

M&G (Lux)投資基金(1)

年度報告及經查核財務報告

截至 2022 年 3 月 31 日

(中文簡譯本)

M&G (Lux)投資基金(1)是盧森堡法律下具有可變動資本之投資公司(SICAV)

不受理僅以此財務報告為基礎之申購，有效申購應以最新之公開說明書為基礎。

若中文版與英文版之內容有衝突，應以英文版為準。

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M&G (Lux)投資基金(1)

管理及行政

M&G (Lux)投資基金(1)董事會(以下稱「董事會」)提出截至 2022 年 3 月 31 日止之年度報告及經查核財務報告。

(略)

公司資訊

M&G (Lux)投資基金(1) (以下稱「本公司」) 為一依盧森堡 2010 年 12 月 17 日 UCI 法律第一部分 (並修訂) 設立之開放式且具有可變動資本之投資公司。

本公司經金融監管委員會(CSSF)依盧森堡大公國法律核准並受其規範。本公司設立於 2016 年 11 月 29 日,且為 2010 年 12 月 17 日規範集合投資事業之法律第一部分下之投資於可轉讓有價證券之規範集合投資事業(UCITS)。

本公司為一傘型基金,提供投資人了解各自子基金之多樣化投資策略範圍。每一子基金代表各自資產投資組合。

本公司之主要活動為執行具有可變動資本之投資公司之業務。本公司之架構為一傘型基金,董事會可不定期經金融監管委員核准成立不同子基金。

本公司本身為一盧森堡法律下之法人,每一子基金之資產及負債各自獨立且依照適用於每一子基金之投資目標及投資政策進行投資。股東無須負擔子基金之負債,且於支付申購股份之價金後,無須再支付子基金任何其他費用。

每一子基金得提供多於一種之股份級別。每一股份級別得根據其申購(包括具備資格條件)、贖回、最低持股、費用結構、幣別、避險政策及配息政策標準(更多股份級別資訊全部記載於本公司公開說明書內)有不同特徵。

董事會

P R Jelfs, L J Mumford, S Van Dooting*, Y Wagner*
*獨立董事

基金、基金經理人及成立日

於 2022 年 3 月 31 日,以下子基金可供投資。請注意基金經理人為 M&G Limited (M&G Securities Limited 之關係企業) 之員工:

M&G 新興市場債券基金

成立: 2018 年 9 月 17 日
基金經理人: Claudia Calich

M&G 環球股息基金

成立: 2018 年 9 月 18 日
基金經理人: Stuart Rhodes

M&G ESG 巴黎協議全球永續股票基金

成立: 2018 年 11 月 9 日
基金經理人: John William Olsen

M&G 入息基金

成立: 2018 年 1 月 16 日
基金經理人: Steven Andrew

M&G 日本基金

成立: 2018 年 10 月 26 日
基金經理人: Carl Vine

M&G 日本小型股基金

成立: 2018 年 10 月 26 日
基金經理人: Carl Vine

M&G 北美股息基金

成立: 2018 年 11 月 9 日
基金經理人: John Weavers

M&G 收益優化基金

成立: 2018 年 9 月 5 日
基金經理人: Richard Woolnough

M&G ESG 巴黎協議泛歐永續股票基金

成立: 2018 年 11 月 9 日
基金經理人: John William Olsen

M&G 短期優質債券基金

成立: 2018 年 10 月 26 日
基金經理人: Matthew Russell

管理機構

M&G Luxembourg S.A. (自 2018 年 10 月 1 日起)
16, boulevard Royal, 2449 Luxembourg, Luxembourg
(經盧森堡金融監管委員會(CSSF)核准並受其規範)

本公司依 UCI 法律指定 M&G Luxembourg S.A. 為其管理機構,管理機構負責提供本公司投資管理

服務、行政服務及市場服務。

依據金融監管委員會規則及董事會之事先同意，管理機構得將其義務及權力之全部或一部委託予自然人或法人，於管理機構之監督下提供相同義務及權力。

投資經理

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

管理機構指定 M&G Investment Management Limited 為其投資經理，依投資目標及政策管理及投資子基金資產。

次投資經理

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

管理機構指定 M&G Investments (Singapore) 為次投資經理，依投資目標及政策管理及投資以下子基金資產：M&G 日本基金、M&G 日本小型股基金

登記及過戶代理機構

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

管理機構及董事會指定 RBC Investor Services Bank S.A. 為其登記及過戶代理機構。

存託及行政機構

State Street Bank Luxembourg S.C.A.
49, avenue John F. Kennedy, 1855 Luxembourg, Luxembourg

管理機構及董事會指定 State Street Bank Luxembourg S.C.A. 為其行政機構。

獨立查核會計師

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

法律顧問

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

重要訊息

目前在烏克蘭發生的事件令人震驚和悲慘。儘管令人擔憂，但俄羅斯對烏克蘭的全面軍事入侵可以說是出乎意料的，並受到了廣泛的譴責。西方國家對 2022 年 2 月 24 日開始的俄羅斯襲擊做

出了全面制裁：美國、英國和歐盟對俄羅斯銀行、國有企業 (SOE) 和與普京總統有密切聯繫的個人實施了製裁。從金融市場來看，俄羅斯的襲擊引發了相當大的波動，尤其是俄羅斯資產大幅下跌，油價飆升。鑑於持續衝突的不確定性，隨著投資者對事態發展的反應，金融市場在未來幾天和幾週內可能會繼續波動。在這個不確定的快速變化的環境中，請注意，投資評論可能會因正在進行的事件而迅速過時。我們將繼續密切關注地緣政治局勢。有關年內重大事件的進一步詳情，請參閱投資回顧。

COVID-19 大流行是前所未有的事件，並繼續帶來不確定性。董事會繼續監控對公司及其服務提供商構成的持續運營風險。

本報告提出時，最新公開說明書已於 2022 年 3 月 7 日經金融監管委員會核准。下列已成立之子基金，為 M&G (Lux) 投資基金(1)之一部分，已可供投資：

M&G 新興市場債券基金

M&G 環球股息基金

M&G ESG 巴黎協議全球永續股票基金

M&G 入息基金

M&G 日本基金

M&G 日本小型股基金

M&G 北美股息基金

M&G 收益優化基金

M&G ESG 巴黎協議泛歐永續股票基金

M&G 短期優質債券基金

(略)

投資人訊息

公開說明書、公司章程、簡式公開說明書、最新年度或半年度報告及財務報告，可於下列地址免費索取。或者，您可於我們的網站 www.mandg.com/investments/private-investor/en-lu/solutions/our-funds 取得最新年度或半年度報告及財務報告之影本。

僅以此財務報告為基礎之申購將不受理，有效申購應以現行公開說明書、現行簡式公開說明書及最新公布之經查核年度財務報告或未經查核半年度財務報告為基礎。

此期間可申購及贖回之基金投資詳細清單，可於下列地址免費索取。

客戶服務及行政

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

電話: +352 2605 9944

電子郵件: csmandg@rbc.com

以書面方式聯絡 M&G 時，請記得註明您的姓名、M&G 客戶編號及簽名，未提供上述資訊可能對於您能否與本公司進行交易造成影響。

為了安全原因及提升我們的服務品質，我們可能進行錄音並監控電話。

(略)

董事會之責任

董事會應依據公司章程負責本公司所有管理及控制。董事會亦應負責每一子基金投資目標及政策之施行，與行政及營運之監督。

視法律保留給股東之權力，董事會應擁有最廣泛之權力，代表本公司處理各種情況。

以下人員被指定為本公司董事：

Philip Jelfs 為董事。

Laurence Mumford 為董事。

Susanne Van Dootingh 為獨立董事。

Yves Wager 為獨立董事。

董事會得指定一個或多個委員會、經核准之受託人或代理人代表其行使職務。

(略)

董事會之聲明

本報告已依歐洲議會與理事會於 2009 年 7 月 13 日通過之 2009/65/EC 指令之要求而編製。

P R JELFS

L J MUMFORD

2022 年 7 月 8 日

} 董事

M&G (Lux)投資基金(1)

獨立查核會計師報告

致 M&G (Lux)投資基金(1)股東之獨立查核會計師報告

意見

本事務所已查核 M&G (Lux)投資基金(1) (以下稱「該公司」) 及其各子基金截至 2022 年 3 月 31 日止之財務報告，包括淨資產報告、投資組合報告、營運及淨資產變動表及財務報告之附註，包括重要會計政策摘要。

依本事務所之意見，本財務報告係允當表達該公司及其各子基金截至 2022 年 3 月 31 日止之財務狀況，暨當年度營運及淨資產變動表之結果，且已依照盧森堡有關財務報告編製及提出之法律及監管要求編製。

(略)

Robert White

Pierre-Marie Boul

Ernst & Young
特許審計公司

盧森堡
2022 年 7 月 8 日

M&G 環球股息基金

M&G (Lux) Global Dividend Fund

2022 年 3 月 31 日止

淨資產報告

	註	美元 (仟元)
資產		
投資資產	2c	2,782,424
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		75,542
現金作為銀行餘額		17,740
現金作為存款		0
現金及銀行餘額總計		93,282
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		19,112
債務證券應收利息	2c	8
衍生性金融商品應收收益	2d	0
應收股利	2d	9,787
其他應收款	2d	0
其他資產總計		28,907
資產總計		2,904,613
負債		
投資負債	2c	0
現金及銀行餘額	2c	
期貨結算所及擔保品經理透支部位	2c	0
透支總計		0
其他負債		
取消股份應付之金額	2d, 6	(1,707)
待交割之購買	2d, 6	(1,456)
應付年度管理費用	2d, 6	(2,450)
應付行政費用	2d, 6	(234)
應付存託機構費用	2d, 7	(44)
應付查核費用	2d, 8	(7)
應付保管費用	2d, 7	(29)
應付保管交易費用	2d, 7	(87)
應付申購稅	2d, 10	(284)
其他應付款	2d	0
其他負債總計		(6,298)
負債總計		(6,298)
淨資產		2,898,315

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	美元（仟元）
初始淨資產		2,312,957
收入		
銀行利息	2d	(32)
存款利息	2d	18
衍生性金融商品收入	2d	0
股利	2d	81,236
債務證券利息	2d	2
累積市場貼現（攤還市場溢價）	2d	0
股利扣繳稅額及其他投資收入	2d	(13,502)
收入總計		67,722
支出		
年度管理費用	2d, 6	(34,408)
行政費用	2d, 6	(3,237)
股份級別避險費用	2d, 6	0
存託機構費用	2d, 7	(49)
查核費用	2d, 8	(8)
績效費用	2f	0
專業人士費用		(17)3
保管費用	2d, 7	(62)
保管交易費用	2d, 7	(61)
申購稅費用	2d, 10	(1,056)
支出總計		(38,898)
期間淨收入/（支出）		28,824
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	167,459
貨幣及遠期外匯合約	2c	8,629
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		176,088
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	61,780
貨幣及遠期外匯合約	2c	(1,806)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		59,974
投資行為所致淨資產變動		264,886
淨股份發行及贖回		328,900
外幣折算*		0
配息	3, 14	(8,428)
淨資產		2,898,315

* 因表達貨幣換算產生的匯兌差額

M&G ESG 巴黎協議全球永續股票基金

M&G (Lux) Global Sustain Paris Aligned Fund

2022年3月31日止

淨資產報告		
	註	美元(仟元)
資產		
投資資產	2c	177,232
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		4,693
現金作為銀行餘額		1,277
現金作為存款		0
現金及銀行餘額總計		5,970
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		251
債務證券應收利息	2c	1
應收股利	2d	245
其他應收款	2d	0
其他資產總計		497
資產總計		183,699
負債		
投資負債	2c	0
現金及銀行餘額	2c	
其他負債		
取消股份應付之金額	2d, 6	(19)
待交割之購買	2d, 6	0
應付年度管理費用	2d, 6	(143)
應付行政費用	2d, 6	(17)
應付存託機構費用	2d, 7	(4)
應付查核費用	2d, 8	0
應付保管費用	2d, 7	(3)
應付保管交易費用	2d, 7	0
應付申購稅	2d, 10	(19)
其他應付款	2d	(71)
其他負債總計		(276)
負債總計		(276)
淨資產		183,423

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	美元（仟元）
初始淨資產		124,015
收入		
銀行利息	2d	(2)
存款利息	2d	3
衍生性金融商品收入	2d	0
股利	2d	1,907
債務證券利息	2d	0
累積市場貼現（攤還市場溢價）	2d	0
股利扣繳稅額及其他投資收入	2d	(344)
收入總計		1,564
支出		
年度管理費用	2d, 6	(2,211)
行政費用	2d, 6	(247)
股份級別避險費用	2d, 6	0
存託機構費用	2d, 7	(4)
查核費用	2d, 8	(2)
績效費用	2f	0
專業人士費用		(2)
保管費用	2d, 7	(6)
保管交易費用	2d, 7	0
申購稅費用	2d, 10	(70)
支出總計		(2,542)
期間淨收入/（支出）		(978)
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	4,283
貨幣及遠期外匯合約	2c	32
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		4,315
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	9,444
貨幣及遠期外匯合約	2c	(143)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		9,301
投資行為所致淨資產變動		12,638
淨股份發行及贖回		46,776
外幣折算*		
配息	3, 14	(6)
淨資產		183,423

* 因表達貨幣換算產生的匯兌差額

M&G 入息基金

M&G (Lux) Income Allocation Fund

2022 年 3 月 31 日止

淨資產報告		
	註	歐元 (仟元)
資產		
投資資產	2c	1,114,091
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		0
現金作為銀行餘額		112,035
現金作為存款		17,643
現金及銀行餘額總計		129,678
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		3,602
債務證券應收利息	2c	5,776
應收股利	2d	2,113
其他應收款	2d	
其他資產總計		11,491
資產總計		1,255,260
負債		
投資負債	2c	(13,161)
現金及銀行餘額	2c	
其他負債		
取消股份應付之金額	2d, 6	(1,203)
待交割之購買	2d, 6	0
應付年度管理費用	2d, 6	(1,044)
應付行政費用	2d, 6	(133)
應付存託機構費用	2d, 7	(24)
應付查核費用	2d, 8	(14)
應付保管費用	2d, 7	(28)
應付保管交易費用	2d, 7	(83)
應付申購稅	2d, 10	(144)
其他應付款	2d	(335)
其他負債總計		(3,008)
負債總計		(16,169)
淨資產		1,239,091

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	歐元（仟元）
初始淨資產		1,035,120
收入		
銀行利息	2d	(71)
存款利息	2d	(357)
衍生性金融商品收入	2d	0
股利	2d	18,725
債務證券利息	2d	23,357
累積市場貼現（攤還市場溢價）	2d	(3,212)
股利扣繳稅額及其他投資收入	2d	(2,339)
收入總計		36,103
支出		
年度管理費用	2d, 6	(13,880)
行政費用	2d, 6	(1,702)
股份級別避險費用	2d, 6	(28)
存託機構費用	2d, 7	(19)
查核費用	2d, 8	(14)
績效費用	2f	0
專業人士費用		(11)
保管費用	2d, 7	(48)
保管交易費用	2d, 7	(1,334)
申購稅費用	2d, 10	(533)
支出總計		(17,569)
期間淨收入/（支出）		18,534
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	22,637
貨幣及遠期外匯合約	2c	(24,021)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		(1,384)
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	36,735
貨幣及遠期外匯合約	2c	14,100
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		50,835
投資行為所致淨資產變動		67,985
淨股份發行及贖回		167,042
外幣折算*		
配息	3, 14	(31,056)
淨資產		1,239,091

* 因表達貨幣換算產生的匯兌差額

M&G 日本基金

M&G (Lux) Japan Fund

2022 年 3 月 31 日止

淨資產報告

	註	日圓 (仟元)
資產		
投資資產	2c	9,638,758
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		0
現金作為銀行餘額		220,477
現金作為存款		0
現金及銀行餘額總計		220,477
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		2,730
債務證券應收利息	2c	0
衍生性金融商品應收收益	2d	0
應收股利	2d	109,304
其他資產總計		112,034
資產總計		9,971,269
負債		
投資負債	2c	(182)
現金及銀行餘額	2c	
其他負債		
取消股份應付之金額	2d, 6	(34,471)
待交割之購買	2d, 6	0
應付年度管理費用	2d, 6	(5,734)
應付行政費用	2d, 6	(939)
應付存託機構費用	2d, 7	(224)
應付查核費用	2d, 8	(236)
應付保管費用	2d, 7	(135)
應付保管交易費用	2d, 7	0
應付申購稅	2d, 10	(1,121)
其他應付款	2d	0
其他負債總計		(42,860)
負債總計		(43,402)
淨資產		9,928,227

子基金成立日（如在期間內）當年度至 2023 年 3 月 31 日止

營運及淨資產變動表

	註	日圓（仟元）
初始淨資產		9,135,849
收入		
銀行利息	2d	(395)
存款利息	2d	0
衍生性金融商品收入	2d	0
股利	2d	259,681
債務證券利息	2d	0
累積市場貼現（攤還市場溢價）	2d	0
股利扣繳稅額及其他投資收入	2d	(39,770)
收入總計		219,517
支出		
年度管理費用	2d, 6	(87,167)
行政費用	2d, 6	((14,182)
股份級別避險費用	2d, 6	(10)
存託機構費用	2d, 7	(181)
查核費用	2d, 8	0
績效費用	2f	0
專業人士費用		0
保管費用	2d, 7	(273)
保管交易費用	2d, 7	0
申購稅費用	2d, 10	(4,509)
支出總計		(106,322)
期間淨收入/（支出）		113,195
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	1,033,818
貨幣及遠期外匯合約	2c	(231)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		1,033,587
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	(335,545)
貨幣及遠期外匯合約	2c	(753)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		(336,298)
投資行為所致淨資產變動		810,484
淨股份發行及贖回		(17,725)
外幣折算*		0
配息	3, 14	(381)
淨資產		9,928,227

* 因表達貨幣換算產生的匯兌差額

M&G 日本小型股基金

M&G (Lux) Japan Smaller Companies Fund

2022 年 3 月 31 日止

淨資產報告

	註	日圓 (仟元)
資產		
投資資產	2c	4,062,513
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		0
現金作為銀行餘額		89,189
現金作為存款		0
現金及銀行餘額總計		89,189
其他資產		
待交割之銷售	2c	5,889
發行股份應收取之金額		293
債務證券應收利息	2c	0
應收股利	2d	40,376
其他資產總計		46,558
資產總計		4,198,260
負債		
投資負債	2c	(531)
現金及銀行餘額	2c	
其他負債		
取消股份應付之金額	2d, 6	(9,358)
待交割之購買	2d, 6	(0)
應付年度管理費用	2d, 6	(3,687)
應付行政費用	2d, 6	(403)
應付存託機構費用	2d, 7	(114)
應付查核費用	2d, 8	(236)
應付保管費用	2d, 7	(70)
應付保管交易費用	2d, 7	0
應付申購稅	2d, 10	(514)
其他應付款	2d	0
其他負債總計		(14,382)
負債總計		(14,913)
淨資產		4,183,347

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	日圓（仟元）
初始淨資產		4,999,763
收入		
銀行利息	2d	(408)
存款利息	2d	0
衍生性金融商品收入	2d	0
股利	2d	115,499
債務證券利息	2d	0
累積市場貼現（攤還市場溢價）	2d	0
股利扣繳稅額及其他投資收入	2d	(17,689)
收入總計		97,404
支出		
年度管理費用	2d, 6	(67,500)
行政費用	2d, 6	(7,266)
股份級別避險費用	2d, 6	(74)
存託機構費用	2d, 7	(115)
查核費用	2d, 8	0
績效費用	2f	0
專業人士費用		0
保管費用	2d, 7	(159)
保管交易費用	2d, 7	0
申購稅費用	2d, 10	(2,386)
支出總計		(77,480)
期間淨收入/（支出）		(19,924)
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	660,950
貨幣及遠期外匯合約	2c	(13,323)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		674,273
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	(609,083)
貨幣及遠期外匯合約	2c	(1,345)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		(610,428)
投資行為所致淨資產變動		83,769
淨股份發行及贖回		(900,050)
外幣折算*		
配息	3, 14	(135)
淨資產		4,183,347

* 因表達貨幣換算產生的匯兌差額

M&G 北美股息基金

M&G (Lux) North American Dividends Fund

2022 年 3 月 31 日止

淨資產報告		
	註	美元 (仟元)
資產		
投資資產	2c	374,025
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		1,709
現金作為銀行餘額		1,690
現金作為存款		0
現金及銀行餘額總計		3,399
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		3,692
債務證券應收利息	2c	0
衍生性金融商品應收收益	2d	0
應收股利	2d	233
其他資產總計		3,925
資產總計		381,349
負債		
投資負債	2c	(103)
現金及銀行餘額	2c	
銀行透支	2c	0
期貨結算所及擔保品經理透支部位	2c	0
透支總計		0
其他負債		
取消股份應付之金額	2d, 6	(146)
待交割之購買	2d, 6	(2,392)
應付年度管理費用	2d, 6	(288)
應付行政費用	2d, 6	(35)
應付存託機構費用	2d, 7	(8)
應付查核費用	2d, 8	(9)
應付保管費用	2d, 7	(1)
應付保管交易費用	2d, 7	(29)
應付申購稅	2d, 10	(39)
其他應付款	2d	0
其他負債總計		(2,947)
負債總計		(3,050)
淨資產		378,299

子基金成立日 (如在期間內) 當年度至 2021 年 3 月 31 日止

營運及淨資產變動表

	註	美元 (仟元)
初始淨資產		200,461
收入		
銀行利息	2d	(11)
存款利息	2d	1
衍生性金融商品收入	2d	0
股利	2d	5,293
債務證券利息	2d	0
累積市場貼現 (攤還市場溢價)	2d	0
股利扣繳稅額及其他投資收入	2d	(1,392)
收入總計		3,891
支出		
年度管理費用	2d, 6	(3,468)
行政費用	2d, 6	(451)
股份級別避險費用	2d, 6	(5)
存託機構費用	2d, 7	(8)
查核費用	2d, 8	(8)
績效費用	2f	0
專業人士費用		0
保管費用	2d, 7	(2)
保管交易費用	2d, 7	(5)
申購稅費用	2d, 10	(138)
支出總計		(4,109)
期間淨收入/ (支出)		(218)
已實現投資利益/ (損失)		
未含衍生性金融商品之投資	2c	22,573
貨幣及遠期外匯合約	2c	(2,492)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/ (損失)		20,081
未實現利益/ (損失) 變動		
未含衍生性金融商品之投資	2c	9,574
貨幣及遠期外匯合約	2c	620
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		10,194
投資行為所致淨資產變動		30,057
淨股份發行及贖回		148,048
外幣折算*		
配息	3, 14	(267)
淨資產		378,299

* 因表達貨幣換算產生的匯兌差額

M&G 收益優化基金

M&G (Lux) Optimal Income Fund

2022 年 3 月 31 日止

淨資產報告		
	註	歐元 (仟元)
資產		
投資資產	2c	11,751,511
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		305,275
約當現金		67,094
現金作為銀行餘額		53,242
現金作為存款		405,669
現金及銀行餘額總計		831,280
其他資產		
待交割之銷售	2c	36,530
發行股份應收取之金額		8,993
債務證券應收利息	2c	94,482
衍生性金融商品應收收益	2d	2,224
應收股利	2d	2,823
其他應收款	2d	0
其他資產總計		145,052
資產總計		12,727,843
負債		
投資負債	2c	(219,869)
現金及銀行餘額	2c	
銀行透支	2c	(30,161)
期貨結算所及擔保品經理透支部位	2c	(405,185)
透支總計		(435,346)
其他負債		
取消股份應付之金額	2d, 6	(24,437)
待交割之購買	2d, 6	(46,437)
應付年度管理費用	2d, 6	(8,335)
應付行政費用	2d, 6	(237)
應付存託機構費用	2d, 7	(150)
應付查核費用	2d, 8	(16)
應付保管費用	2d, 7	(205)
應付保管交易費用	2d, 7	(241)
應付申購稅	2d, 10	(1,387)
其他應付款	2d	(11)
其他負債總計		(81,456)
負債總計		(736,671)
淨資產		11,991,172

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	歐元（仟元）
初始淨資產		14,050,593
收入		
銀行利息	2d	(1,220)
存款利息	2d	0
衍生性金融商品收入	2d	25,088
股利	2d	34,021
債務證券利息	2d	295,832
累積市場貼現（攤還市場溢價）	2d	(62,945)
股利扣繳稅額及其他投資收入	2d	(2,860)
收入總計		287,916
支出		
年度管理費用	2d, 6	(152,386)
行政費用	2d, 6	(4,100)
股份級別避險費用	2d, 6	(368)
存託機構費用	2d, 7	(326)
查核費用	2d, 8	(17)
績效費用	2	0
專業人士費用		(92)
保管費用	2d, 7	(493)
保管交易費用	2d, 7	(329)
申購稅費用	2d, 10	(6,246)
支出總計		(164,357)
期間淨收入/（支出）		123,559
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	253,149
貨幣及遠期外匯合約	2c	(361,448)
期貨合約	2c	75,589
交換合約	2c	(50,529)87,709
選擇權合約	2c	0
已實現淨利益/（損失）		(83,239)
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	(723,286)
貨幣及遠期外匯合約	2c	209,028
期貨合約	2c	(81,189)
交換合約	2c	15,116
選擇權合約	2c	0
未實現損失淨變動		(580,331)
投資行為所致淨資產變動		(540,011)
淨股份發行及贖回		(1,495,755)
外幣折算*		
配息	3, 14	(23,655)
淨資產		11,991,172

* 因表達貨幣換算產生的匯兌差額

M&G ESG 巴黎協議泛歐永續股票基金

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

2022 年 3 月 31 日止

淨資產報告

	註	歐元 (仟元)
資產		
投資資產	2c	113,123
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		1,916
現金作為銀行餘額		313
現金作為存款		0
現金及銀行餘額總計		2,229
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		3
債務證券應收利息	2c	0
衍生性金融商品應收收益	2d	0
應收股利	2d	449
其他應收款	2d	1
其他資產總計		453
資產總計		115,805
負債		
投資負債	2c	0
現金及銀行餘額	2c	
銀行透支	2c	0
期貨結算所及擔保品經理透支部位	2c	0
透支總計		0
其他負債		
取消股份應付之金額	2d, 6	(31)
待交割之購買	2d, 6	0
應付年度管理費用	2d, 6	(106)
應付行政費用	2d, 6	(11)
應付存託機構費用	2d, 7	(3)
應付查核費用	2d, 8	(2)
應付保管費用	2d, 7	(2)
應付保管交易費用	2d, 7	0
應付申購稅	2d, 1	(13)
其他應付款	2d	0
其他負債總計		(168)
負債總計		(168)
淨資產		115,637

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	歐元（仟元）
初始淨資產		106,571
收入		
銀行利息	2d	(2)
存款利息	2d	0
衍生性金融商品收入	2d	0
股利	2d	1,934
債務證券利息	2d	0
累積市場貼現（攤還市場溢價）	2d	0
股利扣繳稅額及其他投資收入	2d	(209)
收入總計		1,723
支出		
年度管理費用	2d, 6	(1,688)
行政費用	2d, 6	(183)
股份級別避險費用	2d, 6	0
存託機構費用	2d, 7	(1)
查核費用	2d, 8	0
績效費用	2f	0
專業人士費用		0
保管費用	2d, 7	(4)
保管交易費用	2d, 7	0
申購稅費用	2d, 10	(57)
支出總計		(1,934)
期間淨收入/（支出）		(211)
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	6,015
貨幣及遠期外匯合約	2c	(202)
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		5,813
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	117
貨幣及遠期外匯合約	2c	77
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		194
投資行為所致淨資產變動		5,796
淨股份發行及贖回		3,270
外幣折算*		
配息	3, 14	0
淨資產		115,637

* 因表達貨幣換算產生的匯兌差額

M&G 短期優質債券基金

M&G (Lux) Short Dated Corporate Bond Fund

2022 年 3 月 31 日止

淨資產報告

	註	歐元 (仟元)
資產		
投資資產	2c	318,534
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		2,430
現金作為銀行餘額		429
現金作為存款		2,149
現金及銀行餘額總計		5,008
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		5,126
債務證券應收利息	2c	1,497
衍生性金融商品應收收益	2d	16
應收股利	2d	0
其他應收款	2d	0
其他資產總計		6,639
資產總計		330,181
負債		
投資負債	2c	(138)
現金及銀行餘額	2c	
銀行透支	2c	(78)
期貨結算所及擔保品經理透支部位	2c	(931)
透支總計		(1,009)
其他負債		
取消股份應付之金額	2d, 6	(2,381)
待交割之購買	2d, 6	(2,573)
應付年度管理費用	2d, 6	(29)
應付行政費用	2d, 6	(32)
應付存託機構費用	2d, 7	(7)
應付查核費用	2d, 8	(3)
應付保管費用	2d, 7	(3)
應付保管交易費用	2d, 7	0
應付申購稅	2d, 10	(18)
其他應付款	2d	0
其他負債總計		(5,046)
負債總計		(6,193)
淨資產		323,988

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	歐元（仟元）
初始淨資產		70,440
收入		
銀行利息	2d	(5)
存款利息	2d	0
衍生性金融商品收入	2d	284
股利	2d	0
債務證券利息	2d	757
累積市場貼現（攤還市場溢價）	2d	(1,587)
股利扣繳稅額及其他投資收入	2d	(14)
收入總計		822
支出		
年度管理費用	2d, 6	(364)
行政費用	2d, 6	(273)
股份級別避險費用	2d, 6	(3)
存託機構費用	2d, 7	(7)
查核費用	2d, 8	0
績效費用	2f	0
專業人士費用		0
保管費用	2d, 7	(6)
保管交易費用	2d, 7	(3)
申購稅費用	2d, 10	(53)
支出總計		(706)
期間淨收入/（支出）		116
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	591
貨幣及遠期外匯合約	2c	(6,323)
期貨合約	2c	(40)
交換合約	2c	(426)
選擇權合約	2c	0
已實現淨利益/（損失）		(6,198)
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	(3,453)
貨幣及遠期外匯合約	2c	5,053
期貨合約	2c	36
交換合約	2c	85
選擇權合約	2c	0
未實現損失淨變動		1,721
投資行為所致淨資產變動		(4,361)
淨股份發行及贖回		257,944
外幣折算*		0
配息	3, 14	(35)
淨資產		323,988

* 因表達貨幣換算產生的匯兌差額

M&G 新興市場債券基金

M&G (Lux) Emerging Markets Bond Fund

2022 年 3 月 31 日止

淨資產報告		
	註	美元 (仟元)
資產		
投資資產	2c	2,876,178
現金及銀行餘額	2c	
期貨結算所及擔保品經理持有金額		0
約當現金		155,478
現金作為銀行餘額		9,939
現金作為存款		9,080
現金及銀行餘額總計		174,497
其他資產		
待交割之銷售	2c	0
發行股份應收取之金額		7,239
債務證券應收利息	2c	48,677
衍生性金融商品應收收益	2d	0
應收股利	2d	0
其他應收款	2d	0
其他資產總計		55,916
資產總計		3,106,591
負債		
投資負債	2c	(4,063)
現金及銀行餘額	2c	
銀行透支	2c	(26,782)
期貨結算所及擔保品經理透支部位	2c	0
透支總計		(26,782)
其他負債		
取消股份應付之金額	2d, 6	(674)
待交割之購買	2d, 6	0
應付年度管理費用	2d, 6	(1,307)
應付行政費用	2d, 6	(215)
應付存託機構費用	2d, 7	(54)
應付查核費用	2d, 8	(16)
應付保管費用	2d, 7	(143)
應付保管交易費用	2d, 7	(178)
應付申購稅	2d, 10	(150)
其他應付款	2d	(12)
其他負債總計		(2,749)
負債總計		(33,594)
淨資產		3,072,997

子基金成立日（如在期間內）當年度至 2022 年 3 月 31 日止

營運及淨資產變動表

	註	美元（仟元）
初始淨資產		2,673,113
收入		
銀行利息	2d	(53)
存款利息	2d	40
衍生性金融商品收入	2d	0
股利	2d	0
債務證券利息	2d	186,912
累積市場貼現（攤還市場溢價）	2d	0
股利扣繳稅額及其他投資收入	2d	(997)
收入總計		185,902
支出		
年度管理費用	2d, 6	(22,872)
行政費用	2d, 6	(3,815)
股份級別避險費用	2d, 6	(123)
存託機構費用	2d, 7	(68)
查核費用	2d, 8	(17)
績效費用	2f	0
專業人士費用		(1)
保管費用	2d, 7	(289)
保管交易費用	2d, 7	(304)
申購稅費用	2d, 10	(691)
支出總計		(28,180)
期間淨收入/（支出）		157,722
已實現投資利益/（損失）		
未含衍生性金融商品之投資	2c	(17,137)
貨幣及遠期外匯合約	2c	(49,935)
期貨合約	2c	(34)
交換合約	2c	0
選擇權合約	2c	0
已實現淨利益/（損失）		(67,106)
未實現利益/（損失）變動		
未含衍生性金融商品之投資	2c	(406,669)
貨幣及遠期外匯合約	2c	26,708
期貨合約	2c	0
交換合約	2c	0
選擇權合約	2c	0
未實現損失淨變動		(379,961)
投資行為所致淨資產變動		(289,345)
淨股份發行及贖回		703,479
外幣折算*		
配息	3, 14	(14,250)
淨資產		3,072,997

* 因表達貨幣換算產生的匯兌差額

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

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Investment Funds 1

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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: csmang@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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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
Hollsys 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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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

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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
Klabn Austria 3.2%	200,000	US\$	12.01.2031		158	0.01
Klabn 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

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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

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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

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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

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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
EIG 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

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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

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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

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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

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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

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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

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 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
Viatis	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

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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

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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

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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

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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

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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.

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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.

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- 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
Alsea 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						
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						
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.

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

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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)

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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						
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

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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

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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

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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.

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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.

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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.

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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.

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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

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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.

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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.

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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.

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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.

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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					
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).

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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.

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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.

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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.

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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.

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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.

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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.

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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.

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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.

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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.

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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.

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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.

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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.

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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

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) 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

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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.

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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.

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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.

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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

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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.

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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.

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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

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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

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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

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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

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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

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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

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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.

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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.

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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

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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

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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

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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

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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

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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

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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.

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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

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	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

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	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

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	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 Depositary, safe custody and custody transaction charges

The Depositary takes a charge from each sub-fund as payment for its duties as depositary. The Depositary's charge is based on the NAV of each sub-fund, and in normal circumstances, the fees payable to the Depositary for its provision of services shall be subject to a maximum of 1 basis point.

The Depositary 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 Depositary'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

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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 ¢	
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 ¢	
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	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 '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 €	
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 ¢	
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 'JI'	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.

