

1 October 2024

Dear Investor

**Changes to the M&G Global Listed Infrastructure Fund (the “Fund”),
a sub-fund of M&G Investment Funds (10)**

This letter is for your information only and has been sent to you because you are invested in the Fund. You do not need to take any action, but we recommend that you read it carefully.

I am writing to inform you of changes to investment exclusions that apply to the Fund (the “**Exclusions**”, ie what it cannot invest in), and to the way we present information included in the Fund’s Investment Objective, Investment Policy and Investment Approach in our documentation. The changes, which will become effective on Monday 2 December 2024 (“the **Effective Date**”), are being made to:

- address the requirements of new UK regulations (the Sustainability Disclosure Requirements or “**SDR**”), which relate to how certain information is communicated to investors; and
- align them with M&G’s “baseline” exclusions.

All the changes will be implemented from the Effective Date and reflected in the Fund’s Prospectus and Key Investor Information Documents (KIIDs).

Please note that, although we are making changes to the Fund’s disclosures and its Exclusions, there will be no change to its risk profile.

What are the changes?

1. Changes to comply with SDR

SDR requires funds that integrate a consideration of Environmental, Social and Governance factors into their management to limit the disclosures related to these factors to “short, factual statements”. We are amending the Fund’s documentation to reflect this.

Further details on SDR are available on the FCA’s website at www.fca.org.uk/consumers/sustainable-investment-labels-greenwashing

continued overleaf

2. Changes to the Fund's Exclusions

We are aligning the Fund's Exclusions to M&G's "baseline" exclusions. These are informed by Global Norms, as well as Environmental and Social Issues. As part of this alignment, we will be stating thresholds, which define the maximum amount of revenue a company may derive from an activity before being excluded. This will result in the following changes to the Fund's Exclusions:

- Revenue thresholds will apply to investments in tobacco, adult entertainment and gambling.
- Companies involved in the unconventional extraction of oil and gas such as from oil sands and Arctic drilling will now be excluded.
- Exclusions related to coal fired and nuclear power generation, and alcohol will no longer apply.

As a result, the Fund may gain exposure to certain sectors that it had previously excluded.

Note that restrictions to investment in thermal coal will continue to apply to the Fund as per the M&G Investments Thermal Coal Investment Policy, which came into effect on 27 April 2022. Details of this policy can be found on the M&G plc website at www.mandg.com/thermalcoalpolicy

Full details of the updated exclusions and any threshold that may apply will be included in a newly created '**Exclusions, Thresholds and Exceptions**' section within the Fund Supplement in the updated Prospectus. This section can be found in Appendix 2 of this letter.

3. Additional changes to the Fund's documentation

In addition to the above, we have taken this opportunity to make minor changes to the Investment Objective, Investment Policy and Investment Approach for consistency purposes.

You can find a full comparison of the Fund's current and updated Investment Objective, Investment Policy Investment Approach in Appendix 1 of this letter.

Making changes to your investment

You may sell your investment in the Fund, or switch to another M&G OEIC fund(s), free of charge, at any point before or after the changes have taken place subject to our Terms and Conditions, which can be found in the Important Information for Investors document available on our website www.mandg.co.uk/literature or by calling our **Customer Relations** team on the number below.

Legal and administrative costs

M&G will pay all costs associated with the implementation of the changes, including legal and administrative costs.

continued

For more information

If you have any questions about the changes please contact our **Customer Relations** team by calling **0800 390 390** or **0044 1268 44 8031** if calling from overseas. Our team can take your call from (UK time) 08:00 to 18:00, Monday to Friday and 09:00 to 13:00 Saturday. For your security and to improve the quality of our service we may record and monitor telephone calls. Alternatively, you may want to consider registering for our online My Account service at www.myaccount.mandg.com where you can manage your account and contact us by secure message or our chat facility. For alternative ways to get in touch please visit www.mandg.co.uk/info

Please be aware that we are not in a position to give you investment advice. If you are uncertain as to how the changes may affect you, you should consult a financial adviser. You can find information on how to access financial advice on our website www.mandg.co.uk/getfinancialadvice

Yours faithfully



Laurence Mumford
Director
M&G Securities Limited

Enc. Appendix 1: Comparison of the current and updated Investment Objective, Investment Policy and Investment Approach for the Fund
 Appendix 2: Exclusions, Thresholds and Exceptions table

Appendix 1:
Comparison of the current and updated Investment Objective, Investment Policy and Investment Approach for the Fund

Existing fund information (as listed in the Prospectus until 1 December 2024)	Updated fund information (to be listed in the Prospectus from 2 December 2024)
M&G Global Listed Infrastructure Fund	M&G Global Listed Infrastructure Fund
<p>Investment Objective</p> <p>The Fund has two aims:</p> <ul style="list-style-type: none"> • To deliver a higher total return (the combination of income and growth of capital), net of the Ongoing Charges Figure, than that of the MSCI ACWI Index over any five-year period and; • To deliver an income stream that increases every year in Sterling terms. 	<p>Investment Objective</p> <p>The Fund aims to:</p> <ul style="list-style-type: none"> • Deliver a higher total return (the combination of income and growth of capital), net of the Ongoing Charges Figure, than that of the MSCI ACWI Index over any five-year period and; • Deliver an income stream that increases every year in Sterling terms.
<p>Investment Policy</p> <p>At least 80% of the Fund is invested in publicly-listed equity securities issued by infrastructure companies, investment trusts and real estate investment trusts across any market capitalisation that are domiciled in any country. The minimum 80% allocation may include ordinary shares, preference shares and convertible bonds (the Fund may hold up to a maximum of 20% in convertibles bonds). Infrastructure companies include those involved in the following business activities: utilities, energy, transport, health, education, security, communications and transactions. The Fund is expected to exhibit lower volatility and offer a higher dividend yield than the MSCI ACWI Index which is consistent with the characteristics of infrastructure securities. The Fund usually holds fewer than 50 companies.</p> <p>The fund manager seeks to invest in companies with excellent capital discipline and the potential for long-term dividend growth. The fund manager believes rising dividends create upward pressure on the value of shares.</p> <p>Sustainability considerations play an important role in assessing business models. Companies that derive more than 30% of their revenue from coal-fired and nuclear power are excluded from the investment universe. Industries including tobacco, alcohol, adult entertainment, gambling, and controversial weapons are also excluded. United Nations Global Compact principles on human rights, labour, environmental and anti-corruption are also considered in the analysis of companies.</p> <p>The Fund may also invest in collective investment schemes, other transferable securities, cash, near cash,</p>	<p>Investment Policy</p> <p>The Fund invests at least 80% of its Net Asset Value in publicly-listed equity securities issued by infrastructure companies, investment trusts and real estate investment trusts across any market capitalisation that are domiciled in any country. The minimum 80% allocation may include ordinary shares, preference shares and convertible bonds (the Fund may hold up to a maximum of 20% in convertibles bonds). Infrastructure companies include those involved in the following business activities: utilities, energy, transport, health, education, security, communications and transactions. The Fund is expected to exhibit lower volatility and offer a higher dividend yield than the MSCI ACWI Index which is consistent with the characteristics of infrastructure securities. The Fund usually holds fewer than 50 companies.</p> <p>The fund manager seeks to invest in companies with excellent capital discipline and the potential for long-term dividend growth. The fund manager believes rising dividends create upward pressure on the value of shares. The Fund does not pursue an ESG outcome. As part of the investment selection process, the fund manager systematically integrates ESG Factors into the research and investment process as part of assessing sustainability risks. These are risks which, if they occur, could affect the share price or dividend, and as such, integrating ESG Factors into the investment process is relevant to the pursuit of the investment objective. The Fund also uses screens to exclude certain investments as set out below. This should help mitigate some sustainability risks, although as noted above, the Fund does not pursue an ESG outcome.</p>

<p>other money market securities and warrants. Derivatives may be used for hedging and Efficient Portfolio Management</p>	<p>The Fund may also invest in collective investment schemes, other transferable securities, cash, near cash, other money market securities and warrants. Derivatives may be used for hedging and Efficient Portfolio Management.</p>
<p>Investment Approach</p> <p>The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies. Dividend yield is not the primary consideration for stock selection.</p> <p>The Fund manager aims to create a portfolio with exposure to a broad range of countries and sectors. Stocks with different drivers of dividend growth are selected to construct a portfolio that has the potential to cope in a variety of market conditions.</p> <p>Sustainability considerations encompassing Environmental, Social and Governance issues are fully integrated into the investment process with a focus on risks specific to infrastructure companies. The monitoring of these risks involves regular engagement with company management.</p>	<p>Investment Approach</p> <p>The Fund employs a bottom-up stock picking approach, driven by the fundamental analysis of individual companies. Dividend yield is not the primary consideration for stock selection.</p> <p>The Fund manager aims to create a portfolio with exposure to a broad range of countries and sectors. Stocks with different drivers of dividend growth are selected to construct a portfolio that has the potential to cope in a variety of market conditions.</p>

Appendix 2: Exclusions, Thresholds and Exceptions

The fund manager uses negative screens set up in monitoring systems to filter the investment universe. These screens typically use third party data vendors such as MSCI and Bloomberg. This system is supplemented by the fund manager's research process, which may result in exceptions against such monitoring, as described below.

Issue	Criteria
Global Norms	
Global Norms including the UN Global Compact (UNGC)	The fund manager will exclude companies assessed to be in severe, repeated and/or systemic breach of international global norms, where the fund manager considers engagement to be unlikely to lead to remediation and/or mitigate against the risk of recurrence. Our assessment of global norms is guided by international standards including UN Global Compact, OECD Guidelines for Multinational Enterprises, ILO Declaration on fundamental Principles and Rights at Work and UN Guiding Principles.
Environmental issues	
Thermal Coal Extraction	The Fund applies the M&G Investments Thermal Coal Investment Policy; a copy may be found on our website.
Unconventional Oil and Gas Extraction	Companies that derive revenues from the unconventional extraction of oil and gas (defined as oil sands and Arctic drilling) are restricted. A 10% revenue threshold applies.
Social issues	
Adult Entertainment	The Fund excludes companies that derive revenues from producing, directing or publishing adult entertainment. A 10% revenue threshold applies.
Gambling	Companies that derive revenues from the provision of gambling-related services are excluded. A 10% revenue threshold for such companies is applied.
Tobacco	Companies that derive revenues from activities related to the tobacco industry are excluded. A 5% revenue threshold for tobacco producers and a 10% revenue threshold for distributors is applied.
Controversial weapons	Companies involved in anti-personnel mines, cluster munitions, chemical and biological weapons, nuclear weapons outside the non-proliferation treaty, depleted uranium and incendiary white phosphorous munitions, blinding laser, non-detectable fragment weapons are excluded. A 0% revenue threshold for such companies is applied.

Approach to Exclusions

The Exclusions, as negative screening, are intended to assist the fund manager in mitigating the harm that the Fund can do on the environment or society. There may be occasions where systematic application of the Exclusions does not achieve that outcome with sufficient precision. In such circumstances, the fund manager can grant exceptions against the Exclusions. In particular:

1. The fund manager may disagree with data or opinions provided by third parties, and decide to categorise an investment differently. For example, data provided from data vendors can be stale and we may have access to more accurate information from researching the relevant company.
2. As revenue data is backwards-looking (eg it comes from the company's accounts covering their previous year's activities) it can arise from activities the company is no longer undertaking (eg if the relevant business has been sold) or from extraordinary income streams that are not expected to persist. In such cases, the fund manager will consider how large the exposure is compared to the threshold and how long that exposure is expected to persist, as part of making a reasonable estimation of what the current value for the offending revenue would be. An exception may be granted if the fund manager concludes the company would be within the threshold, if fresher data was available.