Key Information Document

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

M&G Investments

The M&G Offshore Optimal Income Fund

Sterling Class I – Income units ISIN no. GG00B76V9533

Managed by M&G (Guernsey) Limited

M&G (Guernsey) Limited is licensed by the Guernsey Financial Services Commission (the GFSC) (For further information please call +44 (0)1481 712918)

You are about to purchase a product that is not simple and may be difficult to understand

The key information is accurate as at 7 May 2026

What is this product?

Type

The M&G Offshore Optimal Income Fund (the Fund) is a collective investment scheme established as a Unit Trust under the law of the Island of Guernsey.

Objective of the Fund

The M&G Offshore Optimal Income Fund is a feeder fund which invests exclusively in the M&G Optimal Income Fund (the underlying Fund).

Objective of the underlying fund

The underlying fund aims to provide a combination of capital growth and income, net of the Ongoing Charge Figure, higher than the average return of the Bloomberg Global Aggregate Index GBP-hedged over any five-year period.

Investment policy of the underlying fund

Core investment: At least 70% of the underlying fund is invested, directly or through derivatives, in bonds of any credit quality and asset-backed securities. These securities can be issued by governments, government-related institutions and companies from anywhere in the world, including emerging markets. These securities can be denominated in any currency.

At least 80% of the underlying fund is in sterling or hedged back to sterling.

Other investments: The underlying fund may also invest in other funds (including funds managed by M&G) and cash or assets that can be turned into cash quickly.

Derivatives usage: For investment purposes and to reduce risk and cost.

Strategy in brief: The underlying fund is a flexible global bond fund. The underlying fund invests in a combination of assets that together provide the most attractive or 'optimal' income stream. Income streams from different assets offer different combinations of interest rate risk and credit risk. The optimal income stream incorporates the best mix of the two, based on the underlying fund manager's view on macroeconomic, asset, sector and geographic factors. Spreading investments across issuers and industries is an essential element of the strategy.

Benchmark: Bloomberg Global Aggregate Index GBP-hedged

The benchmark is a target which the underlying fund seeks to outperform. The index has been chosen as the underlying fund's benchmark as it best reflects the scope of the underlying Fund's investment policy. The benchmark is used solely to measure the underlying fund's performance and does not constrain the underlying fund's portfolio construction. The underlying fund is actively managed. The underlying fund's manager has complete freedom in choosing which investments to buy, hold and sell in the fund.

Glossary terms

Bond: A loan in the form of a security, usually issued by a government or company. It normally pays a fixed rate of interest (also known as a coupon) over a given time period, at the end of which the initial amount borrowed is repaid.

Derivatives: Financial instruments whose value and price depend on one or more underlying assets. Derivatives can be used to gain exposure to, or to help protect against, expected changes in the value of the underlying investments. Derivatives may be traded on a regulated exchange or directly between two parties (over the counter).

Asset-backed securities: Bonds (fixed income securities) backed by assets that produce cashflows, such as mortgage loans, credit card receivables and auto loans.

Emerging markets: Country in the process of catching up with developed economies, with rapid growth and increasing industrialisation. Investments in emerging markets are generally considered to be riskier than those in developed markets.

Intended retail investor

This product is for professional clients, seeking growth through a fund feeding into an actively managed fund invested in bonds. Investors should be looking to invest for at least five years and should appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.

Term

The M&G Offshore Optimal Income Fund does not have a fixed term but may be wound up at any time with the approval of its Unitholders, by way of special resolution.

What are the risks and what could I get in return?

Risk indicator

Lower risk — Higher risk

1	2	**3**	4	5	6	7

The risk indicator assumes you keep the product for five years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the market or because we are not able to pay you.

We have classified this product as three out of seven, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity of M&G (Guernsey) Limited to pay you.

Any other risks materially relevant to the fund not included in the summary risk indicator are described in the Fund's Scheme Particulars.

This product does not include any protection from future market performance so you could lose some or all of your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

Investment performance information

The return on your Fund is directly related to the value of the assets in the underlying fund, which are determined by the market's view on how well each company is performing, as well as reflecting broader economic and political themes.

The underlying fund's benchmark is a composite of indices representing the underlying asset classes. Performance relative to this benchmark will be dependent on the value of the underlying assets held within the collective investment schemes and the percentage of assets held compared to those in the benchmark and underlying indices.

What could affect my return positively?

Given that the underlying fund is focused on bonds from anywhere in the world and of any credit quality, a rise in the value of those bonds may lead to an investment gain. In addition, a fall in the value of sterling may lead to an increase in the underlying fund's value as bonds in other currencies are hedged back to sterling. The underlying fund can also hold up to 20% in company shares from anywhere in the world, so an increase in value of these assets may generate higher returns.

What could affect my return negatively?

Conversely, a fall in the value of those bonds may lead to an investment loss. In addition, an increase in the value of sterling may lead to a decrease in the underlying fund's value as bonds in other currencies are hedged back to sterling. The underlying fund can also hold up to 20% in company shares from anywhere in the world, so a fall in value of these assets may generate lower returns.

If you redeem your holdings under severely adverse market conditions you lock-in any loss in value that has occurred because of the market stress. Depending on the tenure of your investment and prior Fund performance, this may mean that you receive back less than your original investment amount.

What happens if M&G (Guernsey) Limited is unable to pay out?

Northern Trust (Guernsey) Limited (the Trustee) is responsible for the safekeeping of the assets of the Fund. If the Trustee fails to fulfil its regulatory and contractual obligations, equivalent assets/value will be returned to the Fund. In case of default of M&G (Guernsey) Limited the assets of the Fund will not be affected.

What are the costs?

Presentation of costs

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

Cost over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment of £10,000			
Scenarios	**If you cash in after one year**	**If you cash in after three years**	**If you cash in at the end of five years***
Total costs	**£83.00**	**£248.00**	**£413.00**
Impact on return (RIY) per year	0.86%	0.86%	0.86%

* (Recommended holding period)

Composition of costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- the meaning of the different cost categories.

This table shows the impact on return per year			
One-off costs	Entry costs	0.00%	There are no entry costs on this product.
	Exit costs	0.00%	There are no exit costs on this product.
Ongoing costs	Portfolio transaction costs	0.18%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	0.65%	The impact of the costs that we take each year for managing your investments.
Incidental costs	Performance fees	0.00%	There is no performance fee on this product.

How long should I hold the investment and can I take money out early?

Recommended holding period of this Fund is five years.

The recommended holding period was selected in accordance with the Fund's objective.

You may redeem your Units on any dealing day (every business day). The redemption price is calculated by reference to the Net Asset Value per Unit of the Fund as at the Valuation Point on the relevant dealing day.

The request may be made:

- in writing to: M&G (Guernsey) Limited, PO Box 156, Ground Floor, Dorey Court, Admiral Park, St Peter Port, Guernsey GY1 4EU, Channel Islands
- or by phone: +44 (0) 1481 712918

How can I complain?

If you wish to make a complaint about any aspect of the service provided by M&G (Guernsey) Limited, please contact JTC Fund Solutions (Guernsey) Limited.

- in writing to: JTC Fund Solutions (Guernsey) Limited, PO Box 156, Ground Floor, Dorey Court, Admiral Park, St Peter Port, Guernsey GY1 4EU, Channel Islands
- or by phone: +44 (0) 1481 712918

If a significant complaint remains unsettled for longer than three months, M&G (Guernsey) Limited will immediately inform the Guernsey Financial Services Commission (the GFSC) and will also advise the complainant that they may inform the GFSC directly of their complaint.

Other relevant information

Please visit **mandg.com/priips** where you can obtain the up-to-date Key Investor Document.

For further information about this Fund, please contact:
+44 (0) 1481 712918