

PruFund Cautious (US Dollar) Fund PruFund Protected Cautious (US Dollar) Fund



This document is for use by individuals who are familiar with investment terminology. If there is product information included that you would like to discuss, then please contact your financial adviser.

Fund aim

The fund aims for steady and consistent growth over the medium to long term (5 to 10 years or more) through a cautious approach to investing. The fund invests in US and international equities, property, fixed interest securities, index-linked securities, cash and other specialist investments. The fund will aim to invest 50-75% in fixed interest securities, index-linked securities and cash, although we may occasionally move outside this range to meet the fund objectives.

Fund manager commentary

30 June 2020

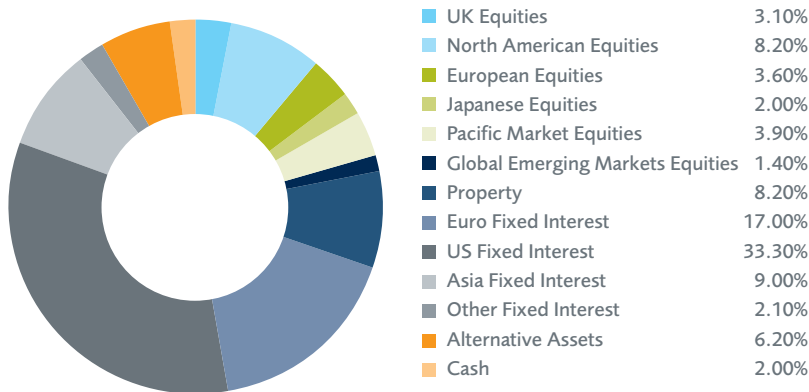
Major stockmarkets experienced a remarkable rebound during the second quarter of 2020 following the steep declines seen during the onset of the coronavirus pandemic. Leading global indices returned around 20% over the period. An extraordinary level of central bank stimulus and government support in the worlds major economies came to the aid of many consumers and businesses. The months of April and May saw particularly strong stockmarket returns, prompting the gradual re-opening of economies. Despite this the harsh economic reality of the coronavirus pandemic has emerged with consensus forecast now expecting the global economy to contract by -3.7% year-on-year in 2020 as measured by Gross Domestic Product (GDP).

UK equities recovered with local indices rising by around 10%. Gains were led by more domestically focused medium-sized and smaller companies. US stockmarkets surged as Technology stocks led the way, similarly European stockmarkets rallied in the second quarter due to optimism that the coronavirus pandemic was under control. UK commercial property capital values fell according to property consultant CBRE. It is still too early to predict the full impact of COVID-19 on the UK real estate market. UK corporate bonds delivered solid returns as credit spreads tightened over the quarter, UK government bonds (gilts) also generated positive performance. International corporate bonds rallied well having sold off sharply towards the end of the previous quarter.

The M&G Treasury & Investment Office (T&IO) outlook is cautious as global economic growth is likely to be much lower in 2020.

This commentary reflects the general views of individual fund managers and should not be taken as a recommendation or advice as to how any specific market is likely to perform.

Asset allocation



Source: Prudential as at 30 June 2020. Asset allocations are regularly reviewed and may vary from time to time, but will always be consistent with the fund objective.

M&G Treasury & Investment Office (T&IO)

- T&IO are our in-house investment strategists and "manager of managers"
- They are a team of over 60 that includes experienced investment professionals with specialist expertise in capital markets research, investment strategy design, liability management, and portfolio management
- T&IO are a well-established team who are entrusted with the day to day asset allocation decisions for £178 billion of policyholders' money as at end December 2019.

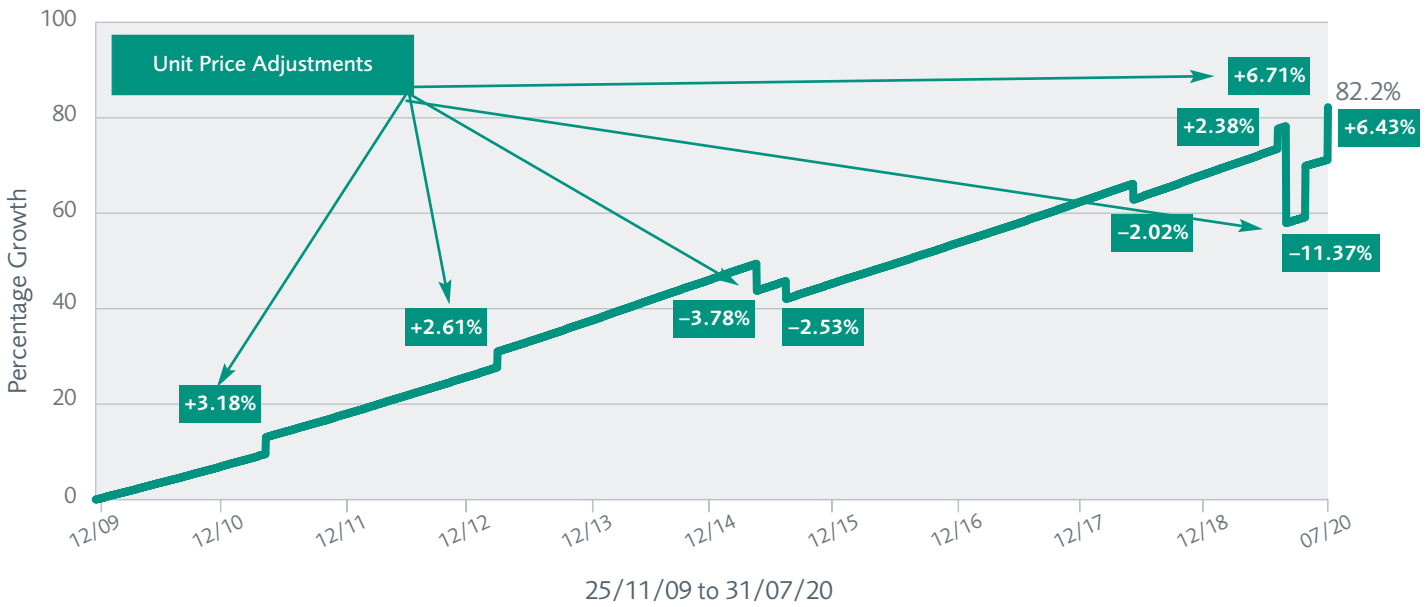
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Past performance

Performance of the PruFund Cautious (US Dollar) Fund in each year of the last 5 years

31/07/19 to 31/07/20	31/07/18 to 31/07/19	31/07/17 to 31/07/18	31/07/16 to 31/07/17	31/07/15 to 31/07/16
8.04%	3.18%	5.30%	5.34%	-1.01%

Percentage growth since launch on 25 November 2009



Source: Financial Express (FE) Analytics. Please remember that past performance is not a reliable indicator of future performance. The figures are intended only to demonstrate performance history of the fund over the period shown. They include a representative fund charge of 0.65% pa and any additional investment expenses. They take no account of product or advice charges.

The application of charges will impact the overall performance. Please also note that our charges may vary in the future and may be higher than they are now. Fund Performance is based upon the movement of the daily price and is shown as total return in the fund's currency of denomination with gross income reinvested. The value of your investment can go down as well as up and you may not get back the amount you put in. Performance is shown on a bid to bid price basis.

These funds are available through our Prudential International Investment Bond and International Prudence Bond. Investments in the PruFund Range of Funds are backed by assets in the Long-Term 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. Please refer to "Your guide to investing in the PruFund Range of Funds" for more information.

Where the PruFund Protected Cautious (US Dollar) Fund is available, it includes a 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 guarantee period, after a proportional reduction for any regular or one-off withdrawals. Where the fund's available, there's a charge for the guarantee; please see "The PruFund Range of Funds: Guarantee options" for more information.

For any fund, there may be a delay in buying, selling or switching of units. These delays will only apply in exceptional circumstances and if this applies to you, we will let you know. For more information, please refer to your Contract Conditions, which you can get from your Financial Adviser.

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. Registration No. 209956. Telephone number + 353 1 476 5000. If the Company should become unable to meet its liabilities, the Financial Services Compensation Scheme will protect eligible policyholders habitually resident in the UK when their contract starts, with effect from 1 December 2001. This protection does not extend to externally-linked investments. Prudential International Assurance plc is authorised by the Central Bank of Ireland and is subject to limited regulation by the Financial Conduct Authority for UK business. Details on the extent of our regulation by the Financial Conduct Authority are available from us on request.