

PRUDENTIAL GLOBAL BOND FEEDER FUND

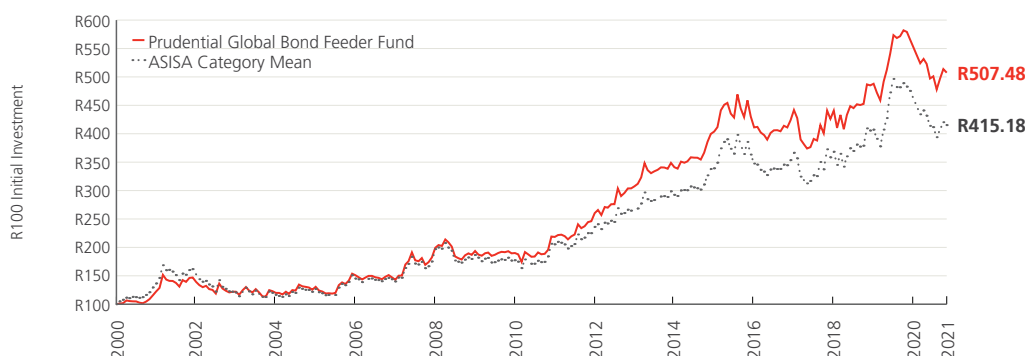
31 AUGUST 2021



FACT SHEET/MINIMUM DISCLOSURE DOCUMENT

GLOBAL INCOME

SINCE INCEPTION CUMULATIVE PERFORMANCE, DISTRIBUTIONS REINVESTED (A CLASS)



ANNUALISED PERFORMANCE	A CLASS	BENCHMARK	B CLASS
1 year	-12.4%	-14.1%	-12.1%
3 years	4.8%	4.1%	5.2%
5 years	2.0%	2.1%	n/a
7 years	6.0%	6.6%	n/a
10 years	10.0%	9.5%	n/a
Since inception	8.1%	8.2%	8.3%

* Inception date B Class: 2 July 2018

RETURNS SINCE INCEPTION**	A CLASS	DATE
Highest annualised return	49.1%	31 Dec 2001
Lowest annualised return	-17.4%	31 Aug 2003

** 12-month rolling performance figure

RISK MEASURES	A CLASS	BENCHMARK
Monthly volatility (annualised)	14.5%	15.9%
Maximum drawdown over any period	-25.2%	-30.2%
% of positive rolling 12 months	71.5%	69.9%
Information ratio	0.1	n/a
Sortino ratio	-0.1	-0.2
Sharpe ratio	-0.1	-0.1

TOP HOLDINGS OF THE UNDERLYING FUND*

1. Eastspring Investments US Inv Grade Bond Fund	18.4%
2. M&G Emerging Markets Hard Currency Bond Fund	16.0%
3. iShares Global Aggregate Bond ETF	15.3%
4. Japan Government Two Year Bond 0.1% 010221	8.9%
5. M&G Strategic Corporate Bond Fund	8.5%

*As at 30 June 2021 (updated quarterly)

ASSET ALLOCATION

Foreign Bonds	83.5%
SA Cash	8.2%
Foreign Cash	5.7%
SA Bonds (ex. Inflation-linked Bonds)	2.7%

INVESTMENT OPTIONS

	A CLASS	B CLASS
Minimum lump sum investment	R10 000	R20 million
Minimum monthly debit order	R500 pm	n/a

INITIAL FEES (excl. VAT)

	A CLASS	B CLASS
Prudential	0.00%	0.00%

ANNUAL MANAGEMENT FEES (excl. VAT)

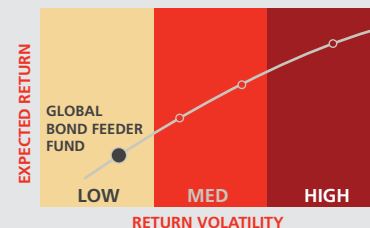
	A CLASS	B CLASS
Prudential*	0.50%	0.20%

* Additional underlying foreign fund fees are dependent on the fund and are included in the TER

EXPENSES (incl. VAT)

	A CLASS	B CLASS
Total Expense Ratio (TER)	1.34%	0.99%
Transaction Costs (TC)	0.06%	0.06%
Total Investment Charges (TIC)	1.40%	1.05%

Where a transaction cost is not readily available, a reasonable best estimate has been used. Estimated transaction costs may include Bond, Money Market, and FX costs (where applicable).



FUND OBJECTIVE:

The Fund's objective is to generate investment returns through exposure to global bonds and interest-bearing instruments over the medium term.

INVESTOR PROFILE:

Investors seeking returns from a diversified portfolio of global debt and fixed income securities. The recommended investment horizon is 2 years (or longer when used as strategic exposure to the asset class). Although the Fund's investment universe is global, units are priced in rands. Investors can therefore invest without having to personally expatriate rands.

INVESTMENT MANDATE:

The Fund is a feeder fund and, other than assets in liquid form and currency contracts, invests only in one underlying fund – the Prudential Global Bond Fund, a US dollar denominated fund domiciled in Ireland. Through this underlying fund, the Fund has exposure to a diversified portfolio of global debt and fixed income securities, other collective investment schemes and financial derivative instruments.

INVESTMENT MANAGER OF THE UNDERLYING FUND:

M&G Investment Management Ltd (UK)

FUND MANAGERS OF THE UNDERLYING FUND:

Marc Beckenstrater and Craig Simpson

ASISA CATEGORY:

Global - Interest Bearing - Variable Term

BENCHMARK:

Bloomberg Barclays Global Aggregate Bond Index

INCEPTION DATE:

27 October 2000

FUND SIZE:

R588 756 795

AWARDS:

Raging Bull: 2006, 2008, 2013
Morningstar/Standard & Poor's: 2007, 2009, 2013

Becoming M&G

We will soon be changing our name to M&G Investments, as we align our brand with our global shareholder, M&G plc group. Our ownership and identity changes will have no impact on the way our unit trust funds are managed. Our consistent investment process and philosophy remain the same.

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GLOBAL INCOME

INCOME DISTRIBUTIONS	TOTAL DISTRIBUTIONS	12-MONTH YIELD
(A Class) 30 June 2021	0.00 cpu	0.00%
(A Class) 31 December 2020	0.00 cpu	0.00%
(B Class) 30 June 2021	0.00 cpu	0.00%
(B Class) 31 December 2020	0.00 cpu	0.00%

If the income earned in the form of dividends and interest exceeds the total expenses, the Fund will make a distribution. (cpu = cents per unit)

FUND COMMENTARY

Global equity markets were broadly positive in August, supported by the US Federal Reserve's (Fed's) dovish stance on the tapering of asset purchases. Concerns over a slowdown in global growth and a sharp spike in new Covid-19 infections weighed on sentiment somewhat, as did weaker-than-expected economic data coming out of China. In the US, the Fed signalled that it would likely begin tapering its \$120 billion monthly asset purchases before the end of the year, but that doing so would not carry a direct increase in interest rates. Investors also welcomed the news that the US Senate had passed President Biden's \$1 trillion bipartisan infrastructure bill. Turning to economic indicators, GDP for Q2 was revised marginally higher to 6.6% (q/q, annualised), from 5.5% previously. Inflation remained at a 13-year high of 5.4% for July, unchanged from the previous month and largely due to a low-base effect. Unemployment dropped to 5.2% in August, reflecting a steady recovery in the labour market as more businesses reopened.

In the UK, the economy grew by 4.8% in Q2, recovering from a 1.6% contraction the previous quarter. Elsewhere in Europe, the European Central Bank's (ECB's) new guidance on interest rates continued to spark debate amongst its members, with several revisions to the final proposal having been made to appease the bank's more hawkish members. Once finalised, the forward guidance will provide greater commitment to bringing inflation to within the ECB's target, as well as provide safeguards against a premature tightening of monetary policies. In China, negative economic data and concerns of declining liquidity weighed on investor sentiment, prompting the Peoples Bank of China to inject CNY120 billion into the banking system. Sentiment was also dented by persistent worries over the regulatory crackdown in some sectors of the economy. The Bloomberg Global Aggregate Bond Index (US\$) returned -0.4% in August. The rand strengthened 1.0% against the US dollar, 2.1% against the pound sterling and 1.5% against the euro.

Rand strength against the US dollar tempered performance in August. In US dollar terms, the main contributors to performance were US Treasuries, US investment grade bonds and Chinese government bonds.

GLOSSARY

Total Expense Ratio (TER)	This shows the charges, levies and fees relating to the management of the portfolio and is expressed as a percentage of the average net asset value of the portfolio, calculated for the year to the end of the most recent completed quarter. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TERs.
Sortino ratio	This is calculated by taking the difference between the Fund's annualised return and the risk-free (cash) rate, divided by the downside deviation of the Fund's returns i.e. the "bad" volatility. A high Sortino ratio indicates a low risk of large losses occurring in the Fund. This is calculated over a 3-year period.
Income distribution	The dividend income and/or interest income that is generated by the underlying Fund investments and that is periodically declared and distributed to investors in the Fund after all annual service fees.
Maximum drawdown	The largest drop in the Fund's cumulative total return from peak to trough over any period.
Monthly volatility (annualised)	Also known as standard deviation. This measures the amount of variation or difference in the monthly returns on an investment. The larger the annualised monthly volatility, the more the monthly returns are likely to vary from the average monthly return (i.e. the more volatile the investment).
Unit class	Prudential's Funds are offered in different unit classes to allow different types of investors (individuals and institutions) to invest in the same fund. Different investment minimums and fees apply to different unit classes. A Class: for individuals only. B & D Class: retirement funds and other large institutional investors only. X Class: the special fee class that was made available to investors that were invested in the Dividend Income Feeder Fund. T Class: for investors in tax-free unit trusts. F Class: for Discretionary Fund Managers.
Sharpe ratio	The Sharpe ratio is used to measure how well the return of an asset compensates the investor for the risk taken. The higher the Sharpe ratio the better the Fund's historical risk-adjusted performance has been. This is calculated by taking the difference between the Fund's annualised return and the risk-free (cash) rate, divided by the standard deviation of the Fund's returns. This is calculated over a 3-year period.
Information ratio	Measures the Fund's active return (Fund return in excess of the benchmark) divided by the amount of risk that the manager takes relative to the benchmark. The higher the information ratio, the higher the active return of the Fund, given the amount of risk taken and the more consistent the manager. This is calculated over a 3-year period.
Annualised performance	The average amount of money (total return) earned by an investment each year over a given time period. For periods longer than one year, total returns are expressed as compounded average returns on a yearly basis.
Percentage of positive rolling 12 months	The percentage of months, since inception, that the Fund has shown a positive return over a rolling 12-month period.
12-month yield	A measure of the Fund's income distributions as a percentage of the Fund's net asset value (NAV). This is calculated by summing the income distributions over a rolling 12-month period, then dividing by the sum of the NAV at the end of the period and any capital gains distributed over the same period.
Cumulative performance graph	This illustrates how an initial investment of R100 or N\$100 (for example) placed into the Fund would change over time, taking ongoing fees into account, with all distributions reinvested.

HOW TO INVEST

0860 105 775

prudential.co.za

query@myprudential.co.za

Application forms

Invest now

Application forms and all required documentation must be faxed to +27 11 263 6143 or e-mailed to instructionsa@myprudential.co.za.

DISCLAIMER

Prudential Portfolio Managers Unit Trusts Ltd (Registration number: 1999/0524/06) is an approved CISC management company (#29). Assets are managed by Prudential Investment Managers (South Africa) (Pty) Ltd, which is an approved discretionary Financial Services Provider (#45199). The Trustee's/Custodian details are: Standard Bank of South Africa limited – Trustees Services & Investor Services, 20th Floor, Main Tower, Standard Bank Centre, Heerengracht, Cape Town. Prudential Portfolio Managers (South Africa) (Pty) Ltd ("PPMSA") is part of the same corporate group as the Prudential Assurance Company. The Prudential Assurance Company is a direct subsidiary of M&G plc, a company incorporated in the United Kingdom. Neither PPMSA or the Prudential Assurance Company are affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America or Prudential plc, an international group incorporated in the United Kingdom.

Collective Investment Schemes (unit trusts) are generally medium-to long-term investments. Past performance is not necessarily a guide to future investment performance. Unit trust prices are calculated on a net asset value basis. This means the price is the total net market value of all assets of the unit trust fund divided by the total number of units of the fund. Any market movements – for example in share prices, bond prices, money market prices or currency fluctuations - relevant to the underlying assets of the fund may cause the value of the underlying assets to go up or down. As a result, the price of your units may go up or down. Unit trusts are traded at the ruling forward price of the day, meaning that transactions are processed during the day before you or the Manager know what the price at the end of the day will be. The price and therefore the number of units involved in the transaction are only known on the following day. The unit trust fund may borrow up to 10% of the fund value, and it may also lend any scrip (proof of ownership of an investment instrument) that it holds to earn additional income. A Prudential unit trust fund may consist of different fund classes that are subject to different fees and charges. Where applicable, the Manager will pay your financial adviser an agreed standard ongoing adviser fee, which is included in the overall costs of the fund. A Collective Investment Schemes (CIS) summary with all fees and maximum initial and ongoing adviser fees is available on our website. One can also obtain additional information on Prudential products on the Prudential website. The Fund may hold foreign securities including foreign CIS funds. As a result, the fund may face material risks. The volatility of the fund may be higher and the liquidity of the underlying securities may be restricted due to relative market sizes and market conditions. The fund's ability to settle securities and to repatriate investment income, capital or the proceeds of sales of securities may be adversely affected for multiple reasons including market conditions, macro-economic and political circumstances. Further, the return on the security may be affected (positively or negatively) by the difference in tax regimes between the domestic and foreign tax jurisdictions. The availability of market information and information on any underlying sub-funds may be delayed. The Manager may, at its discretion, close your chosen unit trust fund to new investors and to additional investments by existing investors to make sure that it is managed in accordance with its mandate. It may also stop your existing debit order investment. The Manager makes no guarantees as to the capital invested in the fund or the returns of the fund. Excessive withdrawals from the fund may place the fund under liquidity pressure and, in certain circumstances, a process of ring-fencing withdrawal instructions may be followed. Fund prices are published daily on the Prudential website. These are also available upon request. The performance is calculated for the portfolio. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. Purchase and repurchase requests must be received by the Manager by 13h30 (11h30 for the Money Market Fund) SA time each business day. All online purchase and repurchase transactions must be received by the Manager by 10h30 (for all Funds) SA time each business day.