

# Statement on principal adverse impacts of investment advice on sustainability factors

The following statement provides information on how M&G Luxembourg S.A., LEI: 213800KHFE1L58PDC25, considers principal adverse impacts of investment advice on sustainability factors. This is provided in accordance with Article 11 of the Regulation (EU) 2022/1288 on sustainability-related disclosures in the financial services sector.

This Sustainable Finance Disclosure Regulation (SFDR) defines principal adverse impacts (PAIs) as the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and antibribery matters.

## Consideration of principal adverse impacts

M&G Luxembourg S.A. provides investment advice under advisory mandates. The advice is currently only given to clients considering investments into M&G collectives. Our mandates are not currently required to favour any specific type of sustainable investment, but our Financial Advisers consider the adverse impact of investment decisions on ESG factors, incorporating sufficient and reliable data, where it is available. We expect the availability of data sourced from Financial Market Participants to develop and improve with time allowing us to further integrate these considerations into our advice.

When making investment recommendations about which collectives to invest in, M&G Luxembourg S.A. considers the PAI indicators available for such collectives, and will monitor the overall ESG risks and opportunities where its advice on collectives is expressed in aggregate form, eg as a model portfolio. Beyond this consideration of PAI indicators, the level of ESG consideration within investment decisions is client-driven. There is currently no ranking or criteria for our advisory mandates based on the PAI indicators considered, and the tools and approach taken by Financial Advisers will evolve depending on clients requirements.

The information collected from the above processes informs the portfolios or advice given to clients, which they in turn will choose whether or not to implement. □