



PGIM

PGIM FINANCIAL LIMITED

DISCLOSURES PER ARTICLE 89 OF DIRECTIVE 2013/36/EU

COUNTRY BY COUNTRY REPORTING

DECEMBER 2017

Country by Country reporting for PGIM Financial Limited (the 'schedule')

PGIM Financial Limited Group's (the 'Group') principal operations are in the UK however a subsidiary of the Group, Pricoa Capital Group Limited, has branches in Germany, France and Italy. PGIM Limited also has a branch in Germany. The Group has further subsidiaries in Luxembourg, Ireland and Jersey. In accordance with Article 89 of the Capital Requirements Directive (2013/36/EU), a geographical analysis of the Group's operations is outlined below.

Location	United Kingdom	Germany	France	Italy	Luxembourg	Ireland	Jersey
Nature of activities	Investment management and loan origination	Loan origination	Loan origination	Marketing	Administration Services	Investment Management	Administration Services
Revenue (£m)	156.5	2.5	2.2	0.5	-	-	-
Number of employees	145.0	7.0	3.0	2.0	-	-	-
Profit / loss before tax (£m)	32.0	0.3	0.4	0.1	-	-	-
Taxes paid in the year (£m)	3.1	0.1	-	-	-	-	-
Public subsidies received	-	-	-	-	-	-	-

All consolidation adjustments relate to United Kingdom activities and are included in the United Kingdom amounts above accordingly.

In the United Kingdom, the effective tax rate is lower than the standard rate of corporation tax. The effective tax rate results from the group utilising brought forward tax losses and using group relief which is surrendered from affiliated companies from outside of PGIM Financial Limited's Group. Additionally, the taxable profits will differ from the reported profits as the taxable profits are adjusted both for items that will never be taxable or deductible, and temporary differences.

Location	Activities	Principal legal entities conducting those activities
United Kingdom	Investment management activities	PGIM Limited PGIM Fund Management Limited
	Loan origination	Pricoa Capital Group Limited
Germany	Loan origination/Marketing	Pricoa Capital Group Limited (German branch) PGIM Limited (German branch)
France	Loan origination	Pricoa Capital Group Limited (French branch)
Italy	Marketing	Pricoa Capital Group Limited (Italian branch)
Luxembourg	Administration services	Pramerica Luxembourg Corporate Directorships Sarl
Ireland	Investment management activities	Pramerica Fixed Income Funds Management Limited
Jersey	Administration services	German Retail Income General Partner Limited Legos GP Limited

PGIM Financial Limited, the Group parent company, is a UK company and provides administrative services to the Group as a whole including the provision of staff, office facilities and treasury and capital management. The Group includes other UK domiciled special purpose vehicles, principally general partners to limited partnerships, which support the Group's operations above but which are not material, individually, or in aggregate, to the disclosures above.

Note 1 - Basis of preparation

The following analysis is prepared based on amounts reported in the consolidated annual report and financial statements of PGIM Financial Limited as at 31 December 2017. Amounts stated are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union, applicable as at 31 December 2017 and have been prepared on a going concern basis. The consolidated financial statements have been prepared in accordance with the Companies Act 2006 as applicable to companies using IFRS and EU adopted IFRS and interpretations issued by the IFRS Interpretations Committee (IFRS IC) and under the historical cost convention.