



Global Listed Infrastructure ESSENTIAL

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Global Listed Infrastructure

ESSENTIAL



For - daily life



For - our planet



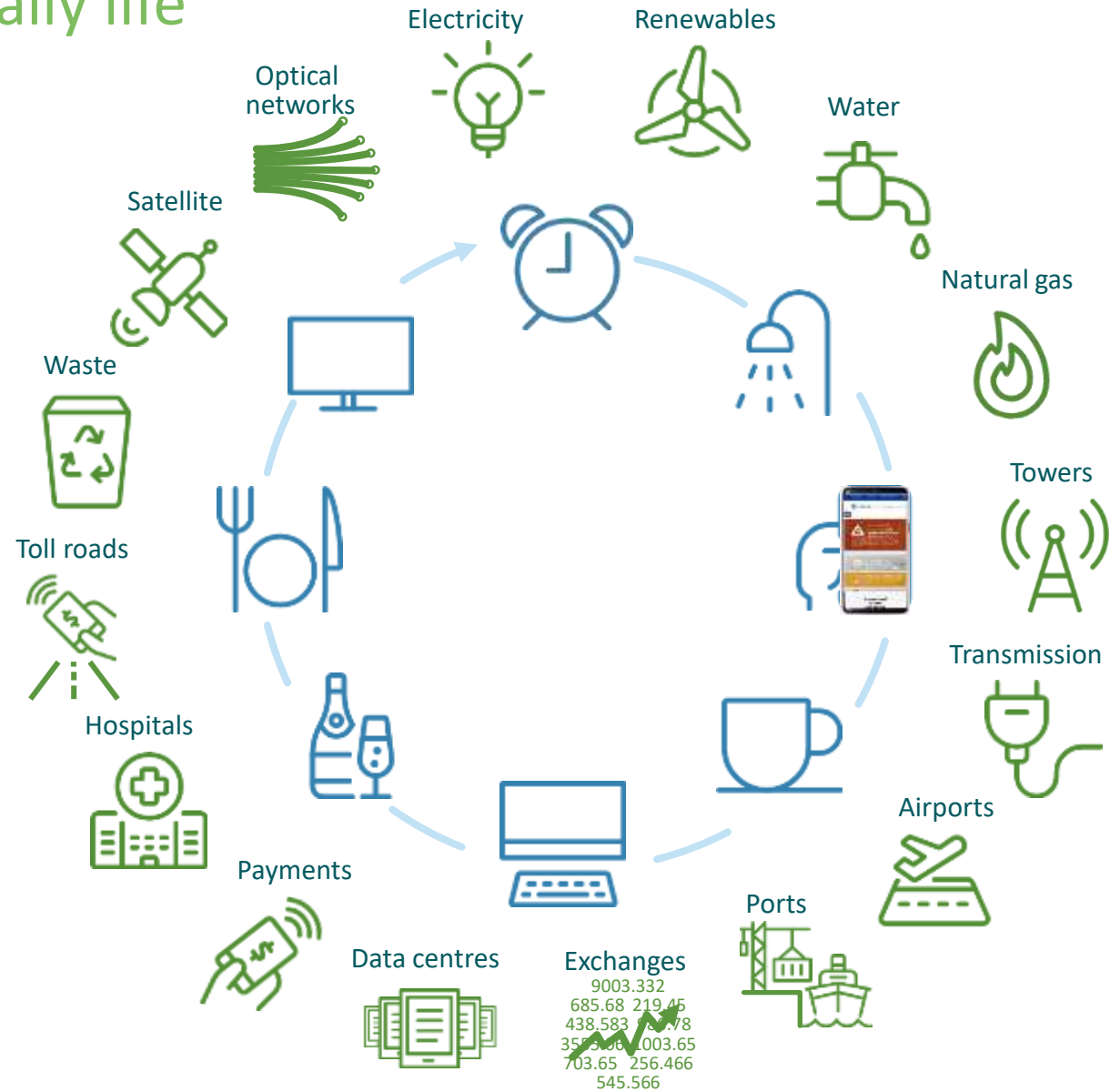
For - your portfolio



ESSENTIAL - For daily life



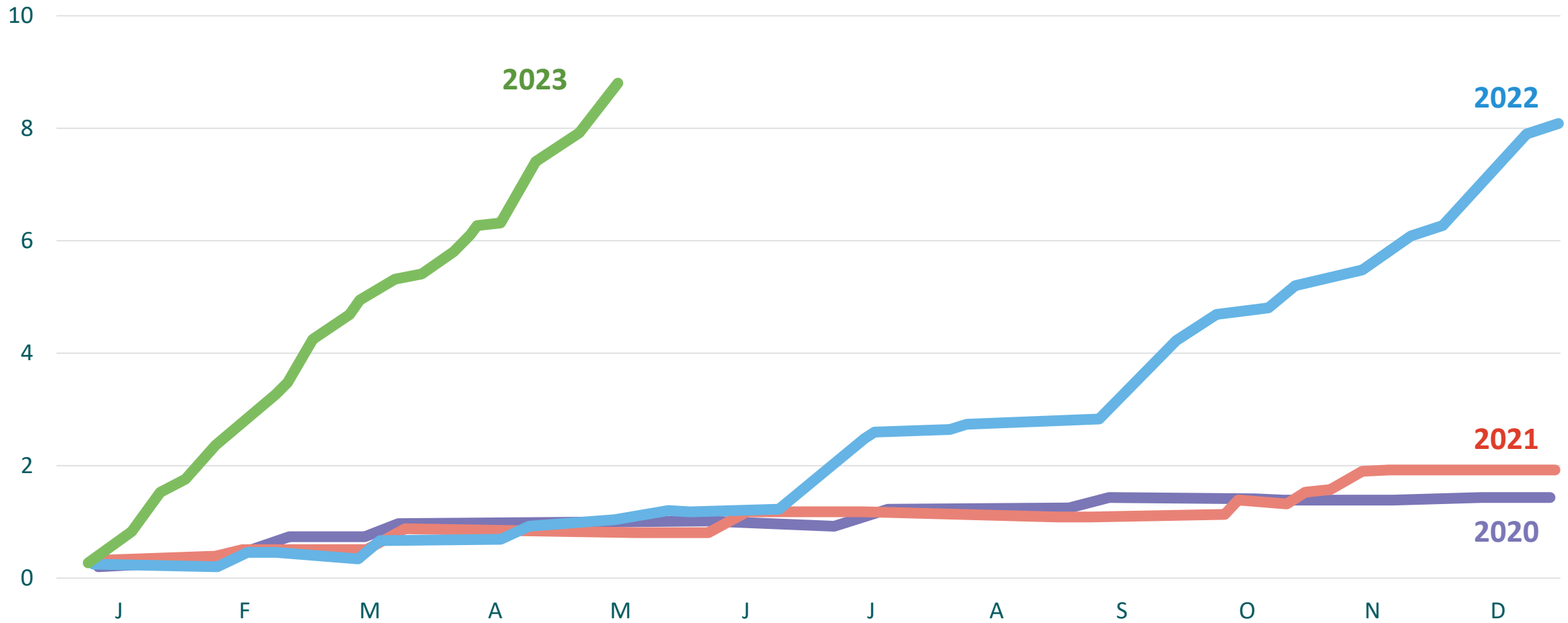
ESSENTIAL - For daily life



9003.332
 685.68 219.45
 438.583 78.78
 357.506 1003.65
 703.65 256.466
 545.566

This is not OK

South Africa, cumulative load-shedding* TWh



Grade: 'D' At Risk of Failure



“In 2022, the overall grade for South Africa’s public infrastructure declines further to D, the lowest grade ever recorded by SAICE, which is of great concern.”

Table 1 Grading definitions

A: World class	B: Fit for the future	C: Satisfactory for now	D: At risk of failure	E: Unfit for purpose
Infrastructure is comparable to the best internationally in every respect. It is in excellent condition and well maintained, with capacity to endure pressure from unusual events.	Infrastructure is in good condition and properly maintained. It satisfies current demands and is sufficiently robust to deal with minor incidents.	Infrastructure condition is acceptable although stressed at peak periods. It will need investment in the current Medium Term Expenditure Framework period to avoid serious deficiencies.	Infrastructure is not coping with normal demand and is poorly maintained. It is likely that the public will be subjected to severe inconvenience and even danger without prompt action.	Infrastructure has failed or is on the verge of failure, exposing the public to health and safety hazards. Immediate action is required.



SAICE was established in 1903 as a not-for-profit learned society. It is a voluntary association of graduates and professionals in civil engineering whose members are individuals (not corporates) drawn from the public sector, state-owned companies (SOCs), consulting firms, academia, contractors and suppliers from the private sector. They are bound by a Code of Ethics and a Mission Statement which advocate the advancement of professional knowledge and improvement of the practice of civil engineering in the service of society. SAICE strives to enable its members and the greater engineering industry, through consultation and accountability, to provide society with environmentally and economically sustainable infrastructure. We believe that the IRC is the most effective tool the Institution has to uphold and advance the professional ethics of the civil engineering profession.

South Africa, you're not alone

The US is only a C-

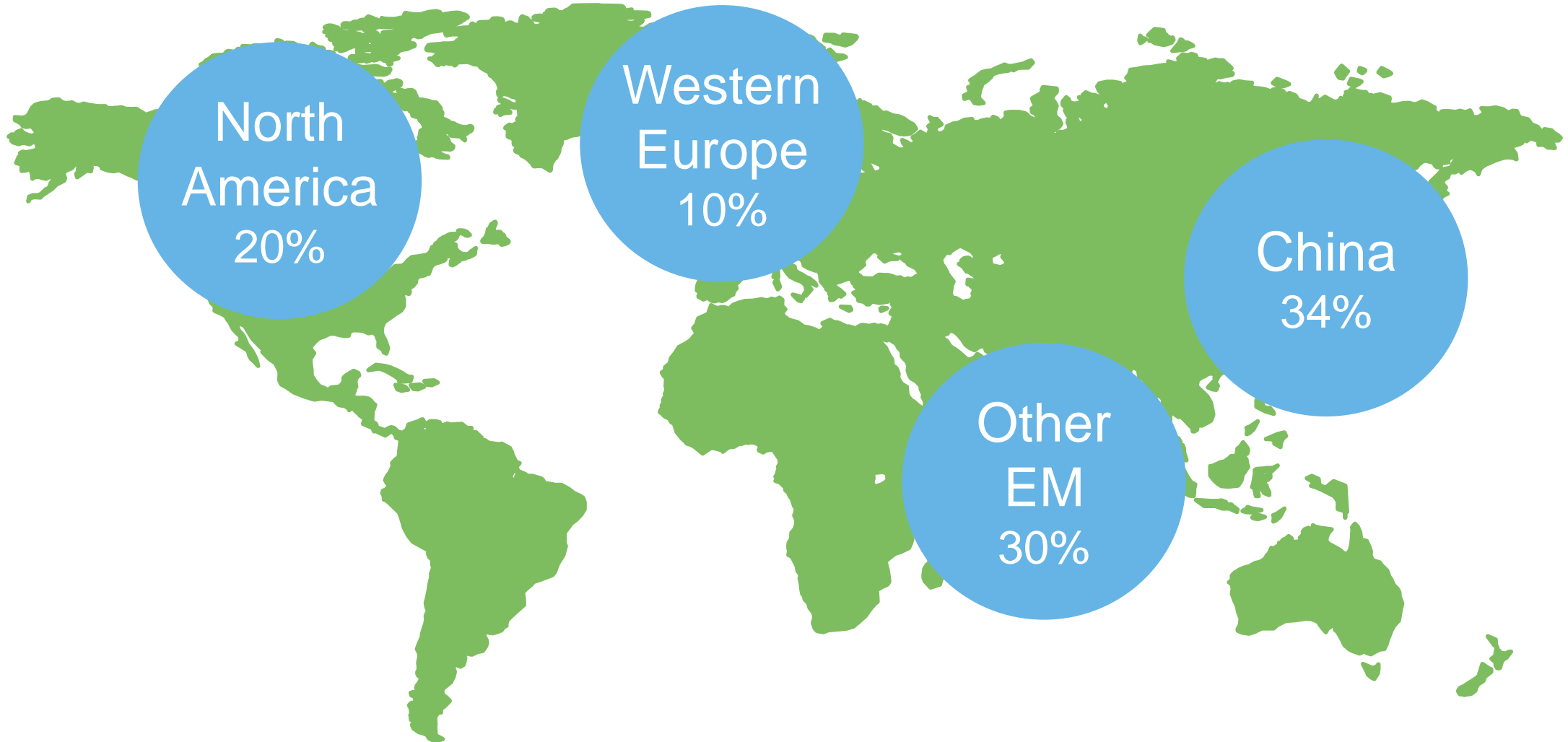


America's Infrastructure Report Card 2021				
Infrastructure type	Score			
	A	B	C	D
Aviation				D+
Bridges			C	
Drinking water				D
Levees				D
Ports		B-		
Roads				D
Solid waste			C+	
Transit				D-

OVERALL SCORE
C-

In fact, it's a global problem

Geographic split of investment needs



Emerging markets account for nearly two-thirds of demand



ESSENTIAL - For the planet



ESSENTIAL - For the planet

“Infrastructure is key to addressing the triple planetary crisis of climate, biodiversity loss and pollution”
– Inger Andersen, Executive Director UNEP



South Africa particularly affected



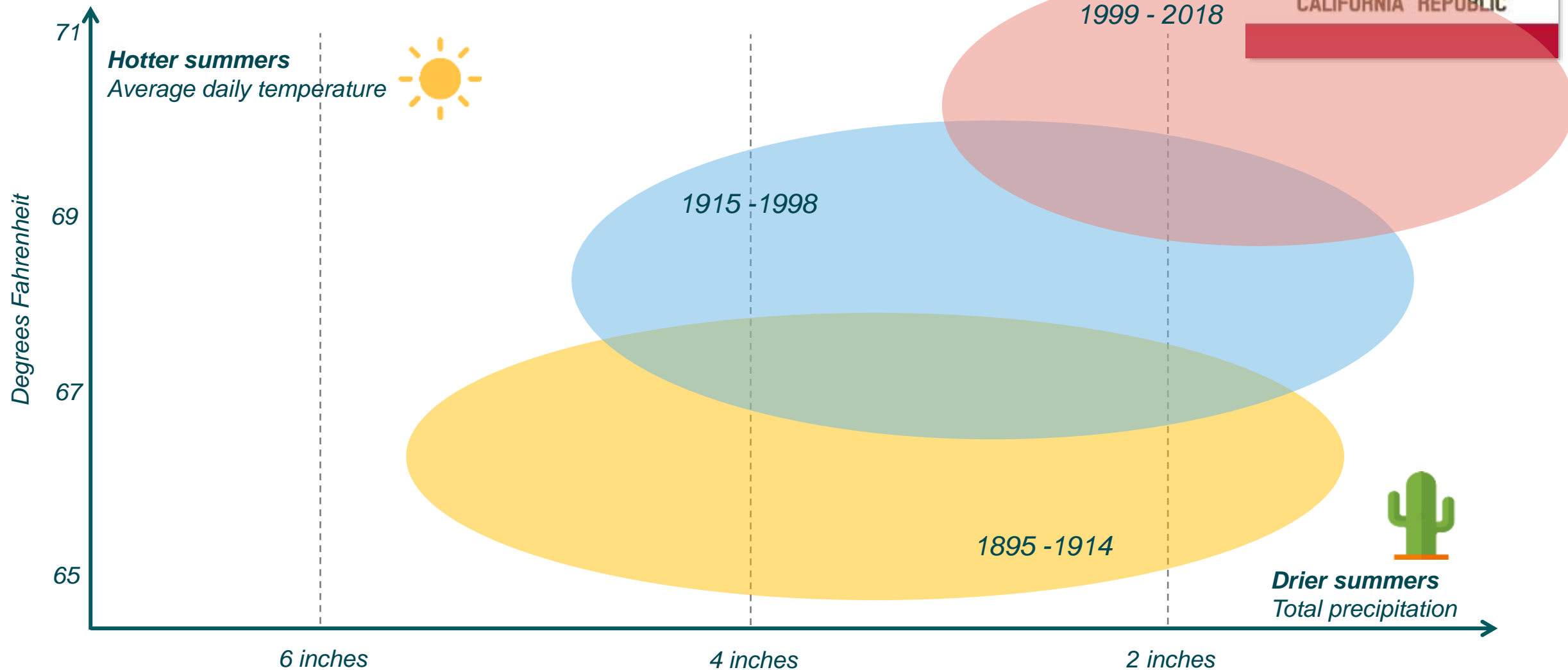
SA recorded more natural disasters than any other African country in 12 years

news24



Climate change

Global warming has significant consequences

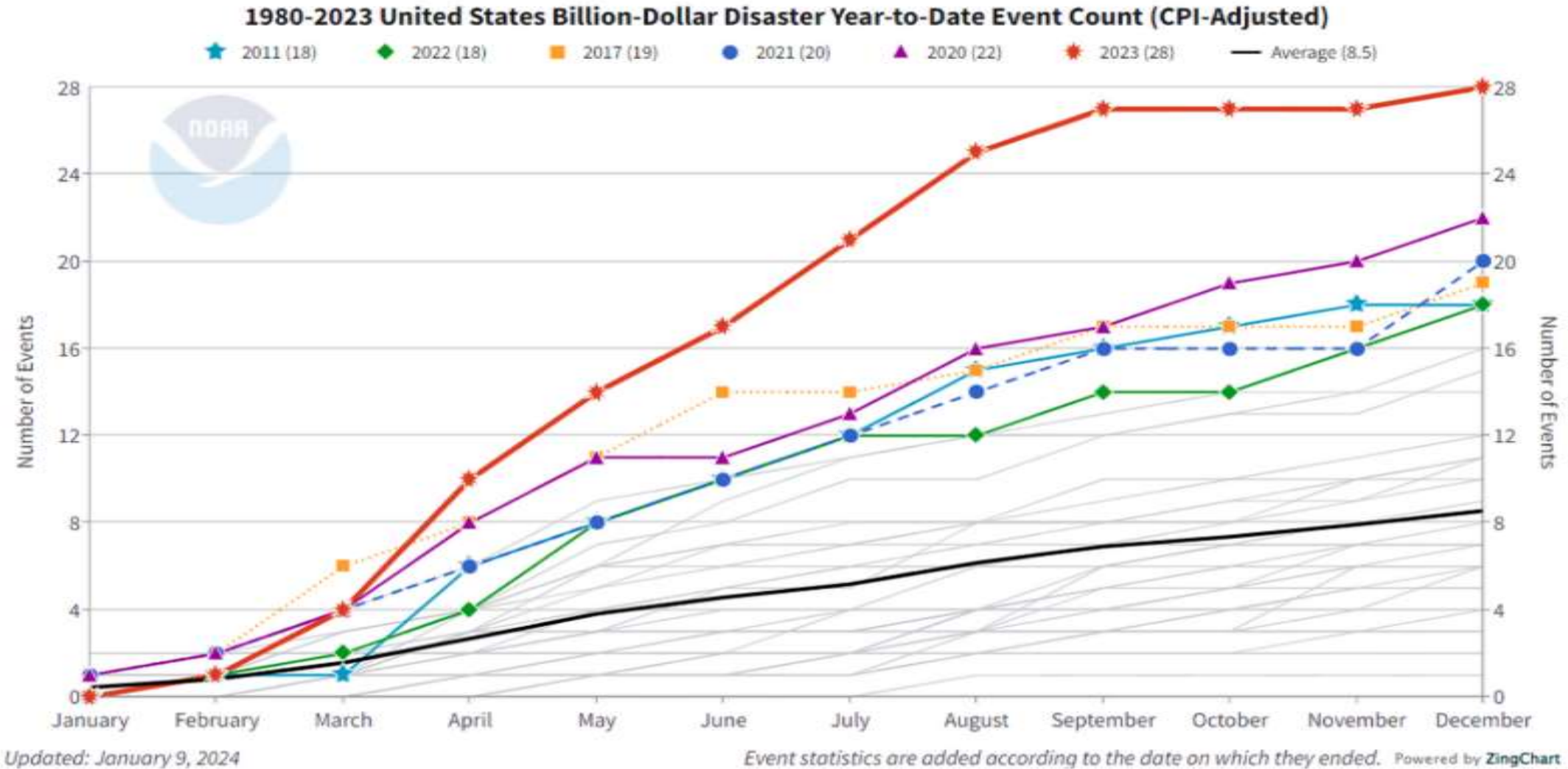


PG&E: the first corporate victim of climate change?



But again, you're not alone

2023 a record year for severe US weather disasters



The nine most terrifying words in the English language ...

12-August-1986

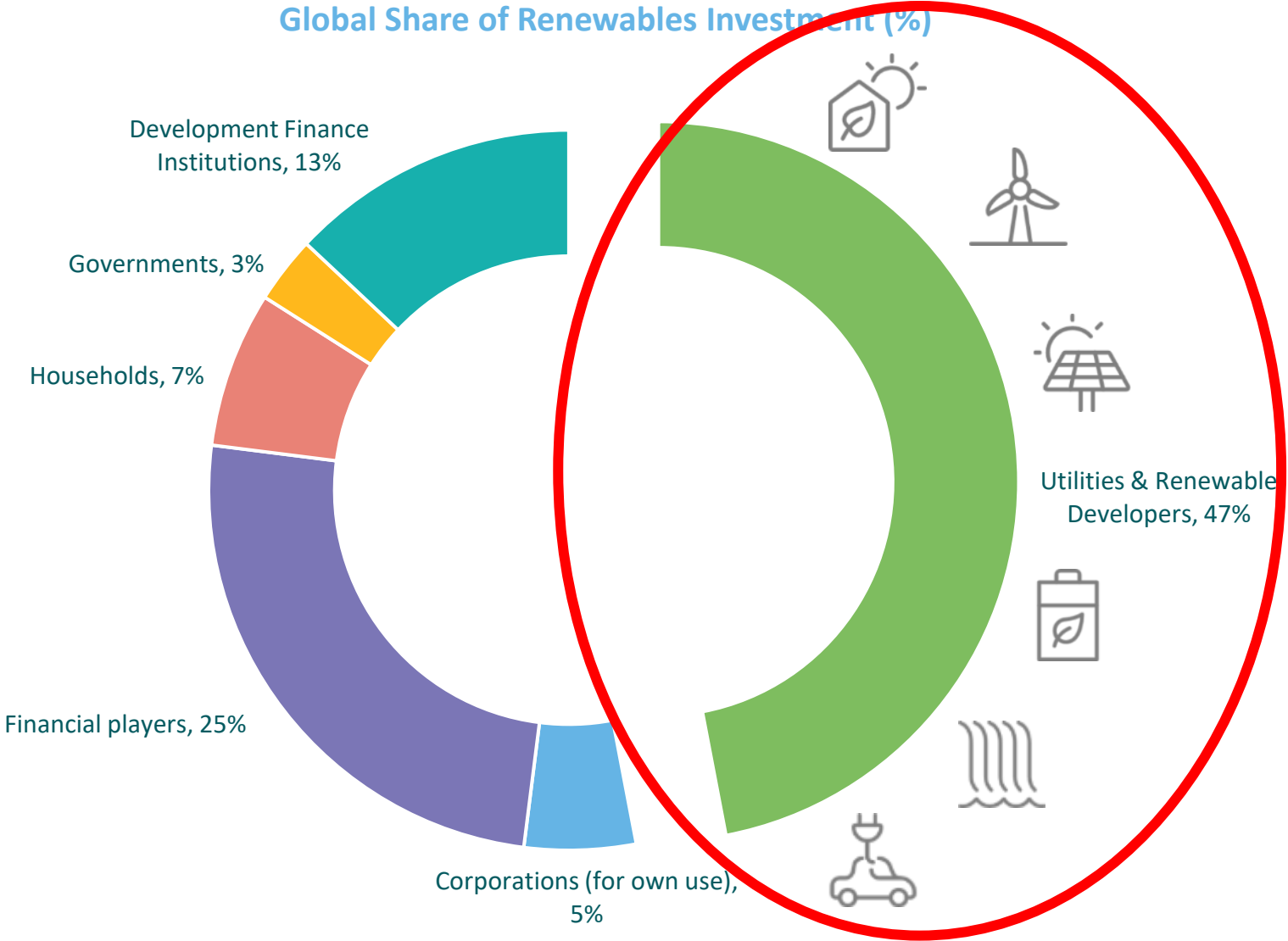


***“I’m from the
government
and I’m here to
help”***

Global Listed Infrastructure

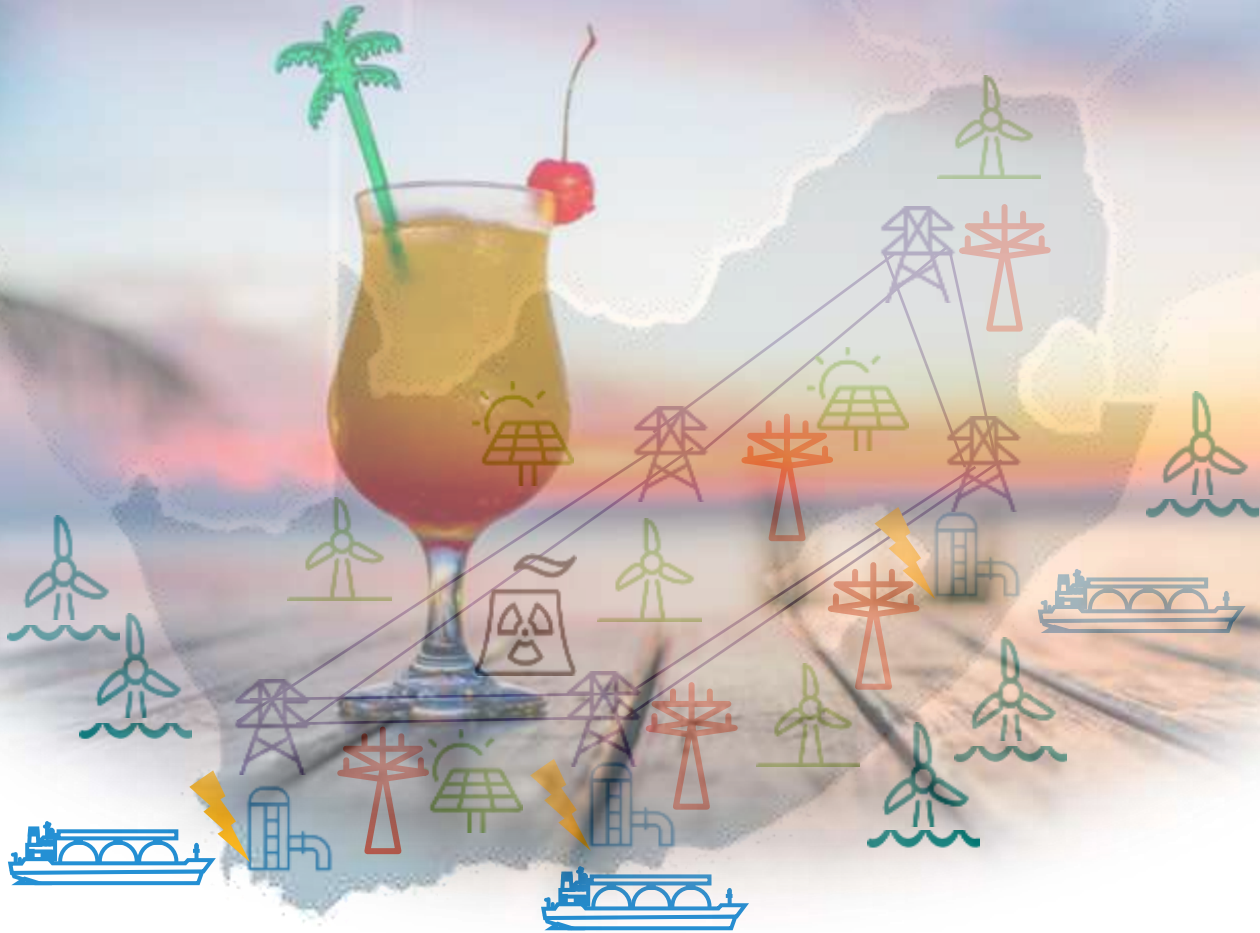
An ESSENTIAL part of the solution

Global Share of Renewables Investment (%)



Source: IRENA and CPI, 2020

A vision for the future

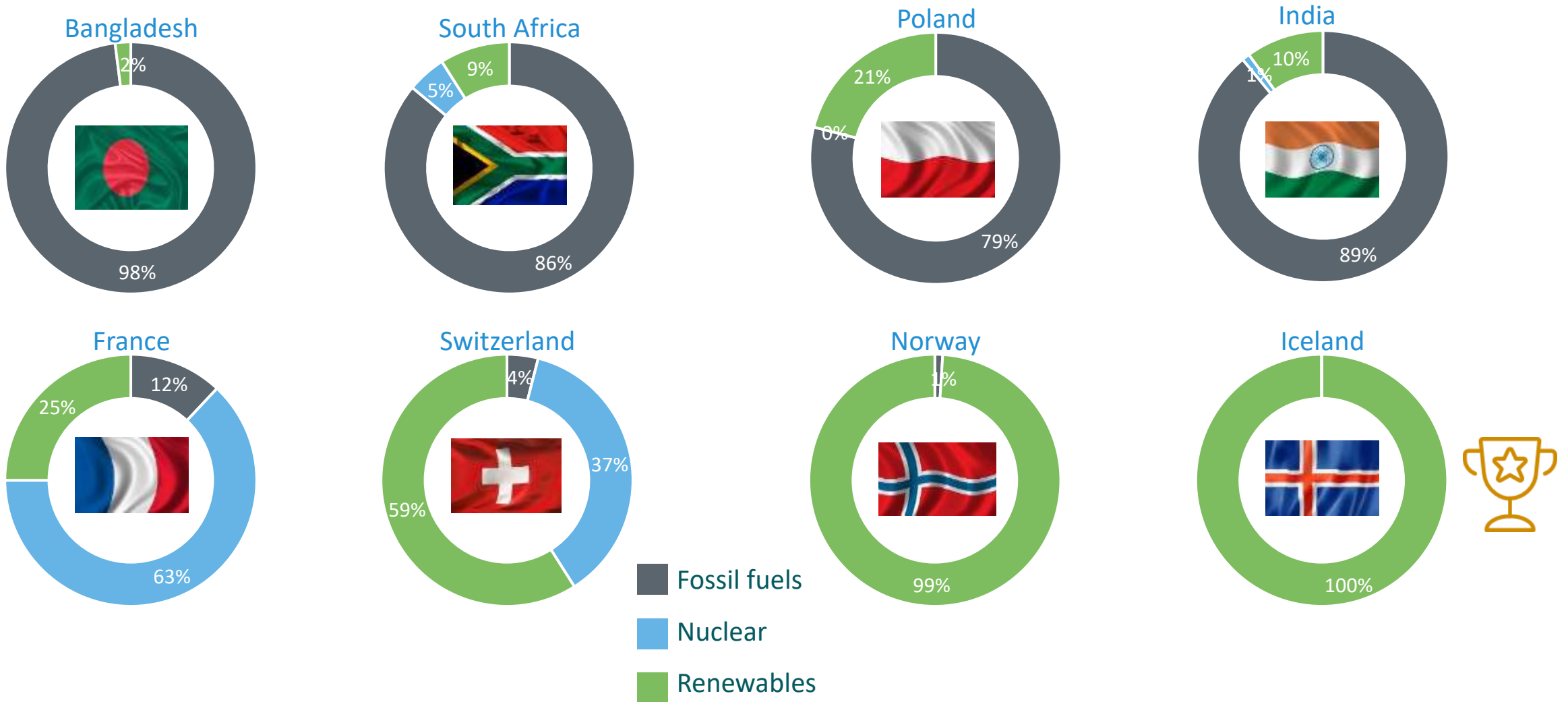


A vision of the future - TODAY



The emergence of the energy refugee?

Per capita electricity from fossil fuels, nuclear and renewables, 2022



Iceland – a year-round playground



Autumn



Winter



Spring



Summer



ESSENTIAL - For your portfolio



M&G (Lux) Global Listed Infrastructure 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.
- 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.
- Convertibles are subject to the risks associated with both bonds and company shares, and to risks specific to the asset class. Their value may change significantly depending on economic and interest rate conditions, the creditworthiness of the issuer and the performance of the underlying company shares. In addition, issuers of convertibles may fail to meet payment obligations and their credit ratings may be downgraded. Convertibles may also be harder to sell than the underlying company shares.
- In exceptional circumstances where assets cannot be fairly valued, or have to be sold at a large discount to raise cash, we may temporarily suspend the fund in the best interest of all investors.
- The fund could lose money if a counterparty with which it does business becomes unwilling or unable to repay money owed to the fund.
- Operational risks arising from errors in transactions, valuation, accounting, and financial reporting, among other things, may also affect the value of your investments.
- ESG information from third-party data providers may be incomplete, inaccurate or unavailable. There is a risk that the investment manager may incorrectly assess a security or issuer, resulting in the incorrect inclusion or exclusion of a security in the portfolio of the fund.
- Further details of the risks that apply to the fund can be found in the fund's Prospectus.
- For any performance shown, please note that past performance is not a guide to future performance.

It is also important to note that

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.

Philosophy and approach

Our definition of listed infrastructure: focusing on real physical assets

Investing in businesses owning or controlling:



Critical infrastructure



Long-life concessions



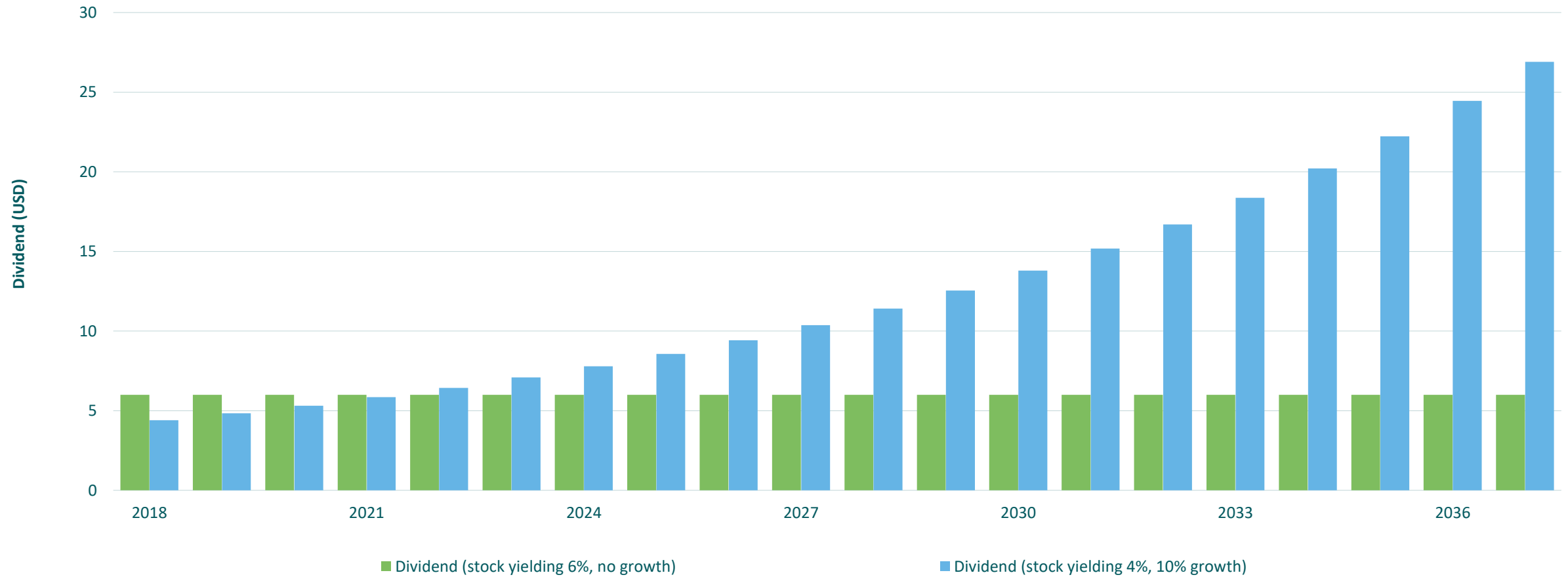
Perpetual royalties

Strategic assets with physical backing and long-term growth

Philosophy and approach

Focus on dividend growth

The power of long-term compounding



The power of long-term compounding

Philosophy and approach

Our definition of listed infrastructure: bringing the asset class to the modern age

Infrastructure class

Economic (65-75%)



Social (10-20%)



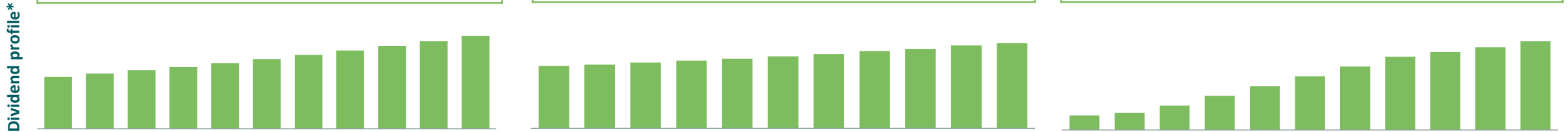
Evolving (15-25%)



Industry & sub-industry	Utility	Energy	Transport
	Electricity	Pipelines	Toll roads
	Natural gas	Terminals	Railways
	Renewables	LNG	Airports
	Water		Ports
	Waste		Public transit

Health	Education	Civic
Hospitals	Schools	Federal
State care	Universities	Municipal
Life sciences	Student housing	

Communication	Transactional	Royalty
Towers	Payments	Energy
Data centres	Exchanges	Mineral
Optical networks		
Satellite		



Providing access to the full breadth of the asset class

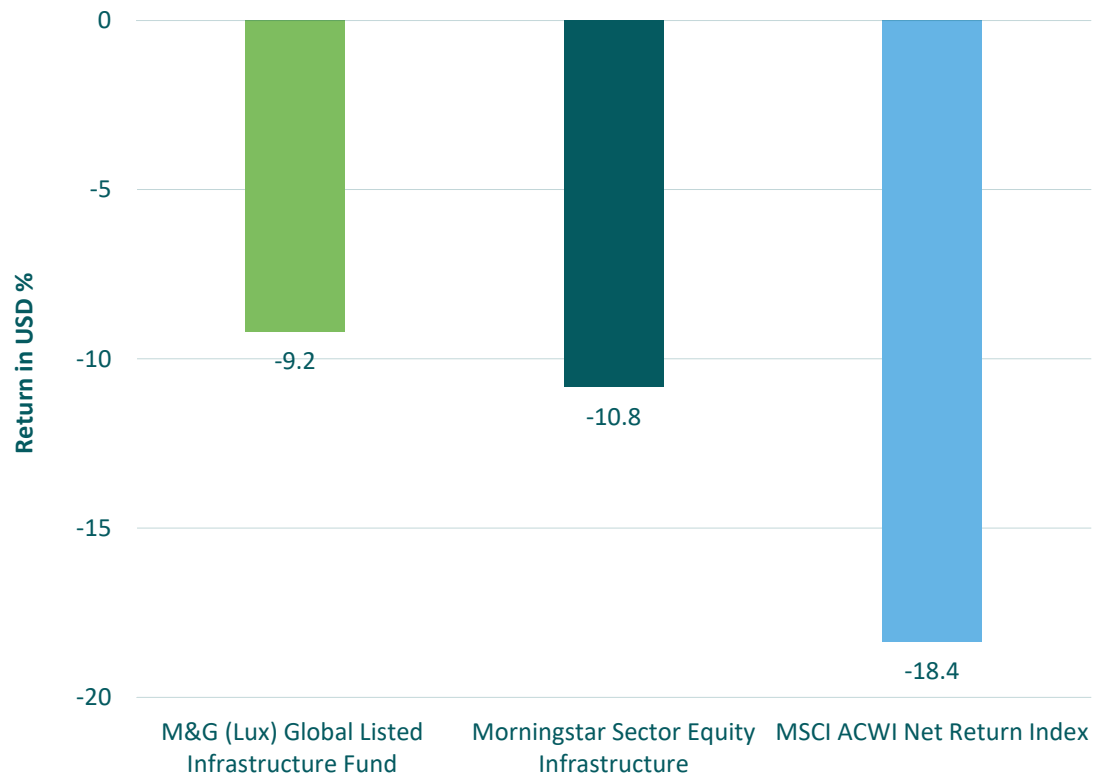
*Expected annual dividend increase, for illustrative purposes only. Internal guidelines only, subject to change.








Performance in 2022

M&G (Lux) Global Listed Infrastructure Fund

Past performance is not a guide to future performance

Return in US dollars



Infrastructure industry	Contribution
 Royalty	+1.44
 Energy	+0.45
 Transactional	-0.64
 Transport	-1.11
 Utilities	-2.41
 Communications	-2.88
 Social	-2.96

■ Economic
 ■ Social
 ■ Evolving

Information is subject to change and is not a guarantee of future results

*The benchmark is a comparator against which the fund's performance can be measured. It is a net return index which includes dividends after the deduction of withholding taxes. 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. The benchmark is not an ESG benchmark and is not consistent with the ESG Criteria and Sustainability Criteria. For further details of the fund's ESG Criteria and Sustainability Criteria, please refer to the ESG Criteria and Sustainability Criteria document on our website. For further details of our ESG Product Framework, please see the fund's Prospectus.

*Past performance shown to 31 October 2018 is the MSCI ACWI Index . Past performance shown from 01 October 2018 is the MSCI ACWI Net Return Index.

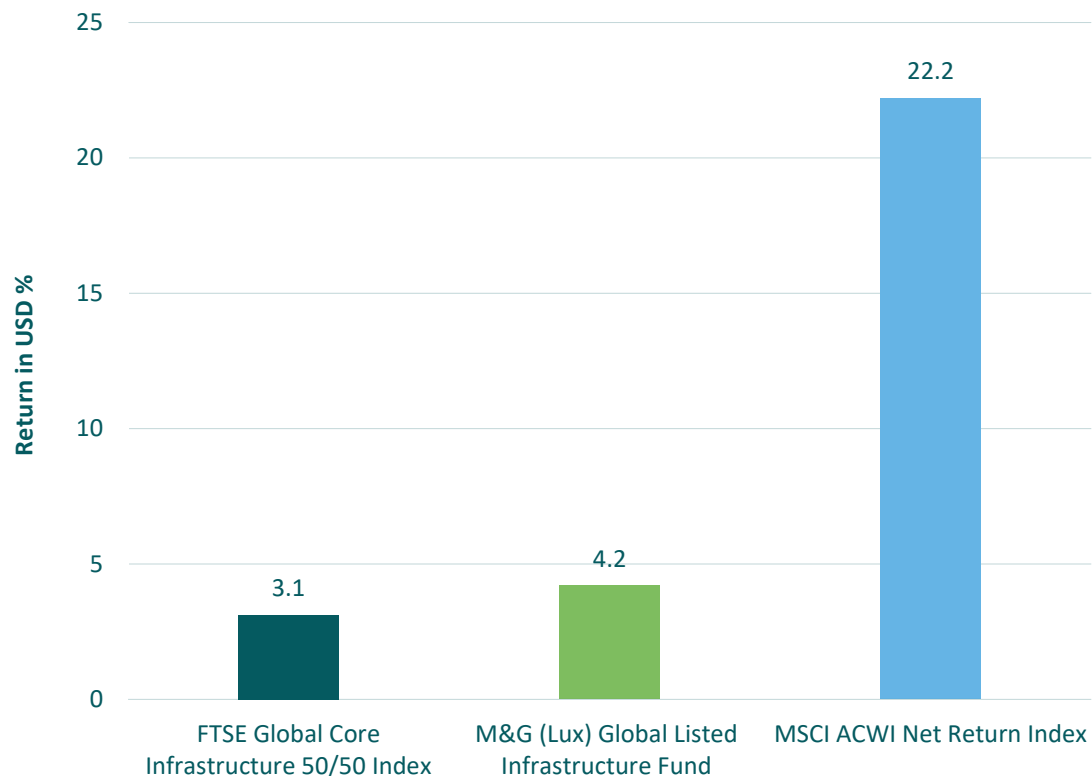
Source: Morningstar Inc., 30 December 2022, US dollar A class shares, net income reinvested, price to price.








Performance in 2023

M&G (Lux) Global Listed Infrastructure Fund

Past performance is not a guide to future performance

Return in US dollars



Infrastructure industry		Contribution
	Transport	+3.06
	Communications	+2.32
	Transactional	+1.18
	Energy	+0.99
	Royalty	+0.06
	Utilities	-0.26
	Social	-0.79

■ Economic
 ■ Social
 ■ Evolving

Information is subject to change and is not a guarantee of future results

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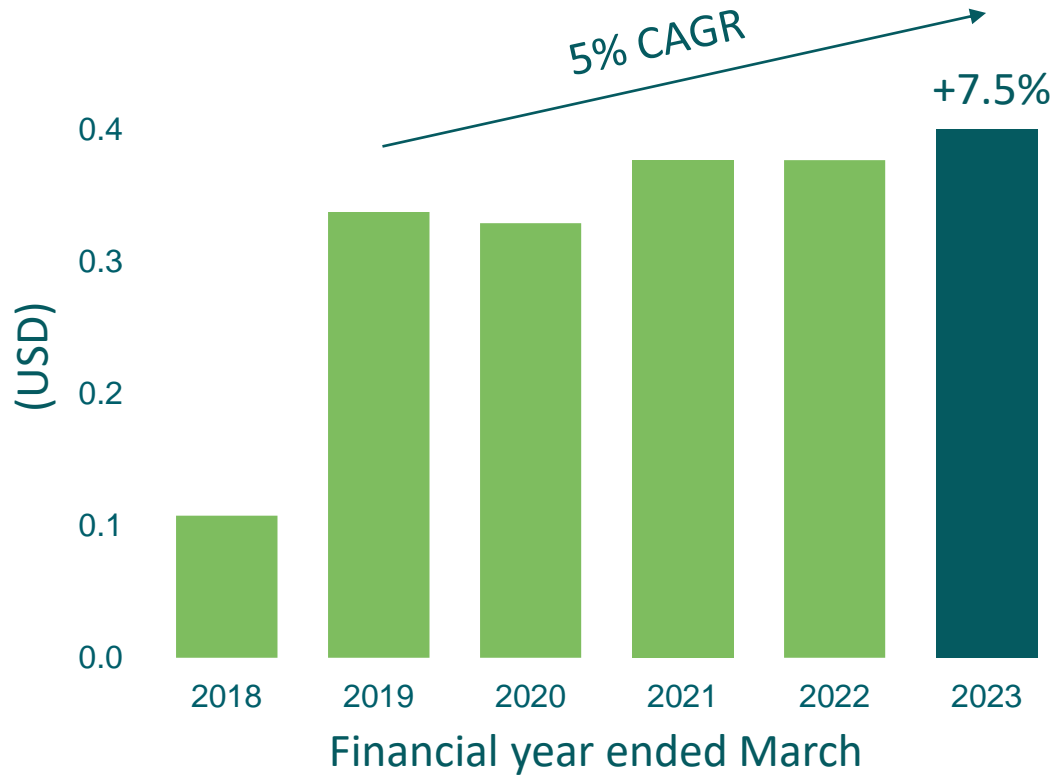
Source: Morningstar Inc., Morningstar Wider Universe 29 December 2023, US dollar A class shares, net income reinvested, price to price.

Rising income as an inflation hedge

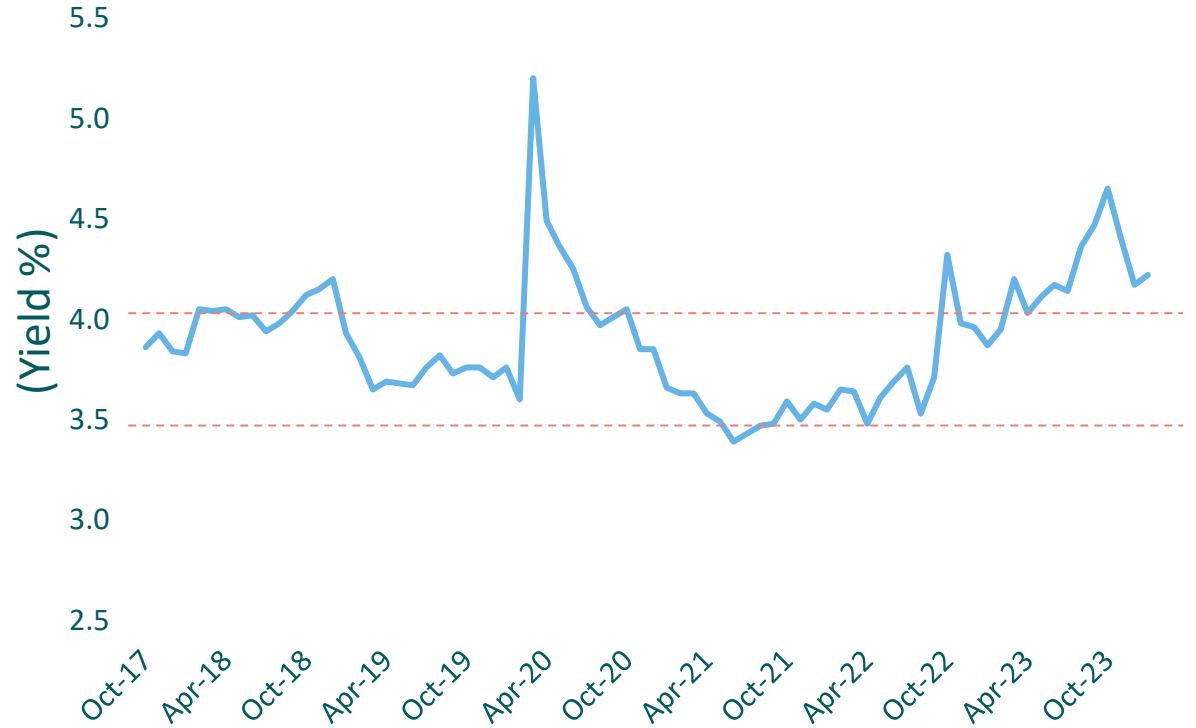
M&G (Lux) Global Listed Infrastructure Fund

Past performance is not a guide to future performance

Fund distribution (USD C Inc shares)



Forecast dividend yield (gross): 4.2%



Aiming for growth in excess of G7 inflation over the long term

An extreme valuation opportunity

Indiscriminate de-rating presents an attractive entry point

MSCI World Utilities: Forward PE



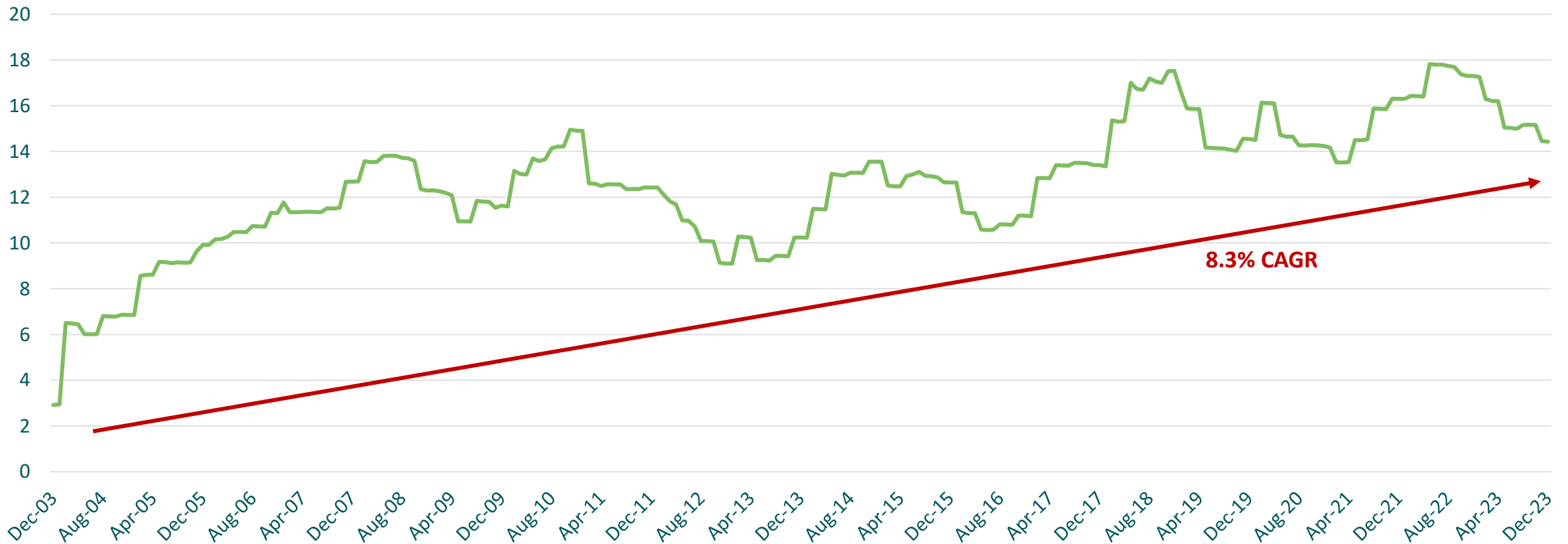
S&P 500 Utilities: Forward PE



Two decades of high-single digit compounding

Consistency of earnings growth

S&P 500 Utilities LTM Earnings Index



Powerful long-term themes

An asset class driven by multi-decade trends



Renewable energy and energy security



Transportation of the future



Urbanisation



Universal connectivity



Water and waste management



Healthcare infrastructure



Social and demographic shifts



Powerful tailwinds to drive long-term performance

The information provided should not be considered a recommendation to purchase or sell any particular security

Source: M&G, 2023.

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