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親愛的投資人

以下子基金有重要變更：

- **M&G 全球精選股票基金**
- **M&G 泛歐基金**

(個別稱「子基金」，兩者合稱「基金」)，兩者皆為 M&G 系列基金之子基金。

您不需要有任何行動，但我們建議您仔細閱讀這封信。

這封信中的專有名詞之定義與公開說明書中相同。

謹在此通知您，我們對基金進行了改變以增進其在環境、社會與公司治理(ESG)之狀況，並針對除了基金財務目標外，就 ESG 的實現結果提供更高的透明度。

為了達成此一目標，以下條款將在 2021 年 7 月 30 日生效：

- 一個永續發展 (非財務的) 目標將被加入投資目標，補充現存的財務目標
- 基金被重新命名為 **M&G ESG 巴黎協議全球永續股票基金**和 **M&G ESG 巴黎協議泛歐永續股票基金**。
- 各基金策略將被更新，以提供其如何選擇公司來達成永續發展目標的相關細節。

這封信將解釋為何要進行改變，並在信件的最後有一個表格提供更新前後版本的完整比較。

請注意基金的財務目標以及主要風險並未改變。

- 永續發展目標介紹

從生效日起，以下「永續發展目標」將被加入各基金之投資目標：

「投資於對巴黎氣候協定改變目標有貢獻之公司。」

此係透過投資於低碳濃度或減少碳濃度的公司(如下方定義)，使基金能夠對於巴黎協定之長期目標有所貢獻，亦即在這世紀末前，將氣溫上升幅度控制在與工業時代前相比之下，不超過攝氏 2 度之範圍內。

儘管有關 ESG 之考量因素一直是兩檔更名基金投資策略之一部分，但納入明確而具體的永續目標，將能增強基金 ESG 的概況，並更清楚地提供投資人有關基金將如何達成此一目標的方法。

請注意各基金的財務目標：提供高於績效指標的報酬(包含資本成長與配息)，並未改變。此外，投資經理人已經評估改變的潛在影響，認為引入此一永續發展目標對於基金的財務目標沒有負面影響。

● 基金名稱改變

M&G 全球精選股票基金將被改名為 **M&G ESG 巴黎協議全球永續股票基金**。

M&G 泛歐基金將被改名為 **M&G ESG 巴黎協議泛歐永續股票基金**。

兩個子基金皆主動參與被投資公司，並支持這些公司的永續財務成長、促進 ESG，減少碳排是當中很關鍵的部分。新的基金名稱能夠更好的反應基金的投資策略以及對於長期投資於永續發展、具財務優勢、競爭優勢、永續低碳排公司的專注。

● 改變投資策略的敘述

各基金的投資方法(公開說明書內的投資策略章節內)將被更新，以提供能夠符合新永續發展目標之公司的細節描述。符合的公司有：

- 低碳濃度公司：加權平均碳濃度(衡量公司與產品銷售相關的碳排放)低於每檔基金各自績效指標之平均碳濃度的公司
- 減少碳濃度的公司：擁有科學基礎的減碳目標，且目標與巴黎協定合致，或設定在一定期限內達成巴黎協定之目標的公司。

單一公司可能符合一個或同時符合以上兩個標準。

其他因素像是公司能否透過產品或服務提供氣候變遷潛在的直接解決方法，也是在評估時會考量的其他因素。

另外有關於基金責任投資方法與 ESG 特性的資訊，將會在每檔基金各自的 ESG 標準與永續發展標準文件中揭露。這些文件可於 2021 年 7 月 30 日後在 M&G 官網上每檔基金的資訊頁面取得。

這些改變會影響基金的投資組合嗎？

- 這些改變不會影響 M&G 全球精選股票基金的投資組合。
- 對於 M&G 泛歐基金而言，將根據基金截至 2021 年 5 月 18 日之持股，調整約 8% 的投資組合。這樣的調整預計會產生佔基金價值約 0.03% 的交易成本，此成本由基金承擔，成本會以相同比例影響基金的表現。

改變相關的行政成本

全部有關於此一改變的行政成本將由 M&G 承擔。

改變您的投資

根據條約與條款，您可以在改變前後的任何時點，將您的投資賣出，或免手續費轉換至其他本公司或 M&G 的子基金。

更多資訊

若您有任何有關此一更動的疑慮或希望獲得進一步資訊，請不要猶豫聯繫您平常的 M&G 接口，或有關業務相關的問題，請透過此 email(csmang@rbc.com) 聯繫我們的客服小組。我們的營業時間為週一至週五 9:00 至 18:00 (歐洲中部時間)。為了安全與增進服務品質，我們可能會錄音及監控來電。

請注意我們並非在給予您投資建議。若您不確定上述改變對於您的影響，請諮詢金融顧問。

誠摯地

Laurence Mumford

M&G (Lux)投資基金(1) 主席

附件：基金公開說明書新舊對照表

[Letterhead of M&G (Lux) Investments Funds 1]

M&G 全球精選股票基金與 M&G 泛歐基金公開說明書更動細節

至 2021 年 7 月 29 日	自 2021 年 7 月 30 日起
M&G 全球精選股票基金	M&G ESG 巴黎協議全球永續股票基金
投資目標	投資目標
本基金的目標係提供於任五年期間內較全球股票市場為高之總報酬（結合資本增長及收益），同時符合 ESG 與永續經營標準。	<p>本基金有兩個目標：</p> <ul style="list-style-type: none"> ● 財務目標：提供於任五年期間內較全球股票市場為高之總報酬（結合資本增長及收益） ● 永續發展目標：投資於對巴黎氣候協定改變目標有貢獻之公司
投資政策	投資政策
<p>本基金投資設立於任何國家（包含新興市場）之各產業及各市值規模具永續發展性公司之股權證券至少達其資產淨值之百分之八十。本基金通常持有少於 40 檔股票。本基金投資符合 ESG 與永續經營標準之有價證券。</p> <p>以下為本基金不得直接投資之種類：</p> <ul style="list-style-type: none"> ● 因規範被排除之樣態：被評估有違反有關人權、勞工權益、環境、反貪污的普遍接受標準之投資 ● 因產業類別或價值排除之樣態：與破壞人類健康、社會福祉、環境之企業活動有關或不符合產業或價值標準之投資。 ● 其他被排除之樣態：其他被評估為違反 ESG 及永續經營標準之投資。 <p>上述所提「被評估」係指符合下方 ESG 資訊章節所載有關 ESG 標準和永續發展標準之內容。更多有關排除投資樣態之資訊，可參考本份文件內容。</p> <p>本基金亦得投資於其他資產，包括集體投資計畫、現金及約當現金、存款及認股權證。</p> <p>本基金得運用衍生性工具以達到避險及有效投資組合管理等目的。</p>	<p>本基金投資設立於任何國家（包含新興市場）之各產業及各市值規模具永續發展性公司之股權證券，至少達其資產淨值之百分之八十。本基金通常持有少於 40 家公司。本基金投資符合 ESG 與永續經營標準之有價證券。</p> <p>以下為本基金不得直接投資之種類：</p> <ul style="list-style-type: none"> ● 因規範被排除之樣態：被評估有違反有關人權、勞工權益、環境、反貪污的普遍接受標準之投資 ● 因產業類別或價值排除之樣態：與破壞人類健康、社會福祉、環境之企業活動有關或不符合產業或價值標準之投資。 ● 其他被排除之樣態：其他被評估為違反 ESG 及永續經營標準之投資。 <p>上述所提「被評估」係指符合下方 ESG 資訊章節所載有關 ESG 標準和永續發展標準之內容。更多有關排除投資樣態之資訊，可參考本份文件內容。</p> <p>本基金亦間接透過基金投資(例如 UCITS 或其他 UCI 包含 M&G 管理的基金)，也可能投資於可轉換證券像是短天期債券和貨幣市場證券作為流動性、現金及約當現金的管理。</p> <p>本基金得運用衍生性工具以達到避險及有效</p>

	投資組合管理等目的。
投資策略	投資策略
<p>投資方法</p> <p>本基金係以全球股票為核心之基金，對於具有永續性商業模式且具競爭優勢特性而得保障其獲利能力之公司進行長期性投資。重點在於，投資管理機構投資於其短期問題已提供明確價值機會之企業。</p> <p>本基金根據個別股票的基本面分析，採用自下而上的股票選擇方法。投資管理機構相信此投資方法形成強大組合，以提供有品質企業之長期複合價值以及公司股價於短期問題解決後之潛在增長。</p> <p>投資流程及與被投資公司之互動亦充分考量包含 ESG 與永續性因素。</p> <p>為了判斷應購買何種有價證券，投資經理人透過以下方法縮減潛在的投資範疇：</p> <ol style="list-style-type: none"> 1. 列於投資政策中的排除名單將會被排除 2. 投資經理人評估剩餘公司的永續性狀態。投資經理人運用內部與外部的研究、結合量化與質化的方法，建立一個具備永續商業經營模式的公司觀察名單。更多有關上述的評估與分析程序，請參照 ESG 與永續性標準的文件。 3. 在這之後，基金經理人會做進一步的基本面分析，包含可能會傷害公司的 ESG 風險，去決定公司的估值以及適合的購買時機，以達成基金的財務目標。基金經理人選擇最適合的資產以建造集中的投資組合。 <p>責任投資方法</p> <ul style="list-style-type: none"> ● 此一基金被歸類於 Planet+ / 永續發展基金。在此一分類，使用最佳選股方法 (best-in-class approach) ● ESG 準則和永續發展準則預期將減少基金投資領域約 20%。 ● 透過 M&G 所有權分析以及第三方的 	<p>投資方法</p> <p>本基金係以全球股票為核心之基金，透過對於低碳濃度或減少碳濃度，而對巴黎協定長期全球暖化目標有貢獻的公司，進行長期投資。低碳濃度是指碳濃度低於本基金指標：加權碳濃度指標「MSCI 全球淨回報指述 (MSCI World Net Return Index)」的 50%。減少碳濃度是指公司以與巴黎協定合致的科學目標或致力於在一定時間內達成該目標。</p> <p>此外，這些公司須有永續性商業模式且具競爭優勢特性而得保障其獲利能力及對減碳的目標之公司進行長期性投資。</p> <p>重點在於，投資管理機構投資於其短期問題已提供明確價值機會之企業。</p> <p>本基金根據個別股票的基本面分析，採用自下而上的股票選擇方法。投資管理機構相信此投資方法形成強大組合，以提供有品質企業之長期複合價值以及公司股價於短期問題解決後之潛在增長。</p> <p>投資流程及與被投資公司之互動亦充分考量包含 ESG 與永續性因素。投資經理人認為對於永續發展公司的主動參與是對永續發展產生正面改變的關鍵因素。更具體來說，氣候考量包含投資於低碳濃度或減少碳濃度之公司，以及其他非強制因素例如公司是否直接透過其產品及服務提供氣候挑戰的解方，扮演決定投資範疇、股票選擇、投資組合建立、及其他永續發展考量的重要角色。本基金原則上會有低於 MSCI 全球淨回報指數一半之碳濃度。</p> <p>為了判斷應購買何種有價證券，投資經理人透過以下方法縮減潛在的投資範疇：</p> <ol style="list-style-type: none"> 1. 列於投資政策中的排除名單將會被排除

<p>ESG 資訊，基金持有的所有有價證券皆通過 ESG 準則與永續發展標準。如同 ESG 標準與永續發展標準所言，現金、近似現金、某些衍伸性金融商品和一些基金無法如同其他投資，以相同標準進行分析。投資經理人會評估這些金融商品是否適合並符合投資目標。</p> <p>基金的 ESG 分類記載於附錄 1「責任投資的 ESG 整合與方法」，投資人能至該章節獲得更多資訊。</p>	<p>2. 投資經理人評估剩餘公司的永續性狀態。投資經理人運用內部與外部的研究、結合量化與質化的方法，建立一個具備永續商業經營模式的公司觀察名單。更多有關上述的評估與分析程序，請參照 ESG 與永續性標準的文件。</p> <p>3. 在這之後，基金經理人會做進一步的基本面分析，包含可能會傷害公司的 ESG 風險，去決定公司的估值以及適合的購買時機，以達成基金的財務目標。基金經理人選擇最適合的資產以建造集中的投資組合。</p> <p>責任投資方法</p> <ul style="list-style-type: none"> ● 此一基金被歸類於 Planet+ / 永續發展基金。在此一分類，使用最佳選股方法 (best-in-class approach) ● 本基金在 SFDR 下分類為 Article 9 基金 ● ESG 準則和永續發展準則預期將減少基金投資領域約 20%。 ● 透過 M&G 所有權分析以及第三方的 ESG 資訊，基金持有的所有有價證券皆通過 ESG 準則與永續發展標準。如同 ESG 標準與永續發展標準所言，現金、近似現金、某些衍伸性金融商品和一些基金無法如同其他投資，以相同標準進行分析。 <p>基金的 ESG 分類記載於公開說明書中附錄 1「責任投資的 ESG 整合與方法」，投資人能至該章節獲得更多資訊。</p>
<p>ESG 資訊</p> <p>投資人能於 M&G 網頁上的基金子頁獲得更多的資訊：</p> <ul style="list-style-type: none"> ● ESG 標準與永續發展標準：在名為「ESG 標準與永續發展標準—M&G 全球精選股票基金」的文件中，包含基金所排除的投資種類。 ● 有關非財務特徵的週期性報告 	<p>ESG 資訊</p> <p>投資人能於 M&G 網頁上的基金子頁獲得更多的資訊：</p> <ul style="list-style-type: none"> ● ESG 標準與永續發展標準：在名為「ESG 標準與永續發展標準—M&G ESG 巴黎協議全球永續股票基金」的文件中，包含基金所排除的投資種類。 ● 適時公布 ESG 與永續發展的年度報告，評估基金之永續發展目標。 ● 有關基金永續發展目標的週期性報告
<p>績效指標</p> <p>MSCI World Net Return Index</p>	<p>績效指標</p> <p>MSCI World Net Return Index</p>

<p>績效指標是可以用來衡量基金業績的比較機制。該綜合指數係衡量本基金績效之參考點，因為它最能反映該基金投資政策的範圍。基金績效指標不限制基金的投資組合建構。</p> <p>本基金採主動式管理。投資管理機構可以自由選擇在基金中購買，持有和出售哪些資產。基金的持有量可能會與績效指標成份股發生重大偏離。</p> <p>本指標並非 ESG 指標，未符合 ESG 標準和永續發展標準。 績效指標以股份級別幣別顯示。</p>	<p>績效指標是可以用來衡量基金業績的比較機制。該指數已被選為該基金的績效指標，因為其最能反映該基金的財務目標。</p> <p>該績效指標亦用來定義低碳濃度的公司。投資經理人考量指標內的加權平均碳濃度來建立投資組合，不限制基金投資組合的建構。</p> <p>本基金採主動式管理，在給定的限制下，投資管理機構可以自由選擇在基金中購買，持有和出售哪些資產。基金的持有量可能會與績效指標成份股發生重大偏離，也因此績效表現與之標有所偏離。</p> <p>本指標並非 ESG 指標，未符合 ESG 標準和永續發展標準。 績效指標以股份級別幣別顯示。</p>
<p>典型投資人概況</p>	<p>典型投資人概況</p>
<p>本基金適合自投資於全球公司之投資組合中同時尋求資本成長及收益，且希望 ESG 因素能被應用於投資之中的零售及機構投資人。基金並不保證能夠達成目標，適合的投資人應了解本基金不保證該等資本成長及收益，而其資本存有風險且其投資標的之價值及任何衍生收入可能有所漲跌之。</p> <p>於各情況下，所有投資人皆被預期將了解投資本基金股份所伴隨之風險。</p> <p>本基金適合計畫持有投資至少 5 年之投資人。</p>	<p>本基金適合自投資於全球公司之投資組合中同時尋求資本成長及收益，且想要投資對於巴黎協議氣候改變目標有貢獻之公司的零售及機構投資人。</p> <p>基金並不保證能夠達成目標，適合的投資人應了解本基金不保證該等資本成長及收益，而其資本存有風險且其投資標的之價值及任何衍生收入可能有所漲跌之。</p> <p>於各情況下，所有投資人皆被預期將了解投資本基金股份所伴隨之風險。</p> <p>本基金適合計畫持有投資至少 5 年之投資人。</p>

<p>至 2021 年 7 月 29 日</p>	<p>自 2021 年 7 月 30 日起</p>
<p>M&G 泛歐基金</p>	<p>M&G ESG 巴黎協議泛歐永續股票基金</p>
<p>投資目標</p>	<p>投資目標</p>
<p>本基金的目標係提供於任五年期間較歐洲股票市場為高之總報酬（結合資本增長及收益），同時應用 ESG 標準和永續發展標準。</p>	<p>本基金有兩個目標：</p> <ul style="list-style-type: none"> ● 財務目標：提供於任五年期間內較歐洲股票市場為高之總報酬（結合資本增長及收益） ● 永續發展目標：投資於對巴黎氣候協定改變目標有貢獻之公司

投資政策	投資政策
<p>本基金投資設立於歐洲或於歐洲進行其主要經濟活動之各產業及各市值規模具永續發展性的公司之股權證券至少達其資產淨值之百分之八十。本基金通常持有少於 35 檔股票。</p> <p>本基金的有價證券投資符合 ESG 標準及永續發展標準。</p> <p>以下為本基金不得直接投資之種類：</p> <ul style="list-style-type: none"> ● 因規範被排除之樣態：被評估有違反有關人權、勞工權益、環境、反貪污的普遍接受標準之投資 ● 因產業類別或價值排除之樣態：與破壞人類健康、社會福祉、環境之企業活動有關或不符合產業或價值標準之投資。 ● 其他被排除之樣態：其他被評估為違反 ESG 及永續經營標準之投資。 <p>上述所提「被評估」係指符合下方 ESG 資訊章節所載有關 ESG 標準和永續發展標準之內容。更多有關排除投資樣態之資訊，可參考本份文件內容。</p> <p>本基金亦得投資於其他資產，包括集體投資計畫、現金及約當現金、存款及認股權證。本基金得運用衍生性工具以達到避險及有效投資組合管理等目的。</p>	<p>本基金投資設立於歐洲或於歐洲進行其主要經濟活動之各產業及各市值規模具永續發展性的公司之股權證券，至少達其資產淨值之百分之八十。本基金通常投資於少於 35 家公司。本基金投資符合 ESG 與永續經營標準之有價證券。</p> <p>以下為本基金不得直接投資之種類：</p> <ul style="list-style-type: none"> ● 因規範被排除之樣態：被評估有違反有關人權、勞工權益、環境、反貪污的普遍接受標準之投資 ● 因產業類別或價值排除之樣態：與破壞人類健康、社會福祉、環境之企業活動有關或不符合產業或價值標準之投資。 ● 其他被排除之樣態：其他被評估為違反 ESG 及永續經營標準之投資。 <p>上述所提「被評估」係指符合下方 ESG 資訊章節所載有關 ESG 標準和永續發展標準之內容。更多有關排除投資樣態之資訊，可參考本份文件內容。</p> <p>本基金亦間接透過基金投資(例如 UCITS 或其他 UCI 包含 M&G 管理的基金)，也可能投資於可轉換證券像是短天期債券和貨幣市場證券作為流動性、現金及約當現金的管理。</p> <p>本基金得運用衍生性工具以達到避險及有效投資組合管理等目的。</p>
投資策略	投資策略
<p>投資方法</p> <p>本基金係以歐洲股票為核心之基金，對於具有永續性商業模式且具競爭優勢特性而得保障其獲利能力之公司進行長期性投資。重點在於，投資管理機構投資於其短期問題已提供明確價值機會之企業。</p> <p>本基金根據個別股票的基本面分析，採用自下而上的股票選擇方法。</p> <p>投資管理機構相信此投資方法形成強大組合，以提供有品質企業之長期複合價值以及</p>	<p>投資方法</p> <p>本基金係以歐洲股票為核心之基金，對於透過低碳濃度或減少碳濃度，對巴黎協定長期全球暖化目標有貢獻的具有續性公司，進行長期投資。低碳濃度是指碳濃度低於本基金指標：加權碳濃度指標「MSCI 歐洲淨回報指數 (MSCI Europe Net Return Index)」的 50%。減少碳濃度是指公司以與巴黎協定合致的科學目標或致力於在一定時間內達成該目標。</p>

<p>公司股價於短期問題解決後之潛在增長。投資流程及與被投資公司之互動亦充分考量包含 ESG 與永續性因素，如同在後方「責任投資方法」部分所述。</p> <p>為了判斷應購買何種有價證券，投資經理人透過以下方法縮減潛在的投資範疇：</p> <ol style="list-style-type: none"> 1. 列於投資政策中的排除名單將會被排除 2. 投資經理人評估剩餘公司的永續性狀態。投資經理人運用內部與外部的研究、結合量化與質化的方法，建立一個具備永續商業經營模式的公司觀察名單。更多有關上述的評估與分析程序，請參照 ESG 與永續性標準的文件。 3. 在這之後，基金經理人會做進一步的基本面分析，包含可能會傷害公司的 ESG 風險，去決定公司的估值以及適合的購買時機，以達成基金的財務目標。基金經理人選擇最適合的資產以建造集中的投資組合。 <p>責任投資方法</p> <ul style="list-style-type: none"> ● 此一基金被歸類於 Planet+ / 永續發展基金。在此一分類，使用最佳選股方法 (best-in-class approach) ● ESG 標準和永續發展標準預期將減少基金投資領域約 20%。 ● 透過 M&G 所有權分析以及第三方的 ESG 資訊，基金持有的所有有價證券皆通過 ESG 標準與永續發展標準。如同 ESG 標準與永續發展標準所言，現金、近似現金、某些衍伸性金融商品和一些基金無法如同其他投資，以相同標準進行分析。投資經理人會評估這些金融商品是否適合並符合投資目標。 <p>基金的 ESG 分類記載於附錄 1「責任投資的 ESG 整合與方法」，投資人能至該章節獲得更多資訊。</p>	<p>此外，這些公司須有永續性商業模式且具競爭優勢特性而得保障其獲利能力及對減碳的目標之公司進行長期性投資。</p> <p>重點在於，投資管理機構投資於其短期問題已提供明確價值機會之企業。</p> <p>本基金根據個別股票的基本面分析，採用自下而上的股票選擇方法。投資管理機構相信此投資方法形成強大組合，以提供有品質企業之長期複合價值以及公司股價於短期問題解決後之潛在增長。</p> <p>投資流程及與被投資公司之互動亦充分考量包含 ESG 與永續性因素。投資經理人認為對於永續發展公司的主動參與是對永續發展產生正面改變的關鍵因素。更具體來說，氣候考量包含投資於低碳濃度或減少碳濃度之公司，以及其他非強制因素例如公司是否直接透過其產品及服務提供氣候挑戰的解方，扮演決定投資範疇、股票選擇、投資組合建立、及其他永續發展考量的重要角色。本基金原則上會有低於 MSCI 歐洲淨回報指數一半之碳濃度</p> <p>為了判斷應購買何種有價證券，投資經理人透過以下方法縮減潛在的投資範疇：</p> <ol style="list-style-type: none"> 1. 列於投資政策中的排除名單將會被排除 2. 投資經理人評估剩餘公司的永續性狀態。投資經理人運用內部與外部的研究、結合量化與質化的方法，建立一個具備永續商業經營模式的公司觀察名單。更多有關上述的評估與分析程序，請參照 ESG 與永續性標準的文件。 3. 在這之後，基金經理人會做進一步的基本面分析，包含可能會傷害公司的 ESG 風險，去決定公司的估值以及適合的購買時機，以達成基金的財務目標。基金經理人選擇最適合的資產以建造集中的投資組合。
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	<p>- 責任投資方法</p> <ul style="list-style-type: none"> ● 此一基金被歸類於 Planet+ / 永續發展基金。在此一分類，使用最佳選股方法 (best-in-class approach) ● 本基金在 SFDR 下分類為 Article 9 基金 ● ESG 準則和永續發展準則預期將減少基金投資領域約 20%。 ● 透過 M&G 專有分析以及第三方的 ESG 資訊，基金所有持有的有價證券皆通過 ESG 準則與永續發展標準。如同 ESG 標準與永續發展標準所述，現金、近似現金、某些衍性金融商品和一些基金無法如同其他投資，以相同標準進行分析。投資經理人將評估這些與投資目標有關的工具。 <p>基金的 ESG 分類記載於公開說明書中附錄 1「責任投資的 ESG 整合與方法」，投資人能至該章節獲得更多資訊。</p>
ESG 資訊	ESG 資訊
<p>投資人能於 M&G 網頁上的基金子頁獲得更多的資訊：</p> <ul style="list-style-type: none"> ● ESG 標準與永續發展標準：在名為「ESG 標準與永續發展標準—M&G 泛歐基金」的文件中，包含基金所排除的投資種類。 ● 有關非財務特徵的週期性報告 	<p>投資人能於 M&G 網頁上的基金子頁獲得更多的資訊：</p> <ul style="list-style-type: none"> ● ESG 標準與永續發展標準：在名為「ESG 標準與永續發展標準—M&G ESG 巴黎協議泛歐永續股票基金」的文件中，包含基金所排除的投資種類。 ● 有關非財務特徵的週期性報告
績效指標	績效指標
<p>MSCI Europe Net Return Index</p> <p>績效指標是可以用來衡量基金業績的比較機制。該綜合指數係衡量本基金績效之參考點，因為它最能反映該基金投資政策的範圍。基金績效指標不限制基金的投資組合建構。</p> <p>本基金受積極管理。此指數係本基金衡量績效之參考點。</p> <p>本指標並非 ESG 指標，未符合 ESG 標準與永續發展標準。</p> <p>績效指標以股份級別幣別顯示。</p>	<p>MSCI Europe Net Return Index</p> <p>績效指標是可以用來衡量基金表現的比較機制。該指數已被選為該基金的績效指標，因為其最能反映該基金的財務目標。</p> <p>該績效指標亦用來定義低碳濃度的公司。投資經理人考量指標內的加權平均碳濃度來建立投資組合，不限制基金投資組合的建構。</p> <p>本基金採主動式管理，在給定的限制下，投資管理機構可以自由選擇在基金中購買，持有和出售哪些資產。基金的持有量可能會與</p>

	<p>績效指標成份股發生重大偏離，也因此績效表現與之標有所偏離。</p> <p>本指標並非 ESG 指標，未符合 ESG 標準和永續發展標準。</p>
典型投資人概況	典型投資人概況
<p>本基金適合自投資於歐洲公司之投資組合中同時尋求資本成長及收益，且想要投資應用 ESG 因素的基金之零售及機構投資人。</p> <p>基金不保證能夠達成目標，適合的投資人應了解基金不保證該等資本成長及收益，而其資本存有風險且其投資標的之價值及任何衍生收入可能有所漲跌。</p> <p>於各情況下，所有投資人皆被預期將了解投資本基金股份所伴隨之風險。</p> <p>本基金適合計畫持有投資至少 5 年之投資人。</p>	<p>本基金適合想投資於歐洲公司之投資組合，同時尋求資本成長及收益，且尋求投資對於巴黎協議氣候改變目標有貢獻之公司的零售及機構投資人。</p> <p>基金不保證能夠達成目標，適合的投資人應了解基金不保證該等資本成長及收益，而其資本存有風險且其投資標的之價值及任何衍生收入可能有所漲跌。</p> <p>於各情況下，所有投資人皆被預期將了解投資本基金股份所伴隨之風險。</p> <p>本基金適合計畫持有投資至少 5 年之投資人。</p>

<Name>
<Address 1>
<Address 2>
<Address 3>
<County>
<Postcode>
<Country>

Dear Investor

Important changes to

- **M&G (Lux) Global Select Fund and**
- **M&G (Lux) Pan European Select Fund**

(each a “Fund”, together the “Funds”), all sub-funds of M&G (Lux) Investment Funds 1

You do not need to take any action, but we recommend that you read this letter carefully.

Defined terms used in this letter have the same meaning as in the Prospectus.

I am writing to inform you of changes we are making to the Funds to enhance their Environmental, Social and Governance (ESG) profiles and provide greater clarity on the ESG outcomes they seek to deliver in addition to their financial objectives.

In order to achieve this, effective from 30 July 2021 (the ‘Effective Date’):

- A ‘sustainable’ (ie non-financial) objective will be added to each Fund’s investment objective, supplementing their existing financial objective.
- The Funds will be renamed “M&G (Lux) Global **Sustain Paris Aligned** Fund” and M&G (Lux) Pan European **Sustain Paris Aligned** Fund”.
- Each Fund’s investment strategy will be updated to provide details on how it will select companies to meet its sustainable objective.

This letter provides details on the reasons for the changes, and a full comparison of the current and updated Prospectus Fund disclosures (which can be found in the table at the end of this letter).

Please note that there will be no change to the Funds’ financial objectives, nor to their overall risk profiles.

continued overleaf

- **Introduction of a sustainable objective**

From the Effective Date, the following 'sustainable objective' will be added to each Fund's investment objective:

"To invest in companies that contribute towards the Paris Agreement climate change goal".

By investing in companies which are either Low Carbon Intensity or Reducing Carbon Intensity, (as explained below), the Funds will seek to contribute to the long-term objectives of the Paris Agreement, which aims to limit global temperature increase to well below 2 degrees above pre-industrial levels by the end of this century.

Whilst ESG considerations have always formed an integral part of both Funds' investment strategies, the inclusion of a clear and specific sustainable objective will further enhance their ESG profiles and provide greater clarity for investors on what the Fund aims to achieve.

Please note that each Fund's financial objective of delivering a higher return (the combination of capital growth and income) than its benchmark will remain unchanged. In addition, the Investment Manager has assessed the potential impact of the change and believes that the introduction of the sustainable objective will have no adverse impact on the Funds' financial objective.

- **Fund name changes**

The M&G (Lux) Global Select Fund will be renamed **M&G (Lux) Global Sustain Paris Aligned Fund**. The M&G (Lux) Pan European Select Fund will be renamed **M&G (Lux) Pan European Sustain Paris Aligned Fund**.

Both Funds actively engage with the companies they are invested in as they seek to support them in their efforts to sustain financial growth and improve their ESG credentials, a key part of which is carbon emission reduction. The new fund names will better reflect the Funds' investment strategies and their focus on making long-term investments in sustainable companies combining characteristics including financial strength, competitive advantage and ability to sustain low carbon emissions.

- **Changes to the Investment Strategy wording**

Each Fund's investment approach (included within the Investment Strategy section of the Prospectus disclosures) will be updated to provide details on the types of companies that contribute to the new sustainable objective. Qualifying companies are:

- Low Carbon Intensity companies, defined as having a weighted average carbon intensity (the measure of a company's carbon emissions produced in relation to its product sales) lower than 50% of the weighted carbon intensity of each Fund's respective benchmark.

continued

- Reducing Carbon Intensity companies, which have science-based targets aligned with the Paris Agreement or have committed to having them in place in a defined time period.

A single company may meet one or both criteria.

Other factors such as a company's potential to provide direct solutions to the climate challenge through their products and services will also form part of the assessment considerations.

Additional information on each Fund's Responsible Investment Approach and ESG characteristics will be included in their respective ESG Criteria and Sustainability Criteria documents. These will be available from 30 July 2021 on each Fund's information page on the M&G website.

Will the changes result in any changes to the Funds' portfolios?

- There will be no change to M&G (Lux) Global Select Fund's portfolio as a result of the changes.
- In the case of the M&G (Lux) Pan European Select Fund, based on the Fund's holdings as at 18 May 2021, the changes will require a realignment of around 8% of the portfolio. This is expected to result in transaction costs estimated at circa. 0.03% of the Fund's value and will be borne by the Fund, which will impact performance by an equivalent amount.

Administration costs associated with the changes

All administration costs associated with implementing the changes will be borne by M&G.

Making changes to your investment

You may sell your investment, or switch it to another sub-fund of the Company or M&G fund, free of charge, at any point before or after the changes have taken place subject to our terms and conditions.

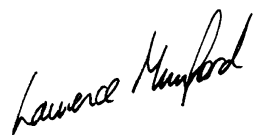
For more information

If you are in any doubt as to the action to be taken or require further information, please do not hesitate to contact your usual M&G contact or, for operational queries, our **Customer Services** team by email at csmandg@rbc.com. We are open from 09:00 to 18:00 CET Monday to Friday. For security and to improve the quality of our service we may record and monitor telephone calls.

continued overleaf

Please be aware that we are not in a position to give you investment advice. If you are uncertain as to how the changes may affect you, you should consult a financial adviser.

Yours Sincerely

A handwritten signature in black ink, reading "Laurence Mumford". The signature is written in a cursive style with a large, stylized 'L' and 'M'.

Laurence Mumford
Chair, M&G (Lux) Investment Funds 1

Encl: Comparison of previous and new wording for the Funds' Prospectus disclosures

M&G (Lux) Global Select Fund and M&G (Lux) Pan European Select Fund
Details of changes to Prospectus Fund disclosures

Effective until 29 July 2021	Effective from 30 July 2021
M&G (Lux) Global Select Fund	M&G (Lux) Global Sustain Paris Aligned Fund
Investment Objective	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 while applying ESG Criteria and Sustainability Criteria.	<p>The Fund has two aims:</p> <ul style="list-style-type: none"> 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	Investment policy
<p>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.</p> <p>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:</p> <ul style="list-style-type: none"> 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, 	<p>The Fund invests at least 80% of its Net Asset Value in the equity securities of sustainable companies across any sectors and market capitalisation that are domiciled in any country, including emerging markets. The Fund has a concentrated portfolio of usually fewer than 40 companies.</p> <p>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:</p> <ul style="list-style-type: none"> 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

<p>societal wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.</p> <ul style="list-style-type: none"> Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria. <p style="text-align: right;">(continued overleaf)</p> <p>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.</p> <p>The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.</p> <p>The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.</p>	<p>wellbeing, the environment, or otherwise assessed to be misaligned with the Fund's sector-based and/or values-based criteria.</p> <ul style="list-style-type: none"> Other exclusions: investments assessed to be otherwise in conflict with the ESG Criteria and Sustainability Criteria. <p style="text-align: right;">(continued overleaf)</p> <p>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.</p> <p>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.</p> <p>The Fund may use derivatives for efficient portfolio management and hedging.</p>
<p>Investment Strategy</p>	<p>Investment Strategy</p>
<p>- Investment Approach</p> <p>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.</p> <p>The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.</p> <p>The Investment Manager believes that this approach offers a powerful combination, providing the long-term compounded value of quality businesses, as well as the</p>	<p>- Investment Approach</p> <p>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.</p> <p>In addition, these companies need to demonstrate sustainable business models competitively positioned to protect their profitability as well as an ongoing commitment to</p>

<p>potential boost to a company's share price when a short-term issue has been resolved.</p> <p>Sustainability considerations encompassing ESG Factors are fully integrated into the investment process through ongoing engagement with investee companies.</p> <p>In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:</p> <ol style="list-style-type: none"> 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 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. (continued) 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. <ul style="list-style-type: none"> - Responsible Investment Approach <ul style="list-style-type: none"> • 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 	<p>decarbonisation.</p> <p>Importantly, the Investment Manager invests in businesses where short-term issues have provided a clear valuation opportunity.</p> <p>The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.</p> <p>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.</p> <p style="text-align: right;">(continued)</p> <p>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.</p> <p>In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:</p>
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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" of this Prospectus. Investors should refer to that section for further details.

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 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.
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 Fund is categorised as an Article 9 fund under SFDR.
- The ESG Criteria and Sustainability Criteria are anticipated to reduce the Fund's investment universe by at least 20%.

(continued overleaf)

- 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

	<p>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.</p> <p>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.</p>
ESG Information	ESG Information
<p>Additional information is available to investors on the Fund page of the M&G website:</p> <ul style="list-style-type: none"> • 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 non-financial characteristics. 	<p>Additional information is available to investors on the Fund page of the M&G website:</p> <ul style="list-style-type: none"> • 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	Benchmark
<p>MSCI World Net Return Index</p> <p>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.</p> <p>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.</p> <p>The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria</p>	<p>MSCI World Net Return Index</p> <p>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.</p> <p>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.</p> <p>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</p>

<p>and Sustainability Criteria.</p> <p>The benchmark is shown in the share class currency.</p>	<p>holdings may deviate significantly from the benchmark's constituents, and as a result the Fund's performance may deviate materially from the benchmark.</p> <p>The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.</p> <p>The benchmark is shown in the share class currency.</p>
Profile of Typical Investor	Profile of Typical Investor
<p>The Fund is suitable for retail and Institutional Investors seeking to gain a combination of capital growth and income from a portfolio that invests in a range of companies globally, and who want a fund that applies ESG Factors when investing.</p> <p>There is no guarantee that the Fund will achieve its objective. Suitable investors should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.</p> <p>In each case it is expected that all investors will understand and appreciate the risks associated with investing in Shares of the Fund.</p> <p>This Fund may be suitable for investors who have an investment time horizon of at least five years.</p>	<p>The Fund is suitable for retail and Institutional Investors seeking a combination of capital growth and income from a portfolio that invests in a range of companies globally, that contribute to the Paris Agreement climate change goal.</p> <p>There is no guarantee that the Fund will achieve its objective. Suitable investors should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.</p> <p>In each case it is expected that all investors will understand and appreciate the risks associated with investing in Shares of the Fund.</p> <p>This Fund may be suitable for investors who have an investment time horizon of at least five years.</p>

Effective until 29 July 2021	Effective from 30 July 2021
M&G (Lux) Pan European Select Fund	M&G Pan European Sustain Paris Aligned Fund
Investment Objective	Investment Objective

<p>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.</p>	<p>The Fund has two aims:</p> <ul style="list-style-type: none"> 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.
<p>Investment Policy</p>	<p>Investment Policy</p>
<p>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.</p> <p>The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.</p> <p style="text-align: right;">(continued overleaf)</p> <p>The following types of exclusions apply to the Fund’s direct investments:</p> <ul style="list-style-type: none"> 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. <p>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</p>	<p>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.</p> <p>The Fund invests in securities that meet the ESG Criteria and Sustainability Criteria.</p> <p style="text-align: right;">(continued overleaf)</p> <p>The following types of exclusions apply to the Fund’s direct investments:</p> <ul style="list-style-type: none"> 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. <p>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</p>

<p>this document.</p> <p>The Fund may also invest in other assets including collective investment schemes, cash and near cash, deposits and warrants.</p> <p>The Fund may use derivative instruments for the purposes of hedging and efficient portfolio management.</p>	<p>information on the exclusions applicable to the Fund can be found in this document.</p> <p>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.</p> <p>The Fund may use derivatives for efficient portfolio management and hedging.</p>
<p>Investment Strategy</p> <p>- Investment Approach</p> <p>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.</p> <p>The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.</p> <p>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.</p> <p>Sustainability considerations encompassing ESG Factors are fully integrated into the investment process through ongoing engagement with investee companies.</p> <p style="text-align: right;">(continued)</p> <p>In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:</p> <ol style="list-style-type: none"> 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 these companies using 	<p>Investment Strategy</p> <p>- Investment Approach</p> <p>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.</p> <p>In addition, these companies need to demonstrate sustainable business models competitively positioned to protect their profitability as well as an ongoing commitment to decarbonisation.</p> <p>Importantly, the Investment Manager invests in businesses where short-term issues have provided a clear valuation opportunity.</p> <p style="text-align: right;">(continued)</p> <p>The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies.</p> <p>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.</p>

<p>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.</p> <p>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.</p> <ul style="list-style-type: none"> - 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. <p>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.</p>	<p>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.</p> <p>In order to identify securities for purchase, the Investment Manager reduces the potential investment universe as follows:</p> <ol style="list-style-type: none"> 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 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. 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. <p>The Investment Manager selects the most suitable assets to build a concentrated and high-conviction portfolio.</p> <ul style="list-style-type: none"> - Responsible Investment Approach
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	<ul style="list-style-type: none"> The Fund is categorised as Planet+ / Sustainable. Within this category, the Best-in-Class approach is applied. <p style="text-align: right;">(continued overleaf)</p> <ul style="list-style-type: none"> The Fund is categorised as an Article 9 fund under SFDR. 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. <p>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.</p>
ESG Information	ESG Information
<p>Additional information is available to investors on the Fund page of the M&G website:</p> <ul style="list-style-type: none"> 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 non-financial characteristics. 	<p>Additional information is available to investors on the Fund page of the M&G website:</p> <ul style="list-style-type: none"> 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. Periodic reporting against the Fund's non-financial characteristics.
Benchmark	Benchmark
MSCI Europe Net Return Index	MSCI Europe Net Return Index

<p>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.</p> <p>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.</p> <p>The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.</p> <p>The benchmark is shown in the share class currency.</p>	<p>The benchmark is a comparator against which the Fund's total return 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 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.</p> <p>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.</p> <p>The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria.</p>
<p>Profile of Typical Investor</p> <p>The Fund is suitable for retail and Institutional Investors seeking to gain a combination of capital growth and income from a portfolio that invests in a range of European companies, and who want a fund that applies ESG Factors when investing.</p> <p>There is no guarantee that the Fund will achieve its objective. Suitable investors should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.</p> <p>In each case it is expected that all investors will understand and appreciate the risks associated with investing in Shares of the Fund.</p> <p>This Fund may be suitable for investors who have an investment time horizon of at least five years.</p>	<p>Profile of Typical Investor</p> <p>The Fund is suitable for retail and Institutional Investors seeking a combination of capital growth and income from a portfolio that invests in a range of European companies, that contribute to the Paris Agreement climate change goal.</p> <p>There is no guarantee that the Fund will achieve its objective. Suitable investors should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.</p> <p>In each case it is expected that all investors will understand and appreciate the risks associated with investing in Shares of the Fund.</p> <p>This Fund may be suitable for investors who have an investment time horizon of at least five years.</p>