

# PRUDENTIAL GLOBAL BALANCED FUND

## 30 SEPTEMBER 2018

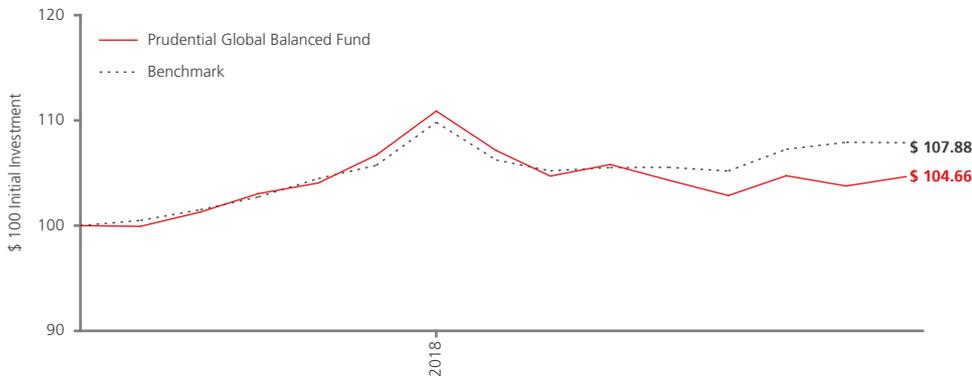


**PRUDENTIAL**

### FACT SHEET/MINIMUM DISCLOSURE DOCUMENT

### GLOBAL MULTI ASSET

#### SINCE INCEPTION CUMULATIVE PERFORMANCE (B CLASS)



#### ANNUALISED PERFORMANCE

	B CLASS	BENCHMARK
1 Year	3.3%	6.3%
Since Inception	4.0%	6.7%

Inception date B Class: 31 July 2017

#### RETURNS SINCE INCEPTION\*

	B CLASS	DATE
Highest annualised return	4.7%	31 Jul 2018
Lowest annualised return	3.3%	30 Sep 2018

\* 12-month rolling performance figure

#### RISK MEASURES

	B CLASS	BENCHMARK
Maximum drawdown over any period	-7.2%	-4.2%
Monthly volatility (annualised)	7.0%	5.6%

#### ASSET ALLOCATION

Equity	72.8%
Bonds	17.9%
Cash	4.9%
Property	4.4%

#### TOP 5 HOLDINGS\*\*

1. iShares Core S&P 500 UCITS ETF USD	13.7%
2. M&G Global Select Fund	9.5%
3. M&G Global Emerging Markets Fund	8.3%
4. Eastspring Investments US Inv Grade Bond Fund	7.6%
5. M&G North American Value Fund	6.4%

\*\* As at 30 September 2018 (updated quarterly)

#### INVESTMENT OPTIONS

	B CLASS
Minimum lump sum investment	\$500 000
Minimum additional investment	\$1 000
Minimum holding amount	\$10 000

The above minimums apply to direct investments into the Fund. Investors can also access the Fund via leading offshore investment platforms, in which case platform minimums apply.

#### ANNUAL MANAGEMENT FEES

	B CLASS
Prudential	0.75%

#### EXPENSES

	B CLASS
Total Expense Ratio (TER)	0.88%
Transaction Costs (TC)	0.08%
Total Investment Charges (TIC)	0.96%

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)

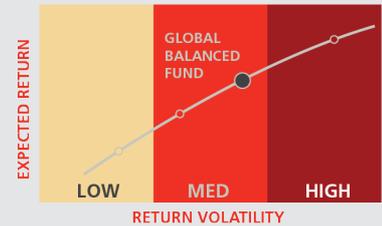
#### TRANSACTIONAL INFORMATION

Dealing date:	Every business day
Settlement period:	3 business days after the relevant dealing date
Cut-off times:	14h00 (UK time)

#### INVESTMENT CODES

	ISIN	BLOOMBERG
B Class	IE00BYQDDD48	PRUGBBA ID

#### RISK/RETURN PROFILE



#### FUND OBJECTIVE:

The Fund's objective is to provide investors with capital growth over the long-term by investing in a diversified portfolio of global assets.

#### INVESTOR PROFILE:

Investors seeking long-term capital growth from a diversified portfolio of global assets. The recommended investment horizon is 5 years or longer.

#### INVESTMENT MANDATE:

The Fund aims to achieve its objective by investing across a diversified portfolio of global assets. This includes exposure to equity securities (including property), cash, bonds, currencies and commodities. The Fund may invest up to 75% in equity securities (excluding property) and up to 25% in property securities. The Fund may invest in other collective investment schemes and in financial derivative instruments.

#### INVESTMENT MANAGER:

M&G Investment Management Limited (UK)

#### FUND MANAGERS:

Marc Beckenstrater and Craig Simpson

#### MORNINGSTAR CATEGORY:

Flexible Allocation

#### BENCHMARK:

65% MSCI All Country World Index TR (Net), 5% FTSE EPRA/NAREIT Global REIT Index, 25% Bloomberg Barclays Global Aggregate Bond Index, 5% USD 1m LIBOR

#### INCEPTION DATE:

19 June 2017

#### FUND SIZE:

USD 30.7 million

#### CURRENCY:

US Dollar

#### SHARE TYPE:

Accumulation

#### DOMICILE:

Ireland



**FUND COMMENTARY**

Escalating trade tensions and political uncertainty in Europe weighed on global markets in September. In the US, the central bank hiked its key interest rate by 0.25%, in line with market expectations. The Fed cited strong economic growth and improved employment data among the main drivers behind the decision, with an additional hike likely before the end of the year. The Fed's bullish view on the economy created renewed optimism towards US stocks and demand for the US dollar, offsetting earlier news that the US trade deficit had reached its highest levels in five months. Tensions between the US and China continued to escalate following accusations from President Trump that China had meddled in the upcoming US elections.

Across the pond, the Bank of England (BoE) left interest rates unchanged in September, stating that future increases are likely to be gradual as the central bank monitors Brexit developments. Brexit negotiations continued to press on investor sentiment, with heightened public infighting among the government's Tory party and credit rating agency Moody's warning that Britain's economy could slump to a recession if the country leaves the EU without a deal – hinting at the prospect of future downgrades. In Europe, news that Italy had gone against the EU's recommendations by setting a higher budget deficit target of 2.4% of GDP weighed on the Milan exchange, pushing the euro and European stocks lower.

Looking at global market returns (all in US\$), the MSCI All Country World Index delivered 0.5% in September, while the Bloomberg Barclays Global Aggregate Bond Index returned -0.9%, and the EPRA/NAREIT Global Property Index produced -2.3%.

Global equity holdings contributed to performance in September, specifically ETF exposure to the S&P 500 index, emerging markets (the M&G Global Emerging Markets Fund, and Turkish and Russian assets), and solid gains from Japanese assets and the M&G Japan Fund holding. Some positive returns were also generated from Turkish and Mexican government bond holdings. Global credit and European corporate bonds detracted from performance during the month.

**HOW TO INVEST**

0860 105 775

prudential.co.za

query@prudential.co.za

Invest now

**ALTERNATIVE INVESTMENT FUND MANAGER (AIFM):**  
 PGF Management Company (Ireland) Limited

**DISTRIBUTOR:**  
 Prudential Portfolio Managers Unit Trusts Limited (South Africa)

**DEPOSITARY:**  
 State Street Custodial Services (Ireland) Limited

**ADMINISTRATOR:**  
 State Street Fund Services (Ireland) Limited

**GLOSSARY**

<b>Accumulation class</b>	An accumulation class does not make income distributions. Income is accrued daily in the net asset value of the class.
<b>Annualised performance</b>	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.
<b>Cumulative performance graph</b>	This illustrates how an initial investment placed into the Fund would change over time, taking ongoing fees into account.
<b>Maximum drawdown</b>	The largest drop in the Fund's cumulative total return from peak to trough over any period.
<b>Monthly volatility (annualised)</b>	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).
<b>Total Expense Ratio (TER)</b>	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.
<b>Transaction Costs (TC)</b>	The percentage of the value of the Fund incurred as costs relating to the buying and selling of the Fund's underlying assets. Transaction costs are a necessary cost in administering the Fund and impacts Fund returns. It should not be considered in isolation as returns may be impacted by many other factors over time including market returns, the type of Fund, investment decisions of the investment manager and the TER.
<b>Total Investment Charges (TIC)</b>	The percentage of the value of the Fund incurred as costs, relating to the investment of the Fund. As fund returns are reported after deducting all fees and expenses, these costs (the TER, TC & TIC) should not be deducted from the fund returns.
<b>Unit class</b>	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.

**DISCLAIMER**  
 The Depository details are: State Street Custodial Services (Ireland) Limited.  
 78 Sir John Rogerson's Quay, Dublin 2, Ireland.

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