

M&G Global Emerging Markets Fund Sterling Class I – Accumulation shares

Monthly Fund Review as at 31 May 2024

For investment professionals only

Highlights

- In May, emerging markets lagged global equities (the MSCI ACWI).
- Key contributors to the performance were Samsung Fire & Marine Insurance, an insurance company based in South Korea; Ping An Insurance, a Chinese financial services holding company; and KE Holdings, a Chinese real estate holding company. Holding AIA Group, a Hong Kong-based multinational insurance and finance corporation, also contributed to the fund's performance. However, Brazilian companies 3R Petroleum and Raizen, a sugar and ethanol refiner, as well as preference shares in South Korean multinational Samsung Electronics were among the key detractors. Not holding PDD Holdings, a Chinese online retailer, Mediatek, a Taiwanese fabless semiconductor company, and Tencent, a Chinese multinational technology conglomerate, also negatively impacted the portfolio's performance.
- During the month, we initiated new positions in Prosus, MRV Engenharia, SPAR Group, Bank Rakyat Indonesia and Localiza Rent A Car and exited our holding in China Merchants Bank.

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.

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.

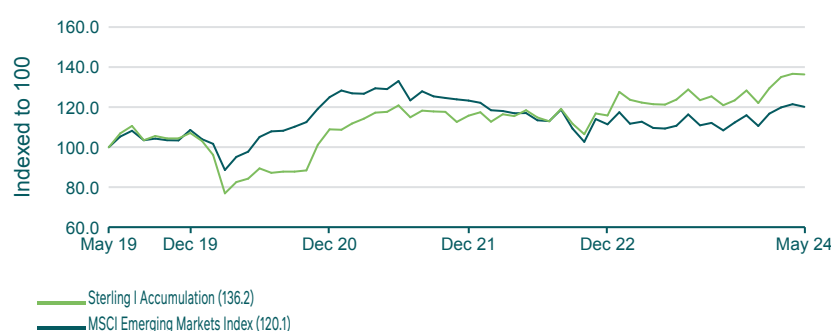
The fund can be exposed to different currencies. Movements in currency exchange rates may adversely affect the value of your investment.

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

Single year performance (5 years)

	2023	2022	2021	2020	2019
■ Sterling I Accumulation	10.7%	0.1%	6.2%	1.6%	19.5%
■ MSCI Emerging Markets Index	4.0%	-9.6%	-1.3%	15.0%	14.3%
■ Sector	4.3%	-12.4%	-0.4%	13.6%	15.8%

Performance over 5 years



Fund performance

	1 month	3 months	YTD	1 year	3 years p.a.	5 years p.a.
■ Sterling I Accumulation	-0.2%	5.3%	6.2%	12.3%	5.0%	6.4%
■ MSCI Emerging Markets Index	-1.1%	2.9%	3.7%	9.9%	-2.3%	3.7%
■ Sector	-0.9%	2.6%	3.7%	9.4%	-2.9%	3.0%

Past performance is not a guide to future performance.

Performance comparison: 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 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 fund 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.

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)	Michael Bourke
Fund manager tenure from	30 September 2018
ISIN	GB00B3FFXX47
Launch date of fund	05 February 2009
Launch of share class	05 February 2009
Fund size (millions)	£ 620.13
Benchmark(s)	MSCI Emerging Markets Index
Benchmark type	Target
Sector	IA Global Emerging Markets sector
Number of companies	81
Historic yield	2.30%
Portfolio turnover over 12 months	50.28%
VaR	9.59%
Payment dates	Mar
Ex-dividend dates	Feb

Charges

Maximum entry charge	0.00%
Ongoing charge	0.77%

Risk characteristics

As at 31/05/2024	Fund
Alpha (%)	6.84
Information ratio	1.26
Sharpe Ratio	0.22
Historic tracking error (%)	5.83
Beta	0.91
Standard deviation (%)	13.77
Forecast tracking error (active risk, %)	5.56
Active share (%)	83.44

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 %
Bronze	100
	Data Coverage %
	100

Overall Morningstar rating
Financial Express Crown Rating



Source of Morningstar ratings: Morningstar
Source: Financial Express

Ratings should not be taken as a recommendation.

Industry breakdown (%)

	Fund	Index	Relative weight
Financials	28.0	22.0	6.0
Consumer discretionary	18.5	12.8	5.7
Information technology	15.4	23.2	-7.8
Industrials	8.2	7.1	1.1
Materials	7.6	7.3	0.3
Energy	5.1	5.3	-0.2
Real Estate	4.8	1.6	3.3
Communication services	3.5	9.0	-5.5
Health care	2.9	3.2	-0.4
Utilities	2.5	3.1	-0.5
Consumer staples	2.3	5.4	-3.2
Cash	1.3	0.0	1.2

Country breakdown (%)

	Fund	Index	Relative weight
China	24.6	26.7	-2.2
South Korea	17.2	11.6	5.6
Brazil	10.2	4.6	5.7
South Africa	7.3	2.6	4.7
Taiwan	6.0	17.9	-11.9
Hong Kong	5.5	0.1	5.5
Indonesia	4.3	1.6	2.7
Mexico	3.8	2.5	1.4
Other	19.8	32.5	-12.7
Cash	1.3	0.0	1.2

Currency breakdown (%)

	Fund	Index	Relative weight
US dollar	20.4	2.8	17.6
Hong Kong dollar	17.6	20.1	-2.4
Korean won	17.3	11.6	5.7
Brazilian real	10.0	4.6	5.4
British pound	7.1	0.0	7.1
South African rand	7.0	2.8	4.2
New Taiwan Dollar	5.5	18.0	-12.5
Mexican peso	3.9	2.5	1.4
Indian rupee	3.4	18.6	-15.2
Other	7.9	19.0	-11.2

Largest holdings (%)

	Fund	Index	Relative weight
Samsung Electronics	6.9	4.0	2.9
Taiwan Semiconductor	4.8	8.6	-3.8
Alibaba Group Holding	3.8	2.1	1.7
Naspers	3.1	0.5	2.6
AIA	3.1	0.0	3.1
HDFC Bank	2.9	0.7	2.2
Samsung Fire & Marine Insurance	2.6	0.1	2.5
Ping AN Insurance Group of China	2.4	0.5	1.9
Teck Resources	2.4	0.0	2.4
Kosmos Energy	2.2	0.0	2.2

Largest overweights (%)

	Fund	Index	Relative weight
AIA	3.1	0.0	3.1
Samsung Electronics	6.9	4.0	2.9
Naspers	3.1	0.5	2.6
Samsung Fire & Marine Insurance	2.6	0.1	2.5
Teck Resources	2.4	0.0	2.4
Kosmos Energy	2.2	0.0	2.2
HDFC Bank	2.9	0.7	2.2
Fibra UNO Administracion SA de CV	2.1	0.1	2.0
FAR East Horizon	2.0	0.0	2.0
Inchcape	1.9	0.0	1.9

Largest underweights (%)

	Fund	Index	Relative weight
Tencent Holdings	0.0	4.2	-4.2
Taiwan Semiconductor	4.8	8.6	-3.8
Reliance Industries	0.0	1.4	-1.4
Pinduoduo	0.0	1.2	-1.2
ICICI Bank	0.0	1.0	-1.0
Meituan Dianping	0.0	0.9	-0.9
Petroleo Brasileiro	0.0	0.9	-0.9
Mediatek	0.0	0.8	-0.8
Infosys	0.0	0.8	-0.8
China Construction Bank	0.4	0.9	-0.6

Capitalisation breakdown (%)

	Fund	Index	Relative weight
Mega cap (> \$50bn)	29.1	41.1	-12.0
Large cap (\$10 - \$50bn)	31.7	37.7	-6.1
Mid cap (\$2 - \$10bn)	27.1	21.1	5.9
Small cap (< \$2bn)	10.9	0.0	10.8
Cash	1.3	0.0	1.2

Fund codes and charges

Share class	ISIN	Bloomberg	Currency	Share class launch date	Ongoing charge	Historic yield	Minimum initial investment	Minimum top up investment
Sterling A Acc	GB00B3FFXV23	MGGEMAA LN	GBP	05/02/2009	1.17%	1.95%	£500	£100
Sterling A Inc	GB00B3FFXW30	MGGEMAI LN	GBP	05/02/2009	1.17%	3.07%	£500	£100
Sterling I Acc	GB00B3FFXX47	MGGEMIA LN	GBP	05/02/2009	0.77%	2.30%	£500,000	£10,000
Sterling I Inc	GB00B3FFXY53	MGGEMII LN	GBP	05/02/2009	0.77%	3.05%	£500,000	£10,000
Sterling IH Acc	GB00BJXT7057	MGGIGHA LN	GBP	06/12/2019	0.80%	2.27%	£500,000	£10,000
Sterling IH Inc	GB00BJXT7164	MGGIGHI LN	GBP	06/12/2019	0.80%	3.05%	£500,000	£10,000
Sterling R Acc	GB00B6TDBH53	MGGEMRA LN	GBP	03/08/2012	1.02%	2.08%	£500	£100
Sterling R Inc	GB00B7QFRS45	MGGEMRI LN	GBP	03/08/2012	1.02%	3.06%	£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 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

The M&G Global Emerging Markets Fund is a sub-fund of M&G Investment Funds (7).

The Morningstar Medalist Rating™. © 2024 Morningstar. All Rights Reserved. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Ratings should not be taken as recommendation.

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.

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.**

This financial promotion is issued by M&G Securities Limited which is authorised and regulated by the Financial Conduct Authority in the UK and provides ISAs and other investment products. The company's registered office is 10 Fenchurch Avenue, London EC3M 5AG. Registered in England and Wales. Registered Number 90776.

Contact M&G

Private Investors

www.mandg.com/investments/private-investor/en-gb
0800 390 390

Charities

www.mandg.com/investments/charities/en-gb

For your protection calls may be recorded or monitored.

Professional investor

www.mandg.com/investments/professional-investor/en-gb

Institutional

www.mandg.com/investments/institutional/en-gb