



## > M&G European High Yield Bond Fund

### Fund Objective & Strategy

The Fund aims to maximise total return while providing investors with a high level of income, though this may vary. The portfolio may consist of bonds denominated in any European currency. The Fund may invest in corporate bonds as well as government and other public securities. While the investment manager has the power to hedge the currency risk for UK investors, the Fund will normally be managed so as to give investors exposure to European currencies.

<b>Launch Date</b>	15 October 1999
<b>Initial Sales Charge</b>	Max 3.25%
<b>Min. Initial Investment</b>	EUR 1,000
<b>Min. Subsequent Investment</b>	EUR 75
<b>Annual Management Fee</b>	1.25%
<b>Investment Manager</b>	M&G Investment Management Limited
<b>Benchmark</b>	ML European High Yield Index
<b>Fund Size</b>	EUR 52.1 M
<b>Fund Currency</b>	EUR

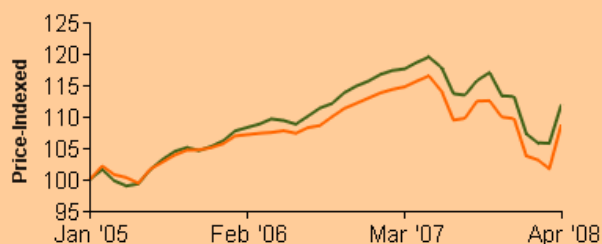
### Performance

Performance	Offer-Bid	Bid-Bid	Benchmark
1 month	3.5%	7.0%	5.8%
3 months	1.4%	4.8%	4.3%
6 months	-6.5%	-3.3%	-4.3%
1 year	-9.0%	-5.9%	-5.6%
3 years *	1.6%	2.7%	4.2%
Since Inception *	1.7%	2.7%	3.7%

Euro, net income reinvested. \*Annualised

### Performance Chart

■ M&G European High Yield Bond Fund (EUR A)  
■ ML European High Yield Index



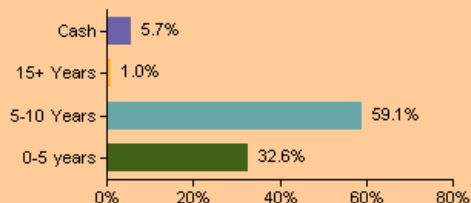
Euro, Bid-Bid, net income reinvested. Inception date as at 7 Jan 05.

### Top 10 holdings

TVN	2.9%
HELLAS TELECOM	2.7%
ALCATEL-LUCENT	2.7%
MILLIPORE	2.7%
CENTRAL EURO MEDIA	2.5%
TDC	2.4%
CROWN HOLDINGS	2.4%
CENTRAL EUROPEAN DISTRIBUTION	2.2%
FIAT FINANCE	2.1%
KRONOS	2.0%

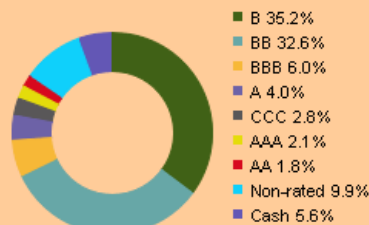
As at end March 2008

## Maturity



As at end April 2008

## Rating



As at end April 2008

\* Please note: The Fund was launched on 15 October 1999 and the Euro share classes on 29 November 2002. Performance of the Euro A share class is however quoted only since 7 January 2005. The reasons for this are twofold. Firstly, a tax rebate was made to the A share class on 25 November 2004 which caused an increase in the share price of 9.74%. This reinstated to the Fund the value of tax previously paid by it; the increase did not represent underlying investment performance on that day. Secondly, the pricing method of the Euro share classes was changed on 7 January 2005 from a net basis, under which tax is deducted from the share price, to a gross basis under which no tax is deducted. There have, however, been no changes in the underlying investment mandate of the Fund or investment approach taken by the Fund Manager as a result of these developments.

All data are from M&G Investment Management Limited.

The Fund is a sub-fund of the M&G INVESTMENT FUNDS (3) ("Company"), an open-ended investment company with variable capital, incorporated in England and Wales and recognised under the Securities and Futures Act of Singapore ("Act"). M&G Securities Limited, Authorised Corporate Director of the Company, has appointed Prudential Asset Management (Singapore) Limited ("PAMS") as its Singapore Representative and agent for service of process in Singapore. This information is not an offer or solicitation of an offer for the purchase of investment units in the Fund. A prospectus in relation to the Fund is available and may be obtained through PAMS or any of its appointed distributors. All applications for units in the Fund must be made on the application forms accompanying the prospectus. Potential investors should read the prospectus before deciding whether to subscribe for or purchase units in the Fund. There will be no rights to cancel any agreement to purchase units under the Act. An investment in units of the Fund is subject to investment risks, including the possible loss of the principal amount invested. Past performance is not necessarily a guide to the future or likely performance of the Fund. The value of the units in the Fund and any income accruing to the units, if any, may fall or rise. The information contained herein does not have any regard to the specific investment objective(s), financial situation or the particular needs of any person. Potential investors may wish to seek advice from a financial adviser before purchasing units in the Fund. In the event that potential investors choose not to seek advice from a financial adviser, they should consider whether the Fund is a suitable investment for them. PAMS and M&G Investment Management Limited are indirect subsidiaries of Prudential plc of the United Kingdom. PAMS, M&G Investment Management Limited and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America.