

Adviser Fund Guide

# Investment Options and Fund Choice

(Life Funds, Pension Funds, Prudential International  
Funds and Collective Funds)

## Introduction to this guide

We provide a number of investment options that can help you meet both you and your clients' needs through a range of investment approaches and products.

In this guide we'll provide you with more details on these options.

### How much fund choice do you need?

There are numerous "investment solutions" available today, each aiming to meet the needs of you and your clients.

These could include:

- **Multi-Asset Funds** – these offer the ability to outsource the day-to-day asset allocation and fund selection decisions by using an actively-managed multi-asset fund or portfolio.
- **Selected Provider Fund Choices** – with continual review and research a close understanding of a provider's in-house investment approach can be developed, making it easier to identify options that meet investors' needs.
- **Open Architecture** – with access to a partial or full universe of funds this option gives very wide choice; however you need to commit your time and skills to review all these funds and make the proper recommendations.

## Multi-Asset Funds 4

### A range of multi-asset options:

Risk Managed Passive  
Risk Managed Active  
PruFund  
With-Profits

## Additional Fund Choice 8

A range of different funds to meet different needs

## Open Architecture 12

Prudential International Investment Portfolio  
Prudential Onshore Portfolio Bond

The investment options available for Prudential Retirement Account aren't included in this brochure.

For information on those options then please visit [pruadviser.co.uk/retirement-pensions/retirement-account](http://pruadviser.co.uk/retirement-pensions/retirement-account)

The value of any investment, and any income taken from it, can go down as well as up so your customer might not get back the amount they put in.

## For further information on fund availability

This guide aims to indicate fund availability through our current product range. Please either speak to your Prudential Account Manager or refer to the relevant fund guides for full details of the funds available on each of the products we offer.

# M&G Treasury & Investment Office

We believe in the importance of asset allocation and appreciate that there has been a strong demand for multi-asset solutions.

For both Prudential and Prudential International funds we have a strong team of in-house experts, the M&G Treasury & Investment Office (T&IO), who are entrusted with the day-to-day asset allocation decisions for £170 billion (as at June 2020) of investors' money.

T&IO includes experienced investment professionals with specialist expertise in capital market research, manager research, investment strategy design, liability management and portfolio management.

M&G Investment Management Ltd, part of M&G plc, are the investment managers for the Risk Managed Active and Risk Managed Passive funds. They make the relevant adjustments to portfolios based on recommendations from T&IO.

Visit [pruadviser.co.uk/t&io](https://pruadviser.co.uk/t&io)

# Multi-Asset Funds

These funds are mainly available through our Prudential Investment Plan, Trustee Investment Plan, International Prudence Bond, Prudential International Investment Bond and for some funds as an ISA or a direct investment in the fund.

The information in this section is intended to indicate fund availability through our current product range. Fund ranges for other, older Prudential products aren't covered by this document. Please either speak to your Prudential Account Manager or refer to the relevant fund guides for full details of the funds available on each product.

	Risk Managed Passive	Risk Managed Active
Prudential Investment Plan	Risk Managed Passive 1, Risk Managed Passive 2, Risk Managed Passive 3, Risk Managed Passive 4, Risk Managed Passive 5.	Risk Managed Active 1, Risk Managed Active 2, Risk Managed Active 3, Risk Managed Active 4, Risk Managed Active 5.
Trustee Investment Plan	Risk Managed Passive 1.	N/A
International Prudence Bond***	Risk Managed Passive 1, Risk Managed Passive 3.	Risk Managed Active 1, Risk Managed Active 2, Risk Managed Active 3, Risk Managed Active 4, Risk Managed Active 5.

\*\*\* Only available to non-UK residents.

PruFund*	With-Profits	
PruFund Risk Managed 1, PruFund Risk Managed 2, PruFund Risk Managed 3, PruFund Risk Managed 4, PruFund Risk Managed 5, PruFund Growth and Protected Growth <sup>#</sup> , PruFund Cautious and Protected Cautious <sup>#</sup> .	Optimum Bonus With-Profits*, Optimum Return With-Profits*.	Prudential Investment Plan
PruFund Risk Managed 1, PruFund Risk Managed 2, PruFund Risk Managed 3, PruFund Risk Managed 4, PruFund Growth and Protected Growth <sup>#</sup> , PruFund Cautious and Protected Cautious <sup>#</sup> .	With-Profits.	Trustee Investment Plan
PruFund Growth and Protected Growth <sup>#</sup> , PruFund Cautious and Protected Cautious <sup>#</sup> , (each with Sterling, Euro and US Dollar versions)	PAC Sterling With-Profits**, PAC Euro With-Profits**, PAC US Dollar With-Profits**.	International Prudence Bond

\* PruFund Funds either invest or are reinsured into Prudential's With-Profits Fund. The returns on these funds may differ from the returns on the With-Profits Fund due to the smoothing process used and differences in the asset mix/the fund objectives.

+ Access to the Prudential With-Profits Optimum Return and Optimum Bonus Funds is no longer available to new customers investing in Prudential Investment Plan on or after 11/09/2017. Existing customers, pre 11/09/2017, will still be able to top up or switch into the Prudential With-Profits Optimum Return Fund and the Prudential With-Profits Optimum Bonus Fund.

\*\* Access to the Prudential PAC Sterling, PAC Euro and PAC US Dollar With-Profits Funds is no longer available to new customers investing in Prudential International Investment Bond or International Prudence Bond on or after 11/09/2017. Existing customers, pre 11/09/2017, will still be able to top up or switch into the Prudential With-Profits PAC Sterling, PAC Euro and PAC US Dollar Funds.

# Currently closed to new investments.

	<b>Risk Managed Passive</b>	<b>Risk Managed Active</b>
Prudential International Investment Bond	Risk Managed Passive 1, Risk Managed Passive 3.	Risk Managed Active 1, Risk Managed Active 2, Risk Managed Active 3, Risk Managed Active 4, Risk Managed Active 5.
Collective Investments	Risk Managed Passive 1, Risk Managed Passive 2, Risk Managed Passive 3, Risk Managed Passive 4, Risk Managed Passive 5.	Risk Managed Active 1, Risk Managed Active 2, Risk Managed Active 3, Risk Managed Active 4, Risk Managed Active 5.
ISA	N/A	N/A
For further information	<a href="https://pruadviser.co.uk/risk-managed-passive">pruadviser.co.uk/risk-managed-passive</a>	<a href="https://pruadviser.co.uk/risk-managed-active">pruadviser.co.uk/risk-managed-active</a>

PruFund*	With-Profits	
PruFund Growth and Protected Growth <sup>#</sup> , PruFund Cautious and Protected Cautious <sup>#</sup> , (each with Sterling, Euro and US Dollar versions)	PAC Sterling With-Profits <sup>**</sup> , PAC Euro With-Profits <sup>**</sup> , PAC US Dollar With-Profits <sup>**</sup> .	Prudential International Investment Bond
N/A	N/A	Collective Investments
PruFund Risk Managed 1, PruFund Risk Managed 2, PruFund Risk Managed 3, PruFund Risk Managed 4, PruFund Risk Managed 5, PruFund Growth and PruFund Cautious.	N/A	ISA
<a href="http://pruadviser.co.uk/funds/prufund">pruadviser.co.uk/funds/prufund</a>	<a href="http://pruadviser.co.uk/funds/with-profits">pruadviser.co.uk/funds/with-profits</a>	For further information

\* PruFund Funds either invest or are reinsured into Prudential's With-Profits Fund. The returns on these funds may differ from the returns on the With-Profits Fund due to the smoothing process used and differences in the asset mix/the fund objectives.

\*\* Access to the Prudential PAC Sterling, PAC Euro and PAC US Dollar With-Profits Funds is no longer available to new customers investing in Prudential International Investment Bond or International Prudence Bond on or after 11/09/2017. Existing customers, pre 11/09/2017, will still be able to top up or switch into the Prudential With-Profits PAC Sterling, PAC Euro and PAC US Dollar Funds.

# Currently closed to new investments.

# Additional Fund Choice

## Trustee Investment Plan and Prudential Investment Plan

Over the years we've built a range of funds to meet different needs. These include funds from both Prudential and also external fund managers. Many of these funds target specific needs – such as natural income paying distribution funds for onshore bonds.

The following funds are available through our Trustee Investment Plan and our Prudential Investment Plan.

The additional fund choice for International Investments is shown on page 11.

Prudential Funds	Trustee Investment Plan	Prudential Investment Plan
Prudential 0-35% Equity Managed Distribution (Inc)		✓
Prudential Artemis European Growth		✓
Prudential Artemis Strategic Bond		✓
Prudential Artemis UK Smaller Companies		✓
Prudential Baillie Gifford American		✓
Prudential Baillie Gifford High Yield Bond		✓
Prudential BlackRock Gold & General		✓
Prudential BlackRock UK		✓
Prudential BlackRock UK Special Situations		✓
Prudential BNY Mellon Global Equity*	✓	
Prudential BNY Mellon Multi-Asset Balanced**	✓	✓

Prudential Funds	Trustee Investment Plan	Prudential Investment Plan
Prudential Cash	✓	✓
Prudential DMS Verbatim Portfolio 3 (Formerly Prudential HC Verbatim Portfolio 3) <sup>-</sup>		✓
Prudential DMS Verbatim Portfolio 4 (Formerly Prudential HC Verbatim Portfolio 4) <sup>-</sup>		✓
Prudential DMS Verbatim Portfolio 5 Growth (Formerly Prudential HC Verbatim Portfolio 5 Growth) <sup>-</sup>		✓
Prudential DMS Verbatim Portfolio 5 Income (Formerly Prudential HC Verbatim Portfolio 5 Income) <sup>-</sup>		✓
Prudential DMS Verbatim Portfolio 6 (Formerly Prudential HC Verbatim Portfolio 6) <sup>-</sup>		✓
Prudential DMS Verbatim Portfolio 7 (Formerly Prudential HC Verbatim Portfolio 7) <sup>-</sup>		✓

\* Previously known as Prudential Newton Global Equity Fund.

\*\* Previously known as Prudential Newton Multi-Asset Balanced Fund.

<sup>-</sup> This fund is scheduled for closure in the foreseeable future and you may wish to take this into account if choosing to invest in it for the longer term. Existing investors will be contacted directly prior to the point of closure.

### For further information on fund availability

The information in this section is intended to indicate fund availability through our current product range. Please either speak to your Prudential Account Manager or refer to the relevant fund guides for full details of the funds available to each product.



Prudential Funds	Trustee Investment Plan	Prudential Investment Plan
Prudential Equity	✓	✓
Prudential European	✓	✓
Prudential Fidelity Asia		✓
Prudential Fidelity European		✓
Prudential Global Emerging Markets Portfolio		✓
Prudential International	✓	✓
Prudential Invesco Global Bond		✓
Prudential Invesco Global Targeted Returns		✓
Prudential Invesco Income	✓	✓
Prudential Invesco Income (Inc)		✓
Prudential Invesco Managed Growth	✓	✓
Prudential Janus Henderson China Opportunities		✓
Prudential Japanese	✓	✓
Prudential JP Morgan Natural Resources		✓
Prudential Jupiter Merlin Balanced Portfolio <sup>~</sup>		✓
Prudential Jupiter Merlin Growth Portfolio <sup>~</sup>		✓
Prudential L&G UK Property <sup>##</sup>		✓
Prudential M&G Corporate Bond	✓ <sup>~</sup>	✓
Prudential M&G Corporate Bond (Inc)		✓
Prudential M&G Dividend	✓	✓

Prudential Funds	Trustee Investment Plan	Prudential Investment Plan
Prudential M&G Dividend (Inc)		✓
Prudential M&G Episode Allocation		✓
Prudential M&G Episode Growth	✓	✓
Prudential M&G Gilt and Fixed Interest Income	✓	✓
Prudential M&G Gilt and Fixed Interest Income (Inc)		✓
Prudential M&G Global High Yield Bond	✓	✓
Prudential M&G Global High Yield Bond (Inc)		✓
Prudential M&G Global Themes		✓
Prudential M&G Managed Growth	✓	✓
Prudential M&G Optimal Income <sup>^</sup>		✓
Prudential M&G Property Portfolio	✓	✓
Prudential M&G Property Portfolio (Inc)		✓
Prudential M&G Recovery		✓
Prudential M&G Smaller Companies	✓	✓
Prudential M&G Strategic Corporate Bond		✓
Prudential M&G UK Equity Income (Inc)		✓
Prudential M&G UK Select		✓
Prudential Managed	✓	✓
Prudential Managed Distribution	✓	
Prudential Managed Distribution (Inc)		✓

<sup>~</sup> This fund is scheduled for closure in the foreseeable future and you may wish to take this into account if choosing to invest in it for the longer term. Existing investors will be contacted directly prior to the point of closure.

<sup>##</sup> This fund is currently suspended.

<sup>^</sup> Fund launched on 13 March 2020.

Prudential Funds	Trustee Investment Plan	Prudential Investment Plan
Prudential Merian UK Mid Cap		✓
Prudential Ninety One Global Strategic Equity <sup>#</sup>		✓
Prudential North American	✓	✓
Prudential Pacific Markets	✓	✓
Prudential Royal London Sustainable Leaders		✓
Prudential Schroder Income		✓

Prudential Funds	Trustee Investment Plan	Prudential Investment Plan
Prudential Schroder Tokyo		✓
Prudential UK Equity and Bond	✓	✓
Prudential UK Tracker		✓
Prudential With-Profits	✓	
Prudential With-Profits (Optimum Bonus) <sup>++</sup>		✓
Prudential With-Profits (Optimum Return) <sup>++</sup>		✓

<sup>++</sup> Access to the Prudential With-Profits Optimum Return and Prudential With-Profits Optimum Bonus Funds is longer available to new customers investing in Prudential Investment Plan on or after 11/09/2017.

Existing customers, pre 11/09/2017, will still be able to top up or switch into the Prudential With-Profits Optimum Return and the Prudential With-Profits Optimum Bonus Fund.

<sup>#</sup> Previously known as Prudential Investec Global Strategic Equity Fund.

# Additional Fund Choice

## International Prudence Bond and Prudential International Investment Bond

The following funds are available through our International Prudence Bond, Prudential International Investment Bond. International Prudence Bond is only open to non-UK residents. The following funds are all Prudential International funds. For the externally managed funds the Prudential International Fund will invest in the fund manager's own fund or collective investment scheme, unless otherwise stated.

Prudential International Funds	International Prudence Bond	Prudential International Investment Bond
Balanced Managed (Sterling) Fund	✓	✓
Balanced Managed (US Dollar) Fund	✓	✓
BNY Mellon Global Bond (US Dollar) Fund	✓	✓
Deferred Distribution (Euro) Fund	✓	✓
Deferred Distribution (Sterling) Fund	✓	✓
Deferred Distribution (US Dollar) Fund	✓	✓
Euro Deposit Fund	✓	✓
European Fund	✓	✓
European Index Tracker (Euro) Fund	✓	✓
Fidelity European Multi Asset Income (Euro) Fund	✓	✓
Fidelity Global Focus (Sterling) Fund	✓	✓
Fidelity Global Focus (US Dollar) Fund	✓	✓
HSBC Chinese Equity (US Dollar) Fund	✓	✓
HSBC Indian Equity (US Dollar) Fund	✓	✓
HSBC Islamic Global Equity Index (US Dollar) Fund	✓	✓

Prudential International Funds	International Prudence Bond	Prudential International Investment Bond
Invesco Income Fund	✓	✓
Invesco Managed Growth Fund	✓	✓
M&G Corporate Bond Fund	✓	✓
M&G Dividend Fund	✓	✓
M&G Episode Allocation Fund	✓	✓
M&G Episode Growth Fund	✓	✓
M&G Gilt & Fixed Interest Income Fund	✓	✓
M&G Global High Yield Bond	✓	✓
M&G Global Select Fund	✓	✓
M&G Managed Growth Fund	✓	✓
M&G Property Fund	✓	✓
Managed Defensive (Euro) Fund	✓	✓
Managed Defensive (USD) Fund	✓	✓
Morgan Stanley European Property (Euro) Fund	✓	✓
North America Fund	✓	✓
Pacific Markets (Sterling) Fund	✓	✓
UK Deposit Fund	✓	✓
UK Equity Fund	✓	✓
US Dollar Deposit Fund	✓	✓

# Open Architecture

## Prudential International Investment Portfolio

The Prudential International Investment Portfolio (PIIP) from Prudential International is a single premium portfolio bond that provides your clients with the opportunity to invest in over 1,300 funds creating their own unique portfolio.

The PIIP has features such as:

- Open architecture investment with access to a wide range of assets
- Tax efficient structure
- Full Suite of Prudential Trusts available
- 5% p.a. withdrawals available
- Discretionary Fund Manager's available
- Family Wealth Management/Inheritance Tax Planning

## Prudential Onshore Portfolio Bond

The Prudential Onshore Portfolio Bond (POPB) is an open – architecture onshore investment bond. It is available through a number of different investment wrap “Platforms”.

The POPB plan has features such as:

- Open architecture investment with access to a wide range of assets
- Full Suite of Prudential Trusts available
- Multi Life/Multi-Owner financial planning options available
- 5% p.a. withdrawals available
- Discretionary Fund Manager's available using model portfolio services
- Family Wealth Management/Inheritance Tax Planning
- Ease of administration as plan is available via Platforms

# Other Factors To Consider

Investment choice is important and there are other factors to consider. For example:

## Trusts

- We aim to help you find the right approach to meet your clients' needs by offering a range of trusts. We've also developed detailed support and reference material that help to explain all the options and the rules that apply to them.

## Product choice

We offer a range of products with the different taxation options these provide, including:

- Prudential Investment Plan – an onshore bond that helps you to shape the product charging structure and Adviser Charges
- The Prudential Onshore Portfolio Bond is available on a number of investment platforms. The bond offers access to the range of assets available on the selected platform
- Trustee Investment Plan – investment choice and control for pension scheme trustees
- Prudential International Investment Portfolio – portfolio bond with three charging options and access to over 1,300 funds
- Prudential International Investment Bond and International Prudence Bond (non-UK residents only) from Prudential International – are investment bonds with a range of features and options

The investment options available for Prudential Retirement Account aren't included in this brochure. For information on those options then please visit [pruadviser.co.uk/retirement-pensions/retirement-account](https://pruadviser.co.uk/retirement-pensions/retirement-account)



To find out more please either talk to your Prudential Account Manager or visit [pruadviser.co.uk](https://pruadviser.co.uk)





