
| Total cash and bank balances | | 15,042 | 46,668 | 950 | 5,970 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 30,856 | 965 | 230 | 251 |
| Debt security interest receivable | 2c | 1 | 4,951 | 0 | 1 |
| Derivative income receivable | 2d | 0 | 34 | 0 | 0 |
| Dividends receivable | 2d | 3,836 | 0 | 356 | 245 |
| Sales awaiting settlement | 2c | 1,066 | 306 | 0 | 0 |
| Total other assets | | 35,759 | 6,256 | 586 | 497 |
| Total assets | | 2,262,625 | 834,962 | 94,146 | 183,699 |
| Liabilities | | | | | |
| Investment liabilities | 2c | 0 | (15,277) | 0 | 0 |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | (5,400) | (290) | 0 | 0 |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | (5,552) | 0 | 0 |
| Total overdraft | | (5,400) | (5,842) | 0 | 0 |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (175) | (80) | (9) | (17) |
| Amounts payable on cancellation of shares | 2d, 6 | (6,305) | (250) | (3) | (19) |
| Annual management charge payable | 2d, 6 | (1,623) | (580) | (18) | (143) |
| Audit fee payable | 2d, 8 | (7) | (17) | 0 | 0 |
| Custody transaction charges payable | 2d, 7 | (122) | (148) | 0 | 0 |
| Depository's charge payable | 2d, 7 | (31) | (19) | (2) | (4) |
| Other payable | 2d | (65) | 1 | 0 | (71) |
| Purchases awaiting settlement | 2d, 6 | (13,880) | (6,523) | 0 | 0 |
| Safe custody charges payable | 2d, 7 | (18) | (23) | (10) | (3) |
| Taxe d'abonnement payable | 2d, 10 | (208) | (84) | (4) | (19) |
| Total other liabilities | | (22,434) | (7,725) | (46) | (276) |
| Total liabilities | | (27,834) | (28,844) | (46) | (276) |
| Net assets | | 2,234,791 | 806,118 | 94,100 | 183,423 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Global Target Return Fund €'000 | M&G (Lux) Global Themes Fund US\$'000 | M&G (Lux) Income Allocation Fund €'000 | M&G (Lux) Japan Fund ¥'000 |
|--|--------|---|---|--|-------------------------------------|
| Assets | | | | | |
| Investment assets | 2c | 22,943 | 721,231 | 1,114,091 | 9,638,758 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 1,024 | 0 | 0 | 0 |
| Cash equivalents | | 0 | 0 | 0 | 0 |
| Cash held as bank balances | | 39,252 | 7,573 | 112,035 | 220,477 |
| Cash held on deposit | | 10,427 | 0 | 17,643 | 0 |
| Total cash and bank balances | | 50,703 | 7,573 | 129,678 | 220,477 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 28 | 1,614 | 3,602 | 2,730 |
| Debt security interest receivable | 2c | 176 | 0 | 5,776 | 0 |
| Dividends receivable | 2d | 29 | 501 | 2,113 | 109,304 |
| Sales awaiting settlement | 2c | 0 | 0 | 0 | 0 |
| Total other assets | | 233 | 2,115 | 11,491 | 112,034 |
| Total assets | | 73,879 | 730,919 | 1,255,260 | 9,971,269 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (2,346) | 0 | (13,161) | (182) |
| Cash and bank balances | 2c | | | | |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (6) | (69) | (133) | (939) |
| Amounts payable on cancellation of shares | 2d, 6 | 0 | (454) | (1,203) | (34,471) |
| Annual management charge payable | 2d, 6 | (22) | (634) | (1,044) | (5,734) |
| Audit fee payable | 2d, 8 | (3) | (3) | (14) | (236) |
| Custody transaction charges payable | 2d, 7 | 0 | (50) | (83) | 0 |
| Depository's charge payable | 2d, 7 | (2) | (17) | (24) | (224) |
| Other payable | 2d | 0 | 0 | (335) | 0 |
| Purchases awaiting settlement | 2d, 6 | (9,637) | (735) | 0 | 0 |
| Safe custody charges payable | 2d, 7 | (3) | (9) | (28) | (135) |
| Taxe d'abonnement payable | 2d, 10 | (3) | (66) | (144) | (1,121) |
| Total other liabilities | | (9,676) | (2,037) | (3,008) | (42,860) |
| Total liabilities | | (12,022) | (2,037) | (16,169) | (43,042) |
| Net assets | | 61,857 | 728,882 | 1,239,091 | 9,928,227 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Japan Smaller Companies Fund ¥'000 | M&G (Lux) Multi Asset 2023 Fund €'000 | M&G (Lux) North American Dividend Fund US\$'000 | M&G (Lux) North American Value Fund US\$'000 |
|--|--------|--|--|--|---|
| Assets | | | | | |
| Investment assets | 2c | 4,062,513 | 129,593 | 374,025 | 87,194 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 0 | 0 | 0 |
| Cash equivalents | | 0 | 0 | 1,709 | 3,263 |
| Cash held as bank balances | | 89,189 | 741 | 1,690 | 453 |
| Cash held on deposit | | 0 | 0 | 0 | 0 |
| Total cash and bank balances | | 89,189 | 741 | 3,399 | 3,716 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 293 | 0 | 3,692 | 270 |
| Debt security interest receivable | 2c | 0 | 0 | 0 | 0 |
| Dividends receivable | 2d | 40,376 | 0 | 233 | 64 |
| Sales awaiting settlement | 2c | 5,889 | 0 | 0 | 5 |
| Total other assets | | 46,558 | 0 | 3,925 | 339 |
| Total assets | | 4,198,260 | 130,334 | 381,349 | 91,249 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (531) | 0 | (103) | (40) |
| Cash and bank balances | 2c | | | | |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (403) | 0 | (35) | (8) |
| Amounts payable on cancellation of shares | 2d, 6 | (9,358) | (74) | (146) | (20) |
| Annual management charge payable | 2d, 6 | (3,687) | (48) | (288) | (67) |
| Audit fee payable | 2d, 8 | (236) | 0 | (9) | (2) |
| Custody transaction charges payable | 2d, 7 | 0 | 0 | (29) | 0 |
| Depository's charge payable | 2d, 7 | (114) | 0 | (8) | (2) |
| Other payable | 2d | 0 | 0 | 0 | 0 |
| Purchases awaiting settlement | 2d, 6 | 0 | 0 | (2,392) | 0 |
| Safe custody charges payable | 2d, 7 | (70) | 0 | (1) | 0 |
| Taxe d'abonnement payable | 2d, 10 | (514) | 0 | (39) | (9) |
| Total other liabilities | | (14,382) | (122) | (2,947) | (108) |
| Total liabilities | | (14,913) | (122) | (3,050) | (148) |
| Net assets | | 4,183,347 | 130,212 | 378,299 | 91,101 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Optimal Income Fund €'000 | M&G (Lux) Pan European Sustain Paris Aligned Fund €'000 | M&G (Lux) Positive Impact Fund US\$'000 | M&G (Lux) Short Dated Corporate Bond Fund €'000 |
|---|--------|---|---|---|---|
| Assets | | | | | |
| Investment assets | 2c | 11,751,511 | 113,123 | 258,424 | 318,534 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 305,275 | 0 | 0 | 0 |
| Cash equivalents | | 67,094 | 1,916 | 0 | 2,430 |
| Cash held as bank balances | | 53,242 | 313 | 8,053 | 429 |
| Cash held on deposit | | 405,669 | 0 | 0 | 2,149 |
| Total cash and bank balances | | 831,280 | 2,229 | 8,053 | 5,008 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 8,993 | 3 | 602 | 5,126 |
| Debt security interest receivable | 2c | 94,482 | 0 | 0 | 1,497 |
| Derivative income receivable | 2d | 2,224 | 0 | 0 | 16 |
| Dividends receivable | 2d | 2,823 | 449 | 335 | 0 |
| Other receivable | 2d | 0 | 1 | 0 | 0 |
| Sales awaiting settlement | 2c | 36,530 | 0 | 0 | 0 |
| Total other assets | | 145,052 | 453 | 937 | 6,639 |
| Total assets | | 12,727,843 | 115,805 | 267,414 | 330,181 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (219,869) | 0 | 0 | (138) |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | (30,161) | 0 | 0 | (78) |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | (405,185) | 0 | 0 | (931) |
| Total overdraft | | (435,346) | 0 | 0 | (1,009) |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (237) | (11) | (26) | (32) |
| Amounts payable on cancellation of shares | 2d, 6 | (24,437) | (31) | (1,397) | (2,381) |
| Annual management charge payable | 2d, 6 | (8,335) | (106) | (149) | (29) |
| Audit fee payable | 2d, 8 | (16) | (2) | (15) | (3) |
| Custody transaction charges payable | 2d, 7 | (241) | 0 | (35) | 0 |
| Depository's charge payable | 2d, 7 | (150) | (3) | (10) | (7) |
| Other payable | 2d | (11) | 0 | 0 | 0 |
| Purchases awaiting settlement | 2d, 6 | (46,437) | 0 | (114) | (2,573) |
| Safe custody charges payable | 2d, 7 | (205) | (2) | (12) | (3) |
| Taxe d'abonnement payable | 2d, 10 | (1,387) | (13) | (22) | (18) |
| Total other liabilities | | (81,456) | (168) | (1,780) | (5,046) |
| Total liabilities | | (736,671) | (168) | (1,780) | (6,193) |
| Net assets | | 11,991,172 | 115,637 | 265,634 | 323,988 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Sustainable Allocation Fund €'000 | M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund US\$'000 | M&G (Lux) Sustainable Global High Yield Bond Fund US\$'000 | M&G (Lux) Sustainable Macro Flexible Credit Fund €'000 |
|---|-------|---|---|---|--|
| Assets | | | | | |
| Investment assets | 2c | 70,361 | 36,035 | 109,508 | 8,623 |
| Cash and bank balances | 2c | | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 135 | 234 | 0 |
| Cash equivalents | | 0 | 0 | 0 | 5,724 |
| Cash held as bank balances | | 1,395 | 376 | 10,091 | 1,194 |
| Cash held on deposit | | 520 | 110 | 550 | 0 |
| Total cash and bank balances | | 1,915 | 621 | 10,875 | 6,918 |
| Other assets | | | | | |
| Amounts receivable on issues of shares | | 679 | 0 | 14 | 557 |
| Debt security interest receivable | 2c | 204 | 472 | 1,552 | 15 |
| Derivative income receivable | 2d | 0 | 0 | 0 | 8 |
| Dividends receivable | 2d | 62 | 0 | 0 | 0 |
| Other receivable | 2d | 0 | 0 | 0 | 0 |
| Sales awaiting settlement | 2c | 214 | 0 | 208 | 0 |
| Total other assets | | 1,159 | 472 | 1,774 | 580 |
| Total assets | | 73,435 | 37,128 | 122,157 | 16,121 |
| Liabilities | | | | | |
| Investment liabilities | 2c | (625) | (59) | (977) | 0 |
| Cash and bank balances | 2c | | | | |
| Bank overdrafts | 2c | (6) | (45) | 0 | 0 |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | 0 | (1,032) | (435) |
| Total overdraft | | (6) | (45) | (1,032) | (435) |
| Other liabilities | | | | | |
| Administration charge payable | 2d, 6 | (7) | (4) | (11) | 0 |
| Amounts payable on cancellation of shares | 2d, 6 | (63) | 0 | 0 | 0 |
| Annual management charge payable | 2d, 6 | (47) | (12) | (28) | (4) |
| Audit fee payable | 2d, 8 | (3) | 0 | (4) | 0 |
| Custody transaction charges payable | 2d, 7 | 0 | 0 | 0 | 0 |
| Depository's charge payable | 2d, 7 | (2) | (1) | (3) | 0 |
| Other payable | 2d | 0 | 0 | 0 | 0 |
| Purchases awaiting settlement | 2d, 6 | (215) | 0 | (599) | 0 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Sustainable Allocation Fund €'000 | M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund US\$'000 | M&G (Lux) Sustainable Global High Yield Bond Fund US\$'000 | M&G (Lux) Sustainable Macro Flexible Credit Fund €'000 |
|--------------------------------|--------|---|---|---|--|
| Safe custody charges payable | 2d, 7 | (2) | 0 | (1) | 0 |
| Taxe d'abonnement payable | 2d, 10 | (6) | (1) | (9) | 0 |
| Total other liabilities | | (345) | (18) | (655) | (4) |
| Total liabilities | | (976) | (122) | (2,664) | (439) |
| Net assets | | 72,459 | 37,006 | 119,493 | 15,682 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Sustainable Multi Asset Growth Fund €'000 | M&G (Lux) Sustainable Optimal Income Bond Fund €'000 | Combined total €'000 |
|---|-------|---|--|----------------------------|
| Assets | | | | |
| Investment assets | 2c | 177,313 | 45,494 | 30,855,574 |
| Cash and bank balances | 2c | | | |
| Amounts held at futures clearing houses and collateral manager | | 0 | 677 | 449,246 |
| Cash equivalents | | 0 | 0 | 612,471 |
| Cash held as bank balances | | 4,983 | 1,623 | 539,050 |
| Cash held on deposit | | 1,420 | 1,150 | 955,204 |
| Total cash and bank balances | | 6,403 | 3,450 | 2,555,971 |
| Other assets | | | | |
| Amounts receivable on issues of shares | | 0 | 0 | 101,519 |
| Debt security interest receivable | 2c | 302 | 384 | 185,279 |
| Derivative income receivable | 2d | 0 | 0 | 2,718 |
| Dividends receivable | 2d | 287 | 0 | 29,329 |
| Other receivable | 2d | 0 | 0 | 410 |
| Sales awaiting settlement | 2c | 0 | 150 | 46,679 |
| Total other assets | | 589 | 534 | 365,934 |
| Total assets | | 184,305 | 49,478 | 33,777,479 |
| Liabilities | | | | |
| Investment liabilities | 2c | (2,098) | (767) | (351,383) |
| Cash and bank balances | 2c | | | |
| Bank overdrafts | 2c | (149) | 0 | (92,231) |
| Overdrawn positions at futures clearing houses and collateral manager | 2c | 0 | (953) | (438,189) |
| Total overdraft | | (149) | (953) | (530,420) |
| Other liabilities | | | | |
| Administration charge payable | 2d, 6 | (18) | (5) | (1,990) |
| Amounts payable on cancellation of shares | 2d, 6 | (146) | 0 | (51,439) |
| Annual management charge payable | 2d, 6 | (41) | (16) | (21,747) |
| Audit fee payable | 2d, 8 | 0 | 0 | (209) |
| Custody transaction charges payable | 2d, 7 | 0 | 0 | (1,540) |
| Depository's charge payable | 2d, 7 | (3) | (1) | (536) |
| Other payable | 2d | 0 | 0 | (740) |
| Performance fee payable | 2f | 0 | 0 | (854) |
| Purchases awaiting settlement | 2d, 6 | 0 | 0 | (177,596) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of net assets

| as at 31 March 2022 | Notes | M&G (Lux) Sustainable Multi Asset Growth Fund €'000 | M&G (Lux) Sustainable Optimal Income Bond Fund €'000 | Combined total €'000 |
|--------------------------------|--------|---|--|----------------------------|
| Safe custody charges payable | 2d, 7 | (3) | 0 | (655) |
| Taxe d'abonnement payable | 2d, 10 | (4) | (1) | (3,231) |
| Total other liabilities | | (215) | (23) | (260,539) |
| Total liabilities | | (2,462) | (1,743) | (1,142,342) |
| Net assets | | 181,843 | 47,735 | 32,635,137 |

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Absolute Return Bond Fund €'000 | M&G (Lux) Asian Fund US\$'000 | M&G (Lux) Climate Solutions Fund US\$'000 | M&G (Lux) Conservative Allocation Fund €'000 |
|---|--------|--|--|--|---|
| Opening net assets | | 35,481 | 61,049 | 11,893 | 1,285,868 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | (55) | 0 | 0 | (4,125) |
| Bank interest | 2d | (5) | 0 | 0 | (571) |
| Deposit interest | 2d | 0 | 0 | 0 | 57 |
| Derivative Income | 2d | 47 | 0 | 0 | 156 |
| Dividends | 2d | 0 | 1,958 | 176 | 6,195 |
| Interest on debt securities | 2d | 577 | 0 | 0 | 12,599 |
| Withholding tax on dividends and other investment income | 2d | 0 | (109) | (28) | (539) |
| Total income | | 564 | 1,849 | 148 | 13,772 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (49) | (95) | (21) | (1,375) |
| Annual management charge | 2d, 6 | (181) | (787) | (20) | (9,640) |
| Audit fee | 2d, 8 | 0 | 0 | 0 | (7) |
| Custody transaction charges | 2d, 7 | 0 | 0 | 0 | (111) |
| Depository's charge | 2d, 7 | 0 | (1) | 0 | (9) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | (1) | (18) | 0 | (8) |
| Safe custody charge | 2d, 7 | (1) | (12) | (1) | (45) |
| Share class hedging charge | 2d, 6 | (1) | 0 | 0 | (2) |
| Taxe d'abonnement charge | 2d, 10 | (14) | (29) | (2) | (346) |
| Total expenses | | (247) | (942) | (44) | (11,543) |
| Net income for the year | | 317 | 907 | 104 | 2,229 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 212 | 2,580 | 220 | 26,918 |
| Currency and forward currency contracts | 2c | (533) | 275 | (4) | (22,549) |
| Futures contracts | 2c | 313 | 0 | 0 | 19,957 |
| Swap contracts | 2c | (106) | 0 | 0 | 52 |
| Net realised (loss)/gain | | (114) | 2,855 | 216 | 24,378 |
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (1,708) | (5,578) | (239) | (22,026) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Absolute Return Bond Fund €'000 | M&G (Lux) Asian Fund US\$'000 | M&G (Lux) Climate Solutions Fund US\$'000 | M&G (Lux) Conservative Allocation Fund €'000 |
|--|-------|--|--|--|---|
| Currency and forward currency contracts | 2c | 388 | (111) | (3) | 16,478 |
| Futures contracts | 2c | 384 | 0 | 0 | 18,200 |
| Swap contracts | 2c | 46 | 0 | 0 | 72 |
| Net change in unrealised gain/(loss) | | (890) | (5,689) | (242) | 12,724 |
| Change in net asset assets from investment activities | | (687) | (1,927) | 78 | 39,331 |
| Net share issues and redemptions | | (6,858) | 1,596 | 946 | (659,722) |
| Distributions | 3, 14 | (97) | 0 | 0 | (1,484) |
| Foreign currency translation | | | | | |
| Net assets | | 27,839 | 60,718 | 12,917 | 663,993 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Diversity and Inclusion Fund US\$'000 | M&G (Lux) Dynamic Allocation Fund €'000 | M&G (Lux) Emerging Markets Bond Fund US\$'000 | M&G (Lux) Emerging Markets Hard Currency Bond Fund US\$'000 |
|---|--------|---|--|---|--|
| Opening net assets | | 0 | 3,210,817 | 2,673,113 | 203,549 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | (10,955) | 0 | (679) |
| Bank interest | 2d | 0 | (1,284) | (53) | 0 |
| Deposit interest | 2d | 0 | 645 | 40 | 0 |
| Derivative Income | 2d | 0 | 174 | 0 | 0 |
| Dividends | 2d | 60 | 23,319 | 0 | 0 |
| Interest on debt securities | 2d | 0 | 36,093 | 186,912 | 10,430 |
| Withholding tax on dividends and other investment income | 2d | (10) | (2,271) | (997) | (6) |
| Total income | | 50 | 45,721 | 185,902 | 9,745 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (7) | (3,093) | (3,815) | (287) |
| Annual management charge | 2d, 6 | (1) | (38,651) | (22,872) | (1,101) |
| Audit fee | 2d, 8 | 0 | (7) | (17) | 0 |
| Custody transaction charges | 2d, 7 | 0 | (122) | (304) | 0 |
| Depository's charge | 2d, 7 | 0 | (48) | (68) | (2) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | 0 | (8) | (1) | (2) |
| Safe custody charge | 2d, 7 | 0 | (148) | (289) | (6) |
| Share class hedging charge | 2d, 6 | 0 | (11) | (123) | (7) |
| Taxe d'abonnement charge | 2d, 10 | (1) | (1,067) | (691) | (51) |
| Total expenses | | (9) | (43,155) | (28,180) | (1,456) |
| Net income for the year | | 41 | 2,566 | 157,722 | 8,289 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 0 | 70,396 | (17,137) | (628) |
| Currency and forward currency contracts | 2c | 10 | (56,438) | (49,935) | (1,469) |
| Futures contracts | 2c | 0 | 66,203 | (34) | (34) |
| Swap contracts | 2c | 0 | 74 | 0 | 0 |
| Net realised gain/(loss) | | 10 | 80,235 | (67,106) | (2,131) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Diversity and Inclusion Fund US\$'000 | M&G (Lux) Dynamic Allocation Fund €'000 | M&G (Lux) Emerging Markets Bond Fund US\$'000 | M&G (Lux) Emerging Markets Hard Currency Bond Fund US\$'000 |
|--|-------|---|--|---|--|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (972) | (18,826) | (406,669) | (20,645) |
| Currency and forward currency contracts | 2c | 0 | 19,096 | 26,708 | 1,312 |
| Futures contracts | 2c | 0 | 28,594 | 0 | 0 |
| Swap contracts | 2c | 0 | 108 | 0 | 0 |
| Net change in unrealised gain/(loss) | | (972) | 28,972 | (379,961) | (19,333) |
| Change in net asset assets from investment activities | | (921) | 111,773 | (289,345) | (13,175) |
| Net share issues and redemptions | | 13,765 | (925,914) | 703,479 | (29,696) |
| Distributions | 3, 14 | 0 | (2,436) | (14,250) | (2,667) |
| Foreign currency translation | | | | | |
| Net assets | | 12,844 | 2,394,240 | 3,072,997 | 158,011 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Emerging Markets Income Opportunities Fund US\$'000 | M&G (Lux) Episode Macro Fund US\$'000 | M&G (Lux) Euro Corporate Bond Fund €'000 | M&G (Lux) European Inflation Linked Corporate Bond Fund €'000 |
|---|--------|--|---|--|--|
| Opening net assets | | 19,787 | 363,636 | 561,115 | 68,604 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | 0 | (1,495) | (1,798) |
| Bank interest | 2d | 0 | (29) | (11) | (10) |
| Deposit interest | 2d | 0 | 0 | 0 | 0 |
| Derivative Income | 2d | 0 | 0 | 76 | 621 |
| Dividends | 2d | 716 | 272 | 0 | 0 |
| Interest on debt securities | 2d | 428 | 206 | 6,209 | 728 |
| Withholding tax on dividends and other investment income | 2d | (70) | (63) | 4 | (4) |
| Total income | | 1,074 | 386 | 4,783 | (463) |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (30) | (523) | (614) | (150) |
| Annual management charge | 2d, 6 | (152) | (5,586) | (2,548) | (660) |
| Audit fee | 2d, 8 | 0 | (8) | (7) | 0 |
| Custody transaction charges | 2d, 7 | 0 | (30) | (48) | 0 |
| Depository's charge | 2d, 7 | 0 | (5) | 1 | (2) |
| Performance fee | 2f | 0 | (948) | 0 | 0 |
| Professional fees | | (14) | 0 | 0 | 0 |
| Safe custody charge | 2d, 7 | (1) | 1 | (17) | (4) |
| Share class hedging charge | 2d, 6 | 0 | (59) | (1) | 0 |
| Taxe d'abonnement charge | 2d, 10 | (3) | (111) | (146) | (54) |
| Total expenses | | (200) | (7,269) | (3,380) | (870) |
| Net income/(expense) for the year | | 874 | (6,883) | 1,403 | (1,333) |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 490 | 2,350 | 7,260 | 782 |
| Currency and forward currency contracts | 2c | (211) | (32,832) | (466) | (1,951) |
| Futures contracts | 2c | 0 | 30,106 | 303 | 437 |
| Swap contracts | 2c | 0 | 0 | (2) | (500) |
| Net realised gain/(loss) | | 279 | (376) | 7,095 | (1,232) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Emerging Markets Income Opportunities Fund US\$'000 | M&G (Lux) Episode Macro Fund US\$'000 | M&G (Lux) Euro Corporate Bond Fund €'000 | M&G (Lux) European Inflation Linked Corporate Bond Fund €'000 |
|--|-------|--|---|--|--|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (1,561) | (74) | (27,718) | 4,275 |
| Currency and forward currency contracts | 2c | 28 | 10,672 | 747 | 1,467 |
| Futures contracts | 2c | 0 | 2,901 | (654) | 868 |
| Swap contracts | 2c | 0 | 0 | (154) | (162) |
| Net change in unrealised gain/(loss) | | (1,533) | 13,499 | (27,779) | 6,448 |
| Change in net asset assets from investment activities | | (380) | 6,240 | (19,281) | 3,883 |
| Net share issues and redemptions | | (525) | (27,173) | (221,068) | 78,158 |
| Distributions | 3, 14 | (54) | 0 | (726) | 0 |
| Foreign currency translation | | | | | |
| Net assets | | 18,828 | 342,703 | 320,040 | 150,645 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) European Strategic Value Fund €'000 | M&G (Lux) Floating Rate High Yield Solution ^a US\$'000 | M&G (Lux) Global Convertibles Fund US\$'000 | M&G (Lux) Global Corporate Bond Fund US\$'000 |
|---|--------|---|---|---|---|
| Opening net assets | | 897,041 | 4,707 | 477,003 | 314,387 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | (1) | (1,186) | (2,272) |
| Bank interest | 2d | (31) | 0 | (1) | (10) |
| Deposit interest | 2d | 0 | 0 | 4 | 3 |
| Derivative Income | 2d | 0 | 165 | 0 | 544 |
| Dividends | 2d | 32,552 | 0 | 481 | 0 |
| Interest on debt securities | 2d | 0 | 6 | 2,495 | 6,469 |
| Withholding tax on dividends and other investment income | 2d | (2,299) | 0 | (79) | (5) |
| Total income | | 30,222 | 170 | 1,714 | 4,729 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (1,585) | (5) | (670) | (452) |
| Annual management charge | 2d, 6 | (9,058) | (24) | (4,762) | (1,482) |
| Audit fee | 2d, 8 | (7) | 0 | (8) | (14) |
| Custody transaction charges | 2d, 7 | (42) | 0 | (26) | (40) |
| Depositary's charge | 2d, 7 | (13) | 0 | (4) | (6) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | (3) | 0 | (2) | 0 |
| Safe custody charge | 2d, 7 | (22) | 0 | (11) | (8) |
| Share class hedging charge | 2d, 6 | 0 | 0 | (38) | (53) |
| Taxe d'abonnement charge | 2d, 10 | (252) | (2) | (215) | (49) |
| Total expenses | | (10,982) | (31) | (5,736) | (2,104) |
| Net income/(expense) for the year | | 19,240 | 139 | (4,022) | 2,625 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 44,310 | 1 | 12,188 | (1,469) |
| Currency and forward currency contracts | 2c | 2,637 | (191) | (12,290) | (8,574) |
| Futures contracts | 2c | 0 | (25) | 0 | (687) |
| Swap contracts | 2c | 0 | 52 | 0 | 190 |
| Net realised gain/(loss) | | 46,947 | (163) | (102) | (10,540) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) European Strategic Value Fund €'000 | M&G (Lux) Floating Rate High Yield Solution ^a US\$'000 | M&G (Lux) Global Convertibles Fund US\$'000 | M&G (Lux) Global Corporate Bond Fund US\$'000 |
|--|-------|---|---|---|---|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | 73,758 | (3) | (41,366) | (17,035) |
| Currency and forward currency contracts | 2c | 2,061 | 28 | 4,295 | 1,894 |
| Futures contracts | 2c | 0 | 0 | 0 | 343 |
| Swap contracts | 2c | 0 | (6) | 0 | 39 |
| Net change in unrealised gain/(loss) | | 75,819 | 19 | (37,071) | (14,759) |
| Change in net asset assets from investment activities | | 142,006 | (5) | (41,195) | (22,674) |
| Net share issues and redemptions | | 185,578 | (4,668) | (58,757) | (16,241) |
| Distributions | 3, 14 | (272) | (34) | (111) | (4,020) |
| Foreign currency translation | | | | | |
| Net assets | | 1,224,353 | 0 | 376,940 | 271,452 |

^a For the period from 1 April 2021 until 12 November 2021 (the merger date of the sub-fund).

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Global Dividend Fund US\$'000 | M&G (Lux) Global Emerging Markets Fund US\$'000 | M&G (Lux) Global Enhanced Equity Premia Fund US\$'000 | M&G (Lux) Global Floating Rate High Yield Fund US\$'000 |
|---|--------|---|--|--|--|
| Opening net assets | | 2,312,957 | 196,697 | 3,722 | 1,344,328 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | 0 | 0 | 0 |
| Bank interest | 2d | (32) | (2) | 1 | (77) |
| Deposit interest | 2d | 18 | 1 | 0 | 125 |
| Derivative Income | 2d | 0 | 0 | 0 | 9,664 |
| Dividends | 2d | 81,236 | 6,656 | 122 | 0 |
| Interest on debt securities | 2d | 2 | 0 | 0 | 76,531 |
| Withholding tax on dividends and other investment income | 2d | (13,502) | (670) | (21) | (45) |
| Total income | | 67,722 | 5,985 | 102 | 86,198 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (3,237) | (250) | (6) | (2,600) |
| Annual management charge | 2d, 6 | (34,408) | (1,822) | (2) | (18,485) |
| Audit fee | 2d, 8 | (8) | 0 | 0 | (18) |
| Custody transaction charges | 2d, 7 | (61) | 0 | 0 | (84) |
| Depository's charge | 2d, 7 | (49) | 0 | 0 | (40) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | (17) | (22) | (16) | 0 |
| Safe custody charge | 2d, 7 | (62) | 7 | (2) | (62) |
| Share class hedging charge | 2d, 6 | 0 | (1) | 0 | (234) |
| Taxe d'abonnement charge | 2d, 10 | (1,056) | (64) | 0 | (965) |
| Total expenses | | (38,898) | (2,152) | (26) | (22,488) |
| Net income for the year | | 28,824 | 3,833 | 76 | 63,710 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 167,459 | 15,437 | 350 | 12,251 |
| Currency and forward currency contracts | 2c | 8,629 | (2,441) | (14) | 77,539 |
| Futures contracts | 2c | 0 | 0 | 0 | (124) |
| Swap contracts | 2c | 0 | 0 | 0 | (181) |
| Net realised gain | | 176,088 | 12,996 | 336 | 89,485 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Global Dividend Fund US\$'000 | M&G (Lux) Global Emerging Markets Fund US\$'000 | M&G (Lux) Global Enhanced Equity Premia Fund US\$'000 | M&G (Lux) Global Floating Rate High Yield Fund US\$'000 |
|--|-------|---|--|--|--|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | 61,780 | (21,966) | (27) | (170,202) |
| Currency and forward currency contracts | 2c | (1,806) | (663) | (3) | (29,660) |
| Futures contracts | 2c | 0 | 0 | 0 | 0 |
| Swap contracts | 2c | 0 | 0 | 0 | (5,910) |
| Net change in unrealised gain/(loss) | | 59,974 | (22,629) | (30) | (205,772) |
| Change in net asset assets from investment activities | | 264,886 | (5,800) | 382 | (52,577) |
| Net share issues and redemptions | | 328,900 | (63,834) | 22 | 1,411,522 |
| Distributions | 3, 14 | (8,428) | (101) | (5) | (19,157) |
| Foreign currency translation | | | | | |
| Net assets | | 2,898,315 | 126,962 | 4,121 | 2,684,116 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Global High Yield Bond Fund US\$'000 | M&G (Lux) Global Listed Infrastructure Fund US\$'000 | M&G (Lux) Global Macro Bond Fund US\$'000 | M&G (Lux) Global Maxima Fund US\$'000 |
|---|--------|---|--|---|---|
| Opening net assets | | 93,318 | 582,369 | 1,011,020 | 72,211 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | (84) | 0 | (8,464) | 0 |
| Bank interest | 2d | (1) | (21) | (56) | (1) |
| Deposit interest | 2d | 1 | 5 | 7 | 0 |
| Derivative Income | 2d | 0 | 0 | 14 | 0 |
| Dividends | 2d | 0 | 40,505 | 0 | 2,018 |
| Interest on debt securities | 2d | 4,359 | 0 | 22,624 | 0 |
| Withholding tax on dividends and other investment income | 2d | (7) | (5,955) | (165) | (319) |
| Total income | | 4,268 | 34,534 | 13,960 | 1,698 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (135) | (1,838) | (1,424) | (130) |
| Annual management charge | 2d, 6 | (892) | (16,062) | (10,276) | (183) |
| Audit fee | 2d, 8 | 0 | (9) | (16) | (4) |
| Custody transaction charges | 2d, 7 | 0 | (92) | (108) | 0 |
| Depository's charge | 2d, 7 | (1) | (36) | (12) | (2) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | 0 | 0 | (2) | (12) |
| Safe custody charge | 2d, 7 | (2) | (38) | (42) | (20) |
| Share class hedging charge | 2d, 6 | (13) | 0 | (28) | 0 |
| Taxe d'abonnement charge | 2d, 10 | (43) | (583) | (398) | (14) |
| Total expenses | | (1,086) | (18,658) | (12,306) | (365) |
| Net income for the year | | 3,182 | 15,876 | 1,654 | 1,333 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 338 | 41,440 | 16,744 | 7,143 |
| Currency and forward currency contracts | 2c | (2,658) | (445) | (21,632) | (1,452) |
| Futures contracts | 2c | (180) | 0 | 4,281 | 57 |
| Swap contracts | 2c | 0 | 0 | 6,838 | 0 |
| Net realised (loss)/gain | | (2,500) | 40,995 | 6,231 | 5,748 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Global High Yield Bond Fund US\$'000 | M&G (Lux) Global Listed Infrastructure Fund US\$'000 | M&G (Lux) Global Macro Bond Fund US\$'000 | M&G (Lux) Global Maxima Fund US\$'000 |
|--|-------|---|--|---|---|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (8,424) | 100,423 | (50,011) | (2,696) |
| Currency and forward currency contracts | 2c | 499 | (968) | (3,416) | (50) |
| Futures contracts | 2c | (22) | 0 | (2,639) | 41 |
| Swap contracts | 2c | 0 | 0 | (12,360) | 0 |
| Net change in unrealised gain/(loss) | | (7,947) | 99,455 | (68,426) | (2,705) |
| Change in net asset assets from investment activities | | (7,265) | 156,326 | (60,541) | 4,376 |
| Net share issues and redemptions | | (8,159) | 1,498,617 | (142,678) | 17,517 |
| Distributions | 3, 14 | (1,252) | (2,521) | (1,683) | (4) |
| Foreign currency translation | | | | | |
| Net assets | | 76,642 | 2,234,791 | 806,118 | 94,100 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Global Sustain Paris Aligned Fund US\$'000 | M&G (Lux) Global Target Return Fund €'000 | M&G (Lux) Global Themes Fund US\$'000 | M&G (Lux) Income Allocation Fund €'000 |
|---|--------|---|---|---|--|
| Opening net assets | | 124,015 | 89,602 | 628,878 | 1,035,120 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | (35) | 0 | (3,212) |
| Bank interest | 2d | (2) | (13) | (16) | (71) |
| Deposit interest | 2d | 3 | (174) | 0 | (357) |
| Derivative Income | 2d | 0 | 0 | 0 | 0 |
| Dividends | 2d | 1,907 | 354 | 14,410 | 18,725 |
| Interest on debt securities | 2d | 0 | 1,222 | 0 | 23,357 |
| Withholding tax on dividends and other investment income | 2d | (344) | (20) | (2,727) | (2,339) |
| Total income | | 1,564 | 1,334 | 11,667 | 36,103 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (247) | (114) | (1,068) | (1,702) |
| Annual management charge | 2d, 6 | (2,211) | (388) | (9,871) | (13,880) |
| Audit fee | 2d, 8 | (2) | 0 | (17) | (14) |
| Custody transaction charges | 2d, 7 | 0 | 0 | (28) | (1,334) |
| Depositary's charge | 2d, 7 | (4) | (1) | (15) | (19) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | (2) | (1) | (8) | (11) |
| Safe custody charge | 2d, 7 | (6) | (6) | (22) | (48) |
| Share class hedging charge | 2d, 6 | 0 | 0 | 0 | (28) |
| Taxe d'abonnement charge | 2d, 10 | (70) | (13) | (270) | (533) |
| Total expenses | | (2,542) | (523) | (11,299) | (17,569) |
| Net (expense)/income for the year | | (978) | 811 | 368 | 18,534 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 4,283 | 2,336 | 55,405 | 22,637 |
| Currency and forward currency contracts | 2c | 32 | (2,122) | 52 | (24,021) |
| Futures contracts | 2c | 0 | 1,359 | 0 | 0 |
| Swap contracts | 2c | 0 | (241) | 0 | 0 |
| Net realised gain/(loss) | | 4,315 | 1,332 | 55,457 | (1,384) |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Global Sustain Paris Aligned Fund US\$'000 | M&G (Lux) Global Target Return Fund €'000 | M&G (Lux) Global Themes Fund US\$'000 | M&G (Lux) Income Allocation Fund €'000 |
|--|-------|---|---|---|--|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | 9,444 | (495) | (5,739) | 36,735 |
| Currency and forward currency contracts | 2c | (143) | 383 | (491) | 14,100 |
| Futures contracts | 2c | 0 | 410 | 0 | 0 |
| Swap contracts | 2c | 0 | 16 | 0 | 0 |
| Net change in unrealised gain/(loss) | | 9,301 | 314 | (6,230) | 50,835 |
| Change in net asset assets from investment activities | | 12,638 | 2,457 | 49,595 | 67,985 |
| Net share issues and redemptions | | 46,776 | (30,202) | 50,457 | 167,042 |
| Distributions | 3, 14 | (6) | 0 | (48) | (31,056) |
| Foreign currency translation | | | | | |
| Net assets | | 183,423 | 61,857 | 728,882 | 1,239,091 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Japan Fund ¥'000 | M&G (Lux) Japan Smaller Companies Fund ¥'000 | M&G (Lux) Multi Asset 2023 Fund €'000 | M&G (Lux) North American Dividend Fund US\$'000 |
|---|--------|-------------------------------------|--|--|--|
| Opening net assets | | 9,135,849 | 4,999,763 | 140,153 | 200,461 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | 0 | 0 | 0 |
| Bank interest | 2d | (395) | (408) | (10) | (11) |
| Deposit interest | 2d | 0 | 0 | 0 | 1 |
| Derivative Income | 2d | 0 | 0 | 0 | 0 |
| Dividends | 2d | 259,681 | 115,499 | 2,631 | 5,293 |
| Interest on debt securities | 2d | 1 | 2 | 0 | 0 |
| Withholding tax on dividends and other investment income | 2d | (39,770) | (17,689) | 0 | (1,392) |
| Total income | | 219,517 | 97,404 | 2,621 | 3,891 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (14,182) | (7,266) | 0 | (451) |
| Annual management charge | 2d, 6 | (87,167) | (67,500) | (873) | (3,468) |
| Audit fee | 2d, 8 | 0 | 0 | 0 | (8) |
| Custody transaction charges | 2d, 7 | 0 | 0 | 0 | (29) |
| Depository's charge | 2d, 7 | (181) | (115) | 0 | (8) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | 0 | 0 | 0 | 0 |
| Safe custody charge | 2d, 7 | (273) | (159) | 0 | (2) |
| Share class hedging charge | 2d, 6 | (10) | (74) | 0 | (5) |
| Taxe d'abonnement charge | 2d, 10 | (4,509) | (2,366) | 0 | (138) |
| Total expenses | | (106,322) | (77,480) | (873) | (4,109) |
| Net income/(expense) for the year | | 113,195 | 19,924 | 1,748 | (218) |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 1,033,818 | 660,950 | 642 | 22,573 |
| Currency and forward currency contracts | 2c | (231) | 13,323 | 0 | (2,492) |
| Futures contracts | 2c | 0 | 0 | 0 | 0 |
| Swap contracts | 2c | 0 | 0 | 0 | 0 |
| Net realised gain | | 1,033,587 | 674,273 | 642 | 20,081 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Japan Fund ¥'000 | M&G (Lux) Japan Smaller Companies Fund ¥'000 | M&G (Lux) Multi Asset 2023 Fund €'000 | M&G (Lux) North American Dividend Fund US\$'000 |
|--|-------|-------------------------------------|--|--|--|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (335,545) | (609,083) | (384) | 9,574 |
| Currency and forward currency contracts | 2c | (753) | (1,345) | 0 | 620 |
| Futures contracts | 2c | 0 | 0 | 0 | 0 |
| Swap contracts | 2c | 0 | 0 | 0 | 0 |
| Net change in unrealised gain/(loss) | | (336,298) | (610,428) | (384) | 10,194 |
| Change in net asset assets from investment activities | | 810,484 | 83,769 | 2,006 | 30,057 |
| Net share issues and redemptions | | (17,725) | (900,050) | (9,322) | 148,048 |
| Distributions | 3, 14 | (381) | (135) | (2,625) | (267) |
| Foreign currency translation | | | | | |
| Net assets | | 9,928,227 | 4,183,347 | 130,212 | 378,299 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) North American Value Fund US\$'000 | M&G (Lux) Optimal Income Fund €'000 | M&G (Lux) Pan European Sustain Paris Aligned Fund €'000 | M&G (Lux) Positive Impact Fund US\$'000 |
|---|--------|---|---|---|---|
| Opening net assets | | 59,455 | 14,050,593 | 106,571 | 409,310 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | 0 | (62,945) | 0 | 0 |
| Bank interest | 2d | (5) | (1,220) | (2) | (7) |
| Deposit interest | 2d | 2 | 0 | 0 | 0 |
| Derivative Income | 2d | 0 | 25,088 | 0 | 0 |
| Dividends | 2d | 1,787 | 34,021 | 1,934 | 5,217 |
| Interest on debt securities | 2d | 0 | 295,832 | 0 | 0 |
| Withholding tax on dividends and other investment income | 2d | (517) | (2,860) | (209) | (798) |
| Total income | | 1,267 | 287,916 | 1,723 | 4,412 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (117) | (4,100) | (183) | (686) |
| Annual management charge | 2d, 6 | (975) | (152,386) | (1,688) | (2,628) |
| Audit fee | 2d, 8 | 0 | (17) | 0 | (13) |
| Custody transaction charges | 2d, 7 | 0 | (329) | 0 | (35) |
| Depository's charge | 2d, 7 | (1) | (326) | (2) | (10) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | 0 | (92) | 0 | (2) |
| Safe custody charge | 2d, 7 | (1) | (493) | (4) | (22) |
| Share class hedging charge | 2d, 6 | (2) | (368) | 0 | 0 |
| Taxe d'abonnement charge | 2d, 10 | (34) | (6,246) | (57) | (113) |
| Total expenses | | (1,130) | (164,357) | (1,934) | (3,509) |
| Net income/(expense) for the year | | 137 | 123,559 | (211) | 903 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 6,738 | 253,149 | 6,015 | 30,550 |
| Currency and forward currency contracts | 2c | (839) | (361,448) | (202) | (2,234) |
| Futures contracts | 2c | 0 | 75,589 | 0 | 0 |
| Swap contracts | 2c | 0 | (50,529) | 0 | 0 |
| Net realised gain/(loss) | | 5,899 | (83,239) | 5,813 | 28,316 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) North American Value Fund US\$'000 | M&G (Lux) Optimal Income Fund €'000 | M&G (Lux) Pan European Sustain Paris Aligned Fund €'000 | M&G (Lux) Positive Impact Fund US\$'000 |
|--|-------|---|---|---|---|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | 75 | (723,286) | 117 | (42,599) |
| Currency and forward currency contracts | 2c | 204 | 209,028 | 77 | (248) |
| Futures contracts | 2c | 0 | (81,189) | 0 | 0 |
| Swap contracts | 2c | 0 | 15,116 | 0 | 0 |
| Net change in unrealised gain/(loss) | | 279 | (580,331) | 194 | (42,847) |
| Change in net asset assets from investment activities | | 6,315 | (540,011) | 5,796 | (13,628) |
| Net share issues and redemptions | | 25,331 | (1,495,755) | 3,270 | (130,004) |
| Distributions | 3, 14 | 0 | (23,655) | 0 | (44) |
| Foreign currency translation | | | | | |
| Net assets | | 91,101 | 11,991,172 | 115,637 | 265,634 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Short Dated Corporate Bond Fund €'000 | M&G (Lux) Sustainable Allocation Fund €'000 | M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund US\$'000 | M&G (Lux) Sustainable Global High Yield Bond Fund US\$'000 |
|---|--------|---|---|---|---|
| Opening net assets | | 70,440 | 51,254 | 37,848 | 83,662 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | (1,587) | (73) | 0 | (213) |
| Bank interest | 2d | (5) | (21) | 0 | (1) |
| Deposit interest | 2d | 0 | 0 | 0 | 0 |
| Derivative Income | 2d | 284 | 0 | 0 | 0 |
| Dividends | 2d | 0 | 757 | 0 | 0 |
| Interest on debt securities | 2d | 2,144 | 1,029 | 1,790 | 4,467 |
| Withholding tax on dividends and other investment income | 2d | (14) | (80) | (1) | 2 |
| Total income | | 822 | 1,612 | 1,789 | 4,255 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | (273) | (96) | (58) | (151) |
| Annual management charge | 2d, 6 | (364) | (618) | (187) | (573) |
| Audit fee | 2d, 8 | 0 | 0 | (4) | 0 |
| Custody transaction charges | 2d, 7 | 0 | 0 | 0 | 0 |
| Depositary's charge | 2d, 7 | (7) | (2) | (1) | (2) |
| Performance fee | 2f | 0 | 0 | 0 | 0 |
| Professional fees | | 0 | (10) | (4) | 0 |
| Safe custody charge | 2d, 7 | (6) | (5) | (2) | (2) |
| Share class hedging charge | 2d, 6 | (3) | 0 | (3) | (5) |
| Taxe d'abonnement charge | 2d, 10 | (53) | (23) | (5) | (28) |
| Total expenses | | (706) | (754) | (264) | (761) |
| Net income for the year | | 116 | 858 | 1,525 | 3,494 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 591 | 1,265 | (783) | 113 |
| Currency and forward currency contracts | 2c | (6,323) | (1,776) | (1,398) | 2,496 |
| Futures contracts | 2c | (40) | 0 | (27) | (121) |
| Swap contracts | 2c | (426) | 0 | 0 | 0 |
| Net realised (loss)/gain | | (6,198) | (511) | (2,208) | 2,488 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Short Dated Corporate Bond Fund €'000 | M&G (Lux) Sustainable Allocation Fund €'000 | M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund US\$'000 | M&G (Lux) Sustainable Global High Yield Bond Fund US\$'000 |
|--|-------|---|---|---|---|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (3,453) | 2,083 | (3,616) | (11,578) |
| Currency and forward currency contracts | 2c | 5,053 | 195 | 423 | (1,151) |
| Futures contracts | 2c | 36 | 0 | 103 | 109 |
| Swap contracts | 2c | 85 | 0 | 0 | 0 |
| Net change in unrealised gain/(loss) | | 1,721 | 2,278 | (3,090) | (12,620) |
| Change in net asset assets from investment activities | | (4,361) | 2,625 | (3,773) | (6,638) |
| Net share issues and redemptions | | 257,944 | 18,665 | 3,103 | 42,858 |
| Distributions | 3, 14 | (35) | (85) | (172) | (389) |
| Foreign currency translation | | | | | |
| Net assets | | 323,988 | 72,459 | 37,006 | 119,493 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Sustainable Macro Flexible Credit Fund €'000 | M&G (Lux) Sustainable Multi Asset Growth Fund €'000 | M&G (Lux) Sustainable Optimal Income Bond Fund €'000 | Combined total €'000 |
|---|--------|--|---|--|-------------------------|
| Opening net assets | | 0 | 0 | 0 | 31,331,775 |
| Income | | | | | |
| Accretion of market discount/ (Amortisation of market premium) | 2d | (5) | (18) | (72) | (98,000) |
| Bank interest | 2d | 0 | (22) | (6) | (3,580) |
| Deposit interest | 2d | 0 | 0 | 0 | 360 |
| Derivative Income | 2d | 21 | 0 | 0 | 35,828 |
| Dividends | 2d | 0 | 732 | 0 | 270,738 |
| Interest on debt securities | 2d | 5 | 233 | 307 | 665,783 |
| Withholding tax on dividends and other investment income | 2d | 0 | (106) | 0 | (36,243) |
| Total income | | 21 | 819 | 229 | 834,886 |
| Expenses | | | | | |
| Administration charge | 2d, 6 | 0 | (88) | (22) | (30,099) |
| Annual management charge | 2d, 6 | (6) | (205) | (73) | (357,487) |
| Audit fee | 2d, 8 | 0 | 0 | 0 | (194) |
| Custody transaction charges | 2d, 7 | 0 | 0 | 0 | (2,740) |
| Depositary's charge | 2d, 7 | 0 | (3) | (1) | (675) |
| Performance fee | 2f | 0 | 0 | 0 | (854) |
| Professional fees | | 0 | 0 | 0 | (240) |
| Safe custody charge | 2d, 7 | 0 | (3) | 0 | (1,350) |
| Share class hedging charge | 2d, 6 | 0 | 0 | 0 | (929) |
| Taxe d'abonnement charge | 2d, 10 | 0 | (9) | (2) | (13,314) |
| Total expenses | | (6) | (308) | (98) | (407,882) |
| Net income for the year | | 15 | 511 | 131 | 427,004 |
| Realised gains/(losses) on investments | | | | | |
| Investments excluding derivatives | 2c | 23 | 311 | (536) | 790,113 |
| Currency and forward currency contracts | 2c | (60) | (1) | (1,120) | (523,212) |
| Futures contracts | 2c | (18) | 23 | 581 | 194,640 |
| Swap contracts | 2c | 0 | 0 | (156) | (45,616) |
| Net realised (loss)/gain | | (55) | 333 | (1,231) | 415,925 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Financial statements

Statement of operations and changes in net assets

| for the year to 31 March 2022 | Notes | M&G (Lux) Sustainable Macro Flexible Credit Fund €'000 | M&G (Lux) Sustainable Multi Asset Growth Fund €'000 | M&G (Lux) Sustainable Optimal Income Bond Fund €'000 | Combined total €'000 |
|--|-------|--|---|--|-------------------------|
| Change in unrealised gains/(losses) | | | | | |
| Investments excluding derivatives | 2c | (69) | (7,841) | (2,881) | (1,266,246) |
| Currency and forward currency contracts | 2c | 44 | (1,324) | 692 | 275,653 |
| Futures contracts | 2c | 70 | 0 | 37 | (32,491) |
| Swap contracts | 2c | 104 | 0 | 513 | (692) |
| Net change in unrealised gain/(loss) | | 149 | (9,165) | (1,639) | (1,023,776) |
| Change in net asset assets from investment activities | | 109 | (8,321) | (2,739) | (180,847) |
| Net share issues and redemptions | | 15,573 | 190,164 | 50,474 | 1,046,136 |
| Distributions | 3, 14 | 0 | 0 | 0 | (112,236) |
| Foreign currency translation | | | | | 550,309 |
| Net assets | | 15,682 | 181,843 | 47,735 | 32,635,137 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

The various classes of shares in issue have equivalent rights in the Company, but carry different features and charging structures detailed in note 6 which are more fully described in the Company's Prospectus.

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Absolute Return Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 404,170.639 | 41,765.742 | (127,308.063) | 318,628.318 | 21.12.16 |
| Class 'A' Distribution | 39,971.989 | 69.448 | (9,133.996) | 30,907.441 | 21.12.16 |
| Class 'B' Accumulation | 295,109.795 | 7,315.499 | (70,782.803) | 231,642.491 | 08.05.18 |
| Class 'B' Distribution | 1,951.755 | 0.000 | (644.755) | 1,307.000 | 08.05.18 |
| Class 'C' Accumulation | 1,131,333.372 | 2,062.978 | (373,815.929) | 759,580.421 | 21.12.16 |
| Class 'C' Distribution | 536,082.211 | 0.000 | 0.000 | 536,082.211 | 21.12.16 |
| Class 'CI' Accumulation | 487,133.001 | 0.000 | (85,393.001) | 401,740.000 | 21.12.16 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | 189,907.425 | 20,221.115 | (48,497.191) | 161,631.349 | 21.12.16 |
| Class 'C-H' Distribution | 2,507.500 | 2,735.177 | 0.000 | 5,242.677 | 21.12.16 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 8,502.202 | 0.000 | 0.000 | 8,502.202 | 21.12.16 |
| Class 'A-H' Distribution | 2,510.000 | 0.000 | 0.000 | 2,510.000 | 21.12.16 |
| Class 'C-H' Accumulation | 2,517.000 | 0.000 | 0.000 | 2,517.000 | 21.12.16 |
| Class 'C-H' Distribution | 2,520.000 | 0.000 | 0.000 | 2,520.000 | 21.12.16 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 3,590.225 | 704.697 | (809.959) | 3,484.963 | 21.12.16 |
| Class 'A-H' Distribution | 2,517.500 | 0.000 | 0.000 | 2,517.500 | 21.12.16 |
| Class 'C-H' Accumulation | 192,191.109 | 47,474.722 | (40,830.719) | 198,835.112 | 21.12.16 |
| Class 'C-H' Distribution | 12,027.500 | 0.000 | 0.000 | 12,027.500 | 21.12.16 |
| M&G (Lux) Asian Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 649,604.489 | 97,069.504 | (43,021.240) | 703,652.753 | 26.10.18 |
| Class 'C' Accumulation | 280,103.007 | 528.390 | (62,128.061) | 218,503.336 | 26.10.18 |
| Class 'CI' Accumulation | 157,825.802 | 266,885.859 | (39,252.472) | 385,459.189 | 06.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 67,871.883 | 1,597.127 | (9,841.032) | 59,627.978 | 26.10.18 |
| Class 'C' Accumulation | 18,594.623 | 4,222.347 | (22,736.578) | 80.392 | 26.10.18 |
| M&G (Lux) Climate Solutions Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 36,227.496 | 30,027.669 | (4,577.009) | 61,678.156 | 12.11.20 |
| Class 'A' Distribution | 1,739.000 | 3,359.063 | (1.000) | 5,097.063 | 12.11.20 |
| Class 'C' Accumulation | 1,002.000 | 0.000 | 0.000 | 1,002.000 | 12.11.20 |
| Class 'C' Distribution | 2,749.000 | 0.000 | 0.000 | 2,749.000 | 12.11.20 |
| Class 'CI' Accumulation | 1,004.000 | 0.000 | 0.000 | 1,004.000 | 12.11.20 |
| Class 'L' Accumulation | 1,005.000 | 136,398.427 | (95,105.890) | 42,297.537 | 12.11.20 |
| Sterling | | | | | |
| Class 'C' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 12.11.20 |
| Class 'CI' Accumulation | 1,001.000 | 0.000 | 0.000 | 1,001.000 | 12.11.20 |
| Class 'L' Accumulation | 1,002.000 | 0.000 | 0.000 | 1,002.000 | 12.11.20 |
| US dollar | | | | | |
| Class 'A' Accumulation | 1,000.000 | 759.410 | 0.000 | 1,759.410 | 12.11.20 |
| Class 'C' Accumulation | 1,001.000 | 0.000 | 0.000 | 1,001.000 | 12.11.20 |
| Class 'CI' Accumulation | 1,002.000 | 0.000 | 0.000 | 1,002.000 | 12.11.20 |
| Class 'L' Accumulation | 1,003.000 | 0.000 | 0.000 | 1,003.000 | 12.11.20 |
| Class 'ZI' Accumulation | 1,001,004.000 | 0.000 | 0.000 | 1,001,004.000 | 12.11.20 |
| M&G (Lux) Conservative Allocation Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 45,860,903.450 | 747,129.292 | (17,386,960.852) | 29,221,071.890 | 16.01.18 |
| Class 'A' Distribution | 6,028,424.093 | 104,208.209 | (2,115,235.534) | 4,017,396.768 | 16.01.18 |
| Class 'B' Accumulation | 9,044,966.622 | 75,857.828 | (3,313,895.816) | 5,806,928.634 | 16.01.18 |
| Class 'B' Distribution | 2,970,566.720 | 12,469.787 | (1,053,484.251) | 1,929,552.256 | 16.01.18 |
| Class 'C' Accumulation | 23,294,927.163 | 411,241.281 | (8,775,178.151) | 14,930,990.293 | 16.01.18 |
| Class 'C' Distribution | 3,808,881.370 | 0.000 | (1,124,906.335) | 2,683,975.035 | 16.01.18 |
| Class 'CI' Accumulation | 2,665,247.695 | 371,806.004 | (1,235,948.038) | 1,801,105.661 | 16.01.18 |
| Class 'JI' Accumulation | 38,771,057.523 | 3,855,784.789 | (35,563,177.491) | 7,063,664.821 | 26.02.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 22,342.546 | 282.215 | (2,350.254) | 20,274.507 | 16.01.18 |
| Class 'C-H' Accumulation | 95,379.122 | 0.000 | (28,616.234) | 66,762.888 | 16.01.18 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 576,355.294 | 7,286.410 | (91,729.436) | 491,912.268 | 16.01.18 |
| Class 'A-H' Distribution | 100,157.203 | 36,486.000 | (49,415.079) | 87,228.124 | 16.01.18 |
| Class 'C-H' Accumulation | 316,662.242 | 6,100.000 | (127,838.006) | 194,924.236 | 16.01.18 |
| Class 'C-H' Distribution | 4,929.577 | 0.000 | 0.000 | 4,929.577 | 16.01.18 |
| M&G (Lux) Diversity and Inclusion Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 18.11.21 |
| Class 'A' Distribution | 0.000 | 1,001.000 | 0.000 | 1,001.000 | 18.11.21 |
| Class 'C' Accumulation | 0.000 | 1,002.000 | 0.000 | 1,002.000 | 18.11.21 |
| Class 'C' Distribution | 0.000 | 1,003.000 | 0.000 | 1,003.000 | 18.11.21 |
| Class 'CI' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 18.11.21 |
| Class 'L' Accumulation | 0.000 | 1,004.000 | 0.000 | 1,004.000 | 18.11.21 |
| Sterling | | | | | |
| Class 'C' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 18.11.21 |
| Class 'CI' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 18.11.21 |
| Class 'L' Accumulation | 0.000 | 1,001.000 | 0.000 | 1,001.000 | 18.11.21 |
| US dollar | | | | | |
| Class 'A' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 18.11.21 |
| Class 'C' Accumulation | 0.000 | 1,001.000 | 0.000 | 1,001.000 | 18.11.21 |
| Class 'CI' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 18.11.21 |
| Class 'L' Accumulation | 0.000 | 1,002.000 | 0.000 | 1,002.000 | 18.11.21 |
| Class 'ZI' Accumulation | 0.000 | 1,349,101.000 | 0.000 | 1,349,101.000 | 18.11.21 |
| M&G (Lux) Dynamic Allocation Fund | | | | | |
| Australian dollar | | | | | |
| Class 'A-H' Accumulation | 4,464.000 | 0.000 | 0.000 | 4,464.000 | 08.04.19 |
| Class 'A-H M' Distribution | 4,465.000 | 0.000 | 0.000 | 4,465.000 | 08.04.19 |
| Class 'C-H' Accumulation | 4,466.000 | 0.000 | 0.000 | 4,466.000 | 08.04.19 |
| Class 'C-H M' Distribution | 4,467.000 | 0.000 | 0.000 | 4,467.000 | 08.04.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Euro | | | | | |
| Class 'A' Accumulation | 180,269,139.793 | 10,761,458.168 | (59,080,093.284) | 131,950,504.677 | 16.01.18 |
| Class 'A' Distribution | 19,592,410.875 | 449,696.826 | (7,419,730.480) | 12,622,377.221 | 16.01.18 |
| Class 'B' Accumulation | 18,640,033.978 | 727,411.694 | (5,517,804.075) | 13,849,641.597 | 16.01.18 |
| Class 'C' Accumulation | 45,829,862.392 | 2,192,534.783 | (16,776,241.847) | 31,246,155.328 | 16.01.18 |
| Class 'C' Distribution | 1,246,555.699 | 1,350,488.419 | (978,037.910) | 1,619,006.208 | 16.01.18 |
| Class 'CI' Accumulation | 39,015,658.296 | 1,998,756.703 | (14,934,271.496) | 26,080,143.503 | 16.01.18 |
| Class 'JI' Accumulation | 16,128,984.145 | 2,176,429.322 | (5,786,826.525) | 12,518,586.942 | 26.02.19 |
| Hong Kong dollar | | | | | |
| Class 'A-H' Accumulation | 2,479.200 | 0.000 | 0.000 | 2,479.200 | 08.04.19 |
| Class 'A-H M' Distribution | 2,479.300 | 0.000 | 0.000 | 2,479.300 | 08.04.19 |
| Class 'C-H' Accumulation | 2,479.400 | 0.000 | 0.000 | 2,479.400 | 08.04.19 |
| Class 'C-H M' Distribution | 2,479.500 | 0.000 | 0.000 | 2,479.500 | 08.04.19 |
| Sterling | | | | | |
| Class 'A-H' Accumulation | 2,400.000 | 7,899.221 | (2,623.096) | 7,676.125 | 05.07.19 |
| Class 'A-H' Distribution | 2,405.000 | 0.000 | 0.000 | 2,405.000 | 05.07.19 |
| Class 'C-H' Accumulation | 506,359.638 | 343,330.890 | (286,899.171) | 562,791.357 | 16.01.18 |
| Class 'C-H' Distribution | 63,235.850 | 0.000 | (60,770.850) | 2,465.000 | 16.01.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 414,426.547 | 199,697.300 | (579,421.796) | 34,702.051 | 16.01.18 |
| Class 'C-H' Accumulation | 128,042.455 | 526,957.192 | (27,213.743) | 627,785.904 | 16.01.18 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 2,134,485.902 | 82,306.474 | (681,680.130) | 1,535,112.246 | 16.01.18 |
| Class 'A-H' Distribution | 384,423.401 | 9,410.174 | (160,855.120) | 232,978.455 | 16.01.18 |
| Class 'A-H M F4' Distribution | 171,022.225 | 0.000 | (54,196.775) | 116,825.450 | 01.02.18 |
| Class 'C-H' Accumulation | 3,058,959.863 | 29,447.051 | (195,342.375) | 2,893,064.539 | 16.01.18 |
| Class 'C-H' Distribution | 8,861.166 | 0.000 | 0.000 | 8,861.166 | 16.01.18 |

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Emerging Markets Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 10,732,687.864 | 442,176.091 | (1,370,939.826) | 9,803,924.129 | 21.09.18 |
| Class 'A' Distribution | 3,880,441.112 | 256,250.311 | (599,949.831) | 3,536,741.592 | 21.09.18 |
| Class 'A-H' Accumulation | 8,752,714.532 | 898,881.577 | (1,419,734.471) | 8,231,861.638 | 21.09.18 |
| Class 'A-H' Distribution | 1,765,124.687 | 344,506.323 | (349,462.013) | 1,760,168.997 | 21.09.18 |
| Class 'B' Accumulation | 3,003,463.119 | 120,341.465 | (478,498.873) | 2,645,305.711 | 21.09.18 |
| Class 'B' Distribution | 818,822.758 | 111,174.894 | (107,038.629) | 822,959.023 | 21.09.18 |
| Class 'B-H' Accumulation | 1,008,932.306 | 75,158.064 | (171,154.708) | 912,935.662 | 21.09.18 |
| Class 'B-H' Distribution | 636,103.861 | 54,652.027 | (162,797.330) | 527,958.558 | 21.09.18 |
| Class 'C' Accumulation | 5,201,765.821 | 771,647.833 | (1,536,747.370) | 4,436,666.284 | 21.09.18 |
| Class 'C' Distribution | 1,151,221.322 | 130,240.963 | (138,979.405) | 1,142,482.880 | 21.09.18 |
| Class 'C-H' Accumulation | 11,524,696.897 | 786,416.396 | (4,528,706.531) | 7,782,406.762 | 21.09.18 |
| Class 'C-H' Distribution | 3,805,701.516 | 148,679.107 | (152,400.774) | 3,801,979.849 | 21.09.18 |
| Class 'CI' Accumulation | 4,349,690.558 | 1,518,203.273 | (609,778.744) | 5,258,115.087 | 21.09.18 |
| Class 'CI-H' Accumulation | 33,583,864.899 | 567,147.789 | (17,779,155.586) | 16,371,857.102 | 21.09.18 |
| Class 'CI-H' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 16.04.20 |
| Class 'JI-H' Distribution | 0.000 | 90,633.000 | 0.000 | 90,633.000 | 28.01.22 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 0.000 | 2,001.000 | 0.000 | 2,001.000 | 23.11.21 |
| Class 'A-H M' Distribution | 0.000 | 2,000.000 | 0.000 | 2,000.000 | 23.11.21 |
| South African rand | | | | | |
| Class 'A-H M F1' Distribution | 0.000 | 2,266.667 | 0.000 | 2,266.667 | 23.09.21 |
| Class 'X-H M F1' Distribution | 0.000 | 2,266.734 | 0.000 | 2,266.734 | 23.09.21 |
| Sterling | | | | | |
| Class 'C' Accumulation | 51,891.891 | 0.000 | (44,291.891) | 7,600.000 | 27.08.19 |
| Class 'C' Distribution | 195,735.251 | 154,730.526 | (185,837.733) | 164,628.044 | 22.02.19 |
| Class 'CI' Accumulation | 91,264.019 | 29,233.448 | (115,897.466) | 4,600.001 | 27.08.19 |
| Class 'CI' Distribution | 8,528.299 | 0.000 | (3,928.299) | 4,600.000 | 14.03.19 |
| Class 'JI-H' Distribution | 0.000 | 159,701.000 | 0.000 | 159,701.000 | 28.01.22 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A' Accumulation | 30,109.971 | 35,515.000 | (7,075.758) | 58,549.213 | 21.09.18 |
| Class 'A-H' Accumulation | 6,209.330 | 0.000 | 0.000 | 6,209.330 | 21.09.18 |
| Class 'C' Accumulation | 18,418.563 | 0.000 | (6,200.000) | 12,218.563 | 21.09.18 |
| Class 'C-H' Accumulation | 2,789,786.551 | 850,817.320 | (5,523.705) | 3,635,080.166 | 21.09.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 2,561,736.218 | 1,801,119.506 | (1,191,471.244) | 3,171,384.480 | 21.09.18 |
| Class 'A' Distribution | 615,939.554 | 121,780.705 | (165,365.746) | 572,354.513 | 21.09.18 |
| Class 'A M' Distribution | 2,008.055 | 788,768.946 | (570,249.622) | 220,527.379 | 30.11.18 |
| Class 'A M F' Distribution | 188,264.452 | 108,519.230 | (76,940.022) | 219,843.660 | 19.11.20 |
| Class 'C' Accumulation | 6,929,490.607 | 7,326,677.052 | (7,834,272.916) | 6,421,894.743 | 21.09.18 |
| Class 'C' Distribution | 671,376.764 | 163,939.427 | (234,897.084) | 600,419.107 | 21.09.18 |
| Class 'C M' Distribution | 1,483,599.105 | 8,452,747.037 | (7,706,907.314) | 2,229,438.828 | 30.11.18 |
| Class 'CI' Accumulation | 107,876,000.387 | 83,345,915.570 | (15,271,760.588) | 175,950,155.369 | 21.09.18 |
| Class 'JI' Distribution | 0.000 | 372,162.000 | 0.000 | 372,162.000 | 28.01.22 |
| Class 'X' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 23.11.21 |
| Class 'X M' Distribution | 34,339.943 | 177,852.345 | (89,290.235) | 122,902.053 | 24.06.20 |
| Class 'X M F' Distribution | 33,498.794 | 179,750.312 | (73,676.790) | 139,572.316 | 19.11.20 |
| Class 'ZI' Accumulation | 3,946,466.860 | 11,077,673.382 | 0.000 | 15,024,140.242 | 30.01.19 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 77,452.246 | 1,193.854 | (10,847.875) | 67,798.225 | 22.05.17 |
| Class 'A' Distribution | 20,613.081 | 4,262.659 | (13,314.739) | 11,561.001 | 22.05.17 |
| Class 'A-H' Accumulation | 37,805.954 | 7,573.446 | (12,590.548) | 32,788.852 | 22.05.17 |
| Class 'A-H' Distribution | 39,697.630 | 12,232.503 | (13,670.155) | 38,259.978 | 22.05.17 |
| Class 'C' Accumulation | 68,839.211 | 327,326.287 | (249,127.970) | 147,037.528 | 22.05.17 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 22.05.17 |
| Class 'C-H' Accumulation | 3,009,864.221 | 245,697.274 | (1,247,940.142) | 2,007,621.353 | 22.05.17 |
| Class 'C-H' Distribution | 939,574.053 | 0.000 | 0.000 | 939,574.053 | 22.05.17 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 15.07.19 |
| Class 'CI-H' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 22.02.19 |
| Class 'LI' Accumulation | 2,280,968.232 | 689,644.066 | (740,976.251) | 2,229,636.047 | 27.09.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| Sterling | | | | | |
| Class 'C' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 22.05.17 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 22.05.17 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,520.000 | 0.000 | 0.000 | 2,520.000 | 22.05.17 |
| Class 'A-H' Distribution | 3,110.000 | 0.000 | (585.000) | 2,525.000 | 22.05.17 |
| Class 'C-H' Accumulation | 2,530.000 | 0.000 | 0.000 | 2,530.000 | 22.05.17 |
| Class 'C-H' Distribution | 2,535.000 | 0.000 | 0.000 | 2,535.000 | 22.05.17 |
| US dollar | | | | | |
| Class 'A' Accumulation | 138,899.449 | 2,968.543 | (27,992.812) | 113,875.180 | 22.05.17 |
| Class 'A' Distribution | 60,764.211 | 10,752.156 | 0.000 | 71,516.367 | 22.05.17 |
| Class 'C' Accumulation | 694,338.504 | 94,744.112 | (286,317.670) | 502,764.946 | 22.05.17 |
| Class 'C' Distribution | 3,462,722.000 | 0.000 | 0.000 | 3,462,722.000 | 22.05.17 |
| Class 'CI' Accumulation | 6,626,621.000 | 63,984.000 | (1,217,361.000) | 5,473,244.000 | 22.05.17 |
| M&G (Lux) Emerging Markets Income Opportunities Fund | | | | | |
| Euro | | | | | |
| Class 'A-H' Accumulation | 122,853.092 | 33,314.978 | (32,709.169) | 123,458.901 | 22.05.17 |
| Class 'A-H' Distribution | 42,970.972 | 913.869 | (23,376.957) | 20,507.884 | 22.05.17 |
| Class 'C-H' Accumulation | 2,410.000 | 0.000 | (2,410.000) | 0.000 | 22.05.17 |
| Class 'C-H' Distribution | 2,415.000 | 0.000 | (2,415.000) | 0.000 | 22.05.17 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | 2,420.000 | 0.000 | (2,420.000) | 0.000 | 22.05.17 |
| Class 'C-H' Distribution | 2,425.000 | 0.000 | (2,425.000) | 0.000 | 22.05.17 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,430.000 | 0.000 | (2,430.000) | 0.000 | 22.05.17 |
| Class 'A-H' Distribution | 4,635.000 | 0.000 | (4,635.000) | 0.000 | 22.05.17 |
| Class 'C-H' Accumulation | 2,440.000 | 0.000 | (2,440.000) | 0.000 | 22.05.17 |
| Class 'C-H' Distribution | 2,445.000 | 0.000 | (2,445.000) | 0.000 | 22.05.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 69,018.198 | 18,595.149 | (16,225.182) | 71,388.165 | 22.05.17 |
| Class 'A' Distribution | 45,656.940 | 3,186.697 | (2,168.266) | 46,675.371 | 22.05.17 |
| Class 'A M' Distribution | 6,500.002 | 14,210.459 | (19,131.741) | 1,578.720 | 22.05.17 |
| Class 'C' Accumulation | 1,000.000 | 0.000 | (1,000.000) | 0.000 | 22.05.17 |
| Class 'C' Distribution | 1,000.000 | 0.000 | (1,000.000) | 0.000 | 22.05.17 |
| Class 'C M' Distribution | 1,000.000 | 0.000 | (1,000.000) | 0.000 | 22.05.17 |
| Class 'CI' Accumulation | 1,239,483.432 | 0.000 | 0.000 | 1,239,483.432 | 22.05.17 |
| M&G (Lux) Episode Macro Fund | | | | | |
| Euro | | | | | |
| Class 'B-H' Accumulation | 235,944.079 | 54,958.817 | (73,548.387) | 217,354.509 | 26.10.18 |
| Class 'S-H' Accumulation | 10,194,781.522 | 235,963.254 | (3,263,445.593) | 7,167,299.183 | 26.10.18 |
| Class 'SI-H' Accumulation | 4,600.000 | 68,807.322 | 0.000 | 73,407.322 | 14.07.20 |
| Class 'T-H' Accumulation | 947,917.269 | 2,038,199.797 | (101,075.815) | 2,885,041.251 | 26.10.18 |
| Class 'TI-H' Accumulation | 94,980.000 | 9,283.000 | (5,027.000) | 99,236.000 | 06.11.18 |
| Sterling | | | | | |
| Class 'S-H' Accumulation | 279,414.176 | 331,687.139 | (95,192.896) | 515,908.419 | 14.07.20 |
| Class 'SI-H' Accumulation | 9,197,613.266 | 1,164,712.362 | (1,892,766.031) | 8,469,559.597 | 14.07.20 |
| Class 'T-H' Accumulation | 78,361.974 | 1.000 | (27,148.452) | 51,214.522 | 22.02.19 |
| Class 'TI-H' Accumulation | 706,697.238 | 390,855.251 | (92,853.393) | 1,004,699.096 | 17.12.18 |
| Swiss Franc | | | | | |
| Class 'S-H' Accumulation | 270,788.693 | 8,173.250 | (275,710.000) | 3,251.943 | 26.10.18 |
| Class 'T-H' Accumulation | 249,311.605 | 12.000 | (4,289.000) | 245,034.605 | 26.10.18 |
| US dollar | | | | | |
| Class 'S' Accumulation | 605,442.934 | 88,572.511 | (161,200.356) | 532,815.089 | 26.10.18 |
| Class 'T' Accumulation | 429,477.563 | 8,470.139 | (123,343.580) | 314,604.122 | 26.10.18 |
| Class 'TI' Accumulation | 667,607.756 | 142,002.773 | (221,601.639) | 588,008.890 | 06.11.18 |

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Euro Corporate Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 12,267,229.284 | 380,473.720 | (5,622,630.177) | 7,025,072.827 | 09.11.18 |
| Class 'A' Distribution | 1,512,384.818 | 11,234.061 | (764,153.956) | 759,464.923 | 09.11.18 |
| Class 'C' Accumulation | 3,451,405.532 | 483,986.767 | (1,708,545.305) | 2,226,846.994 | 09.11.18 |
| Class 'C' Distribution | 1,686,332.532 | 975,348.581 | (926,816.004) | 1,734,865.109 | 09.11.18 |
| Class 'CI' Accumulation | 18,015,365.711 | 1,404,576.723 | (9,386,622.721) | 10,033,319.713 | 19.11.18 |
| Class 'CI' Distribution | 183,601.257 | 0.000 | (62,000.000) | 121,601.257 | 22.02.19 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 246,529.803 | 920.000 | (153,080.803) | 94,369.000 | 09.11.18 |
| Class 'C-H' Accumulation | 61,741.743 | 0.000 | (5,551.417) | 56,190.326 | 09.11.18 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 166,696.785 | 168,412.313 | (36,391.145) | 298,717.953 | 09.11.18 |
| Class 'A-H' Distribution | 8,129.129 | 2,452.062 | 0.000 | 10,581.191 | 09.11.18 |
| Class 'C-H' Accumulation | 51,276.982 | 0.000 | 0.000 | 51,276.982 | 09.11.18 |
| Class 'C-H' Distribution | 2,265.862 | 0.000 | 0.000 | 2,265.862 | 09.11.18 |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 4,300,911.520 | 4,554,698.875 | (1,398,710.314) | 7,456,900.081 | 16.03.18 |
| Class 'C' Accumulation | 1,622,886.347 | 3,793,076.122 | (536,647.638) | 4,879,314.831 | 16.03.18 |
| Class 'CI' Accumulation | 4,600.000 | 175,065.063 | (17,214.908) | 162,450.155 | 16.03.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,496.530 | 0.000 | 0.000 | 2,496.530 | 16.03.18 |
| Class 'C-H' Accumulation | 18,349.434 | 5,569.723 | (15,917.384) | 8,001.773 | 16.03.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) European Strategic Value Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 12,715,042.615 | 16,754,882.792 | (12,321,283.082) | 17,148,642.325 | 20.09.18 |
| Class 'A' Distribution | 688,300.900 | 331,312.523 | (206,165.813) | 813,447.610 | 06.12.19 |
| Class 'B' Accumulation | 49,983.335 | 52,727.692 | (24,278.873) | 78,432.154 | 06.12.19 |
| Class 'C' Accumulation | 7,417,418.985 | 9,682,593.196 | (3,630,687.131) | 13,469,325.050 | 20.09.18 |
| Class 'C' Distribution | 464,082.587 | 0.000 | 0.000 | 464,082.587 | 06.12.19 |
| Class 'CI' Accumulation | 47,887,314.848 | 29,629,653.745 | (23,298,467.862) | 54,218,500.731 | 20.09.18 |
| Class 'CI' Distribution | 5,079.504 | 0.000 | 0.000 | 5,079.504 | 06.12.19 |
| Class 'J' Accumulation | 26,468.606 | 277,443.024 | (4,768.852) | 299,142.778 | 20.09.18 |
| Class 'J' Distribution | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 26.04.21 |
| Class 'JI' Accumulation | 10,387,551.315 | 3,204,355.191 | (5,546,876.236) | 8,045,030.270 | 20.09.18 |
| Class 'JI' Distribution | 0.000 | 23,223.314 | 0.000 | 23,223.314 | 26.04.21 |
| US dollar | | | | | |
| Class 'A' Accumulation | 90,955.336 | 282,706.643 | (54,966.796) | 318,695.183 | 20.09.18 |
| Class 'C' Accumulation | 4,717,370.797 | 1,552,330.597 | (1,642,197.107) | 4,627,504.287 | 20.09.18 |
| M&G (Lux) Floating Rate High Yield Solution | | | | | |
| Euro | | | | | |
| Class 'A-H' Accumulation | 283,800.323 | 65,255.655 | (349,055.978) | 0.000 | 24.08.17 |
| Class 'A-H' Distribution | 14,969.565 | 17,099.438 | (32,069.003) | 0.000 | 24.08.17 |
| Class 'B-H' Accumulation | 19,318.694 | 12,284.400 | (31,603.094) | 0.000 | 24.08.17 |
| Class 'B-H' Distribution | 27,055.489 | 15,587.639 | (42,643.128) | 0.000 | 24.08.17 |
| Class 'C-H' Accumulation | 6,195.000 | 0.000 | (6,195.000) | 0.000 | 24.08.17 |
| Class 'C-H' Distribution | 2,435.000 | 0.000 | (2,435.000) | 0.000 | 24.08.17 |
| Singapore dollar | | | | | |
| Class 'A-H' Distribution | 2,460.000 | 0.000 | (2,460.000) | 0.000 | 24.08.17 |
| Class 'A-H M' Distribution | 2,465.000 | 0.000 | (2,465.000) | 0.000 | 24.08.17 |
| Class 'C-H M' Distribution | 2,470.000 | 12,499.580 | (14,969.580) | 0.000 | 24.08.17 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | 17,448.165 | 171.139 | (17,619.304) | 0.000 | 24.08.17 |
| Class 'C-H' Distribution | 2,455.000 | 0.000 | (2,455.000) | 0.000 | 24.08.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,400.000 | 0.000 | (2,400.000) | 0.000 | 24.08.17 |
| Class 'A-H' Distribution | 2,405.000 | 880.000 | (3,285.000) | 0.000 | 24.08.17 |
| Class 'C-H' Accumulation | 2,410.000 | 0.000 | (2,410.000) | 0.000 | 24.08.17 |
| Class 'C-H' Distribution | 2,415.000 | 0.000 | (2,415.000) | 0.000 | 24.08.17 |
| US dollar | | | | | |
| Class 'A' Accumulation | 12,882.938 | 4,512.762 | (17,395.700) | 0.000 | 24.08.17 |
| Class 'A' Distribution | 8,924.663 | 0.000 | (8,924.663) | 0.000 | 24.08.17 |
| Class 'A M' Distribution | 1,000.000 | 5,381.845 | (6,381.845) | 0.000 | 24.08.17 |
| Class 'C' Accumulation | 1,000.000 | 0.000 | (1,000.000) | 0.000 | 24.08.17 |
| Class 'C' Distribution | 1,000.000 | 0.000 | (1,000.000) | 0.000 | 24.08.17 |
| Class 'C M' Distribution | 1,000.000 | 0.000 | (1,000.000) | 0.000 | 24.08.17 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | (4,600.000) | 0.000 | 24.08.17 |
| M&G (Lux) Global Convertibles Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 5,078,464.663 | 432,911.647 | (864,314.235) | 4,647,062.075 | 09.11.18 |
| Class 'A' Distribution | 549,564.898 | 48,288.222 | (87,119.734) | 510,733.386 | 09.11.18 |
| Class 'A-H' Accumulation | 1,024,513.920 | 35,597.613 | (204,416.379) | 855,695.154 | 09.11.18 |
| Class 'A-H' Distribution | 360,523.325 | 12,101.170 | (103,710.322) | 268,914.173 | 09.11.18 |
| Class 'B' Accumulation | 695,584.610 | 260,475.522 | (179,573.428) | 776,486.704 | 09.11.18 |
| Class 'B' Distribution | 26,652.935 | 5,578.349 | (8,387.158) | 23,844.126 | 09.11.18 |
| Class 'B-H' Accumulation | 212,107.096 | 11,366.746 | (41,208.851) | 182,264.991 | 09.11.18 |
| Class 'B-H' Distribution | 18,911.436 | 671.131 | (6,607.234) | 12,975.333 | 09.11.18 |
| Class 'C' Accumulation | 3,827,445.189 | 497,868.434 | (465,737.493) | 3,859,576.130 | 09.11.18 |
| Class 'C' Distribution | 612.941 | 28,670.000 | (28,670.000) | 612.941 | 09.11.18 |
| Class 'C-H' Accumulation | 7,989,613.023 | 102,270.909 | (1,644,983.485) | 6,446,900.447 | 09.11.18 |
| Class 'C-H' Distribution | 786,874.611 | 0.000 | (133,674.000) | 653,200.611 | 09.11.18 |
| Class 'CI' Accumulation | 487,885.601 | 45,229.368 | (426,204.401) | 106,910.568 | 19.11.18 |
| Class 'CI-H' Accumulation | 104,726.956 | 6,608.975 | (89,419.694) | 21,916.237 | 19.11.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 29,132.808 | 540.000 | (2,160.000) | 27,512.808 | 09.11.18 |
| Class 'C-H' Accumulation | 54,639.823 | 0.000 | (14,635.823) | 40,004.000 | 09.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A-H' Accumulation | 944,184.366 | 17,853.712 | (269,143.246) | 692,894.832 | 09.11.18 |
| Class 'A-H' Distribution | 21,984.424 | 1,123.504 | 0.000 | 23,107.928 | 09.11.18 |
| Class 'C-H' Accumulation | 493,437.890 | 7,503.177 | (62,071.214) | 438,869.853 | 09.11.18 |
| Class 'C-H' Distribution | 1,857.600 | 0.000 | 0.000 | 1,857.600 | 09.11.18 |
| Class 'CI-H' Accumulation | 8,080.609 | 0.000 | 0.000 | 8,080.609 | 19.11.18 |
| M&G (Lux) Global Corporate Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A-H' Accumulation | 1,238,392.752 | 641,118.770 | (444,913.945) | 1,434,597.577 | 07.12.18 |
| Class 'A-H' Distribution | 437,600.300 | 28,478.496 | (157,491.568) | 308,587.228 | 07.12.18 |
| Class 'C-H' Accumulation | 1,346,077.840 | 51,774.867 | (1,198,073.277) | 199,779.430 | 07.12.18 |
| Class 'C-H' Distribution | 294,927.349 | 982,436.896 | (760.000) | 1,276,604.245 | 07.12.18 |
| Class 'CI-H' Accumulation | 425,025.792 | 78,833.511 | (191,413.840) | 312,445.463 | 17.12.18 |
| Sterling | | | | | |
| Class 'CI-H' Distribution | 17,504,600.000 | 0.000 | (500,000.000) | 17,004,600.000 | 15.05.20 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,163.449 | 0.000 | 0.000 | 2,163.449 | 07.12.18 |
| Class 'C-H' Accumulation | 3,106.631 | 0.000 | (1,000.000) | 2,106.631 | 07.12.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 364,875.608 | 86,647.370 | (121,508.515) | 330,014.463 | 07.12.18 |
| Class 'A' Distribution | 134,424.510 | 31,749.015 | (71,756.786) | 94,416.739 | 07.12.18 |
| Class 'C' Accumulation | 821.292 | 125,000.000 | (125,000.000) | 821.292 | 07.12.18 |
| Class 'C' Distribution | 1,663.058 | 0.000 | 0.000 | 1,663.058 | 07.12.18 |
| Class 'CI' Accumulation | 159,457.000 | 0.000 | (154,857.000) | 4,600.000 | 17.12.18 |

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Global Dividend Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 78,993,325.640 | 19,292,810.685 | (10,424,783.227) | 87,861,353.098 | 20.09.18 |
| Class 'A' Distribution | 15,744,170.570 | 4,273,203.238 | (1,931,865.570) | 18,085,508.238 | 20.09.18 |
| Class 'C' Accumulation | 13,425,614.692 | 10,322,174.789 | (4,681,379.727) | 19,066,409.754 | 20.09.18 |
| Class 'C' Distribution | 4,303,472.381 | 1,890,680.475 | (2,564,079.610) | 3,630,073.246 | 20.09.18 |
| Class 'CI' Accumulation | 32,176,022.808 | 11,143,619.799 | (7,951,773.971) | 35,367,868.636 | 20.09.18 |
| Class 'CI' Distribution | 524,600.000 | 98,000.000 | (520,000.000) | 102,600.000 | 20.09.18 |
| Class 'G' Accumulation | 1,997.301 | 0.000 | 0.000 | 1,997.301 | 20.09.18 |
| Class 'J' Accumulation | 2,002.000 | 42,609.674 | 0.000 | 44,611.674 | 16.03.21 |
| Class 'J' Distribution | 2,003.000 | 0.000 | 0.000 | 2,003.000 | 16.03.21 |
| Class 'JI' Accumulation | 2,004.000 | 5,506,491.410 | 0.000 | 5,508,495.410 | 16.03.21 |
| Class 'JI' Distribution | 2,005.000 | 3,090,547.135 | 0.000 | 3,092,552.135 | 16.03.21 |
| Singapore dollar | | | | | |
| Class 'A' Accumulation | 20,178.288 | 16,351.225 | (16,351.225) | 20,178.288 | 20.09.18 |
| Class 'A' Distribution | 2,008.546 | 0.000 | 0.000 | 2,008.546 | 20.09.18 |
| Class 'C' Accumulation | 2,010.392 | 0.000 | 0.000 | 2,010.392 | 20.09.18 |
| Class 'C' Distribution | 2,009.750 | 25,139.080 | 0.000 | 27,148.830 | 20.09.18 |
| Sterling | | | | | |
| Class 'C' Accumulation | 3,370.574 | 1,650.000 | 0.000 | 5,020.574 | 22.02.19 |
| Class 'C' Distribution | 428,349.438 | 11,316.000 | (181,137.366) | 258,528.072 | 22.02.19 |
| Class 'CI' Accumulation | 4,600.000 | 5,114.931 | 0.000 | 9,714.931 | 14.03.19 |
| Class 'CI' Distribution | 5,863.240 | 253,909.654 | (15,661.560) | 244,111.334 | 14.03.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | 9,081,884.473 | 2,181,380.049 | (2,872,017.130) | 8,391,247.392 | 20.09.18 |
| Class 'A' Distribution | 439,539.188 | 490,839.728 | (159,216.551) | 771,162.365 | 20.09.18 |
| Class 'C' Accumulation | 7,843,389.989 | 2,850,613.345 | (8,706,080.902) | 1,987,922.432 | 20.09.18 |
| Class 'C' Distribution | 81,252.035 | 315,087.759 | (14,971.550) | 381,368.244 | 20.09.18 |
| Class 'CI' Accumulation | 81,060.574 | 218,442.680 | (2,842.896) | 296,660.358 | 20.09.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Global Emerging Markets Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 1,208,813.486 | 99,451.413 | (297,678.447) | 1,010,586.452 | 26.10.18 |
| Class 'A' Distribution | 24,132.544 | 20,006.107 | (8,561.813) | 35,576.838 | 26.10.18 |
| Class 'A-H' Accumulation | 30,532.165 | 1,056.609 | (8,568.169) | 23,020.605 | 26.10.18 |
| Class 'C' Accumulation | 1,438,101.702 | 41,066.018 | (701,071.985) | 778,095.735 | 26.10.18 |
| Class 'C' Distribution | 44,896.982 | 1,929.000 | (4,546.982) | 42,279.000 | 26.10.18 |
| Class 'C-H' Accumulation | 278,369.390 | 0.000 | (72,500.000) | 205,869.390 | 26.10.18 |
| Class 'CI' Accumulation | 3,099,082.838 | 208,533.092 | (1,806,356.682) | 1,501,259.248 | 06.11.18 |
| Class 'CI-H' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 12.04.19 |
| Class 'J' Accumulation | 1,025.684 | 0.000 | 0.000 | 1,025.684 | 26.10.18 |
| Singapore dollar | | | | | |
| Class 'A' Accumulation | 847.059 | 0.000 | 0.000 | 847.059 | 26.10.18 |
| Class 'A' Distribution | 884.252 | 0.000 | 0.000 | 884.252 | 26.10.18 |
| Class 'C' Accumulation | 817.762 | 0.000 | 0.000 | 817.762 | 26.10.18 |
| Class 'C' Distribution | 867.536 | 0.000 | 0.000 | 867.536 | 26.10.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 73,917.467 | 3,127.740 | (2,520.000) | 74,525.207 | 26.10.18 |
| Class 'C-H' Accumulation | 79,636.918 | 0.000 | (48,111.624) | 31,525.294 | 26.10.18 |
| Class 'CI-H' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 06.11.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 401,939.450 | 31,849.626 | (64,095.838) | 369,693.238 | 26.10.18 |
| Class 'A' Distribution | 4,461.957 | 0.000 | (178.718) | 4,283.239 | 26.10.18 |
| Class 'C' Accumulation | 533,984.120 | 15,418.430 | (151,365.834) | 398,036.716 | 26.10.18 |
| Class 'C' Distribution | 14,503.040 | 0.000 | (11,640.204) | 2,862.836 | 26.10.18 |
| Class 'CI' Accumulation | 4,600.000 | 1,359,746.000 | (1,070,264.000) | 294,082.000 | 06.11.18 |
| Class 'J' Accumulation | 306,481.208 | 0.000 | (156,984.987) | 149,496.221 | 26.10.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Global Enhanced Equity Premia Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 2,400.000 | 1,550.000 | 0.000 | 3,950.000 | 10.12.19 |
| Class 'A' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.12.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.12.19 |
| Class 'ZI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.12.19 |
| Singapore dollar | | | | | |
| Class 'A' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'A' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'A' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'A' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 10.12.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.12.19 |
| Class 'ZI' Accumulation | 258,257.266 | 0.000 | 0.000 | 258,257.266 | 10.12.19 |
| M&G (Lux) Global Floating Rate High Yield Fund | | | | | |
| Australian dollar | | | | | |
| Class 'A-H' Accumulation | 38,067.691 | 48,478.343 | (24,168.059) | 62,377.975 | 08.04.19 |
| Class 'A-H M' Distribution | 4,465.000 | 247,093.969 | 0.000 | 251,558.969 | 08.04.19 |
| Class 'C-H' Accumulation | 4,466.000 | 0.000 | 0.000 | 4,466.000 | 08.04.19 |
| Class 'C-H M' Distribution | 4,467.000 | 0.000 | 0.000 | 4,467.000 | 08.04.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Euro | | | | | |
| Class 'A-H' Accumulation | 37,244,550.123 | 20,946,924.530 | (1,350,995.670) | 56,840,478.983 | 21.09.18 |
| Class 'A-H' Distribution | 13,683,158.198 | 1,389,447.236 | (1,668,595.677) | 13,404,009.757 | 21.09.18 |
| Class 'B-H' Accumulation | 4,224,940.055 | 1,334,719.744 | (522,336.841) | 5,037,322.958 | 21.09.18 |
| Class 'B-H' Distribution | 2,296,385.433 | 117,594.741 | (413,362.752) | 2,000,617.422 | 21.09.18 |
| Class 'C-H' Accumulation | 16,664,285.216 | 10,388,353.742 | (4,180,346.817) | 22,872,292.141 | 21.09.18 |
| Class 'C-H' Distribution | 1,866,179.141 | 118,603.147 | (255,713.918) | 1,729,068.370 | 21.09.18 |
| Class 'CI-H' Accumulation | 6,718,383.576 | 21,895,851.383 | (15,435,708.661) | 13,178,526.298 | 21.09.18 |
| Class 'J-H' Accumulation | 484,259.035 | 3,507,541.391 | (335,171.597) | 3,656,628.829 | 16.04.20 |
| Class 'J-H' Distribution | 156,921.007 | 361,668.139 | (12,627.720) | 505,961.426 | 16.04.20 |
| Class 'JI-H' Accumulation | 4,610.000 | 13,125,534.857 | (4,073,236.481) | 9,056,908.376 | 16.04.20 |
| Class 'JI-H' Distribution | 4,615.000 | 0.000 | 0.000 | 4,615.000 | 16.04.20 |
| Hong Kong dollar | | | | | |
| Class 'A-H' Accumulation | 2,479.200 | 0.000 | 0.000 | 2,479.200 | 08.04.19 |
| Class 'A-H M' Distribution | 2,479.300 | 748,523.227 | 0.000 | 751,002.527 | 08.04.19 |
| Class 'C-H' Accumulation | 2,479.400 | 0.000 | 0.000 | 2,479.400 | 08.04.19 |
| Class 'C-H M' Distribution | 2,479.500 | 0.000 | 0.000 | 2,479.500 | 08.04.19 |
| Singapore dollar | | | | | |
| Class 'A-H' Distribution | 78,897.827 | 10,556.418 | 0.000 | 89,454.245 | 21.09.18 |
| Class 'A-H M' Distribution | 525,658.883 | 324,321.348 | (73,189.991) | 776,790.240 | 21.09.18 |
| Class 'C-H M' Distribution | 50,283.059 | 16,931.106 | (11,648.219) | 55,565.946 | 21.09.18 |
| Sterling | | | | | |
| Class 'A-H' Accumulation | 18,932.773 | 59,034.000 | (30,100.000) | 47,866.773 | 05.07.19 |
| Class 'A-H' Distribution | 2,405.000 | 2,700.000 | 0.000 | 5,105.000 | 05.07.19 |
| Class 'C-H' Accumulation | 0.000 | 15,545.972 | (1,946.154) | 13,599.818 | 26.04.21 |
| Class 'C-H' Distribution | 178,345.407 | 6,799.519 | (6,295.299) | 178,849.627 | 22.02.19 |
| Class 'CI-H' Distribution | 8,105.000 | 417,079.234 | (903.904) | 424,280.330 | 14.03.19 |
| Class 'J-H' Distribution | 2,000.000 | 643,134.150 | (29,700.000) | 615,434.150 | 16.03.21 |
| Class 'JI-H' Distribution | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 25.05.21 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 445,074.522 | 322,508.437 | (88,525.272) | 679,057.687 | 21.09.18 |
| Class 'A-H' Distribution | 394,451.890 | 56,872.286 | (20,561.921) | 430,762.255 | 21.09.18 |
| Class 'C-H' Accumulation | 625,216.639 | 1,192,804.262 | (241,530.707) | 1,576,490.194 | 21.09.18 |
| Class 'C-H' Distribution | 276,760.392 | 230,568.196 | (36,753.200) | 470,575.388 | 21.09.18 |
| Class 'CI-H' Accumulation | 238,600.000 | 149,448.121 | (383,448.121) | 4,600.000 | 21.09.18 |
| Class 'J-H' Accumulation | 1,351,964.162 | 918,566.016 | (178,066.196) | 2,092,463.982 | 16.04.20 |
| Class 'J-H' Distribution | 480,274.995 | 260,445.020 | (36,042.213) | 704,677.802 | 16.04.20 |
| Class 'JI-H' Accumulation | 4,600.000 | 329,000.000 | (95,000.000) | 238,600.000 | 16.04.20 |
| Class 'JI-H' Distribution | 4,605.000 | 0.000 | 0.000 | 4,605.000 | 16.04.20 |
| US dollar | | | | | |
| Class 'A' Accumulation | 9,676,375.655 | 29,008,617.290 | (1,219,376.181) | 37,465,616.764 | 21.09.18 |
| Class 'A' Distribution | 3,877,346.869 | 9,368,989.977 | (231,897.401) | 13,014,439.445 | 21.09.18 |
| Class 'A M' Distribution | 3,244,147.891 | 7,912,965.332 | (1,109,077.490) | 10,048,035.733 | 21.09.18 |
| Class 'C' Accumulation | 8,546,008.748 | 10,377,276.417 | (2,659,370.842) | 16,263,914.323 | 21.09.18 |
| Class 'C' Distribution | 2,238,714.949 | 6,305,521.460 | (3,132,933.149) | 5,411,303.260 | 21.09.18 |
| Class 'C M' Distribution | 271,466.243 | 265,036.538 | (23,538.529) | 512,964.252 | 21.09.18 |
| Class 'CI' Accumulation | 697,467.863 | 5,001,448.950 | (636,857.365) | 5,062,059.448 | 21.09.18 |
| Class 'J' Accumulation | 836,278.132 | 4,319,017.070 | (34,412.218) | 5,120,882.984 | 16.04.20 |
| Class 'J' Distribution | 540,214.372 | 2,424,501.136 | (924,135.777) | 2,040,579.731 | 16.04.20 |
| Class 'JI' Accumulation | 4,620.000 | 602,399.088 | (51,525.909) | 555,493.179 | 16.04.20 |
| Class 'JI' Distribution | 4,625.000 | 6,649,159.205 | (60,211.746) | 6,593,572.459 | 16.04.20 |
| M&G (Lux) Global High Yield Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A-H' Accumulation | 2,168,739.335 | 67,131.683 | (430,562.702) | 1,805,308.316 | 09.11.18 |
| Class 'A-H' Distribution | 843,103.660 | 365,725.728 | (254,195.193) | 954,634.195 | 09.11.18 |
| Class 'B-H' Accumulation | 146,395.993 | 46,837.634 | (36,733.119) | 156,500.508 | 09.11.18 |
| Class 'B-H' Distribution | 180,789.113 | 33,202.727 | (51,605.332) | 162,386.508 | 09.11.18 |
| Class 'C-H' Accumulation | 528,156.822 | 30,983.689 | (145,656.859) | 413,483.652 | 09.11.18 |
| Class 'C-H' Distribution | 784,512.152 | 4,438.819 | (1,242.211) | 787,708.760 | 09.11.18 |
| Class 'CI-H' Accumulation | 119,419.035 | 9,930.197 | (10,231.770) | 119,117.462 | 19.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,161.481 | 0.000 | 0.000 | 2,161.481 | 09.11.18 |
| Class 'C-H' Accumulation | 2,123.594 | 0.000 | 0.000 | 2,123.594 | 09.11.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 197,467.185 | 16,435.845 | (72,941.291) | 140,961.739 | 09.11.18 |
| Class 'A' Distribution | 82,246.836 | 21,008.983 | (20,902.776) | 82,353.043 | 09.11.18 |
| Class 'C' Accumulation | 622,449.922 | 0.955 | (6.293) | 622,444.584 | 09.11.18 |
| Class 'C' Distribution | 12,255.108 | 0.000 | 0.000 | 12,255.108 | 09.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 19.11.18 |
| M&G (Lux) Global Listed Infrastructure Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 14,234,023.533 | 32,947,746.611 | (5,292,573.953) | 41,889,196.191 | 05.10.17 |
| Class 'A' Distribution | 2,002,834.924 | 4,129,821.150 | (462,408.883) | 5,670,247.191 | 05.10.17 |
| Class 'C' Accumulation | 4,983,434.605 | 9,432,594.816 | (4,645,768.650) | 9,770,260.771 | 05.10.17 |
| Class 'C' Distribution | 1,115,784.630 | 11,457,387.692 | (183,716.039) | 12,389,456.283 | 05.10.17 |
| Class 'CI' Accumulation | 8,250,979.575 | 23,834,294.671 | (2,858,710.772) | 29,226,563.474 | 05.10.17 |
| Class 'J' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 11.03.22 |
| Class 'J' Distribution | 0.000 | 1,001.000 | 0.000 | 1,001.000 | 11.03.22 |
| Class 'JI' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 11.03.22 |
| Class 'JI' Distribution | 0.000 | 517,601.000 | 0.000 | 517,601.000 | 11.03.22 |
| Class 'L' Accumulation | 2,136,460.735 | 6,154,450.694 | (835,336.348) | 7,455,575.081 | 05.10.17 |
| Class 'ZI' Distribution | 625,024.061 | 395,240.000 | (74,469.000) | 945,795.061 | 21.02.20 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 0.000 | 2,001.000 | 0.000 | 2,001.000 | 17.12.21 |
| Class 'A-H M' Distribution | 0.000 | 2,000.000 | 0.000 | 2,000.000 | 17.12.21 |
| Sterling | | | | | |
| Class 'C' Accumulation | 21,394.140 | 94,147.717 | (49,477.301) | 66,064.556 | 05.10.17 |
| Class 'C' Distribution | 51,235.810 | 29,284.062 | (2,421.424) | 78,098.448 | 05.10.17 |
| Class 'L' Accumulation | 1,000.000 | 1,350.000 | 0.000 | 2,350.000 | 22.01.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A' Accumulation | 8,354.000 | 22,895.328 | (281.328) | 30,968.000 | 05.10.17 |
| Class 'A' Distribution | 1,522.000 | 0.000 | 0.000 | 1,522.000 | 05.10.17 |
| Class 'C' Accumulation | 8,766.000 | 114,495.000 | (1,630.000) | 121,631.000 | 05.10.17 |
| Class 'C' Distribution | 1,885.000 | 8,920.000 | (2,050.000) | 8,755.000 | 05.10.17 |
| US dollar | | | | | |
| Class 'A' Accumulation | 2,384,273.828 | 14,148,999.017 | (1,801,978.977) | 14,731,293.868 | 05.10.17 |
| Class 'A' Distribution | 51,266.527 | 395,576.761 | (58,641.856) | 388,201.432 | 05.10.17 |
| Class 'A M' Distribution | 40,539.508 | 264,043.330 | (149,080.325) | 155,502.513 | 05.10.17 |
| Class 'A M F' Distribution | 0.000 | 100.000 | 0.000 | 100.000 | 16.11.21 |
| Class 'C' Accumulation | 336,468.674 | 193,649.460 | (48,995.122) | 481,123.012 | 05.10.17 |
| Class 'C' Distribution | 94,927.416 | 189,241.695 | (4,015.000) | 280,154.111 | 05.10.17 |
| Class 'CI' Accumulation | 164,486.368 | 3,070,523.225 | (537,543.252) | 2,697,466.341 | 05.10.17 |
| Class 'J' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 11.03.22 |
| Class 'JI' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 11.03.22 |
| Class 'L' Accumulation | 216,053.360 | 142,688.819 | (99,169.953) | 259,572.226 | 05.10.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Global Macro Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 16,188,813.253 | 1,242,182.813 | (3,072,024.219) | 14,358,971.847 | 26.10.18 |
| Class 'A' Distribution | 4,048,983.506 | 387,192.415 | (436,850.641) | 3,999,325.280 | 26.10.18 |
| Class 'A-H' Accumulation | 5,642,424.884 | 1,545,621.793 | (5,375,193.028) | 1,812,853.649 | 26.10.18 |
| Class 'A-H' Distribution | 1,109,170.548 | 77,843.899 | (504,499.895) | 682,514.552 | 26.10.18 |
| Class 'B' Accumulation | 6,077,916.750 | 931,406.636 | (885,938.244) | 6,123,385.142 | 26.10.18 |
| Class 'B' Distribution | 886,710.186 | 75,942.103 | (219,696.421) | 742,955.868 | 26.10.18 |
| Class 'B-H' Accumulation | 468,764.374 | 112,526.359 | (196,632.273) | 384,658.460 | 26.10.18 |
| Class 'B-H' Distribution | 285,511.162 | 3,310.090 | (128,840.985) | 159,980.267 | 26.10.18 |
| Class 'C' Accumulation | 6,161,302.050 | 1,622,358.462 | (2,267,392.126) | 5,516,268.386 | 26.10.18 |
| Class 'C' Distribution | 326,425.770 | 40,899.188 | (247,578.605) | 119,746.353 | 26.10.18 |
| Class 'C-H' Accumulation | 1,525,783.037 | 151,278.406 | (704,617.451) | 972,443.992 | 26.10.18 |
| Class 'C-H' Distribution | 1,263,663.675 | 157,082.169 | (157,757.121) | 1,262,988.723 | 26.10.18 |
| Class 'CI' Accumulation | 9,153,486.847 | 2,910,527.400 | (927,484.059) | 11,136,530.188 | 06.11.18 |
| Class 'CI-H' Accumulation | 2,893,223.118 | 45,512.607 | (2,643,083.689) | 295,652.036 | 06.11.18 |
| Class 'JI-H' Accumulation | 4,610.000 | 0.000 | 0.000 | 4,610.000 | 18.10.19 |
| Class 'JI-H' Distribution | 143,293.883 | 10,250.000 | (93,059.864) | 60,484.019 | 18.10.19 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 2,325.604 | 0.000 | 0.000 | 2,325.604 | 26.10.18 |
| Class 'A-H' Distribution | 2,483.933 | 0.000 | 0.000 | 2,483.933 | 26.10.18 |
| Class 'C-H' Accumulation | 2,284.953 | 0.000 | 0.000 | 2,284.953 | 26.10.18 |
| Class 'C-H' Distribution | 2,454.415 | 0.000 | 0.000 | 2,454.415 | 26.10.18 |
| Sterling | | | | | |
| Class 'C' Accumulation | 2,400.000 | 1,440.072 | 0.000 | 3,840.072 | 05.07.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 05.07.19 |
| Class 'C-H' Distribution | 167,090.013 | 160,938.338 | (154,380.592) | 173,647.759 | 22.02.19 |
| Class 'CI' Accumulation | 327,531.067 | 38,547.446 | (336,342.239) | 29,736.274 | 05.07.19 |
| Class 'CI' Distribution | 7,679.479 | 0.000 | (3,079.479) | 4,600.000 | 05.07.19 |
| Class 'CI-H' Distribution | 4,600.000 | 249,755.817 | (249,704.908) | 4,650.909 | 14.03.19 |
| Class 'JI-H' Distribution | 940,522.554 | 145,295.000 | (438,365.809) | 647,451.745 | 18.10.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A' Accumulation | 12,157.644 | 123.800 | (2,499.116) | 9,782.328 | 26.10.18 |
| Class 'A-H' Accumulation | 2,403.028 | 0.000 | 0.000 | 2,403.028 | 26.10.18 |
| Class 'C' Accumulation | 907,850.317 | 0.000 | 0.000 | 907,850.317 | 26.10.18 |
| Class 'C-H' Accumulation | 44,422.376 | 2,410.000 | (31,291.000) | 15,541.376 | 26.10.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 4,259,751.284 | 676,337.652 | (1,072,027.890) | 3,864,061.046 | 26.10.18 |
| Class 'A' Distribution | 217,195.615 | 23,166.908 | (94,647.675) | 145,714.848 | 26.10.18 |
| Class 'C' Accumulation | 783,241.216 | 35,925.269 | (337,478.577) | 481,687.908 | 26.10.18 |
| Class 'C' Distribution | 58,580.429 | 29,424.766 | (24,747.969) | 63,257.226 | 26.10.18 |
| Class 'CI' Accumulation | 193,530.672 | 147,915.013 | (166,924.014) | 174,521.671 | 06.11.18 |
| Class 'JI' Accumulation | 73,334.424 | 3,221.000 | (29,667.352) | 46,888.072 | 18.10.19 |
| Class 'JI' Distribution | 838,048.000 | 91,407.000 | (364,675.000) | 564,780.000 | 18.10.19 |
| M&G (Lux) Global Maxima Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 31,174.956 | 950,985.922 | (135,433.654) | 846,727.224 | 11.12.19 |
| Class 'A' Distribution | 4,333.157 | 69,086.189 | (44,739.154) | 28,680.192 | 11.12.19 |
| Class 'C' Accumulation | 114,522.461 | 286,297.537 | (304,293.840) | 96,526.158 | 11.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'CI' Accumulation | 4,600.000 | 138,939.465 | (10,024.720) | 133,514.745 | 11.12.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 11.12.19 |
| Class 'E' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'EI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 11.12.19 |
| Class 'ZI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 11.12.19 |
| Singapore dollar | | | | | |
| Class 'A' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'A' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'A' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | 5,154.115 | 56,788.581 | (18,582.941) | 43,359.755 | 11.12.19 |
| Class 'A' Distribution | 2,400.000 | 5,420.492 | (400.000) | 7,420.492 | 11.12.19 |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 11.12.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 11.12.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 11.12.19 |
| Class 'E' Accumulation | 2,400.000 | 645.000 | (645.000) | 2,400.000 | 11.12.19 |
| Class 'EI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 11.12.19 |
| Class 'ZI' Accumulation | 4,936,995.000 | 60,387.000 | 0.000 | 4,997,382.000 | 11.12.19 |
| M&G (Lux) Global Sustain Paris Aligned Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 1,840,725.239 | 553,564.797 | (653,680.183) | 1,740,609.853 | 09.11.18 |
| Class 'A' Distribution | 12,227.225 | 2,854.788 | (1,480.921) | 13,601.092 | 09.11.18 |
| Class 'B' Accumulation | 175,570.690 | 60,346.186 | (53,604.515) | 182,312.361 | 09.11.18 |
| Class 'C' Accumulation | 312,247.617 | 782,320.270 | (102,024.376) | 992,543.511 | 09.11.18 |
| Class 'C' Distribution | 376.170 | 0.000 | 0.000 | 376.170 | 09.11.18 |
| Class 'CI' Accumulation | 1,376,802.018 | 1,937,062.483 | (1,269,878.997) | 2,043,985.504 | 19.11.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 29,241.290 | 29,267.150 | (2,776.550) | 55,731.890 | 09.11.18 |
| Class 'A' Distribution | 4,700.858 | 1,088.998 | (34.895) | 5,754.961 | 09.11.18 |
| Class 'C' Accumulation | 377.821 | 2,378.720 | 0.000 | 2,756.541 | 09.11.18 |
| Class 'C' Distribution | 396.957 | 0.000 | 0.000 | 396.957 | 09.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 19.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Global Target Return Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 706,004.051 | 40,828.479 | (303,943.299) | 442,889.231 | 21.12.16 |
| Class 'B' Accumulation | 45,375.287 | 8,207.994 | (29,292.045) | 24,291.236 | 21.12.16 |
| Class 'C' Accumulation | 1,287,282.616 | 20,639.000 | (536,998.781) | 770,922.835 | 21.12.16 |
| Class 'CI' Accumulation | 6,536,774.146 | 408,332.250 | (2,466,968.779) | 4,478,137.617 | 21.12.16 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | 2,416.000 | 0.000 | 0.000 | 2,416.000 | 21.12.16 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,406.000 | 0.000 | 0.000 | 2,406.000 | 21.12.16 |
| Class 'C-H' Accumulation | 2,410.000 | 0.000 | 0.000 | 2,410.000 | 21.12.16 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 2,421.000 | 0.000 | 0.000 | 2,421.000 | 21.12.16 |
| Class 'C-H' Accumulation | 2,425.000 | 0.000 | 0.000 | 2,425.000 | 21.12.16 |
| M&G (Lux) Global Themes Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 25,948,702.942 | 11,069,123.987 | (9,304,863.672) | 27,712,963.257 | 19.03.19 |
| Class 'A' Distribution | 171,970.351 | 173,672.929 | (124,433.329) | 221,209.951 | 19.03.19 |
| Class 'C' Accumulation | 362,807.000 | 975,249.616 | (735,389.104) | 602,667.512 | 19.03.19 |
| Class 'C' Distribution | 1,100.000 | 0.000 | 0.000 | 1,100.000 | 19.03.19 |
| Class 'CI' Accumulation | 11,654,197.865 | 2,089,724.835 | (11,734,215.306) | 2,009,707.394 | 10.05.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.05.19 |
| Class 'J' Accumulation | 2,000.000 | 544,172.263 | (544,117.587) | 2,054.676 | 16.03.21 |
| Class 'JI' Accumulation | 2,001.000 | 16,714,917.794 | (3,444,608.934) | 13,272,309.860 | 16.03.21 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 10.05.19 |
| Class 'A' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 10.05.19 |
| Class 'C' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 10.05.19 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 10.05.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.05.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.05.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 52,469.938 | 276,896.671 | (40,827.380) | 288,539.229 | 10.05.19 |
| Class 'A' Distribution | 2,011.881 | 379.644 | (1,110.095) | 1,281.430 | 10.05.19 |
| Class 'C' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 10.05.19 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 10.05.19 |
| Class 'CI' Accumulation | 1,072,406.171 | 322,530.970 | (23,367.000) | 1,371,570.141 | 10.05.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 10.05.19 |
| M&G (Lux) Income Allocation Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 21,877,116.796 | 1,891,073.081 | (3,712,381.701) | 20,055,808.176 | 16.01.18 |
| Class 'A' Distribution | 33,842,278.930 | 937,722.145 | (4,008,738.755) | 30,771,262.320 | 16.01.18 |
| Class 'A Q' Distribution | 4,914,813.340 | 390,506.827 | (513,455.346) | 4,791,864.821 | 16.01.18 |
| Class 'B' Accumulation | 1,502,150.496 | 216,164.366 | (224,756.922) | 1,493,557.940 | 16.01.18 |
| Class 'B Q' Distribution | 4,237,910.172 | 291,855.884 | (643,321.173) | 3,886,444.883 | 16.01.18 |
| Class 'C' Accumulation | 14,239,356.517 | 400,898.573 | (5,539,370.300) | 9,100,884.790 | 16.01.18 |
| Class 'C' Distribution | 13,299,872.811 | 1,426,657.890 | (10,723,679.591) | 4,002,851.110 | 16.01.18 |
| Class 'C Q' Distribution | 3,539.670 | 0.000 | 0.000 | 3,539.670 | 16.01.18 |
| Class 'CI' Accumulation | 4,055,320.211 | 1,089,600.250 | (2,667,345.258) | 2,477,575.203 | 16.01.18 |
| Class 'JI' Accumulation | 286,430.339 | 1,242,849.894 | (179,195.924) | 1,350,084.309 | 13.12.19 |
| Class 'ZI' Distribution | 4,951,677.000 | 1,286,527.000 | (143,800.000) | 6,094,404.000 | 08.05.18 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 5,052.303 | 0.000 | 0.000 | 5,052.303 | 16.01.18 |
| Class 'A-H' Distribution | 5,057.704 | 0.000 | 0.000 | 5,057.704 | 16.01.18 |
| Class 'C-H' Accumulation | 5,059.542 | 0.000 | 0.000 | 5,059.542 | 16.01.18 |
| Class 'C-H' Distribution | 5,066.399 | 0.000 | 0.000 | 5,066.399 | 16.01.18 |
| South African rand | | | | | |
| Class 'A-H F1' Distribution | 0.000 | 71,215.527 | (405.913) | 70,809.614 | 23.09.21 |
| Class 'X-H F1' Distribution | 0.000 | 873,391.939 | 0.000 | 873,391.939 | 23.09.21 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 16,102.405 | 5,257.923 | 0.000 | 21,360.328 | 16.01.18 |
| Class 'C-H' Accumulation | 24,076.925 | 0.000 | 0.000 | 24,076.925 | 16.01.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A-H' Accumulation | 248,049.954 | 1,417,716.876 | (102,904.337) | 1,562,862.493 | 16.01.18 |
| Class 'A-H' Distribution | 90,568.403 | 117,692.604 | (48,663.302) | 159,597.705 | 16.01.18 |
| Class 'A-H F' Distribution | 360.184 | 459,601.689 | (25,389.479) | 434,572.394 | 19.11.20 |
| Class 'C-H' Accumulation | 5,027.145 | 0.000 | 0.000 | 5,027.145 | 16.01.18 |
| Class 'C-H' Distribution | 316,341.269 | 134,866.617 | (446,174.098) | 5,033.788 | 16.01.18 |
| Class 'X-H' Accumulation | 0.000 | 3,995.234 | 0.000 | 3,995.234 | 23.11.21 |
| Class 'X-H' Distribution | 2,000.000 | 182,288.278 | (9,077.518) | 175,210.760 | 24.06.20 |
| Class 'X-H F' Distribution | 15,604.091 | 3,455,952.855 | 0.000 | 3,471,556.946 | 19.11.20 |
| M&G (Lux) Japan Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 884,187.494 | 129,187.939 | (252,395.006) | 760,980.427 | 26.10.18 |
| Class 'A-H' Accumulation | 2,400.000 | 4,218.497 | (252.364) | 6,366.133 | 06.11.18 |
| Class 'C' Accumulation | 2,128,028.229 | 467,689.100 | (630,659.278) | 1,965,058.051 | 26.10.18 |
| Class 'C-H' Accumulation | 17,979.707 | 40,677.966 | (40,483.899) | 18,173.774 | 06.11.18 |
| Class 'CI' Accumulation | 203,219.735 | 364,213.321 | (112,482.200) | 454,950.856 | 06.11.18 |
| Japanese yen | | | | | |
| Class 'A' Accumulation | 1,300.000 | 0.000 | 0.000 | 1,300.000 | 06.11.18 |
| Class 'C' Accumulation | 1,300.000 | 0.000 | 0.000 | 1,300.000 | 06.11.18 |
| Class 'CI' Accumulation | 6,440.000 | 0.000 | 0.000 | 6,440.000 | 28.05.19 |
| Class 'CI' Distribution | 6,440.050 | 0.000 | 0.000 | 6,440.050 | 28.05.19 |
| Sterling | | | | | |
| Class 'C' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 05.07.19 |
| Class 'C' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 05.07.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 05.07.19 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 05.07.19 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,420.000 | 0.000 | 0.000 | 2,420.000 | 06.11.18 |
| Class 'C-H' Accumulation | 2,425.000 | 0.000 | 0.000 | 2,425.000 | 06.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 23,469.207 | 0.000 | (214.368) | 23,254.839 | 26.10.18 |
| Class 'A-H' Accumulation | 2,410.000 | 0.000 | 0.000 | 2,410.000 | 06.11.18 |
| Class 'C' Accumulation | 778.556 | 0.000 | 0.000 | 778.556 | 26.10.18 |
| Class 'C-H' Accumulation | 2,415.000 | 7,265.827 | 0.000 | 9,680.827 | 06.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 365,779.021 | (26,916.470) | 343,462.551 | 06.11.18 |
| M&G (Lux) Japan Smaller Companies Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 906,743.499 | 405,685.307 | (671,267.294) | 641,161.512 | 26.10.18 |
| Class 'A-H' Accumulation | 97,944.022 | 339,165.293 | (379,287.782) | 57,821.533 | 06.11.18 |
| Class 'C' Accumulation | 8,387.382 | 40,716.604 | (26,467.541) | 22,636.445 | 26.10.18 |
| Class 'C-H' Accumulation | 51,530.154 | 130,549.201 | (179,245.837) | 2,833.518 | 06.11.18 |
| Class 'CI' Accumulation | 31,629.454 | 0.000 | 0.000 | 31,629.454 | 06.11.18 |
| Japanese yen | | | | | |
| Class 'A' Accumulation | 2,021.987 | 0.000 | (721.987) | 1,300.000 | 06.11.18 |
| Class 'C' Accumulation | 1,300.000 | 263,821.287 | (263,821.287) | 1,300.000 | 06.11.18 |
| Class 'CI' Accumulation | 13,010.100 | 0.000 | (6,570.000) | 6,440.100 | 28.05.19 |
| Class 'CI' Distribution | 6,440.150 | 0.000 | 0.000 | 6,440.150 | 28.05.19 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,420.000 | 0.000 | 0.000 | 2,420.000 | 06.11.18 |
| Class 'C-H' Accumulation | 2,425.000 | 0.000 | 0.000 | 2,425.000 | 06.11.18 |
| US dollar | | | | | |
| Class 'A' Accumulation | 15,187.464 | 26,408.278 | (15,153.764) | 26,441.978 | 26.10.18 |
| Class 'A-H' Accumulation | 19,965.770 | 126,779.999 | (137,674.764) | 9,071.005 | 06.11.18 |
| Class 'C' Accumulation | 695.808 | 168,153.251 | (20,200.000) | 148,649.059 | 26.10.18 |
| Class 'C-H' Accumulation | 2,415.000 | 83,216.268 | 0.000 | 85,631.268 | 06.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 06.11.18 |
| M&G (Lux) Multi Asset 2023 Fund | | | | | |
| Euro | | | | | |
| Class 'P' Accumulation | 3,397,049.340 | 0.000 | (232,852.806) | 3,164,196.534 | 14.12.17 |
| Class 'P' Distribution | 10,964,976.323 | 0.000 | (709,314.657) | 10,255,661.666 | 14.12.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) North American Dividend Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 733,739.152 | 286,774.277 | (315,695.369) | 704,818.060 | 09.11.18 |
| Class 'A' Distribution | 60,001.355 | 5,792.235 | (7,178.380) | 58,615.210 | 09.11.18 |
| Class 'A-H' Accumulation | 188,177.809 | 319,953.155 | (305,932.853) | 202,198.111 | 09.11.18 |
| Class 'C' Accumulation | 236,286.828 | 135,326.605 | (134,664.312) | 236,949.121 | 09.11.18 |
| Class 'C' Distribution | 1,062.558 | 0.000 | (632.000) | 430.558 | 09.11.18 |
| Class 'C-H' Accumulation | 597,054.648 | 173,366.392 | (218,565.816) | 551,855.224 | 09.11.18 |
| Class 'CI' Accumulation | 6,417.311 | 545,503.000 | (24,957.000) | 526,963.311 | 19.11.18 |
| Sterling | | | | | |
| Class 'C' Accumulation | 2,400.000 | 5,105.939 | 0.000 | 7,505.939 | 05.07.19 |
| Class 'C' Distribution | 3,065.795 | 71,549.026 | (3,759.338) | 70,855.483 | 05.07.19 |
| Class 'CI' Accumulation | 5,955.515 | 481,788.338 | (27,120.515) | 460,623.338 | 05.07.19 |
| Class 'CI' Distribution | 174,878.203 | 3,379.393 | (11,107.893) | 167,149.703 | 05.07.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | 1,761,018.872 | 5,014,736.042 | (687,452.033) | 6,088,302.881 | 09.11.18 |
| Class 'A' Distribution | 145,859.457 | 306,902.411 | (37,480.406) | 415,281.462 | 09.11.18 |
| Class 'C' Accumulation | 1,390,725.500 | 462,486.500 | (1,006,115.193) | 847,096.807 | 09.11.18 |
| Class 'C' Distribution | 265,389.599 | 159,388.420 | (18,937.507) | 405,840.512 | 09.11.18 |
| Class 'CI' Accumulation | 2,109,247.425 | 1,387,732.113 | (869,842.013) | 2,627,137.525 | 19.11.18 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 21.02.20 |
| M&G (Lux) North American Value Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 1,037,365.848 | 1,401,353.250 | (1,278,624.718) | 1,160,094.380 | 09.11.18 |
| Class 'A-H' Accumulation | 533,945.144 | 80,545.670 | (78,248.984) | 536,241.830 | 19.11.18 |
| Class 'C' Accumulation | 176,835.225 | 67,100.870 | (101,854.955) | 142,081.140 | 09.11.18 |
| Class 'C-H' Accumulation | 181,101.350 | 114,064.000 | (78,393.780) | 216,771.570 | 26.02.19 |
| Class 'CI' Accumulation | 4,600.000 | 5,152,884.000 | (3,615,000.000) | 1,542,484.000 | 19.11.18 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 2,415.000 | 0.000 | 0.000 | 2,415.000 | 26.02.19 |
| Class 'C-H' Accumulation | 2,420.000 | 0.000 | 0.000 | 2,420.000 | 26.02.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Sterling | | | | | |
| Class 'C-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 05.07.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 26.02.19 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 26.02.19 |
| Class 'C-H' Accumulation | 2,405.000 | 0.000 | 0.000 | 2,405.000 | 26.02.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | 455,513.299 | 130,118.960 | (88,607.889) | 497,024.370 | 09.11.18 |
| Class 'C' Accumulation | 158,204.899 | 359,413.350 | (417,636.309) | 99,981.940 | 09.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 19.11.18 |
| M&G (Lux) Optimal Income Fund | | | | | |
| Australian dollar | | | | | |
| Class 'A-H' Accumulation | 216,069.264 | 59,513.324 | (66,840.931) | 208,741.657 | 26.04.19 |
| Class 'A-H M' Distribution | 4,465.000 | 12,600.000 | 0.000 | 17,065.000 | 26.04.19 |
| Class 'C-H' Accumulation | 4,466.000 | 0.000 | 0.000 | 4,466.000 | 26.04.19 |
| Class 'C-H M' Distribution | 4,467.000 | 0.000 | 0.000 | 4,467.000 | 26.04.19 |
| Euro | | | | | |
| Class 'A' Accumulation | 711,402,632.102 | 28,977,962.744 | (75,253,544.677) | 665,127,050.169 | 07.09.18 |
| Class 'A' Distribution | 96,976,647.444 | 8,711,873.688 | (11,870,243.218) | 93,818,277.914 | 07.09.18 |
| Class 'B' Accumulation | 22,885,415.984 | 766,737.851 | (2,944,959.187) | 20,707,194.648 | 07.09.18 |
| Class 'B' Distribution | 6,710,758.064 | 265,434.194 | (877,150.534) | 6,099,041.724 | 07.09.18 |
| Class 'C' Accumulation | 153,413,305.757 | 18,373,981.810 | (46,526,465.283) | 125,260,822.284 | 07.09.18 |
| Class 'C' Distribution | 10,426,092.125 | 1,505,362.751 | (1,225,233.942) | 10,706,220.934 | 07.09.18 |
| Class 'CI' Accumulation | 38,086,237.246 | 5,489,128.835 | (9,080,057.883) | 34,495,308.198 | 07.09.18 |
| Class 'CI' Distribution | 509,370.000 | 2,238,585.000 | 0.000 | 2,747,955.000 | 17.12.18 |
| Class 'CI-H' Accumulation | 36,212.205 | 196.499 | (186.870) | 36,221.834 | 04.09.20 |
| Class 'J' Accumulation | 3,936,514.232 | 1,136,690.517 | (1,762,245.307) | 3,310,959.442 | 07.09.18 |
| Class 'J' Distribution | 310,666.097 | 158,065.512 | (125,231.718) | 343,499.891 | 28.05.19 |
| Class 'JI' Accumulation | 64,138,163.601 | 9,156,201.007 | (9,960,409.833) | 63,333,954.775 | 05.10.18 |
| Class 'JI' Distribution | 149,777.152 | 26,267.791 | (44,362.038) | 131,682.905 | 28.05.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Hong Kong dollar | | | | | |
| Class 'A-H' Accumulation | 80,984.556 | 0.000 | 0.000 | 80,984.556 | 26.04.19 |
| Class 'A-H M' Distribution | 2,479.300 | 0.000 | 0.000 | 2,479.300 | 26.04.19 |
| Class 'C-H' Accumulation | 2,479.400 | 0.000 | 0.000 | 2,479.400 | 26.04.19 |
| Class 'C-H M' Distribution | 2,479.500 | 0.000 | 0.000 | 2,479.500 | 26.04.19 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 1,214,595.241 | 145,238.704 | (270,636.029) | 1,089,197.916 | 07.09.18 |
| Class 'A-H M' Distribution | 1,845,649.721 | 132,074.768 | (715,922.056) | 1,261,802.433 | 07.09.18 |
| Class 'A-H M F1' Distribution | 200.000 | 0.000 | 0.000 | 200.000 | 19.11.20 |
| Class 'C-H' Accumulation | 67,504.965 | 77,371.076 | 0.000 | 144,876.041 | 07.09.18 |
| Class 'J-H' Accumulation | 64,350.562 | 0.000 | (5,125.596) | 59,224.966 | 28.05.19 |
| Class 'J-H M' Distribution | 255,059.160 | 23,390.938 | (72,290.938) | 206,159.160 | 28.05.19 |
| Class 'JI-H' Accumulation | 8,005.000 | 9,487.610 | (0.005) | 17,492.605 | 05.07.19 |
| Class 'JI-H M' Distribution | 8,004.000 | 0.000 | 0.000 | 8,004.000 | 05.07.19 |
| South African rand | | | | | |
| Class 'A-H M F2' Distribution | 0.000 | 5,313.204 | 0.000 | 5,313.204 | 23.09.21 |
| Class 'X-H M F2' Distribution | 0.000 | 14,497.751 | 0.000 | 14,497.751 | 23.09.21 |
| Sterling | | | | | |
| Class 'A-H' Accumulation | 279,704.592 | 248,784.741 | (159,444.122) | 369,045.211 | 05.07.19 |
| Class 'A-H' Distribution | 27,827.573 | 9,342.923 | 0.000 | 37,170.496 | 05.07.19 |
| Class 'C-H' Accumulation | 2,293,301.342 | 69,396.150 | (2,070,096.962) | 292,600.530 | 14.03.19 |
| Class 'C-H' Distribution | 2,018,873.878 | 54,865.369 | (1,741,342.797) | 332,396.450 | 22.02.19 |
| Class 'CI-H' Distribution | 4,600.351 | 13,956.169 | 0.000 | 18,556.520 | 29.03.19 |
| Class 'J-H' Accumulation | 19,625.522 | 20,018.673 | (586.331) | 39,057.864 | 28.05.19 |
| Class 'J-H' Distribution | 2,410.000 | 86,447.858 | 0.000 | 88,857.858 | 28.05.19 |
| Class 'JI-H' Accumulation | 4,880.000 | 640.000 | 0.000 | 5,520.000 | 28.05.19 |
| Class 'JI-H' Distribution | 28,810.011 | 2,395.802 | (3,697.335) | 27,508.478 | 28.05.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 3,309,352.967 | 292,681.537 | (712,429.231) | 2,889,605.273 | 07.09.18 |
| Class 'A-H' Distribution | 452,946.833 | 16,059.823 | (61,052.652) | 407,954.004 | 07.09.18 |
| Class 'C-H' Accumulation | 4,616,540.349 | 933,519.844 | (1,219,114.911) | 4,330,945.282 | 07.09.18 |
| Class 'C-H' Distribution | 1,159,302.264 | 255,265.071 | (86,654.129) | 1,327,913.206 | 07.09.18 |
| Class 'CI-H' Accumulation | 25,734.186 | 0.000 | (186.602) | 25,547.584 | 07.09.18 |
| Class 'J-H' Accumulation | 3,777,142.992 | 84,649.662 | (637,215.892) | 3,224,576.762 | 07.09.18 |
| Class 'J-H' Distribution | 995,759.299 | 110,775.456 | (212,475.675) | 894,059.080 | 15.10.19 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 124,706,418.200 | 59,027,971.805 | (114,808,427.382) | 68,925,962.623 | 07.09.18 |
| Class 'A-H' Distribution | 5,567,914.178 | 368,345.663 | (2,053,680.279) | 3,882,579.562 | 07.09.18 |
| Class 'A-H M' Distribution | 5,380,920.629 | 871,802.984 | (1,567,908.849) | 4,684,814.764 | 07.09.18 |
| Class 'A-H M F1' Distribution | 200.100 | 41,006.339 | (1,989.571) | 39,216.868 | 19.11.20 |
| Class 'A-H M F6' Distribution | 4,977.782 | 301,336.637 | (89,755.318) | 216,559.101 | 03.04.20 |
| Class 'C-H' Accumulation | 54,770,343.547 | 51,359,467.209 | (54,406,214.269) | 51,723,596.487 | 07.09.18 |
| Class 'C-H' Distribution | 4,433,974.770 | 1,406,106.596 | (2,466,839.444) | 3,373,241.922 | 07.09.18 |
| Class 'CI-H' Accumulation | 274,143.742 | 492,645.228 | (137,821.817) | 628,967.153 | 07.09.18 |
| Class 'CI-H' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 21.01.19 |
| Class 'J-H' Accumulation | 2,761,109.600 | 1,862,213.607 | (1,215,706.853) | 3,407,616.354 | 07.09.18 |
| Class 'J-H' Distribution | 626,449.615 | 941,165.379 | (71,763.647) | 1,495,851.347 | 07.09.18 |
| Class 'J-H M' Distribution | 301,645.471 | 24,806.296 | (6,960.393) | 319,491.374 | 28.05.19 |
| Class 'JI-H' Accumulation | 163,650.594 | 3,452,839.136 | (3,255,496.673) | 360,993.057 | 05.11.18 |
| Class 'JI-H' Distribution | 4,605.000 | 0.000 | 0.000 | 4,605.000 | 28.05.19 |
| Class 'JI-H M' Distribution | 17,433.262 | 0.000 | (1,970.628) | 15,462.634 | 28.05.19 |
| Class 'X-H' Accumulation | 0.000 | 2,000.000 | 0.000 | 2,000.000 | 23.11.21 |
| Class 'X-H M' Distribution | 2,000.000 | 322,987.510 | (18,031.666) | 306,955.844 | 24.06.20 |
| Class 'X-H M F' Distribution | 16,370.949 | 179,692.179 | (23,214.287) | 172,848.841 | 19.11.20 |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 3,833,239.685 | 282,198.476 | (94,755.795) | 4,020,682.366 | 09.11.18 |
| Class 'B' Accumulation | 39,996.523 | 18,939.755 | (13,292.774) | 45,643.504 | 09.11.18 |
| Class 'C' Accumulation | 153,387.690 | 368,690.390 | (466,946.669) | 55,131.411 | 09.11.18 |
| Class 'CI' Accumulation | 660,022.542 | 557,012.304 | (447,896.804) | 769,138.042 | 19.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 36,840.701 | 21,218.671 | (36,007.574) | 22,051.798 | 09.11.18 |
| Class 'C' Accumulation | 3,431.706 | 0.000 | (131.468) | 3,300.238 | 09.11.18 |
| M&G (Lux) Positive Impact Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 2,924,310.325 | 3,302,086.478 | (533,194.498) | 5,693,202.305 | 29.11.18 |
| Class 'A' Distribution | 150,216.857 | 167,220.478 | (18,361.449) | 299,075.886 | 29.11.18 |
| Class 'C' Accumulation | 526,389.672 | 306,812.468 | (18,247.173) | 814,954.967 | 29.11.18 |
| Class 'C' Distribution | 65,401.488 | 2,238.543 | (5,516.000) | 62,124.031 | 29.11.18 |
| Class 'CI' Accumulation | 116,780.362 | 342,547.853 | (106,104.312) | 353,223.903 | 29.11.18 |
| Class 'L' Accumulation | 3,359,921.399 | 962,748.701 | (2,192,396.096) | 2,130,274.004 | 29.11.18 |
| Class 'LI' Accumulation | 11,340,375.407 | 7,352,088.350 | (16,456,848.507) | 2,235,615.250 | 29.11.18 |
| South African rand | | | | | |
| Class 'A-H' Accumulation | 0.000 | 2,266.667 | 0.000 | 2,266.667 | 04.11.21 |
| Class 'X-H' Accumulation | 0.000 | 2,266.734 | 0.000 | 2,266.734 | 04.11.21 |
| Sterling | | | | | |
| Class 'C' Accumulation | 72,528.712 | 0.000 | (21,865.707) | 50,663.005 | 29.11.18 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 29.11.18 |
| Class 'L' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'L' Distribution | 167,857.273 | 114,906.204 | (83,769.237) | 198,994.240 | 15.09.20 |
| Class 'LI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 29.11.18 |
| Swiss franc | | | | | |
| Class 'A' Accumulation | 1,000.000 | 2,030.000 | 0.000 | 3,030.000 | 29.11.18 |
| Class 'A' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'C' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 29.11.18 |
| Class 'L' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'LI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 29.11.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 34,487.486 | 49,487.882 | (13,057.166) | 70,918.202 | 29.11.18 |
| Class 'A' Distribution | 6,475.616 | 16,948.387 | (3,101.791) | 20,322.212 | 29.11.18 |
| Class 'C' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 29.11.18 |
| Class 'CI' Accumulation | 4,600.000 | 500.000 | 0.000 | 5,100.000 | 29.11.18 |
| Class 'L' Accumulation | 16,502.000 | 36,544.000 | (50,629.000) | 2,417.000 | 29.11.18 |
| Class 'L' Distribution | 15,000.000 | 127,091.887 | (16,462.000) | 125,629.887 | 15.09.20 |
| Class 'LI' Accumulation | 5,374,184.209 | 731,376.833 | (2,110,373.261) | 3,995,187.781 | 29.11.18 |
| Class 'X' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 23.09.21 |
| M&G (Lux) Short Dated Corporate Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 3,640,239.724 | 1,627,698.980 | (1,234,397.250) | 4,033,541.454 | 26.10.18 |
| Class 'A' Distribution | 424,683.004 | 49,183.125 | (130,650.878) | 343,215.251 | 26.10.18 |
| Class 'C' Accumulation | 684,692.244 | 4,118,913.878 | (2,354,766.819) | 2,448,839.303 | 26.10.18 |
| Class 'C' Distribution | 28,414.648 | 24,296.270 | (1,428.000) | 51,282.918 | 26.10.18 |
| Class 'CI' Accumulation | 4,600.000 | 24,780,763.233 | (3,104,737.852) | 21,680,625.381 | 06.11.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,336.176 | 0.000 | 0.000 | 2,336.176 | 26.10.18 |
| Class 'C-H' Accumulation | 20,575.896 | 2,400.000 | 0.000 | 22,975.896 | 26.10.18 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 1,731,822.906 | 1,456,113.764 | (946,934.210) | 2,241,002.460 | 26.10.18 |
| Class 'A-H' Distribution | 33,965.554 | 221.364 | (617.728) | 33,569.190 | 26.10.18 |
| Class 'C-H' Accumulation | 2,105.374 | 0.000 | 0.000 | 2,105.374 | 26.10.18 |
| Class 'C-H' Distribution | 42,369.991 | 2,738.917 | 0.000 | 45,108.908 | 26.10.18 |

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Sustainable Allocation Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 1,241,738.471 | 1,768,845.377 | (652,528.234) | 2,358,055.614 | 04.12.18 |
| Class 'A' Distribution | 165,975.219 | 111,227.574 | (21,460.573) | 255,742.220 | 04.12.18 |
| Class 'B' Accumulation | 165,484.632 | 164,292.722 | (32,251.302) | 297,526.052 | 04.12.18 |
| Class 'B' Distribution | 38,195.005 | 53,969.583 | (9,371.873) | 82,792.715 | 04.12.18 |
| Class 'C' Accumulation | 39,947.805 | 123,442.526 | (61,054.964) | 102,335.367 | 04.12.18 |
| Class 'C' Distribution | 11,000.000 | 0.000 | 0.000 | 11,000.000 | 04.12.18 |
| Class 'CI' Accumulation | 969,293.603 | 16,517.000 | 0.000 | 985,810.603 | 04.12.18 |
| Class 'CI' Distribution | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 04.12.18 |
| Class 'L' Accumulation | 518,495.499 | 38,989.720 | (48,560.869) | 508,924.350 | 04.12.18 |
| Class 'LI' Accumulation | 1,141,161.437 | 0.000 | 0.000 | 1,141,161.437 | 04.12.18 |
| Class 'Z' Accumulation | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 04.12.18 |
| Class 'ZI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 04.12.18 |
| Singapore dollar | | | | | |
| Class 'A-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'A-H' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'C-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'C-H' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'L-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | 16,550.000 | 5,730.000 | (170.000) | 22,110.000 | 04.12.18 |
| Class 'L-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'A-H' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'C-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'C-H' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A-H' Accumulation | 39,773.805 | 102,689.470 | (5,696.513) | 136,766.762 | 04.12.18 |
| Class 'A-H' Distribution | 17,744.945 | 3,828.755 | (1,491.627) | 20,082.073 | 04.12.18 |
| Class 'C-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'C-H' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| Class 'CI-H' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 04.12.18 |
| Class 'L-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 04.12.18 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A-H' Accumulation | 17,875.448 | 9,497.222 | (2,868.464) | 24,504.206 | 25.07.19 |
| Class 'A-H' Distribution | 2,425.000 | 524.851 | 0.000 | 2,949.851 | 25.07.19 |
| Class 'C-H' Accumulation | 45,436.225 | 9,577.862 | (6,705.611) | 48,308.476 | 25.07.19 |
| Class 'C-H' Distribution | 2,445.000 | 0.000 | 0.000 | 2,445.000 | 25.07.19 |
| Class 'CI-H' Accumulation | 1,004,610.000 | 0.000 | 0.000 | 1,004,610.000 | 25.07.19 |
| Class 'CI-H' Distribution | 304,615.000 | 0.000 | 0.000 | 304,615.000 | 25.07.19 |
| Class 'LI-H' Accumulation | 4,625.000 | 0.000 | 0.000 | 4,625.000 | 25.07.19 |
| Class 'LI-H' Distribution | 4,630.000 | 0.000 | 0.000 | 4,630.000 | 25.07.19 |
| Sterling | | | | | |
| Class 'C' Accumulation | 7,621.361 | 208,459.525 | (7,786.654) | 208,294.232 | 27.09.19 |
| Class 'C' Distribution | 1,000.000 | 0.000 | 0.000 | 1,000.000 | 27.09.19 |
| Class 'C-H' Accumulation | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 27.09.19 |
| Class 'C-H' Distribution | 2,400.000 | 0.000 | 0.000 | 2,400.000 | 27.09.19 |
| US dollar | | | | | |
| Class 'A' Accumulation | 27,225.078 | 8,717.959 | (6,931.618) | 29,011.419 | 25.07.19 |
| Class 'A' Distribution | 4,173.039 | 0.000 | 0.000 | 4,173.039 | 25.07.19 |
| Class 'C' Accumulation | 8,168.693 | 32,583.289 | (1,817.262) | 38,934.720 | 25.07.19 |
| Class 'C' Distribution | 2,435.000 | 0.000 | 0.000 | 2,435.000 | 25.07.19 |
| Class 'CI' Accumulation | 4,600.000 | 0.000 | 0.000 | 4,600.000 | 25.07.19 |
| Class 'CI' Distribution | 4,605.000 | 0.000 | 0.000 | 4,605.000 | 25.07.19 |
| Class 'LI' Accumulation | 1,870,000.000 | 0.000 | 0.000 | 1,870,000.000 | 25.07.19 |
| Class 'LI' Distribution | 4,620.000 | 0.000 | 0.000 | 4,620.000 | 25.07.19 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| M&G (Lux) Sustainable Global High Yield Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A-H' Accumulation | 126,206.942 | 37,508.203 | (31,208.152) | 132,506.993 | 05.10.17 |
| Class 'A-H' Distribution | 54,704.177 | 6,619.941 | (31,682.911) | 29,641.207 | 05.10.17 |
| Class 'C-H' Accumulation | 351,228.188 | 389,935.071 | (295,993.170) | 445,170.089 | 05.10.17 |
| Class 'C-H' Distribution | 174,989.435 | 630,788.922 | (104,225.766) | 701,552.591 | 05.10.17 |
| Class 'CI-H' Accumulation | 111,359.786 | 78,784.645 | (180,538.431) | 9,606.000 | 05.10.17 |
| Class 'L-H' Accumulation | 11,833.203 | 1,839,691.141 | (917.770) | 1,850,606.574 | 05.10.17 |
| Norwegian krone | | | | | |
| Class 'A-H' Accumulation | 2,695.200 | 0.000 | 0.000 | 2,695.200 | 08.04.19 |
| Class 'CI-H' Accumulation | 5,165.800 | 0.000 | 0.000 | 5,165.800 | 08.04.19 |
| Sterling | | | | | |
| Class 'C-H' Accumulation | 9,257.853 | 6.092 | (6,818.942) | 2,445.003 | 05.10.17 |
| Class 'C-H' Distribution | 16,640.000 | 0.000 | (6,700.000) | 9,940.000 | 05.10.17 |
| Class 'L-H' Accumulation | 40,842.612 | 20,069.706 | (7,646.909) | 53,265.409 | 05.10.17 |
| Class 'L-H' Distribution | 187,584.404 | 41,104.338 | (9,148.715) | 219,540.027 | 23.08.18 |
| Swedish krona | | | | | |
| Class 'A-H' Accumulation | 2,918.400 | 0.000 | 0.000 | 2,918.400 | 08.04.19 |
| Class 'CI-H' Accumulation | 5,593.600 | 0.000 | 0.000 | 5,593.600 | 08.04.19 |
| Class 'N-H' Accumulation | 2,000.000 | 5,149.833 | 0.000 | 7,149.833 | 18.02.21 |
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 3,625.000 | 1,600.000 | 0.000 | 5,225.000 | 05.10.17 |
| Class 'A-H' Distribution | 2,420.000 | 0.000 | 0.000 | 2,420.000 | 05.10.17 |
| Class 'C-H' Accumulation | 2,435.000 | 0.000 | 0.000 | 2,435.000 | 05.10.17 |
| Class 'C-H' Distribution | 2,430.000 | 0.000 | 0.000 | 2,430.000 | 05.10.17 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|---|---|------------------|--------------------|---|-------------------------------|
| US dollar | | | | | |
| Class 'A' Accumulation | 180,602.502 | 47,366.543 | (31,357.112) | 196,611.933 | 05.10.17 |
| Class 'A' Distribution | 27,523.197 | 1,427.049 | 0.000 | 28,950.246 | 05.10.17 |
| Class 'A M' Distribution | 17,169.538 | 0.000 | (13,754.242) | 3,415.296 | 05.10.17 |
| Class 'C' Accumulation | 411,622.000 | 130,382.953 | (49,415.000) | 492,589.953 | 05.10.17 |
| Class 'C' Distribution | 134,122.544 | 94,130.000 | (8,585.000) | 219,667.544 | 05.10.17 |
| Class 'CI' Accumulation | 5,190,319.606 | 12,483.236 | (860.342) | 5,201,942.500 | 05.10.17 |
| Class 'L' Accumulation | 44,614.000 | 1,066,435.038 | (1,000.000) | 1,110,049.038 | 05.10.17 |
| M&G (Lux) Sustainable Macro Flexible Credit Fund | | | | | |
| Euro | | | | | |
| Class 'P' Accumulation | 0.000 | 413,381.672 | 0.000 | 413,381.672 | 24.02.22 |
| Class 'P' Distribution | 0.000 | 137,900.916 | 0.000 | 137,900.916 | 24.02.22 |
| Class 'U' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 24.02.22 |
| Class 'U' Distribution | 0.000 | 1,001.000 | 0.000 | 1,001.000 | 24.02.22 |
| Class 'UI' Accumulation | 0.000 | 1,001,002.000 | 0.000 | 1,001,002.000 | 24.02.22 |
| Class 'UI' Distribution | 0.000 | 1,003.000 | 0.000 | 1,003.000 | 24.02.22 |
| M&G (Lux) Sustainable Multi Asset Growth Fund | | | | | |
| Euro | | | | | |
| Class 'LI' Accumulation | 0.000 | 20,254,525.755 | (1,314,189.281) | 18,940,336.474 | 07.12.21 |
| M&G (Lux) Sustainable Optimal Income Bond Fund | | | | | |
| Euro | | | | | |
| Class 'A' Accumulation | 0.000 | 1,000.000 | 0.000 | 1,000.000 | 14.12.21 |
| Class 'A' Distribution | 0.000 | 1,001.000 | 0.000 | 1,001.000 | 14.12.21 |
| Class 'C' Accumulation | 0.000 | 1,002.000 | 0.000 | 1,002.000 | 14.12.21 |
| Class 'C' Distribution | 0.000 | 1,003.000 | 0.000 | 1,003.000 | 14.12.21 |
| Class 'CI' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 14.12.21 |
| Class 'CI' Distribution | 0.000 | 4,601.000 | 0.000 | 4,601.000 | 14.12.21 |
| Class 'LI' Accumulation | 0.000 | 5,001,004.000 | 0.000 | 5,001,004.000 | 14.12.21 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Financial statements and notes

Shares in issue

| for the year to 31 March 2022 Share class | Shares outstanding at the beginning of the year | Shares issued | Shares redeemed | Shares outstanding at the end of the year | Share class launch date |
|--|---|------------------|--------------------|---|-------------------------------|
| Swiss franc | | | | | |
| Class 'A-H' Accumulation | 0.000 | 2,000.000 | 0.000 | 2,000.000 | 14.12.21 |
| Class 'A-H' Distribution | 0.000 | 2,001.000 | 0.000 | 2,001.000 | 14.12.21 |
| Class 'C-H' Accumulation | 0.000 | 2,002.000 | 0.000 | 2,002.000 | 14.12.21 |
| Class 'C-H' Distribution | 0.000 | 2,003.000 | 0.000 | 2,003.000 | 14.12.21 |
| Class 'CI-H' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 14.12.21 |
| US dollar | | | | | |
| Class 'A-H' Accumulation | 0.000 | 2,000.000 | 0.000 | 2,000.000 | 14.12.21 |
| Class 'A-H' Distribution | 0.000 | 2,001.000 | 0.000 | 2,001.000 | 14.12.21 |
| Class 'A-H M' Distribution | 0.000 | 2,002.000 | 0.000 | 2,002.000 | 14.12.21 |
| Class 'C-H' Accumulation | 0.000 | 2,003.000 | 0.000 | 2,003.000 | 14.12.21 |
| Class 'C-H' Distribution | 0.000 | 2,004.000 | 0.000 | 2,004.000 | 14.12.21 |
| Class 'CI-H' Accumulation | 0.000 | 4,600.000 | 0.000 | 4,600.000 | 14.12.21 |
| Class 'CI-H' Distribution | 0.000 | 4,601.000 | 0.000 | 4,601.000 | 14.12.21 |
| Class 'LI-H' Accumulation | 0.000 | 4,602.000 | 0.000 | 4,602.000 | 14.12.21 |

The accompanying notes to the financial statements are an integral part of these financial statements.

Notes to the financial statements

1 Basis of preparation

These financial statements have been prepared and presented in accordance with generally accepted accounting principles in Luxembourg and with the legal and regulatory requirements relating to the preparation and presentation of the financial statements as prescribed by the Luxembourg authorities for Luxembourg investment funds including the following significant accounting policies.

The financial statements have been prepared under a going concern assumption as deemed appropriate by the Management Company.

2 Summary of significant accounting policies

a) Base currency

The combined financial statements of the Company are expressed in euros, at the exchange rate at 31 March 2022, the base currency of M&G (Lux) Investment Funds 1. The financial statements of each sub-fund are expressed in the sub-funds' base currency.

b) Exchange rates

Transactions in currencies other than each sub-fund's base currency are translated at the rate of exchange ruling on the date of the transaction. Assets and liabilities are translated into each sub-fund's base currency at the rate of exchange ruling at the sub-fund's valuation point on 31 March 2022 being the last business day of the accounting year:

1 Euro € = 1.481474947 Australian Dollar (AU\$)

1 Euro € = 7.046310412 Chinese Renminbi (CNH)

1 Euro € = 8.687279893 Hong Kong Dollar (HK\$)

1 Euro € = 135.015633564 Japanese yen (¥)

1 Euro € = 9.699522671 Norwegian Krone (NOK)

1 Euro € = 1.502497598 Singapore dollar (SG\$)

1 Euro € = 16.100962424 South African rand (ZAR)

1 Euro € = 10.337292209 Swedish Krona (SEK)

1 Euro € = 1.026056680 Swiss franc (CHF)

1 Euro € = 0.845339778 UK sterling (£)

1 Euro € = 1.109550344 US dollar (US\$)

c) Investments - recognition and valuation

All investments are initially recognised at the transaction price net of direct transaction costs (excluding accrued interest).

Realised gains and losses on sales of investments are determined on the basis of the average cost method where applicable. Investment cost is adjusted by the amortisation of premiums and accretion of discounts on a straight line basis. It includes the net amount received, excluding any interest treated as income, from derivative instruments.

Unrealised gains or losses on investments are determined by reference to the opening and closing valuation of investments and includes surpluses or deficits arising from unsettled derivative contracts.

At the end of the reporting year all investments have been valued using the prices and the portfolio holdings determined on 31 March 2022, at the last valuation point of the accounting year.

Notes to the financial statements

The methods of determining value for the principal classes of investment are:

- Equities and debt securities which are traded on an active market are included at the mid price (the mid point between the quoted bid and offer prices), excluding any accrued interest in respect of bonds.
- Collective investment schemes are included at either the mid of their cancellation and creation prices for dual priced sub-funds or their single price for single priced sub-funds.
- Other equities and debt securities which are unquoted or not actively traded on a quoted market are included at a value estimated by the Administrator and under policies and procedures approved and overseen by the Board of Directors using an appropriate valuation technique, excluding any accrued interest in respect of bonds.
- Exchange traded futures and options are included at either their single price or, if separate buying and selling prices are quoted, the average of the two prices.
- Over the counter equity options, credit default swaps, interest rate swaps, asset swaps and inflation swaps are included at a value provided by Markit Valuations Limited, an independent credit derivative price provider. Their value excludes any accrued interest in respect of derivatives where the interest is income in nature.
- Forward currency contracts, for share class hedging and investment, are included at a value determined by reference to current forward exchange rates for contracts with similar maturity profiles.
- Cash and amounts held in current, deposit, and margin accounts and in other time-related deposits shall be valued at their nominal value.

d) Recognition of income and expenses

- Dividends and any withholding tax, including ordinary stock dividends and special dividends, from equity investments are recognised when the security is quoted ex-dividend.
- Distributions from collective investment schemes, including any equalisation, are recognised when the scheme is priced ex-distribution.
- Interest income from debt securities is recognised daily on an accruals basis and includes the amortisation of premiums and accretion of discounts on a straight line basis.
- Income from derivatives is recognised on an accruals basis.
- Fixed deposit, money market deposit and bank interest are recognised daily on an accruals basis.
- Underwriting commission is recognised when the issue takes place.
- Fee rebates from investing in other collective investment schemes are recognised on an accruals basis.
- Expenses are recognised on an accruals basis.
- Luxembourg subscription tax (taxe d'abonnement) is recognised daily on an accruals basis.

e) Allocation of returns to share classes

The annual management charge, taxe d'abonnement, any share class hedging returns and associated share class hedging charges are directly attributable to individual share classes. All other returns are apportioned to each sub-fund's share classes pro-rata to the value of the net assets of the relevant share class on the day that the income or expenses are recognised.

The Company operates income equalisation arrangements with a view to ensuring that the level of income accrued within a sub-fund is not affected by the issue, conversion or redemption of sub-fund shares during an accounting year.

Notes to the financial statements

The Directors operate a policy of 'swing pricing' where a swing price adjustment may be added to the net asset value per share to determine the price at which shares may be issued or redeemed. The swing price adjustment protects existing shareholders from the dilutive effect of direct and indirect portfolio dealing costs incurred when investments are bought or sold in response to net flows of money into or out of the sub-funds from investors buying and selling shares in the sub-funds.

f) Performance fee

In respect of certain sub-funds and certain share classes, the Management Company is entitled to receive from the net assets of each sub-fund or share class an annual Performance Fee which, if applicable, will be calculated and accrued each Valuation Day and payable to the Investment Manager annually in arrears at the end of an annual accounting period.

The Performance Fee is calculated based on a percentage of the increase in the Net Asset Value per share of each relevant share class above both its High Water Mark and Hurdle as described in the Prospectus (Appendix 2) for M&G (Lux) Investment Funds 1.

The rate at which the Performance Fee shall be applied (the 'Performance Fee Rate') for each share class and the Hurdle are set out in the 'Performance Fees' section of the relevant Fund Supplement in the Prospectus for M&G (Lux) Investment Funds 1.

3 Distribution policy

Distribution shares may pay distributions to Shareholders, whereas Accumulation shares will instead accumulate all earnings pertaining to the relevant share class for the benefit of the Accumulation Shareholders. Distribution payments are made in the relevant share class currency.

The Directors will exercise their discretion to determine whether or not to declare a distribution in respect of Distribution shares. Distributions may be paid out of investment income, capital gains or capital at the discretion of the Directors. Distributions and their frequency are included in the Financial highlights section for each sub-fund.

Unless detailed below, the distribution policy for all sub-funds and distribution share classes is to distribute all investment income gross of expenses.

The following distribution share classes distribute an amount or fixed percentage of the Net Asset Value per Share as disclosed below. Where the amount of investment income earned is not sufficient to meet this fixed amount or fixed percentage, a fixed Distribution Share Class may be required to make a payment out of capital. The Directors will periodically review fixed Distribution Share Classes policies and reserve the right to make changes to the distribution rate in cases where maintaining it may adversely impact the respective sub-funds or the Shareholders.

M&G (Lux) Dynamic Allocation Fund US dollar A-H M F

M&G (Lux) Emerging Markets Bond Fund South African rand A-H M F1

M&G (Lux) Emerging Markets Bond Fund South African rand X-H M F1

M&G (Lux) Emerging Markets Bond Fund US dollar A M F

M&G (Lux) Emerging Markets Bond Fund US dollar X M F

M&G (Lux) Global Listed Infrastructure Fund US dollar A M F

M&G (Lux) Income Allocation Fund South African rand A-H F1

M&G (Lux) Income Allocation Fund South African rand X-H F1

M&G (Lux) Income Allocation Fund US dollar A-H F

Notes to the financial statements

M&G (Lux) Income Allocation Fund US dollar X-H F

M&G (Lux) Multi Asset 2023 Fund Euro P

M&G (Lux) Optimal Income Fund Singapore dollar A-H M F1

M&G (Lux) Optimal Income Fund South African rand A-H M F2

M&G (Lux) Optimal Income Fund South African rand X-H M F2

M&G (Lux) Optimal Income Fund US dollar A-H M F

M&G (Lux) Optimal Income Fund US dollar A-H M F1

M&G (Lux) Optimal Income Fund US dollar X-H M F

In order to conduct a controlled dividend flow to shareholders, the below sub-funds interim distributions will be at the sub-fund manager's discretion, up to the maximum of the distributable income available for the period.

M&G (Lux) Emerging Markets Income Opportunities Fund

M&G (Lux) Global Dividend Fund

M&G (Lux) Global Listed Infrastructure Fund

M&G (Lux) Income Allocation Fund

M&G (Lux) North American Dividend Fund

4 Transaction costs

Direct portfolio transaction costs include broker execution commission and taxes and are incremental costs that are directly attributable to the transaction. Indirect portfolio transaction costs represent the difference between the buying and selling prices of the sub-fund's investments (portfolio dealing spread); some types of investment, such as fixed interest securities, have no direct transaction costs and only the portfolio dealing spread is paid.

| Direct portfolio transaction costs | For the year ended 31 March 2022 |
|---|----------------------------------|
| M&G (Lux) Absolute Return Bond Fund | €1,511.41 |
| M&G (Lux) Asian Fund | US\$71,576.42 |
| M&G (Lux) Climate Solutions Fund | US\$2,151.64 |
| M&G (Lux) Conservative Allocation Fund | €204,941.11 |
| M&G (Lux) Diversity and Inclusion Fund ^a | US\$22,260.73 |
| M&G (Lux) Dynamic Allocation Fund | €731,155.22 |
| M&G (Lux) Emerging Markets Bond Fund | US\$169,069.07 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | US\$0.04 |
| M&G (Lux) Emerging Markets Income Opportunities Fund | US\$8,625.24 |
| M&G (Lux) Episode Macro Fund | US\$223,882.30 |
| M&G (Lux) Euro Corporate Bond Fund | €10,548.39 |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | €3,449.01 |
| M&G (Lux) European Strategic Value Fund | €1,634,314.25 |
| M&G (Lux) Global Convertibles Fund | US\$14,128.27 |

Notes to the financial statements

| Direct portfolio transaction costs | For the year ended 31 March 2022 |
|---|----------------------------------|
| M&G (Lux) Global Corporate Bond Fund | US\$22,763.46 |
| M&G (Lux) Global Dividend Fund | US\$1,146,598.01 |
| M&G (Lux) Global Emerging Markets Fund | US\$228,212.15 |
| M&G (Lux) Global Enhanced Equity Premia Fund | US\$4,844.19 |
| M&G (Lux) Global High Yield Bond Fund | US\$817.87 |
| M&G (Lux) Global Listed Infrastructure Fund | US\$2,095,381.24 |
| M&G (Lux) Global Macro Bond Fund | US\$80,008.15 |
| M&G (Lux) Global Maxima Fund | US\$409,408.10 |
| M&G (Lux) Global Sustain Paris Aligned Fund | US\$87,554.31 |
| M&G (Lux) Global Target Return Fund | €13,330.13 |
| M&G (Lux) Global Themes Fund | US\$318,119.65 |
| M&G (Lux) Income Allocation Fund | €209,832.30 |
| M&G (Lux) Japan Fund | ¥3,796,334.00 |
| M&G (Lux) Japan Smaller Companies Fund | ¥2,625,786.77 |
| M&G (Lux) North American Dividend Fund | US\$82,100.91 |
| M&G (Lux) North American Value Fund | US\$28,435.37 |
| M&G (Lux) Optimal Income Fund | €1,133,025.10 |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | €74,423.29 |
| M&G (Lux) Positive Impact Fund | US\$251,644.54 |
| M&G (Lux) Short Dated Corporate Bond Fund | €406.13 |
| M&G (Lux) Sustainable Allocation Fund | €11,521.97 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | US\$124.96 |
| M&G (Lux) Sustainable Global High Yield Bond Fund | US\$924.32 |
| M&G (Lux) Sustainable Macro Flexible Credit Fund ^b | €195.05 |
| M&G (Lux) Sustainable Multi Asset Growth Fund ^c | €228,308.91 |
| M&G (Lux) Sustainable Optimal Income Bond Fund ^d | €748.46 |

^a For the period from 18 November 2021 (the launch date of the sub-fund) to 31 March 2022.

^b For the period from 24 February 2022 (the launch date of the sub-fund) to 31 March 2022.

^c For the period from 7 December 2021 (the launch date of the sub-fund) to 31 March 2022.

^d For the period from 14 December 2021 (the launch date of the sub-fund) to 31 March 2022.

5 Operating charges

Operating charges included in the Total Expense Ratio (TER) calculation include payments made to M&G and to providers independent of M&G:

- **Investment management:** Charge paid to M&G for investment management of the sub-fund (also known as Annual Management Charge).
- **Performance fee:** Performance fee paid (payable) to M&G based on performance of the applicable share class.

Notes to the financial statements

- **Administration:** Charge paid to M&G for administration services in addition to investment management – any surplus from this charge will be retained by M&G.
Please note that this does not apply to the M&G (Lux) Multi Asset 2023 Fund, which carries a Single Charge.
- **Share class hedging:** Charge paid to M&G for currency hedging services to minimise exchange rate risk for the share class.
- **Oversight and other independent services:** Charges paid to providers independent of M&G for services which include depositary, custody and audit. From 1 October 2020, audit fees and custody transaction charges will be paid by the Management Company for any sub-fund where the NAV has been lower than €200m ('Threshold'). The Management Company reviews the Net Asset Value of the sub-funds at the end of each quarter. If at the end of two consecutive quarters a sub-fund's Net Asset Value is:
 - below the Threshold: the audit fees and custody transaction charges will be borne by the Management Company and excluded from the calculation of the Net Asset Value of the sub-fund.
 - above the Threshold: the audit fees and custody transaction charges will be included in the calculation of the Net Asset.
- **Taxation in Luxembourg:** Under current legislation, investors that are not resident in Luxembourg are not subject to capital gains or income tax, unless they have a permanent establishment in Luxembourg to which the share capital of the Company is allocated. Retail share classes of the Company are subject to a tax ('taxe d'abonnement') of 0.05% per annum and institutional share classes of 0.01%.
- **Ongoing charges from underlying funds:** Ongoing charges on holdings in underlying funds that are not rebated. Where a sub-fund invests in collective investment schemes that are also managed by the Management Company (or an associate), the Management Company will rebate the Annual Management Charge and Administration Fee of the underlying collective investment scheme.

The operating charges paid by each share class of the sub-funds are shown in the Total Expense Ratio (TER) tables. Operating charges do not include portfolio transaction costs or any entry and exit charges also known as initial and redemption charges. The charging structures of the share classes may differ, and therefore the operating charges may differ. For each sub-fund there is no difference between operating charges and TER figures, unless disclosed under the specific TER table.

For M&G (Lux) Episode Macro Fund, the operating charges and performance fees are paid by the applicable share class. The charges do not include portfolio transaction costs or any entry and exit charges (also known as initial and redemption charges). The charging structures of the applicable share classes may differ, and therefore the operating charges and performance fees may differ. For further details of performance fee calculations please refer to the most recent Visa Stamped Prospectus approved by the CSSF on 7 March 2022.

For M&G (Lux) Multi Asset 2023 and M&G (Lux) Sustainable Macro Flexible Credit Fund, the Management Company takes a 'Single Charge' from each Share Class of the sub-fund to cover its duties, as well as operating, administration and oversight costs associated with the sub-fund. Such charge will be calculated and taken into account daily ('Single Charge'). The Single Charge is 1.60% and includes: Depositary's Fees, Custody Charges and Custody Transaction Charges, Paying Agents' Fees, Administration Fees, Directors' Fees, Service Provider Fees, and Other Expenses. As the sub-fund invests in collective investment schemes that are also managed by the Management Company (or an associate), the Management Company rebates the Annual Management Charge and Administration Fee of the underlying collective investment scheme.

Notes to the financial statements

6 Annual management, administration and share class hedging charges

Annual management charges are set out in the table below. In addition, there is an administration charge of 0.15% per share class. A Share class hedging charge of 0.01% - 0.055% will apply to hedged share classes. These charges are accrued daily based on the net asset value of each share class. Any amounts outstanding at the year end are disclosed in the Statement of net assets.

Please note that the following table lists the available share classes. Each share class further contains an accumulation and distribution option.

Annual Management Charge

| | Share classes | | | | | | | | |
|---|---------------|--------|--------|---------|--------|---------|--------|---------|--------|
| | A % | B % | C % | CI % | E % | EI % | G % | GI % | J % |
| M&G (Lux) Absolute Return Bond Fund | 1.00 | 1.30 | 0.40 | 0.40 | n/a | n/a | n/a | n/a | a |
| M&G (Lux) Asian Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Climate Solutions Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Conservative Allocation Fund | 1.40 | 1.90 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Diversity and Inclusion Fund | 1.75 | n/a | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Dynamic Allocation Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Emerging Markets Bond Fund | 1.25 | 1.75 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | 1.50 | 2.00 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Emerging Markets Income Opportunities Fund | 1.50 | 2.00 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Episode Macro Fund | n/a | 2.25 | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Euro Corporate Bond Fund | 0.40 | n/a | 0.15 | 0.15 | n/a | n/a | n/a | n/a | d |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | 0.50 | n/a | 0.20 | 0.20 | n/a | n/a | n/a | n/a | e |
| M&G (Lux) European Strategic Value Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Global Convertibles Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Global Corporate Bond Fund | 0.65 | n/a | 0.25 | 0.25 | n/a | n/a | n/a | n/a | f |
| M&G (Lux) Global Dividend Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | 1.00 | 1.00 | b |
| M&G (Lux) Global Enhanced Equity Premia Fund | 0.40 | 0.90 | 0.15 | 0.15 | n/a | n/a | n/a | n/a | g |
| M&G (Lux) Global Emerging Markets Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Global Floating Rate High Yield Fund | 1.00 | 1.50 | 0.40 | 0.40 | n/a | n/a | n/a | n/a | a |
| M&G (Lux) Global High Yield Bond Fund | 1.00 | 1.50 | 0.40 | 0.40 | n/a | n/a | n/a | n/a | a |
| M&G (Lux) Global Listed Infrastructure Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Global Macro Bond Fund | 1.25 | 1.75 | 0.65 | 0.65 | n/a | n/a | n/a | n/a | h |

Notes to the financial statements

| | Share classes | | | | | | | | |
|--|---------------|------|------|------|------|------|-----|------|-----|
| | A % | B % | C % | CI % | E % | EI % | G % | GI % | J % |
| M&G (Lux) Global Maxima Fund | 1.75 | 2.25 | 0.75 | 0.75 | 0.65 | 0.65 | n/a | n/a | n/a |
| M&G (Lux) Global Sustain Paris Aligned Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Global Target Return Fund | 1.25 | 1.75 | 0.50 | 0.50 | n/a | n/a | n/a | n/a | i |
| M&G (Lux) Global Themes Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Income Allocation Fund | 1.50 | 2.00 | 0.65 | 0.65 | n/a | n/a | n/a | n/a | h |
| M&G (Lux) Japan Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Japan Smaller Companies Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Multi Asset 2023 Fund | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) North American Dividend Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) North American Value Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Optimal Income Fund | 1.25 | 1.75 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | 1.50 | 2.00 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Positive Impact Fund | 1.75 | 2.25 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |
| M&G (Lux) Short Dated Corporate Bond Fund | 0.25 | n/a | 0.10 | 0.10 | n/a | n/a | n/a | n/a | g |
| M&G (Lux) Sustainable Allocation Fund | 1.50 | 2.00 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | 1.50 | 2.00 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Sustainable Global High Yield Bond Fund | 1.00 | 1.50 | 0.40 | 0.40 | n/a | n/a | n/a | n/a | a |
| M&G (Lux) Sustainable Macro Flexible Credit Fund | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Multi Asset Growth Fund | 1.50 | 2.00 | 0.60 | 0.60 | n/a | n/a | n/a | n/a | c |
| M&G (Lux) Sustainable Optimal Income Bond Fund | 1.25 | 1.75 | 0.75 | 0.75 | n/a | n/a | n/a | n/a | b |

| | Share classes | | | | | | | | |
|--|---------------|------|------|-----|-----|------|-----|------|-----|
| | JI % | L % | LI % | N % | P % | P2 % | S % | SI % | T % |
| M&G (Lux) Absolute Return Bond Fund | a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Asian Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Climate Solutions Fund | b | 0.50 | 0.50 | j | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Conservative Allocation Fund | c | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Diversity and Inclusion Fund | b | 0.30 | 0.30 | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Dynamic Allocation Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |

Notes to the financial statements

| | Share classes | | | | | | | | |
|---|---------------|--------|---------|--------|--------|---------|--------|---------|--------|
| | JI % | L % | LI % | N % | P % | P2 % | S % | SI % | T % |
| M&G (Lux) Emerging Markets Bond Fund | c | n/a | n/a | k | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | c | 0.35 | 0.35 | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Emerging Markets Income Opportunities Fund | c | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Episode Macro Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | 1.75 | 0.75 |
| M&G (Lux) Euro Corporate Bond Fund | d | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | e | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) European Strategic Value Fund | b | n/a | n/a | l | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Convertibles Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Corporate Bond Fund | f | n/a | n/a | h | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Dividend Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Enhanced Equity Premia Fund | g | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Emerging Markets Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Floating Rate High Yield Fund | a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global High Yield Bond Fund | a | 0.40 | 0.40 | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Listed Infrastructure Fund | b | 0.50 | 0.50 | j | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Macro Bond Fund | h | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Maxima Fund | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Sustain Paris Aligned Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Target Return Fund | i | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Themes Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Income Allocation Fund | h | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Japan Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Japan Smaller Companies Fund | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Multi Asset 2023 Fund | n/a | n/a | n/a | n/a | 1.60 | n/a | n/a | n/a | n/a |
| M&G (Lux) North American Dividend Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) North American Value Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Optimal Income Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | b | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |

Notes to the financial statements

| | Share classes | | | | | | | | |
|--|---------------|------|------|-----|------|------|-----|------|-----|
| | Jl % | L % | LI % | N % | P % | P2 % | S % | SI % | T % |
| M&G (Lux) Positive Impact Fund | b | 0.30 | 0.30 | j | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Short Dated Corporate Bond Fund | g | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Allocation Fund | c | 0.35 | 0.35 | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | c | 0.35 | 0.35 | l | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Global High Yield Bond Fund | a | 0.20 | 0.20 | m | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Macro Flexible Credit Fund | n/a | n/a | n/a | n/a | 1.10 | 1.10 | n/a | n/a | n/a |
| M&G (Lux) Sustainable Multi Asset Growth Fund | c | 0.35 | 0.35 | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Optimal Income Bond Fund | b | b | b | n/a | n/a | n/a | n/a | n/a | n/a |

| | Share classes | | | | | | | | |
|---|---------------|-----|------|-----|-----|------|------|-----|------|
| | TI % | U % | UI % | V % | W % | WI % | X % | Z % | ZI % |
| M&G (Lux) Absolute Return Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | nil | nil |
| M&G (Lux) Asian Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Climate Solutions Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Conservative Allocation Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.40 | nil | nil |
| M&G (Lux) Diversity and Inclusion Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Dynamic Allocation Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Emerging Markets Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | nil | nil |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Emerging Markets Income Opportunities Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Episode Macro Fund | 0.75 | n/a | n/a | n/a | n/a | n/a | 1.75 | n/a | n/a |
| M&G (Lux) Euro Corporate Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 0.40 | nil | nil |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 0.50 | nil | nil |
| M&G (Lux) European Strategic Value Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Global Convertibles Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Global Corporate Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 0.65 | nil | nil |
| M&G (Lux) Global Dividend Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Global Enhanced Equity Premia Fund | n/a | n/a | n/a | n/a | n/a | n/a | 0.40 | nil | nil |

Notes to the financial statements

| | Share classes | | | | | | | | |
|--|---------------|--------|---------|--------|--------|---------|--------|--------|---------|
| | TI % | U % | UI % | V % | W % | WI % | X % | Z % | ZI % |
| M&G (Lux) Global Emerging Markets Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Global Floating Rate High Yield Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | nil | nil |
| M&G (Lux) Global High Yield Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | nil | nil |
| M&G (Lux) Global Listed Infrastructure Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Global Macro Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | nil | nil |
| M&G (Lux) Global Maxima Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Global Sustain Paris Aligned Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Global Target Return Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | nil | nil |
| M&G (Lux) Global Themes Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Income Allocation Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Japan Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Japan Smaller Companies Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Multi Asset 2023 Fund | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| M&G (Lux) North American Dividend Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) North American Value Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Optimal Income Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | nil | nil |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Positive Impact Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.75 | nil | nil |
| M&G (Lux) Short Dated Corporate Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 0.25 | nil | nil |
| M&G (Lux) Sustainable Allocation Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Sustainable Global High Yield Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.00 | nil | nil |
| M&G (Lux) Sustainable Macro Flexible Credit Fund | n/a | 0.52 | 0.48 | 1.35 | 0.59 | 0.55 | n/a | nil | nil |
| M&G (Lux) Sustainable Multi Asset Growth Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.50 | nil | nil |
| M&G (Lux) Sustainable Optimal Income Bond Fund | n/a | n/a | n/a | n/a | n/a | n/a | 1.25 | nil | nil |

^a Up to 0.40%.

^b Up to 0.75%.

^c Up to 0.60%.

Notes to the financial statements

^d Up to 0.15%.

^e Up to 0.20%

^f Up to 0.25%.

^g Up to 0.10%.

^h Up to 0.65%.

ⁱ Up to 0.50%.

^j Up to 1.75%.

^k Up to 1.25%.

^l Up to 1.50%.

^m Up to 1.00%.

Administration Charge

From 1 October 2020, a discount was introduced on the administration charge based on a sub-fund's Net Asset value (NAV), as shown in the table below. The sub-funds' administration charge is currently up to 0.15% per annum.

| Sub-fund NAV | Discount | Buffer ^a | Discount removed/reduced ^b |
|--------------------|----------|---------------------|---------------------------------------|
| € 0 - 1.25bn | nil | n/a | n/a |
| € 1.25 - 2.50bn | 0.02% | € 125m | € 1.125bn |
| € 2.50 - 3.75bn | 0.04% | € 125m | € 2.375bn |
| € 3.75 - 5.00bn | 0.06% | € 125m | € 3.625bn |
| € 5.00 - 6.25bn | 0.08% | € 125m | € 4.875bn |
| € 6.25 - 7.50bn | 0.10% | € 250m | € 6.000bn |
| More than € 7.50bn | 0.12% | € 250m | € 7.250bn |

^a Applied in case of reducing sub-fund NAV.

^b When a sub-fund NAV falls below.

Please note that this change does not apply to the M&G (Lux) Multi Asset 2023 Fund, which carries a Single Charge.

7 Depository, safe custody and custody transaction charges

The Depository takes a charge from each sub-fund as payment for its duties as depository. The Depository's charge is based on the NAV of each sub-fund, and in normal circumstances, the fees payable to the Depository for its provision of services shall be subject to a maximum of 1 basis point.

The Depository also receives a fee in relation to the safe-keeping of each sub-fund's assets (safe custody charges) and a fee in relation to processing transactions (custody transaction charges). The safe custody charge is a range between 0.00005% and 0.4% of the asset values and custody transaction charges range between €5 and €100 per transaction.

The Depository's charge is calculated and taken into account daily on the same basis as described above for the Annual Management Charge. The safe custody charges and custody transaction charges are accrued daily. The custody transaction charges are borne by M&G Luxembourg S.A. for the sub-funds listed in Note 8 page 849.

JPM Collection account

Cash account arrangements have been put in place in respect of the SICAV and each sub-fund. These cash accounts are held with a third party banking entity for collection of subscriptions, payment of redemptions and distributions for the SICAV.

Notes to the financial statements

8 Audit fees

Audit fees are accrued on a daily basis and paid by the sub-fund with the exception of:

M&G (Lux) Absolute Return Bond Fund

M&G (Lux) Asian Fund

M&G (Lux) Climate Solutions Fund

M&G (Lux) Diversity and Inclusion Fund

M&G (Lux) Emerging Markets Hard Currency Bond Fund

M&G (Lux) Emerging Markets Income Opportunities Fund

M&G (Lux) European Inflation Linked Corporate Bond Fund

M&G (Lux) Floating Rate High Yield Solution

M&G (Lux) Global Emerging Markets Fund

M&G (Lux) Global Enhanced Equity Premia Fund

M&G (Lux) Global High Yield Bond Fund

M&G (Lux) Global Maxima Fund

M&G (Lux) Global Sustain Paris Aligned Fund (formerly M&G (Lux) Global Select Fund)

M&G (Lux) Global Target Return Fund

M&G (Lux) Japan Fund

M&G (Lux) Japan Smaller Companies Fund

M&G (Lux) Multi Asset 2023 Fund

M&G (Lux) North American Value Fund

M&G (Lux) Pan European Sustain Paris Aligned Fund (formerly M&G (Lux) Pan European Select Fund)

M&G (Lux) Sustainable Allocation Fund

M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (formerly M&G (Lux) Emerging Markets Corporate ESG Bond Fund)

M&G (Lux) Sustainable Global High Yield Bond Fund (formerly M&G (Lux) Global High Yield ESG Bond Fund)

M&G (Lux) Sustainable Multi-Asset Growth Fund

M&G (Lux) Sustainable Optimal Income Bond Fund

The audit fee is borne by M&G Luxembourg S.A. from the year end for the above sub-funds.

Please note that this change does not apply to the M&G (Lux) Multi Asset 2023 Fund, which carries a Single Charge.

Notes to the financial statements

9 Directors' fees

The Directors of the M&G (Lux) Investment Funds 1 are currently entitled to an annual fee paid by the Management Company. Susanne van Dotingh, as Independent Director, received a fee of €50,000 and Yves Wagner, as Independent Director, received a fee of €50,000 for the period ended 31 March 2022. The other Directors did not receive any fees for their services. The Management Company shall also reimburse certain expenses of the Directors, in accordance with the Articles, out of the Administration Charge.

10 Taxes

Luxembourg

The Fund is, in principle, liable in Luxembourg to a subscription tax (taxe d'abonnement) of 0.05% per annum of its NAV, such tax being payable quarterly on the basis of the value of the aggregate net assets of the Fund at the end of the relevant calendar quarter.

This rate is reduced to 0.01% per annum for:

- Undertakings whose sole object is the collective investment in money market instruments and the placing of deposits with credit institutions;
- Undertakings whose sole object is the collective investment in deposits with credit institutions; and
- Individual sub-funds of UCIs with multiple sub-funds, as well as for individual classes of securities issued within a UCI or within a sub-fund of a UCI with multiple sub-funds, provided that the securities of such sub-funds or classes are reserved to one or more institutional investors.

In addition, exemptions are available from the subscription tax where:

- the value of the assets represented by units held in other UCIs, provided such units have already been subject to the subscription tax;
- UCIs reserved for Institutional Investors invested in money market instruments and deposits with credit institutions whose weighted residual portfolio maturity does not exceed 90 days and that have obtained the highest possible rating from a recognised rating agency;
- UCIs whose securities are reserved for retirement pension schemes;
- UCIs whose main objective is the investment in microfinance institutions;
- UCIs which securities are listed or traded and whose exclusive object is to replicate the performance of one or more indices.

The table below shows the tax d'abonnement applicable to each share class.

Taxe d'abonnement

| | Share classes | | | | | | | | | |
|----------------------------------|---------------|------|------|------|------|------|------|------|------|--|
| | A | B | C | CI | E | EI | G | GI | J | |
| | % | % | % | % | % | % | % | % | % | |
| Current annual rate of local tax | 0.05 | 0.05 | 0.05 | 0.01 | 0.05 | 0.01 | 0.05 | 0.01 | 0.05 | |

Notes to the financial statements

| | Share classes | | | | | | | | | |
|----------------------------------|---------------|--------|---------|--------|-------------------|-------------------|--------|---------|--------|--|
| | Jl % | L % | LI % | N % | P % | P2 % | S % | SI % | T % | |
| Current annual rate of local tax | 0.01 | 0.05 | 0.01 | 0.05 | 0.01 ^a | 0.01 ^b | 0.05 | 0.01 | 0.05 | |

| | Share classes | | | | | | | | | |
|----------------------------------|---------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------|--------|---------|--|
| | TI % | U % | UI % | V % | W % | WI % | X % | Z % | ZI % | |
| Current annual rate of local tax | 0.01 | 0.01 ^c | 0.01 ^d | 0.01 ^e | 0.01 ^f | 0.01 ^g | 0.05 | 0.05 | 0.01 | |

^a The Single Charge which is up to 1.60% includes the taxe d'abonnement.

^b The Single Charge which is up to 1.10% includes the taxe d'abonnement.

^c The Single Charge which is up to 0.52% includes the taxe d'abonnement.

^d The Single Charge which is up to 0.48% includes the taxe d'abonnement.

^e The Single Charge which is up to 1.35% includes the taxe d'abonnement.

^f The Single Charge which is up to 0.59% includes the taxe d'abonnement.

^g The Single Charge which is up to 0.55% includes the taxe d'abonnement.

Other transaction taxes

Other jurisdictions may impose taxes, financial transactions taxes (FTT) or other transaction taxes on certain assets held by the sub-funds (for example, UK stamp duty, French FTT).

Withholding tax

Dividends, capital gains and interest received by the sub-fund on its investments may be subject to withholding taxes in the countries of origin which are generally irrecoverable as the sub-fund itself is exempt from income tax.

11 Swing pricing

Investments are bought or sold by a sub-fund when changes are made to the investment portfolio and in response to net flows of money into or out of the sub-funds from investors buying and selling shares in the sub-funds.

To protect existing investors, the Directors operate a policy of swing pricing. This policy gives the Directors the power to apply a 'swing price adjustment' to the Net Asset Value per share so that portfolio transaction costs incurred as a result of investors buying and selling shares in the sub-funds can be recovered from those investors through the price they pay or receive.

A swing price adjustment may be applied in the event that the daily net subscriptions or net redemptions exceed a predetermined threshold set by the Directors.

The published share price/NAV per share inclusive of the swing pricing adjustment is disclosed in the net asset values and total expense ratio table included within the Financial highlights section of each sub-fund. The swing price adjustment is not recognised in the Statement of net assets or the Statement of operations and changes in net assets.

Swing price adjustments received through buying and selling shares is included in the net in/outflows in the Statement of operations and changes in net assets.

Under normal market conditions, the adjustment will never be larger than 2% of what the NAV would otherwise be on any given Valuation Day. This adjustment may however be significantly higher and beyond the maximum threshold during exceptional market conditions such as periods of high volatility, reduced asset liquidity and market stress. The price adjustment applicable to a specific sub-fund is available on request from the Management Company at its registered office.

Notes to the financial statements

12 Transactions with connected persons

M&G Luxembourg S.A., as the Management Company, is a related party. Details of charges payable to M&G Luxembourg S.A. in respect of annual management, administration and share class hedging charges are disclosed in note 6. Amounts paid are disclosed in the Statement of operations and changes in net assets and amounts due at the year end are disclosed in the Statement of net assets and liabilities.

As at March 31, 2022, the M&G (Lux) Conservative Allocation Fund sub-fund invested in shares of the sub-funds M&G (Lux) Global Convertibles Fund and M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund. The value of the shares held amounts to Euro 18,517,271 and represents 2.79% of the net assets of the sub-fund M&G (Lux) Conservative Allocation Fund.

As at March 31, 2022, the M&G (Lux) Dynamic Allocation Fund sub-fund invested in shares of the sub-funds M&G (Lux) Emerging Markets Bond Fund, M&G (Lux) Emerging Markets Hard Currency Bond Fund, M&G (Lux) Global Convertibles Fund, M&G (Lux) Global Emerging Markets Fund, M&G (Lux) Japan Fund, M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund, M&G Emerging Markets Bond Fund and M&G Total Return Credit Investment Fund. The value of the shares held amounts to Euro 167,135,440 and represents 6.98% of the net assets of the sub-fund M&G (Lux) Dynamic Allocation Fund.

As at March 31, 2022, the M&G (Lux) Global Maxima Fund sub-fund invested in shares of the sub-fund M&G Global Property Fund. The value of the shares held amounts to Euro 1,904,002 and represents 2.02% of the net assets of the sub-fund M&G (Lux) Global Maxima Fund.

As at March 31, 2022, the M&G (Lux) Global Target Return Fund sub-fund invested in shares of the sub-funds M&G (Lux) European Strategic Value Fund and M&G Japan Fund. The value of the shares held amounts to Euro 1,504,424 and represents 2.43% of the net assets of the sub-fund M&G (Lux) Global Target Return Fund.

As at March 31, 2022, the M&G (Lux) Income Allocation Fund sub-fund invested in shares of the sub-fund M&G (Lux) Emerging Markets Hard Currency Bond Fund. The value of the shares held amounts to Euro 15,577,558 and represents 1.26% of the net assets of the sub-fund M&G (Lux) Income Allocation Fund.

As at March 31, 2022, the M&G (Lux) Multi Asset 2023 Fund sub-fund invested in shares of the sub-funds M&G (Lux) Absolute Return Bond Fund, M&G (Lux) Conservative Allocation Fund, M&G (Lux) Dynamic Allocation Fund, M&G (Lux) Emerging Markets Bond Fund, M&G (Lux) Emerging Markets Hard Currency Bond Fund, M&G (Lux) Episode Macro Fund, M&G (Lux) Global Convertibles Fund, M&G (Lux) Global Corporate Bond Fund, M&G (Lux) Global Dividend Fund, M&G (Lux) Global High Yield Bond Fund, M&G (Lux) Global Target Return Fund, M&G (Lux) Income Allocation Fund, M&G (Lux) Optimal Income Fund and M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund. The value of the shares held amounts to Euro 129,593,049 and represents 99.52% of the net assets of the sub-fund M&G (Lux) Multi Asset 2023 Fund.

The impact of the cross investment transactions has not been eliminated from the combined Statement of Net Assets and Statement of Changes in Net Assets.

There are no other related parties.

13 Cash collateral

The sub-funds trade derivatives with a range of counterparties. The counterparties to the derivatives and amount held as collateral are shown under the portfolio statement.

Notes to the financial statements

14 Distributions

The following distributions were paid to Distribution share classes during the period:

| M&G (Lux) Absolute Return Bond Fund | | | | |
|-------------------------------------|--|----------------|--|----------------|
| Distribution timetable | | | | |
| Period to | | 31.03.21 | | 30.09.21 |
| Ex dividend date | | 19.04.21 | | 18.10.21 |
| Pay date | | 22.04.21 | | 21.10.21 |
| Distribution rate per share class | | | | |
| Euro | | Euro ¢ | | Euro ¢ |
| Class 'A' | | 0.0824 | | 0.0761 |
| Class 'B' | | 0.0834 | | 0.0774 |
| Class 'C' | | 0.0845 | | 0.0782 |
| Sterling | | UK p | | UK p |
| Class 'C-H' | | 0.0880 | | 0.0799 |
| Swiss franc | | Swiss ¢ | | Swiss ¢ |
| Class 'A-H' | | 0.0825 | | 0.0754 |
| Class 'C-H' | | 0.0844 | | 0.0773 |
| US dollar | | US ¢ | | US ¢ |
| Class 'A-H' | | 0.0907 | | 0.0817 |
| Class 'C-H' | | 0.0929 | | 0.0840 |

| M&G (Lux) Climate Solutions Fund | | | | |
|-----------------------------------|--|--|--|---------------|
| Distribution timetable | | | | |
| Period to | | | | 31.03.21 |
| Ex dividend date | | | | 19.04.21 |
| Pay date | | | | 22.04.21 |
| Distribution rate per share class | | | | |
| Euro | | | | Euro ¢ |
| Class 'A' | | | | 0.0381 |
| Class 'C' | | | | 0.0382 |

| M&G (Lux) Conservative Allocation Fund | | | | |
|--|----------|----------|----------|----------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.21 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.21 |

Notes to the financial statements

| M&G (Lux) Conservative Allocation Fund | | | | | |
|--|--|--------|--------|--------|--------|
| Distribution rate per share class | | | | | |
| Euro | | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | | 0.0334 | 0.0350 | 0.0385 | 0.0318 |
| Class 'B' | | 0.0329 | 0.0344 | 0.0379 | 0.0311 |
| Class 'C' | | 0.0343 | 0.0360 | 0.0396 | 0.0328 |
| US dollar | | US € | US € | US € | US € |
| Class 'A-H' | | 0.0363 | 0.0369 | 0.0420 | 0.0340 |
| Class 'C-H' | | 0.0373 | 0.0375 | 0.0430 | 0.0348 |

| M&G (Lux) Dynamic Allocation Fund | | | | | |
|-----------------------------------|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 |
| Distribution rate per share class | | | | | |
| Australian dollar | | AUD € | AUD € | AUD € | AUD € |
| Class 'A-H M' | | 0.0174 | 0.0093 | 0.0112 | 0.0120 |
| Class 'C-H M' | | 0.0177 | 0.0095 | 0.0113 | 0.0124 |
| Euro | | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | | 0.0367 | n/a | n/a | 0.0300 |
| Class 'C' | | 0.0378 | n/a | n/a | 0.0311 |
| Hong Kong dollar | | HKD € | HKD € | HKD € | HKD € |
| Class 'A-H M' | | 0.1795 | 0.0949 | 0.1164 | 0.1290 |
| Class 'C-H M' | | 0.1837 | 0.0969 | 0.1185 | 0.1310 |
| Sterling | | UK p | UK p | UK p | UK p |
| Class 'A-H' | | 0.0404 | n/a | n/a | 0.0329 |
| Class 'C-H' | | 0.0385 | n/a | n/a | 0.0313 |
| US dollar | | US € | US € | US € | US € |
| Class 'A-H' | | 0.0399 | n/a | n/a | 0.0314 |
| Class 'A-H M F' | | 0.0310 | 0.0310 | 0.0310 | 0.0310 |
| Class 'C-H' | | 0.0411 | n/a | n/a | 0.0324 |

Notes to the financial statements

| M&G (Lux) Dynamic Allocation Fund | | | | | |
|-----------------------------------|---------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.20 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 21.12.20 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 24.12.20 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Australian dollar | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0239 | 0.0188 | 0.0050 | 0.0137 | 0.0114 |
| Class 'C-H M' | 0.0246 | 0.0192 | 0.0052 | 0.0139 | 0.0118 |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | n/a | 0.0483 | n/a | n/a | 0.0273 |
| Class 'C' | n/a | 0.0500 | n/a | n/a | 0.0284 |
| Hong Kong dollar | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ |
| Class 'A-H M' | 0.2527 | 0.2008 | 0.0470 | 0.1433 | 0.1190 |
| Class 'C-H M' | 0.2578 | 0.2056 | 0.0486 | 0.1470 | 0.1229 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'A-H' | n/a | 0.0534 | n/a | n/a | 0.0313 |
| Class 'C-H' | n/a | 0.0510 | n/a | n/a | 0.0301 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A-H' | n/a | 0.0524 | n/a | n/a | 0.0292 |
| Class 'A-H M F' | 0.0310 | 0.0310 | 0.0310 | 0.0310 | 0.0310 |
| Class 'C-H' | n/a | 0.0543 | n/a | n/a | 0.0303 |

| M&G (Lux) Dynamic Allocation Fund | | |
|-----------------------------------|---------------|---------------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 21.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Australian dollar | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0085 | 0.0178 |
| Class 'C-H M' | 0.0087 | 0.0183 |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A' | n/a | n/a |
| Class 'C' | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Dynamic Allocation Fund | | | |
|-----------------------------------|--|--------------|--------------|
| Hong Kong dollar | | HKD ¢ | HKD ¢ |
| Class 'A-H M' | | 0.0908 | 0.1840 |
| Class 'C-H M' | | 0.0936 | 0.1894 |
| Sterling | | UK p | UK p |
| Class 'A-H' | | n/a | n/a |
| Class 'C-H' | | n/a | n/a |
| US dollar | | US ¢ | US ¢ |
| Class 'A-H' | | n/a | n/a |
| Class 'A-H M F' | | 0.0312 | 0.0312 |
| Class 'C-H' | | n/a | n/a |

| M&G (Lux) Emerging Markets Bond Fund | | | | | | |
|--------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 | |
| Ex dividend date | 19.04.21 | 25.05.21 | 18.06.21 | 19.07.21 | 23.08.21 | |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 | |
| Distribution rate per share class | | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.2912 | n/a | n/a | n/a | n/a | n/a |
| Class 'A-H' | 0.2753 | n/a | n/a | n/a | n/a | n/a |
| Class 'B' | 0.2879 | n/a | n/a | n/a | n/a | n/a |
| Class 'B-H' | 0.2721 | n/a | n/a | n/a | n/a | n/a |
| Class 'C' | 0.2956 | n/a | n/a | n/a | n/a | n/a |
| Class 'C-H' | 0.2795 | n/a | n/a | n/a | n/a | n/a |
| Class 'CI-H' | 0.3259 | n/a | n/a | n/a | n/a | n/a |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H M' | n/a | n/a | n/a | n/a | n/a | n/a |
| South African rand | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ |
| Class 'A-H M F1' | n/a | n/a | n/a | n/a | n/a | n/a |
| Class 'X-H M F1' | n/a | n/a | n/a | n/a | n/a | n/a |
| Sterling | UK p | UK p | UK p | UK p | UK p | UK p |
| Class 'C' | 0.2775 | n/a | n/a | n/a | n/a | n/a |
| Class 'CI' | 0.2768 | n/a | n/a | n/a | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Emerging Markets Bond Fund | | | | | |
|--------------------------------------|--------|--------|--------|--------|--------|
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.2905 | n/a | n/a | n/a | n/a |
| Class 'A M' | 0.0548 | 0.0498 | 0.0449 | 0.0492 | 0.0463 |
| Class 'A M F' | 0.7748 | 0.7748 | 0.7748 | 0.7748 | 0.7748 |
| Class 'C' | 0.2950 | n/a | n/a | n/a | n/a |
| Class 'C M' | 0.0553 | 0.0505 | 0.0457 | 0.0499 | 0.0471 |
| Class 'X M' | 0.0546 | 0.0496 | 0.0449 | 0.0490 | 0.0462 |
| Class 'X M F' | 0.7740 | 0.7740 | 0.7740 | 0.7740 | 0.7740 |

| M&G (Lux) Emerging Markets Bond Fund | | | | | |
|--------------------------------------|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.22 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | n/a | 0.2810 | n/a | n/a | n/a |
| Class 'A-H' | n/a | 0.2762 | n/a | n/a | n/a |
| Class 'B' | n/a | 0.2771 | n/a | n/a | n/a |
| Class 'B-H' | n/a | 0.2620 | n/a | n/a | n/a |
| Class 'C' | n/a | 0.2861 | n/a | n/a | n/a |
| Class 'C-H' | n/a | 0.2721 | n/a | n/a | n/a |
| Class 'CI-H' | n/a | 0.3228 | n/a | n/a | n/a |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H M' | n/a | n/a | n/a | 0.0112 | 0.0495 |
| South African rand | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ |
| Class 'A-H M F1' | n/a | 1.5000 | 1.5000 | 1.5000 | 1.5000 |
| Class 'X-H M F1' | n/a | 1.5000 | 1.5000 | 1.5000 | 1.5000 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C' | n/a | 0.2713 | n/a | n/a | n/a |
| Class 'CI' | n/a | 0.2708 | n/a | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Emerging Markets Bond Fund | | | | | |
|--------------------------------------|--------|--------|--------|--------|--------|
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | n/a | 0.2764 | n/a | n/a | n/a |
| Class 'A M' | 0.0502 | 0.0429 | 0.0458 | 0.0465 | 0.0483 |
| Class 'A M F' | 0.7748 | 0.7748 | 0.7748 | 0.7748 | 0.7748 |
| Class 'C' | n/a | 0.2814 | n/a | n/a | n/a |
| Class 'C M' | 0.0511 | 0.0437 | 0.0466 | 0.0474 | 0.0493 |
| Class 'X M' | 0.0499 | 0.0427 | 0.0455 | 0.0462 | 0.0479 |
| Class 'X M F' | 0.7740 | 0.7740 | 0.7740 | 0.7740 | 0.7740 |

| M&G (Lux) Emerging Markets Bond Fund | | |
|--------------------------------------|----------|----------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 21.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A' | n/a | n/a |
| Class 'A-H' | n/a | n/a |
| Class 'B' | n/a | n/a |
| Class 'B-H' | n/a | n/a |
| Class 'C' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| Class 'CI-H' | n/a | n/a |
| Singapore dollar | SGD ¢ | SGD ¢ |
| Class 'A-H M' | 0.0497 | 0.0480 |
| South African rand | ZAR ¢ | ZAR ¢ |
| Class 'A-H M F1' | 1.4281 | 1.4281 |
| Class 'X-H M F1' | 1.4239 | 1.4239 |
| Sterling | UK p | UK p |
| Class 'C' | n/a | n/a |
| Class 'CI' | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Emerging Markets Bond Fund | | | |
|--------------------------------------|--|--------|--------|
| US dollar | | US ¢ | US ¢ |
| Class 'A' | | n/a | n/a |
| Class 'A M' | | 0.0484 | 0.0463 |
| Class 'A M F' | | 0.6811 | 0.6811 |
| Class 'C' | | n/a | n/a |
| Class 'C M' | | 0.0493 | 0.0473 |
| Class 'X M' | | 0.0480 | 0.0458 |
| Class 'X M F' | | 0.6733 | 0.6733 |

| M&G (Lux) Emerging Markets Hard Currency Bond Fund | | | | |
|--|----------|----------|----------|----------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.1329 | 0.1374 | 0.1302 | 0.1401 |
| Class 'A-H' | 0.1251 | 0.1349 | 0.1204 | 0.1291 |
| Class 'C' | 0.1377 | 0.1430 | 0.1356 | 0.1463 |
| Class 'C-H' | 0.1294 | 0.1397 | 0.1251 | 0.1343 |
| Sterling | UK p | UK p | UK p | UK p |
| Class 'C' | 0.1360 | 0.1422 | 0.1360 | 0.1421 |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | 0.1248 | 0.1340 | 0.1209 | 0.1281 |
| Class 'C-H' | 0.1292 | 0.1386 | 0.1248 | 0.1329 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.1390 | 0.1454 | 0.1341 | 0.1412 |
| Class 'C' | 0.1437 | 0.1508 | 0.1393 | 0.1471 |

| M&G (Lux) Emerging Markets Income Opportunities Fund | | | | | |
|--|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 |

Notes to the financial statements

| M&G (Lux) Emerging Markets Income Opportunities Fund | | | | | |
|--|----------------|----------------|----------------|----------------|----------------|
| Distribution rate per share class | | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € | Euro € |
| Class 'A-H' | 0.1071 | n/a | n/a | 0.1652 | n/a |
| Class 'C-H' | 0.1109 | n/a | n/a | 0.1715 | n/a |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C-H' | 0.1133 | n/a | n/a | 0.1743 | n/a |
| Swiss franc | Swiss € | Swiss € | Swiss € | Swiss € | Swiss € |
| Class 'A-H' | 0.1075 | n/a | n/a | 0.1643 | n/a |
| Class 'C-H' | 0.1112 | n/a | n/a | 0.1703 | n/a |
| US dollar | US € | US € | US € | US € | US € |
| Class 'A' | 0.1196 | n/a | n/a | 0.1802 | n/a |
| Class 'A M' | 0.0486 | 0.0601 | 0.0440 | 0.0750 | 0.0694 |
| Class 'C' | 0.1241 | n/a | n/a | 0.1868 | n/a |
| Class 'C M' | 0.0502 | 0.0623 | 0.0455 | 0.0779 | 0.0720 |

| M&G (Lux) Emerging Markets Income Opportunities Fund | | | | | |
|--|----------------|----------------|----------------|----------------|----------------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € | Euro € |
| Class 'A-H' | n/a | 0.1593 | n/a | n/a | 0.0828 |
| Class 'C-H' | n/a | 0.1656 | n/a | n/a | 0.0864 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C-H' | n/a | 0.1700 | n/a | n/a | 0.0916 |
| Swiss franc | Swiss € | Swiss € | Swiss € | Swiss € | Swiss € |
| Class 'A-H' | n/a | 0.1603 | n/a | n/a | 0.0834 |
| Class 'C-H' | n/a | 0.1664 | n/a | n/a | 0.0869 |
| US dollar | US € | US € | US € | US € | US € |
| Class 'A' | n/a | 0.1786 | n/a | n/a | 0.0913 |
| Class 'A M' | 0.0309 | 0.0772 | 0.0229 | 0.0236 | 0.0444 |
| Class 'C' | n/a | 0.1863 | n/a | n/a | 0.0953 |
| Class 'C M' | 0.0322 | 0.0803 | 0.0237 | 0.0247 | 0.0463 |

Notes to the financial statements

| M&G (Lux) Emerging Markets Income Opportunities Fund | | | |
|--|--|----------------|----------------|
| Distribution timetable | | | |
| Period to | | 31.01.22 | 28.02.22 |
| Ex dividend date | | 21.02.22 | 21.03.22 |
| Pay date | | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | | |
| Euro | | Euro ¢ | Euro ¢ |
| Class 'A-H' | | n/a | n/a |
| Class 'C-H' | | n/a | n/a |
| Sterling | | UK p | UK p |
| Class 'C-H' | | n/a | n/a |
| Swiss franc | | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | | n/a | n/a |
| Class 'C-H' | | n/a | n/a |
| US dollar | | US ¢ | US ¢ |
| Class 'A' | | n/a | n/a |
| Class 'A M' | | 0.0358 | 0.0383 |
| Class 'C' | | n/a | n/a |
| Class 'C M' | | n/a | n/a |

| M&G (Lux) Euro Corporate Bond Fund | | | | |
|------------------------------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.0538 | 0.0517 | 0.0517 | 0.0498 |
| Class 'C' | 0.0613 | 0.0590 | 0.0591 | 0.0569 |
| Class 'CI' | 0.0336 | 0.0324 | 0.0324 | 0.0313 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A-H' | 0.0372 | 0.0345 | 0.0357 | 0.0338 |
| Class 'C-H' | 0.0383 | 0.0353 | 0.0365 | 0.0348 |

Notes to the financial statements

| M&G (Lux) European Strategic Value Fund | |
|--|---------------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.2379 |
| Class 'C' | 0.2395 |
| Class 'CI' | 0.2420 |

| M&G (Lux) Floating Rate High Yield Solution | | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|
| Distribution timetable | | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 | |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 | |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 | |
| Distribution rate per share class | | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.1032 | n/a | n/a | 0.1057 | n/a | |
| Class 'B-H' | 0.1013 | n/a | n/a | 0.1037 | n/a | |
| Class 'C-H' | 0.1049 | n/a | n/a | 0.1074 | n/a | |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H' | 0.1103 | n/a | n/a | 0.1113 | n/a | |
| Class 'A-H M' | 0.0399 | 0.0370 | 0.0343 | 0.0383 | 0.0362 | |
| Class 'C-H M' | 0.0405 | 0.0377 | 0.0347 | 0.0389 | 0.0369 | |
| Sterling | UK p | UK p | UK p | UK p | UK p | UK p |
| Class 'C-H' | 0.1078 | n/a | n/a | 0.1095 | n/a | |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | 0.1031 | n/a | n/a | 0.1050 | n/a | |
| Class 'C-H' | 0.1047 | n/a | n/a | 0.1066 | n/a | |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.1137 | n/a | n/a | 0.1128 | n/a | |
| Class 'A M' | 0.0405 | 0.0376 | 0.0349 | 0.0396 | 0.0375 | |
| Class 'C' | 0.1152 | n/a | n/a | 0.1145 | n/a | |
| Class 'C M' | 0.0412 | 0.0383 | 0.0355 | 0.0402 | 0.0382 | |

Notes to the financial statements

| M&G (Lux) Floating Rate High Yield Solution | | |
|---|----------------|----------------|
| Distribution timetable | | |
| Period to | 31.08.21 | 30.09.21 |
| Ex dividend date | 20.09.21 | 18.10.21 |
| Pay date | 23.09.21 | 21.10.21 |
| Distribution rate per share class | | |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A-H' | n/a | 0.1034 |
| Class 'B-H' | n/a | 0.1013 |
| Class 'C-H' | n/a | 0.1053 |
| Singapore dollar | SGD ¢ | SGD ¢ |
| Class 'A-H' | n/a | 0.1097 |
| Class 'A-H M' | 0.0389 | 0.0347 |
| Class 'C-H M' | 0.0395 | 0.0354 |
| Sterling | UK p | UK p |
| Class 'C-H' | n/a | 0.1086 |
| Swiss franc | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | n/a | 0.1034 |
| Class 'C-H' | n/a | 0.1051 |
| US dollar | US ¢ | US ¢ |
| Class 'A' | n/a | 0.1141 |
| Class 'A M' | 0.0404 | 0.0359 |
| Class 'C' | n/a | 0.1163 |
| Class 'C M' | 0.0410 | 0.0366 |

| M&G (Lux) Global Convertibles Fund | |
|------------------------------------|----------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |

Notes to the financial statements

| M&G (Lux) Global Convertibles Fund | |
|------------------------------------|---------------|
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0590 |
| Class 'A-H' | 0.0482 |
| Class 'B' | 0.0389 |
| Class 'B-H' | 0.0361 |
| Class 'C' | 0.0650 |
| Class 'C-H' | 0.0522 |
| US dollar | US € |
| Class 'A-H' | 0.0506 |
| Class 'C-H' | 0.0526 |

| M&G (Lux) Global Corporate Bond Fund | | | | |
|--------------------------------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € |
| Class 'A-H' | 0.0361 | 0.0437 | 0.0424 | 0.0469 |
| Class 'C-H' | 0.0368 | 0.0445 | 0.0433 | 0.0481 |
| Sterling | UK p | UK p | UK p | UK p |
| Class 'CI-H' | 0.0349 | 0.0419 | 0.0412 | 0.0463 |
| US dollar | US € | US € | US € | US € |
| Class 'A' | 0.0415 | 0.0489 | 0.0488 | 0.0532 |
| Class 'C' | 0.0424 | 0.0503 | 0.0506 | 0.0549 |

| M&G (Lux) Global Dividend Fund | | | | |
|--------------------------------|----------|----------|----------|----------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.20 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |

Notes to the financial statements

| M&G (Lux) Global Dividend Fund | | | | |
|-----------------------------------|--------|--------|--------|--------|
| Distribution rate per share class | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | 0.1100 | 0.0725 | 0.0884 | 0.0537 |
| Class 'C' | 0.1127 | 0.0744 | 0.0910 | 0.0555 |
| Class 'CI' | 0.1127 | 0.0744 | 0.0910 | 0.0554 |
| Class 'J' | 0.0298 | 0.0666 | 0.0707 | 0.0622 |
| Class 'JI' | 0.0298 | 0.0666 | 0.0708 | 0.0621 |
| Singapore dollar | SGD € | SGD € | SGD € | SGD € |
| Class 'A' | 0.1083 | 0.0723 | 0.0411 | 0.0896 |
| Class 'C' | 0.1110 | 0.0742 | 0.0423 | 0.0923 |
| Sterling | UK p | UK p | UK p | UK p |
| Class 'C' | 0.1127 | 0.0749 | 0.1069 | 0.0422 |
| Class 'CI' | 0.1129 | 0.0750 | 0.1071 | 0.0423 |
| US dollar | US € | US € | US € | US € |
| Class 'A' | 0.1101 | 0.0736 | 0.0652 | 0.0704 |
| Class 'C' | 0.1129 | 0.0755 | 0.0672 | 0.0727 |

| M&G (Lux) Global Emerging Markets Fund | |
|--|----------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.8206 |
| Class 'C' | 0.8976 |
| Singapore dollar | SGD € |
| Class 'A' | 0.3521 |
| Class 'C' | 0.3670 |
| US dollar | US € |
| Class 'A' | 0.7479 |
| Class 'C' | 0.8186 |

Notes to the financial statements

| M&G (Lux) Global Enhanced Equity Premia Fund | |
|--|----------------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.1992 |
| Class 'C' | 0.1995 |
| Class 'CI' | 0.1996 |
| Singapore dollar | SGD ¢ |
| Class 'A' | 0.2087 |
| Class 'C' | 0.2091 |
| Swiss franc | Swiss ¢ |
| Class 'A' | 0.2017 |
| Class 'C' | 0.2021 |
| US dollar | US ¢ |
| Class 'A' | 0.2109 |
| Class 'C' | 0.2113 |

| M&G (Lux) Global Floating Rate High Yield Fund | | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 | |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 | |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 | |
| Distribution rate per share class | | | | | | |
| Australian dollar | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0364 | 0.0404 | 0.0323 | 0.0343 | 0.0330 | |
| Class 'C-H M' | 0.0368 | 0.0386 | 0.0327 | 0.0348 | 0.0334 | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.0932 | n/a | n/a | 0.1056 | n/a | |
| Class 'B-H' | 0.0921 | n/a | n/a | 0.1043 | n/a | |
| Class 'C-H' | 0.0946 | n/a | n/a | 0.1057 | n/a | |
| Class 'J-H' | 0.1175 | n/a | n/a | 0.1315 | n/a | |
| Class 'JI-H' | 0.1174 | n/a | n/a | 0.1317 | n/a | |

Notes to the financial statements

| M&G (Lux) Global Floating Rate High Yield Fund | | | | | |
|--|----------------|----------------|----------------|----------------|----------------|
| Hong Kong dollar | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ |
| Class 'A-H M' | 0.3742 | 0.3800 | 0.3348 | 0.3616 | 0.3466 |
| Class 'C-H M' | 0.3790 | 0.3823 | 0.3386 | 0.3666 | 0.3516 |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H' | 0.0977 | n/a | n/a | 0.1063 | n/a |
| Class 'A-H M' | 0.0364 | 0.0382 | 0.0325 | 0.0347 | 0.0330 |
| Class 'C-H M' | 0.0369 | 0.0381 | 0.0331 | 0.0351 | 0.0337 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'A-H' | 0.0977 | n/a | n/a | 0.1074 | n/a |
| Class 'C-H' | 0.0998 | n/a | n/a | 0.1080 | n/a |
| Class 'CI-H' | 0.0984 | n/a | n/a | 0.1077 | n/a |
| Class 'J-H' | 0.0171 | n/a | n/a | 0.1114 | n/a |
| Class 'JI-H' | n/a | n/a | n/a | 0.0409 | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | 0.0935 | n/a | n/a | 0.1052 | n/a |
| Class 'C-H' | 0.0949 | n/a | n/a | 0.1079 | n/a |
| Class 'J-H' | 0.1184 | n/a | n/a | 0.1320 | n/a |
| Class 'JI-H' | 0.1184 | n/a | n/a | 0.1319 | n/a |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.1001 | n/a | n/a | 0.1057 | n/a |
| Class 'A M' | 0.0370 | 0.0371 | 0.0330 | 0.0357 | 0.0341 |
| Class 'C' | 0.1016 | n/a | n/a | 0.1074 | n/a |
| Class 'C M' | 0.0375 | 0.0377 | 0.0336 | 0.0362 | 0.0347 |
| Class 'J' | 0.1203 | n/a | n/a | 0.1271 | n/a |
| Class 'JI' | 0.1203 | n/a | n/a | 0.1273 | n/a |

| M&G (Lux) Global Floating Rate High Yield Fund | | | | | |
|--|--------------|--------------|--------------|--------------|--------------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Australian dollar | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0346 | 0.0318 | 0.0355 | 0.0337 | 0.0350 |
| Class 'C-H M' | 0.0352 | 0.0324 | 0.0361 | 0.0342 | 0.0358 |

Notes to the financial statements

| M&G (Lux) Global Floating Rate High Yield Fund | | | | | |
|--|----------------|----------------|----------------|----------------|----------------|
| Euro | Euro € | Euro € | Euro € | Euro € | Euro € |
| Class 'A-H' | n/a | 0.0964 | n/a | n/a | 0.1014 |
| Class 'B-H' | n/a | 0.0949 | n/a | n/a | 0.0998 |
| Class 'C-H' | n/a | 0.0981 | n/a | n/a | 0.1033 |
| Class 'J-H' | n/a | 0.1219 | n/a | n/a | 0.1284 |
| Class 'JI-H' | n/a | 0.1219 | n/a | n/a | 0.1285 |
| Hong Kong dollar | HKD € | HKD € | HKD € | HKD € | HKD € |
| Class 'A-H M' | 0.3699 | 0.3363 | 0.3632 | 0.3613 | 0.3631 |
| Class 'C-H M' | 0.3753 | 0.3418 | 0.3686 | 0.3668 | 0.3697 |
| Singapore dollar | SGD € | SGD € | SGD € | SGD € | SGD € |
| Class 'A-H' | n/a | 0.1001 | n/a | n/a | 0.1063 |
| Class 'A-H M' | 0.0354 | 0.0323 | 0.0354 | 0.0348 | 0.0352 |
| Class 'C-H M' | 0.0359 | 0.0329 | 0.0361 | 0.0353 | 0.0359 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'A-H' | n/a | 0.1013 | n/a | n/a | 0.1085 |
| Class 'C-H' | n/a | 0.1036 | n/a | n/a | 0.1109 |
| Class 'CI-H' | n/a | 0.1022 | n/a | n/a | 0.1093 |
| Class 'J-H' | n/a | 0.1081 | n/a | n/a | 0.1159 |
| Class 'JI-H' | n/a | 0.1083 | n/a | n/a | 0.1154 |
| Swiss franc | Swiss € | Swiss € | Swiss € | Swiss € | Swiss € |
| Class 'A-H' | n/a | 0.0968 | n/a | n/a | 0.1009 |
| Class 'C-H' | n/a | 0.0985 | n/a | n/a | 0.1027 |
| Class 'J-H' | n/a | 0.1229 | n/a | n/a | 0.1284 |
| Class 'JI-H' | n/a | 0.1230 | n/a | n/a | 0.1283 |
| US dollar | US € | US € | US € | US € | US € |
| Class 'A' | n/a | 0.1037 | n/a | n/a | 0.1071 |
| Class 'A M' | 0.0365 | 0.0332 | 0.0357 | 0.0357 | 0.0358 |
| Class 'C' | n/a | 0.1055 | n/a | n/a | 0.1092 |
| Class 'C M' | 0.0371 | 0.0338 | 0.0365 | 0.0363 | 0.0365 |
| Class 'J' | n/a | 0.1250 | n/a | n/a | 0.1294 |
| Class 'JI' | n/a | 0.1250 | n/a | n/a | 0.1295 |

Notes to the financial statements

| M&G (Lux) Global Floating Rate High Yield Fund | | |
|--|----------------|----------------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 21.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Australian dollar | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0341 | 0.0332 |
| Class 'C-H M' | 0.0347 | 0.0339 |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A-H' | n/a | n/a |
| Class 'B-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| Class 'J-H' | n/a | n/a |
| Class 'JI-H' | n/a | n/a |
| Hong Kong dollar | HKD ¢ | HKD ¢ |
| Class 'A-H M' | 0.3580 | 0.3371 |
| Class 'C-H M' | 0.3648 | 0.3441 |
| Singapore dollar | SGD ¢ | SGD ¢ |
| Class 'A-H' | n/a | n/a |
| Class 'A-H M' | 0.0345 | 0.0329 |
| Class 'C-H M' | 0.0352 | 0.0335 |
| Sterling | UK p | UK p |
| Class 'A-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| Class 'CI-H' | n/a | n/a |
| Class 'J-H' | n/a | n/a |
| Class 'JI-H' | n/a | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| Class 'J-H' | n/a | n/a |
| Class 'JI-H' | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Global Floating Rate High Yield Fund | | | |
|--|--|--------|--------|
| US dollar | | US ¢ | US ¢ |
| Class 'A' | | n/a | n/a |
| Class 'A M' | | 0.0352 | 0.0332 |
| Class 'C' | | n/a | n/a |
| Class 'C M' | | 0.0360 | 0.0339 |
| Class 'J' | | n/a | n/a |
| Class 'JI' | | n/a | n/a |

| M&G (Lux) Global High Yield Bond Fund | | | | | |
|---------------------------------------|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.0504 | 0.0454 | 0.0410 | 0.0437 | 0.0370 |
| Class 'B-H' | 0.0419 | 0.0377 | 0.0341 | 0.0363 | 0.0307 |
| Class 'C-H' | 0.0552 | 0.0499 | 0.0451 | 0.0480 | 0.0406 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.0604 | 0.0541 | 0.0487 | 0.0531 | 0.0448 |
| Class 'C' | 0.0634 | 0.0567 | 0.0511 | 0.0559 | 0.0470 |

| M&G (Lux) Global High Yield Bond Fund | | | | | |
|---------------------------------------|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.0444 | 0.0373 | 0.0425 | 0.0412 | 0.0416 |
| Class 'B-H' | 0.0368 | 0.0310 | 0.0352 | 0.0342 | 0.0344 |
| Class 'C-H' | 0.0488 | 0.0411 | 0.0468 | 0.0454 | 0.0459 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.0543 | 0.0455 | 0.0508 | 0.0508 | 0.0503 |
| Class 'C' | 0.0570 | 0.0478 | 0.0535 | 0.0534 | 0.0530 |

Notes to the financial statements

| M&G (Lux) Global High Yield Bond Fund | | |
|---------------------------------------|---------------|---------------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 21.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.0434 | 0.0423 |
| Class 'B-H' | 0.0359 | 0.0351 |
| Class 'C-H' | 0.0478 | 0.0466 |
| US dollar | US ¢ | US ¢ |
| Class 'A' | 0.0525 | 0.0504 |
| Class 'C' | 0.0553 | 0.0531 |

| M&G (Lux) Global Listed Infrastructure Fund | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|
| Distribution timetable | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.0667 | n/a | n/a | 0.1299 | n/a |
| Class 'C' | 0.0690 | n/a | n/a | 0.1348 | n/a |
| Class 'ZI' | 0.0495 | n/a | n/a | 0.0700 | n/a |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H M' | n/a | n/a | n/a | n/a | n/a |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C' | 0.0661 | n/a | n/a | 0.1297 | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A' | 0.0644 | n/a | n/a | 0.1243 | n/a |
| Class 'C' | 0.0666 | n/a | n/a | 0.1289 | n/a |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.0667 | n/a | n/a | 0.1315 | n/a |
| Class 'A M' | 0.0392 | 0.0292 | 0.0645 | 0.0374 | 0.0215 |
| Class 'A M F' | n/a | n/a | n/a | n/a | n/a |
| Class 'C' | 0.0690 | n/a | n/a | 0.1364 | n/a |

Notes to the financial statements

| M&G (Lux) Global Listed Infrastructure Fund | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | n/a | 0.0911 | n/a | n/a | 0.0736 |
| Class 'C' | n/a | 0.0946 | n/a | n/a | 0.0768 |
| Class 'ZI' | n/a | 0.0700 | n/a | n/a | 0.0650 |
| Singapore dollar | SGD € | SGD € | SGD € | SGD € | SGD € |
| Class 'A-H M' | n/a | n/a | n/a | n/a | 0.0183 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C' | n/a | 0.0915 | n/a | n/a | 0.0724 |
| Swiss franc | Swiss € | Swiss € | Swiss € | Swiss € | Swiss € |
| Class 'A' | n/a | 0.0860 | n/a | n/a | 0.0663 |
| Class 'C' | n/a | 0.0894 | n/a | n/a | 0.0691 |
| US dollar | US € | US € | US € | US € | US € |
| Class 'A' | n/a | 0.0897 | n/a | n/a | 0.0710 |
| Class 'A M' | 0.0318 | 0.0361 | 0.0026 | 0.0281 | 0.0401 |
| Class 'A M F' | n/a | n/a | n/a | 0.3333 | 0.3333 |
| Class 'C' | n/a | 0.0932 | n/a | n/a | 0.0741 |

| M&G (Lux) Global Listed Infrastructure Fund | | |
|---|---------------|---------------|
| Distribution timetable | | |
| Period to | | |
| Ex dividend date | | |
| Pay date | | |
| | 31.01.22 | 28.02.22 |
| | 21.02.22 | 21.03.22 |
| | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Euro | Euro € | Euro € |
| Class 'A' | n/a | n/a |
| Class 'C' | n/a | n/a |
| Class 'ZI' | n/a | n/a |
| Singapore dollar | SGD € | SGD € |
| Class 'A-H M' | 0.0160 | 0.0081 |
| Sterling | UK p | UK p |
| Class 'C' | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Global Listed Infrastructure Fund | | | |
|---|--|----------------|----------------|
| Swiss franc | | Swiss ¢ | Swiss ¢ |
| Class 'A' | | n/a | n/a |
| Class 'C' | | n/a | n/a |
| US dollar | | US ¢ | US ¢ |
| Class 'A' | | n/a | n/a |
| Class 'A M' | | 0.0204 | 0.0103 |
| Class 'A M F' | | 0.3333 | 0.3333 |
| Class 'C' | | n/a | n/a |

| M&G (Lux) Global Macro Bond Fund | | | | |
|-----------------------------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.0338 | 0.0329 | 0.0422 | 0.0520 |
| Class 'A-H' | 0.0259 | 0.0277 | 0.0319 | 0.0392 |
| Class 'B' | 0.0260 | 0.0252 | 0.0323 | 0.0398 |
| Class 'B-H' | 0.0235 | 0.0234 | 0.0291 | 0.0355 |
| Class 'C' | 0.0357 | 0.0348 | 0.0447 | 0.0552 |
| Class 'C-H' | 0.0276 | 0.0296 | 0.0343 | 0.0420 |
| Class 'JI-H' | 0.0267 | 0.0288 | 0.0331 | 0.0406 |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H' | 0.0267 | 0.0274 | 0.0331 | 0.0409 |
| Class 'C-H' | 0.0272 | 0.0283 | 0.0339 | 0.0420 |
| Sterling | UK p | UK p | UK p | UK p |
| Class 'C' | 0.0260 | 0.0252 | 0.0325 | 0.0393 |
| Class 'C-H' | 0.0276 | 0.0280 | 0.0343 | 0.0426 |
| Class 'CI' | 0.0256 | 0.0252 | 0.0325 | 0.0391 |
| Class 'CI-H' | 0.0274 | 0.0284 | 0.0342 | 0.0423 |
| Class 'JI-H' | 0.0269 | 0.0270 | 0.0334 | 0.0416 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.0400 | 0.0393 | 0.0492 | 0.0593 |
| Class 'C' | 0.0326 | 0.0321 | 0.0402 | 0.0485 |
| Class 'JI' | 0.0279 | 0.0274 | 0.0344 | 0.0415 |

Notes to the financial statements

| M&G (Lux) Global Maxima Fund | |
|---|----------------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.1165 |
| Class 'C' | 0.1176 |
| Class 'CI' | 0.1176 |
| Singapore dollar | SGD € |
| Class 'A' | 0.1222 |
| Class 'C' | 0.1232 |
| Swiss franc | Swiss € |
| Class 'A' | 0.1182 |
| Class 'C' | 0.1191 |
| US dollar | US € |
| Class 'A' | 0.1235 |
| Class 'C' | 0.1245 |
| Class 'CI' | 0.1246 |
| M&G (Lux) Global Sustain Paris Aligned Fund | |
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.3254 |
| Class 'C' | 0.3733 |
| US dollar | US € |
| Class 'A' | 0.2838 |
| Class 'C' | 0.3105 |

Notes to the financial statements

| M&G (Lux) Global Themes Fund | |
|--|----------------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.1981 |
| Class 'C' | 0.2010 |
| Class 'CI' | 0.1972 |
| Swiss franc | Swiss ¢ |
| Class 'A' | 0.1889 |
| Class 'C' | 0.1916 |
| Class 'CI' | 0.1918 |
| US dollar | US ¢ |
| Class 'A' | 0.2029 |
| Class 'C' | 0.2058 |
| Class 'CI' | 0.2061 |

| M&G (Lux) Income Allocation Fund | | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 | |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 | |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 | |
| Distribution rate per share class | | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.0291 | 0.0236 | 0.0238 | 0.0242 | 0.0244 | |
| Class 'A Q' | 0.0746 | n/a | n/a | 0.0722 | n/a | |
| Class 'B Q' | 0.0739 | n/a | n/a | 0.0709 | 0.0252 | |
| Class 'C' | 0.0299 | 0.0243 | 0.0245 | 0.0249 | n/a | |
| Class 'C Q' | 0.0767 | n/a | n/a | 0.0742 | n/a | |
| Class 'ZI' | 0.0311 | 0.0254 | 0.0257 | 0.0261 | 0.0264 | |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H' | 0.0303 | 0.0248 | 0.0251 | 0.0255 | 0.0257 | |
| Class 'C-H' | 0.0314 | 0.0255 | 0.0258 | 0.0262 | 0.0265 | |

Notes to the financial statements

| M&G (Lux) Income Allocation Fund | | | | | |
|----------------------------------|--------|--------|--------|--------|--------|
| South African rand | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ |
| Class 'A-H F1' | n/a | n/a | n/a | n/a | n/a |
| Class 'X-H F1' | n/a | n/a | n/a | n/a | n/a |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A-H' | 0.0308 | 0.0254 | 0.0257 | 0.0261 | 0.0263 |
| Class 'A-H F' | 0.7588 | 0.7588 | 0.7588 | 0.7588 | 0.7588 |
| Class 'C-H' | 0.0317 | 0.0261 | 0.0264 | 0.0268 | 0.0271 |
| Class 'X-H' | 0.0318 | 0.0336 | 0.0307 | 0.0289 | 0.0248 |
| Class 'X-H F' | 0.7578 | 0.7578 | 0.7578 | 0.7578 | 0.7578 |

| M&G (Lux) Income Allocation Fund | | | | | |
|-----------------------------------|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 18.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 21.01.22 |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.0245 | 0.0243 | 0.0245 | 0.0245 | 0.0249 |
| Class 'A Q' | n/a | 0.0738 | n/a | n/a | 0.0745 |
| Class 'B Q' | n/a | 0.0725 | n/a | n/a | 0.0730 |
| Class 'C' | 0.0253 | 0.0251 | 0.0253 | 0.0253 | 0.0258 |
| Class 'C Q' | n/a | 0.0761 | n/a | n/a | 0.0770 |
| Class 'ZI' | 0.0265 | 0.0263 | 0.0266 | 0.0266 | 0.0270 |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H' | 0.0259 | 0.0257 | 0.0259 | 0.0258 | 0.0263 |
| Class 'C-H' | 0.0267 | 0.0265 | 0.0267 | 0.0267 | 0.0272 |
| South African rand | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ |
| Class 'A-H F1' | n/a | 1.5000 | 1.5000 | 1.5000 | 1.5000 |
| Class 'X-H F1' | n/a | 1.5000 | 1.5000 | 1.5000 | 1.5000 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A-H' | 0.0265 | 0.0263 | 0.0265 | 0.0265 | 0.0269 |
| Class 'A-H F' | 0.7588 | 0.7588 | 0.7588 | 0.7588 | 0.7588 |
| Class 'C-H' | 0.0272 | 0.0271 | 0.0273 | 0.0273 | 0.0278 |
| Class 'X-H' | 0.0307 | 0.0397 | 0.0331 | 0.0349 | 0.0183 |
| Class 'X-H F' | 0.7578 | 0.7578 | 0.7578 | 0.7578 | 0.7578 |

Notes to the financial statements

| M&G (Lux) Income Allocation Fund | | |
|---|---------------|---------------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 21.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Euro | Euro € | Euro € |
| Class 'A' | 0.0245 | 0.0239 |
| Class 'A Q' | n/a | n/a |
| Class 'B Q' | n/a | n/a |
| Class 'C' | 0.0254 | 0.0248 |
| Class 'C Q' | n/a | n/a |
| Class 'ZI' | 0.0267 | 0.0260 |
| Singapore dollar | SGD € | SGD € |
| Class 'A-H' | 0.0260 | 0.0253 |
| Class 'C-H' | 0.0269 | 0.0262 |
| South African rand | ZAR € | ZAR € |
| Class 'A-H F1' | 1.5150 | 1.5150 |
| Class 'X-H F1' | 1.5112 | 1.5112 |
| US dollar | US € | US € |
| Class 'A-H' | 0.0266 | 0.0259 |
| Class 'A-H F' | 0.7760 | 0.7760 |
| Class 'C-H' | 0.0275 | 0.0268 |
| Class 'X-H' | 0.0259 | 0.0238 |
| Class 'X-H F' | 0.7667 | 0.7667 |
| M&G (Lux) Japan Fund | | |
| Distribution timetable | | |
| Period to | | 31.03.21 |
| Ex dividend date | | 19.04.21 |
| Pay date | | 22.04.21 |
| Distribution rate per share class | | |
| Japanese yen | | JPY ¥ |
| Class 'CI' | | 24.5607 |
| Sterling | | UK p |
| Class 'C' | | 0.2094 |
| Class 'CI' | | 0.2095 |

Notes to the financial statements

| M&G (Lux) Japan Smaller Companies Fund | | | | |
|--|--|--|--|--------------|
| Distribution timetable | | | | |
| Period to | | | | 31.03.21 |
| Ex dividend date | | | | 19.04.21 |
| Pay date | | | | 22.04.21 |
| Distribution rate per share class | | | | |
| Japanese yen | | | | JPY ¥ |
| Class 'CI' | | | | 20.8958 |

| M&G (Lux) Multi Asset 2023 Fund | | | | |
|-----------------------------------|--|--|--|---------------|
| Distribution timetable | | | | |
| Period to | | | | 31.12.21 |
| Ex dividend date | | | | 14.12.21 |
| Pay date | | | | 17.12.21 |
| Distribution rate per share class | | | | |
| Euro | | | | Euro € |
| Class 'P' | | | | 0.2500 |

| M&G (Lux) North American Dividend Fund | | | | |
|--|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 21.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | 0.1599 | 0.0719 | 0.0738 | 0.0754 |
| Class 'C' | 0.1802 | 0.0814 | 0.0836 | 0.0857 |
| Sterling | UK p | UK p | UK p | UK p |
| Class 'C' | 0.0671 | 0.0304 | 0.0314 | 0.0314 |
| Class 'CI' | 0.0671 | 0.0305 | 0.0314 | 0.0314 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.1472 | 0.0670 | 0.0670 | 0.0670 |
| Class 'C' | 0.1615 | 0.0737 | 0.0738 | 0.0740 |
| Class 'CI' | 0.0674 | 0.0308 | 0.0308 | 0.0309 |

Notes to the financial statements

| M&G (Lux) Optimal Income Fund | | | | | |
|-----------------------------------|----------------|----------------|----------------|----------------|----------------|
| Distribution timetable | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 |
| Distribution rate per share class | | | | | |
| Australian dollar | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0172 | 0.0111 | 0.0154 | 0.0150 | 0.0144 |
| Class 'C-H M' | 0.0174 | 0.0112 | 0.0155 | 0.0151 | 0.0145 |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | 0.0815 | n/a | n/a | n/a | n/a |
| Class 'B' | 0.0806 | n/a | n/a | n/a | n/a |
| Class 'C' | 0.0824 | n/a | n/a | n/a | n/a |
| Class 'CI' | 0.0851 | n/a | n/a | n/a | n/a |
| Class 'J' | 0.0839 | n/a | n/a | n/a | n/a |
| Class 'JI' | 0.0840 | n/a | n/a | n/a | n/a |
| Hong Kong dollar | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ |
| Class 'A-H M' | 0.1772 | 0.1126 | 0.1578 | 0.1575 | 0.1497 |
| Class 'C-H M' | 0.1791 | 0.1137 | 0.1592 | 0.1589 | 0.1511 |
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H M' | 0.0179 | 0.0115 | 0.0160 | 0.0157 | 0.0150 |
| Class 'A-H M F1' | 0.3365 | 0.3365 | 0.3365 | 0.3365 | 0.3365 |
| Class 'J-H M' | 0.0179 | 0.0115 | 0.0161 | 0.0157 | 0.0150 |
| Class 'JI-H M' | 0.0175 | 0.0113 | 0.0156 | 0.0154 | 0.0146 |
| South African rand | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ |
| Class 'A-H M F2' | n/a | n/a | n/a | n/a | n/a |
| Class 'X-H M F2' | n/a | n/a | n/a | n/a | n/a |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'A-H' | 0.0832 | n/a | n/a | n/a | n/a |
| Class 'C-H' | 0.0858 | n/a | n/a | n/a | n/a |
| Class 'CI-H' | 0.0855 | n/a | n/a | n/a | n/a |
| Class 'J-H' | 0.0851 | n/a | n/a | n/a | n/a |
| Class 'JI-H' | 0.0852 | n/a | n/a | n/a | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | 0.0818 | n/a | n/a | n/a | n/a |
| Class 'C-H' | 0.0827 | n/a | n/a | n/a | n/a |
| Class 'J-H' | 0.0828 | n/a | n/a | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Optimal Income Fund | | | | | |
|-------------------------------|--------|--------|--------|--------|--------|
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A-H' | 0.0859 | n/a | n/a | n/a | n/a |
| Class 'A-H M' | 0.0177 | 0.0115 | 0.0168 | 0.0167 | 0.0153 |
| Class 'A-H M F' | 0.5567 | 0.5567 | 0.5567 | 0.5567 | 0.5567 |
| Class 'A-H M F1' | 0.3365 | 0.3365 | 0.3365 | 0.3365 | 0.3365 |
| Class 'C-H' | 0.0868 | n/a | n/a | n/a | n/a |
| Class 'CI-H' | 0.0873 | n/a | n/a | n/a | n/a |
| Class 'J-H' | 0.0866 | n/a | n/a | n/a | n/a |
| Class 'J-H M' | 0.0176 | 0.0115 | 0.0167 | 0.0166 | 0.0153 |
| Class 'JI-H' | 0.0866 | n/a | n/a | n/a | n/a |
| Class 'JI-H M' | 0.0181 | 0.0115 | 0.0167 | 0.0166 | 0.0153 |
| Class 'X-H M' | 0.0174 | 0.0113 | 0.0161 | 0.0159 | 0.0149 |
| Class 'X-H M F' | 0.5033 | 0.5033 | 0.5033 | 0.5033 | 0.5033 |

| M&G (Lux) Optimal Income Fund | | | | | |
|-----------------------------------|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Australian dollar | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0142 | 0.0145 | 0.0139 | 0.0178 | 0.0199 |
| Class 'C-H M' | 0.0144 | 0.0147 | 0.0141 | 0.0181 | 0.0202 |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A' | n/a | 0.0840 | n/a | n/a | n/a |
| Class 'B' | n/a | 0.0829 | n/a | n/a | n/a |
| Class 'C' | n/a | 0.0852 | n/a | n/a | n/a |
| Class 'CI' | n/a | 0.0879 | n/a | n/a | n/a |
| Class 'J' | n/a | 0.0868 | n/a | n/a | n/a |
| Class 'JI' | n/a | 0.0868 | n/a | n/a | n/a |
| Hong Kong dollar | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ | HKD ¢ |
| Class 'A-H M' | 0.1506 | 0.1525 | 0.1403 | 0.1879 | 0.2058 |
| Class 'C-H M' | 0.1521 | 0.1541 | 0.1420 | 0.1907 | 0.2083 |

Notes to the financial statements

| M&G (Lux) Optimal Income Fund | | | | | |
|-------------------------------|----------------|----------------|----------------|----------------|----------------|
| Singapore dollar | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ | SGD ¢ |
| Class 'A-H M' | 0.0150 | 0.0153 | 0.0143 | 0.0189 | 0.0208 |
| Class 'A-H M F1' | 0.3365 | 0.3365 | 0.3365 | 0.3365 | 0.3365 |
| Class 'J-H M' | 0.0151 | 0.0153 | 0.0143 | 0.0190 | 0.0209 |
| Class 'JI-H M' | 0.0148 | 0.0150 | 0.0141 | 0.0186 | 0.0204 |
| South African rand | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ | ZAR ¢ |
| Class 'A-H M F2' | n/a | 1.1250 | 1.1250 | 1.1250 | 1.1250 |
| Class 'X-H M F2' | n/a | 1.1250 | 1.1250 | 1.1250 | 1.1250 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'A-H' | n/a | 0.0844 | n/a | n/a | n/a |
| Class 'C-H' | n/a | 0.0871 | n/a | n/a | n/a |
| Class 'CI-H' | n/a | 0.0867 | n/a | n/a | n/a |
| Class 'J-H' | n/a | 0.0867 | n/a | n/a | n/a |
| Class 'JI-H' | n/a | 0.0869 | n/a | n/a | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | n/a | 0.0833 | n/a | n/a | n/a |
| Class 'C-H' | n/a | 0.0847 | n/a | n/a | n/a |
| Class 'J-H' | n/a | 0.0849 | n/a | n/a | n/a |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A-H' | n/a | 0.0876 | n/a | n/a | n/a |
| Class 'A-H M' | 0.0153 | 0.0155 | 0.0142 | 0.0188 | 0.0210 |
| Class 'A-H M F' | 0.5567 | 0.5567 | 0.5567 | 0.5567 | 0.5567 |
| Class 'A-H M F1' | 0.3365 | 0.3365 | 0.3365 | 0.3365 | 0.3365 |
| Class 'C-H' | n/a | 0.0887 | n/a | n/a | n/a |
| Class 'CI-H' | n/a | 0.0892 | n/a | n/a | n/a |
| Class 'J-H' | n/a | 0.0891 | n/a | n/a | n/a |
| Class 'J-H M' | 0.0151 | 0.0154 | 0.0142 | 0.0188 | 0.0209 |
| Class 'JI-H' | n/a | 0.0883 | n/a | n/a | n/a |
| Class 'JI-H M' | 0.0151 | 0.0154 | 0.0142 | 0.0188 | 0.0209 |
| Class 'X-H M' | 0.0150 | 0.0151 | 0.0139 | 0.0183 | 0.0203 |
| Class 'X-H M F' | 0.5033 | 0.5033 | 0.5033 | 0.5033 | 0.5033 |

Notes to the financial statements

| M&G (Lux) Optimal Income Fund | | |
|--|----------------|----------------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 22.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Australian dollar | AUD ¢ | AUD ¢ |
| Class 'A-H M' | 0.0201 | 0.0195 |
| Class 'C-H M' | 0.0204 | 0.0197 |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A' | n/a | n/a |
| Class 'B' | n/a | n/a |
| Class 'C' | n/a | n/a |
| Class 'CI' | n/a | n/a |
| Class 'J' | n/a | n/a |
| Class 'JI' | n/a | n/a |
| Hong Kong dollar | HKD ¢ | HKD ¢ |
| Class 'A-H M' | 0.2105 | 0.1970 |
| Class 'C-H M' | 0.2138 | 0.2002 |
| Singapore dollar | SGD ¢ | SGD ¢ |
| Class 'A-H M' | 0.0212 | 0.0200 |
| Class 'A-H M F1' | 0.3300 | 0.3300 |
| Class 'J-H M' | 0.0213 | 0.0202 |
| Class 'JI-H M' | 0.0209 | 0.0197 |
| South African rand | ZAR ¢ | ZAR ¢ |
| Class 'A-H M F2' | 1.1057 | 1.1057 |
| Class 'X-H M F2' | 1.1026 | 1.1026 |
| Sterling | UK p | UK p |
| Class 'A-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| Class 'CI-H' | n/a | n/a |
| Class 'J-H' | n/a | n/a |
| Class 'JI-H' | n/a | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| Class 'J-H' | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Optimal Income Fund | | | |
|--|--|-------------|-------------|
| US dollar | | US ¢ | US ¢ |
| Class 'A-H' | | n/a | n/a |
| Class 'A-H M' | | 0.0216 | 0.0203 |
| Class 'A-H M F' | | 0.5346 | 0.5346 |
| Class 'A-H M F1' | | 0.3298 | 0.3298 |
| Class 'C-H' | | n/a | n/a |
| Class 'CI-H' | | n/a | n/a |
| Class 'J-H' | | n/a | n/a |
| Class 'J-H M' | | 0.0215 | 0.0203 |
| Class 'JI-H' | | n/a | n/a |
| Class 'JI-H M' | | 0.0215 | 0.0202 |
| Class 'X-H M' | | 0.0209 | 0.0197 |
| Class 'X-H M F' | | 0.4784 | 0.4784 |

| M&G (Lux) Positive Impact Fund | |
|---|----------------|
| Distribution timetable | |
| Period to | 31.03.21 |
| Ex dividend date | 19.04.21 |
| Pay date | 22.04.21 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.1184 |
| Class 'C' | 0.1206 |
| Sterling | UK p |
| Class 'C' | 0.1155 |
| Class 'L' | 0.0440 |
| Swiss franc | Swiss ¢ |
| Class 'A' | 0.1159 |
| Class 'C' | 0.1180 |
| US dollar | US ¢ |
| Class 'A' | 0.1222 |
| Class 'C' | 0.1246 |
| Class 'L' | 0.0469 |

Notes to the financial statements

| M&G (Lux) Short Dated Corporate Bond Fund | | | | |
|---|---------------|---------------|---------------|---------------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.19.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | 0.0254 | 0.0215 | 0.0125 | 0.0060 |
| Class 'C' | 0.0259 | 0.0219 | 0.0127 | 0.0062 |
| US dollar | US \$ | US \$ | US \$ | US \$ |
| Class 'A-H' | 0.0293 | 0.0239 | 0.0144 | 0.0068 |
| Class 'C-H' | 0.0299 | 0.0244 | 0.0148 | 0.0069 |

| M&G (Lux) Sustainable Allocation Fund | | | | |
|---------------------------------------|----------------|----------------|----------------|----------------|
| Distribution timetable | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 27.01.22 |
| Distribution rate per share class | | | | |
| Euro | Euro € | Euro € | Euro € | Euro € |
| Class 'A' | 0.0581 | 0.0789 | 0.0707 | 0.0687 |
| Class 'B' | 0.0575 | 0.0779 | 0.0699 | 0.0676 |
| Class 'C' | 0.0593 | 0.0807 | 0.0726 | 0.0705 |
| Class 'CI' | 0.0593 | 0.0808 | 0.0727 | 0.0706 |
| Singapore dollar | SGD \$ | SGD \$ | SGD \$ | SGD \$ |
| Class 'A-H' | 0.0606 | 0.0809 | 0.0729 | 0.0714 |
| Class 'C-H' | 0.0618 | 0.0825 | 0.0745 | 0.0736 |
| Swiss franc | Swiss € | Swiss € | Swiss € | Swiss € |
| Class 'A-H' | 0.0581 | 0.0785 | 0.0711 | 0.0681 |
| Class 'C-H' | 0.0592 | 0.0801 | 0.0730 | 0.0699 |
| US dollar | US \$ | US \$ | US \$ | US \$ |
| Class 'A-H' | 0.0612 | 0.0811 | 0.0747 | 0.0713 |
| Class 'C-H' | 0.0624 | 0.0830 | 0.0764 | 0.0731 |

Notes to the financial statements

| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | | | | | |
|--|----------|----------|----------|----------|--------|
| Distribution timetable | | | | | |
| Period to | 31.03.21 | 30.06.21 | 30.09.21 | 31.12.21 | |
| Ex dividend date | 19.04.21 | 19.07.21 | 18.10.21 | 24.01.22 | |
| Pay date | 22.04.21 | 22.07.21 | 21.10.21 | 2.01.22 | |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.1162 | 0.1143 | 0.0995 | 0.1078 | |
| Class 'C-H' | 0.1179 | 0.1161 | 0.1012 | 0.1101 | |
| Class 'CI-H' | 0.1178 | 0.1161 | 0.1013 | 0.1102 | |
| Class 'LI-H' | 0.1183 | 0.1167 | 0.1020 | 0.1109 | |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C' | 0.1098 | 0.1040 | 0.0967 | 0.1038 | |
| Class 'C-H' | 0.1181 | 0.1154 | 0.1017 | 0.1125 | |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.1212 | 0.1157 | 0.1041 | 0.1112 | |
| Class 'C' | 0.1226 | 0.1175 | 0.1061 | 0.1134 | |
| Class 'CI' | 0.1232 | 0.1178 | 0.1063 | 0.1136 | |
| Class 'LI' | 0.1236 | 0.1184 | 0.1069 | 0.1143 | |

| M&G (Lux) Sustainable Global High Yield Bond Fund | | | | | | |
|---|----------|----------|----------|----------|----------|---------|
| Distribution timetable | | | | | | |
| Period to | 31.03.21 | 30.04.21 | 31.05.21 | 30.06.21 | 31.07.21 | |
| Ex dividend date | 19.04.21 | 25.05.21 | 21.06.21 | 19.07.21 | 23.08.21 | |
| Pay date | 22.04.21 | 28.05.21 | 24.06.21 | 22.07.21 | 26.08.21 | |
| Distribution rate per share class | | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | 0.1050 | n/a | n/a | 0.1055 | n/a | |
| Class 'C-H' | 0.1071 | n/a | n/a | 0.1077 | n/a | |
| Sterling | UK p | UK p | UK p | UK p | UK p | UK p |
| Class 'C-H' | 0.1089 | n/a | n/a | 0.1087 | n/a | |
| Class 'L-H' | 0.1119 | n/a | n/a | 0.1117 | n/a | |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | 0.1046 | n/a | n/a | 0.1045 | n/a | |
| Class 'C-H' | 0.1068 | n/a | n/a | 0.1070 | n/a | |

Notes to the financial statements

| M&G (Lux) Sustainable Global High Yield Bond Fund | | | | | |
|---|--------|--------|--------|--------|--------|
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | 0.1152 | n/a | n/a | 0.1124 | n/a |
| Class 'A M' | 0.0421 | 0.0382 | 0.0358 | 0.0380 | 0.0299 |
| Class 'C' | 0.1176 | n/a | n/a | 0.1149 | n/a |

| M&G (Lux) Sustainable Global High Yield Bond Fund | | | | | |
|---|----------|----------|----------|----------|----------|
| Distribution timetable | | | | | |
| Period to | 31.08.21 | 30.09.21 | 31.10.21 | 30.11.21 | 31.12.21 |
| Ex dividend date | 20.09.21 | 18.10.21 | 22.11.21 | 20.12.21 | 24.01.22 |
| Pay date | 23.09.21 | 21.10.21 | 25.11.21 | 23.12.21 | 27.01.22 |
| Distribution rate per share class | | | | | |
| Euro | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ | Euro ¢ |
| Class 'A-H' | n/a | 0.0923 | n/a | n/a | 0.0940 |
| Class 'C-H' | n/a | 0.0945 | n/a | n/a | 0.0964 |
| Sterling | UK p | UK p | UK p | UK p | UK p |
| Class 'C-H' | n/a | 0.0962 | n/a | n/a | 0.1001 |
| Class 'L-H' | n/a | 0.0989 | n/a | n/a | 0.1030 |
| Swiss franc | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | n/a | 0.0924 | n/a | n/a | 0.0930 |
| Class 'C-H' | n/a | 0.0944 | n/a | n/a | 0.0956 |
| US dollar | US ¢ | US ¢ | US ¢ | US ¢ | US ¢ |
| Class 'A' | n/a | 0.1018 | n/a | n/a | 0.1019 |
| Class 'A M' | 0.0398 | 0.0317 | 0.0356 | 0.0322 | 0.0336 |
| Class 'C' | n/a | 0.1042 | n/a | n/a | 0.1045 |

| M&G (Lux) Sustainable Global High Yield Bond Fund | | |
|---|----------|----------|
| Distribution timetable | | |
| Period to | 31.01.22 | 28.02.22 |
| Ex dividend date | 21.02.22 | 21.03.22 |
| Pay date | 24.02.22 | 24.03.22 |
| Distribution rate per share class | | |
| Euro | Euro ¢ | Euro ¢ |
| Class 'A-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |

Notes to the financial statements

| M&G (Lux) Sustainable Global High Yield Bond Fund | | |
|---|----------------|----------------|
| Sterling | UK p | UK p |
| Class 'C-H' | n/a | n/a |
| Class 'L-H' | n/a | n/a |
| Swiss franc | Swiss ¢ | Swiss ¢ |
| Class 'A-H' | n/a | n/a |
| Class 'C-H' | n/a | n/a |
| US dollar | US ¢ | US ¢ |
| Class 'A' | n/a | n/a |
| Class 'A M' | 0.0329 | 0.0312 |
| Class 'C' | n/a | n/a |

15 Events occurred during the year

In February 2022, a number of countries (including the US, UK and EU) imposed sanctions against certain entities and individuals in Russia as a result of the official recognition of the Donetsk People Republic and Lugansk People Republic by the Russian Federation. Announcements of potential additional sanctions have been made following military operations initiated by Russia against the Ukraine on 24 February 2022.

The situation, together with growing turmoil from fluctuations in commodity prices and foreign exchange rates, and the potential to adversely impact global economies, has driven a sharp increase in volatility across markets.

Although neither the Fund's and any of its sub-funds performance and going concern nor operations, at the date of this report, have been significantly impacted by the above, the Directors continues to monitor the evolving situation and its impact on the financial position of the Fund and any of its sub-funds.

Following shareholder approval on 10 February 2021, the M&G (Lux) Floating Rate High Yield Solution merged into M&G (Lux) Global Floating Rate High Yield Fund on 12 November 2021 and is no longer available for investment.

| Merging sub-fund | Receiving sub-fund | Conversion Ratio | NAV per share at date of merger |
|--|---|------------------|--|
| M&G (Lux) Floating Rate High Yield Solution | M&G (Lux) Global Floating Rate High Yield Fund | | M&G (Lux) Floating Rate High Yield Solution |
| Euro | Euro | | |
| Class 'A-H' Accumulation | Class 'A-H' Accumulation | 0.968853817 | 11.5779 |
| Class 'A-H' Distribution | Class 'A-H' Distribution | 0.889137312 | 9.1069 |
| Class 'B-H' Accumulation | Class 'B-H' Accumulation | 0.963391219 | 11.3395 |
| Class 'B-H' Distribution | Class 'B-H' Distribution | 0.884213138 | 8.9111 |
| Class 'C-H' Accumulation | Class 'C-H' Accumulation | 0.967729754 | 11.7884 |
| Singapore dollar | Singapore dollar | | |
| Class 'C-H M' Distribution | Class 'C-H M' Distribution | 0.905547778 | 6.4034 |
| Sterling | Sterling | | |
| Class 'C-H' Accumulation | Class 'C-H' Accumulation | 1.046286070 | 14.3043 |

Notes to the financial statements

| Merging sub-fund | Receiving sub-fund | Conversion Ratio | NAV per share at date of merger |
|--------------------------|--------------------------|------------------|---------------------------------|
| Swiss franc | | | |
| Class 'A-H' Distribution | Class 'A-H' Distribution | 0.887081350 | 8.5339 |
| US dollar | | | |
| Class 'A' Accumulation | Class 'A' Accumulation | 0.995703178 | 11.0767 |
| Class 'A' Distribution | Class 'A' Distribution | 0.913397802 | 8.7087 |
| Class 'A M' Distribution | Class 'A M' Distribution | 0.909749781 | 8.7114 |

Notes to the financial statements

16 Subsequent events

Subsequent to the year end the Board of Directors resolved to pay distributions to the following sub-funds and distribution share classes.

| M&G (Lux) Absolute Return Bond Fund | |
|---|----------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0678 |
| Class 'B' | 0.0682 |
| Class 'C' | 0.0699 |
| Sterling | UK p |
| Class 'C-H' | 0.0740 |
| Swiss franc | Swiss € |
| Class 'A-H' | 0.0670 |
| Class 'C-H' | 0.0690 |
| US dollar | US € |
| Class 'A-H' | 0.0744 |
| Class 'C-H' | 0.0767 |
| M&G (Lux) Climate Solutions Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.1345 |
| Class 'C' | 0.1357 |
| M&G (Lux) Conservative Allocation Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |

Notes to the financial statements

| M&G (Lux) Conservative Allocation Fund | |
|--|---------------|
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0368 |
| Class 'B' | 0.0361 |
| Class 'C' | 0.0380 |
| US dollar | US \$ |
| Class 'A-H' | 0.0399 |
| Class 'C-H' | 0.0409 |

| M&G (Lux) Diversity and Inclusion Fund | |
|--|---------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0366 |
| Class 'C' | 0.0367 |

| M&G (Lux) Dynamic Allocation Fund | |
|-----------------------------------|---------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Australian dollar | AUD \$ |
| Class 'A-H M' | 0.0244 |
| Class 'C-H M' | 0.0251 |
| Euro | Euro € |
| Class 'A' | 0.0469 |
| Class 'C' | 0.0489 |
| Hong Kong dollar | HKD \$ |
| Class 'A-H M' | 0.2547 |
| Class 'C-H M' | 0.2643 |
| Sterling | UK p |
| Class 'A-H' | 0.0523 |

Notes to the financial statements

| M&G (Lux) Dynamic Allocation Fund | |
|--------------------------------------|---------------|
| Class 'C-H' | 0.0502 |
| US dollar | US ¢ |
| Class 'A-H' | 0.0508 |
| Class 'A-H M F4' | 0.0312 |
| Class 'C-H' | 0.0527 |
| M&G (Lux) Emerging Markets Bond Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.2864 |
| Class 'A-H' | 0.2538 |
| Class 'B' | 0.2816 |
| Class 'B-H' | 0.2498 |
| Class 'C' | 0.2927 |
| Class 'C-H' | 0.2595 |
| Class 'CI-H' | 0.2998 |
| Class 'JI-H' | 0.0981 |
| Singapore dollar | SGD ¢ |
| Class 'A-H M' | 0.0431 |
| South African rand | ZAR ¢ |
| Class 'A-H M F1' | 1.4281 |
| Class 'X-H M F1' | 1.4239 |
| Sterling | UK p |
| Class 'C' | 0.2724 |
| Class 'CI' | 0.2719 |
| Class 'JI-H' | 0.0984 |
| US dollar | US ¢ |
| Class 'A' | 0.2701 |
| Class 'A M' | 0.0417 |
| Class 'A M F' | 0.6811 |
| Class 'C' | 0.2760 |
| Class 'C M' | 0.0426 |

Notes to the financial statements

| M&G (Lux) Emerging Markets Bond Fund | |
|--------------------------------------|--------|
| Class 'Jl' | 0.0978 |
| Class 'X M' | 0.0413 |
| Class 'X M F' | 0.6733 |

| M&G (Lux) Emerging Markets Hard Currency Bond Fund | |
|--|----------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.0376 |
| Class 'A-H' | 0.0326 |
| Class 'C' | 0.0389 |
| Class 'C-H' | 0.0339 |
| Sterling | UK p |
| Class 'C' | 0.0387 |
| Swiss franc | Swiss ¢ |
| Class 'A-H' | 0.0322 |
| Class 'C-H' | 0.0340 |
| US dollar | US ¢ |
| Class 'A' | 0.0372 |
| Class 'C' | 0.0386 |

| M&G (Lux) Emerging Markets Income Opportunities Fund | |
|--|---------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A-H' | 0.0893 |
| US dollar | US ¢ |
| Class 'A' | 0.0995 |
| Class 'A M' | 0.0250 |

Notes to the financial statements

| M&G (Lux) Euro Corporate Bond Fund | |
|---|---------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0347 |
| Class 'C' | 0.0398 |
| Class 'CI' | 0.0218 |
| US dollar | US \$ |
| Class 'A-H' | 0.0238 |
| Class 'C-H' | 0.0242 |
| M&G (Lux) European Strategic Value Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.3126 |
| Class 'C' | 0.3168 |
| Class 'CI' | 0.3205 |
| Class 'J' | 0.2907 |
| Class 'JI' | 0.2908 |
| M&G (Lux) Global Convertibles Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0683 |
| Class 'A-H' | 0.0554 |
| Class 'B' | 0.0446 |

Notes to the financial statements

| M&G (Lux) Global Convertibles Fund | |
|--------------------------------------|---------------|
| Class 'B-H' | 0.0412 |
| Class 'C' | 0.0766 |
| Class 'C-H' | 0.0604 |
| US dollar | US ¢ |
| Class 'A-H' | 0.0560 |
| Class 'C-H' | 0.0591 |
| M&G (Lux) Global Corporate Bond Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A-H' | 0.0402 |
| Class 'C-H' | 0.0411 |
| Sterling | UK p |
| Class 'CI-H' | 0.0396 |
| US dollar | US ¢ |
| Class 'A' | 0.0459 |
| Class 'C' | 0.0476 |
| M&G (Lux) Global Dividend Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.1142 |
| Class 'C' | 0.1181 |
| Class 'CI' | 0.1181 |
| Class 'J' | 0.0922 |
| Class 'JI' | 0.0924 |

Notes to the financial statements

| M&G (Lux) Global Dividend Fund | |
|--|---------------|
| Singapore dollar | SGD ¢ |
| Class 'A' | 0.1145 |
| Class 'C' | 0.1185 |
| Sterling | UK p |
| Class 'C' | 0.1146 |
| Class 'CI' | 0.1148 |
| US dollar | US ¢ |
| Class 'A' | 0.1117 |
| Class 'C' | 0.1156 |
| M&G (Lux) Global Emerging Markets Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 15.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 1.0582 |
| Class 'C' | 1.1685 |
| Singapore dollar | SGD ¢ |
| Class 'A' | 0.4329 |
| Class 'C' | 0.4552 |
| US dollar | US ¢ |
| Class 'A' | 0.9116 |
| Class 'C' | 1.0076 |
| M&G (Lux) Global Enhanced Equity Premia Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.3127 |
| Class 'C' | 0.3141 |
| Class 'CI' | 0.3143 |

Notes to the financial statements

| M&G (Lux) Global Enhanced Equity Premia Fund | |
|--|----------------|
| Singapore dollar | SGD ¢ |
| Class 'A' | 0.3116 |
| Class 'C' | 0.3130 |
| Swiss franc | Swiss ¢ |
| Class 'A' | 0.2937 |
| Class 'C' | 0.2949 |
| US dollar | US ¢ |
| Class 'A' | 0.3131 |
| Class 'C' | 0.3144 |
| M&G (Lux) Global Floating Rate High Yield Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Australian dollar | AUD ¢ |
| Class 'A-H M' | 0.0277 |
| Class 'C-H M' | 0.0283 |
| Euro | Euro ¢ |
| Class 'A-H' | 0.0901 |
| Class 'B-H' | 0.0886 |
| Class 'C-H' | 0.0920 |
| Class 'J-H' | 0.1144 |
| Class 'JI-H' | 0.1145 |
| Hong Kong dollar | HKD ¢ |
| Class 'A-H M' | 0.2840 |
| Class 'C-H M' | 0.2892 |
| Singapore dollar | SGD ¢ |
| Class 'A-H' | 0.0950 |
| Class 'A-H M' | 0.0276 |
| Class 'C-H M' | 0.0282 |
| Sterling | UK p |
| Class 'A-H' | 0.0958 |
| Class 'C-H' | 0.0983 |
| Class 'CI-H' | 0.0968 |

Notes to the financial statements

| M&G (Lux) Global Floating Rate High Yield Fund | |
|--|----------------|
| Class 'J-H' | 0.1028 |
| Class 'JI-H' | 0.1024 |
| Swiss franc | Swiss ₣ |
| Class 'A-H' | 0.0899 |
| Class 'C-H' | 0.0918 |
| Class 'J-H' | 0.1147 |
| Class 'JI-H' | 0.1148 |
| US dollar | US ¢ |
| Class 'A' | 0.0965 |
| Class 'A M' | 0.0281 |
| Class 'C' | 0.0984 |
| Class 'C M' | 0.0286 |
| Class 'J' | 0.1167 |
| Class 'JI' | 0.1168 |
| M&G (Lux) Global High Yield Bond Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ₣ |
| Class 'A-H' | 0.0384 |
| Class 'B-H' | 0.0317 |
| Class 'C-H' | 0.0424 |
| US dollar | US ¢ |
| Class 'A' | 0.0468 |
| Class 'C' | 0.0494 |
| M&G (Lux) Global Listed Infrastructure Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |

Notes to the financial statements

| M&G (Lux) Global Listed Infrastructure Fund | |
|---|----------------|
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0743 |
| Class 'C' | 0.0776 |
| Class 'J' | 0.0188 |
| Class 'JI' | 0.0188 |
| Class 'ZI' | 0.0732 |
| Sterling | UK p |
| Class 'C' | 0.0737 |
| Swiss franc | Swiss € |
| Class 'A' | 0.0665 |
| Class 'C' | 0.0695 |
| US dollar | US € |
| Class 'A' | 0.0393 |
| Class 'A M' | 0.3333 |
| Class 'C' | 0.0733 |
| M&G (Lux) Global Macro Bond Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0530 |
| Class 'A-H' | 0.0385 |
| Class 'B' | 0.0404 |
| Class 'B-H' | 0.0350 |
| Class 'C' | 0.0563 |
| Class 'C-H' | 0.0415 |
| Class 'JI-H' | 0.0401 |
| Singapore dollar | SGD € |
| Class 'A-H' | 0.0403 |
| Class 'C-H' | 0.0413 |
| Sterling | UK p |
| Class 'C' | 0.0402 |

Notes to the financial statements

| M&G (Lux) Global Macro Bond Fund | |
|----------------------------------|-------------|
| Class 'C-H' | 0.0420 |
| Class 'CI' | 0.0400 |
| Class 'CI-H' | 0.0417 |
| Class 'JI-H' | 0.0410 |
| US dollar | US ¢ |
| Class 'A' | 0.0591 |
| Class 'C' | 0.0485 |
| Class 'JI' | 0.0415 |

| M&G (Lux) Global Maxima Fund | |
|-----------------------------------|----------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.2795 |
| Class 'C' | 0.2847 |
| Class 'CI' | 0.2850 |
| Singapore dollar | SGD ¢ |
| Class 'A' | 0.2788 |
| Class 'C' | 0.2840 |
| Swiss franc | Swiss ¢ |
| Class 'A' | 0.2627 |
| Class 'C' | 0.2677 |
| US dollar | US ¢ |
| Class 'A' | 0.2798 |
| Class 'C' | 0.2852 |
| Class 'CI' | 0.2853 |

| M&G (Lux) Global Sustain Paris Aligned Fund | |
|---|----------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |

Notes to the financial statements

| M&G (Lux) Global Sustain Paris Aligned Fund | |
|---|---------------|
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.3851 |
| Class 'C' | 0.4463 |
| US dollar | US \$ |
| Class 'A' | 0.3175 |
| Class 'C' | 0.3506 |

| M&G (Lux) Global Themes Fund | |
|-----------------------------------|----------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.2430 |
| Class 'C' | 0.2490 |
| Class 'CI' | 0.2445 |
| Swiss franc | Swiss ₣ |
| Class 'A' | 0.2150 |
| Class 'C' | 0.2202 |
| Class 'CI' | 0.2203 |
| US dollar | US \$ |
| Class 'A' | 0.2355 |
| Class 'C' | 0.2413 |
| Class 'CI' | 0.2415 |

| M&G (Lux) Income Allocation Fund | |
|-----------------------------------|---------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0445 |

Notes to the financial statements

| M&G (Lux) Income Allocation Fund | |
|---|--------------|
| Class 'A Q' | 0.0928 |
| Class 'B Q' | 0.0911 |
| Class 'C' | 0.0457 |
| Class 'C Q' | 0.0950 |
| Class 'ZI' | 0.0478 |
| Singapore dollar | SGD ¢ |
| Class 'A-H' | 0.0470 |
| Class 'C-H' | 0.0485 |
| South African rand | ZAR ¢ |
| Class 'A-H F1' | 1.5150 |
| Class 'X-H F1' | 1.5112 |
| US dollar | US ¢ |
| Class 'A-H' | 0.0500 |
| Class 'A-H F' | 0.7760 |
| Class 'C-H' | 0.0491 |
| Class 'X-H' | 0.0336 |
| Class 'X-H F' | 0.7667 |
| M&G (Lux) Japan Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Sterling | UK p |
| Class 'C' | 0.2478 |
| Class 'CI' | 0.2481 |
| Japanese yen | JPY ¥ |
| Class 'CI' | 30.5029 |
| M&G (Lux) Japan Smaller Companies Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |

Notes to the financial statements

| M&G (Lux) Japan Smaller Companies Fund | |
|--|---------------|
| Distribution rate per share class | |
| Japanese yen | JPY ¥ |
| Class 'CI' | 32.4894 |
| M&G (Lux) North American Dividend Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.1650 |
| Class 'C' | 0.1874 |
| Sterling | UK p |
| Class 'C' | 0.0692 |
| Class 'CI' | 0.0693 |
| US dollar | US ¢ |
| Class 'A' | 0.1435 |
| Class 'C' | 0.1587 |
| Class 'CI' | 0.0663 |
| M&G (Lux) Optimal Income Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Australian dollar | AUD ¢ |
| Class 'A-H M' | 0.0274 |
| Class 'C-H M' | 0.0279 |
| Euro | Euro € |
| Class 'A' | 0.1169 |
| Class 'B' | 0.1150 |
| Class 'C' | 0.1189 |
| Class 'CI' | 0.1226 |
| Class 'J' | 0.1211 |

Notes to the financial statements

| M&G (Lux) Optimal Income Fund | |
|--|----------------|
| Class 'JI' | 0.1214 |
| Hong Kong dollar | HKD ¢ |
| Class 'A-H M' | 0.2839 |
| Class 'C-H M' | 0.2876 |
| Singapore dollar | SGD ¢ |
| Class 'A-H M' | 0.0288 |
| Class 'A-H M F1' | 0.3300 |
| Class 'J-H M' | 0.0289 |
| Class 'JI-H M' | 0.0283 |
| South African rand | ZAR ¢ |
| Class 'A-H M F2' | 1.1057 |
| Class 'X-H M F2' | 1.1026 |
| Sterling | UK p |
| Class 'A-H' | 0.1210 |
| Class 'C-H' | 0.1253 |
| Class 'CI-H' | 0.1248 |
| Class 'J-H' | 0.1249 |
| Class 'JI-H' | 0.1248 |
| Swiss franc | Swiss ¢ |
| Class 'A-H' | 0.1163 |
| Class 'C-H' | 0.1183 |
| Class 'J-H' | 0.1187 |
| US dollar | US ¢ |
| Class 'A-H' | 0.1230 |
| Class 'A-H M' | 0.0291 |
| Class 'A-H M F1' | 0.5346 |
| Class 'A-H M F6' | 0.3298 |
| Class 'C-H' | 0.1251 |
| Class 'CI-H' | 0.1260 |
| Class 'J-H' | 0.1257 |
| Class 'J-H M' | 0.0291 |
| Class 'JI-H' | 0.1248 |
| Class 'JI-H M' | 0.0291 |
| Class 'X-H M' | 0.0281 |
| Class 'X-H M F' | 0.4784 |

Notes to the financial statements

| M&G (Lux) Positive Impact Fund | |
|---|----------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.1545 |
| Class 'C' | 0.1589 |
| Sterling | UK p |
| Class 'C' | 0.1545 |
| Class 'L' | 0.1589 |
| Swiss franc | Swiss ¢ |
| Class 'A' | 0.1401 |
| Class 'C' | 0.1441 |
| US dollar | US ¢ |
| Class 'A' | 0.1509 |
| Class 'C' | 0.1552 |
| Class 'L' | 0.1251 |
| M&G (Lux) Short Dated Corporate Bond Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro ¢ |
| Class 'A' | 0.0114 |
| Class 'C' | 0.0116 |
| US dollar | US ¢ |
| Class 'A-H' | 0.0130 |
| Class 'C-H' | 0.0134 |
| M&G (Lux) Sustainable Allocation Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |

Notes to the financial statements

| M&G (Lux) Sustainable Allocation Fund | |
|---|----------------|
| Ex dividend date | 15.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0654 |
| Class 'B' | 0.0644 |
| Class 'C' | 0.0672 |
| Class 'CI' | 0.0674 |
| Singapore dollar | SGD € |
| Class 'A-H' | 0.0680 |
| Class 'C-H' | 0.0703 |
| Swiss franc | Swiss € |
| Class 'A-H' | 0.0652 |
| Class 'C-H' | 0.0672 |
| US dollar | US € |
| Class 'A-H' | 0.0687 |
| Class 'C-H' | 0.0707 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | |
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A-H' | 0.1053 |
| Class 'C-H' | 0.1075 |
| Class 'CI-H' | 0.1080 |
| Class 'LI-H' | 0.1086 |
| Sterling | UK p |
| Class 'C' | 0.1050 |
| Class 'C-H' | 0.1095 |
| US dollar | US € |
| Class 'A' | 0.1096 |
| Class 'C' | 0.1122 |
| Class 'CI' | 0.1124 |

Notes to the financial statements

| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | |
|--|--------|
| Class 'LI' | 0.1130 |

| M&G (Lux) Sustainable Global High Yield Bond Fund | |
|---|----------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A-H' | 0.0848 |
| Class 'C-H' | 0.0871 |
| Sterling | UK p |
| Class 'C-H' | 0.0898 |
| Class 'L-H' | 0.0926 |
| Swiss franc | Swiss € |
| Class 'A-H' | 0.0842 |
| Class 'C-H' | 0.0865 |
| US dollar | US € |
| Class 'A' | 0.0930 |
| Class 'A M' | 0.0286 |
| Class 'C' | 0.0955 |

| M&G (Lux) Sustainable Macro Flexible Credit Fund | |
|--|---------------|
| Distribution timetable | |
| Period to | 31.03.22 |
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'U' | 0.0130 |
| Class 'UI' | 0.0130 |
| Class 'P' | 0.0130 |

| M&G (Lux) Sustainable Optimal Income Bond Fund | |
|--|----------|
| Distribution timetable | |
| Period to | 31.03.22 |

Notes to the financial statements

| M&G (Lux) Sustainable Optimal Income Bond Fund | |
|--|----------|
| Ex dividend date | 25.04.22 |
| Pay date | 28.04.22 |
| Distribution rate per share class | |
| Euro | Euro € |
| Class 'A' | 0.0461 |
| Class 'C' | 0.0462 |
| Class 'CI' | 0.0459 |
| Sterling | UK p |
| Class 'C' | 0.1050 |
| Class 'C-H' | 0.1095 |
| Swiss franc | Swiss € |
| Class 'A-H' | 0.0460 |
| Class 'C-H' | 0.0461 |
| US dollar | US € |
| Class 'A-H' | 0.0459 |
| Class 'A-H M' | 0.0459 |
| Class 'C-H' | 0.0459 |

The M&G (Lux) Emerging Markets Income Opportunities Fund merged into M&G (Lux) Income Allocation Fund on 6 May 2022 and are no longer available for investment. The merged fund has been formally terminated on 6 May 2022, all its outstanding assets and liabilities have been transferred to the absorbing sub-fund.

| Merging sub-fund | Receiving sub-fund | Conversion Ratio | NAV per share at date of merger |
|--|----------------------------------|------------------|--|
| M&G (Lux) Emerging Markets Income Opportunities Fund | M&G (Lux) Income Allocation Fund | | M&G (Lux) Emerging Markets Income Opportunities Fund |
| Euro | Euro | | |
| Class 'A-H' Accumulation | Class 'A' Accumulation | 0.997550792 | 10.9521 |
| Class 'A-H' Distribution | Class 'A' Distribution | 0.890432065 | 8.5045 |
| US dollar | US dollar | | |
| Class 'A' Accumulation | Class 'A-H' Accumulation | 1.031737817 | 11.6081 |
| Class 'A' Distribution | Class 'A-H' Distribution | 0.920295330 | 9.0258 |
| Class 'A M' Distribution | Class 'A-H' Distribution | 0.919420997 | 9.0173 |

On 20 May 2022, M&G (Lux) Sustainable Allocation Fund has been recategorized from Article 8 to Article 9 under the EU Sustainable Finance Disclosure Regulation (SFDR): a sustainable (i.e. non-financial) objective has been added to the Fund's Investment Objective, supplementing its existing financial objective, and the Fund's sustainable objective is now to contribute to a sustainable economy by investing in assets supporting environmental and/or social goals, in particular climate change mitigation.

Risk management policies (unaudited)

The sub-funds' investment activities expose them to various types of risk which are associated with the financial instruments and markets in which they invest.

These financial statements are designed to enable users to evaluate the nature and extent of those risks and how they are managed.

Market risk

Market risk is the risk of loss resulting from fluctuations in the market value of positions in a sub-fund's portfolio attributable to changes in market variables, such as interest rates, foreign exchange rates, equity and commodity prices or an issuer's creditworthiness.

In measuring and monitoring market risk, the global exposure of a sub-fund is calculated on a daily basis, using a 'commitment' approach or 'Value at Risk' (VaR) approach.

'Commitment' approach

The commitment approach is applied for sub-funds investing only in traditional asset classes, namely equities, fixed income, money market instruments and collective investment schemes.

In addition, the approach is applied for sub-funds which use or intend to use derivatives or instruments embedding derivatives, but only for efficient portfolio management purposes, or in a simple way not necessarily restricted to efficient portfolio management.

Under the commitment approach the global exposure of sub-funds is measured and monitored using a commitment (adjusted notional) methodology.

'Value at Risk' approach

The absolute Value at Risk (VaR) approach is a methodology for estimating the maximum potential loss – with a degree of statistical confidence – due to market risk based on historic market volatilities and correlations. Specifically, the absolute VaR approach gives a broad indication of the maximum potential loss at a given confidence level (probability), over a specific time period under normal market conditions.

Instrument and portfolio modelling techniques are based on market accepted practices and are subject to regular audit (back-testing). Market risk factors that are analysed include LIBOR / swap rates, government yield curves, equity prices, foreign exchange, market volatility, credit spreads and credit default swap (CDS) spreads.

The VaR model is based on a Monte Carlo process with VaR reported on the basis of a 99% confidence interval over a one month period (20 business days). Risk factor history used in the Monte Carlo process is based on 104 weeks with a half-life of 26 weeks. From the variance/covariance matrices, a parametric Monte Carlo scenario set of 5,000 simulations is derived and applied to the sub-fund.

VaR does have limitations in its ability to present valid levels of risk in extreme market conditions. Accordingly, the Risk Analysis team also carries out monthly stress testing and scenario-based analysis. Stress testing allows for extreme sets of market circumstances which may not be reflected in historical data sets, thereby enabling further assessment of combinations of market movements which may cause serious damage to portfolio values. The key element to the scenario based analysis is challenging the correlation assumptions implicit within statistical based models such as VaR.

The stress test and scenario-based analysis is customised for each sub-fund type and the VaR analysis is produced on a daily basis.

The table below shows sub-funds using the 'commitment' approach and those using the VaR approach:

| Sub-fund | Global exposure approach |
|--|--------------------------|
| M&G (Lux) Absolute Return Bond Fund | VaR |
| M&G (Lux) Asian Fund | Commitment |
| M&G (Lux) Climate Solutions Fund | Commitment |
| M&G (Lux) Conservative Allocation Fund | VaR |
| M&G (Lux) Diversity and Inclusion Fund | Commitment |
| M&G (Lux) Dynamic Allocation Fund | VaR |

Risk management policies (unaudited)

| Sub-fund | Global exposure approach |
|---|--------------------------|
| M&G (Lux) Emerging Markets Bond Fund | VaR |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | VaR |
| M&G (Lux) Emerging Markets Income Opportunities Fund | VaR |
| M&G (Lux) Episode Macro Fund | VaR |
| M&G (Lux) Euro Corporate Bond Fund | VaR |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | VaR |
| M&G (Lux) European Strategic Value Fund | Commitment |
| M&G (Lux) Floating Rate High Yield Solution | VaR |
| M&G (Lux) Global Convertibles Fund | VaR |
| M&G (Lux) Global Corporate Bond Fund | VaR |
| M&G (Lux) Global Dividend Fund | Commitment |
| M&G (Lux) Global Emerging Markets Fund | Commitment |
| M&G (Lux) Global Enhanced Equity Premia Fund | Commitment |
| M&G (Lux) Global Floating Rate High Yield Fund | VaR |
| M&G (Lux) Global High Yield Bond Fund | VaR |
| M&G (Lux) Global Listed Infrastructure Fund | Commitment |
| M&G (Lux) Global Macro Bond Fund | VaR |
| M&G (Lux) Global Maxima Fund | Commitment |
| M&G (Lux) Global Sustain Paris Aligned Fund | Commitment |
| M&G (Lux) Global Target Return Fund | VaR |
| M&G (Lux) Global Themes Fund | Commitment |
| M&G (Lux) Income Allocation Fund | VaR |
| M&G (Lux) Japan Fund | Commitment |
| M&G (Lux) Japan Smaller Companies Fund | Commitment |
| M&G (Lux) Multi Asset 2023 Fund | Commitment |
| M&G (Lux) North American Dividend Fund | Commitment |
| M&G (Lux) North American Value Fund | Commitment |
| M&G (Lux) Optimal Income Fund | VaR |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | Commitment |

| Sub-fund | Global exposure approach |
|--|--------------------------|
| M&G (Lux) Positive Impact Fund | Commitment |
| M&G (Lux) Short Dated Corporate Bond Fund | VaR |
| M&G (Lux) Sustainable Allocation Fund | VaR |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | VaR |
| M&G (Lux) Sustainable Global High Yield Bond Fund | VaR |
| M&G (Lux) Sustainable Macro Flexible Credit Fund | VaR |
| M&G (Lux) Sustainable Multi Asset Growth Fund | VaR |
| M&G (Lux) Sustainable Optimal Income Bond Fund | VaR |

VaR limit

When VaR is calculated as a percentage of the net asset value to assess a sub-fund's market risk, it may not be greater than the VaR limit set for the sub-fund.

For the financial year from 31 March 2021 to 31 March 2022 the table below shows the VaR limits set for the sub-funds, together with the lowest, highest and average VaR calculated for each sub-fund during the year.

| For the year to 31 March 2022 | VaR limit % | Lowest % | Highest % | Average % |
|--|-------------|----------|-----------|-----------|
| M&G (Lux) Absolute Return Bond Fund | 3.33 | 1.05 | 1.66 | 1.28 |
| M&G (Lux) Asian Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Climate Solutions Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Conservative Allocation Fund | 8.00 | 3.32 | 5.96 | 4.63 |
| M&G (Lux) Diversity and Inclusion Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Dynamic Allocation Fund | 13.00 | 3.72 | 7.56 | 5.80 |
| M&G (Lux) Emerging Markets Bond Fund | 20.00 | 4.60 | 6.50 | 5.21 |

Risk management policies (unaudited)

| For the year to 31 March 2022 | VaR limit % | Lowest % | Highest % | Average % |
|---|-------------|----------|-----------|-----------|
| M&G (Lux) Emerging Markets Hard Currency Bond Fund | 20.00 | 5.64 | 7.79 | 6.48 |
| M&G (Lux) Emerging Markets Income Opportunities Fund | 20.00 | 6.98 | 12.85 | 9.31 |
| M&G (Lux) Episode Macro Fund | 15.00 | 3.57 | 6.28 | 4.72 |
| M&G (Lux) Euro Corporate Bond Fund | 15.00 | 1.48 | 2.63 | 1.81 |
| M&G (Lux) European Inflation Linked Corporate Bond Fund | 15.00 | 0.92 | 1.33 | 1.12 |
| M&G (Lux) European Strategic Value Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Floating Rate High Yield Solution | 20.00 | n/a | 5.09 | 2.35 |
| M&G (Lux) Global Convertibles Fund | 15.00 | 8.93 | 14.77 | 11.58 |
| M&G (Lux) Global Corporate Bond Fund | 15.00 | 1.99 | 3.31 | 2.59 |
| M&G (Lux) Global Dividend Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Emerging Markets Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Enhanced Equity Premia Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Floating Rate High Yield Fund | 20.00 | 2.09 | 4.21 | 2.96 |
| M&G (Lux) Global High Yield Bond Fund | 20.00 | 2.27 | 3.59 | 2.73 |
| M&G (Lux) Global Listed Infrastructure Fund | n/a | 7.17 | 14.88 | 11.22 |
| M&G (Lux) Global Macro Bond Fund | 20.00 | 2.82 | 3.46 | 3.12 |
| M&G (Lux) Global Maxima Fund | n/a | n/a | n/a | n/a |

| For the year to 31 March 2022 | VaR limit % | Lowest % | Highest % | Average % |
|--|-------------|----------|-----------|-----------|
| M&G (Lux) Global Sustain Paris Aligned Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Global Target Return Fund | 6.00 | 1.25 | 3.60 | 2.54 |
| M&G (Lux) Global Themes Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Income Allocation Fund | 11.00 | 3.93 | 7.67 | 5.70 |
| M&G (Lux) Japan Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Japan Smaller Companies Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Multi Asset 2023 Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) North American Dividend Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) North American Value Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Optimal Income Fund | 20.00 | 1.97 | 3.46 | 2.63 |
| M&G (Lux) Pan European Sustain Paris Aligned Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Positive Impact Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Short Dated Corporate Bond Fund | 11.00 | 0.41 | 1.10 | 0.60 |
| M&G (Lux) Sustainable Allocation Fund | 12.00 | 4.16 | 8.11 | 6.01 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund | 20.00 | 2.11 | 3.60 | 2.62 |
| M&G (Lux) Sustainable Global High Yield Bond Fund | 20.00 | 2.05 | 3.17 | 2.48 |

Risk management policies (unaudited)

| For the year to 31 March 2022 | VaR limit % | Lowest % | Highest % | Average % |
|--|-------------|----------|-----------|-----------|
| M&G (Lux) Sustainable Macro Flexible Credit Fund | n/a | n/a | n/a | n/a |
| M&G (Lux) Sustainable Multi Asset Growth Fund | 17.00 | 6.34 | 8.36 | 7.41 |
| M&G (Lux) Sustainable Optimal Income Bond Fund | 20.00 | 1.54 | 2.68 | 1.98 |

Leverage risk

Derivatives can be used by the sub-fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, positive or negative movement in markets may have a more significant effect on the net asset value of the sub-fund.

Derivatives can also be employed to hedge exposure. Consequently, higher derivative usage will not necessarily imply a higher level of risk for the sub-fund.

For sub-funds using VaR approaches we disclose the level of this leverage employed during the financial reporting year on a 'sum of notionals' basis. The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial year from 31 March 2021 to 31 March 2022 are shown in the table below. Please note that not all the sub-funds were in existence for the whole financial year and therefore the data is only calculated from their respective launch dates (see footnote below table).

| For the year to 31 March 2022 ^a | Lowest | Highest | Average |
|---|--------|---------|---------|
| M&G (Lux) Absolute Return Bond Fund (€'000) | 44,773 | 99,615 | 59,504 |
| M&G (Lux) Absolute Return Bond Fund (%) | 161 | 281 | 185 |
| M&G (Lux) Asian Fund (US\$'000) | 133 | 316 | 185 |
| M&G (Lux) Asian Fund (%) | n/a | 1 | n/a |

| For the year to 31 March 2022 ^a | Lowest | Highest | Average |
|---|-----------|-----------|-----------|
| M&G (Lux) Climate Solutions Fund (US\$'000) | n/a | n/a | n/a |
| M&G (Lux) Climate Solutions Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Conservative Allocation Fund (€'000) | 506,275 | 3,063,969 | 1,300,142 |
| M&G (Lux) Conservative Allocation Fund (%) | 74 | 249 | 128 |
| M&G (Lux) Diversity and Inclusion Fund (US\$'000) ^b | n/a | n/a | n/a |
| M&G (Lux) Diversity and Inclusion Fund (%) ^b | n/a | n/a | n/a |
| M&G (Lux) Dynamic Allocation Fund (€'000) | 2,093,826 | 8,531,082 | 3,970,865 |
| M&G (Lux) Dynamic Allocation Fund (%) | 84 | 273 | 140 |
| M&G (Lux) Emerging Markets Bond Fund (US\$'000) | 1,013,492 | 3,469,262 | 1,509,177 |
| M&G (Lux) Emerging Markets Bond Fund (%) | 28 | 129 | 46 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund (US\$'000) | 55,039 | 233,252 | 89,911 |
| M&G (Lux) Emerging Markets Hard Currency Bond Fund (%) | 32 | 114 | 47 |
| M&G (Lux) Emerging Markets Income Opportunities Fund (US\$'000) | 3,814 | 15,910 | 7,128 |
| M&G (Lux) Emerging Markets Income Opportunities Fund (%) | 19 | 79 | 36 |
| M&G (Lux) Episode Macro Fund (US\$'000) | 972,046 | 1,975,765 | 1,328,304 |
| M&G (Lux) Episode Macro Fund (%) | 274 | 614 | 384 |
| M&G (Lux) Euro Corporate Bond Fund (€'000) | 87,454 | 207,774 | 113,940 |
| M&G (Lux) Euro Corporate Bond Fund (%) | 23 | 45 | 28 |

Risk management policies (unaudited)

| For the year to 31 March 2022 ^a | Lowest | Highest | Average |
|---|---------|-----------|---------|
| M&G (Lux) European Inflation Linked Corporate Bond Fund (€'000) | 55,520 | 221,637 | 108,685 |
| M&G (Lux) European Inflation Linked Corporate Bond Fund (%) | 76 | 173 | 106 |
| M&G (Lux) European Strategic Value Fund (€'000) | n/a | 2,703 | 159 |
| M&G (Lux) European Strategic Value Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Floating Rate High Yield Solution (US\$'000) ^c | n/a | 22,565 | 8,126 |
| M&G (Lux) Floating Rate High Yield Solution (%) ^c | n/a | 432 | 152 |
| M&G (Lux) Global Convertibles Fund (US\$'000) | 512,993 | 1,210,547 | 749,110 |
| M&G (Lux) Global Convertibles Fund (%) | 138 | 247 | 169 |
| M&G (Lux) Global Corporate Bond Fund (US\$'000) | 539,792 | 1,658,095 | 789,261 |
| M&G (Lux) Global Corporate Bond Fund (%) | 171 | 543 | 262 |
| M&G (Lux) Global Dividend Fund (US\$'000) | n/a | n/a | n/a |
| M&G (Lux) Global Dividend Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Global Emerging Markets Fund (US\$'000) | n/a | 53 | 2 |
| M&G (Lux) Global Emerging Markets Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Global Enhanced Equity Premia Fund (US\$'000) | n/a | 2 | n/a |
| M&G (Lux) Global Enhanced Equity Premia Fund (%) | n/a | n/a | n/a |

| For the year to 31 March 2022 ^a | Lowest | Highest | Average |
|---|-----------|------------|-----------|
| M&G (Lux) Global Floating Rate High Yield Fund (US\$'000) | 2,324,440 | 11,496,799 | 4,580,917 |
| M&G (Lux) Global Floating Rate High Yield Fund (%) | 153 | 474 | 229 |
| M&G (Lux) Global High Yield Bond Fund (US\$'000) | 108,349 | 361,819 | 163,649 |
| M&G (Lux) Global High Yield Bond Fund (%) | 123 | 406 | 184 |
| M&G (Lux) Global Listed Infrastructure Fund (US\$'000) | n/a | 291 | 28 |
| M&G (Lux) Global Listed Infrastructure Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Global Macro Bond Fund (US\$'000) | 609,621 | 2,359,409 | 1,156,259 |
| M&G (Lux) Global Macro Bond Fund (%) | 75 | 237 | 122 |
| M&G (Lux) Global Maxima Fund (US\$'000) | n/a | 4,172 | 1,434 |
| M&G (Lux) Global Maxima Fund (%) | n/a | 5 | 2 |
| M&G (Lux) Global Sustain Paris Aligned Fund (US\$'000) | n/a | n/a | n/a |
| M&G (Lux) Global Sustain Paris Aligned Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Global Target Return Fund (€'000) | 82,013 | 255,337 | 116,632 |
| M&G (Lux) Global Target Return Fund (%) | 107 | 376 | 159 |
| M&G (Lux) Global Themes Fund (US\$'000) | n/a | 3,362 | 30 |
| M&G (Lux) Global Themes Fund (%) | n/a | 1 | n/a |
| M&G (Lux) Income Allocation Fund (€'000) | 575,252 | 2,135,090 | 925,323 |
| M&G (Lux) Income Allocation Fund (%) | 56 | 187 | 80 |
| M&G (Lux) Japan Fund (¥'000) | n/a | n/a | n/a |
| M&G (Lux) Japan Fund (%) | n/a | n/a | n/a |

Risk management policies (unaudited)

| For the year to 31 March 2022 ^a | Lowest | Highest | Average |
|---|------------|------------|------------|
| M&G (Lux) Japan Smaller Companies Fund (¥'000) | n/a | n/a | n/a |
| M&G (Lux) Japan Smaller Companies Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Multi Asset 2023 Fund (€'000) | n/a | n/a | n/a |
| M&G (Lux) Multi Asset 2023 Fund (%) | n/a | n/a | n/a |
| M&G (Lux) North American Dividend Fund (US\$'000) | n/a | n/a | n/a |
| M&G (Lux) North American Dividend Fund (%) | n/a | n/a | n/a |
| M&G (Lux) North American Value Fund (US\$'000) | n/a | n/a | n/a |
| M&G (Lux) North American Value Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Optimal Income Fund (€'000) | 12,700,763 | 33,139,627 | 16,443,788 |
| M&G (Lux) Optimal Income Fund (%) | 91 | 274 | 122 |
| M&G (Lux) Pan European Sustain Paris Aligned Fund (€'000) | n/a | n/a | n/a |
| M&G (Lux) Pan European Sustain Paris Aligned Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Positive Impact Fund (US\$'000) | n/a | n/a | n/a |
| M&G (Lux) Positive Impact Fund (%) | n/a | n/a | n/a |
| M&G (Lux) Short Dated Corporate Bond Fund (€'000) | 58,359 | 746,670 | 180,865 |
| M&G (Lux) Short Dated Corporate Bond Fund (%) | 66 | 288 | 103 |
| M&G (Lux) Sustainable Allocation Fund (€'000) | 30,195 | 106,893 | 41,050 |
| M&G (Lux) Sustainable Allocation Fund (%) | 50 | 171 | 64 |

| For the year to 31 March 2022 ^a | Lowest | Highest | Average |
|---|--------|---------|---------|
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (US\$'000) | 17,981 | 57,071 | 27,903 |
| M&G (Lux) Sustainable Emerging Markets Corporate Bond Fund (%) | 46 | 150 | 72 |
| M&G (Lux) Sustainable Global High Yield Bond Fund (US\$'000) | 52,229 | 292,340 | 97,582 |
| M&G (Lux) Sustainable Global High Yield Bond Fund (%) | 61 | 246 | 94 |
| M&G (Lux) Sustainable Macro Flexible Credit Fund (€'000) ^d | 265 | 761 | 523 |
| M&G (Lux) Sustainable Macro Flexible Credit Fund (%) ^d | 3 | 5 | 4 |
| M&G (Lux) Sustainable Multi Asset Growth Fund (€'000) ^e | 36,274 | 323,453 | 132,728 |
| M&G (Lux) Sustainable Multi Asset Growth Fund (%) ^e | 18 | 169 | 71 |
| M&G (Lux) Sustainable Optimal Income Bond Fund (€'000) ^f | 22,792 | 122,699 | 56,911 |
| M&G (Lux) Sustainable Optimal Income Bond Fund (%) ^f | 45 | 256 | 116 |

^a Global Exposure Stated as Gross Notional. Expressed as a % over sub-fund Valuation.

^b For the period from 18 November 2021 (the launch date of the sub-fund) to 31 March 2022.

^c For the period from 1 April 2021 until 12 November 2021 (the merger date of the sub-fund).

^d For the period from 24 February 2022 (the launch date of the sub-fund) to 31 March 2022.

^e For the period from 7 December 2021 (the launch date of the sub-fund) to 31 March 2022.

^f For the period from 14 December 2021 (the launch date of the sub-fund) to 31 March 2022.

Other regulatory disclosures

Remuneration

In line with the requirements of the Undertakings for Collective Investments in Transferable Securities (UCITS) V, M&G Luxembourg S.A. is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under the UCITS Directive.

The remuneration policy is designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of employees is in line with the risk policies and objectives of the UCITS funds managed by the UCITS Management Company. Further details of the remuneration policy can be found here: <https://www.mandgplc.com/our-business/mandg-investments/mandg-investments-business-policies>. The remuneration policy and its implementation is reviewed on an annual basis, or more frequently where required, and is approved by the M&G plc Board Remuneration Committee.

M&G Luxembourg S.A. is required under UCITS to make quantitative disclosures of remuneration. These disclosures are made in line with M&G's interpretation of currently available guidance on quantitative remuneration disclosures. As market or regulatory guidance evolves, M&G may consider it appropriate to make changes to the way in which quantitative disclosures are calculated.

The 'Identified Staff' of M&G Luxembourg S.A. are those who could have a material impact on the risk profile of M&G Luxembourg S.A. or the UCITS funds it manages and generally includes senior management, risk takers and control functions. 'Identified Staff' typically provide both UCITS and non-UCITS related services and have a number of areas of responsibility. Therefore, only the portion of remuneration for those individuals' services which may be attributable to UCITS is included in the remuneration figures disclosed. Accordingly the figures are not representative of any individual's actual remuneration.

The amounts shown below reflect payments made in respect of the financial year 1 April 2021 to 31 March 2022.

| | Fixed Remuneration €'000 | Variable Remuneration €'000 | Total €'000 |
|------------------------|--------------------------------|-----------------------------------|----------------|
| Senior Management | 2,085 | 2,512 | 4,598 |
| Staff Members | 3,477 | 567 | 4,044 |
| Other Identified Staff | 6,495 | 22,941 | 29,436 |

Securities Financing Transactions Regulation (SFTR)

Under the Securities Financing Transactions Regulation (SFTR), the Company is required to disclose certain information in relation to its use of Securities Financing Transactions (SFTs) including Total Return Swaps (TRSs). SFTs include various types of transactions, however, the Company is currently only permitted to enter into TRSs, and only in relation to the following sub-funds:

- M&G (Lux) Absolute Return Bond Fund
- M&G (Lux) Conservative Allocation Fund
- M&G (Lux) Dynamic Allocation Fund
- M&G (Lux) Emerging Markets Bond Fund
- M&G (Lux) Emerging Markets Hard Currency Bond Fund
- M&G (Lux) Episode Macro Fund
- M&G (Lux) Euro Corporate Bond Fund
- M&G (Lux) European Inflation Linked Corporate Bond Fund
- M&G (Lux) Floating Rate High Yield Solution
- M&G (Lux) Global Corporate Bond Fund
- M&G (Lux) Global Floating Rate High Yield Fund
- M&G (Lux) Global High Yield Bond Fund
- M&G (Lux) Global High Yield ESG Bond Fund
- M&G (Lux) Global Macro Bond Fund

Other regulatory disclosures

- M&G (Lux) Global Target Return Fund
- M&G (Lux) Income Allocation Fund
- M&G (Lux) Optimal Income Fund
- M&G (Lux) Short Dated Corporate Bond Fund
- M&G (Lux) Sustainable Allocation Fund

During the year from 1 April 2021 to 31 March 2022 no sub-funds entered into Total Return Swaps.

Swiss investor information

For sub-funds registered in Switzerland FINMA requires to disclose the Total Expense Ratio (TER).

For these sub-funds the TERs are disclosed in the 'Net Asset Values and Total Expense Ratio' table that can be found in each sub-fund's financial highlights section.

Glossary

1933 Act The United States Securities Act of 1933, as amended.

1940 Act The United States Securities Act of 1940, as amended.

Accumulation shares Shares in respect of which all earnings are accumulated and added to the capital property of a fund.

Administration agreement The administration agreement dated 14 September 2018 pursuant to which the Administrator is appointed to provide services with respect to the Company.

Administrator State Street Bank International GmbH, Luxembourg Branch.

Ancillary liquid assets Refers to (i) cash deposits; and (ii) money market instruments, such as short-term debt securities (i.e., debt securities with less than one year to maturity), treasury bills, commercial paper, certificates of deposit and bankers acceptances.

Articles Articles of incorporation of the Company.

Auditor Ernst & Young S.A.

Base currency The base currency of the Company is the Euro.

Business day Unless otherwise stated in a Supplement, any day when the banks are fully open for normal banking business in both England and Luxembourg (excluding 24 December and 31 December).

Class or Class of shares or Share class A class of shares in issue or to be issued.

Company M&G (Lux) Investment Funds 1.

CSSF The Luxembourg Commission de Surveillance du Secteur Financier, being the Luxembourg regulatory authority in charge of the supervision of UCIs in the Grand-Duchy of Luxembourg 'CSSF Circular 04/146' (the CSSF Circular 04/146 of 17 June 2004 regarding the protection of undertakings for collective investment and their investors against late trading and market timing practices), as amended 'CSSF Regulation 12/02' the CSSF Regulation 12/02 of 14 December 2012 on the fight against money laundering and terrorist financing, as amended.

Dealing day Unless otherwise stated in a Supplement, any Business Day.

Dealing request deadline Such time in respect of any relevant Dealing Day as shall be specified in the relevant Supplement for that fund or such other time as the Directors may determine.

Depository State Street Bank International GmbH, Luxembourg Branch.

Depository agreement The depository agreement dated 5 December 2016 pursuant to which the Depository is appointed to provide depository services to the Company.

Directors The members of the Board of Directors of the Company for the time being and any duly constituted committee thereof and any successors to such members as may be appointed from time to time.

Distribution shares Shares in respect of which dividends may be distributed periodically to Shareholders.

ESMA The European Securities and Markets Authority or its successor authority.

ESMA guidelines 2014/937 Refers to the guidelines on ETFs and other UCITS issues published on 1 August 2014 by ESMA (ESMA/2014/937), as implemented in Luxembourg and entered into force on 1 October 2014 as may be amended, supplemented and/or implemented from time to time.

EU The European Union.

Euribor The Euro Interbank Offered Rate, which is based on the average interest rates at which a panel of European banks borrow money from one another.

FATCA The provisions of the US HIRE Act generally referred to as the Foreign Account Tax Compliance Act.

FCA The Financial Conduct Authority or its successor authority in the United Kingdom.

FCA rules The rules of the FCA, as the same may be amended from time to time.

Fund A specific pool of assets, or sub-fund established within the Company, within the meaning of Article 181 of the UCI Law.

Fund manager An employee of M&G FA Limited who manages the investment of money on its behalf.

Group or Group of companies Companies belonging to the same body of undertakings and which must draw up consolidated accounts in accordance with Council Directive 83/349/EEC of 13 June 1983 on consolidated accounts and according to recognised international accounting rules, as amended.

Hedged share classes Those classes where a currency hedging strategy is applied.

Glossary

Ineligible investor Any person to whom a transfer of shares (legally or beneficially) or by whom a holding of shares (legally or 3 beneficially) would or, in the opinion of the Directors, might: a) be in breach of any law (or regulation by a competent authority) of any country or territory by virtue of which the person in question is not qualified to hold such shares; or b) require the Company, the Management Company or the Investment manager to be registered under any law or regulation whether as an investment fund or otherwise, or cause the Company to be required to comply with any registration requirements in respect of any of its shares, whether in the United States of America or any other jurisdiction; or c) cause the Company, its Shareholders, the Management Company or the Investment manager some legal, regulatory, taxation, pecuniary or material administrative disadvantage which the Company, its Shareholders, the Management Company or the Investment manager might not otherwise have incurred or suffered 'Initial Offer Period' (the period set by the Directors in relation to any fund or Class of shares as the period during which shares are initially on offer and as specified in the relevant Supplement).

Institutional investor As defined in the UCI Law and by guidelines or recommendations issued by the CSSF from time to time.

Investment management agreement The investment management agreement dated 7 December 2018 pursuant to which the investment manager is appointed to provide discretionary investment management services to the Company and the funds.

Investment manager M&G Investment Management Limited.

IRS The US Internal Revenue Service.

KIID Key Investor Information Document applicable to a Share Class.

Luxembourg The Grand-Duchy of Luxembourg.

Management Agreement The management agreement dated 1 October 2018 pursuant to which the Management Company is appointed by the Company.

Management Company M&G Luxembourg S.A.

Member state A member state of the European Union. The states that are contracting parties to the agreement creating the European Economic Area other than the member states of the European Union, within the limits set forth by this agreement 4 and related acts, are considered as equivalent to member states of the European Union.

Money market instruments Instruments normally dealt on the money market which are liquid, and have a value which can be accurately determined at any time, and instruments eligible as money market instruments, as defined by guidelines issued by the CSSF from time to time.

Net Asset Value The net asset value of the Company, a fund or a Class (as the context may require) as calculated in accordance with the Articles and the Prospectus.

Net Asset Value per share The Net Asset Value in respect of any fund or Class divided by the number of shares of the relevant fund or Class in issue at the relevant time.

Non-Member State Any state which is not a Member State.

OECD The Organisation for Economic Co-operation and Development.

OECD CRS OECD Common Reporting Standard.

OTC (over the counter) derivative A derivative instrument entered into with an approved counterparty outside of an exchange.

Price per share Unless otherwise defined in a Supplement, the Net Asset Value per Share attributable to the shares issued in respect of a fund or Class, plus or minus any attributable swing price adjustment, as described in the section of this Prospectus entitled 'Swing Pricing and Dilution Levy'.

Prospectus The Prospectus, as may be amended or supplemented from time to time.

Reference currency The currency of the relevant fund.

Registrar and transfer agent RBC Investor Services Bank S.A.

Registrar and transfer agency agreement The registrar and transfer agency agreement dated 6 December 2016 pursuant to which the registrar and transfer agent is appointed to provide certain registration and transfer agency services in respect of the funds.

Regulated market A regulated market according to Directive 2004/39/EC of the European Parliament and of the Council of 21 April 2004 on markets in financial instruments amending Council Directive 2000/12/EC of the European Parliament and of the Council and repealing Council Directive 93/22/EC ('MiFID'). A list of EU-regulated markets according to MiFID is regularly updated and published by the European Commission.

Share or shares Shares of any Class in the Company as the context requires.

Glossary

Share class currency The currency of the relevant Class.

Shareholder A person registered as the holder of shares on the Company's register of shareholders.

Supplement A supplement to the Prospectus specifying certain information in respect of a fund and/or one or more classes.

Transferable securities (i) shares and other securities equivalent to shares ('shares'); (ii) bonds and other debt instruments ('debt securities'); and (iii) any other negotiable securities that carry the right to acquire any such transferable securities by subscription or exchange, to the extent they do not qualify as Techniques and Instruments as described in the Prospectus (Appendix 1) for M&G (Lux) Investment Funds 1.

UCI(s) Undertaking(s) for collective investment.

UCI law The Luxembourg law of 17 December 2010 on undertakings for collective investment, as may be amended from time to time.

UCITS An undertaking for collective investment in transferable securities established pursuant to the UCITS Directive.

UCITS directive The Directive 2009/65/EC of the European Parliament and Council of 13 July 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities, as amended by Directive 2014/91/EU as regards depositary functions, remuneration policies and sanctions.

United States, US or USA The United States of America (including the States and District of Columbia) and any of its territories, possessions and other areas subject to its jurisdiction.

Valuation day Unless otherwise stated in a Supplement, any Business Day.

M&G Luxembourg S.A. is authorised and regulated by the Commission de Surveillance du Secteur Financier. The Company's registered office is 16, boulevard Royal, 2449 Luxembourg, Luxembourg.

