PRODUCT SUMMARY

Infinite Legacy (II)

In this Product Summary, "**we**", "**us**", "**our**" refer to China Taiping Insurance (Singapore) Pte. Ltd.

PLAN DESCRIPTION

Infinite Legacy (II) is a whole life plan designed as a solution to legacy planning by providing a high guaranteed benefit upon death and diagnosis of terminal illness of the life insured. You may appoint a secondary life insured under this plan to continue with the policy benefits upon the death of the primary life insured.

Premium terms of single premium and 3 years are available.

This is a participating plan that participates in the performance of the Participating Fund in the form of bonuses that are not guaranteed and consists of a non-participating component that provides additional coverage.

PLAN BENEFITS

1. Death Benefit

If the primary life insured dies while the policy is in force, we will pay the higher of Amount (A) or (B), as at the date of death of the primary life insured.

Amount (A)	Sum of: (i) basic sum assured or 101% of guaranteed surrender value (whichever is higher); (ii) accumulated reversionary bonus; and (iii) a non-guaranteed terminal bonus.
Amount (B)	Guaranteed Benefit

Before we pay the death benefit, we will take off any amount you owe to us.

Note:
The primary life insured is the life this policy insures at the policy commencement date. If there is an appointed secondary life insured, the death benefit will not be payable upon the death of the primary life insured. The policy will continue with the secondary life insured as the new life insured.

For policies with premium term of 3 years and with appointed secondary life insured, if the primary life insured dies during the premium term, the policy will not continue with the secondary life insured. We will pay the death benefit and the policy terminates.

Please refer to the section "Secondary Life Insured Option" on the policy benefits applicable to the secondary life insured.

Guaranteed Benefit

Guaranteed Benefit (GB) refers to the minimum death cover that the plan provides and is computed using the basic sum assured multiplied by a factor which is determined based on the age of the primary life insured at policy commencement date.

The GB will remain the same up to the policy anniversary on which the primary life insured is age 86 next birthday. Thereafter, on each policy anniversary, the GB will reduce by 10% each policy year for 5 policy years and is in accordance to the percentage in the table below.

Duration *(age next birthday at policy anniversary)*		Percentage
Before age 86		100%
Starting from:	age 86	90%
	age 87	80%
	age 88	70%
	age 89	60%
Age 90 and thereafter		50%

2. Terminal Illness Benefit

If the primary life insured is diagnosed with Terminal Illness (TI) while the policy is in force, we will advance the death benefit in a lump sum. The maximum TI benefit payable, inclusive of all other policies issued by us on the same primary life insured is SGD3,000,000.

Payment of the TI benefit will reduce the death benefit. Any remaining death benefit will be payable upon death.

Definition of TI

Terminal Illness means any condition caused by illness or injury, where at the time of claim, despite all reasonable medical treatment, the life insured is expected to live for no more than 12 months. The specialist medical practitioner treating the condition must provide supporting evidence of the condition, possible medical treatment, the prognosis after undergoing the possible medical treatment, and certify that the life insured is expected to live for no more than 12 months despite all possible medical intervention. We reserve the right to appoint an independent medical specialist who is an expert in the condition to confirm the diagnosis and prognosis. Terminal Illness in the presence of HIV infection is excluded.

3. Surrender Benefit

This policy will acquire a surrender value immediately after the policy is incepted. You may surrender the policy in full or partially once the policy has acquired a surrender value.

If you surrender the policy, you will receive:
(a) a guaranteed surrender value^;
(b) a surrender value on the accumulated reversionary bonus; and
(c) a non-guaranteed terminal bonus.

Partial surrender is allowed subject to the policy maintaining the minimum basic sum assured amount.
Surrender of bonuses alone is strictly not allowed throughout the policy term.

Before we pay the surrender benefit, we will take off any amount you owe to us.

^ Includes additional premiums payable due to health loadings (if applicable) which carry a guaranteed surrender value, unless otherwise stated.

4. Secondary Life Insured Option

You may appoint a secondary life insured at application or during the policy term, subject to our acceptance, to continue with the policy benefits upon death of the primary life insured.

The primary life insured is the person named as the life insured at the start of the policy. The policy can only have one life insured at any point in time.

Upon the death of the primary life insured, the policy shall continue with the secondary life insured as the new life insured and the policy benefits are revised to the following:

Death Benefit
If the secondary life insured dies while the policy is in force, we will pay:
(a) the death benefit amount payable as at the date of death of the primary life insured;
(b) accumulated reversionary bonus declared after the date of death of the primary life insured; and
(c) a non-guaranteed terminal bonus*.

Before we pay the death benefit, we will take off any amount you owe to us.

Terminal Illness Benefit
If the secondary life insured is diagnosed with TI while the policy is in force, we will advance the death benefit as described under this Section in a lump sum. The maximum TI benefit payable, inclusive of all other policies issued by us on the same secondary life insured is SGD3,000,000.

Payment of the TI benefit will reduce the death benefit. Any remaining death benefit will be payable upon death.

Surrender Benefit
If you surrender the policy, you will receive:
(a) a guaranteed surrender value equivalent to the death benefit amount payable as at the date of death of the primary life insured;
(b) a surrender value on the accumulated reversionary bonus declared after the date of death of the primary life insured; and
(c) a non-guaranteed terminal bonus*.

Before we pay the surrender benefit, we will take off any amount you owe to us.

* Bonus
When the secondary life insured becomes the new life insured, the terminal bonus scale will be adjusted based on the number of policy years the secondary life insured becomes the new life insured.

You may appoint/change/remove the secondary life insured up to 2 times during the policy term, while the primary life insured is alive and while the policy is in force.

Appointment of a secondary life insured is subject to the following conditions:
(a) there is insurable interest between you and the secondary life insured at the point of appointment;
(b) the secondary life insured cannot exceed age 70 at the point of appointment;
(c) no nomination of beneficiary has been made for this policy; and
(d) no trust has been created under the policy.

If you wish to make a nomination of beneficiary or create a trust under the policy, you must first revoke the appointment of the secondary life insured.

Note:
For policies with premium term of 3 years and with appointed secondary life insured, if the primary life insured dies during the premium term, the policy will not continue with the secondary life insured. We will pay the death benefit and the policy terminates.

BONUS FEATURES

The bonuses stated below are not guaranteed and will vary according to the future experience of the Participating Fund.

Reversionary Bonus

Reversionary bonus will usually be declared each year and is based on the basic sum assured. Once any reversionary bonus is declared, it will be added to the policy at its policy anniversary and becomes guaranteed.

Reversionary bonus is illustrated as follow:

Policy Year	Illustrated at the following Investment Rate of Return on the Participating Fund	
	3.00% p.a.	4.25% p.a.
All Years	$3.50 per $1,000 basic sum assured, compounding at 0.35% p.a.	$5.00 per $1,000 basic sum assured, compounding at 0.50% p.a.

Terminal Bonus
Terminal bonus is a one-time bonus which may be payable upon claim or surrender of the policy.

<u>On Claim</u>
Terminal bonus on claim is expressed as a percentage of the accumulated reversionary bonus:

Policy Year	Illustrated at the following Investment Rate of Return on the Participating Fund	
	3.00% p.a.	4.25% p.a.
1 to 4	0%	0%
5 to 8	25% to 50%	50% to 100%
9 to 12	100% to 150%	200% to 300%
13 to 16	175% to 200%	350% to 400%
17 to 20	210%	420%
21 to 25	250%	500%
26 to 30	300%	600%
31 to 35	350%	700%
36 and above	400%	800%

<u>On Surrender</u>
Terminal bonus on surrender is expressed as a percentage of the surrender value on the accumulated reversionary bonus:

Policy Year	Illustrated at the following Investment Rate of Return on the Participating Fund	
	3.00% p.a.	4.25% p.a.
1 to 4	0%	0%
5 to 8	2.5% to 5%	5% to 10%
9 to 12	10% to 30%	20% to 60%
13 to 16	35% to 40%	70% to 80%
17 to 20	63%	126%
21 to 25	100%	200%
26 to 30	150%	300%
31 to 35	210%	420%
36 to 40	280%	560%
41 to 45	320%	640%
46 to 50	360%	720%
51 and above	400%	800%

The Illustrated Investment Rate of Return is not guaranteed. The actual Investment Rate of Return will depend on the investment returns earned by the Participating Fund. As the bonus rates used for the benefits illustrated above are not guaranteed, the actual benefits payable may vary according to the future experience of the Participating Fund.

Reversionary bonus and terminal bonus are not guaranteed and may vary, depending on the performance of our Participating Fund. The Board of Directors will approve the level of bonuses, taking into account the written recommendation by our Appointed Actuary.

PAYMENT OF PREMIUMS

Premium rates are level and guaranteed.

For single premium policies, a lump sum single premium is payable at policy inception.
For policies with premium term of 3 years, premiums are payable throughout the premium paying term.

INVESTMENT OF ASSETS

The investment objective of the Participating Fund seeks to invest in assets that can support its guaranteed liabilities with a high degree of confidence and to maximise return for the assets supporting the non-guaranteed liabilities.

While setting the investment strategy of the Participating Fund, we aim to balance between seeking an attractive return over the long run and taking an acceptable level of risk appropriate to the financial strength of the fund, the nature of the liabilities and our overall risk appetite. The major factors we consider include the product design (e.g. amount of guaranteed benefits, policy term) of our plans, protection of the relative interests of all policyholders and shareholders and our financial strength.

We manage the Participating Fund together with our appointed external manager(s):

Schroder Investment Management (Singapore) Ltd
138 Market Street,
#23-01 CapitaGreen,
Singapore 048946

JPMorgan Asset Management (Singapore) Limited
88 Market Street,
30th Floor,
CapitaSpring,
Singapore 048948

Taiping Assets Management (Hong Kong) Company Limited
19/F & 20/F,
18 King Wah Road,
North Point
Hong Kong

Please note that the appointed external manager(s) may change from time to time.

The investment asset mix broadly comprises fixed income, risky assets, cash and other assets. The actual investment asset mix as at 31 December 2024 is as follows:

Investment Asset Mix	Target[1]	Actual[2]
Fixed Income	76%	53%[3]
Risky Assets	23%	44%[4]
Cash and other Assets	1%	3%

[1] *Refers to the investment asset mix starting from 1 January 2025 of the participating sub-group.*
[2] *Refers to the investment asset mix of the total Participating Fund as a whole and is not specific to any participating sub-group.*
[3] *Includes mainly fixed income securities, fixed income futures and FX forwards for hedging.*
[4] *Includes equities, collective investment schemes (equity, bond, money market), equity futures and alternatives investments.*

Note: The actual investment asset mix may deviate from the target investment asset mix subject to our discretion.

Investment Rate of Return

The investment returns reflect the investment performance of the Participating Fund only. It does not reflect the actual return you will receive and past performance is not an indication of future performance. The actual return you will receive is determined by the actual bonuses paid out by us.
For our Participating Fund, the past investment rates of return (after deducting investment expenses only) are shown in the table below. The Participating Fund is separated into a few sub-groups; the figures below refer to the investment rates of return for the sub-group that this product belongs to:

	2022	2023	2024	Averaged over the last 3 years	Averaged over the last 5 years	Averaged over the last 10 years
Investment Returns	-8.0%	4.2%	4.2%	-0.1%	N.A.*	N.A.*

* This participating sub-group was set up in 2021. Hence, there are no historical investment rates of return available prior to 2021.

Please note that past performance may not be indicative of future performance.

Total Expense Ratio

The Total Expense Ratio is the proportion of total expenses incurred by the Participating Fund to the assets of the Participating Fund. These expenses include costs such as investment, management, distribution, taxation and other expenses.

An expected level of expenses to be incurred by the Participating Fund has been allowed for in the premiums payable for your policy and is not an additional cost to you. If the actual level of expenses varies significantly from the expected level of expenses, it may affect the non-guaranteed benefits you may receive.

For our Participating Fund, the past Total Expense Ratios are shown in the table below.

	2022	2023	2024	Averaged over the last 3 years	Averaged over the last 5 years	Averaged over the last 10 years
Total Expense Ratio	6.3%	5.8%	3.7%	5.0%	N.A.**	N.A.**

** The Participating Fund was set up in December 2018. Typically, the Total Expense Ratio ("TER") for the initial three years of a new Participating Fund is not reflective of its expected long-term TER. This is because significant expenses are incurred in the initial set-up of a Participating Fund and its asset bases are still being built up. Hence, the TER averaged over the last 5 and 10 years of the Participating Fund are not shown.

Total Expense Ratio refers to the total expenses incurred by the total Participating Fund as a whole and is not specific to any participating sub-group.

Please note that past expense ratios may not be indicative of actual expenses that may be incurred in the future.

POTENTIAL RISKS AFFECTING THE LEVEL OF BONUSES

Your benefits depend on the performance of the Participating Fund which may be affected by the following risks:

- Investment Risk – this includes volatility in market prices, credit risk, liquidity risk, and currency risk (where applicable). The extent of exposure to investment risk depends on the asset allocation and the nature of the investments undertaken.
- Insurance Risk – this includes death, disability and other claim risks where the amount and/or frequency of claim are higher than expected.
- Expense Risk – this is the risk that management and/or distribution expenses incurred are higher than expected.
- Persistency Risk – this is the risk that actual lapse experience differs from expected and results in a loss to the Participating Fund.
- Miscellaneous Risk – this could include risks related to regulatory changes, taxation and operations.

We will determine the level of bonuses taking into account the current performance, the future outlook as well as the financial soundness of the Participating Fund.

RISK SHARING

Premiums from all participating policies are combined and invested in the Participating Fund. All policies written within the Participating Fund will share in the overall experience and performance of the Participating Fund, which enables risks to be pooled and diversified. The key risks that the Participating Fund is subjected to include investment risk, mortality risk, morbidity risk, expense risk, persistency risk and miscellaneous risk.

In determining the level of bonus, we aim to be fair to all participating policyholders and consider the assets available to back your policy, derived by accumulating the premiums paid at the actual rate of investment return less the expenses incurred, cost of insurance, commissions paid and other costs that may be incurred in managing the Participating Fund.

SMOOTHING OF BENEFITS

As investment performance fluctuates over time, bonuses are smoothed to ensure stable medium to long-term returns. As a result, bonuses may be held back in good years to support the maintenance of bonuses in years when the performance of the Participating Fund is less favourable. It is intended that over the long term, the effect of smoothing is neutral.

We will determine the level of bonuses taking into account the current performance, the future outlook as well as the financial soundness of the Participating Fund. Bonus rates may therefore vary according to the future performance of the Participating Fund.

Past Bonus Rates

This plan was launched in 2022. The past bonus rates of this plan are as follows:

Reversionary Bonus

The reversionary bonus rate and the annual compounding rate for the past 3 years are consistent with those illustrated based on the Illustrated Investment Rate of Return of 4.25% p.a. as stated in the section on Reversionary Bonus under Bonus Features.

Terminal Bonus

The terminal bonus rates for the past 3 years are consistent with those illustrated based on the Illustrated Investment Rate of Return of 4.25% p.a. as stated in the section on Terminal Bonus under Bonus Features.

Please note that past performance may not be indicative of future performance.

FEES & CHARGES

The policy shares in the experience of the Participating Fund. Hence, a portion of your premiums is also used to cover for expenses charged to the Participating Fund.

Examples of such expenses include:

- distribution costs including marketing, sales and advertising fees in distributing participating policies;
- commissions and overriding commission paid to intermediaries;
- management expenses such as policy issuance and claims handling expenses;
- investment fees paid to the fund managers for providing management services in relation to the Participating Fund;
- legal, consultant and other types of regulatory fees;
- servicing arrangements with external parties;
- overhead expenses such as utilities, office and equipment rental; and
- tax.

Such overhead expenses will be allocated on a consistent basis according to the nature of the activity to ensure that the Participating Fund bears no more than its fair share of expenses.

The fees and charges mentioned above are included in the premium and will not be separately charged to you.

IMPACT ON EARLY SURRENDER

As buying a life insurance policy is a long-term commitment, an early termination of the policy usually involves high costs and the surrender value, if any, that is payable to you may be zero or less than the total premiums paid. Please refer to the policy illustration to understand the loss or low returns on surrendering the policy early.

UPDATE ON PERFORMANCE

You will receive the Participating Fund Update, which provides information on the performance of the Participating Fund, by July each year.

CONFLICTS OF INTERESTS

We seek to treat all customers fairly at all times, balancing any conflicting interests that may arise between various groups of policy owners or between policy owners and shareholders. There is no conflict of interest in relation to the Participating Fund and how it is managed.

RELATED PARTY TRANSACTIONS

We have transactions with Taiping Assets Management (Hong Kong) Company Limited as a related party for the management of our participating fund.

This related transaction is not expected to have any significant financial effect on the way we manage the Participating Fund. We will ensure that all related party transactions are done in a just and equitable manner and carried out at arms' length.

TERMINATION

The policy will automatically terminate on the earliest of any of the following:

(a) death of the primary life insured if there is no appointment of secondary life insured;
(b) death of the secondary life insured if the secondary life insured becomes the new life insured;
(c) full payment of the death benefit as described under PLAN BENEFITS, Section 1;
(d) full payment of the death benefit as described under PLAN BENEFITS, Section 4;
(e) full surrender of the policy;
(f) lapse of the policy;
(g) reduction of the death benefit to zero by accelerated payment(s);
(h) your written request and our acceptance of the application to terminate the policy; or
(i) any other cause of termination as required under any laws or regulatory requirements or pursuant to any order of Court.

EXCLUSIONS

Suicide

If the primary life insured, whether sane or otherwise, dies by suicide within 1 year from the later of:

(a) the issue date of the policy; we will refund, without interest, the total premiums paid from the issue date of the policy; or
(b) the last reinstatement date of the policy; we will refund, without interest, the total premiums paid from the last reinstatement date of the policy,

less medical and any other expenses incurred in assessing the risk under the policy.

The policy terminates thereafter.

FREE LOOK PERIOD

The policy may be cancelled by written request to us within 14 days after you have received the policy document in which case premiums paid less medical and any other expenses incurred in assessing the risk under the policy will be refunded.

If the policy is sent by post, it is deemed to have been delivered and received in the ordinary course of the post, 7 days after the date of posting.

YOUR GUIDE TO PARTICIPATING POLICIES

If you wish to find out more about how participating life insurance products work, you may refer to "Your Guide To Participating Policies", developed specially by the Life Insurance Association of Singapore (LIA), available on our website (www.sg.cntaiping.com) or LIA's website (www.lia.org.sg). Alternatively, we would be happy to provide you a copy of the guide upon request.

POLICY OWNERS' PROTECTION SCHEME

The 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 LIA or SDIC web-sites (www.lia.org.sg or www.sdic.org.sg).

IMPORTANT NOTES

This Product Summary does not form a part of any contract of insurance. It is only meant to be a simplified description of the product features applicable to this plan and is not exhaustive. The contents of this Product Summary may vary from the terms of cover eventually issued. Please refer to the Policy Contract for all terms and conditions, including exclusions whereby the benefits under your policy may not be paid out. You are advised to read the Policy Contract. For the avoidance of doubt, only the terms and conditions as set out in the Policy Contract will bind the parties.