



HSBC Life Wealth Harvest Product Summary

Important Note

This Product Summary contains simplified descriptions of the product features and general exclusions applicable to HSBC Life Wealth Harvest and this is not exhaustive. This is not a contract of insurance and the precise terms and conditions of the product are specified in the General Provisions for HSBC Life Wealth Harvest. Your Financial Planner will be able to provide a copy of the General Provisions for HSBC Life Wealth Harvest for your reference at Your request.

The actual Benefits payable will be based on the actual performance of the assets of the underlying funds (as described in the Fund Summaries). Investments in investment-linked plans are subjected to investment risks including the possible loss of the principal amount invested. The value of Units in the sub-funds may fall as well as rise.

Buying a life insurance Policy is a long-term commitment. An early Termination of the Policy usually involves high costs and the Surrender Value payable may be less than the total Premiums paid.

The Fund Summaries contains details on the funds and constitutes a part of the Product Summary, without which the Product Summary is incomplete. As such, this Product Summary booklet must be read together with the Fund Summaries.

More information on the funds can be found in the Fund Prospectuses which are available online at www.hsbclife.com.sg.

This is not a contract of insurance and the specific terms and conditions of this plan are provided in the relevant Policy documents. It does not have regard to any specific investment objectives, financial situation or the particular needs of a specific person. You should consult your Financial Planner for a financial analysis before purchasing a Policy suitable to meet your needs.

The Company does not bear the loss resulting from any currency conversion or the cost of charges incurred on any transactions pertaining to currency conversions.

The allocation, crediting, cancellation, switching or other dealings of Units as described in the Policy are solely for the purpose of the Policy, including without limitation for determining its Account Value.

For the avoidance of doubt, the Company shall have the right to use the Regular Premiums received to invest in the relevant reference funds or to make such other investments as the Company may consider appropriate, provided that the Account Value of the Policy shall be determined based on the Unit Price of the relevant Units standing to the credit of the policy.

HSBC Life Wealth Harvest

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1. THE POLICY

HSBC Life Wealth Harvest is a whole life, Regular Premium Investment Linked Plan ("ILP") that aims to provide long-term wealth accumulation with the wide range of offering ILP Sub-Funds.

This plan also rewards You with two types of bonuses (Start-up Bonus and Loyalty Bonus) along the policy term as You invest. You will also be protected against Death and Terminal Illness during the policy term.

We also provide You with a diversified range of investment-linked funds from varying industries and geographical sectors managed by managers with investment and financial services expertise. You may choose to invest in one (1) or up to ten (10) ILP Sub-Funds offered under this Policy.

This plan consists of two (2) accounts for the premium allocation:

1. the Regular Premium Account; and
2. the Top-up Account.

Regular Premiums paid will be allocated to the Regular Premium Account; while Recurring Single Premiums and Top-up Premium, if any, will be allocated to the Top-up Account.

2. CERTAIN RISKS

The actual Benefits payable will be based on the actual performance of the assets of the underlying funds, as described in the summary of the relevant ILP Sub-Funds ("Fund Summaries"). Investments in Investment-linked plans are subject to investment risks including the possible loss of the principal amount invested. The value of Units in the ILP Sub-Funds may fall or rise depending on economic/market conditions.

The risks of investing in the ILP Sub-Funds are set out in the relevant section of the Fund Summaries and underlying Fund Prospectuses.

Buying a life insurance Policy is a long-term commitment. An early Termination of the Policy usually involves high costs and the Surrender Value payable may be less than the total Premiums paid.

3. BENEFITS

3.1 DEATH BENEFITS

Subject to the terms of this Policy, if the Life Assured dies (other than by reason of suicide as described in the Suicide Claim provision in this Policy) while this Policy is in force, We will pay 102% of total Account Value as specified in the Certificate of Insurance.

Following the date of receipt of a satisfactory written notice of the Life Assured's death which is admitted by Us, the Units will be cancelled on the Dealing Days of the relevant ILP sub-funds as soon as practicable. Any overdue or outstanding Policy Charges will be deducted from the Death Benefit payable under this Policy.

If Death Benefit is not paid within two (2) months from the date of admission of claim, interest will be paid on the Death Benefit from such date at a rate as determined by the Company. Fees or charges imposed by or on behalf of the relevant ILP sub-funds on the cancellation of Units (if any) will be deducted from the Death Benefit. For the avoidance of doubt, Death Benefit will be payable without interest if it is paid within two (2) months from the date of admission of claim.

Death Benefit payout will be in the Policy Currency. If the Policyholder requests for the Death Benefit payout in another currency, it will be subject to the Company's prevailing exchange rate at the time of payout.

Upon payment of the Death Benefit, this Policy will automatically terminate.

3.2 TERMINAL ILLNESS BENEFIT ("TI BENEFIT")

If the Life Assured is diagnosed with a Terminal Illness during the Policy term while the Policy is in force, We will pay the Terminal Illness Benefit in lump sum as an advancement of the Death Benefit, and the amount payable is limited to:

- a) \$3 million, or
- b) Death Benefit at the point of Terminal Illness claim;

whichever is lower.

The maximum Terminal Illness Benefit payable on the Life Assured is \$3 million, inclusive of all other policies issued by Us and other insurance companies, in respect of the same Life Assured.

The date of the diagnosis of the Terminal Illness must be after the Commencement Date, or the date of any Reinstatement of this Policy (if applicable), whichever is later.

Following the date of receipt of a satisfactory written notice of the Life Assured's Terminal Illness which is admitted by Us, the Units will be cancelled on the Dealing Days of the relevant ILP sub-funds as soon as practicable. Any overdue or outstanding Policy Charges will be deducted from the Terminal Illness Benefit payable under this Policy.

If Terminal Illness Benefit is not paid within two (2) months from the date of admission of claim, interest will be paid on the Terminal Illness Benefit from such date at a rate as determined by the Company. Fees or charges imposed by or on behalf of the relevant ILP sub-funds on the cancellation of Units (if any) will be deducted from the Terminal Illness Benefit. For the avoidance of doubt, Terminal Illness Benefit will be payable without interest if it is paid within two (2) months from the date of admission of claim.

Terminal Illness Benefit payout will be in the Policy Currency. If the Policyholder or the beneficiary(ies) request(s) for the Terminal Illness Benefit payout in another currency, it will be subject to the Company's prevailing exchange rate at the time of payout.

If the Death Benefit is fully paid out as a result of a Terminal Illness claim, the Policy will terminate.

If the Death Benefit is not fully paid out upon a Terminal Illness claim, the Policy will remain in force with the remaining Account Value after deducting \$3 million for Terminal Illness Benefit payout.

3.3 START-UP BONUS

While this Policy is in force, We will pay a Start-up Bonus upon receipt of each payment of Regular Premium in the first Policy Year.

Start-up Bonus = **35%** x applicable Regular Premium payment in first policy year

The Start-up Bonus will be allocated to the Regular Premium Account in the form of additional Units in accordance with the latest investment option allocation instruction of the Policyholder and selected premium payment frequency. The Units will be allocated on the Dealing Days of the relevant investment options as soon as practicable following the date the Start-up Bonus is payable.

If Policyholder reduces the basic Regular Premiums payable within the first eleven (11) policy years, Bonus Recovery Charge ("BRC") will apply and the charge will be deducted from the Account Value in Regular Premium Account through the cancellation of units from the policy.

The Account Value relating to the Start-up Bonus will not be payable to the Policyholder and/or the beneficiary(ies) as a lump sum amount, or as part of the Death Benefit and/or Terminal Illness Benefit, if any of the following scenarios happens:

- a) if the Life Assured dies as a result of suicide as described in the Suicide Claim provision in this Policy; or
- b) if the Life Assured's non-Accidental Death occurs within eighteen (18) months starting from the Commencement Date or the date of any Reinstatement of this Policy (if applicable), whichever is later; or

- c) if the Life Assured's Terminal Illness condition commences within eighteen (18) months starting from the Commencement Date or the date of any Reinstatement of this Policy (if applicable), whichever is later; or
- d) if this Policy is cancelled during the Free-Look Period.

3.4 LOYALTY BONUS

Starting from the first Policy month from 10th Policy Year onwards and while the Policy is in force, the Policyholder will receive the Loyalty Bonus every month throughout the Policy Term, subject to the following eligibility criteria.

Loyalty Bonus = $(0.35\%/12) \times$ the prevailing Total Account Value of the Regular Premium Account

The Loyalty Bonus will be allocated to the Regular Premium Account in the form of additional units in accordance with the latest Investment Option Allocation Instruction of the Policyholder.

The Loyalty Bonus will be allocated monthly on the same day of each calendar month as the Commencement Date, and the Units are to be purchased on the Dealing Days of the relevant Investment Options as soon as practical following the date the Loyalty Bonus is payable. For example, if the Commencement Date is 20 Jan 2021, we will pay Loyalty Bonus every 20th.

There will be no Loyalty Bonus given to the Policy in the subsequent twelve (12) Policy months if the Policyholder has made a Partial Withdrawal or Regular Withdrawal from Regular Premium Account.

For avoidance of doubt, the Loyalty Bonus resumes on the 13th month following the date of Partial Withdrawal or Regular Withdrawal from Regular Premium Account.

3.5 LIFE REPLACEMENT OPTION ("LRO")

Whilst this Policy is in force, at any time during the Policy term, You may request to exercise the Life Replacement Option ("LRO") to replace the Life Assured, subject to the following conditions:

- 1) The LRO is only available and valid to an individual Policyholder at the point of request. For other Policyholders such as an institution or organisation, the LRO is invalid and cannot be exercised;
- 2) You must provide proof of insurable interest on the new Life Assured at the point of request;
- 3) The new Life Assured must be alive at the point of request and must fulfil the eligible entry Age of this Policy;
- 4) The new Life Assured must be either Your spouse, Your child (including legally adopted child) below Age eighteen (18), or Yourself if the Policy is initially a third party Policy;
- 5) Upon the request being submitted, any new Riders attached to this Policy (if any), which require underwriting and cover the new Life Assured, are subject to underwriting;
- 6) Upon replacement of the Life Assured, the Insurance Charge (if any) specified in the Insurance Charge provision will be based on the attained Age, gender and smoking status of the new Life Assured;
- 7) Before any change of the Life Assured is implemented, previous Assignment of this Policy (if any) made by You must be revoked. Except for Novation, You can no longer exercise the LRO upon any Assignment made to this Policy;
- 8) Before any change of the Life Assured is implemented, previous irrevocable/revocable nomination of beneficiary/beneficiaries (if any) made by You must be revoked.
- 9) If a material non-disclosure on the new Life Assured is discovered upon a claim on the new Life Assured, the Policy shall be deemed null and void. We will refund any part of the Premium paid not allocated to the Units and the Account Value based on the Unit Prices as at the Dealing Day on or immediately after We void this Policy;
- 10) Waiting period and survival period (if any) on any Benefits will be applicable upon

commencement of cover of the new Life Assured;

Notwithstanding the above, We reserve the right to approve or reject the request to replace the Life Assured.

The Policyholder must submit a written request using the relevant form to the Company to exercise this option. Once the request to replace the Life Assured is approved and the coverage on the new Life Assured has taken effect, the Company will not be liable for any claim on the original Life Assured and the coverage on the original Life Assured will cease immediately.

For the avoidance of doubt, the coverage on the new Life Assured will be effective on the next monthly anniversary of the Commencement Date immediately following the Company's approval. An Endorsement will be issued upon the approval of the request to replace the Life Assured.

In the event of a LRO is exercised, any Rider(s) attached to the Policy will be automatically dropped. Remaining Premiums are still payable for this Policy after LRO is exercised.

3.6 DISTRIBUTION OF DIVIDEND

a) Dividend Handling

If You choose to invest in any ILP Sub-Fund that pays dividends, You have the option to either reinvest these dividends or to receive payout in cash of these dividends (dividend payout option).

You need to indicate the dividend payout option clearly in the Application. The default dividend payout option is to reinvest all dividends from such ILP Sub-Fund. For any change to the preferred dividend payout option, You must notify and give Us 30 business days' notice.

Dividend distributions are not guaranteed and can be made out of the income, capital gains and/or capital of the ILP Sub-Fund. Dividend policies vary depending on the ILP Sub-Fund. The issuance of dividends remains at the discretion of the relevant fund manager and are not guaranteed.

In accordance to Your selected dividend payout option, We will distribute the additional units from dividend distributions within 21 business days from the relevant ILP Sub-Fund's Record Date subject to arrangement with the relevant fund manager.

b) Reinvest

If You choose the dividend payout option to reinvest the dividends, We will reinvest these dividends on Your behalf. The reinvested dividends will increase Your units from the relevant ILP Sub-Fund.

The additional units obtained from the reinvested dividends will form part of the Policy Value and relevant Policy charges (if any) will be applicable.

c) Cash Payout

If You choose the dividend cash payout option to receive the dividends payout, the payout to You will be in the currency stated in the Certificate of Insurance irrespective of the currency of the relevant ILP Sub-Fund chosen.

The payout will be from both Regular Premium Account and Top-up Account. We will only pay dividends to You if the dividend which You are entitled to, meets the minimum dividend cash payout amount of S\$30 in both Regular Premium Account and Top-up Account. Otherwise, We will reinvest on Your behalf, any dividend(s) of less than S\$30 as additional units. Upon notification to You, We reserve the right to amend the minimum dividend payout amount from time to time.

The dividends payout will be distributed only to Your designated bank account. If there is non-delivery of dividend to Your designated bank account for whatever reason, We will reinvest that dividend as additional units on Your behalf. Under the circumstances including but not limited to non-delivery of dividend such as lapsation of policy, surrender of policy or fund switching, the distribution of dividends may not be performed within 21 business days from the relevant ILP Sub-Fund's Record Date subject to arrangement with the relevant fund manager.

4. POLICY PREMIUM

While this Policy is in force, any Premium received by Us, after conversion into the Policy Currency (if applicable) net of any bank charges and deduction of the relevant Policy Charges, is used for the purpose of allocating Units in the relevant ILP-sub fund(s) to this Policy based on the relevant Unit Price and in accordance with Your Investment Option Allocation Instruction. The Units will be allocated on the Dealing Days of the relevant ILP-sub fund(s) as soon as practicable following the date of receipt of such Premium by Us. No interest will be earned or credited on any Premium received pending allocation of Units to this Policy.

4.1 REGULAR PREMIUM

You shall pay the Regular Premium in respect of this Policy subject to the minimum amount as determined by the Company from time to time. Regular Premium may be paid annually, semi-annually, quarterly or monthly (except for monthly mode in USD, which is not allowed).

Regular Premium is payable to Us on or before the relevant Regular Premium due date.

Payment Frequency	Minimum Regular Premium (in accordance with Your Policy Currency)	
	SGD	USD
Annual	3,600	3,600
Semi-Annual	1,800	1,800
Quarterly	900	900
Monthly	300	Not allowed

Regular Premium that You pay will be notionally allocated to the Regular Premium Account from the Policy issuance until the end of the Premium Payment Term.

Additional premiums shall be allowed in the form of Top-up Premium and/or Recurring Single Premium which will be notionally allocated to the Top-up Account. Refer to Recurring Single Premium (RSP) and Top-up Premium provisions for details.

4.2 REDUCTION OF REGULAR PREMIUM

The amount of Regular Premium cannot be reduced during the first three (3) Policy Year. You may apply to reduce the amount of Regular Premium at any time thereafter till the end of Policy Term by sending Us an Application in the form specified by Us.

The Regular Premium can be reduced by a maximum of 25% of the original Regular Premium committed at the Commencement Date, subject to the minimum Regular Premium as determined by the Company from time to time.

Bonus Recovery Charge ("BRC") applies to each Regular Premium reduction during the first eleven (11) Policy Year.

The reduction in the amount of Regular Premium will take effect from the Regular Premium due date immediately following the date on which the Company has approved the application.

If You have reduced the Regular Premium, You are not allowed to increase it thereafter.

Any other changes in Regular Premium will be subject to any administrative rules determined by

the Company from time to time.

4.3 INCREASE OF REGULAR PREMIUM

The amount of Regular Premium set at Policy inception cannot be increased at any time.

4.4 TOP-UP PREMIUM ("TOP-UP")

Top-up Premiums are allowed on an ad-hoc basis anytime during the Policy term.

Payment Type	Minimum Amount (in accordance with Your Policy Currency)		Remark
	SGD	USD	
Top-up Premium	\$250	\$250	Top-up Premium must be in multiples of \$10

The Top-up is subject to the Age limit of seventy (70). 100% of each Top-Up will be allocated according to the allocation instruction as specified by You and each Top-up will be subjected to a 5% premium charge which will be deducted from the ILP sub-fund(s) after allocation of the Premium. The Top-up Premium will be applied to purchase Units at the prevailing Unit Price on the Dealing Days of the relevant ILP sub-fund(s) as soon as practicable following the date the Top-up Application is approved by the Company.

Top-Up is not allowed during Premium Holiday and the 5% premium charge cannot be dialed down.

For clarification, Top-up Premiums are only notionally allocated to the Top-up Account. There will be no Start-up Bonus and/or Loyalty Bonus credited to the Top-up Account. In addition, only Fund Management Charge apply to the Top-up Account throughout the Policy term.

4.5 RECURRING SINGLE PREMIUM ("RSP")

RSP is only allowed for policies denominated in SGD. RSP is not allowed for policies denominated in USD. If Your Policy is denominated in SGD, You may opt to increase Your investments into the ILP Sub-Fund(s) by making RSPs anytime during the Policy term, subject to underwriting.

The RSP is subject to the Age limit of seventy (70).

The RSP will be applied to purchase Units at the prevailing Unit Price on the Dealing Days of the relevant ILP sub-fund(s) as soon as practicable following the date the RSP Application is approved by the Company.

Payment Type	Minimum Amount (in accordance with Your Policy Currency)		Remark
	SGD	USD	
RSP	\$50 per month	Not allowed	Top-up Premium must be in multiples of \$50

RSP is not allowed during Premium Holiday. If Premium Holiday is activated, We will stop Your RSP.

The RSP is payable only through interbank GIRO and is subject to a minimum amount determined by Us, which may be varied from time to time.

100% of each RSP will be allocated to the relevant ILP sub-fund(s) according to the last specified allocation and each RSP will be subject to the 5% premium charge, which is made through cancellation of Units.

For clarification, Recurring Single Premiums are only notionally allocated to the Top-up Account. There will be no Start-up Bonus and/or Loyalty Bonus credited to the Top-up Account. In addition, only Fund Management Charge apply to the Top-up Account throughout the Policy term.

5. GRACE PERIOD

During Policy Year one (1):

There is a Grace Period of thirty (30) days from the Regular Premium due date excluding the Recurring Single Premiums and Top-up Premiums. The Policy continues to be in force during the Grace Period. If the Regular Premium remains unpaid after the Grace Period, this Policy will lapse and the Early Encashment Charge ("EEC") will apply.

From Policy Year two (2) onwards:

If no Regular Premium (excluding the RSP and Top-up Premiums) is received on the expiry date of the Grace Period, the Premium Holiday will be automatically activated upon the expiry of the Grace Period, subject to applicable Premium Holiday Charge. Applicable charges under the Policy will also continue to be deducted from this Policy. The Policy will remain in force as long as the Account Value is sufficient to cover the charges due during the Premium Holiday Period. On any due date (the due date is a Dealing Day of the relevant ILP-sub fund(s) or otherwise on their Dealing Days immediately before the due date) during the Premium Holiday, if the Account Value is insufficient to cover the payment of the applicable Policy Charges, this Policy will lapse, and if this happens during the first eleven (11) Policy Year, the Early Encashment Charge will apply, unless otherwise stated. You will be notified that the Policy has lapsed. Should a claim arise during the Lapsation Period, no benefits will be payable.

During the Grace Period, dividends (if any) from the ILP sub-fund(s) that are due from the unpaid Regular Premium(s) will not be issued.

6. PREMIUM HOLIDAY

Premium Holiday **is not allowed during first Policy Year.**

While the policy is in force and subject to Premium Holiday Charge from Policy Year two (2) to Policy Year eleven (11), if the Regular Premium due (excluding RSP and Top-up) are not received on Premium due date, Premium Holiday will be activated automatically upon the expiry of the Grace Period and the applicable charges under this Policy will continue to be deducted from this Policy. The Policy will remain in effect so long as the Account Value in Regular Premium is sufficient to cover the charges due. Otherwise, the Policy will lapse. You will be notified that the Policy has lapsed. Should a claim arise during the Lapsation Period, no benefits will be payable.

The absence of Premiums will impact Your Account Value in Regular Premium Account, as no new Premiums are being invested during Premium Holiday. Additionally, applicable charges on Your Account Value in Regular Premium Account will still be deducted during this period.

If on any day during the Premium Holiday, the Account Value in Regular Premium on the relevant due date for the relevant Policy Charges (if the due date is a Dealing Day of the relevant ILP sub-fund(s) or otherwise on their Dealing Days immediately before the due date) is, in Our opinion, insufficient to cover the applicable Policy Charges, the Premium Holiday will cease on such day as determined by Us in its absolute discretion and We will notify You to resume the payment of Regular Premium. If the Regular Premium due are not received after the Grace Period, this Policy will lapse immediately. You will be notified that the Policy has lapsed. Should a claim arise during the Lapsation Period, no benefits will be payable.

7. FEES AND CHARGES

7.1 PREMIUM CHARGE

The Premium Charge to Recurring Single Premium or Top Up Premium is 5% deducted by cancellation of Units, after allocation of the Recurring Single Premium and Top Up Premium.

Units will be cancelled from the ILP sub-fund(s) according to the current allocation based on the net asset value of the ILP sub-fund(s) at point of deduction.

The Premium Charge to Recurring Single Premium and Top UP Premium is guaranteed throughout the Policy Term.

7.2 ACCOUNT MAINTENANCE FEE (“AMF”)

AMF of 3.5% of Account Value is chargeable on a monthly basis by cancellation of Units from Regular Premium Account on first eleven (11) Policy Year.

The monthly AMF is calculated as below:

Monthly AMF = (3.5% per annum / 12) x the Account Value of the Regular Premium Account as of the due date for the AMF

If the balance in the Regular Premium Account is insufficient to cover the AMF due, the Policy will lapse and the remaining unit in the Top-up Account (if applicable) will be payable to Policyholder as Surrender Value.

Units will be cancelled from the ILP Sub-Funds according to the current allocation based on the net asset value of the ILP Sub-Funds at point of deduction.

AMF is not guaranteed. Without prejudice to the other provisions in this Policy, the Company reserves the right to vary the AMF set out in this Policy and the manner in which it may be imposed by the Company. The Company will notify the Policyholder in writing of any such variation with at least one (1) month’s prior notice.

7.3 BONUS RECOVERY CHARGES (“BRC”)

BRC is imposed upon each Regular Premium reduction during the first eleven (11) Policy Year.

BRC will be deducted from the Regular Premium Account when the reduced Regular Premium takes effect (i.e. the Regular Premium due date immediately following the date on which the Company has approved the application).

The BRC is calculated based on the following formula:

$$BRC \begin{matrix} (\$) \end{matrix} = \begin{matrix} Premium \\ reduction \\ amount \\ (\$) \end{matrix} \times 35\% \times \left(1 - \frac{\begin{matrix} Number of months passed since Policy \\ inception \end{matrix}}{132 Months} \right)$$

- “Number of months passed since Policy inception” is the period that Regular Premium has been paid.

Example: A policy with Regular Premium committed at Commencement Date is \$12,000 annually.

In the 77th month, the Policyholder requests to reduce the Regular Premium to \$9,000 annually.

Thus, the Bonus Recovery Charge = 3000 x 35% x [1-(77/132)] = \$ 437.50

This will be deducted from the Regular Premium Account upon the Regular Premium reduction.

In the 133rd month, if the Policyholder requests to reduce further RP to \$6,000 annually; Policyholder is NOT allowed to make this Regular Premium reduction because the Regular Premium is already reduced by 25% of the original Regular Premium.

The BRC is not guaranteed and We reserve the right to vary this charge set out in this Policy and the manner in which the charges may be imposed by Us, and We will notify You in writing of any such variation with at least one (1) month prior notice.

7.4 PREMIUM HOLIDAY CHARGE ("PHC")

PHC is imposed on prevailing Regular Premium amount If the policy is on Premium Holiday during Policy Year two (2) to Policy Year eleven (11), we will deduct a Premium Holiday Charge on a monthly basis from the Regular Premium Account.

$$\text{PHC} = (\text{PHC Rate} \times \text{Annual Premium}) / 12$$

Policy Year	PHC Rate
1	Premium Holiday not allowed
2	95%
3	85%
4	75%
5	65%
6	55%
7	45%
8	35%
9	25%
10	15%
11	5%
12 and above	0%

The PHC is not guaranteed and We reserve the right to vary this charge set out in this Policy and the manner in which the charges may be imposed by Us, and We will notify You in writing of any such variation with at least one (1) month prior notice.

7.5 PARTIAL WITHDRAWAL CHARGE ("PWC")

PWC is imposed upon each Partial Withdrawal made during Policy Year two (2) to Policy Year eleven (11). The PWC will be deducted before the Partial Withdrawal amount is payable to You.

$$\text{PWC} = \text{PWC Rate} \times \text{the Partial Withdrawal amount made from Regular Premium Account.}$$

Policy Year	PWC Rate
1	Partial Withdrawal not allowed
2	95%
3	85%
4	75%
5	65%
6	55%
7	45%
8	35%
9	25%
10	15%
11	5%
12 and above	0%

No PWC applies:

- i. To the amount withdrawn from the Top-up Account throughout the Policy term; or
- ii. If the Partial Withdrawal is made after the first eleven (11) Policy Year on Regular Premium Account.

The PWC is not guaranteed and We reserve the right to vary this charge set out in this Policy and the manner in which the charges may be imposed by Us, and We will notify You in writing of any such variation with at least one (1) month prior notice.

7.6 EARLY ENCASHMENT CHARGE (“EEC”)

At any time during the first eleven (11) Policy Year, an EEC will be imposed on the Regular Premium Account upon any of the following events:

- (i) Surrender of the Policy; or
- (ii) Termination of the Policy (other than Death or Terminal Illness of the Life Assured).

The EEC is calculated based on the following formula:

EEC = EEC rate x the Account Value of Regular Premium Account at the point the EEC is imposed

Policy Year	EEC Rate
1	100%
2	95%
3	85%
4	75%
5	65%
6	55%
7	45%
8	35%
9	25%
10	15%
11	5%
12 and above	0%

The EEC will be deducted in calculating the Surrender Value of this Policy.

The EEC rates are guaranteed throughout the Policy term

7.7 SWITCHING FEE

A Switching Fee is imposed on a switch of Units in accordance with the Investment Option Switching provision. The Switching Fee will be as determined by the Company from time to time. It will be deducted from the proceeds of cancellation of the Units to be switched out.

The Switching Fee is currently waived by the Company. We reserve the right to impose a Switching Fee as determined by Us from time to time. We will notify You in writing of any such variation with at least one (1) month prior notice.

7.8 REDEMPTION FEE

A Redemption Fee is imposed on a request for a redemption of Units in accordance with the Redemption of Units provision. It will be deducted from the proceeds of the redeemed Units.

The Redemption Fee is currently waived by the Company. We reserve the right to impose a Redemption Fee as determined by Us from time to time. We will notify You in writing of any such variation with at least one (1) month prior notice.

7.9 FUND MANAGEMENT CHARGES

The Fund Management Charges for the underlying funds will vary from one underlying fund to another. The Fund Management Charges are not fixed and are determined by the fund Manager of each underlying fund from time to time and are set out in the offering documents of the underlying funds which are made available by the Company. Fund Management Charges are payable from the assets of the ILP Sub-Funds.

7.10 OTHER CHARGES ON UNDERLYING FUNDS

The underlying funds are subject to the fees, charges and expenses levied by the Managers and other service providers of the underlying funds as set out in the offering documents for the underlying funds and such fees, charges and expenses will vary from one underlying fund

to another. These charges are payable from the assets of the ILP Sub-Funds. Copies of the offering documents for the underlying funds are made available by the Company.

Without prejudice to the other provisions in this Policy, we reserve the right to vary the fees and charges set out in this Policy unless specified as guaranteed, and the manner in which such fees and charges may be imposed by Us. We will notify You in writing of any such variations if, in our opinion, You are or will be directly and adversely affected by such variations.

7.11 OTHER CHARGES ON OPTIONAL SERVICES

Additional charges for optional services or products provided may, with Your consent, be levied. Without prejudice to the other provisions in this Policy, we reserve the right to vary the fees and charges set out in this Policy unless specified as guaranteed, and the manner in which such fees and charges may be imposed by Us. We will notify You in writing of any such variations if, in our opinion, You are or will be directly and adversely affected by such variations.

8. MINIMUM HOLDING AMOUNT

The Minimum Holding Amount is \$3,600 and only applicable when there are withdrawals performed. Should the Account Value in Regular Premium Account drop below the Minimum Holding Amount due to market movement, there will be no trigger to the Policy for Termination.

9. PARTIAL WITHDRAWAL

	Minimum Withdrawal Amount (in accordance with Your Policy Currency) SGD/USD	Remark
Partial Withdrawal	\$250	Partial Withdrawal from Regular Premium Account is not allowed during first Policy Year. Partial Withdrawal is only available provided always that the remaining Account Value in Regular Premium Account is more than \$3,600 ("Minimum Holding Amount"). PWC applies on the amount withdrawn in Regular Premium Account during Policy Year two (2) to Policy Year eleven (11). No PWC applies on the amount withdrawn from the Top-up Account. Withdrawal amount must be in multiples of \$10. Any Partial Withdrawal may reduce the Total Account Value and affect the Loyalty Bonus unit allocation, if any. The Minimum Withdrawal Amount and the Minimum Holding Amount is not guaranteed and We reserve the right to vary the amount set out in this Policy from time to time.

10. REGULAR WITHDRAWAL

You may select to make Regular Withdrawals on an annual, semi-annual, quarterly or monthly basis on 12th Policy Year onwards and subject to minimum Regular Withdrawal amount as follows:

Regular Withdrawal Frequency	Minimum Regular Withdrawal Amount		Remark
	SGD	USD	
Annual	1,200	1,200	Regular Withdrawal can be made as long as the remaining Account Value in Regular Premium Account after the withdrawal is not less than the Minimum Holding Amount. Regular Withdrawal is only allowed in multiples of \$10.
Semi-annual	600	600	
Quarterly	300	300	
Monthly	100	Not allowed	Any Regular Withdrawal may reduce the Total Account Value and affect the Loyalty Bonus unit allocation, if any. We reserve the right to suspend or terminate this Regular Withdrawal facility at any time and shall under no circumstances be responsible for any losses whatsoever due to Our decision to suspend or terminate such facility.

This Regular Withdrawal facility will cease:

- (a) on the first Dealing Day after the request for withdrawal is received, if processing that request will reduce the value in Regular Premium Account to an amount below the Minimum Holding Amount;
- (b) upon Your written request; or
- (c) upon termination of this Policy.

11. INVESTMENTS

11.1. INVESTMENT OPTION

The allocation, crediting, cancellation, switching or other dealings of Units as described in this Policy are solely for the purpose of this Policy, including without limitation for determining its Account Value. For the avoidance of doubt, the Company shall have the right to use the Regular Premiums received to invest in the relevant underlying funds or to make such other investments as the Company may consider appropriate, provided that the Account Value of this Policy shall be determined based on the Unit Price of the relevant Units standing to the credit of this Policy.

You may choose up to the maximum number of ten (10) ILP Sub-Funds for this Policy. The minimum allocation of investment per ILP Sub-Fund is one percent (1%) and the total allocation of investment for Your Policy is one hundred percent (100%).

You have no legal or beneficial interest in any monies held by Us before the same is used for allocating Units to this Policy, any monies held by Us following the cancellation of Units, or any Units in the underlying funds of or any assets underlying the ILP Sub-Funds. You do not control or have any right to control Our investment Policy or the investment Policy of any Investment Option. The allocation of Units in the ILP Sub-Funds to this Policy is solely for the purpose of this Policy, including without limitation for determining its Account Value.

All units in Our ILP Sub-Funds are not Excluded Investment Products. The definition of “Excluded Investment Product” can be found in Annex 1 to the Notice FAA-N16 Recommendations on Investment Products on the Monetary Authority of Singapore website

<https://www.mas.gov.sg/regulation/notices/notice-faa->

11.2 ADDITION OF ILP SUB-FUNDS

We may determine that one (1) or more additional ILP Sub-Funds be made available for this Policy. All provisions of this Policy will apply to the additional ILP Sub-Funds unless stated otherwise.

11.3 DELETION OF ILP SUB-FUNDS

We have the right at any time to determine that an ILP Sub-Fund will cease, whether temporarily or otherwise, to be made available for further investment (the **“Terminating ILP Sub-Fund”**).

We will give You one (1) month’s prior written notice before terminating the ILP Sub-Fund. We will cease to allow the relevant holders from making allocation or cancellation of Units in the Terminating ILP Sub-Fund after expiry of this notice period.

If You have Units of the Terminating ILP Sub-Fund standing to the credit of this Policy and the Terminating ILP Sub-Fund has ceased to be made available to You, Units in the Terminating ILP Sub-Fund standing to the credit of this Policy will be cancelled and redeemed on the last Dealing Day of the notice period.

Proceeds from such redemption will be used to purchase Units in alternative ILP Sub-Funds, as follows:

- a) We will ask You to instruct Us in writing by a specified date, on Your choice of an alternative ILP Sub-Fund(s). We will purchase Units in the alternative ILP Sub-Fund(s) for allocation to this Policy as advised in Our notice;
- b) If We do not receive any instructions from You by the specified date, We will select one (1) or more alternative ILP Sub-Fund(s) on Your behalf as may seem to Us appropriate; and
- c) We will ask You to instruct Us in writing by a specified date on the future allocation of Premium which would have been allocated to the Terminating ILP Sub-Fund.

If You instruct Us to re-direct future Premium to an alternative ILP Sub-Fund(s), We will act according to Your instructions. Otherwise, We will change the Premium allocation between the ILP Sub-Funds on Your behalf as may seem most appropriate to Us.

11.4 MERGER AND SUB-DIVISION

We have the discretion to merge or sub-divide any ILP Sub-Fund(s) or any class(es) of Units upon giving You a written notice of one (1) month.

11.5 SWITCHING

Unless otherwise provided by the company, You may switch all or any of the Units in one (1) fund (the **“Original ILP Sub-Fund”**) to Units of another Fund (the **“Other ILP Sub-Fund”**) offered under the Policy by giving written instructions in the form provided by the Company.

You may choose up to the maximum number of ten (10) ILP Sub-Funds for this Policy. The minimum allocation of investment per ILP Sub-Fund is one percent (1%) and the total allocation of investment for this Policy is one hundred percent (100%).

Units of the Original ILP Sub-Fund to be switched shall be cancelled on the next Dealing Day on which the notice has been processed by Us.

Units of the Other ILP Sub-Fund will be purchased with proceeds derived from the cancellation of the Units of the Original ILP Sub-Fund within five (5) Business Days of the date of cancellation of Units in the Original ILP Sub-Fund. Units in the Other ILP Sub-Fund will be issued based on the following formula (or such other formula as We may determine):

$$A = \frac{(B \times RP) - SF}{IP}$$

where:

A	=	the number of Units of the Other ILP Sub-Fund to be issued
B	=	the aggregate number of Units of the Original ILP Sub-Fund to be switched
RP	=	the redemption price per Unit of the Original ILP Sub-Fund on the Valuation Day on which the switch is to take effect
SF	=	the applicable switching fee (if any)
IP	=	the issue price per Unit of the Other ILP Sub-Fund on the Valuation Day on which conversion is to take effect

If the number of Units of the Other Fund so produced by the above formula shall include any fraction of a Unit of the Other Fund, such fraction shall be rounded off to the nearest 4 decimal places.

Whilst this Policy is in force, You may apply to switch Units of any ILP Sub-Fund allocated to this Policy to another ILP Sub-Fund(s) subject to the following conditions:

- a) We must receive a valid written Application in the form specified by Us;
- b) The maximum number of ILP Sub-Funds before or after a switch per Policy is 10;
- c) No switching of Units from the Regular Premium Account to the Top-up Account or vice versa. Switching is only allowed within the same account only
- d) The minimum value of Units for each switch is \$1,000; or 100% of the value of the Units in the Original ILP Sub-Fund, whichever is lower; and
- e) the minimum value of Units remaining in the Original ILP sub-fund or the Other ILP sub-fund must not be less than the minimum amount specified by Us from time to time. The current amount is \$1,000. We reserve the right to vary the amount by notifying You in writing of any such variation with at least one (1) month's prior notice;

The ILP Sub-Fund switching will also be subject to any other administrative rules determined by the Company from time to time.

The Company will process the fund switch requested only if the fund switch request (if any) is completed and approved by the Company.

11.6 CHANGE OF ALLOCATION INSTRUCTION

You must provide the Investment Option Allocation Instruction to Us at the time of Application for this Policy.

The Investment Option Allocation Instruction is subject to a minimum allocation percentage in an ILP Sub-Fund and a maximum number of ILP Sub-Funds for allocation as determined by the Company from time to time.

As long as this Policy is in force, You may apply to change Your Investment Option Allocation Instruction. Your Application for change of Investment Option Allocation Instruction must be in the form specified by Us. Such change will be effective on the date immediately following the date of Our approval of Your application.

11.7 SUSPENSION OF DEALINGS AND LIMITATION

We or the relevant Manager may at any time in relation to any ILP Sub-Fund suspend the valuation and the issue and redemption of the Units in their discretion under, but not limited to, the following circumstances:

- (a) during which any stock exchange, commodities exchange, futures exchange or over the counter market on which a significant part of the relevant ILP Sub-Fund's or underlying fund's investments is quoted, listed, traded or dealt in is closed (other than customary weekend and holiday closing) or trading on any such stock exchange or market is restricted or suspended; or where applicable, any period when dealings in any underlying funds of the ILP Sub-Funds are restricted or suspended; or
- (b) when circumstances exist as a result of which in the opinion of the Manager it is not reasonably practicable for the relevant ILP Sub-Fund to dispose of investments or as a result of which any such disposal would be materially prejudicial to the Policyholders; or
- (c) when a breakdown occurs in any of the means normally employed in ascertaining the value of investments or the net asset value or the issue and redemption price per Unit of the relevant ILP Sub-Fund or when for any other reason the value of the relevant ILP Sub-Fund's investments or other assets of that ILP Sub-Fund cannot be reasonably or fairly ascertained; or
- (d) during which the relevant ILP Sub-Fund is unable to repatriate funds for the purpose of making payments on the redemption of Units or during which any transfer of funds involved in the redemption or acquisition of investments or payments due on redemption of Units cannot in the opinion of the Managers be effected at normal rates of exchange.

We and the relevant Manager may at any time in relation to any ILP Sub-Fund suspend the valuation, issue and redemptions of Units during, and/or extend the period for the payment of the redemption monies by the number of days comprised in the above circumstances (in whole or in part) and otherwise, for a period not exceeding six (6) months.

All Policyholders will be notified, as soon as reasonably practicable, of any such suspension, and the Termination of such suspension, by means of a written notice.

The Company may also at its absolute discretion limit the number of Units of an ILP Sub-Fund cancelled on any Dealing Day (whether for this Policy or otherwise) to 10% (or such other percentage as We may determine) of the aggregate number of outstanding Units of the ILP Sub-Fund on such Dealing Day (disregarding any Units which are to be allocated on such Dealing Day). In such case, the limitation will apply pro rata so that owners of policies to which Units have been allocated who wish to have their Units cancelled on that Dealing Day will have the same proportion of such Units cancelled. Units not cancelled will be carried forward for cancellation subject to the same limitation on the next Dealing Day.

12. SUBSCRIPTION, ALLOCATION AND REDEMPTION OF UNITS

12.1. SUBSCRIPTION

Policyholders have to complete and sign the relevant proposal form with the choice of their Investment Options, together with such other documents as may be required and the subscription monies in full in the manner stipulated by Our Financial Planners.

Payment of the Premiums shall be by way of cash (if Policy Currency is in SGD), cheque, and telegraphic transfer or through interbank GIRO (GIRO deduction is in SGD regardless of the chosen Policy Currency). We do not bear the loss resulting from any currency conversion or the cost of charges incurred on any transactions pertaining to currency conversions. All amounts payable to and due from the Company will be calculated and made in the Policy Currency, unless otherwise stated and subject to acceptance and approval by the Company.

12.2. ALLOCATION

As Units are issued on a forward pricing basis, the issue price of Units will not be ascertainable at the time of Application.

Subject to:

- (i) Our approval of the Application; and

- (ii) Premium payment in full, accepted and received by Us before 2.30pm Singapore time on a Dealing Day,

the Policyholder will be issued Units in relation to his Regular Premium, RSP or Top-up Premium (as the case may be) at the Unit Price prevailing as at the first Dealing Day after approval and acceptance of (i) and (ii), and subject to the respective underlying fund manager's pricing policy. Any payment which is received or which has been cleared before approval of the relevant Application shall be deemed to be received on the first Dealing Day after approval of that Application.

Applications and Premium payment in full accepted by Us after 2.30 p.m. Singapore time on a Dealing Day or on a day which is not a Dealing Day, will be taken to have been received on the next Dealing Day. Policyholder will receive the following Dealing Day's price and subject to the respective underlying fund Manager's pricing policy. We and Our authorised Financial Planners reserve the right to bring forward the cut-off time in respect of any Dealing Day.

The pricing is done on a single pricing basis and the issue price per Unit on each Dealing Day shall be based on the net asset value (plus or minus duties or charges) calculated by the relevant Manager as at each Valuation Date in respect of the relevant ILP Sub-Fund invested into.

There is no minimum ILP Sub-Fund size for the continued operation of the ILP Sub-Funds.

We reserve the right to impose a limit on the value of investments made in any particular ILP Sub-Funds or suspend further investments in any sub-funds if the fund Manager has stopped taking on new subscriptions.

The ILP Sub-Funds shall be valued on every Dealing Day and subject to the respective underlying fund Manager's pricing policy. Prices of Our ILP Sub-Funds can be found on Our website at www.hsbclife.com.sg. Policyholders and prospective Policyholders may contact Us or Our authorised Financial Planners for details on the valuation of the ILP Sub-Funds.

12.3. CALCULATION OF NUMBER OF UNITS ALLOCATED

The following example illustrates the number of Units in an ILP Sub-Fund that a Policyholder will receive:

Investment details	Fees and Charges
Initial regular premium: \$1,000	-
Notional issue price: \$1.00**	-

$$\begin{aligned}\text{Initial number of Units} &= \text{Initial single premium} \div \text{Issue price} \\ &= \$1,000 \div \$1.00 \\ &= 1,000 \text{ Units}\end{aligned}$$

$$\begin{aligned}\text{Number of Units allocated at Policy Commencement Date} \\ &= \text{Initial number of Units} \\ &= 1,000\end{aligned}$$

******The actual issue price of Units will fluctuate according to the net asset value of the Units

The above example is for illustrative purposes only. Please note that bonuses (where applicable) have not been factored into these examples.

12.4. REDEMPTION

Policyholders may redeem their Units on a Dealing Day, a written redemption request in such form and together with such other documents as may be required by them.

A redemption request will not be treated as valid unless it is in respect of Units for which the issue price has been fully paid by the Policyholder. We may refuse any redemption requests if all relevant documentation has not been submitted, or under any other circumstances notified to the Policyholders.

As Units are priced on a forward pricing basis, the redemption price of Units will not be ascertainable at the time of the submission of the redemption request. If the Policyholder's redemption request is received by Us before 2.30 p.m. on a Dealing Day, the redemption request will be taken to have been received on that Dealing Day and the Policyholder will receive the next Dealing Day's redemption price.

If the redemption request is received after 2.30 p.m. on a Dealing Day or on a day which is not a Dealing Day, the realisation request will be taken to have been received on the next Dealing Day and the Policyholder will receive the following Dealing Day's redemption price. We and Our authorised Financial Planners reserve the right to bring forward the cut-off time in respect of any Dealing Day.

The pricing is done on a single pricing basis and the redemption price per Unit on each Dealing Day shall be based on the net asset value (plus or minus duties or charges) calculated by the relevant fund manager as at each Valuation Date in respect of that ILP Sub-Fund.

Whilst it is not Our intention to do so, there may be circumstances when We or the fund Manager for the ILP Sub-Fund may be required to purchase Unit(s) acquired by Policyholders. We will notify Policyholders at least one (1) month before such an occurrence, or as soon as practicable if We are unable to determine when such circumstances may occur. We will also advise Policyholders the method of determining the price at which affected Unit(s) will be purchased at such relevant time.

12.5. SETTLEMENT FOR REDEMPTION

- (a) Redemption proceeds for the Units will be paid to Policyholders within four (4) Business Days for bond and money market ILP Sub-Funds And within six (6) Business Days for all other types of ILP Sub-Funds (or such other period as the relevant authorities may require or allow from time to time) from the date of the next pricing of the ILP sub-fund immediately following the receipt by Us of the redemption request with all the requisite documents and information unless the redemption amount falls below the Minimum Withdrawal Amount set out in Partial Withdrawal Provision or valuation or redemption of the Units has been suspended by Us and/or the relevant Manager pursuant to Redemption Provision above.
- (b) The redemption proceeds payable to the Policyholder in respect of the redeemed Units will be paid by cheque sent through the post to the Policyholder's address (in the case of an individual) or registered address (in the case of a corporate entity).
- (c) The following example illustrates the amount of redemption proceeds the Policyholder will receive based on a redemption of 1,000 Units, a notional redemption price of \$1.00 per Unit and a Partial Withdrawal Charge of 50% of Policy Year 6 (please refer to section 7.5 on details for Partial Withdrawal Charge):

Investment details	Fees and Charges
Number of units to be redeemed: 1,000	Partial Withdrawal Charge: 50%
Notional redemption price: \$1.00**	-

$$\begin{aligned}\text{Gross redemption proceeds} &= \text{Number of units to be redeemed} \times \text{redemption price} \\ &= 1,000 \times \$1.00 \\ &= \$1,000\end{aligned}$$

Net redemption proceeds paid out to Policyholder
= Gross redemption proceeds – Partial Withdrawal Charge
= \$1,000 – \$500
= \$500

******The actual issue price of Units will fluctuate according to the net asset value of the Units.

The above example is for illustrative purposes only.

13. SOFT DOLLAR COMMISSIONS OR ARRANGEMENT

We do not receive any soft dollar commissions in respect of the underlying fund(s).

14. CONFLICTS OF INTEREST

We do not have any conflict of interest which may exist or arise in relation to the underlying fund(s) and its management.

15. REPORTS

Policyholders can also find out more on each of the ILP Sub-Fund in the semi-annual and annual fund reports*. The semi-annual reports and annual fund reports* of each of the ILP Sub-Fund, will be made available to Policyholders within 2 months and 3 months respectively from the last date of the period to which the reports relate. The financial year-end of the ILP Sub-Funds is 31 December.

These reports are available on our website at www.hsbclife.com.sg. We will, at the Policyholder's request, provide printed versions of the latest semi-annual reports and annual reports*.

(*Unless applicable regulations or guidelines provide otherwise, annual reports in respect of the ILP Sub-Funds will be audited annual reports.)

16. OTHER MATERIAL INFORMATION

16.2 TAX CONSIDERATION

Prospective Policyholders should consult their own professional Financial Planners as to the implications of buying, holding or disposing of Units and to the provisions of the laws of the jurisdiction in which they are subject to tax.

16.3 ILP SUB-FUND VALUATION

The ILP Sub-Funds shall be valued on every Dealing Day and subject to the respective underlying fund manager's pricing Policy. Policyholders and prospective Policyholders may contact Us or Our authorised Financial Planners for details on the valuation of the ILP sub-Funds.

17. POLICY MATURITY

If not previously terminated under the provisions of this Policy, this Policy will mature and terminate on the Policy Anniversary occurring on or after the Life Assured reaches Age 99 nearest birthday (the "Maturity Date").

The Maturity Benefit will be 100% of the Total Account Value based on the Unit Prices as at the Dealing Day on or immediately following the Maturity Date, less any Indebtedness. Subject to existing laws and regulations, the Maturity Benefit will be paid in such manner as We may determine.

18. SURRENDER OF THE POLICY

At any time after Commencement Date, You may Surrender this Policy to Us in exchange for the Surrender Value of Your valid written Application in the form specified by Us and subject to the receipt by the Company.

For the purpose of determining the Surrender Value, the Total Account Value is calculated by reference to the respective Unit Prices of the relevant ILP sub-fund (s) on the Dealing Days on which outstanding notional Units allocated to this Policy are cancelled from this Policy. Any outstanding Policy Charges and, in the case of Surrender of this Policy (other than on the death or Terminal Illness of the Life Assured) during the first eleven (11) Policy Year, the EEC will be deducted from such Account Value.

The Units will be cancelled on the Dealing Days of the relevant Investment Options as soon as practicable following the date on which Our approval of the Surrender is accepted and approved by Us. Fees or charges imposed by the Company in respect of the Investment Options on the cancellation of Units (if any) will be deducted from the Surrender Value.

Subject to the Suspension of Dealings and Limitation provision and the frequency of the Dealing Day of the ILP Sub-Fund, the Surrender Value will normally be payable not more than thirty (30) days after the receipt of Your valid written Application and this Policy contract by Us.

No interest will be paid for the period between the date the Units are cancelled and the date of payment of the Surrender Value.

19. LAPSATION OF POLICY

During Policy Year one (1):

The Policy will lapse if no Regular Premium (excluding RSP and ad-hoc Top-up) is received on the expiry date of the Grace Period. Policyholder will be notified that the Policy has lapsed. Should a claim arise during the Lapsation Period, no benefits will be payable. The Policy Total Account Value (if any), less EEC (if applicable) and Indebtedness (if any) will be payable.

From Policy Year two (2) onwards:

The Policy will lapse if no Regular Premium (excluding RSP and ad-hoc Top-up) is received on the expiry date of the Grace Period and the Account Value is insufficient to cover the payment of the relevant Policy Charges. Policyholder will be notified that the Policy has lapsed. Should a claim arise during the Lapsation Period, no benefits will be payable. The Policy Total Account Value (if any), less EEC (if applicable) and Indebtedness (if any) will be payable.

20. TERMINATION OF POLICY

The Policy will terminate immediately upon the occurrence of any of the following, whichever is earliest, and Policyholder will be notified:

- a) On the Maturity Date of this Policy;
- b) Upon the full payment of the Death Benefit;
- c) Upon the full advancement of the Death Benefit as a result of a Terminal Illness Benefit payment;
- d) During the 1st Policy Year of this Policy when there is non-payment of the Regular Premium due by the expiry date of the Grace Period;
- e) Upon Surrender of the Policy by the Policyholder;
- f) The remaining Account Value in Regular Premium Account falls below the Minimum Holding Amount as a result of a withdrawal. For avoidance of doubt, should the Account Value in Regular Premium Account drop below the Minimum Holding Amount due to market movement, there will be no trigger to the Policy for Termination;
- g) At any point in time during the Policy term, the Account Value in Regular Premium Account is insufficient to cover the relevant Policy Charges;
- h) Two (2) years after the date of lapsation if the Policy is not reinstated; and
- i) On the occasion of any other reason which may result in the termination of the Policy as set out in the policy contract.

We may terminate this Policy at any time if in Our opinion Your ownership of this Policy is likely to impose any regulatory or tax obligation on Us that We would not otherwise be subject to. On Termination, Policyholder will be entitled to receive the Surrender Value of this Policy (if any) or,

if applicable, the Death Benefit will be paid. Once terminated, this Policy is no longer in force and Our obligations to You shall cease immediately.

21. REINSTATEMENT OF POLICY

You may apply to reinstate this Policy on the following conditions:

- (a) You must apply for reinstatement within twenty-four (24) months from the date of lapsation of this Policy;
- (b) Policyholder pays Company:
 - i. the Regular Premium amount(s) that have been missed during the Lapsation of the Policy;
 - ii. the next Regular Premium due;
 - iii. any amount the Policyholder may owe the Company and/or any amount to cover the costs associated with the Reinstatement (if any) as determined by the Company in its absolute discretion from time to time; and
- (c) The amount payable will follow the Policy Currency;
- (d) The Life Assured must be less than Age eighty (80), and

For the purpose of calculating the reinstated Account Value of the Regular Premium Account, We will add the Early Encashment Charge (if any) due to the Lapsation of the Policy, before deducting the missed Policy Charges during the period the Policy is lapsed. No missed loyalty Bonuses will be given.

The reinstated Account Value of the Top-up Account (if any) will be the Surrender Value paid out from the Top-up Account at the point the Policy is lapsed.

The Units to be allocated will be calculated based on the prevailing Unit Price on the Dealing Day(s) of the relevant Investment Option(s) as soon as practicable following the date of Our approval of such Reinstatement.

Reinstatement is subject to the Company's approval and may be on different terms from those applicable before lapsation. We reserve the right not to reinstate the Policy if the Account Value of Regular Premium Account at the point of Reinstatement falls below the Minimum Holding Amount.

For clarification, dividends (if any) from the Investment Option(s) that are due during the Lapsation period will not be issued, notwithstanding the Policy's reinstatement and/or the fulfilment of the above Reinstatement requirements.

This Policy will not be eligible for reinstatement if it has been surrendered (requested by You) for the Surrender Value.

22. CLAIM PROCEDURE

You need to notify Us in writing of the diagnosis of Death or Terminal Illness of the Life Assured, as soon as possible.

Following that, within 90 days from the date of death or diagnosis, in addition to this Policy, the following documents are to be submitted in order for Us to process the claim:

- i. the completed claim form;
- ii. the birth certificate, identity card and other identification document of the Life Assured;
- iii. medical report, including clinical, radiology, histological and laboratory evidence from Your attending Specialist, or a fully completed clinical abstract authorisation to enable Us to obtain reports;
- iv. the death certificate, in the case of the death of the Life Assured;
- v. proof of relationship of the claimant with the Life Assured, i.e. birth certificate or marriage certificate; and
- vi. a copy of will, if any.

We may ask for more documents to be provided. The costs of furnishing requested documents are to be borne by the Policyholder. We may also appoint a Registered Medical Practitioner or Specialist to re-examine the Life Assured. In the event that all relevant documents have not been duly submitted to Us, We will be unable to process the claim.

23. SUICIDE CLAIM

If the Life Assured dies by suicide within one (1) year from the Date of Issue or the most recent date of Reinstatement of this Policy, the amount payable will be the Account Value (excluding Start-up Bonus) as at the Dealing Day on which the Suicide Claim is admitted by Us. For the avoidance of doubt, We will not pay the Death Benefit in such event.

This Policy will terminate upon payment of the above amount.

24. EXCLUSIONS

These are the exclusions under the various Benefit(s):

24.1 DEATH BENEFIT

If the Life Assured dies by suicide within one (1) year from the Date of Issue or the most recent date of Reinstatement of this Policy, the amount payable will be the Account Value (excluding Start-up Bonus) as at the Dealing Day on which the Suicide Claim is admitted by Us. For the avoidance of doubt, We will not pay the Death Benefit in such event.

This Policy will terminate upon payment of the above amount.

24.2 TERMINAL ILLNESS BENEFIT

We do not pay if the Terminal Illness is due to the presence of HIV infection. The TI Benefit will not be payable if the Life Assured is diagnosed to be suffering from a Terminal Illness caused by a suicide attempt within twelve (12) months of the Date of Issue or most recent Date of Reinstatement of this Policy.

25. FREE-LOOK PERIOD

We will give You a period of fourteen (14) days from the date You receive this Policy to review it. If Your Policy is delivered by post or email, it is considered to have been received by You seven (7) days from the date of posting or email. If You decide to cancel this Policy, You must write to Us and return the Policy documents within the period of fourteen (14) days allowed. We will refund the Premium paid less any medical fees and other expenses such as payments for medical check-ups and medical reports incurred in processing Your Application.

- a) If a Regular Premium has been paid and You choose to cancel this Policy within the Free-Look Period, We will refund the amount up to the Regular Premium You have paid for this Policy and without interest:
 - (i) the Account Value accrued to this Policy on the next Dealing Day after the Dealing Day on which We receive the request for cancellation of this Policy from You, including the administration fee, and any other unallocated portion of the Premium excluding the bonus units (if any) allocated;
 - (ii) less any medical expenses incurred by Us in processing Your Application.
- b) If a Top-Up Premium or RSP has been paid and You choose to cancel this Policy within the Free Look Period, We will treat this as an Application for Surrender of Units for the Top-Up Premium or RSP. We will refund the Account Value accrued to this Policy calculated by deducting:
 - (i) the bonus units (if any) allocated; and
 - (ii) any medical expenses incurred by Us in processing Your Application after adding back the premium charge.

26. POLICY CURRENCY

All amounts payable to and due from the Company will be calculated and made in the Policy Currency, subject to Our right to do any or all of the following:

- a) not to pay in the Policy Currency when making payment to any particular country or jurisdiction and to substitute payment in another currency where in Our sole discretion We consider such payment in that other currency to be in the interests of the owner or payee of the money;
- b) suspend payments in any currency when We consider that currency to be volatile or if exchange control has been imposed, making payment in that currency impractical;
- c) decide on the substitute currency to adopt when We exercise Our rights under paragraphs (a) and (b) above;
- d) accept payment of any Premium or repayment of amounts on any Reinstatement of this Policy in a currency other than the Policy Currency;
- e) at the request of the persons entitled to receive the same, make payment of any amounts payable under this Policy in a currency other than the Policy Currency;

and for such purposes We may apply such rates of conversion between currencies as We deem appropriate in the circumstances.

The Policy Currency cannot be changed after this Policy is issued.

27. POLICY OWNERS' PROTECTION SCHEME

This Policy is protected under the Policy Owners' Protection Scheme which is administered by the Singapore Deposit Insurance Corporation (SDIC). Coverage for Your Policy is automatic and no further action is required from You. For more information on the types of benefits that are covered under the scheme as well as the limits of coverage, where applicable, please contact Us or visit the GIA/LIA or SDIC web-sites (www.gia.org.sg or www.lia.org.sg or www.sdic.org.sg).