M&G Investments

M&G Investment Funds (11)

Annual report and audited financial statements for the year ended 30 April 2026

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Authorised Corporate Director's Report

The Authorised Corporate Director (ACD) of M&G Investment Funds (11) presents its annual report and audited financial statements for the year ended 30 April 2026.

The audited financial statements of M&G Investment Funds (11), the Authorised Corporate Director's Reports including the portfolio statements, financial highlights and the audited financial statements and notes of each sub-fund are presented in their individual sections of this report as set out in the contents page.

Please note that an explanation of key investment terminology is available on our website at mandg.com/private-investor/glossary
A printed copy of the glossary is available upon request by calling customer services and administration as shown within the 'Investor information' section of this report.

Company information

M&G Investment Funds (11) is an umbrella Open-Ended Investment Company (OEIC) and contains two sub-funds, hereinafter referred to as 'funds' in the rest of this report. The Company is a non-UCITS Retail Scheme (NURS) and, for the purposes of the AIFMD, qualifies as an alternative investment fund (AIF), as defined in the Collective Investment Schemes sourcebook, as issued (and amended) by the Financial Conduct Authority (FCA). This OEIC is an Investment Company with Variable Capital (ICVC) incorporated under the Open-Ended Investment Companies Regulations 2001. It is authorised and regulated by the FCA under the Financial Services and Markets Act 2000.

The Company was authorised on 1 October 2010, the M&G Income and Growth Fund (formerly M&G Episode Income Fund) was launched on 11 November 2010 and the M&G Global Target Return Fund was launched on 13 December 2016.

The Company's principal activity is to carry out business as an OEIC. The Company is structured as an umbrella company, and different funds may be established by the ACD from time to time with the agreement of the Depositary and approval from the FCA. The funds are operated separately and the assets of each fund are managed in accordance with the investment objective and policy applicable to that fund.

As at 30 April 2026, none of the funds held shares of the other funds within this OEIC.

A shareholder is not liable for the debts of the Company and will never be liable to make any further payment to the Company after paying the purchase price of the shares.

Fund managers

The following fund managers are employed by M&G FA Limited which is an associate of M&G Securities Limited.

M&G Global Target Return Fund
Tristan Hanson

M&G Income and Growth Fund (formerly M&G Episode Income Fund)
Stefano Amato

Please note that effective from 31 March 2026, Steven Andrew resigned as co-fund manager

ACD

M&G Securities Limited
10 Fenchurch Avenue, London EC3M 5AG, UK
Telephone: 0800 390 390 (UK only)
(Authorised and regulated by the Financial Conduct Authority. M&G Securities Limited is a member of the Investment Association and of the Investing and Saving Alliance)

Directors of the ACD

D Allen* (non executive director), M Arona, N J Brooks**, C Dobson*** (non executive director), S C Ellis (non executive director), K Fulker* (non executive director), P R Jelfs, M A Kwiatkowski****, M McGrade***** (non executive director), L J Mumford

* Appointed 1 June 2026.
** Resigned 30 June 2025.
*** Resigned 1 October 2025.
**** Appointed 4 December 2025.
***** Resigned 1 June 2026.

Authorised Corporate Director's Report

Investment manager
M&G Investment Management Limited
10 Fenchurch Avenue, London EC3M 5AG, UK
(Authorised and regulated by the Financial Conduct Authority)

Registrar
SS&C Financial Services Europe Ltd
SS&C House, St. Nicholas Lane, Basildon
Essex SS15 5FS, UK
(Authorised and regulated by the Financial Conduct Authority)

Depositary
NatWest Trustee & Depositary Services Limited
House A, Floor 0, Gogarburn, 175 Glasgow Road
Edinburgh EH12 1HQ, UK
(Authorised and regulated by the Financial Conduct Authority)

Independent auditor
Ernst & Young LLP
Atria One, 144 Morrison Street, Edinburgh EH3 8EX, UK

Annual value assessment
An annual assessment report is available which shows the value provided to investors in each of M&G's UK-based funds. The assessment report evaluates whether M&G's charges are justified in the context of the overall service delivered to its investors. The latest report can be found on our website at mandg.com/investments/valueassessment

Climate-related Financial Disclosures (TCFD)
We have produced TCFD reports in compliance with the FCA's rules on climate-related financial disclosures. The TCFD fund reports are designed to help you understand the impact these funds have on the climate and equally how climate change could influence the performance of these funds. The reports will also give you the ability to compare a range of climate metrics with other funds. To understand the governance, strategy and risk management that M&G has in place to manage the risks and opportunities related to climate change, please refer to the M&G Investments Management TCFD report.

These reports are available via the Sustainability Disclosures page on our website at mandg.com/footer/sustainability-disclosures

Important information
On 10 July 2025 M&G Episode Income Fund changed its name to M&G Income and Growth Fund. The fund also adopted a new investment policy and approach as at the same date.

Effective from 6 February 2026, M&G Investments has updated its Thermal Coal Investment Policy ('the Policy'). A summary of the update can be found at group.mandg.com/thermal-coal-investment-policychanges

Our intention under the original Policy was to identify whether companies with significant thermal coal activities had plans to transition away from thermal coal. Companies in emerging markets (so called 'non-OECD countries') were given longer to put these plans in place. If they did not, we would consider how best to engage with them. We intended to complete engagement with companies with significant thermal coal exposure in non-OECD countries by March 2024. We then allowed until October 2024 to divest from those companies if they had not adopted transition plans. It took longer than expected to complete this engagement in time for all holdings. For holdings in some funds, we finished the process in early 2025.

We conducted a retrospective review that confirmed, based on our assessment, the delay in engagement did not result in non-compliance with any fund restrictions relating to the Policy. A further review of the operational model was undertaken to ensure all commitments within the updated Policy can be met in a timely fashion on an ongoing basis.

Please note that effective from 31 March 2026, Steven Andrew resigned as co-fund manager of M&G Income and Growth Fund.

Authorised Corporate Director's Report

Please refer to the 'Investment review' section for details on any significant events during the period. Investment reviews may become quickly outdated in relation to ongoing economic and geopolitical events.

Investor information

The Prospectus, Instrument of Incorporation, Key Investor Information Documents, costs and charges illustration, the latest annual or interim investment report and financial statements as well as a list of purchases and sales are available free of charge on request from the following address. The Instrument of Incorporation can also be inspected at our offices or at the office of the Depositary.

Customer services and administration for UK clients:

M&G Securities Limited
PO Box 9039, Chelmsford CM99 2XG, UK

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.

Telephone: 0800 390 390 (UK only)

For security purposes and to improve the quality of our service, we may record and monitor telephone calls. You will require your M&G client reference. Failure to provide this will affect your ability to transact with us.

Authorised Corporate Director's Report

Authorised Corporate Director's Responsibilities

The Authorised Corporate Director (ACD) is required to prepare annual and interim reports for the Company. The ACD must ensure that the financial statements, contained in this report, for each of the funds are prepared in accordance with the Investment Association Statement of Recommended Practice for Financial Statements of UK Authorised Funds (SORP) and UK Financial Reporting Standards, and give a true and fair view of the net revenue or expenses and net capital gains or losses for the accounting period, and the financial position at the end of that period.

The ACD is required to keep proper accounting records, and to manage the Company in accordance with the Collective Investment Schemes sourcebook, as issued (and amended) by the FCA, the Instrument of Incorporation and the Prospectus, and to take reasonable steps for the prevention and detection of fraud or other irregularities. Additionally, the ACD is responsible for preparing the financial statements on a going concern basis unless it is appropriate to presume that the Company will not continue in operation.

Directors' statement

This report has been prepared in accordance with the requirements of the Collective Investment Schemes sourcebook, as issued and amended by the FCA.

M&G Securities Limited
25 June 2026

Depositary's Responsibilities and Report

Statement of the Depositary's Responsibilities and Report of the Depositary to the Shareholders of M&G Investment Funds (11) ('the Company') for the year ended 30 April 2026

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes sourcebook, the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI2001/1228) (the OEIC Regulations), as amended, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cashflows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares in the Company is calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Alternative Investment Fund Manager ('the AIFM') are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Regulations and the Scheme documents in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AIFM:

i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company, and

ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

Edinburgh
25 June 2026

NatWest Trustee and
Depositary Services Limited

Independent Auditor's Report

Independent Auditor's Report to the shareholders of M&G Investment Funds (11)

Opinion

We have audited the financial statements of M&G Investment Funds (11) ("the Company") comprising each of its sub-funds for the year ended 30 April 2026, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Shareholders, the Balance Sheet, the related notes and the Distribution Tables for each of its sub-funds, and the Notes applicable to the Financial Statements of all sub-funds, which include a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising each of its sub-funds as at 30 April 2026, and of the net revenue and the net capital gains on the scheme property of the Company comprising each of its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the FRC) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Authorised Corporate Director's ("the ACD") use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

Independent Auditor's Report

We have nothing to report in this regard.

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the "FCA")

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the FCA and the Instrument of Incorporation; and
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- the information given in the ACD's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matter in relation to which the rules of the Collective Investment Schemes Sourcebook of the FCA require us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Responsibilities of the ACD

As explained more fully in the ACDs' responsibilities statement set out on page 4, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD 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 ACD is responsible for assessing the Company's 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 ACD either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Independent Auditor's Report

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), the Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the OEIC Regulations, the Company's Instrument of Incorporation and the Prospectus.
- We understood how the Company is complying with those frameworks through discussions with the ACD and the Company's administrator and a review of the Company's documented policies and procedures.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's opportunity to influence revenue and amounts available for distribution.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved testing of journal entries, with a particular focus on manually posted entries and those reflecting large and unusual transactions. We also reviewed the reporting to the ACD with respect to the application of the documented policies and procedures and reviewed the financial statements to test compliance with the reporting requirements of the Company.
- Due to the regulated nature of the Company, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities, which included the use of specialists where appropriate, to identify non-compliance with the applicable laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at frc.org.uk/auditorsresponsibilities
This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's shareholders, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes sourcebook of the FCA. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Edinburgh
25 June 2026

Ernst & Young LLP
Statutory Auditor

Financial statements and notes

The financial statements for M&G Investment Funds (11) comprise the individual financial statements for each fund and the notes below.

Notes to the financial statements

1 Statement of compliance

The financial statements of M&G Investment Funds (11) have been prepared in compliance with UK Financial Reporting Standard 102 (FRS 102) and in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Association in May 2014 and amended in June 2017, except in relation to the separate disclosure in note 13.

2 Summary of significant accounting policies

a. Basis of preparation

There are no material events that have been identified that may cast significant doubt on the Company's ability to continue as a going concern for a period of twelve months from the date these financial statements are authorised for issue. The ACD believes that the Company has adequate resources to continue in operational existence for the foreseeable future and they continue to adopt the going concern basis in preparing the financial statements. The ACD has made an assessment of each fund's ability to continue as a going concern which is made as at the date of issue of these financial statements and considers liquidity, declines in global capital markets, investor intention, known redemption levels, expense projections and key service provider's operational resilience.

The financial statements of M&G Investment Funds (11) are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

b. Functional and presentational currency

The functional and presentational currency of M&G Investment Funds (11) is UK sterling.

c. Exchange rates

Transactions in currencies other than each fund's functional currency are translated at the rate of exchange ruling on the date of the transaction and where applicable assets and liabilities are translated into each fund's functional currency at the rate of exchange ruling as at 12 noon on 30 April 2026 being the last business day of the accounting period.

d. Investments – recognition and valuation

The provisions of both Section 11 and Section 12 of FRS 102 have been applied in full. All investments have been classified as fair value through profit and loss and recognised initially at fair value, which is normally the transaction price (excluding transaction costs and accrued interest).

At the end of the reporting period all investments have been measured at their fair value using the prices and the portfolio holdings determined at 12 noon on 30 April 2026, being the last valuation point of the accounting period, as this is not materially different from a valuation carried out at close of business on the balance sheet date.

Where separate bid and offer prices are available, the bid price is used for investment assets and the offer price for investment liabilities. Otherwise, the single price or most recent transaction price is used. Interest accrued is not included in the fair value. The methods of determining fair value for the principal classes of investment are:

- Equities and debt securities which are traded on an active market are included at the quoted price, which is normally the bid price, excluding any accrued interest in respect of bonds.

- Equities traded on the Alternative Investment Market (AIM), whose liquidity cannot be guaranteed, are included at their quoted bid price as this represents the most objective and appropriate method of valuation.
- Collective investment schemes operated by the ACD are included at either their cancellation price for dual priced funds or their single price for single priced funds.
- Collective investment schemes operated by another manager are included at either their bid price for dual priced funds or their single price for single priced 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 ACD using an appropriate valuation technique, excluding any accrued interest in respect of bonds.
- Exchange traded futures and options are included at the cost of closing out the contract at the balance sheet date.
- 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 fair value excludes any accrued interest in respect of derivatives where the income is revenue 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.

e. Recognition of income and expenses

- Dividends, including ordinary stock dividends, from equity investments are recognised when the security is quoted ex-dividend.
- Distributions from collective investment schemes are recognised when the scheme is priced ex-distribution.
- Interest on debt securities is recognised on an effective interest rate basis. Bank interest is recognised on an accruals basis.
- Underwriting commission is recognised when the issue takes place.
- Revenue from derivatives is recognised on an accruals basis.
- Fee rebates from investing in other collective investment schemes are recognised on an accruals basis.
- Expenses are recognised on an accruals basis.

f. Treatment of income and expenses

- Any increases or decreases in the fair value of investments and gains and losses realised on sales of investments are treated as capital and recognised in net capital gains/(losses).
- The value of any enhancement to a stock dividend is treated as capital.
- Ordinary equity dividends, including ordinary stock dividends are treated as revenue.
- Special dividends, share buy backs or additional share issues may be treated as revenue or capital depending on the facts of each particular case.
- Distributions from collective investment schemes are treated as revenue in nature, except for any element of equalisation, which represents the average amount of income included in the price paid for the collective investment scheme, which is treated as capital.

- Debt security interest comprises the coupon interest and the difference between the purchase price and the expected maturity price spread over its expected remaining life. This is treated as revenue with the difference adjusting the cost of the shares and treated as capital.
- Other interest income, such as bank interest is treated as revenue.
- Underwriting commission is treated as revenue, except where the fund is required to take up all or some of the shares underwritten, in which case a proportion of the commission received is deducted from the cost of the shares and treated as capital.
- The treatment of the income on derivative contracts depends upon the nature of the transaction. Both motive and circumstances are used to determine whether the returns should be treated as capital or revenue. Where positions are undertaken to protect or enhance capital, and the circumstances support this, the returns are recognised in net capital gains; similarly where the motives and circumstances are to generate or protect revenue, and the circumstances support this, the returns are included within net revenue before taxation. Where positions generate total returns it will generally be appropriate to apportion such returns between capital and revenue to properly reflect the nature of the transaction.
- Expenses relating to the purchase and sale of investments are treated as capital; all other expenses are treated as revenue.
- Rebates of charges from holdings in collective investment schemes are treated as revenue or capital in accordance with the underlying scheme's distribution policy.

g. Operating charges

Operating charges include payments made to M&G and to providers independent of M&G:

- **Annual charge:** Charge paid to M&G covering the annual cost of M&G managing and administering the fund and the costs of third parties providing services to the fund. For every £1 billion of a fund's net asset value, a discount of 0.02% will be applied to that fund's annual charge (up to a maximum of 0.12%).
- **Extraordinary legal and tax expenses:** Costs that specifically relate to legal or tax claims that are both exceptional and unforeseeable. Such expenses are uncommon, and would not be expected in most years. Although they result in a short-term cost to the fund, generally they can deliver longer term benefits for investors.
- **Ongoing charges from underlying funds:** Ongoing charges from underlying funds (excluding Investment Trust Companies and Real Estate Investment Trusts) will be rebated.

These charges do not include portfolio transaction costs or any entry and exit charges (also known as initial and redemption charges). The charging structures of share classes may differ, and therefore the operating charges may differ.

Operating charges are in line with the ongoing charges shown in the Key Investor Information Document, other than where there have been extraordinary legal or tax expenses, or an estimate has been used for the ongoing charge because a material change has made the operating charges unreliable as an estimate of future charges.

h. Portfolio transaction costs

Portfolio transaction costs are incurred by funds when buying and selling investments. These costs vary depending on the types of investment, their market capitalisation, country of exchange and

method of execution. They are made up of direct and indirect portfolio transaction costs:

- **Direct portfolio transaction costs:** Broker execution commission and taxes.
- **Indirect portfolio transaction costs:** 'Dealing spread' – the difference between the buying and selling prices of the fund's investments; some types of investment, such as fixed interest securities, have no direct transaction costs and only the dealing spread is paid.

Investments are bought or sold by a fund when changes are made to the investment portfolio and in response to net flows of money into or out of the fund from investors buying and selling shares in the fund.

To protect existing investors, portfolio transaction costs incurred as a result of investors buying and selling shares in the fund are recovered from those investors through a 'dilution adjustment' to the price they pay or receive.

i. **Tax**

Dividends and similar income receivable are recognised at an amount that includes any withholding tax but excludes irrecoverable tax credits. Any withholding tax suffered is shown as part of the tax charge.

Tax is accounted for at the appropriate rate of corporation tax with relief for double taxation taken where appropriate. The tax accounting treatment follows the principal amounts involved.

Deferred tax is recognised in respect of temporary timing differences that have originated but not reversed by the balance sheet date. Deferred tax is measured on a non-discounted basis, at the average rate of tax expected to apply in the period in which it expects the deferred tax to be realised or settled. A deferred tax asset is only recognised to the extent that it is more likely than not that the asset will be recovered.

Marginal tax relief has not been taken into account in respect of expenses offset against capital.

j. **Allocation of returns to share classes**

The annual charge is directly attributable to individual share classes. All other returns are apportioned to the 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.

All available net revenue accounted for in accordance with the above policies and adjusted where relevant by any specific distribution policies set out in the notes to that fund's financial statements, is distributed to holders of Income shares or retained and reinvested for holders of Accumulation shares. Should expenses and taxation together exceed revenue, there will be no distribution and the shortfall will be met from capital.

Distributions which have remained unclaimed by shareholders for more than six years are credited to the capital property of the fund.

3 Risk management policies

The ACD is responsible for establishing, implementing and maintaining an adequate and documented risk management policy for identifying, measuring and managing all risks to which funds are or might be exposed.

The Company's investment activities expose it to various types of risk which are associated with the financial instruments and markets in which it invests; market risk, credit risk and liquidity risk.

These financial statements are designed to enable users to evaluate the nature and extent of those risks and how they are managed.

The following risk management policies are applicable to the funds, with specific risk disclosures set out in the notes to the financial statements of each fund.

Financial statements and notes

a. Market risk

Market risk is the risk of loss resulting from fluctuations in the market value of positions in a fund's portfolio attributable to changes in market variables, such as interest rates, exchange rates, equity and commodity prices or an issuer's creditworthiness.

In relation to market risk, processes are applied that take account of the investment objective and policy of each fund. All funds are subject to an investment oversight process in accordance with the type and nature of the fund. In addition all funds are monitored for compliance within regulatory limits.

In measuring and monitoring market risk, the global exposure of a fund is calculated using a 'Value at Risk' (VaR) approach.

b. Value at Risk approach

The Value at Risk (VaR) approach is a methodology for estimating the maximum potential loss due to market risk based on historic market volatilities and correlations. More particularly, the 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.

When VaR is used, it may be calculated using the Absolute VaR approach or the Relative VaR approach.

Absolute VaR is the VaR expressed as a percentage of the Net Asset Value of a fund which must not exceed an absolute limit. Under the Absolute VaR approach, the VaR limit is set as a percentage of the Net Asset Value of the relevant fund. The absolute 20-day VaR based on a 99% confidence interval must not exceed 20% of the fund's Net Asset Value.

Under the Relative VaR approach, the VaR limit for a fund is set as a multiple of the VaR of the fund's reference portfolio. The 20-day VaR of the fund based on a 99% confidence interval must not exceed twice the VaR of the fund's reference portfolio. The Investment Manager monitors this limit by ensuring that the VaR of the fund divided by the VaR of the reference portfolio is not greater than 200%.

The table below shows funds using either the Absolute or Relative 'Value at Risk (VaR)' approach:

Fund	Global exposure approach
M&G Global Target Return Fund	Absolute VaR
M&G Income and Growth Fund (formerly M&G Episode Income Fund)	Absolute VaR

c. Liquidity risk

Liquidity risk is the risk that a fund's holdings cannot be sold, liquidated or closed out at limited cost in an adequately short time frame and that the ability of the scheme to comply at any time with its obligation to sell and redeem shares is thereby compromised.

The overall liquidity profile for each fund is reviewed and updated regularly. The liquidity profile takes into account investment, cashflow and market liquidity considerations.

Investment liquidity considerations include an assessment of asset class liquidity conditions, liquidity of underlying holdings, portfolio construction and concentration, the scale of individual stock ownership and the nature of the investment strategy.

Cashflow liquidity is managed in each fund on a daily basis using reports that include subscription and redemption information as well as the impact of trading, derivative lifecycle events and corporate action activity. In addition to the daily reporting, the fund managers are provided with reporting that highlights the impact of reasonably predictable events in the portfolio, including an

allowance for the potential future exposures that might result from derivative exposures.

Market (or distribution-related) considerations include an assessment of asset demand, fund growth, client concentration and the persistency of the client base. Supplementary to this, market liquidity stress tests are carried out on a monthly basis for all funds.

Liquidity in funds is independently assessed and challenged through the internal governance process at M&G. Fund liquidity is modelled and compared against potential liability scenarios such as severe redemption or collateral calls and any funds with liquidity issues are flagged to the internal committee. Funds flagged to the internal committee are escalated and remedial action agreed. None of the funds have been escalated for remedial action.

d. Credit risk

For funds exposed to credit risk, the credit rating, yield and maturity of each interest bearing security is considered to determine if the yield fully reflects the risk. The capital value of interest-bearing securities within the funds will fall in the event of the default or perceived increased credit risk of an issuer.

The capital value of interest-bearing securities within a fund may also be affected by interest rate fluctuations such that when interest rates rise, the capital value of the interest-bearing securities is likely to fall and vice versa.

Funds investing in derivatives are exposed to counterparty risk. This is the risk that the other party to the transaction fails to fulfil their obligations, either by failing to pay or failing to deliver securities. To minimise this risk, carefully selected, financially strong and well-established counterparties are selected following a thorough due diligence review and collateral is posted daily (in the form of cash or high-quality government bonds). Derivative positions are valued on a mark-to-market basis (revalued to reflect prevailing market prices) daily and collateral moves from one counterparty to the other to reflect movements in the unrealised profit or loss. As a result, the maximum loss to the fund would be limited to that day's price movements in affected derivatives contracts.

For funds in which they are used, credit default swaps are bought and sold in response to detailed credit research to take advantage of anticipated movements in credit spreads on individual stocks and baskets of securities. When a fund buys a credit default swap the default risk associated with the underlying security transfers to the counterparty. When a fund sells a credit default swap the fund assumes the credit risk of the underlying security.

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For the purposes of these financial statements, the Prospectus dated 2 April 2026 has been used.

Investment objective

The fund aims to achieve a total return (the combination of income and capital growth) of at least 2-4% per annum above the Sterling Overnight Index Average (SONIA), before any charges 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 in this way reduces its ability to achieve returns significantly above SONIA plus 2-4%.

There is no guarantee that the fund will achieve a positive return over three years, or any other period, and investors may not get back the original amount they invested.

Investment policy

The fund has a highly flexible investment approach with the freedom to invest in different types of investment assets from anywhere in the world. The fund manager's approach combines in-depth research to determine the value of assets over the medium to long term, together with analysis of market reactions to events, to identify investment opportunities.

The fund may at any one time invest in the following asset classes: fixed income securities (including, but not limited to, corporate bonds and government and public securities), company shares, currencies, cash, near cash and deposits. The fund will mostly gain exposure to these assets by investing through derivatives, but may also invest directly, or by investing through other funds. Derivatives are financial contracts whose value is derived from an underlying asset. In cases where the fund manager believes that investment opportunities are limited to a few areas, or where available investment opportunities would add too much risk, the fund may hold a high level of cash. At any one time the geographical range of the fund may be more focused rather than globally diversified.

The fund may also invest in other transferable securities and warrants (allowing the fund manager to buy stocks for a fixed price until a certain date) which may be from anywhere in the world and denominated in any currency.

The fund may take short positions (holding derivatives 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.

Over 35% of the fund's assets may be invested in transferable securities or approved money-market instruments issued or guaranteed by a single state, local authority or public international body as listed hereafter:

- the Government of the United Kingdom (including the Scottish Administration, the Executive Committee of the Northern Ireland Assembly and the National Assembly of Wales);
- the Governments of Austria, Belgium, Bulgaria, Cyprus, Czech Republic, Denmark, Estonia, Finland, France, Germany, Greece, Hungary, Iceland, Ireland, Italy, Latvia, Liechtenstein, Lithuania, Luxembourg, Malta, Netherlands, Norway, Poland, Portugal, Romania, Slovakia, Slovenia, Spain and Sweden;
- the Government of Australia, Canada, Japan, New Zealand, Switzerland, USA;
- Eurofima, European Economic Community, European Bank for Reconstruction and Development, European Investment Bank, International Bank for Reconstruction and Development, International Financial Corporation.

Derivatives can be used to meet the fund's investment objective and for efficient portfolio management.

Authorised Corporate Director's Report

Investment approach

The fund manager adopts a flexible approach to the allocation of capital between asset classes in response to changes in economic conditions and the valuation of assets, guided by a robust valuation framework. The fund manager seeks to respond to opportunities created by asset prices moving away from a reasonable sense of 'fair' value due to investors reacting emotionally to events. The blend of investments held in the fund is actively adjusted depending on where the fund manager sees the most value and to manage risks in order to limit monthly losses. The fund manager will seek to manage risk by combining diversified and relatively uncorrelated assets (which are assets affected by market conditions in different ways) and by employing derivative strategies to help protect or profit from falling markets. In cases where the fund 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 hold high levels of cash.

The fund 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 fund 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%. The fund manager will ensure the fund's 1-month 99% VaR remains below 6%.

Benchmark

SONIA + 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 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.

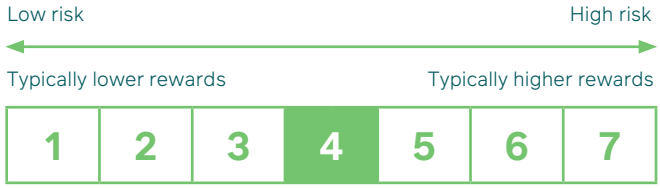
The fund is actively managed. The fund manager has complete freedom in choosing which assets to buy, hold and sell in the fund.

For each share class the benchmark will be denominated or hedged into the relevant share class currency. The benchmark for each share class will be shown in its respective KIID.

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 12 to 14.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.



The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 30 April 2026

Performance against objective

Between 1 May 2025 (the start of the review period) and 30 April 2026, the fund delivered a positive return, but lagged its benchmark, which returned 6.2% over the same period.

Over three years, the fund has produced positive returns across all share classes, but lagged its benchmark, which returned 6.9% pa over the three-year

Authorised Corporate Director's Report

period. Therefore, the fund did not meet its objective of delivering a combination of capital growth and income of at least the Sterling Overnight Index Average (SONIA) plus 2-4% per annum (pa) before charges over any three-year period and in any market conditions.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report. Please note that share class performance is shown after charges, while the benchmark for the fund is a comparison to be made before charges.

Performance review

Stockmarkets gained strongly in the 12-month period to April 2026, despite the sharp, but short-lived impact of the US-Israel attack on Iran on the last day of February 2026 and ongoing uncertainties around US tariffs. Performance was supported by robust corporate earnings, interest rate cuts and enthusiasm for AI-related companies.

Most major developed-market equities made impressive gains, but notable performers were the tech-heavy NASDAQ Index and Japan (although gains for overseas investors were eroded by the weakness of the yen). In Asia ex Japan, the performance of Korea and Taiwan was exceptionally strong, as investors piled into semiconductor and AI-related stocks. In Latin America, rising commodity prices fuelled the performance of Brazil.

For much of the review period, conditions were supportive for bonds. The US and UK central banks cut interest rates as employment markets weakened and inflation moderated. However, the attack on Iran at the end of February sent energy prices higher and investors went from pricing in further interest rate cuts, to rate increases.

For the 12 months as a whole, the US Treasury Index recorded a small gain, UK government bonds (gilts) were relatively flat overall, while German government bonds (bunds) lost value. Short-dated bonds outperformed longer-dated bonds. Yields on 10-year bonds rose in the review period and in the case of the UK, Germany and Japan were at multi-year highs towards the end of April 2026.

In emerging markets, both local currency and hard currency bonds performed strongly. Credit spreads on the latter tightened notably in the review period. Credit spreads measure the difference between the yield on a corporate bond and a government bond of the same maturity and reflect how much extra compensation investors demand for taking corporate credit risk. Elsewhere, riskier high-yield corporate bonds outpaced investment grade bonds, (corporate bonds which are considered safer because of stronger finances), with US corporate bonds leading gains in both.

Against this backdrop the fund recorded a positive return. Over the three-year period relevant to the fund's objective, performance reflects a mixed path, including a phase of more challenging relative performance in 2024 before a notably stronger outcome for the fund in 2025.

Within the period under review holdings of Asia Pacific ex-Japan equities performed strongly. Our Asian equity basket includes companies from China/Hong Kong, Korea, Indonesia and Thailand. Holdings of listed infrastructure stocks also supported performance.

The fund also holds several equity index positions. Long positions in European, UK, Korean and Japanese indices performed well. However, these gains were largely offset by a long Indonesian index and short positions in US and Australia indices. (A long position is designed to benefit when the price of an underlying asset rises and a short position seeks to profit from a fall in the price of an asset.)

Returns from fixed income positions were mixed. Holdings of emerging market bonds in Brazil, Mexico and South Africa performed strongly and returns were further enhanced by the strength of their respective currencies. Holdings of US government bonds (Treasuries) also contributed marginally. Conversely, our holdings of UK gilts, German bunds and Japanese government bonds recorded losses. Tactical scaling of UK gilts and US Treasuries was also additive to returns over the period.

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Overall returns from our corporate bond exposure had a small negative effect on performance, due to losses on our short position in high yield credit, exceeding the positive return from our holding in the M&G Total Return Credit Investment Fund.

Within cash and currencies, the interest earned on short-term government securities (which support the fund's futures positions) made a positive contribution to returns. This was further boosted by modest gains from holding certain currencies that offer higher interest rates than others (often referred to as 'carry').

Investment activities

The objective of the portfolio remains unchanged – to generate steady returns in excess of cash with low volatility.

In May 2025, in response to the rapid appreciation of the Taiwanese dollar, we increased the fund's short exposure, as well as adding to our position in Indonesian rupiah. Within fixed income, we introduced a new position in 30-year Japanese government bonds, as we felt the sell-off of longer dated bonds had become exaggerated. We hedged exposure back to base currency which further enhanced the effective yield on the bonds. Within equities we increased the fund's short position in the S&P 500 Index in response to its sharp recovery from the tariff-induced sell-off, which we felt was overdone. The short position in the S&P 500 future was increased further in June. We also closed a small position in European banks after strong gains.

We used the weakness in bonds in early July to increase exposure to long duration bonds (bonds that are more sensitive to changes in interest rates) in the UK, Germany and Japan where we viewed yield curves (which show the interest rates available across different bond maturities) were steep and available yields attractive. At the same time, we positioned the portfolio for higher short term interest rates in Japan by taking a short position in short-dated Japanese government bonds. After a period of strength, we reduced our exposure to Korean equities modestly.

In August, we added an Indonesian company to our Asian equity value basket and in October, we increased Brazilian real exposure modestly, which was funded by a larger short position in the euro. Our position in 30-year UK gilts was reduced very slightly.

In early November, we closed our position in Korean equities. The exceptional performance of the market was suggestive of exuberant, risk-seeking behaviour and in our view, indicated that market risk had risen significantly.

We made several small changes to the portfolio in January 2026. We closed our position in basic resources equities, following the significant gains and the evident excitement in the commodity sector. Similarly, we exited a position in Hyundai Motor which had performed well and raised our exposure to Indonesian equities, which had suffered an excessive adverse reaction (in our view) to potential index changes. We increased exposure to the Brazilian real and closed our short position in the Taiwanese dollar in response to an increase in its implied carry (the expected return from holding the currency, based on the difference in interest rates between two currencies).

In February, we made small adjustments to our Asian equity value basket, removing one holding and switching another position into a small Hang Seng index position.

We increased exposure to UK gilts in March, with a new 10% position in bonds with a maturity of seven years. This move was in response to a meaningful increase in yields.

In response to a challenging market backdrop caused by the US/Israel attack on Iran, we moderated our FX exposure by closing positions in the Indian rupee and Turkish lira and by closing our long position in Japan's Topix Index.

There was only one small change to the portfolio in April, the purchase of a 1% position in Colombian local

Authorised Corporate Director's Report

currency bonds which offer a very attractive yield, in our view. This was funded out of low yielding currencies in Asia.

Outlook

We continue to see attractive yields (and negative sentiment) in developed market government bonds as offering good value, notwithstanding the near-term inflationary pressure of elevated energy prices.

Several emerging market bonds also offer attractive carry (income) and the fund has exposure to Brazil, Mexico, South Africa and Colombia, all of which offer high real yields.

We continue to believe non-US equities offer better value than US equities and that our relative value equity positions should benefit if the trend of non-US outperformance in place since the end of 2024 resumes.

We remain attentive to the volatility in financial markets and both the risk and opportunity that may provide. We continue steadfastly in our quest to deliver cash-plus returns to investors, as we have done in the past, despite the short-term challenges presented by recent market movements.

Tristan Hanson
Fund manager

An 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 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

Investments

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Collective investment schemes	**2,448**	**4.39**	**5.69**
	M&G funds[a]	**1,549**	**2.78**	**3.00**
11,654	M&G Total Return Credit Investment Fund	1,549	2.78	
	Other funds	**899**	**1.61**	**2.69**
26,444	HSBC MSCI Indonesia UCITS ETF	899	1.61	
	Equities	**3,802**	**6.81**	**8.23**
81,900	Bangkok Bank PCL	302	0.54	
76,500	BOC Hong Kong Holdings Ltd.	324	0.58	
273,600	China Tower Corp. Ltd.	286	0.51	
1,166,045	Greencoat Renewables PLC[b]	778	1.39	
860,096	Greencoat U.K. Wind PLC	860	1.54	
1,633,100	Jasa Marga Persero Tbk. PT	207	0.37	
453,300	Netlink NBN Trust	263	0.47	
403,500	Sinopec Engineering Group Co. Ltd.	239	0.43	
2,061,300	Telkom Indonesia Persero Tbk. PT	248	0.45	
327,500	WH Group Ltd.	295	0.53	
	Fixed income	**48,078**	**86.16**	**81.91**
BRL16,850,000	Brazil Notas do Tesouro Nacional 10% 01/01/2029	2,297	4.12	
COP2,900,000,000	Colombia TES 11.75% 24/01/2035	533	0.95	
JPY641,000,000	Japan Government Thirty Year Bonds 2.4% 20/03/2055	2,308	4.14	
MXN28,200,000	Mexico Bonos 7.5% 26/05/2033	1,095	1.96	
EUR808,000	Mexico Government International Bonds 1.45% 25/10/2033	561	1.01	
ZAR15,500,000	Republic of South Africa Government Bonds 8.5% 31/01/2037	653	1.17	
GBP798,000	Royal Bank of Canada FRN 4.4969% 18/01/2028	802	1.44	
GBP728,000	TSB Bank PLC FRN 4.3452% 14/02/2027	729	1.30	
GBP7,700,500	U.K. Gilts 3.75% 22/10/2053	5,635	10.10	
GBP5,855,000	U.K. Gilts 4.125% 07/03/2033	5,645	10.12	
GBP1,600,000	U.K. Treasury Bills 0% 11/05/2026	1,598	2.86	
GBP1,250,000	U.K. Treasury Bills 0% 26/05/2026	1,247	2.24	
GBP3,120,000	U.K. Treasury Bills 0% 01/06/2026	3,110	5.57	
GBP2,625,000	U.K. Treasury Bills 0% 29/06/2026	2,608	4.68	
GBP5,300,000	U.K. Treasury Bills 0% 13/07/2026	5,258	9.42	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Fixed income (continued)			
GBP5,000,000	U.K. Treasury Bills 0% 10/08/2026	4,945	8.86	
GBP5,750,000	U.K. Treasury Bills 0% 28/09/2026	5,654	10.13	
USD2,488,600	U.S. Treasury Inflation-Indexed Bonds Inflation-Linked 0.125% 15/02/2052	1,118	2.00	
USD2,919,000	U.S. Treasury Inflation-Indexed Notes Inflation-Linked 1.375% 15/07/2033	2,282	4.09	
	Derivatives	**(768)**	**(1.37)**	**(0.98)**
	Forwards	**(70)**	**(0.12)**	**(0.30)**
	Bought INR64,406,659 for USD706,876 Settlement 12/05/2026	(21)	(0.04)	
	Bought TRY27,551,798 for USD588,649 Settlement 11/05/2026	14	0.03	
	Bought USD298,766 for CNH2,049,922 Settlement 10/06/2026	(2)	0.00	
	Bought USD1,231,941 for CNH8,368,836 Settlement 31/07/2026	(1)	0.00	
	Bought USD676,150 for INR64,406,659 Settlement 12/05/2026	(1)	0.00	
	Bought USD1,870,368 for MYR7,528,156 Settlement 02/07/2026	(22)	(0.04)	
	Bought USD590,578 for TRY27,551,798 Settlement 11/05/2026	(12)	(0.02)	
	Sold CHF1,452,043 for GBP1,376,235 Settlement 31/07/2026	(4)	(0.01)	
	Sold EUR5,206,134 for GBP4,529,019 Settlement 31/07/2026	2	0.00	
	Sold HKD13,781,896 for GBP1,306,720 Settlement 31/07/2026	2	0.00	
	Sold JPY510,899,952 for GBP2,388,857 Settlement 31/07/2026	(33)	(0.06)	
	Sold SGD376,918 for GBP220,173 Settlement 31/07/2026	0	0.00	
	Sold THB71,251,491 for GBP1,627,080 Settlement 31/07/2026	0	0.00	
	Sold USD7,266,480 for GBP5,381,736 Settlement 31/07/2026	8	0.02	
	Futures	**(558)**	**(1.00)**	**(0.45)**
(22)	CME E-mini S&P 500 Index Futures Jun 2026	(370)	(0.66)	
36	Eurex 30 Year Euro BUXL Futures Jun 2026	(134)	(0.24)	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Derivatives (continued)			
	Futures (continued)			
11	FTSE 100 Index Futures Jun 2026	(9)	(0.02)	
6	HKG Hang Seng China Enterprises Index Futures May 2026	0	0.00	
2	HKG Hang Seng Index Futures May 2026	(1)	0.00	
(9)	SFE S&P ASX Share Price Index 200 Futures Jun 2026	2	0.00	
13	Ultra U.S. Treasury Bond Futures Jun 2026	(46)	(0.08)	
	Credit default swaps	**(173)**	**(0.31)**	**(0.23)**
USD(3,180,000)	CDX.NA.HY.S46 20/06/2031	(173)	(0.31)	
	Interest rate swaps	**33**	**0.06**	**0.00**
JPY2,129,000,000	Pay 1.4219% Receive VAR 25/03/2029	33	0.06	
Total portfolio		**53,560**	**95.99**	**94.85**
Net other assets/(liabilities)		**2,240**	**4.01**	**5.15**
Net assets attributable to shareholders		**55,800**	**100.00**	**100.00**

All securities are on an official stock exchange listing except where referenced.
The comparative sector weightings have been re-analysed to reflect changes to the sector classifications.
[a] Related party.
[b] AIM quoted.

Portfolio statement

Top ten portfolio transactions for the year to 30 April 2026

Largest purchases	£'000
U.K. Treasury Bills 0% 20/10/2025	5,890
U.K. Gilts 4.125% 07/03/2033	5,726
U.K. Treasury Bills 0% 28/09/2026	5,652
U.K. Treasury Bills 0% 27/04/2026	5,499
U.K. Treasury Bills 0% 13/07/2026	5,227
U.K. Treasury Bills 0% 10/08/2026	4,921
U.K. Treasury Bills 0% 07/04/2026	4,771
U.K. Treasury Bills 0% 10/11/2025	4,705
U.K. Treasury Bills 0% 23/03/2026	4,510
U.K. Treasury Bills 0% 09/03/2026	3,922
Other purchases	25,880
Total purchases	**76,703**

Largest sales	£'000
U.K. Treasury Bills 0% 27/05/2025	6,096
U.K. Treasury Bills 0% 20/10/2025	5,994
U.K. Treasury Bills 0% 27/04/2026	5,597
U.K. Treasury Bills 0% 12/05/2025	5,597
U.K. Treasury Bills 0% 07/04/2026	4,853
U.K. Treasury Bills 0% 10/11/2025	4,797
U.K. Treasury Bills 0% 23/03/2026	4,595
U.K. Treasury Bills 0% 15/09/2025	4,198
U.K. Treasury Bills 0% 29/09/2025	4,148
U.K. Treasury Bills 0% 09/03/2026	3,998
Other sales	21,343
Total sales	**71,216**

Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

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.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the 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 and shown as net of operating charge. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year %[a]	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Accumulation	+3.6	+4.7	+4.6	n/a
Class 'I' Accumulation	+3.9	+5.0	+4.9	n/a
Class 'L' Accumulation	+4.1	+5.2	+5.1	n/a
Class 'PP' Income	+4.0	+5.0	+5.0	n/a
Class 'PP' Accumulation	+4.0	+5.0	+5.0	n/a
Benchmark	**+6.2**	**+6.9**	**+5.6**	**n/a**

[a] Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Accumulation shares

The share class was launched on 13 December 2016.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	130.36	124.56	117.81
Return before operating charges*	5.85	6.88	7.82
Operating charges	(1.13)	(1.08)	(1.07)
Return after operating charges*	4.72	5.80	6.75
Distributions	(4.58)	(4.53)	(4.38)
Retained distributions	4.58	4.53	4.38
Closing NAV	135.08	130.36	124.56
*after direct transaction cost of	0.02	0.02	0.03
Performance			
Return after charges (%)	3.62	4.66	5.73
Other information			
Closing NAV (£'000)	2,172	2,939	2,393
Number of shares	1,607,887	2,254,779	1,920,793
Operating charges (%)	0.85	0.85	0.88
Direct transaction costs (%)	0.01	0.01	0.02
Prices			
Highest share price (UK p)	138.68	130.40	124.81
Lowest share price (UK p)	129.16	124.47	116.54

Financial highlights

Sterling Class 'I' Accumulation shares

The share class was launched on 13 December 2016.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	132.72	126.46	119.27
Return before operating charges*	5.87	6.91	7.84
Operating charges	(0.68)	(0.65)	(0.65)
Return after operating charges*	5.19	6.26	7.19
Distributions	(5.05)	(4.97)	(4.78)
Retained distributions	5.05	4.97	4.78
Closing NAV	137.91	132.72	126.46
*after direct transaction cost of	0.02	0.02	0.03
Performance			
Return after charges (%)	3.91	4.95	6.03
Other information			
Closing NAV (£'000)	27,584	36,843	45,763
Number of shares	20,001,738	27,759,971	36,186,916
Operating charges (%)	0.50	0.50	0.53
Direct transaction costs (%)	0.01	0.01	0.02
Prices			
Highest share price (UK p)	141.53	132.76	126.67
Lowest share price (UK p)	131.52	126.37	118.15

Financial highlights

Sterling Class 'L' Accumulation shares

The share class was launched on 24 February 2017.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	134.31	127.72	120.22
Return before operating charges*	5.88	6.92	7.84
Operating charges	(0.35)	(0.33)	(0.34)
Return after operating charges*	5.53	6.59	7.50
Distributions	(5.40)	(5.29)	(5.07)
Retained distributions	5.40	5.29	5.07
Closing NAV	139.84	134.31	127.72
*after direct transaction cost of	0.02	0.02	0.03
Performance			
Return after charges (%)	4.12	5.16	6.24
Other information			
Closing NAV (£'000)	25,918	9,282	5,025
Number of shares	18,533,786	6,911,007	3,934,644
Operating charges (%)	0.25	0.25	0.28
Direct transaction costs (%)	0.01	0.01	0.02
Prices			
Highest share price (UK p)	143.47	134.35	127.90
Lowest share price (UK p)	133.11	127.63	119.20

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 5 August 2019.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	112.13	111.44	109.68
Return before operating charges*	4.93	6.07	7.19
Operating charges	(0.46)	(0.46)	(0.49)
Return after operating charges*	4.47	5.61	6.70
Distributions	(4.81)	(4.92)	(4.94)
Closing NAV	111.79	112.13	111.44
*after direct transaction cost of	0.02	0.01	0.03
Performance			
Return after charges (%)	3.99	5.03	6.11
Other information			
Closing NAV (£'000)	10	10	22
Number of shares	9,000	9,000	20,000
Operating charges (%)	0.40	0.40	0.43
Direct transaction costs (%)	0.01	0.01	0.02
Prices			
Highest share price (UK p)	119.64	117.09	116.56
Lowest share price (UK p)	111.14	111.36	108.69

Sterling Class 'PP' Accumulation shares

The share class was launched on 8 April 2019.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	128.91	122.74	115.67
Return before operating charges*	5.68	6.67	7.58
Operating charges	(0.53)	(0.50)	(0.51)
Return after operating charges*	5.15	6.17	7.07
Distributions	(5.02)	(4.93)	(4.74)
Retained distributions	5.02	4.93	4.74
Closing NAV	134.06	128.91	122.74
*after direct transaction cost of	0.01	0.02	0.03
Performance			
Return after charges (%)	4.00	5.03	6.11
Other information			
Closing NAV (£'000)	116	146	147
Number of shares	86,146	113,145	119,853
Operating charges (%)	0.40	0.40	0.43
Direct transaction costs (%)	0.01	0.01	0.02
Prices			
Highest share price (UK p)	137.56	128.95	122.92
Lowest share price (UK p)	127.76	122.65	114.62

Financial statements and notes

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Statement of total return

for the year to 30 April	Note	2026 £'000	2026 £'000	2025 £'000	2025 £'000
Income					
Net capital gains/(losses)	3		7		419
Revenue	5	2,685		2,820	
Expenses	6	(233)		(263)	
Interest payable and similar charges		0		0	
Net revenue/(expense) before taxation		2,452		2,557	
Taxation	7	(431)		(454)	
Net revenue/(expense) after taxation			2,021		2,103
Total return before distributions			**2,028**		**2,522**
Distributions	8		(2,021)		(2,103)
Change in net assets attributable to shareholders from investment activities			**7**		**419**

Statement of change in net assets attributable to shareholders

for the year to 30 April	2026 £'000	2026 £'000	2025 £'000	2025 £'000
Opening net assets attributable to shareholders		**49,220**		**53,350**
Amounts received on issue of shares	21,942		16,011	
Amounts paid on cancellation of shares	(17,466)		(22,419)	
		4,476		(6,408)
Dilution adjustments		7		6
Change in net assets attributable to shareholders from investment activities (see above)		7		419
Retained distributions on Accumulation shares		2,090		1,853
Closing net assets attributable to shareholders		**55,800**		**49,220**

Financial statements and notes

Financial statements

Balance sheet

as at 30 April	Note	2026 £'000	2025 £'000
Assets			
Fixed assets			
Investments		54,389	47,232
Current assets			
Debtors	9	266	219
Cash and bank balances	10	2,473	2,714
Total assets		**57,128**	**50,165**
Liabilities			
Investment liabilities		(829)	(546)
Creditors			
Distribution payable		0	(1)
Other creditors	11	(499)	(398)
Total liabilities		**(1,328)**	**(945)**
Net assets attributable to shareholders		**55,800**	**49,220**

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 9 to 12.

2 Distribution policy

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 30 April	2026 £'000	2025 £'000
Non-derivative securities	318	(1,276)
Derivative contracts	(317)	1,774
Currency gains/(losses)	6	(79)
Net capital gains/(losses)	**7**	**419**

Includes realised gains of £583,000 and unrealised losses of £576,000 (2025: realised gains of £2,168,000 and unrealised losses of £1,749,000). Certain realised gains and losses in the current year were unrealised in the prior year.

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within the 'Notes to the financial statements' on pages 11 and 12. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 30 April	2026 £'000	% of transaction	2025 £'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	269		1,071	
Taxes and other fees	0	0.05	1	0.05
Equities	**269**		**1,072**	
Debt securities	**75,800**		**75,332**	
Collective investment schemes				
Collective investment schemes before transaction costs	633		4,185	
Commissions	0	0.03	1	0.03
Taxes and other fees	1	0.18	1	0.01
Collective investment schemes after transaction costs	**634**		**4,187**	
Total purchases after transaction costs	**76,703**		**80,591**	
b) Sales				
Equities				
Equities before transaction costs	1,458		349	
Commissions	(1)	0.04	0	0.02
Taxes and other fees	(2)	0.14	0	0.11
Equities after transaction costs	**1,455**		**349**	
Debt securities	**68,845**		**78,438**	
Collective investment schemes				
Collective investment schemes before transaction costs	916		4,397	
Commissions	0	0.02	(1)	0.02
Collective investment schemes after transaction costs	**916**		**4,396**	
Total sales after transaction costs	**71,216**		**83,183**	

Financial statements and notes

	2026 £'000	% of average NAV	2025 £'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	1	0.00	0	0.00
Collective investment schemes	0	0.00	2	0.01
Derivatives	1	0.00	1	0.00
Total commissions paid	**2**	**0.00**	**3**	**0.01**
Taxes and other fees paid				
Equities	2	0.01	1	0.00
Collective investment schemes	1	0.00	1	0.00
Derivatives	1	0.00	1	0.00
Total taxes and other fees paid	**4**	**0.01**	**3**	**0.00**
Total direct portfolio transaction costs	**6**	**0.01**	**6**	**0.01**
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.07		0.09

5 Revenue

for the year to 30 April	2026 £'000	2025 £'000
Bank interest	16	16
Derivative revenue	101	6
Distributions from collective investment schemes: non-taxable	80	64
Distributions from collective investment schemes: taxable	61	76
Dividends from equity investments: non-taxable	279	258
Dividends from equity investments: taxable	10	7
Interest on debt securities	2,122	2,374
Management charge rebates	7	7
Rebate of ongoing charges from underlying funds	6	12
Stock dividends	3	0
Total revenue	**2,685**	**2,820**

Financial statements and notes

6 Expenses

for the year to 30 April	2026 £'000	2025 £'000
Payable to the ACD or associate		
Annual charge	233	263
Total expenses	**233**	**263**

Audit fees for the financial year ending 2026 were £14,000 (2025: £14,000) (including VAT), which are covered by the annual charge.

7 Taxation

for the year to 30 April	2026 £'000	2025 £'000
a) Analysis of charge in the year		
Corporation tax	418	447
Withholding tax	11	7
Double taxation relief	(1)	0
Prior year adjustment	3	0
Deferred tax (note 7c)	0	0
Total taxation	**431**	**454**
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	2,452	2,557
Corporation tax at 20%	490	511
Effects of:		
Revenue: non-taxable	(72)	(64)
Double taxation relief	(1)	0
Withholding tax	11	7
Prior year adjustment	3	0
Total tax charge (note 7a)	**431**	**454**
c) Provision for deferred taxation		
Provision at the start of the year	0	0
Deferred tax in profit and loss account (note 7a)	0	0
Provision at the end of the year	**0**	**0**

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 30 April	2026		2025	
Dividend distributions	Inc £'000	Acc £'000	Inc £'000	Acc £'000
Final	0	2,090	1	1,853
Total net distributions		2,090		1,854
Income deducted on cancellation of shares		367		549
Income received on issue of shares		(436)		(300)
Distributions		**2,021**		**2,103**
Net revenue/(expense) per statement of total return		2,021		2,103
Distributions		**2,021**		**2,103**

9 Debtors

as at 30 April	2026 £'000	2025 £'000
Amounts receivable on issues of shares	31	38
Debt security interest receivable	221	167
Dividends receivable	13	14
Rebate of ongoing charges from underlying funds	1	0
Total debtors	**266**	**219**

10 Cash and bank balances

as at 30 April	2026 £'000	2025 £'000
Amounts held at futures clearing houses and collateral manager	1,548	1,576
Cash held as bank balances	925	1,138
Total cash and bank balances	**2,473**	**2,714**

11 Other creditors

as at 30 April	2026 £'000	2025 £'000
Amounts payable on cancellation of shares	277	193
Annual charge payable	11	10
Corporation tax payable	211	195
Total other creditors	**499**	**398**

Financial statements and notes

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2025: same).

13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.05.25	Movements Issued	Movements Cancelled	Movements Converted	Closing 30.04.26
Sterling					
Class 'A' Accumulation	2,254,779	244,946	(891,838)	0	1,607,887
Class 'I' Accumulation	27,759,971	2,643,999	(10,402,232)	0	20,001,738
Class 'L' Accumulation	6,911,007	13,358,706	(1,735,927)	0	18,533,786
Class 'PP' Income	9,000	0	0	0	9,000
Class 'PP' Accumulation	113,145	1	(27,000)	0	86,146

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	0.85
Class 'I'	0.50
Class 'L'	0.25
Class 'PP'	0.40

Financial statements and notes

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end in respect of the annual charge are disclosed in note 11.

Amounts paid to M&G Securities Limited in respect of rebate arrangements for the annual charge are disclosed in notes 3 and 5. Amounts due at the year end from the ACD, and/or associate, in respect of these rebates are disclosed in note 9.

During the year, there were transactions with related parties of M&G Securities Limited with a total value of £nil (2025: £1,407,000).

At the balance sheet date, the fund held shares in related parties of M&G Securities Limited with a value of £1,549,000 (2025: £1,478,000).

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 0.06% (2025: 0.06%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument
This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data
This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs
This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 30 April Basis of valuation	Assets 2026 £'000	Liabilities 2026 £'000	Assets 2025 £'000	Liabilities 2025 £'000
Level 1	46,111	(560)	39,589	(247)
Level 2	8,278	(269)	7,643	(299)
Level 3	0	0	0	0
	54,389	**(829)**	**47,232**	**(546)**

Financial statements and notes

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 12 to 14.

18 Market risk sensitivity and exposure

VaR is the risk measurement methodology used to assess the fund's leverage and market risk volatility. When VaR is calculated as a percentage of the net asset value it may not be greater than the VaR limit set for the fund.

The VaR limit set during the financial year to 30 April 2026 was 20% (2025: 20%).

The lowest, highest and average utilisation of VaR with reference to the limit above are calculated during the financial years ended 30 April 2026 and 30 April 2025.

for the year to 30 April	2026 Utilisation of VaR 20%	2025 Utilisation of VaR 20%
Lowest	9.95	7.20
Highest	16.60	16.50
Average	12.64	10.86

19 Credit risk

The fund is exposed to credit risk both through the credit quality of the investments it holds and through the derivative positions with counterparties. The table below shows the credit quality of the investments held in the portfolio.

as at 30 April	2026 £'000	2025 £'000
Investment grade securities	44,595	37,472
Below investment grade securities	3,483	2,845
Other investments	5,482	6,369
Total	**53,560**	**46,686**

The credit ratings are provided by S&P, followed by Moody's, and finally Fitch.
At the balance sheet date the fund had £2,351,000 of net credit default swap buy protection in investment grade contracts (2025: £2,172,000).

Financial statements and notes

The tables below show the exposure to counterparties. Collateral is posted daily, in the form of cash or high-quality government bonds, to minimise this exposure.

as at 30 April 2026	Swaps £'000	Forwards £'000	Futures £'000
Bank of America Merrill Lynch	0	0	(558)
Barclays Bank	0	(6)	0
Citigroup	0	(14)	0
Goldman Sachs	(140)	(23)	0
JPMorgan	0	7	0
State Street Bank	0	(34)	0
Total	**(140)**	**(70)**	**(558)**

At the balance sheet date cash collateral of £260,000 was held by the fund in respect of forward currency contracts (2025: £810,000).

as at 30 April 2025	Swaps £'000	Forwards £'000	Futures £'000
Bank of America Merrill Lynch	0	0	(221)
Barclays Bank	0	(7)	0
Citigroup	0	(65)	0
Goldman Sachs	(116)	0	0
HSBC	0	(21)	0
JPMorgan	0	(52)	0
State Street Bank	0	(3)	0
UBS	0	3	0
Total	**(116)**	**(145)**	**(221)**

20 Leverage risk

Funds using VaR approaches are required to disclose the level of leverage employed during the financial reporting period.

Derivatives can be used by the fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, the size of any positive or negative movement in markets may have a more significant effect on the net asset value of the fund.

The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial years ended 30 April 2026 and 30 April 2025 are disclosed in the table below. Leverage has been calculated using the Gross Sum of Notional Approach for derivative positions only (including forward currency contracts) and excludes all physical holdings. Percentages are expressed with reference to fund valuation.

for the year to 30 April	2026 £'000	2026 %	2025 £'000	2025 %
Lowest	73,063	148.00	72,961	131.00
Highest	147,649	285.00	245,399	433.00
Average	105,494	195.98	101,881	187.30

Financial statements and notes

21 Dividend distribution tables

This fund pays annual ordinary distributions and the following table sets out the distribution period.

Annual distribution period

	Start	End	Xd	Payment
Final	01.05.25	30.04.26	01.05.26	30.06.26

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

Sterling Class 'A' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
Final	2.6701	1.9139	4.5840	4.5323

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
Final	2.1531	2.9017	5.0548	4.9710

Sterling Class 'L' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
Final	2.6886	2.7096	5.3982	5.2858

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Sterling Class 'PP' Income shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
Final	4.8075	0.0000	4.8075	4.9235

Sterling Class 'PP' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
Final	5.0185	0.0000	5.0185	4.9275

22 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Authorised Corporate Director's Report

For the purposes of these financial statements, the Prospectus dated 2 April 2026 has been used.

Investment objective

The Fund has two aims:

- to provide a growing level of income over any three-year period; and
- to provide capital growth of 2-4% per annum, net of the ongoing charge figure, over any three-year period.

There is no guarantee that the fund will achieve its objective over this, or any other, period. The income distributions and the value of your investment may rise and fall and investors may not recoup the original amount they invested.

Investment policy

The fund invests globally across a range of asset classes, including equities and equity-related securities, fixed income securities, cash and near cash. Exposure to these assets is typically gained directly, but may also be gained indirectly, via funds (including funds managed by M&G) or derivatives. The fund may also invest indirectly in other asset classes such as property.

The fund will typically invest 20%-50% of its assets in equities, 40%-80% in bonds and up to 20% in other assets, which can include convertibles.

The manager may seek to minimise currency risk through the combination of diversification and hedging.

Over 35% of the fund's assets may be invested in transferable securities or approved money-market instruments issued or guaranteed by a single state, local authority or public international body as listed hereafter:

- the Government of the United Kingdom (including the Scottish Administration, the Executive Committee of the Northern Ireland Assembly and the National Assembly of Wales);
- the Governments of Austria, Belgium, Bulgaria, Cyprus, Czech Republic, Denmark, Estonia, Finland, France, Germany, Greece, Hungary, Iceland, Ireland, Italy, Latvia, Liechtenstein, Lithuania, Luxembourg, Malta, Netherlands, Norway, Poland, Portugal, Romania, Slovakia, Slovenia, Spain and Sweden;
- the Government of Australia, Canada, Japan, New Zealand, Switzerland, USA;
- Eurofima, European Economic Community, European Bank for Reconstruction and Development, European Investment Bank, International Bank for Reconstruction and Development, International Financial Corporation.

Derivatives may also be used for efficient portfolio management purposes. More than 70% of the fund will be in sterling or hedged back to sterling.

Investment approach

The fund aims to generate a growing level of income by investing in a diversified range of income-generating assets, while recognising the importance of capital appreciation and preservation and growing the income stream over time. The fund's investment approach utilises both strategic and tactical asset allocation with these asset allocation views expected to be the main driver of returns.

The strategic asset allocation framework focuses on a comprehensive assessment of investment return prospects across a wide range of global assets. The three major components of analysis focus on asset price behaviour, economic fundamentals and investor psychology. By assessing and combining these elements, we seek to identify the most suitable investment opportunities over the medium to long term.

The tactical asset allocation framework focuses on capturing shorter term opportunities created by market volatility or observable investor biases triggered by an emotional reaction to events.

Authorised Corporate Director's Report

The fund manager seeks to achieve the fund's objectives whilst managing risk by investing globally across multiple asset classes, sectors, currencies and countries. Where the fund manager believes opportunities are limited to a few areas, the portfolio may be very concentrated in certain assets or markets. The fund manager will typically take investment positions in individual shares or bonds, but may also take positions at an index or sector level via derivatives.

Benchmark

None

The fund is actively managed and it has no benchmark. Investors can assess the performance of the fund by its objective to provide a growing level of income and capital growth of 2 to 4% per annum, both measured over any three-year period. The fund's annual report for each financial year will include details of the fund's performance in relation to its objective.

Risk profile

For details of the risks associated with this fund, please refer to the Prospectus. For details of the risk management policies, please refer to pages 12 to 14.

The following table shows the risk number associated with the fund and is based on Sterling Class 'A' shares.

Low risk — High risk

Typically lower rewards — Typically higher rewards

1	2	3	4	**5**	6	7

The above number:

- is based on the rate at which the value of the fund has moved up and down in the past and is based on historical data so may not be a reliable indicator of the future risk profile of the fund.
- is not guaranteed and may change over time and the lowest risk number does not mean risk free.
- has not changed during this period.

Investment review

For the year ended 30 April 2026

Distribution summary

The fund distributed 12 monthly payments totalling 4.91p per Sterling Class 'A' Income share over the 12 months under review. This represents an increase of 1.03% from the 4.86p distributed during the same period a year earlier. As at the end of the reporting period, the payout represented a yield (distributed income as a percentage of the fund's share price on 30 April 2026) of 3.98%.

In respect of the Sterling Class 'I' Income shares, the fund distributed 12 monthly payments totalling 49.39p per Sterling Class 'I' Income share over the 12 months under review. This represents an increase of 1.54% from the 48.64p distributed during the same period a year earlier. As at the end of the reporting period, the payout represented a yield (distributed income as a percentage of the share price at the end of the period) of 3.89%.

The fund's distribution is shown in the 'Specific share class performance' tables in this report. The distribution is subject to a variety of influences, including changes in the market environment, movements in currency and changes in the fund's tax status. Consequently, there is no guarantee that the fund will increase the income stream in every reporting period.

Performance against objective

The M&G Income and Growth Fund generated a positive total return (the combination of income and growth of capital) across all of its share classes in the 12-month period under review.

The fund's distribution increased by 5.5% per annum (pa) and its annualised capital growth was 2.1% over the three-year period to 30 April 2026. Therefore, during that period, the fund met both of its objectives of generating a growing level of income and providing capital growth of between 2% and 4% on average over any three-year period.

For the performance of each share class, please refer to the 'Long-term performance by share class' table in the 'Financial highlights' section of this report.

Authorised Corporate Director's Report

Performance review

Stockmarkets gained strongly in the 12-month period to April 2026, despite the sharp, but short-lived impact of the US-Israel attack on Iran on the last day of February 2026 and ongoing uncertainties around US tariffs. Performance was supported by robust corporate earnings, interest rate cuts and enthusiasm for AI-related companies.

Most major developed-market (DM) equities made impressive gains, but notable performers were the tech-heavy NASDAQ Index and Japan (although gains for overseas investors were eroded by the weakness of the yen). In Asia ex Japan, the performance of Korea and Taiwan was exceptionally strong, as investors piled into semiconductor and AI-related stocks. In Latin America, rising commodity prices fuelled the performance of Brazil.

For much of the review period, conditions were supportive for bonds. The US and UK central banks cut interest rates as employment markets weakened and inflation moderated. However, the attack on Iran at the end of February sent energy prices higher and investors went from pricing in further interest rate cuts, to rate increases.

For the 12 months as a whole, the US Treasury Index recorded a small gain, UK government bonds (gilts) were relatively flat overall, while German government bonds (bunds) lost value. Short-dated bonds outperformed longer-dated bonds. Yields on 10-year bonds rose in the review period and in the case of the UK, Germany and Japan were at multi-year highs towards the end of April 2026.

In emerging markets (EM), both local currency and hard currency bonds performed strongly. Credit spreads on hard currency bonds tightened notably in the review period. Credit spreads measure the difference between the yield on a corporate bond and a government bond of the same maturity and reflect how much extra compensation investors demand for taking corporate credit risk.

Elsewhere, riskier high-yield corporate bonds outpaced investment grade bonds (corporate bonds which are considered safer because of stronger finances), with US corporate bonds leading gains in both.

Our equity positions were the main driver of the fund's positive performance. Japanese and US equity holdings contributed significantly to the fund's returns, while European (including UK) and EM equities also gained meaningfully.

In fixed income, EM sovereign bonds were strong contributors with a notable contribution from Turkish lira-denominated supranational bonds. Returns from South African and Brazilian government bonds were further boosted by currency impact.

Conversely, our holdings in UK gilts, German bunds and US government bonds (Treasuries) were detractors, although they provided a useful source of diversification during some phases of market stress.

Cash and currency overall were another important contributor to the fund's return.

Investment activities

We were active throughout the review period, shifting asset allocation in response to opportunities as we saw them.

In May 2025, we closed a small tactical position in a MSCI Mexico ETF (exchange traded fund) which had meaningfully outperformed since our initial investment. We used the proceeds to top up our holding in a MSCI World ex US ETF. Later in the month, we reduced our target weight in Brazilian 2027 government bonds from 2% to 1% and added to our MSCI World ex US holding.

In the first half of June, we diversified our DM government bond holdings, with the introduction of 30-year US and UK inflation-linked bonds (which were offering attractive real yields in our view) and German bunds. The purchases were funded by reducing the fund's exposure to US Treasuries and UK gilts.

Early in July, we initiated positions in Turkish equities and the MSCI Emerging Markets Index. We also began a 5% target position in a global technology basket of best ideas and added to our Japanese smaller companies exposure. These investments were funded by closing our World ex US ETF position. We also

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reduced our holding in the European Bank for Reconstruction and Development's (EBRD) Turkish lira supranational bond. Other activities included rebalancing our EM debt exposure and high yield equity baskets in the US, Europe and Japan.

In August, we trimmed our exposure to Japanese banks and shortly afterwards, we added exposure to eurozone banks and EM equities. We also increased the fund's duration by around one year by adding to our EM debt basket and increasing our target weight in US and UK inflation-linked bonds. (Duration is a measure of the sensitivity of a bond or bond fund to changes in interest rates. The longer a bond or bond fund's duration, the more sensitive it is to interest rate movements.)

In late September, we reduced European equity exposure and began a new position in the HSCEI future (which tracks the performance of Chinese companies listed in Hong Kong) and increased our target weight in the M&G Global Emerging Markets Fund. We also switched out of a basket of technology names and replaced it with exposure to the NASDAQ future and a basket of new best technology ideas, split 50/50. Finally, we closed our position in 30-year UK gilts.

Early in October we began new currency hedges to reduce our EM currency exposure, for risk management purposes. Mid-October, we trimmed exposure to EU and Japanese banks. Later, we added to positions in the NASDAQ, our technology basket, and began a new position in an MSCI World equity future (which was sold in February 2026). We also increased exposure to 10-year US Treasuries.

Towards the end of November, we closed our position in a basket of high yield corporate bonds and began a new position, in two-year Colombian bonds, which had sold off materially.

In January 2026, we lowered our target weight to the NASDAQ in order to bring US and tech exposure down and sharpen our exposure to individual in-house stock picks. Further, we trimmed our target exposure to long-dated German bunds.

Around mid-February, we rebalanced our duration allocation in favour of conventional bonds and away from inflation-linked bonds from around a 50/50 split to approximately 75/25. We trimmed the fund's exposure to German bunds and 10-year US Treasuries (both conventional bonds) and also to long-dated US and UK inflation-linked bonds. Conversely, we started new conventional bonds positions in US Treasuries and UK gilts. Towards February-end, we initiated a position in Indonesian stocks funded by reducing US, European and Japanese equity baskets.

Early in March, we trimmed European equity exposure. Around mid-March, we started a fully-hedged new position in a basket of high-quality, high-yield credit names. Later, to lower stock specific risks given the high level of uncertainty around the Middle East crisis, we took profits on holdings in Turkish equities and an EM equity fund. We also lowered our target weight in Japanese small-caps and added to a basket of US stocks.

Towards the end of April, we closed positions in a local currency-denominated Indian supranational bond and a Philippines government bond, while increasing exposure to our high-yield credit basket. Further, we increased holdings in US equities and a MSCI Brazil ETF and trimmed exposure to the Indian rupee.

Outlook

Despite the real-world implications of the middle eastern conflict, market moves have done little to change the broad views expressed in the portfolio. The lack of meaningful valuation shifts across assets is the key reason why there were few candidates for tactical changes amidst the volatility in March and April. In historical terms, market volatility and panic has remained relatively contained, with asset prices adjusting but falling well short of the levels of stress typically seen during genuine crisis episodes.

We remain neutral on equities overall, with a continued preference for non-US equities like Europe, Asia (including Japan) and EM. The latter, would potentially be a more preferred way to add non-US equity exposure given its relatively more attractive pricing and

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forecast earnings growth. While we continue to see value in ex-US DM equities, their valuations have increased since we had our largest bet on ex-US towards the end of 2024 and going into 2025.

In the case of government bonds, we have an above benchmark (overweight) position to long-dated DM government bonds given attractive valuations. While a peace deal in the Middle East is uncertain, we believe that long-dated DM government bonds present a compelling opportunity. Indeed, there are now plausible scenarios in which the impact of the conflict could support longer duration (longer term) bond exposures. Increased oil prices should have limited impact on the medium to long term outlook for inflation in our view, while the prospects for tighter policy and the effect of higher costs reducing demand could weigh on growth bringing down yields in longer-term bonds.

We also prefer local-currency EM government bonds. Though expectations are now a bit more muted, we believe valuations remain attractive. Conversely, we remain cautious on credit, specifically for high-yield credit as corporate bond credit spreads remain near historic lows. Also, there are concerns that some underlying financial pressures may be less visible as private lending may allow certain issuers to delay or obscure signs of stress.

Stefano Amato
Fund manager

An employee of M&G FA Limited which is an associate of M&G Securities Limited. Please note that effective from 31 March 2026, Steven Andrew resigned as co-fund manager.

Please note that the views expressed in this Report should not be taken as a recommendation or advice on how the 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

Investments

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Collective investment schemes	**21,761**	**9.05**	**7.69**
	M&G funds[a]	**16,821**	**6.99**	**2.58**
8,289,657	M&G Global Emerging Markets Fund	12,883	5.35	
2,617,930	M&G Japan Smaller Companies Fund	3,938	1.64	
	Other funds	**4,940**	**2.06**	**5.11**
213,392	iShares MSCI Brazil UCITS ETF	4,940	2.06	
	Equities	**83,811**	**34.84**	**33.94**
	Automobiles and parts	**2,858**	**1.19**	**1.42**
1,467	Ferrari NV	365	0.15	
57,300	Honda Motor Co. Ltd.	340	0.14	
8,421	Mercedes-Benz Group AG	356	0.15	
4,234	Sumitomo Electric Industries Ltd.	201	0.08	
2,234	Tesla, Inc.	614	0.26	
49,200	Toyota Motor Corp.	690	0.29	
3,912	Volkswagen AG Preference Shares	292	0.12	
	Banks	**11,172**	**4.65**	**2.82**
49,129	AIB Group PLC	413	0.17	
15,923	Banco Bilbao Vizcaya Argentaria SA	258	0.11	
43,751	Banco Santander SA	387	0.16	
3,730,641	Bank Central Asia Tbk. PT	929	0.39	
3,506,196	Bank Mandiri Persero Tbk. PT	656	0.27	
4,679,400	Bank Rakyat Indonesia Persero Tbk. PT	597	0.25	
8,857	BNP Paribas SA	666	0.28	
41,872	CaixaBank SA	387	0.16	
3,051	Commerzbank AG	91	0.04	
5,128	Deutsche Bank AG	117	0.05	
8,289	Erste Group Bank AG	682	0.28	
28,812	ING Groep NV	602	0.25	
154,391	Intesa Sanpaolo SpA	762	0.32	
2,999	JPMorgan Chase & Co.	684	0.28	
7,977	KBC Group NV	775	0.32	
57,800	Mitsubishi UFJ Financial Group, Inc.	763	0.32	
14,400	Mizuho Financial Group, Inc.	452	0.19	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Equities (continued)			
	Banks (continued)			
12,836	Nordea Bank Abp	176	0.07	
2,767	Societe Generale SA	162	0.07	
23,100	Sumitomo Mitsui Financial Group, Inc.	595	0.25	
15,500	Sumitomo Mitsui Trust Group, Inc.	376	0.16	
9,430	U.S. Bancorp	393	0.16	
4,451	UniCredit SpA	249	0.10	
	Basic resources	**465**	**0.19**	**0.44**
4,238,032	Bumi Resources Minerals Tbk. PT	147	0.06	
14,454	UPM-Kymmene OYJ	318	0.13	
	Chemicals	**2,291**	**0.96**	**0.24**
10,781	BASF SE	504	0.21	
1,420	Linde PLC (EUR)	530	0.22	
1,381	Linde PLC (USD)	514	0.22	
28,600	Nippon Shokubai Co. Ltd.	289	0.12	
13,400	Shin-Etsu Chemical Co. Ltd.	454	0.19	
	Construction and materials	**1,479**	**0.62**	**1.12**
22,200	Obayashi Corp.	381	0.16	
15,900	Sumitomo Osaka Cement Co. Ltd.	291	0.12	
4,800	Taisei Corp.	381	0.16	
3,859	Vinci SA	426	0.18	
	Consumer products and services	**2,870**	**1.18**	**0.66**
1,444	adidas AG	184	0.08	
251	Hermes International SCA	347	0.14	
28,400	Iida Group Holdings Co. Ltd.	295	0.12	
810	Kering SA	163	0.07	
1,259	LVMH Moet Hennessy Louis Vuitton SE	486	0.20	
7,300	Nintendo Co. Ltd.	264	0.11	
18,500	Panasonic Holdings Corp.	277	0.11	
36,900	Sony Group Corp.	535	0.22	
49,100	Sumitomo Forestry Co. Ltd.	319	0.13	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Equities (continued)			
	Energy	**2,265**	**0.94**	**2.24**
3,704	Chevron Corp.	525	0.22	
4,485	Exxon Mobil Corp.	510	0.21	
3,961	Siemens Energy AG	605	0.25	
9,257	TotalEnergies SE	625	0.26	
	Financial services	**2,651**	**1.10**	**1.64**
1,657	Berkshire Hathaway, Inc.	581	0.24	
628	Goldman Sachs Group, Inc.	419	0.17	
191,494	Mandatum OYJ	1,133	0.47	
3,765	Morgan Stanley	518	0.22	
	Food, beverage and tobacco	**1,448**	**0.61**	**2.45**
8,971	Mondelez International, Inc.	405	0.17	
3,729	PepsiCo, Inc.	426	0.18	
5,573	Pernod Ricard SA	302	0.13	
50,800	Umios Corp.	315	0.13	
	Health care	**5,887**	**2.43**	**4.13**
8,044	Abbott Laboratories	542	0.23	
7,166	Bayer AG	230	0.09	
7,365	Bristol-Myers Squibb Co.	316	0.13	
22,600	Daiichi Sankyo Co. Ltd.	274	0.11	
632	Eli Lilly & Co.	402	0.17	
1,861	EssilorLuxottica SA	288	0.12	
7,752	Fresenius SE & Co. KGaA	274	0.11	
11,280	Koninklijke Philips NV	216	0.09	
18,752	Pfizer, Inc.	364	0.15	
15,736	Revolution Medicines, Inc.	1,640	0.68	
8,896	Sanofi SA	605	0.25	
17,821	Takeda Pharmaceutical Co. Ltd.	440	0.18	
1,093	UnitedHealth Group, Inc.	296	0.12	
	Industrial goods and services	**12,881**	**5.38**	**3.00**
3,934	Accenture PLC	525	0.22	
354	Adyen NV	292	0.12	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Equities (continued)			
	Industrial goods and services (continued)			
12,261	Bureau Veritas SA	279	0.12	
815	Caterpillar, Inc.	516	0.21	
25,306	Daimler Truck Holding AG	929	0.39	
745	Deere & Co.	309	0.13	
3,627	Emerson Electric Co.	367	0.15	
12,700	FANUC Corp.	407	0.17	
1,699	General Electric Co.	358	0.15	
27,000	Hitachi Ltd.	615	0.26	
59,800	ITOCHU Corp.	544	0.23	
14,000	Kamigumi Co. Ltd.	341	0.14	
1,800	Keyence Corp.	599	0.25	
6,881	Kone OYJ	325	0.14	
3,037	Mastercard, Inc.	1,194	0.50	
20,200	Mitsubishi Heavy Industries Ltd.	436	0.18	
55,200	Mitsubishi Logistics Corp.	361	0.15	
17,500	Mitsui & Co. Ltd.	483	0.20	
12,100	Recruit Holdings Co. Ltd.	412	0.17	
3,707	RTX Corp.	472	0.20	
2,934	Schneider Electric SE	680	0.28	
3,636	Siemens AG	784	0.33	
11,656	Sumitomo Heavy Industries Ltd.	287	0.12	
5,524	Visa, Inc.	1,366	0.57	
	Insurance	**4,312**	**1.80**	**3.00**
2,514	Allianz SE	839	0.35	
15,796	AXA SA	555	0.23	
12,606	Generali	412	0.17	
7,371	MetLife, Inc.	432	0.18	
1,174	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen	518	0.21	
5,785	NN Group NV	370	0.16	
40,625	Sampo OYJ	310	0.13	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Equities (continued)			
	Insurance (continued)			
14,900	Sompo Holdings, Inc.	403	0.17	
14,100	Tokio Marine Holdings, Inc.	473	0.20	
	Media	**643**	**0.26**	**0.38**
8,822	Havas NV	123	0.05	
5,394	Netflix, Inc.	364	0.15	
91,157	Vivendi SE	156	0.06	
	Personal care, drug and grocery stores	**1,595**	**0.67**	**2.04**
36,200	Aeon Co. Ltd.	255	0.11	
5,700	Colgate-Palmolive Co.	356	0.15	
5,310	CVS Health Corp.	327	0.14	
12,700	Kao Corp.	348	0.14	
7,184	Unilever PLC	309	0.13	
	Real estate	**1,221**	**0.51**	**0.29**
19,500	Mitsubishi Estate Co. Ltd.	405	0.17	
45,400	Mitsui Fudosan Co. Ltd.	362	0.15	
3,063	Simon Property Group, Inc.	454	0.19	
	Retail	**3,521**	**1.46**	**1.14**
6,747	Amazon.com, Inc.	1,343	0.56	
501	Costco Wholesale Corp.	370	0.15	
2,469	Home Depot, Inc.	589	0.25	
20,000	Isetan Mitsukoshi Holdings Ltd.	278	0.11	
33,400	J Front Retailing Co. Ltd.	358	0.15	
2,304	Target Corp.	218	0.09	
3,874	Walmart, Inc.	365	0.15	
	Technology	**20,524**	**8.51**	**3.68**
1,352	Advanced Micro Devices, Inc.	340	0.14	
1,800	Advantest Corp.	238	0.10	
2,144	Alphabet, Inc. A	592	0.25	
1,871	Alphabet, Inc. C	513	0.21	
8,469	Apple, Inc.	1,696	0.71	
884	ASML Holding NV	917	0.38	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Equities (continued)			
	Technology (continued)			
5,869	Broadcom, Inc.	1,786	0.74	
3,147	Capgemini SE	286	0.12	
13,904	Dassault Systemes SE	229	0.09	
19,700	Fujitsu Ltd.	294	0.12	
73,644,490	GoTo Gojek Tokopedia Tbk. PT	170	0.07	
14,217	Infineon Technologies AG	688	0.29	
2,457	International Business Machines Corp.	412	0.17	
3,747	Intuit, Inc.	1,095	0.46	
1,875	Meta Platforms, Inc.	847	0.35	
8,436	Microsoft Corp.	2,582	1.07	
14,000	Murata Manufacturing Co. Ltd.	337	0.14	
13,050	NVIDIA Corp.	2,030	0.84	
13,700	Obic Co. Ltd.	267	0.11	
2,197	Palantir Technologies, Inc.	226	0.09	
7,662	Prosus NV	269	0.11	
1,705	QUALCOMM, Inc.	218	0.09	
4,231	Reddit, Inc.	463	0.19	
8,095	Salesforce, Inc.	1,077	0.45	
5,482	SAP SE	696	0.29	
4,455	ServiceNow, Inc.	290	0.12	
17,424	Taiwan Semiconductor Manufacturing Co. Ltd.	873	0.36	
2,372	Texas Instruments, Inc.	465	0.19	
2,100	Tokyo Electron Ltd.	432	0.18	
2,443	Tokyo Seimitsu Co. Ltd.	196	0.08	
	Telecommunications	**2,871**	**1.20**	**1.66**
22,611	Deutsche Telekom AG	535	0.22	
34,400	KDDI Corp.	417	0.17	
629,200	NTT, Inc.	451	0.19	
450,300	SoftBank Corp.	469	0.19	
10,400	SoftBank Group Corp.	256	0.11	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Equities (continued)			
	Telecommunications (continued)			
83,325	Telefonica SA	276	0.12	
3,872,684	Telkom Indonesia Persero Tbk. PT	467	0.20	
	Travel and leisure	**314**	**0.13**	**0.05**
4,043	Starbucks Corp.	314	0.13	
	Utilities	**2,543**	**1.05**	**1.54**
558,051	Barito Renewables Energy Tbk. PT	106	0.04	
81,047	EDP SA	322	0.13	
15,148	Engie SA	360	0.15	
40,729	Iberdrola SA	704	0.29	
24,600	Nippon Gas Co. Ltd.	309	0.13	
19,356	Redeia Corp. SA	249	0.10	
7,114	Southern Co.	493	0.21	
	Fixed income	**125,324**	**52.10**	**55.02**
	Brazilian real denominated bonds	**6,993**	**2.91**	**2.23**
	Government bonds	**6,993**	**2.91**	**2.23**
BRL56,300,000	Brazil Notas do Tesouro Nacional 10% 01/01/2033	6,993	2.91	
	Chilean peso denominated bonds	**0**	**0.00**	**1.14**
	Government bonds	**0**	**0.00**	**1.14**
	Colombian peso denominated bonds	**5,234**	**2.18**	**1.47**
	Government bonds	**5,234**	**2.18**	**1.47**
COP28,700,000,000	Colombia TES 5.75% 03/11/2027	5,234	2.18	
	Euro denominated bonds	**7,711**	**3.21**	**0.58**
	Corporate bonds	**2,202**	**0.92**	**0.58**
EUR813,000	Celsa Opco SA 8.25% 15/12/2030	721	0.30	
EUR839,000	CT Investment GmbH 6.375% 15/04/2030	739	0.31	
EUR835,000	Neopharmed Gentili SpA 7.125% 08/04/2030	742	0.31	
	Government bonds	**5,509**	**2.29**	**0.00**
EUR7,845,000	Bundesrepublik Deutschland Bundesanleihe 2.5% 15/08/2054	5,509	2.29	
	Indian Rupee denominated bonds	**0**	**0.00**	**1.22**
	Corporate bonds	**0**	**0.00**	**1.22**

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Fixed income (continued)			
	Indonesian rupiah denominated bonds	**0**	**0.00**	**1.15**
	Government bonds	**0**	**0.00**	**1.15**
	Mexican peso denominated bonds	**6,908**	**2.87**	**1.66**
	Government bonds	**6,908**	**2.87**	**1.66**
MXN177,700,000	Mexico Bonos 8% 21/02/2036	6,908	2.87	
	Peruvian nouveau sol denominated bonds	**6,650**	**2.76**	**1.32**
	Government bonds	**6,650**	**2.76**	**1.32**
PEN30,460,000	Peru Government Bonds 6.85% 12/08/2035	6,650	2.76	
	Philippines peso denominated bonds	**0**	**0.00**	**0.69**
	Government bonds	**0**	**0.00**	**0.69**
	Polish zloty denominated bonds	**0**	**0.00**	**1.27**
	Government bonds	**0**	**0.00**	**1.27**
	South African rand denominated bonds	**6,634**	**2.76**	**1.50**
	Government bonds	**6,634**	**2.76**	**1.50**
ZAR150,610,000	Republic of South Africa Government Bonds 8.875% 28/02/2035	6,634	2.76	
	Sterling denominated bonds	**20,739**	**8.62**	**7.42**
	Corporate bonds	**0**	**0.00**	**0.37**
GBP150,000	Washington Mutual, Inc. 0% 10/06/2059[b]	0	0.00	
	Government bonds	**20,739**	**8.62**	**7.05**
GBP13,390,000	U.K. Gilts 4.375% 31/07/2054	10,929	4.54	
GBP5,800,000	U.K. Gilts 4.5% 07/03/2035	5,613	2.33	
GBP5,010,000	U.K. Inflation-Linked Gilts 1.25% 22/11/2054	4,197	1.75	
	Turkish lira denominated bonds	**6,345**	**2.64**	**3.74**
	Corporate bonds	**6,345**	**2.64**	**3.74**
TRY449,500,000	European Bank for Reconstruction & Development 28% 27/09/2027	6,345	2.64	
	US dollar denominated bonds	**58,110**	**24.15**	**29.63**
	Corporate bonds	**26,522**	**11.02**	**3.03**
USD958,000	Aethon United BR LP/Aethon United Finance Corp. 7.5% 01/10/2029	738	0.31	
USD943,000	Allied Universal Holdco LLC 7.875% 15/02/2031	730	0.30	
USD979,000	American Airlines, Inc. 7.25% 15/02/2028	731	0.30	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Fixed income (continued)			
	US dollar denominated bonds (continued)			
	Corporate bonds (continued)			
USD844,000	American Homes 4 Rent LP 4.9% 15/02/2029	626	0.26	
USD1,009,000	Asbury Automotive Group, Inc. 4.625% 15/11/2029	725	0.30	
USD953,000	Clear Channel Outdoor Holdings, Inc. 7.125% 15/02/2031	731	0.30	
USD854,000	Cloud Software Group, Inc. 6.5% 31/03/2029	614	0.26	
USD912,000	COPT Defense Properties LP 2% 15/01/2029	630	0.26	
USD946,000	Dcli Bidco LLC 7.75% 15/11/2029	716	0.30	
USD971,000	Directv Financing LLC 8.875% 01/02/2030	725	0.30	
USD948,000	Directv Financing LLC/Directv Financing Co-Obligor, Inc. 10% 15/02/2031	727	0.30	
USD924,000	Excelerate Energy LP 8% 15/05/2030	721	0.30	
USD973,000	Frontier Communications Holdings LLC 5.875% 01/11/2029	722	0.30	
USD1,023,000	GFL Environmental, Inc. 3.5% 01/09/2028	737	0.30	
USD1,074,000	GGAM Finance Ltd. 6.875% 15/04/2029	810	0.34	
USD998,000	Iron Mountain, Inc. 5% 15/07/2028	733	0.31	
USD1,017,000	Ivanhoe Mines Ltd. 7.875% 23/01/2030	762	0.32	
USD998,000	Liberty Costa Rica Senior Secured Finance 10.875% 15/01/2031	774	0.32	
USD1,062,000	Magnera Corp. 4.75% 15/11/2029	718	0.30	
USD997,000	McGraw-Hill Education, Inc. 5.75% 01/08/2028	733	0.30	
USD1,007,000	Medline Borrower LP 5.25% 01/10/2029	739	0.31	
USD989,000	Neptune Bidco U.S., Inc. 9.29% 15/04/2029	734	0.31	
USD1,067,000	Olympus Water U.S. Holding Corp. 4.25% 01/10/2028	764	0.32	
USD1,141,000	PennyMac Financial Services, Inc. 4.25% 15/02/2029	803	0.33	
USD993,000	PG&E Corp. 5% 01/07/2028	729	0.30	
USD1,057,000	RHP Hotel Properties LP/RHP Finance Corp. 7.25% 15/07/2028	797	0.33	
USD1,029,000	Stena International SA 7.25% 15/01/2031	770	0.32	
USD998,000	Sunoco LP/Sunoco Finance Corp. 5.875% 15/03/2028	736	0.31	
USD994,000	Tenet Healthcare Corp. 4.625% 15/06/2028	727	0.30	
USD1,869,000	TRU Taj LLC/TRU Taj Finance, Inc. 0% 30/03/2040[b]	0	0.00	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Fixed income (continued)			
	US dollar denominated bonds (continued)			
	Corporate bonds (continued)			
USD1,301,000	U.S. Foods, Inc. 6.875% 15/09/2028	983	0.41	
USD852,000	UKG, Inc. 6.875% 01/02/2031	609	0.25	
USD1,003,000	United Airlines Holdings, Inc. 5.375% 01/03/2031	729	0.30	
USD1,018,000	United Airlines, Inc. 4.625% 15/04/2029	740	0.31	
USD1,001,000	Vertiv Group Corp. 4.125% 15/11/2028	729	0.30	
USD977,000	Wayfair LLC 7.25% 31/10/2029	739	0.31	
USD1,048,000	XHR LP 6.625% 15/05/2030	791	0.33	
	Government bonds	**31,588**	**13.13**	**26.60**
USD18,490,000	U.S. Treasury Bonds 4.625% 15/11/2055	12,909	5.37	
USD6,140,000	U.S. Treasury Inflation-Indexed Bonds 2.375% 15/02/2055	4,342	1.80	
USD19,000,000	U.S. Treasury Notes 4.625% 15/02/2035	14,337	5.96	
	Derivatives	**(1,140)**	**(0.48)**	**0.01**
	Forwards	**(64)**	**(0.03)**	**(0.03)**
	Bought JPY244,743,865 for GBP1,143,165 Settlement 31/07/2026	17	0.01	
	Bought PHP145,997,221 for USD2,359,742 Settlement 21/07/2026	6	0.00	
	Bought USD4,060,544 for BRL20,741,257 Settlement 14/07/2026	(14)	(0.01)	
	Bought USD7,349,430 for COP27,700,000,000 Settlement 07/07/2026	(141)	(0.06)	
	Bought USD5,517,119 for IDR94,133,077,721 Settlement 08/07/2026	77	0.03	
	Bought USD2,270,359 for KRW3,427,515,589 Settlement 08/07/2026	(44)	(0.02)	
	Bought USD5,029,651 for PEN17,476,025 Settlement 07/07/2026	70	0.03	
	Bought USD2,424,704 for PHP145,997,221 Settlement 21/07/2026	42	0.02	
	Bought USD2,586,255 for TWD82,887,185 Settlement 01/07/2026	(22)	(0.01)	
	Sold EUR40,444,308 for GBP35,184,081 Settlement 31/07/2026	15	0.01	

Portfolio statement

Investments (continued)

Holding		as at 30.04.26 £'000	as at 30.04.26 %	as at 30.04.25 %
	Derivatives (continued)			
	Forwards (continued)			
	Sold HKD33,535,370 for GBP3,179,632 Settlement 31/07/2026	4	0.00	
	Sold JPY3,672,054,678 for GBP17,169,729 Settlement 31/07/2026	(238)	(0.10)	
	Sold USD144,122,188 for GBP106,738,200 Settlement 31/07/2026	164	0.07	
	Futures	**(82)**	**(0.04)**	**0.04**
9	CME E-mini NASDAQ 100 Index Futures Jun 2026	369	0.15	
(358)	Eurex EURO STOXX Banks Index Futures Jun 2026	(297)	(0.12)	
(147)	Eurex STOXX Europe 600 Futures Jun 2026	(65)	(0.03)	
77	HKG Hang Seng China Enterprises Index Futures May 2026	(1)	0.00	
26	HKG Hang Seng Index Futures May 2026	(15)	(0.01)	
1,217	TurkDEX ISE 30 Futures Jun 2026	(73)	(0.03)	
	Credit default swaps	**(994)**	**(0.41)**	**0.00**
USD(14,500,000)	CDX.NA.HY.S46 20/06/2031	(789)	(0.33)	
EUR(2,600,000)	iTraxx Europe Crossover S45 20/06/2031	(205)	(0.08)	
Total portfolio		**229,756**	**95.51**	**96.66**
Net other assets/(liabilities)		**10,803**	**4.49**	**3.34**
Net assets attributable to shareholders		**240,559**	**100.00**	**100.00**

All securities are on an official stock exchange listing except where referenced.
The comparative sector weightings have been re-analysed to reflect changes to the sector classifications.
[a] Related party.
[b] Defaulted bond.

Portfolio statement

Top ten portfolio transactions for the year to 30 April 2026

Largest purchases	£'000
U.S. Treasury Bills 0% 27/01/2026	19,098
Bundesrepublik Deutschland Bundesanleihe 2.5% 15/08/2054	18,764
U.K. Treasury Bills 0% 13/07/2026	17,009
U.S. Treasury Bills 0% 23/09/2025	16,172
U.K. Treasury Bills 0% 22/06/2026	14,387
U.S. Treasury Bonds 4.625% 15/11/2055	14,381
U.K. Gilts 4.375% 31/07/2054	14,275
U.S. Treasury Bills 0% 19/08/2025	13,898
M&G Global Emerging Markets Fund[a]	13,487
U.S. Treasury Bills 0% 04/09/2025	13,078
Other purchases	252,413
Total purchases	**406,962**

Largest sales	£'000
U.S. Treasury Notes 4.625% 15/02/2035	23,642
U.S. Treasury Bills 0% 27/01/2026	19,203
U.K. Treasury Bills 0% 13/07/2026	17,102
U.S. Treasury Bills 0% 23/09/2025	16,490
Xtrackers MSCI World ex USA UCITS ETF	14,968
U.K. Treasury Bills 0% 22/06/2026	14,447
U.S. Treasury STRIPS Principal 0% 15/02/2054	14,228
U.S. Treasury Bills 0% 08/05/2025	14,142
U.S. Treasury Bills 0% 19/08/2025	13,766
U.S. Treasury Bills 0% 04/09/2025	13,192
Other sales	302,683
Total sales	**463,863**

[a] Related party.
Purchases and sales exclude the cost and proceeds of 'AAA' rated money market funds.

Financial highlights

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.

As different share classes have different attributes, for example charging structures and minimum investments, please be aware that their performance may be different.

For additional information, including monthly fund commentaries, fund facts, historic prices, distribution rates, performance information (including a range of performance graphs) and other documents, please visit our website at mandg.com/investments

Long-term performance by share class

To give an indication of the performance of the 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 and shown as net of operating charge. Please refer to 'Specific share class performance' tables for the share class launch dates.

Share class	One year %[a]	Three years % pa	Five years % pa	Ten years % pa
Sterling				
Class 'A' Income	+12.0	+6.5	+3.4	+4.5
Class 'A' Accumulation	+12.0	+6.5	+3.4	+4.5
Class 'I' Income	+12.4	+6.8	+3.8	+4.9
Class 'I' Accumulation	+12.4	+6.8	+3.8	+4.9
Class 'PP' Income	+12.5	+6.9	+3.8	n/a
Class 'PP' Accumulation	+12.5	+6.9	+3.8	n/a
Class 'R' Income	+12.2	+6.6	+3.6	+4.7
Class 'R' Accumulation	+12.2	+6.6	+3.6	+4.7

[a] Not annualised.

Specific share class performance

The following comparative tables show the performance of each share class. All 'Performance and charges' percentages represent an annual rate except for the 'Return after operating charges' which is calculated as a percentage of the opening net asset value per share (NAV per share).

'Operating charges' and 'Direct transaction costs' are calculated as a percentage of average net asset value. Where there is a change in the charging structure, you may see variances in the 'operating charges' between the comparative and current year figures.

The closing NAV per share shown may diverge from the highest and lowest share prices (used for dealing purposes) as at the balance sheet date due to accounting and valuation adjustments.

Financial highlights

Sterling Class 'A' Income shares

The share class was launched on 11 November 2010.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	113.86	116.75	115.27
Return before operating charges*	14.80	3.21	7.79
Operating charges	(1.26)	(1.24)	(1.25)
Return after operating charges*	13.54	1.97	6.54
Distributions	(4.91)	(4.86)	(5.06)
Closing NAV	122.49	113.86	116.75
*after direct transaction cost of	0.05	0.07	0.03
Performance			
Return after charges (%)	11.89	1.69	5.67
Other information			
Closing NAV (£'000)	48,686	48,014	52,153
Number of shares	39,748,703	42,169,342	44,671,354
Operating charges (%)	1.05	1.05	1.07
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	128.08	121.04	119.10
Lowest share price (UK p)	113.60	109.00	110.68

Sterling Class 'A' Accumulation shares

The share class was launched on 11 November 2010.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	193.76	190.66	180.23
Return before operating charges*	25.52	5.16	12.41
Operating charges	(2.17)	(2.06)	(1.98)
Return after operating charges*	23.35	3.10	10.43
Distributions	(6.34)	(6.01)	(6.11)
Retained distributions	6.34	6.01	6.11
Closing NAV	217.11	193.76	190.66
*after direct transaction cost of	0.08	0.12	0.05
Performance			
Return after charges (%)	12.05	1.63	5.79
Other information			
Closing NAV (£'000)	7,009	13,470	15,071
Number of shares	3,228,373	6,951,810	7,904,555
Operating charges (%)	1.05	1.05	1.07
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	224.33	202.73	192.68
Lowest share price (UK p)	193.29	184.17	175.93

Financial highlights

Sterling Class 'I' Income shares

The share class was launched on 3 August 2012.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	1,165.29	1,190.02	1,170.29
Return before operating charges*	150.67	31.77	78.21
Operating charges	(7.99)	(7.86)	(7.94)
Return after operating charges*	142.68	23.91	70.27
Distributions	(49.39)	(48.64)	(50.54)
Closing NAV	1,258.58	1,165.29	1,190.02
*after direct transaction cost of	0.47	0.76	0.33
Performance			
Return after charges (%)	12.24	2.01	6.00
Other information			
Closing NAV (£'000)	52,810	68,152	93,366
Number of shares	4,196,006	5,848,487	7,845,755
Operating charges (%)	0.65	0.65	0.67
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	1,315.08	1,235.59	1,212.62
Lowest share price (UK p)	1,162.67	1,114.43	1,125.43

Sterling Class 'I' Accumulation shares

The share class was launched on 3 August 2012.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	1,833.43	1,798.33	1,694.49
Return before operating charges*	240.32	47.16	115.50
Operating charges	(12.80)	(12.06)	(11.66)
Return after operating charges*	227.52	35.10	103.84
Distributions	(66.44)	(62.70)	(63.11)
Retained distributions	66.44	62.70	63.11
Closing NAV	2,060.95	1,833.43	1,798.33
*after direct transaction cost of	0.75	1.17	0.48
Performance			
Return after charges (%)	12.41	1.95	6.13
Other information			
Closing NAV (£'000)	118,033	131,182	155,765
Number of shares	5,727,118	7,155,041	8,661,627
Operating charges (%)	0.65	0.65	0.67
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	2,128.35	1,917.29	1,816.92
Lowest share price (UK p)	1,829.12	1,742.40	1,656.67

Financial highlights

Sterling Class 'PP' Income shares

The share class was launched on 5 August 2019.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	93.25	95.13	93.46
Return before operating charges*	12.03	2.52	6.23
Operating charges	(0.54)	(0.53)	(0.54)
Return after operating charges*	11.49	1.99	5.69
Distributions	(3.93)	(3.87)	(4.02)
Closing NAV	100.81	93.25	95.13
*after direct transaction cost of	0.04	0.06	0.03
Performance			
Return after charges (%)	12.32	2.09	6.09
Other information			
Closing NAV (£'000)	720	859	785
Number of shares	714,640	920,824	825,507
Operating charges (%)	0.55	0.55	0.57
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	105.32	98.81	96.91
Lowest share price (UK p)	93.04	89.16	89.91

Sterling Class 'PP' Accumulation shares

The share class was launched on 8 April 2019.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	118.69	116.33	109.52
Return before operating charges*	15.54	3.02	7.45
Operating charges	(0.70)	(0.66)	(0.64)
Return after operating charges*	14.84	2.36	6.81
Distributions	(4.41)	(4.15)	(4.17)
Retained distributions	4.41	4.15	4.17
Closing NAV	133.53	118.69	116.33
*after direct transaction cost of	0.05	0.08	0.03
Performance			
Return after charges (%)	12.50	2.03	6.22
Other information			
Closing NAV (£'000)	5,127	9,149	9,792
Number of shares	3,839,485	7,708,145	8,417,541
Operating charges (%)	0.55	0.55	0.57
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	137.88	124.10	117.52
Lowest share price (UK p)	118.42	112.79	107.12

Financial highlights

Sterling Class 'R' Income shares

The share class was launched on 3 August 2012.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	113.10	115.80	114.16
Return before operating charges*	14.67	3.15	7.68
Operating charges	(1.07)	(1.06)	(1.06)
Return after operating charges*	13.60	2.09	6.62
Distributions	(4.85)	(4.79)	(4.98)
Closing NAV	121.85	113.10	115.80
*after direct transaction cost of	0.05	0.07	0.03
Performance			
Return after charges (%)	12.02	1.80	5.80
Other information			
Closing NAV (£'000)	4,658	5,059	5,502
Number of shares	3,822,362	4,473,167	4,751,416
Operating charges (%)	0.90	0.90	0.92
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	127.38	120.12	118.08
Lowest share price (UK p)	112.84	108.24	109.68

Sterling Class 'R' Accumulation shares

The share class was launched on 3 August 2012.

for the year to 30 April Change in NAV per share	2026 UK p	2025 UK p	2024 UK p
Opening NAV	178.84	175.77	165.95
Return before operating charges*	23.52	4.70	11.39
Operating charges	(1.73)	(1.63)	(1.57)
Return after operating charges*	21.79	3.07	9.82
Distributions	(6.09)	(5.76)	(5.84)
Retained distributions	6.09	5.76	5.84
Closing NAV	200.63	178.84	175.77
*after direct transaction cost of	0.07	0.11	0.05
Performance			
Return after charges (%)	12.18	1.75	5.92
Other information			
Closing NAV (£'000)	3,516	3,504	3,683
Number of shares	1,752,465	1,959,414	2,095,437
Operating charges (%)	0.90	0.90	0.92
Direct transaction costs (%)	0.04	0.06	0.03
Prices			
Highest share price (UK p)	207.26	187.08	177.61
Lowest share price (UK p)	178.41	169.98	162.09

Financial statements and notes

Financial statements

Statement of total return

for the year to 30 April	Note	2026 £'000	2026 £'000	2025 £'000	2025 £'000
Income					
Net capital gains/(losses)	3		22,814		(3,238)
Revenue	5	12,614		14,721	
Expenses	6	(1,996)		(2,305)	
Interest payable and similar charges		(18)		(16)	
Net revenue/(expense) before taxation		10,600		12,400	
Taxation	7	(1,863)		(2,142)	
Net revenue/(expense) after taxation			8,737		10,258
Total return before distributions			**31,551**		**7,020**
Distributions	8		(9,743)		(11,372)
Change in net assets attributable to shareholders from investment activities			**21,808**		**(4,352)**

Statement of change in net assets attributable to shareholders

for the year to 30 April	2026 £'000	2026 £'000	2025 £'000	2025 £'000
Opening net assets attributable to shareholders		**279,389**		**336,117**
Amounts received on issue of shares	4,103		5,245	
Amounts paid on cancellation of shares	(69,692)		(63,431)	
		(65,589)		(58,186)
Dilution adjustments		10		31
Change in net assets attributable to shareholders from investment activities (see above)		21,808		(4,352)
Retained distributions on Accumulation shares		4,932		5,769
Unclaimed distributions		9		10
Closing net assets attributable to shareholders		**240,559**		**279,389**

Financial statements and notes

Financial statements

Balance sheet

as at 30 April	Note	2026 £'000	2025 £'000
Assets			
Fixed assets			
Investments		231,660	270,465
Current assets			
Debtors	9	6,460	4,295
Cash and bank balances	10	10,740	6,889
Total assets		**248,860**	**281,649**
Liabilities			
Investment liabilities		(1,904)	(397)
Creditors			
Overdrawn positions at futures clearing houses and collateral manager		(119)	0
Distribution payable		(634)	(815)
Other creditors	11	(5,644)	(1,048)
Total liabilities		**(8,301)**	**(2,260)**
Net assets attributable to shareholders		**240,559**	**279,389**

Financial statements and notes

Notes to the financial statements

1 Accounting policies

The financial statements have been prepared in accordance with the 'Summary of significant accounting policies' set out on pages 9 to 12.

2 Distribution policy

In order to conduct a controlled dividend flow to shareholders, interim distributions will be at the fund manager's discretion, up to the maximum of the distributable income available for the period.

In determining the amount available for distribution to Income shares, the annual charge is offset against capital, increasing the amount available for distribution whilst restraining capital performance to an equivalent extent.

3 Net capital gains/(losses)

for the year to 30 April	2026 £'000	2025 £'000
Non-derivative securities	15,966	(10,960)
Derivative contracts	9,089	8,112
Currency gains/(losses)	(2,351)	(391)
Management charge rebates taken to capital	110	1
Net capital gains/(losses)	**22,814**	**(3,238)**

Includes realised gains of £6,639,000 and unrealised gains of £16,065,000 (2025: realised gains of £12,582,000 and unrealised losses of £15,821,000). Certain realised gains and losses in the current year were unrealised in the prior year.

Financial statements and notes

4 Portfolio transactions and associated costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of the costs please see the sections on 'Operating charges' and 'Portfolio transaction costs' within the 'Notes to the financial statements' on pages 11 and 12. Total direct portfolio transaction costs are stated before dilution adjustments.

for the year to 30 April	2026 £'000	% of transaction	2025 £'000	% of transaction
a) Purchases				
Equities				
Equities before transaction costs	90,602		151,591	
Commissions	17	0.02	21	0.01
Taxes and other fees	44	0.05	104	0.07
Equities after transaction costs	**90,663**		**151,716**	
Debt securities	**284,723**		**227,850**	
Collective investment schemes				
Collective investment schemes before transaction costs	31,573		69,648	
Commissions	3	0.01	17	0.02
Collective investment schemes after transaction costs	**31,576**		**69,665**	
Total purchases after transaction costs	**406,962**		**449,231**	
b) Sales				
Equities				
Equities before transaction costs	115,119		186,427	
Commissions	(18)	0.02	(27)	0.01
Taxes and other fees	(4)	0.00	(9)	0.00
Equities after transaction costs	**115,097**		**186,391**	
Debt securities	**310,152**		**254,191**	
Collective investment schemes				
Collective investment schemes before transaction costs	38,358		52,777	
Commissions	(6)	0.02	(15)	0.03
Collective investment schemes after transaction costs	**38,352**		**52,762**	
Other transaction types				
Corporate actions	262		994	
Total sales after transaction costs	**463,863**		**494,338**	

Financial statements and notes

	2026 £'000	% of average NAV	2025 £'000	% of average NAV
c) Direct portfolio transaction costs				
Commissions paid				
Equities	35	0.02	48	0.01
Collective investment schemes	9	0.00	32	0.01
Derivatives	6	0.00	2	0.00
Total commissions paid	**50**	**0.02**	**82**	**0.02**
Taxes and other fees paid				
Equities	48	0.02	113	0.04
Derivatives	3	0.00	2	0.00
Total taxes and other fees paid	**51**	**0.02**	**115**	**0.04**
Total direct portfolio transaction costs	**101**	**0.04**	**197**	**0.06**
		%		%
d) Indirect portfolio transaction costs				
Average portfolio dealing spread as at the balance sheet date		0.19		0.21

5 Revenue

for the year to 30 April	2026 £'000	2025 £'000
Bank interest	39	101
Derivative revenue	89	45
Distributions from collective investment schemes: non-taxable	451	69
Dividends from equity investments: non-taxable	2,230	4,413
HMRC interest	26	23
Interest on debt securities	9,719	10,048
Property distribution: taxable	15	0
Rebate of ongoing charges from underlying funds	45	22
Total revenue	**12,614**	**14,721**

6 Expenses

for the year to 30 April	2026 £'000	2025 £'000
Payable to the ACD or associate		
Annual charge	1,996	2,305
Total expenses	**1,996**	**2,305**

Audit fees for the financial year ending 2026 were £14,000 (2025: £14,000) (including VAT), which are covered by the annual charge.

Financial statements and notes

7 Taxation

for the year to 30 April	2026 £'000	2025 £'000
a) Analysis of charge in the year		
Corporation tax	1,606	1,587
Withholding tax	252	588
Double taxation relief	(15)	(34)
Capital gains tax (Columbia)	20	5
Deferred tax (note 7c)	0	(2)
Tax on US REITs	0	(2)
Total taxation	**1,863**	**2,142**
b) Factors affecting taxation charge for the year		
Net revenue/(expense) before taxation	10,600	12,400
Corporation tax at 20%	2,120	2,480
Effects of:		
Tax on management charge rebates taken to capital	22	0
Revenue: non-taxable	(536)	(896)
Capital income subject to taxation	0	(3)
Double taxation relief	(15)	(30)
Withholding tax	252	588
Tax on US REITs	0	(2)
Capital gains tax (Columbia)	20	5
Total tax charge (note 7a)	**1,863**	**2,142**
c) Provision for deferred taxation		
Provision at the start of the year	0	2
Deferred tax in profit and loss account (note 7a)	0	(2)
Provision at the end of the year	**0**	**0**

Financial statements and notes

8 Distributions

For each distribution period, the distributions payable on Income shares (Inc) and distributions retained on Accumulation shares (Acc) are disclosed.

for the year to 30 April	2026		2025	
Dividend distributions	Inc £'000	Acc £'000	Inc £'000	Acc £'000
First interim	479	631	452	602
Second interim	423	374	435	357
Third interim	386	408	428	439
Fourth interim	321	337	425	460
Fifth interim	408	594	421	512
Sixth interim	407	251	409	443
Seventh interim	314	296	410	496
Eighth interim	345	349	394	370
Ninth interim	309	303	397	472
Tenth interim	338	559	396	477
Eleventh interim	332	404	506	619
Final	634	426	815	522
Total net distributions		9,628		11,257
Income deducted on cancellation of shares		126		126
Income received on issue of shares		(11)		(11)
Distributions		**9,743**		**11,372**
Net revenue/(expense) per statement of total return		8,737		10,258
Expenses offset against capital		974		1,113
Sharing of relief between classes		34		1
Tax on management charge rebates taken to capital		(22)		0
Capital gains tax offset against capital		20		0
Distributions		**9,743**		**11,372**

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9 Debtors

as at 30 April	2026 £'000	2025 £'000
Amounts receivable on issues of shares	111	171
Currency deals outstanding	1,240	0
Debt security interest receivable	3,129	3,371
Dividends receivable	322	282
Management charge rebates due	5	1
Rebate of ongoing charges from underlying funds	2	2
Sales awaiting settlement	1,450	0
Withholding tax recoverable	201	468
Total debtors	**6,460**	**4,295**

10 Cash and bank balances

as at 30 April	2026 £'000	2025 £'000
Amounts held at futures clearing houses and collateral manager	2,127	1,256
Cash held as bank balances	8,613	5,633
Total cash and bank balances	**10,740**	**6,889**

11 Other creditors

as at 30 April	2026 £'000	2025 £'000
Amounts payable on cancellation of shares	3,514	284
Annual charge payable	86	90
Corporation tax payable	788	674
Currency deals outstanding	1,256	0
Total other creditors	**5,644**	**1,048**

12 Contingent assets, liabilities and outstanding commitments

There were no contingent assets, liabilities or outstanding commitments at the balance sheet date (2025: same).

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13 Shares in issue

The following table shows each class of share in issue during the year. Each share class has the same rights on winding up however they may have different charging structures as set out in note 14.

Share class	Opening 01.05.25	Issued	Movements Cancelled	Converted	Closing 30.04.26
Sterling					
Class 'A' Income	42,169,342	1,136,983	(3,557,622)	0	39,748,703
Class 'A' Accumulation	6,951,810	257,270	(3,980,707)	0	3,228,373
Class 'I' Income	5,848,487	52,899	(1,705,380)	0	4,196,006
Class 'I' Accumulation	7,155,041	24,469	(1,452,392)	0	5,727,118
Class 'PP' Income	920,824	8,893	(215,077)	0	714,640
Class 'PP' Accumulation	7,708,145	389,383	(4,258,043)	0	3,839,485
Class 'R' Income	4,473,167	137,671	(788,476)	0	3,822,362
Class 'R' Accumulation	1,959,414	200,815	(407,764)	0	1,752,465

It is not possible to separately identify all share class conversions. As a result, the share class movements (issued/cancelled) as disclosed in the table above may also include share class conversions.

14 Charging structure

The table below sets out the charging structure for each class of share. The charging structure is the same for both Income and Accumulation shares of each class. The amounts shown are the maximum annual charge. M&G will apply a discount of 0.02% for every £1 billion of a fund's net asset value. This is assessed quarterly and implemented on a forward basis no later than 13 business days after quarter end.

Share class	Annual charge %
Sterling	
Class 'A'	1.05
Class 'I'	0.65
Class 'PP'	0.55
Class 'R'	0.90

15 Related parties

M&G Securities Limited, as Authorised Corporate Director (ACD), is a related party and acts as principal on all the transactions of shares in the fund except with in specie transactions, where M&G Securities Limited acts as an agent. The aggregate monies received through issues, and paid on cancellations, are disclosed in the 'Statement of change in net assets attributable to shareholders' and note 8. Amounts due to/from M&G Securities Limited in respect of share transactions at the year end are disclosed in notes 9 and 11 where applicable.

Amounts paid to M&G Securities Limited in respect of the annual charge are disclosed in note 6. Amounts due at the year end from the annual charge are disclosed in note 11.

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Amounts paid to M&G Securities Limited in respect of rebate arrangements for the annual charge are disclosed in notes 3 and 5. Amounts due at the year end from the ACD, and/or associate, in respect of these rebates are disclosed in note 9.

During the year, there were transactions in shares in related parties of M&G Securities Limited with a total value of £24,213,000 (2025: £7,134,000).

At the balance sheet date, the fund held shares in related parties of M&G Securities Limited with a value of £16,821,000 (2025: £7,222,000).

At the balance sheet date, shareholders from within M&G plc, of which M&G Securities Limited is a wholly owned subsidiary, have holdings totalling 0.41% (2025: 0.93%) of the fund's shares.

16 Fair value analysis

Financial instruments have been measured at their fair value and have been classified below using a hierarchy that reflects the significance of the inputs used in measuring their fair value:

Level 1: Unadjusted quoted price in an active market for an identical instrument
This includes instruments such as publicly traded equities, highly liquid bonds (eg Government bonds) and exchange traded derivatives (eg futures) for which quoted prices are readily and regularly available.

Level 2: Valuation technique using observable market data
This includes instruments such as over-the-counter (OTC) derivatives, debt securities, convertible bonds, mortgage-backed securities, asset-backed securities and open-ended funds which have been valued using models with observable market data inputs.

Level 3: Valuation technique using unobservable inputs
This refers to instruments which have been valued using models with unobservable data inputs. This includes single broker-priced instruments, suspended/unquoted securities, private equity, unlisted closed-ended funds and open-ended funds with restrictions on redemption rights.

as at 30 April Basis of valuation	Assets 2026 £'000	Liabilities 2026 £'000	Assets 2025 £'000	Liabilities 2025 £'000
Level 1	146,956	(451)	202,815	(189)
Level 2	84,704	(1,453)	67,070	(208)
Level 3	0	0	580	0
	231,660	**(1,904)**	**270,465**	**(397)**

2025 level 3 assets comprise solely of Home REIT which was held at a discount to estimated NAV.

17 Risk management policies

The general risk management policies for the fund are set out in note 3 to the financial statements on pages 12 to 14.

18 Market risk sensitivity and exposure

VaR is the risk measurement methodology used to assess the fund's leverage and market risk volatility. When VaR is calculated as a percentage of the net asset value it may not be greater than the VaR limit set for the fund.

The VaR limit set during the financial year to 30 April 2026 was 20% (2025: 20%).

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The lowest, highest and average utilisation of VaR with reference to the limit above are calculated during the financial years ended 30 April 2026 and 30 April 2025.

for the year to 30 April	2026 Utilisation of VaR 20%	2025 Utilisation of VaR 20%
Lowest	21.30	18.75
Highest	28.05	32.00
Average	24.81	22.20

19 Credit risk

The fund is exposed to credit risk both through the credit quality of the investments it holds and through the derivative positions with counterparties. The table below shows the credit quality of the investments held in the portfolio.

as at 30 April	2026 £'000	2025 £'000
Investment grade securities	81,923	139,387
Below investment grade securities	43,401	14,347
Other investments	104,432	116,334
Total	**229,756**	**270,068**

The credit ratings are provided by S&P, followed by Moody's, and finally Fitch.
At the balance sheet date the fund had £10,718,000 of net credit default swap buy protection in investment grade contracts and £2,252,000 in below investment grade contracts (2025: £nil).

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The tables below show the exposure to counterparties. Collateral is posted daily, in the form of cash or high-quality government bonds, to minimise this exposure.

as at 30 April 2026	Swaps £'000	Forwards £'000	Futures £'000
Bank of America Merrill Lynch	(205)	(135)	(82)
Barclays Bank	0	15	0
Citigroup	0	56	0
Goldman Sachs	(789)	0	0
HSBC	0	(27)	0
JPMorgan	0	164	0
State Street Bank	0	(157)	0
UBS	0	20	0
Total	**(994)**	**(64)**	**(82)**

At the balance sheet date cash collateral of £4,087,000 was held by the fund in respect of forward currency contracts (2025: £9,590,000).

as at 30 April 2025	Forwards £'000	Futures £'000
Bank of America Merrill Lynch	0	117
Barclays Bank	(3)	0
Citigroup	(107)	0
Goldman Sachs	(32)	0
JPMorgan	124	0
Royal Bank of Canada	(1)	0
Standard Chartered Bank	5	0
State Street Bank	(50)	0
UBS	(19)	0
Total	**(83)**	**117**

20 Leverage risk

Funds using VaR approaches are required to disclose the level of leverage employed during the financial reporting period.

Derivatives can be used by the fund to generate market exposure to investments exceeding the net asset value. As a result of this exposure, the size of any positive or negative movement in markets may have a more significant effect on the net asset value of the fund.

The lowest, highest and average level of leverage employed and utilisation of the leverage level calculated during the financial years ended 30 April 2026 and 30 April 2025 are disclosed in the table below. Leverage has been calculated

using the Gross Sum of Notional Approach for derivative positions only (including forward currency contracts) and excludes all physical holdings. Percentages are expressed with reference to fund valuation.

for the year to 30 April	2026 £'000	2026 %	2025 £'000	2025 %
Lowest	464,258	174.00	513,465	166.00
Highest	1,030,613	385.00	1,056,395	328.00
Average	563,933	211.40	619,284	197.64

21 Dividend distribution tables

This fund pays monthly ordinary distributions and the following table sets out the distribution periods.

Monthly distribution periods

	Start	End	Xd	Payment
First interim	01.05.25	31.05.25	02.06.25	30.06.25
Second interim	01.06.25	30.06.25	01.07.25	31.07.25
Third interim	01.07.25	31.07.25	01.08.25	31.08.25
Fourth interim	01.08.25	31.08.25	01.09.25	30.09.25
Fifth interim	01.09.25	30.09.25	01.10.25	31.10.25
Sixth interim	01.10.25	31.10.25	03.11.25	30.11.25
Seventh interim	01.11.25	30.11.25	01.12.25	31.12.25
Eighth interim	01.12.25	31.12.25	02.01.26	31.01.26
Ninth interim	01.01.26	31.01.26	02.02.26	28.02.26
Tenth interim	01.02.26	28.02.26	02.03.26	31.03.26
Eleventh interim	01.03.26	31.03.26	01.04.26	30.04.26
Final	01.04.26	30.04.26	01.05.26	31.05.26

The following tables set out for each distribution the rates per share for both Group 1 and Group 2 shares.

Group 1 shares are those purchased prior to a distribution period and therefore their income rate is the same as the distribution rate.

Group 2 shares are those purchased during a distribution period and therefore their distribution rate is made up of income and equalisation. Equalisation is the average amount of income included in the purchase price of all Group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to Income Tax. Instead, it must be deducted from the cost of shares for Capital Gains Tax purposes. The tables below show the split of the Group 2 rates into the income and equalisation components.

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Sterling Class 'A' Income shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
First interim	0.0000	0.4496	0.4496	0.3516
Second interim	0.0000	0.4050	0.4050	0.3559
Third interim	0.0122	0.3635	0.3757	0.3581
Fourth interim	0.0000	0.3167	0.3167	0.3598
Fifth interim	0.0000	0.4079	0.4079	0.3607
Sixth interim	0.0050	0.4130	0.4180	0.3565
Seventh interim	0.1073	0.2514	0.3587	0.3605
Eighth interim	0.0390	0.3330	0.3720	0.3517
Ninth interim	0.0206	0.3154	0.3360	0.3590
Tenth interim	0.0000	0.3720	0.3720	0.3610
Eleventh interim	0.0000	0.3720	0.3720	0.4673
Final	0.1064	0.6237	0.7301	0.8153

Sterling Class 'A' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
First interim	0.3333	0.4119	0.7452	0.5862
Second interim	0.2388	0.1870	0.4258	0.3353
Third interim	0.3388	0.1424	0.4812	0.4244
Fourth interim	0.1472	0.2526	0.3998	0.4554
Fifth interim	0.4485	0.2975	0.7460	0.5196
Sixth interim	0.0451	0.2520	0.2971	0.4518
Seventh interim	0.1406	0.2303	0.3709	0.5226
Eighth interim	0.3359	0.1118	0.4477	0.3791
Ninth interim	0.1319	0.2703	0.4022	0.5076
Tenth interim	0.1470	0.6527	0.7997	0.5245
Eleventh interim	0.3336	0.2574	0.5910	0.7026
Final	0.5369	0.0995	0.6364	0.5963

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Sterling Class 'I' Income shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
First interim	1.9552	2.6475	4.6027	3.5850
Second interim	2.0022	2.1458	4.1480	3.6300
Third interim	2.3880	1.4604	3.8484	3.6532
Fourth interim	1.6128	1.6321	3.2449	3.6714
Fifth interim	0.0000	4.1806	4.1806	3.6823
Sixth interim	1.3530	2.9563	4.3093	3.6404
Seventh interim	1.3011	1.7791	3.0802	3.6817
Eighth interim	2.4959	1.2311	3.7270	3.5930
Ninth interim	1.4581	1.9109	3.3690	3.6690
Tenth interim	0.0000	3.7270	3.7270	3.6904
Eleventh interim	0.0000	3.7270	3.7270	4.7775
Final	2.0529	5.3739	7.4268	7.3697

Sterling Class 'I' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
First interim	3.7169	3.8099	7.5268	6.0364
Second interim	2.1338	2.4099	4.5437	3.6371
Third interim	2.4954	2.5714	5.0668	4.5159
Fourth interim	2.2318	2.0400	4.2718	4.7859
Fifth interim	3.9321	3.6864	7.6185	5.4151
Sixth interim	1.9067	1.4476	3.3543	4.7842
Seventh interim	1.6812	2.3157	3.9969	5.4131
Eighth interim	2.6927	2.1369	4.8296	4.0967
Ninth interim	1.4518	2.9043	4.3561	5.3100
Tenth interim	2.3850	5.7145	8.0995	5.4261
Eleventh interim	3.9659	2.2167	6.1826	7.1594
Final	3.6812	2.9142	6.5954	6.1243

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Sterling Class 'PP' Income shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
First interim	0.3683	0.0000	0.3683	0.2866
Second interim	0.2801	0.0518	0.3319	0.2902
Third interim	0.3080	0.0000	0.3080	0.2920
Fourth interim	0.2597	0.0000	0.2597	0.2935
Fifth interim	0.3346	0.0000	0.3346	0.2944
Sixth interim	0.3359	0.0000	0.3359	0.2911
Seventh interim	0.2448	0.0000	0.2448	0.2944
Eighth interim	0.2960	0.0000	0.2960	0.2873
Ninth interim	0.2680	0.0000	0.2680	0.2934
Tenth interim	0.2960	0.0000	0.2960	0.2952
Eleventh interim	0.2960	0.0000	0.2960	0.3821
Final	0.5955	0.0000	0.5955	0.5685

Sterling Class 'PP' Accumulation shares

Ordinary distributions for the year to 30 April	Group 2 Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	Group 1 & 2 Distribution 2025 UK p
First interim	0.1667	0.3275	0.4942	0.3978
Second interim	0.1657	0.1378	0.3035	0.2432
Third interim	0.2115	0.1249	0.3364	0.3000
Fourth interim	0.1741	0.1104	0.2845	0.3175
Fifth interim	0.2450	0.2567	0.5017	0.3587
Sixth interim	0.0674	0.1585	0.2259	0.3176
Seventh interim	0.1883	0.0791	0.2674	0.3580
Eighth interim	0.1048	0.2174	0.3222	0.2743
Ninth interim	0.0760	0.2149	0.2909	0.3514
Tenth interim	0.1659	0.3672	0.5331	0.3588
Eleventh interim	0.1898	0.2200	0.4098	0.4718
Final	0.0795	0.3566	0.4361	0.4033

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Sterling Class 'R' Income shares

Ordinary distributions for the year to 30 April	Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	2025 UK p
First interim	0.0000	0.4466	0.4466	0.3487
Second interim	0.0701	0.3323	0.4024	0.3531
Third interim	0.1386	0.2347	0.3733	0.3553
Fourth interim	0.0401	0.2746	0.3147	0.3570
Fifth interim	0.0351	0.3703	0.4054	0.3580
Sixth interim	0.0310	0.3845	0.4155	0.3538
Seventh interim	0.0134	0.3223	0.3357	0.3578
Eighth interim	0.1379	0.2286	0.3665	0.3491
Ninth interim	0.1499	0.1811	0.3310	0.3564
Tenth interim	0.0000	0.3665	0.3665	0.3585
Eleventh interim	0.0000	0.3665	0.3665	0.4640
Final	0.1523	0.5719	0.7242	0.7738

Sterling Class 'R' Accumulation shares

Ordinary distributions for the year to 30 April	Income 2026 UK p	Group 2 Equalisation 2026 UK p	Group 1 & 2 Distribution 2026 UK p	2025 UK p
First interim	0.1336	0.5690	0.7026	0.5586
Second interim	0.1157	0.2997	0.4154	0.3317
Third interim	0.1839	0.2789	0.4628	0.4049
Fourth interim	0.3338	0.0531	0.3869	0.4378
Fifth interim	0.4597	0.2491	0.7088	0.4978
Sixth interim	0.0349	0.2591	0.2940	0.4356
Seventh interim	0.0569	0.3035	0.3604	0.4995
Eighth interim	0.3658	0.0691	0.4349	0.3691
Ninth interim	0.1479	0.2434	0.3913	0.4867
Tenth interim	0.3460	0.4115	0.7575	0.5011
Eleventh interim	0.1363	0.4308	0.5671	0.6672
Final	0.4438	0.1653	0.6091	0.5671

22 Events after the balance sheet date

There were no events after the balance sheet date to disclose.

Other regulatory disclosures

Alternative Investment Fund Managers Directive (AIFMD)

In accordance with the AIFMD we are required to report to investors on the 'leverage' of the funds and any 'special arrangements' that exist in relation to each fund's assets.

Leverage

Under AIFMD, leverage is defined as any method by which each fund increases its exposure through borrowing or the use of derivatives. This exposure must be calculated in two ways, the 'gross method' and the 'commitment method'. The fund must not exceed maximum exposures under both methods.

'Gross method' is calculated as the sum of all positions of the fund (both positive and negative), that is, all eligible assets, liabilities and derivatives, including derivatives held for risk reduction purposes.

'Commitment method' exposure is also calculated as the sum of all positions of the fund (both positive and negative), but after netting off derivative and security positions as specified by AIFMD rules.

Therefore as at 30 April 2026 the total amount of leverage is as follows:

Gross method:
M&G Global Target Return Fund 191%
M&G Income and Growth Fund 219%

Commitment method:
M&G Global Target Return Fund 176%
M&G Income and Growth Fund 122%

Special arrangements

A 'Special Arrangement' is an arrangement in relation to fund assets that results in an investor or group of investors receiving different redemption rights to those generally available to investors in a given share class.

The funds had no assets subject to special arrangements for the period ending 30 April 2026.

Remuneration

In line with the requirements of the Alternative Investment Fund Managers Directive ('AIFMD'), M&G Securities Limited (the 'AIFM') 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 AIFMD.

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 alternative investment funds managed by the AIFM. Further details of the remuneration policy can be found on our website at 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. The most recent review found no fundamental issues with no material changes made to the policy.

The AIFM is required under the AIFMD 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 AIFM does not employ any staff directly. The 'Identified Staff' of M&G Securities Limited are those who could have a material impact on the risk profile of M&G Securities Limited or the AIFs it manages (including M&G Investment Funds (11)) and generally includes senior management, risk takers and control functions. 'Identified Staff' typically provide both AIFMD and non-AIFMD 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 the AIFM is included in the remuneration figures disclosed. Accordingly the figures

Other regulatory disclosures

are not representative of any individual's actual remuneration. The information needed to provide a further breakdown of remuneration is not readily available and would not be relevant or reliable.

The amounts shown below reflect payments made in respect of the financial year 1 January 2025 to 31 December 2025.

	Fixed Remuneration £'000	Variable Remuneration £'000	Total £'000	Beneficiaries
Senior Management	519	1,221	1,740	9
Other Identified Staff	1,431	6,846	8,277	14
Total	**1,950**	**8,067**	**10,017**	**23**

M&G Investments

M&G Securities Limited is authorised and regulated by the Financial Conduct Authority and provides investment products. The Company's registered office is 10 Fenchurch Avenue, London EC3M 5AG Registered in England: No. 90776. **63713_310727**