

Fund Guide

International Prudence Bond (Spain)

This guide lists the funds that are available to choose from, their objective and risk profile and an indication of the potential reward and risk for each fund.

Potential reward and risk indicator

Investing is about balancing the risk you are comfortable with alongside the potential rewards that you want to achieve. Your attitude to investment risk is personal to you and may change in the future.

The table opposite can help illustrate this concept. It's not exhaustive, but covers a wide range of funds and investments and shows the general principle that, as the level for potential higher returns increases so does the level of risk. The following pages indicate how this relates to our funds.

The value of our funds may fluctuate. You may not get back the full amount of your investment.

These risk rating categories have been developed by Prudential International to help provide an indication of the potential level of risk and reward that is attributable to a fund based on the type of assets which may be held within the fund. Other companies may use different descriptions and as such these risk rating categories should not be considered as generic to the fund management industry.

Potential reward and risk indicator		Types of Fund*	
<div>Higher</div> <div>Potential Rewards</div> <div>Lower</div>	6	Single Country Equity Funds, International Equity Funds, Specialist Funds	Higher
	5	Flexible Investment Global Property Funds	
	4	Mixed Investment 40-85% Shares Direct Property Funds Global High Yield Funds	
	3	Mixed Investment 20-60% Shares Distribution Managed Funds Sterling High Yield Funds Global Fixed Interest Funds With-Profits Funds**	Risks
	2	Mixed Investment 0-35% Shares Sterling Fixed Interest Funds Corporate Bond Funds Protected/Guaranteed Funds	
	1	Deposit & Treasury Funds Money Market Funds	Lower
Types of Fund * These are predominantly based on sector classifications by the Association of British Insurers (ABI). Offshore funds are not normally included in ABI sectors, but we have used them here to help indicate fund types in broad terms. The description used may match an individual ABI sector name or be a Prudential International suggested description for a grouping of similar sectors. The only exception to this is "With-Profits" which is not classified by the ABI. ** Some funds invest in the With-Profits Fund and appear in a lower category.			

Fund name and objective	Potential reward and risk indicator
PruFund Cautious (Euro) Fund and PruFund Protected Cautious (Euro) Fund* <p>Objective: The fund aims for steady and consistent growth through a cautious approach to investing.</p> <p>Fund Investments: The fund invests around 70% in a well-diversified portfolio of European and international fixed interest securities and holdings of cash and money market instruments. The balance is invested in equities, property and alternative assets.</p> <p>The PruFund Protected Cautious (Euro) Fund has a tenth anniversary guarantee. This means that on the Guarantee Date your fund will have a value equal to at least the value of the fund holding at the start of the investment, after a proportional reduction for any regular or one-off withdrawals.</p>	2
PruFund Cautious (Sterling) Fund and PruFund Protected Cautious (Sterling) Fund* <p>Objective: The fund aims for steady and consistent growth through a cautious approach to investing.</p> <p>Fund Investments: The fund invests around 70% in a well-diversified portfolio of UK and international fixed interest securities and holdings of cash and money market instruments. The balance is invested in equities, property and alternative assets.</p> <p>The PruFund Protected Cautious (Sterling) Fund has a tenth anniversary guarantee. This means that on the Guarantee Date your fund will have a value equal to at least the value of the fund holding at the start of the investment, after a proportional reduction for any regular or one-off withdrawals.</p>	2
PruFund Cautious (US Dollar) Fund and PruFund Protected Cautious (US Dollar) Fund* <p>Objective: The fund aims for steady and consistent growth through a cautious approach to investing.</p> <p>Fund Investments: The fund invests around 70% in a well-diversified portfolio of US and international fixed interest securities and holdings of cash and money market instruments. The balance is invested in equities, property and alternative assets.</p> <p>The PruFund Protected Cautious (US Dollar) Fund has a tenth anniversary guarantee. This means that on the Guarantee Date your fund will have a value equal to at least the value of the fund holding at the start of the investment, after a proportional reduction for any regular or one-off withdrawals.</p>	2
PruFund Growth (Euro)* <p>Objective: The fund aims to maximise growth over the medium to long term while helping to smooth the peaks and troughs of investment performance.</p> <p>Fund Investments: The fund currently invests in European and international equities, property, fixed interest securities, index-linked securities and other specialist investments.</p>	3
PruFund Growth (Sterling)* <p>Objective: The fund aims to maximise growth over the medium to long term while helping to smooth the peaks and troughs of investment performance.</p> <p>Fund Investments: The fund currently invests in UK and international equities, property, fixed interest securities, index-linked securities and other specialist investments.</p>	3

Fund name and objective	Potential reward and risk indicator
PruFund Growth (US Dollar)*	3
<p>Objective: The fund aims to maximise growth over the medium to long term while helping to smooth the peaks and troughs of investment performance.</p> <p>Fund Investments: The fund currently invests in US and international equities, property, fixed interest securities, index-linked securities and other specialist investments.</p>	
PAC Euro With-Profits Fund*~	3
<p>Objective - The fund aims to maximise growth over the medium to long term while helping to smooth the peaks and troughs of investment performance.</p> <p>Fund Investments: The fund currently invests in European and international equities, property, fixed interest securities, index-linked securities and other specialist investments.</p>	
PAC Sterling With-Profits Fund*~	3
<p>Objective: The fund aims to maximise growth over the medium to long term while helping to smooth the peaks and troughs of investment performance.</p> <p>Fund Investments: The fund currently invests in UK and international equities, property, fixed interest securities, index-linked securities and other specialist investments.</p>	
PAC US Dollar With-Profits Fund*~	3
<p>Objective: The fund aims to maximise growth over the medium to long term while helping to smooth the peaks and troughs of investment performance.</p> <p>Fund Investments: The fund currently invests in US and international equities, property, fixed interest securities, index-linked securities and other specialist investments.</p>	
M&G Property Fund	4
<p>Objective: The investment strategy of the fund is to purchase units in the M&G Feeder of Property Portfolio. That fund invests solely in the M&G Property Portfolio, which aims to maximise long term total return (the combination of income and growth of capital).</p> <p>Fund Investments: The M&G Property Portfolio invests in a diversified portfolio of commercial property mainly in the UK. The fund may also invest in other property related assets, including collective investment schemes, transferable securities, derivatives, debt instruments as well as government debt, money market instruments and cash.</p>	

*Investments in the Prudential Assurance Company (PAC) With-Profits Range of Funds and the PruFund Range of Funds are backed by assets in the With-Profits Fund of The Prudential Assurance Company Ltd, through a reinsurance agreement. These funds aim to protect investors against some of the ups and downs of investment performance using 'smoothing' mechanisms. However, there are significant differences in the way this is done for the PAC With-Profits Range of Funds and for the PruFund Range of Funds. Please refer to 'Your guide to investing in With-Profits' and 'Your guide to investing in the PruFund range of funds' for more information.

~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. However, if you are an existing customer pre 11/09/2017, you will still be able to top up or switch into the Prudential With-Profits PAC Sterling, PAC Euro and PAC US Dollar Funds.

Fund charges and potential risk and reward indicator rating at a glance

Fund name	Potential reward and risk indicator	Annual Management Charge	Additional unit trust expense (%)	Total Management Charge expenses (%)
PruFund Cautious (Euro) Fund	2	1.20%	0.00%	1.20%
PruFund Cautious (Sterling) Fund	2	1.20%	0.00%	1.20%
PruFund Cautious (US Dollar) Fund	2	1.20%	0.00%	1.20%
PruFund Protected Cautious (Euro) Fund	2	1.20%	0.00%	1.20%
PruFund Protected Cautious (Sterling) Fund	2	1.20%	0.00%	1.20%
PruFund Protected Cautious (US Dollar) Fund	2	1.20%	0.00%	1.20%
PruFund Growth (Euro) Fund	3	1.20%	0.00%	1.20%
PruFund Growth (Sterling) Fund	3	1.20%	0.00%	1.20%
PruFund Growth (US Dollar) Fund	3	1.20%	0.00%	1.20%
PAC Euro With-Profits Fund	3	1.20%	0.00%	1.20%
PAC Sterling With-Profits Fund	3	1.20%	0.00%	1.20%
PAC US Dollar With-Profits Fund	3	1.20%	0.00%	1.20%
M&G Property Fund	4	1.60%	0.50%	2.10%

PruFund Guarantee Charge (PruFund Protected Funds only)

If you invest in the PruFund Protected Funds, a charge for the provision of the PruFund Guarantee is taken by unit cancellation on a monthly in arrears basis from the units allocated to the PruFund Protected Fund and account. The charge may vary between the different funds and the level of charge is shown below.

More details of charges can be found in the Key Features booklet, which your financial adviser can give you. Additional expenses for the M&G Property Fund are additional expenses on top of the Annual Management Charge levied by the underlying fund manager, M&G Investments, and are included in the total management charge. They are not guaranteed and may change in the future.

For the PruFund Range of Funds, the Total Management Charge is an explicit charge and is taken monthly in arrears by unit cancellation. For other funds, this charge is implicit in the daily price.

Charge for PruFund Guarantee per annum (%)

Guarantee term	PruFund Protected Cautious Fund (Euro, Sterling, US Dollar)
10	suspended

www.prudential-international.com

The registered office of Prudential International is in Ireland at Montague House, Adelaide Road, Dublin 2. Prudential International is a marketing name of Prudential International Assurance plc, a life assurance company operating from Ireland. Registration No. 209956. Telephone number + 353 1 476 5000. Prudential International Assurance plc is authorised by the Central Bank of Ireland.