

# M&G (Lux) Global Floating Rate High Yield Fund

EUR Class A-H – Accumulation shares



Fund Factsheet as at 31 May 2025

Marketing Communication

## Fund description

The fund aims to provide a combination of capital growth and income to deliver a return that is higher than that of the global floating rate high yield bond market (as measured by the ICE BofA Global Floating Rate High Yield Index (3% constrained) USD Hedged) over any five-year period. At least 70% of the fund is invested in high yield floating rate notes (FRNs), focusing on FRNs issued by companies with a low credit rating, which typically pay higher levels of interest to compensate investors for the greater risk of default. Part of the fund may be invested in other fixed income assets, such as government bonds. Asset exposure is gained through physical holdings and the use of derivatives. The fund's recommended holding period is five years. In normal market conditions, the fund's expected average leverage – how much it can increase its investment position by borrowing money or using derivatives – is 300% of the fund's net asset value.

## The main risks associated with this fund

The value and income from the fund's assets will go down as well as up. This will cause the value of your investment to fall as well as rise. There is no guarantee that the fund will achieve its objective and you may get back less than you originally invested.

Investments in bonds are affected by interest rates, inflation and credit ratings. It is possible that bond issuers will not pay interest or return the capital. All of these events can reduce the value of bonds held by the fund.

High yield bonds usually carry greater risk that the bond issuers may not be able to pay interest or return the capital.

The fund may use derivatives to profit from an expected rise or fall in the value of an asset. Should the asset's value vary in an unexpected way, the fund will incur a loss. The fund's use of derivatives may be extensive and exceed the value of its assets (leverage). This has the effect of magnifying the size of losses and gains, resulting in greater fluctuations in the value of the fund.

The fund is exposed to different currencies. Derivatives are used to minimise, but may not always eliminate, the impact of movements in currency exchange rates.

Investing in emerging markets involves a greater risk of loss due to greater political, tax, economic, foreign exchange, liquidity and regulatory risks, among other factors. There may be difficulties in buying, selling, safekeeping or valuing investments in such countries.

**Please note that the Fund is not listed and you can redeem only on Singapore business days which are also Dealing Days.**

For any further information about the key risks that may affect your investment please refer to the Product Highlight Sheet (PHS) and to the "Main Risks" section of the Singapore Fund Supplement available at [www.mandg.com/investments/private-investor/en-sg](http://www.mandg.com/investments/private-investor/en-sg)

## Key information

<b>Fund manager(s)</b>	James Tomlins, Lu Yu, Stefan Isaacs
<b>Fund manager tenure from</b>	11 September 2014
<b>ISIN</b>	LU1670722161
<b>Launch date of fund</b>	13 September 2018
<b>Launch of share class</b>	21 September 2018
<b>Fund size (millions)</b>	€ 2,645.81
<b>Fund Base Currency</b>	USD
<b>Fund type</b>	SICAV
<b>Benchmark</b>	ICE BofA Global Floating Rate High Yield Index (3% Constrained) EUR Hedged
<b>Sector</b>	Morningstar Global High Yield Bond - EUR Hedged sector
<b>Number of issuers</b>	84
<b>Average credit rating<sup>1</sup></b>	B+
<b>Modified duration (years)</b>	0.15
<b>SFDR Article Classification</b>	6

<sup>1</sup>See important information section for explanation of average credit rating methodology.

## Charges

<b>Maximum entry charge</b>	4.00%
<b>Annual Management Charge</b>	1.00%

## Things you should know

The fund allows for the extensive use of derivatives.

## Fund ratings as at 31 May 2025

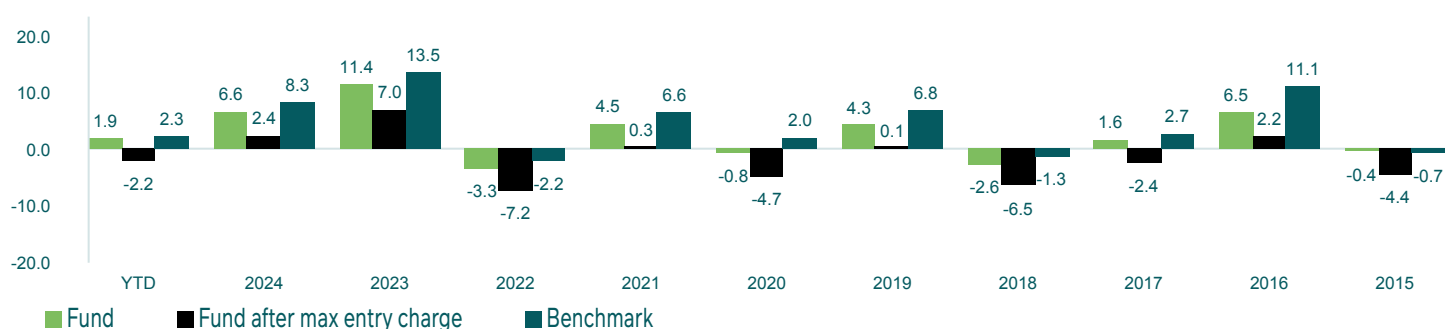
Morningstar Medalist Rating™	Analyst-Driven %
<b>Neutral</b>	55
	Data Coverage %
	100

Overall Morningstar rating **★★★★★**  
Source of Morningstar ratings: Morningstar

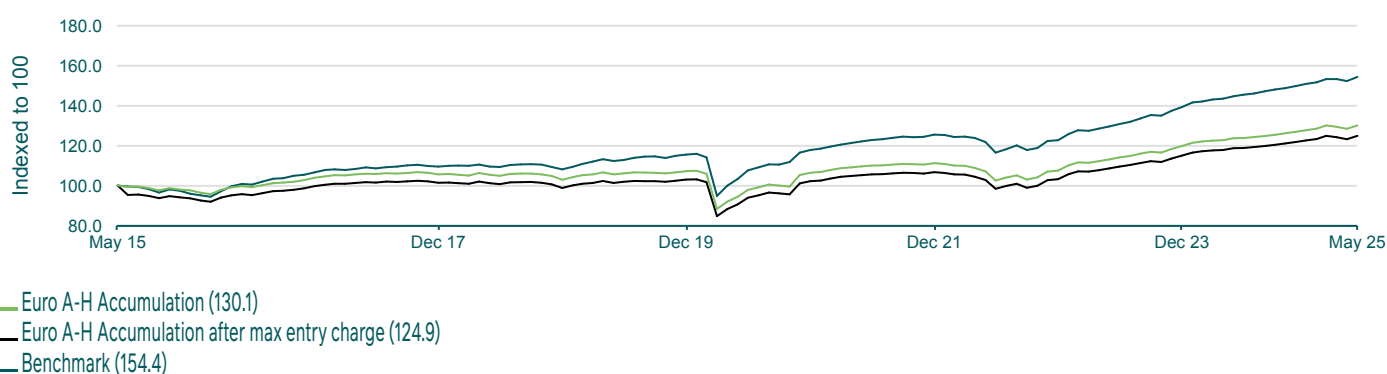
**Ratings should not be taken as a recommendation.**

Past performance is not a guide to future performance.

## Annual performance (%)



## Performance over 10 years



## Fund performance (10 years)

	1 month	3 months	YTD to QTR end	YTD	1 year	3 years p.a.	5 years p.a.	10 years p.a.
■ Euro A-H Accumulation	1.4%	0.0%	1.3%	1.9%	5.2%	6.7%	6.6%	2.7%
■ Euro A-H Accumulation after max entry charge	-2.7%	-4.0%	-2.7%	-2.2%	1.0%	5.3%	5.8%	2.2%
■ Benchmark	1.4%	0.7%	1.6%	2.3%	6.7%	8.2%	8.4%	4.4%
■ Sector	1.2%	-0.2%	0.4%	1.3%	6.0%	4.2%	3.4%	2.0%

The benchmark is a comparator against which the fund's performance can be measured. The index has been chosen as the fund's benchmark as it best reflects the scope of the fund's investment policy. The benchmark is used solely to measure the fund's performance and does not constrain the fund's portfolio construction.

The fund is actively managed. The investment manager has complete freedom in choosing which investments to buy, hold and sell in the fund. The fund's holdings may deviate significantly from the benchmark's constituents.

Fund performance prior to 21 September 2018 is that of the EUR Class A-H Accumulation of the M&G Global Floating Rate High Yield Fund (a UK-authorized OEIC), which merged into this fund on 7 December 2018. Tax rates and charges may differ.

Benchmark prior to 01 April 2016 is the ICE BofAML Global Floating Rate High Yield (EUR Hedged) Index. Thereafter it is the ICE BofAML Global Floating Rate High Yield (3% Constrained) EUR Hedged Index.

Source: Morningstar, Inc and M&G, as at 31 May 2025. Returns are calculated on a price to price basis with income reinvested. Benchmark returns stated in EUR terms.

## Fund Codes and Charges

Share class	ISIN	Currency	Share class launch date	Ongoing charge	Minimum initial investment	Minimum top up investment	Distribution frequency
Euro A-H Acc	LU1670722161	EUR	21/09/2018	1.20%*	€1,000	€75	-
Euro A-H Inc	LU1670722245	EUR	21/09/2018	1.20%*	€1,000	€75	Quarterly

The ongoing charge figures disclosed above include direct costs to the fund, such as the annual management charge (AMC), administration charge and custodian charge, but do not include portfolio transaction costs. They are based on expenses for the period ending 15 April 2025. Any ongoing charge figure with \* indicates an estimate. The fund's annual report for each financial year will include details of the exact charges.

### Largest issuers (excluding government bonds and CDS indices, %)

	Fund
Teamsystem	3.2
Cedacri	3.0
Cerved Group	2.9
Skill Bidco APS	2.8
Kapla Holding	2.1
Paganini Bidco	2.1
Apollo Swedish Bidco	2.0
Sisalpay Group	2.0
Evoca	1.9
888 Acquisitions	1.9

### Credit rating breakdown (%)

	Physical	Short (via CDS)	Long (via CDS)	Net
AAA	0.0	0.0	0.0	0.0
AA	6.3	0.0	0.0	6.3
A	0.0	0.0	0.0	0.0
BBB	0.0	0.0	0.0	0.0
BB	9.3	0.0	0.0	9.3
B	73.9	0.0	10.9	84.8
CCC	1.1	0.0	0.0	1.1
CC	1.0	0.0	0.0	1.0
C	0.2	0.0	0.0	0.2
D	0.0	0.0	0.0	0.0
No rating	0.0	0.0	0.0	0.0
Cash	8.2	0.0	0.0	8.2

A mid-average credit rating for each security, where available from S&P, Fitch, Moody's, is calculated. Where a security has not been rated by S&P, Fitch or Moody's, we may use M&G's internal credit rating. Ratings should not be taken as a recommendation.

### Country breakdown (%)

	Physical	Short (via CDS)	Long (via CDS)	Net
Italy	32.6	0.0	0.0	32.6
US	11.8	0.0	0.0	11.8
UK	11.0	0.0	0.0	11.0
France	8.6	0.0	0.0	8.6
Luxembourg	8.3	0.0	0.0	8.3
Germany	6.5	0.0	0.0	6.5
Sweden	3.5	0.0	0.0	3.5
Ireland	3.0	0.0	0.0	3.0
Other	5.9	0.0	0.0	5.9
High Yield indices	0.7	0.0	10.9	11.6
Cash	8.2	0.0	0.0	8.2

### Industry breakdown (%)

	Physical	Short (via CDS)	Long (via CDS)	Net
Services	12.3	0.0	0.0	12.3
Retail	10.6	0.0	0.0	10.6
Capital goods	10.3	0.0	0.0	10.3
Financial services	8.6	0.0	0.0	8.6
Basic industry	7.4	0.0	0.0	7.4
Technology & electronics	7.3	0.0	0.0	7.3
Leisure	6.3	0.0	0.0	6.3
Sovereign	6.3	0.0	0.0	6.3
Healthcare	6.0	0.0	0.0	6.0
Transportation	4.0	0.0	0.0	4.0
Consumer goods	3.3	0.0	0.0	3.3
Telecommunications	2.7	0.0	0.0	2.7
Media	1.7	0.0	0.0	1.7
Energy	1.6	0.0	0.0	1.6
Real Estate	1.5	0.0	0.0	1.5
Automotive	1.2	0.0	0.0	1.2
Banking	0.2	0.0	0.0	0.2
High Yield indices	0.7	0.0	10.9	11.6
Cash	8.2	0.0	0.0	8.2

### Maturity breakdown (%)

	Physical
0 - 1 years	34.9
1 - 3 years	17.7
3 - 5 years	25.5
5 - 7 years	12.2
7 - 10 years	0.0
10 - 15 years	0.0
15+ years	1.6
Cash	8.2
Other	0.0

### Asset breakdown (%)

	Net
Corporate floating rate notes	78.6
Fixed rate bonds + Swaps	6.2
Credit default swaps	0.0
Credit default indices	11.6
<b>Other</b>	<b>6.3</b>
<b>Cash</b>	<b>8.2</b>

### Duration by currency and asset class (years)

	Physical	Futures	Swaps	Net
Euro	0.1	0.0	0.0	0.1
British pound	0.1	0.0	0.0	0.1
US dollar	0.1	0.0	-0.1	0.0
Other	0.0	0.0	0.0	0.0
Total	0.3	0.0	-0.1	0.2

### Currency breakdown (%)

	Fund
US dollar	99.3
Euro	0.7
British pound	0.0
Singapore dollar	0.0
Hong Kong dollar	0.0
Swiss franc	0.0
Australian dollar	0.0

Currency exposures in the table above show positions after hedging to the fund's base currency.

## Important information

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.

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This document is for informational purposes only and does not constitute an offer or solicitation to purchase or sell units in the fund. Investment involves risk. Past performance is not necessarily a guide to future performance or returns. The value of investments and the income from them can fluctuate and is not guaranteed. Rates of exchange may cause the value of investments to go up or down. Investors may not get back the amount they invest. M&G (Lux) Investment Funds 1 is an open-ended investment company established in Luxembourg which is available for sale in certain jurisdictions only. M&G (Lux) Investment Funds 1 has appointed M&G Investments (Singapore) Pte. Ltd. as its Singapore representative and agent for service of process. Subscriptions in the fund are valid only if made on the basis of the current Prospectus and the Product Highlights Sheet available on our website [www.mandg.com/investments/private-investor/en-sg](http://www.mandg.com/investments/private-investor/en-sg) and you must read these documents before deciding whether to invest. Investors may wish to seek advice from a financial adviser before purchasing shares of the fund. In the event that they choose not to seek independent financial advice, they should consider carefully whether the fund is suitable for them.

**On 7 December 2018, the non-sterling assets of the M&G Global Floating Rate High Yield Fund, a UK-authorised OEIC which launched on 11 September 2014, merged into the M&G (Lux) Global Floating Rate High Yield Fund, a Luxembourg-authorised SICAV, which launched on 13 September 2018. The SICAV is run by the same fund manager, applying the same investment strategy, as the UK-authorised OEIC.**

The duration figure shown in this document is calculated using an external system, which does not adjust for EURIBOR floors (a common feature in European high yield floating rate notes) in the duration calculation. This figure will therefore be overstated when EURIBOR is negative. The fund's duration is expected to be closely in line with the benchmark index, which will be close to zero, given the floating rate properties of the assets held. For the avoidance of doubt, for fixed income funds, we count different entities belonging to the same company as separate issuers to arrive at the number of issuers in the fund, as shown under the key information section.<sup>1</sup>The fund's average credit rating uses a mid-average rating (S&P, Fitch, Moody's or M&G's internal rating if no rating is available from these ratings agencies) of securities held by the fund. It excludes some derivatives that are used for efficient portfolio management only. Ratings should not be taken as a recommendation.

**Glossary of key terms: Modified duration (years):**

A measure of the sensitivity of a bond, or bond fund, to changes in interest rates, expressed in years. The longer a bond or bond fund's duration, the more sensitive it is to interest rate movements.

**SFDR article classification:**

The Sustainable Finance Disclosure Regulation (SFDR) is a European Union (EU) regulation that came into force on the 12 July 2020. SFDR was designed to ensure consumers and investors are fully informed, via sustainability disclosures, about the ESG credentials of funds and their investment managers, prior to and throughout the investment period. The regulation aims to improve transparency in the market for sustainable investment products through consistent templated disclosure requirements.

The M&G (Lux) Global Floating Rate High Yield Fund is a sub-fund of M&G (Lux) Investment Funds 1.

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