

# M&G Positive Impact Fund Sterling Class I – Accumulation shares

Monthly Fund Review as at 31 May 2024

For investment professionals only

## Highlights

- In May, stockpicking in technology and financials proved particularly detrimental to relative performance. The fund's overweight to healthcare and underweight to technology also had a negative impact on relative returns. In contrast, stock selection in communication services and industrials boosted relative performance, as did the fund's underweight to consumer discretionary.
- Key detractors from relative performance included Bank of Georgia and Horiba. The passing of Georgia's controversial new "foreign agent" law has dented the former's share price. The top contributors to relative performance were pharmaceutical company ALK-Abelló and telecoms infrastructure business Helios Towers.

## The main risks associated with this fund

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

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

The fund holds a small number of investments, and therefore a fall in the value of a single investment may have a greater impact than if it held a larger number of investments.

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

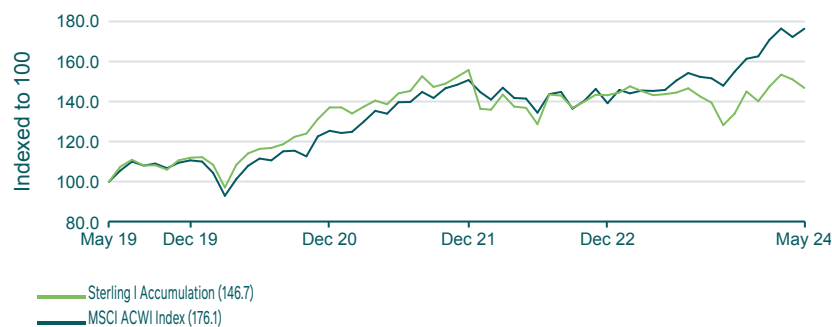
Investing in emerging markets involves a greater risk of loss as there may be difficulties in buying, selling, safekeeping or valuing investments in such countries.

Further risk factors that apply to the fund can be found in the fund's Prospectus.

## Single year performance (5 years)

	2023	2022	2021	2020	2019
Sterling I Accumulation	1.3%	-8.1%	13.6%	22.4%	29.0%
MSCI ACWI Index	15.9%	-7.6%	20.1%	13.2%	22.4%
Sector	12.7%	-11.3%	17.6%	14.8%	22.0%

## Performance over 5 years



## Fund performance

	1 month	3 months	YTD	1 year	3 years p.a.	5 years p.a.
Sterling I Accumulation	-2.8%	-0.4%	1.2%	2.2%	1.9%	8.0%
MSCI ACWI Index	2.4%	3.3%	9.2%	20.8%	9.6%	12.0%
Sector	1.3%	2.2%	6.7%	15.6%	5.6%	9.5%

Past performance is not a guide to future performance.

**Performance comparison:** The fund is actively managed. The benchmark is a target which the fund seeks to outperform. The index has been chosen as the fund's target benchmark as it best reflects the scope of the fund's investment policy. The target benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

Source: Morningstar, Inc and M&G, as at 31 May 2024. Returns are calculated on a price to price basis with income reinvested. Benchmark returns stated in GBP terms.

Performance charts © 2024 Morningstar Inc., All Rights Reserved. The information contained within: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

## Key information

Fund manager(s)	John William Olsen
Fund manager tenure from	20 November 2018
Deputy fund manager(s)	Thembeke Stemela
ISIN	GB00BG886B02
Launch date of fund	20 November 2018
Launch of share class	20 November 2018
Fund size (millions)	£ 203.15
Benchmark(s)	MSCI ACWI Index
Benchmark type	Target
Sector	IA Global sector
Number of companies	34
Historic yield	0.92%
Portfolio turnover over 12 months	20.74%
VaR	9.19%
Payment dates	May
Ex-dividend dates	Apr

## Charges

Maximum entry charge	0.00%
Ongoing charge	0.70%

## Risk characteristics

As at 31/05/2024	Fund
Alpha (%)	-7.37
Information ratio	-0.80
Sharpe Ratio	0.02
Historic tracking error (%)	9.61
Beta	1.09
Standard deviation (%)	15.49
Forecast tracking error (active risk, %)	6.07
Active share (%)	97.70

## Things you should know

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

## Fund ratings as at 31 May 2024

Morningstar Medalist Rating™	Analyst-Driven %
	55
	Data Coverage %
	98

Overall Morningstar rating  
3D Investing (Square Mile) Rating  
Financial Express Crown Rating

Source of Morningstar ratings: Morningstar  
Source: Square Mile  
Source: Financial Express

Ratings should not be taken as a recommendation.



## Sustainable Development Goal breakdown (%)

	Fund
SDG3: Good Health and Well-being	38.8
SDG9: Industry, Innovation and Infrastructure	30.7
SDG12: Responsible Consumption and Production	9.6
SDG8: Decent Work and Economic Growth	8.6
SDG11: Sustainable Cities and Communities	5.4
SDG7: Affordable and Clean Energy	3.8
SDG5: Gender Equality	1.7
Cash	1.5

## Industry breakdown (%)

	Fund	Index	Relative weight
Health care	35.6	10.9	24.6
Industrials	22.0	10.7	11.3
Information technology	16.2	24.2	-8.0
Financials	11.5	16.0	-4.5
Consumer discretionary	4.2	10.4	-6.2
Utilities	3.0	2.7	0.3
Communication services	2.9	7.8	-4.9
Materials	2.5	4.2	-1.7
Real Estate	0.7	2.1	-1.4
Consumer staples	0.0	6.4	-6.4
Energy	0.0	4.5	-4.5
Other	0.0	0.1	-0.1
Cash	1.5	0.0	1.5

## Largest overweights (%)

	Fund	Index	Relative weight
Novo Nordisk	7.7	0.6	7.1
Schneider Electric	6.7	0.2	6.5
Johnson Controls International	5.8	0.1	5.7
Republic Services	4.7	0.1	4.7
ON Semiconductor	4.7	0.0	4.7
Unitedhealth Group	5.2	0.6	4.6
Thermo Fisher Scientific	4.8	0.3	4.5
HDFC Bank	4.4	0.1	4.3
ALK Abello	3.8	0.0	3.8
Quest Diagnostics Incorporated	3.7	0.0	3.7

## Largest holdings (%)

	Fund	Index	Relative weight
Novo Nordisk	7.7	0.6	7.1
Schneider Electric	6.7	0.2	6.5
Johnson Controls International	5.8	0.1	5.7
Unitedhealth Group	5.2	0.6	4.6
Thermo Fisher Scientific	4.8	0.3	4.5
Republic Services	4.7	0.1	4.7
ON Semiconductor	4.7	0.0	4.7
HDFC Bank	4.4	0.1	4.3
ALK Abello	3.8	0.0	3.8
Quest Diagnostics Incorporated	3.7	0.0	3.7

## Geographical breakdown (%)

	Fund	Index	Relative weight
US	59.7	65.7	-6.1
Europe	19.2	13.1	6.1
Emerging markets	12.9	10.7	2.2
Developed Asia	6.8	7.7	-0.9
Other	0.0	2.7	-2.7
Cash	1.5	0.0	1.5

## Largest underweights (%)

	Fund	Index	Relative weight
Microsoft	0.0	4.1	-4.1
Apple	0.0	3.9	-3.9
Nvidia Corporation	0.0	3.8	-3.8
Alphabet	0.0	2.6	-2.6
Amazon	0.0	2.3	-2.3
Facebook	0.0	1.4	-1.4
ELI Lilly and Company	0.0	0.9	-0.9
Taiwan Semiconductor	0.0	0.9	-0.9
Broadcom	0.0	0.8	-0.8
JP Morgan	0.0	0.8	-0.8

## Company type breakdown (%)

	Fund
Leader	36.5
Enabler	32.3
Pioneer	29.7
Cash	1.5

## Capitalisation breakdown (%)

	Fund	Index	Relative weight
Mega cap (> \$50bn)	36.5	69.4	-32.9
Large cap (\$10 - \$50bn)	36.7	26.0	10.7
Mid cap (\$2 - \$10bn)	19.0	4.6	14.4
Small cap (< \$2bn)	6.3	0.0	6.3
Cash	1.5	0.0	1.5

## Impact area breakdown (%)

	Fund
Better health, saving lives	35.6
Environmental solutions	24.9
Social inclusion	15.2
Circular economy	14.3
Climate action	7.0
Better Work and Education	1.5
Cash	1.5

## Fund codes and charges

Share class	ISIN	Bloomberg	Currency	Share class launch date	Ongoing charge	Historic yield	Minimum initial investment	Minimum top up investment
Sterling A Acc	GB00BG884724	MGPIGAA	GBP	20/11/2018	1.10%	0.55%	£500	£100
Sterling A Inc	GB00BG886760	MGPIGAI	GBP	20/11/2018	1.10%	1.61%	£500	£100
Sterling I Acc	GB00BG886B02	MGPIGIA	GBP	20/11/2018	0.70%	0.92%	£500,000	£10,000
Sterling I Inc	GB00BG886C19	MGPIGII	GBP	20/11/2018	0.70%	1.60%	£500,000	£10,000
Sterling L Acc	GB00BG886D26	MGPIGLA	GBP	20/11/2018	0.50%	1.11%	-	-
Sterling L Inc	GB00BG886F40	MGPIGLI	GBP	20/11/2018	0.50%	1.60%	-	-
Sterling R Acc	GB00BG886877	MGPIGRA	GBP	20/11/2018	0.95%	0.69%	£500	£100
Sterling R Inc	GB00BG886984	MGPIGRI	GBP	20/11/2018	0.95%	1.60%	£500	£100

Any ongoing charge figure with \* indicates an estimate. The ongoing charge figure may vary from year to year and excludes portfolio transaction costs. The charges are mostly, if not exclusively, the Annual Charge which may be discounted depending on the size of the fund. For further details, please see the fund's Key Investor Information Document (KIID). The fund's annual report for each financial year will include details on the exact charges made. Please go to [www.mandg.co.uk/literature](http://www.mandg.co.uk/literature) to view the Costs and charges illustration which contains information on the costs and charges applicable to your chosen fund and share class.

Please note that not all of the share classes listed above might be available in your country. Please see the Important Information for Investors document and the relevant fund's Prospectus for more information on the risks associated with this fund and which share classes are available for which product and which investor type.

## Important information

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The M&G Positive Impact Fund is a sub-fund of M&G Investment Funds (10).

The Morningstar Overall Rating based on the fund's Sterling Class I shares. Copyright © 2024 Morningstar UK Limited. All Rights Reserved. Ratings should not be taken as recommendation.

Company type breakdown (%)

- Pioneers: companies whose products or services have a transformational effect on society or the environment
- Enablers: companies which provide tools for others to deliver positive social or environmental impact
- Leaders: companies which spearhead and mainstream impact in their industry

The 17 United Nations Sustainable Development Goals (SDGs) are a universal call to action to end poverty, protect the planet and ensure that all people enjoy peace and prosperity. Holdings in the fund are assigned a primary SDG most closely aligned with a company's intended impact, although they may also touch on other SDGs in the course of their operations.

The fund embraces the United Nations Sustainable Development Goals (SDG) framework and invests in companies focused on six key areas, mapped against the SDGs. On the environmental side, these are: climate action; environmental solutions; and circular economy. On the social side, these are: improving health, saving lives; better working conditions; and social inclusion.

The value of investments will fluctuate, which will cause fund prices to fall as well as rise and investors may not get back the original amount invested. **For financial advisers only. Not for onward distribution. No other persons should rely on any information contained within.**

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