

M&G European Index Tracker Fund Sterling Class A – Accumulation shares



Monthly Fund Review as at 30 September 2020

For investment professionals only

Fund description

The fund is designed to track the performance of the FTSE World Europe ex UK Index, which represents a broad spread of European company shares. It will typically hold around 375 stocks, including the largest 100 stocks in the index, as well as a selection of the remaining smaller stocks to ensure that the fund's market capitalisation and industry weights are in line with the index weighting.

The main risks associated with this fund

For any past performance shown, please note that past performance is not a guide to future performance.

The value and income from the fund's assets will go down as well as up. This will cause the value of your investment to fall as well as rise. There is no guarantee that the fund will achieve its objective and you may get back less than you originally invested.

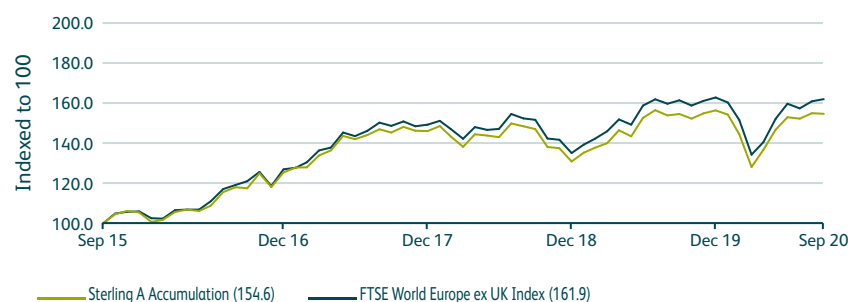
The fund can be exposed to different currencies. Movements in currency exchange rates may adversely affect the value of your investment.

Further risk factors that apply to the fund can be found in the fund's Key Investor Information Document (KIID).

Single year performance (5 years)

	2019	2018	2017	2016	2015
■ Sterling A Accumulation	19.4%	-10.4%	16.3%	18.9%	4.1%
■ FTSE World Europe ex UK Index	20.4%	-9.5%	17.5%	19.7%	5.3%
■ Sector	20.4%	-12.2%	17.4%	17.0%	9.2%

Performance over 5 years



Fund performance

	1 month	3 months	YTD	1 year	3 years p.a.	5 years p.a.
■ Sterling A Accumulation	-0.2%	1.1%	-1.1%	0.1%	2.1%	9.1%
■ FTSE World Europe ex UK Index	0.7%	1.4%	-0.5%	0.4%	2.9%	10.1%
■ Sector	0.3%	2.7%	0.6%	3.2%	2.4%	9.3%

Past performance is not a guide to future performance.

Performance comparison: The fund is passively managed. The index is a constraining benchmark for the fund. The fund aims to track the return of the index. The fund's portfolio holdings are therefore unlikely to significantly deviate from the index's constituent parts.

Source: Morningstar, Inc and M&G, as at 30 September 2020. Returns are calculated on a price to price basis with income reinvested. Benchmark returns stated in GBP terms.

Performance charts © 2020 Morningstar Inc, All Rights Reserved. The information contained within: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Key information

Fund manager(s)	Nigel Booth
Fund manager tenure from	31 July 2003
Deputy fund manager(s)	Richard O'Connor
ISIN	GB0030929300
Launch date of fund	31 January 2000
Launch of share class	31 January 2000
Fund size (millions)	£ 79.88
Benchmark(s)	FTSE World Europe ex UK Index
Benchmark type	Target & Constraint
Sector	IA Europe excluding UK sector
Number of companies	402
Historic yield	1.53%
Portfolio turnover over 12 months	2.28%
VaR	15.51%
Product availability	ISA, Junior ISA, OEIC, Savings Plan
Payment dates	Oct
Ex-dividend dates	Sep

Charges

Maximum entry charge	0.00%
Ongoing charge	0.50%

Risk characteristics

As at 30/09/2020	Fund
Alpha (%)	-0.09
Information ratio	-0.43
Sharpe Ratio	0.17
Historic tracking error (%)	0.22
Beta	1.01
Standard deviation (%)	24.54
Forecast tracking error (active risk, %)	0.76
Active share (%)	6.86

Things you should know

The fund invests mainly in company shares and is therefore likely to experience larger price fluctuations than funds that invest in bonds and/or cash.

Fund ratings

Overall Morningstar rating	★★★
Defaqto Rating	3 Diamonds

Source of Morningstar ratings: Morningstar, as at 30 September 2020
Source: Defaqto, as at 30 September 2020

Ratings should not be taken as a recommendation.

Largest holdings (%)

	Fund
Nestle	4.9
Roche	3.6
Novartis	2.7
SAP	2.5
ASML	2.2
LVMH	1.7
Novo Nordisk	1.7
Sanofi	1.6
Siemens	1.4
Unilever	1.2

Industry breakdown (%)

	Fund
Consumer goods	19.4
Health care	17.4
Industrials	16.9
Financials	16.0
Technology	9.3
Basic materials	5.5
Utilities	4.9
Consumer services	4.4
Oil & gas	3.5
Telecommunications	2.9
Cash and near cash	-0.2

Country breakdown (%)

	Fund
Switzerland	20.6
France	20.5
Germany	19.5
Netherlands	8.1
Sweden	7.1
Denmark	5.1
Spain	4.7
Italy	4.2
Other	10.3
Cash	-0.2

Fund codes and charges

Share class	ISIN	Bloomberg	Currency	Share class launch date	Ongoing charge	Historic yield	Minimum initial investment	Minimum top up investment
Sterling A Acc	GB0030929300	MGERITA LN	GBP	31/01/2000	0.50%*	1.53%	£500	£100
Sterling A Inc	GB0030929185	MGERITI LN	GBP	31/01/2000	0.50%*	2.08%	£500	£100
Sterling I Acc	GB00BJXT7834	N/A	GBP	06/12/2019	0.25%*	-	£500,000	£10,000

Any ongoing charge figure with * indicates an estimate. The ongoing charge figure may vary from year to year and excludes portfolio transaction costs. The charges are mostly, if not exclusively, the Annual Charge which may be discounted depending on the size of the fund. For further details, please see the fund's Key Investor Information Document (KIID). The fund's annual report for each financial year will include details on the exact charges made.

Please go to www.mandg.co.uk/literature to view the Costs and charges illustration which contains information on the costs and charges applicable to your chosen fund and share class.

Please see the Important Information for Investors document and the relevant Key Investor Information Document for more information on the risks associated with this fund and which share classes are available for which product and which investor type.

ESG Integrated funds



Funds that integrate financially material ESG data into the risk management and decision-making process, as well as our company-wide exclusions (cluster munitions and anti-personnel mines). Some strategies may have some additional ESG exclusions.

Approach to responsible investment

	Yes	No	N/A
ESG integration	✓		
Additional ESG specifications		✓	
Exclusions	✓		
Cluster munitions & anti personnel landmines	✓		
Other exclusions or restrictions		✓	
Voting	✓		
Engagement	✓		

Please see glossary for further explanation of these terms.

ESG Standard Glossary

Additional ESG specifications: In the context of M&G, these are funds managed with an explicit ESG objective, outcome or in accordance with specific ESG criteria, and will have a number of minimum exclusions in place.

Engagement: Interaction with company management on various financial and non-financial, including ESG, issues. Engagement allows investors to better understand how a company is undertaking its operations and how it is interacting with its stakeholders, as well as advising on and influencing company behaviour and disclosures where appropriate.

ESG integration: Describes the explicit and systematic inclusion of Environmental, Social and Governance factors in investment analysis and investment decisions. It underpins a responsible

investment approach, and allows investors to better manage risk and generate sustainable, long-term returns.

Exclusions: The exclusion or restriction of investments based on the sector in which they operate, the products or services they provide or for other specific criteria, i.e. they are deemed to be in breach of the United Nations Global Compact principles on human rights, labour the environment and anti-corruption.

Voting: As the partial owners of a company, shareholders have the right to vote on resolutions put forward at a company's annual general meeting. These resolutions include the re-election of directors, executive remuneration and business strategy, among others, and may include resolutions put forward by shareholders.

Important information

The M&G European Index Tracker Fund is a sub-fund of M&G Investment Funds (1).

The Morningstar Overall Rating based on the fund's Sterling Class A shares. Copyright © 2020 Morningstar UK Limited. All Rights Reserved. Ratings should not be taken as recommendation.

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