

# M&G European Sustain Paris Aligned Fund

Sterling Class I – Accumulation shares



Monthly Fund Review as at 31 March 2025

For investment professionals only

## Fund description

The fund aims to provide a combination of capital growth and income, net of the Ongoing Charge Figure, that is higher than the MSCI Europe ex UK Index over any five-year period and to invest in companies that contribute towards the Paris Agreement climate change goal of keeping a global temperature rise this century well below two degrees Celsius above pre-industrial levels. At least 80% of the fund is invested in the shares of sustainable companies, across any sector and of any size, that are based, or do most of their business, in Europe (excluding the UK). The fund is concentrated and usually holds fewer than 35 companies. Sustainability considerations are fully integrated into the investment process. Companies that are assessed to be in breach of the United Nations Global Compact principles on human rights, labour, environment and anti-corruption are excluded from the investment universe. Industries such as tobacco and controversial weapons are also excluded. The fund manager makes long-term investments in companies with sustainable business models, where short-term issues have created buying opportunities for the fund.

## 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.

The fund holds a small number of investments, and therefore a fall in the value of a single investment may have a greater impact than if it held a larger number of investments.

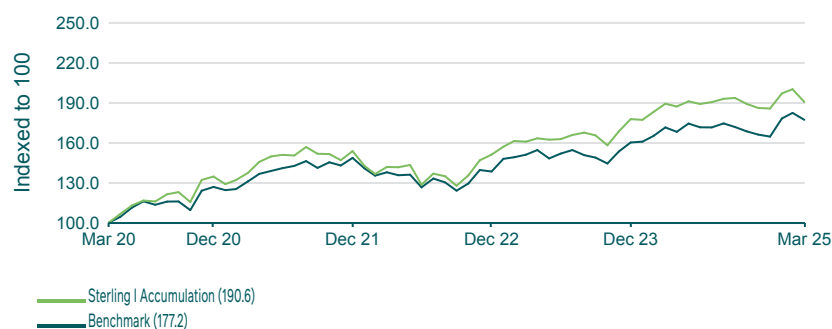
The fund can be exposed to different currencies. Movements in currency exchange rates may adversely affect the value of your investment.

Further risk factors that apply to the fund can be found in the fund's Prospectus.

## Single year performance (5 years)

	2024	2023	2022	2021	2020
■ Sterling I Accumulation	4.5%	17.6%	-1.7%	14.2%	6.1%
■ Benchmark	2.8%	15.8%	-6.9%	17.2%	2.7%
■ Sector	1.8%	14.3%	-8.9%	15.6%	10.5%

## Performance over 5 years



## Fund performance

	1 month	3 months	YTD	1 year	3 years p.a.	5 years p.a.
■ Sterling I Accumulation	-4.8%	2.7%	2.7%	0.7%	10.4%	13.8%
■ Benchmark	-2.9%	7.6%	7.6%	3.3%	8.7%	12.1%
■ Sector	-2.8%	5.5%	5.5%	0.9%	6.5%	12.0%

Past performance is not a guide to future performance.

Prior to 31 August 2021 the benchmark was MSCI Europe Index. With effect from 31 August 2021 the benchmark will be MSCI Europe ex UK Index.

**Performance comparison:** The benchmark is the target for the Fund's financial objective and is used to measure the Fund's financial performance. The index has been chosen as the Fund's benchmark as it best reflects the financial aspects of the Fund's investment policy. The benchmark is also used to define what a Low Carbon Intensity company is and to measure the Fund's weighted average carbon intensity but does not otherwise constrain the Fund's portfolio construction. The Fund is actively managed and within given constraints, the fund 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, and as a result the Fund's performance may deviate materially from the benchmark. For each Share Class the Benchmark will be denominated or hedged into the relevant share class currency. The Benchmark for each Share Class will be shown in its respective KIID.

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

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## Key information

Fund manager(s)	John William Olsen
Fund manager tenure from	30 June 2014
Deputy fund manager(s)	Lucy Hancock, Randeep Somel
ISIN	GB00B5ZSNC68
Launch date of fund	29 September 1989
Launch of share class	03 August 2012
Fund size (millions)	£ 834.43
Benchmark(s)	MSCI Europe ex UK Index
Benchmark type	Target
Sector	IA Europe excluding UK sector
Number of companies	31
Historic yield	1.83%
Portfolio turnover over 12 months	8.92%
Payment dates	Apr, Oct
Ex-dividend date	Mar, Sep

## Charges

Maximum entry charge	0.00%
Ongoing charge	0.55%

## Risk characteristics

As at 31/03/2025	Fund
Alpha (%)	1.93
Information ratio	0.28
Sharpe Ratio	0.51
Historic tracking error (%)	5.84
Beta	0.93
Standard deviation (%)	13.00
Forecast tracking error (active risk, %)	4.16
Active share (%)	84.12

## Things you should know

The fund invests mainly in company shares and is therefore likely to experience larger price fluctuations than funds that invest in bonds and/or cash.

## Fund ratings as at 31 March 2025

Morningstar Medalist Rating™	Analyst-Driven %
	100
	Data Coverage %
	100

Overall Morningstar rating  
Financial Express Crown Rating



Source of Morningstar ratings: Morningstar  
Source: Financial Express

Ratings should not be taken as a recommendation.

## Country breakdown (%)

	Fund	Index	Relative weight
Germany	27.2	19.5	7.7
Denmark	18.4	4.6	13.8
France	11.8	22.2	-10.5
Netherlands	8.8	8.3	0.5
Switzerland	5.4	19.3	-14.0
Ireland	5.1	0.6	4.4
UK	4.6	0.0	4.6
Spain	3.6	6.1	-2.5
Other	10.0	19.4	-9.4
Cash	5.2	0.0	5.2

Breakdown in table is based on country of listing.

## Industry breakdown (%)

	Fund	Index	Relative weight
Industrials	28.1	18.8	9.4
Financials	18.7	22.0	-3.4
Communication services	13.1	4.7	8.4
Health care	8.8	14.8	-5.9
Consumer discretionary	8.1	9.8	-1.8
Consumer staples	5.7	8.3	-2.6
Information technology	5.6	8.7	-3.2
Materials	4.6	5.4	-0.8
Utilities	2.2	4.1	-1.9
Energy	0.0	2.8	-2.8
Real Estate	0.0	0.8	-0.8
Cash	5.2	0.0	5.2

## Capitalisation breakdown (%)

	Fund	Index	Relative weight
> €50 billion	26.6	59.2	-32.6
€25 - €50 billion	20.9	18.5	2.4
€5 - €25 billion	36.4	22.1	14.3
€2.5 - €5 billion	9.3	0.2	9.1
< €2.5 billion	1.6	0.0	1.6
Cash	5.2	0.0	5.2

## Largest overweights (%)

	Fund	Index	Relative weight
Scout24	5.4	0.1	5.3
Hannover Rueck	5.3	0.2	5.1
AIB Group	5.1	0.2	4.9
CTS Eventim	4.7	0.1	4.7
Legrand	3.9	0.3	3.6
Schneider Electric	4.7	1.4	3.3
Amadeus IT Group	3.6	0.4	3.2
Outotec OYJ	3.1	0.1	3.1
Bank of Georgia Group	3.0	0.0	3.0
ISS	2.7	0.0	2.7

## Largest underweights (%)

	Fund	Index	Relative weight
ASML	0.0	2.9	-2.9
Roche	0.0	2.8	-2.8
Novartis	0.0	2.5	-2.5
LVMH	0.0	1.9	-1.9
Allianz	0.0	1.7	-1.7
TotalEnergies	0.0	1.6	-1.6
Deutsche Telekom	0.0	1.5	-1.5
Sanofi	0.0	1.4	-1.4
Air Liquide	0.0	1.3	-1.3
Airbus	0.0	1.2	-1.2

## Largest holdings (%)

	Fund	Index	Relative weight
SAP	5.6	3.2	2.4
Scout24	5.4	0.1	5.3
Hannover Rueck	5.3	0.2	5.1
AIB Group	5.1	0.2	4.9
CTS Eventim	4.7	0.1	4.7
Schneider Electric	4.7	1.4	3.3
Siemens	4.1	2.0	2.1
Novo Nordisk	4.0	2.5	1.5
Legrand	3.9	0.3	3.6
Amadeus IT Group	3.6	0.4	3.2

## Fund codes and charges

Share class	ISIN	Bloomberg	Currency	Share class launch date	Ongoing charge	Historic yield	Minimum initial investment	Minimum top up investment
Sterling A Acc	GB0030927817	MGSEDVA LN	GBP	29/09/1989	0.95%	1.37%	£500	£100
Sterling A Inc	GB0030927700	MGSEDA LN	GBP	29/09/1989	0.95%	2.43%	£500	£100
Sterling I Acc	GB00B5ZSNC68	MGPEUIA LN	GBP	03/08/2012	0.55%	1.83%	£500,000	£10,000
Sterling I Inc	GB00B6T93L12	MGPEUII LN	GBP	03/08/2012	0.55%	2.42%	£500,000	£10,000
Sterling R Acc	GB00B73YVC64	MGPEURA LN	GBP	03/08/2012	0.80%	1.58%	£500	£100
Sterling R Inc	GB00B4VV9C47	MGPEURI LN	GBP	03/08/2012	0.80%	2.43%	£500	£100

Any ongoing charge figure with \* indicates an estimate. The ongoing charge figure may vary from year to year and excludes portfolio transaction costs. The charges are mostly, if not exclusively, the Annual Charge which may be discounted depending on the size of the fund. For further details, please see the fund's Key Investor Information Document (KIID). The fund's annual report for each financial year will include details on the exact charges made. Please go to [www.mandg.co.uk/literature](http://www.mandg.co.uk/literature) to view the Costs and charges illustration which contains information on the costs and charges applicable to your chosen fund and share class.

Please note that not all of the share classes listed above might be available in your country. Please see the Important Information for Investors document and the relevant fund's Prospectus for more information on the risks associated with this fund and which share classes are available for which product and which investor type.

## Important information

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The fund changed its name, investment objective and investment strategy on 31 August 2021. Prior to this date, the fund was named M&G Pan European Select Fund. Fund performance before this date was therefore achieved under different circumstances.

The M&G European Sustain Paris Aligned Fund is a sub-fund of M&G Investment Funds (1).

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The Morningstar Overall Rating based on the fund's Sterling Class I shares. Copyright © 2025 Morningstar UK Limited. All Rights Reserved. Ratings should not be taken as recommendation.

The value of investments will fluctuate, which will cause fund prices to fall as well as rise and investors may not get back the original amount invested.

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