

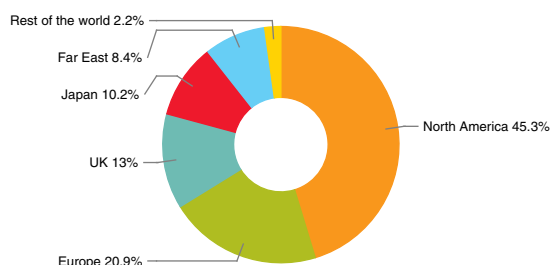
# Prudential Global Leaders fund (series 3)



## Fund description

The fund invests in shares of overseas and UK companies. The fund is actively managed aiming to maximise long-term returns but is not benchmarked against any market indices. The fund uses analysis tools and research to identify companies going through changes which offer the prospect of strong growth in value to shareholders.

## Fund breakdown



## Top holdings

	%
1 Microsoft	2.8
2 HSBC	2.4
3 Pfizer	2.4
4 JP Morgan	2.3
5 Merck	2.3
6 Wells Fargo	2.2
7 Vodafone	2.2
8 Samsung Electronics	2.2
9 Astellas Pharma	2.1
10 DSM	2.1

Source: M&G  
All figures are as at 31 December 2009, unless otherwise stated.

## Performance

### Past performance of the fund over each of the last 5 years to the end of December

	31/12/08 - 31/12/09	31/12/07 - 31/12/08	31/12/06 - 31/12/07	31/12/05 - 31/12/06	31/12/04 - 31/12/05
Global Leaders fund	29.2	N/A	N/A	N/A	N/A
Benchmark	19.6	N/A	N/A	N/A	N/A

## Key facts

Underlying fund size	£107m
Number of holdings	68
Underlying fund launch date	20/02/02008
Portfolio Manager	Aled Smith
Benchmark	FTSE World Index
Investment Style	Prudent active
Sedol code	B2PKMB3
Performance Objective	To achieve a return that is 2.5% gross above the benchmark on a rolling 3 year basis

## Commentary

A rally in global equities continued in the third quarter as investor sentiment improved on account of better-than-expected corporate results and more positive economic data. The fund's outperformance relative to the benchmark was driven by positive stock selection, especially within industrial goods & services, with French cable maker Nexans being one of the top performers. Another key contributor to fund performance was Korean TV and mobile phone manufacturer Samsung Electronics with the group's shares boosted by better-than-expected sales figures.

On the other hand, a holding in US-based security software maker McAfee detracted. The company reported disappointing second-quarter results and gave a modest outlook due to a slowdown in spending on information technology. A position in US soft drinks bottler Coca-Cola Enterprises was sold during the quarter. Having more than doubled from its early March lows, the share price, in the fund manager's view, has risen sufficiently to reflect the recovery in the company's operational performance.

The financials sector continued to be the fund's largest underweight. However, two new banking stocks, State Bank of India and Punjab National Bank, were added to the portfolio during the quarter. Both banks - the fund's first-ever Indian holdings - have undergone considerable reorganisation over the past five years, which has seen them introduce better risk management and operational structures.

### Past performance of the fund to 31 December 2009

	Quarter	1 Year*	3 Years*	5 Years*
Global Leaders fund	4.1	29.2	N/A	N/A
Benchmark	3.5	19.6	N/A	N/A

Source: Prudential and Financial Express. \*annualised

Based on percentage change in unit price. It is important to remember that past performance is not a reliable indicator of future performance. The value of your investment may go down as well as up and the fund value at retirement may be less than the payments you have made.

# Prudential Global Leaders fund (series 3)

## Prudential risk rating

### Medium to Higher

#### What type of funds are in this risk category?

These funds offer a diverse geographical spread of equity investment. The funds within this category will have greater overseas exposure and underlying volatility than the "medium" sector.

## What is the risk rating?

- Risk ratings have been developed by Prudential 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 ratings should not be considered as generic across the fund management industry.
- Prudential will keep the risk ratings under regular review and as such they may be subject to change in the future. We therefore recommend that before making any fund choice in the future you understand the appropriate risk rating before making a decision. You will find this information at [www.pru.co.uk](http://www.pru.co.uk).
- You should also consider discussing your decision and the appropriateness of this risk rating with an adviser

## Important information

### Who is this factsheet for and what does it do?

This factsheet is intended for the trustees, sponsors, advisers and members of occupational pension schemes using Prudential group pension contracts and Prudential grouped personal pensions and Stakeholder pension contracts.

Its purpose is to shed some light on how investment markets and funds have performed over the period and is provided for information only.

If you are not familiar with any of the investment terminology included on this factsheet, then please contact an adviser.

### Can I get advice?

This factsheet should not be considered as a financial promotion and any changes to investment arrangements should be discussed with an adviser. It is not our intention to give an indication of how any particular funds will perform in the future. The commentary in this factsheet reflects the general views of the individual fund manager and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

### Who manages the funds?

This fund is managed by M&G Investments.

### How are the performance figures calculated?

The performance shown overleaf is measured on the fluctuation of the daily published price. This published price is adjusted to accommodate the fund's dealing cycle where appropriate.

To obtain current unit price and performance information for all funds in the Prudential Fund range, simply log on to <http://www.pru.co.uk/funds/series/> and choose 'Pension Funds' and then select Prudential Corporate Pensions (Series 3).

### How are the fund prices calculated?

This fund has a single price, based on the valuation of the underlying assets and cash flows into and out of the fund. This valuation price will be the published price.

### What is the dealing cycle?

The Pensions Series 3 fund range is forward priced which means that the member gets the next available price after they invest.

This fund has a dealing cycle of T+0. This means that money received on day T buys units at the valuation date price applicable at close of business on the same day.

### Other important information

Exchange Rate fluctuations may cause the Sterling values of overseas investments to rise or fall.

Retirement has more potential with

**PRUDENTIAL**



Issued by Prudential. "Prudential" is a trading name of The Prudential Assurance Company Limited (which is also used by other companies within the Prudential group of companies).

The Prudential Assurance Company Limited is registered in England and Wales. Registered Office at Laurence Pountney Hill, London, EC4R 0HH. Registered number 15454.

Authorised and regulated by the Financial Services Authority. M&G Investments is a trading name of Prudential Pensions Limited and M&G Investment Management Limited whose business addresses are at Laurence Pountney Hill, London EC4R 0HH and Prudential Property Investment Managers Limited whose business address is Princeton House, 271-273 High Holborn,