PRODUCT SUMMARY: Esteem income II

Version 2.25

This Product Summary is for general information only. It is not a contract of insurance. It is a simplified description of the product features applicable to this plan and is not exhaustive. Please refer to the Policy Contract for all terms, conditions and exclusions. For the avoidance of doubt, only the terms, conditions and exclusions as set out in the Policy Contract will bind the policy owner and Us.

Details of Plan Provider:

Etiqa Insurance Pte. Ltd., (201331905K), 23 Church Street, #01-01 Capital Square, Singapore 049481.

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 Life Insurance Association (LIA) or SDIC web-sites (www.lia.org.sg or www.sdic.org.sg).

Nature and Objective of the Plan:

This is a single premium whole life insurance plan designed to provide a regular stream of monthly income up to Age 125. Each monthly income comprises of a guaranteed monthly income and a non-guaranteed monthly income. You will receive the monthly income at the end of each Policy month, starting from the end of the thirteenth (13th) Policy month.

This plan also provides coverage against death and Terminal illness during the policy term. If the Life insured is still alive when the policy ends on the Policy anniversary immediately before the Original Life insured attains 125 years old, You will also receive a maturity benefit.

This is a Participating life insurance policy. It allows You to participate in the performance of the Participating fund in the form of bonuses that are not guaranteed.

This is a guaranteed issuance policy which means that We issue this policy without asking for Your health declaration or medical checks at the time of application.

"**Original Life insured**" means the Life insured who was appointed when we issued this policy.

PLAN BENEFIT:

1. Lifetime Monthly Income

You will receive a monthly income which consists of a guaranteed and a non-guaranteed amount at the end of each Policy month. The first monthly income will start from the end of the thirteenth (13th) Policy month until the policy matures, as long as the Life insured is alive and the policy is in force.

The monthly income is a percentage of the single Premium, divided by 12.

Payout Period	Guaranteed Monthly Income	Non-Guaranteed Monthly Income At IIRR of 4.25% p.a.
From the 13th to 36th Policy month	1.4% p.a.	1.7% p.a.

From the 37th Policy month onwards	1.4% p.a.	2.3% p.a.

"**IIRR**" refers to the illustrated investment rate of return.

You may deposit Your monthly income with Us to earn a non-guaranteed interest. We may change the interest rate at any time by giving You 30 days' written notice. You may withdraw the monthly income deposits with Us at any time with no charges but the minimum withdrawal amount each time is the lower of either S$1,000 or the entire deposit amount.

Before We make any payments, any amounts owing to Us will first be deducted.

If You did not state Your choice of monthly income payout option, the default option is to deposit Your monthly income with Us to earn a non-guaranteed interest. You can write in to Etiqa to change Your option 14 days before Your monthly income payout.

In comparison, at an IIRR of 3.00% p.a., the non-guaranteed monthly income rates is expected to be adjusted downwards depending on the future outlook of the Participating fund.

Please refer to the Policy Illustration for the non-guaranteed monthly income amount at the IIRR of 3.00% p.a. and 4.25% p.a. respectively. The two rates are used purely for illustrative purposes and do not represent upper and lower limits of the investment performance of the Participating fund.

2. Death Benefit

Upon death of the Life insured while the policy is in force, We will pay the higher of:

a) 101% of the single Premium paid less all guaranteed monthly income paid, plus any performance bonuses; or
b) total Surrender value;

plus any monthly income deposited with Us with non-guaranteed interest, less any amounts owing to Us.

When We make this payment, the policy ends.

3. Terminal Illness (TI) Benefit

If the Life insured has a Terminal illness while the policy is in force, We will pay the Death Benefit in one lump sum.

The maximum aggregate amount payable is Five Million Singapore Dollars (SGD 5,000,000) per Life insured for all policies and riders issued by Us with Terminal Illness Benefit.

If the Terminal Illness Benefit payable is less than the Death Benefit, the Death Benefit will be automatically reduced by the amount paid for the Terminal illness. The policy remains in force and the remaining Death Benefit is the original Death Benefit less the amount paid for Terminal illness.

If the Terminal Illness Benefit payable is the same as the Death Benefit, the policy ends when We make this payment.

"Terminal illness" is the conclusive diagnosis of an illness that is expected to result in the death of the Life insured within twelve (12) months. This diagnosis must be supported by a specialist and confirmed by Our appointed Doctor. Terminal illness in the presence of HIV infection is excluded.

4. Surrender Benefit

The policy has a guaranteed Surrender value equivalent to 80% of the single Premium You paid throughout the policy duration from Policy commencement date onwards.
Upon surrender, the Surrender Benefit is paid in one lump sum. The total Surrender Benefit payable is the sum of the following:

a) the guaranteed Surrender value ; and
b) performance bonus (if any); and
c) monthly income deposited with Us with non-guaranteed interest (if any);

less any amounts owing to Us.

5. Maturity Benefit

Upon maturity if the policy is still in force, the Maturity Benefit payable is the sum of the following:

a) the guaranteed maturity value; and
b) the last monthly income; and
c) performance bonus (if any); and
d) monthly income deposited with Us with non-guaranteed interest (if any);

less any amounts owing to Us.

Your policy will mature on the Policy anniversary immediately before the Original Life insured attains 125 years old.

6. Change of Life Insured

While the policy is in force, You have the option to request for a change of Life insured after the second (2^{nd}) Policy year, subject to the following conditions:

a) the new Life insured must meet the entry Age requirement;
b) there must be insurable interest between You and the new Life Insured;
c) acceptance of the new Life insured is subject to Our approval, depending on the insurability of the new Life insured and such other terms and conditions as We shall determine from time to time;
d) all exclusions and conditions will be applicable to the new Life insured. The exclusions and conditions to this policy will begin from the effective date of the change of Life insured;
e) where the Policy owner is a corporation, Policy owner may request to change the Life insured under this policy, without any limit on the number of changes throughout the policy term;
f) where the Policy owner is not a corporation, Policy owner may request to change the Life insured under this policy, up to three (3) times throughout the policy term.

PREMIUM:

This is a single Premium policy.

BONUSES:

Future bonuses of this plan which have yet to be allocated to You are not guaranteed and We will decide the level of bonus to be declared each year as approved by the board of directors, taking into account the written recommendation by the appointed actuary.

The Benefits under this plan are made up of guaranteed and non-guaranteed Benefits. The guaranteed Benefits will be paid regardless of the performance of the Participating fund. Non-guaranteed Benefits are in the form of non-guaranteed monthly income and performance bonus. The non-guaranteed monthly income and performance bonus stated below are NOT guaranteed and will vary according to the future experience of the Participating fund.

7. Non-Guaranteed Monthly Income

The non-guaranteed monthly income may be payable at the end of each Policy month. The first non-guaranteed monthly income will start from the end of the thirteenth (13th) Policy month until the policy matures, as long as the Life insured is alive and the policy is in force.

The non-guaranteed monthly income is declared yearly; and split into twelve (12) monthly payouts which will be paid to You over the next twelve (12) Policy months, together with the guaranteed monthly income.

In comparison, at an IIRR of 3.00% p.a., the non-guaranteed monthly income rates is expected to be adjusted downwards depending on the future outlook of the Participating fund.

Please refer to the Policy Illustration for the non-guaranteed monthly income amount at the IIRR of 3.00% p.a. and 4.25% p.a. respectively. The two rates are used purely for illustrative purposes and do not represent upper and lower limits of the investment performance of the Participating fund.

8. Performance Bonus

Performance bonus is a one-off bonus which may be paid when You surrender Your policy, make a claim on the policy or when the policy matures. The amount varies, depending on the number of completed years the policy has been in force with Us.

Based on the IIRR of 4.25% p.a., the performance bonus upon claim, maturity or surrender, expressed as a percentage of the single Premium paid, is illustrated as follows:

End of Policy year	Performance Bonus Upon Claim or Maturity	Performance Bonus Upon Surrender
	At IIRR of 4.25% p.a.	At IIRR of 4.25% p.a.
1	0.0%	0.0%
2	0.1%	0.1%
3	0.2%	0.2%
4	0.3%	0.3%
5	0.4%	0.4%
6	0.5%	0.5%
7	0.6%	0.6%
8	0.7%	0.7%
9	0.9%	0.9%
10	1.1%	1.1%
11	1.3%	1.3%
12	1.5%	1.5%
13	1.7%	1.7%
14	1.9%	1.9%
15	2.1%	2.1%

16	2.3%	2.3%
17	2.5%	2.5%
18	2.7%	2.7%
19	4.0%	4.0%
20 and above	5.3%	5.3%

All bonuses are not guaranteed unless it has been declared by Us and the actual amount may vary depending on the performance of the Participating fund that the plan is invested.

In comparison, at an IIRR of 3.00% p.a., the claim bonus rates, maturity bonus rates and surrender bonus rates are expected to be adjusted downwards depending on the future outlook of the Participating fund.

Please refer to the Policy Illustration for the bonus amount at the IIRR of 3.00% p.a. and 4.25% p.a. respectively. The two rates are used purely for illustrative purposes and do not represent upper and lower limits of the investment performance of the Participating fund.

9. Investment of Assets

The investment objective is to maximise the long term returns of the SGD Participating fund through investments consistent with Policy owners' reasonable expectations, while meeting the internal and regulatory solvency requirements. The strategic asset allocation for the SGD Participating fund is as follows:

Asset Type	Strategic Asset Allocation	Actual Allocation as at 31 December 2024
Equities	18.0%	18.4%
Bonds	70.0%	79.4%
Others Assets*	12.0%	2.2%
Total Assets	100.0%	100.0%

*Other assets include alternative assets, cash and policy loan.

While We partly manage the assets of the SGD Participating fund, Maybank Asset Management Singapore Pte. Ltd. ("Maybank Asset Management Singapore"), Our sister company, has been appointed to primarily manage the assets. In addition, BlackRock (Singapore) Ltd and PGIM Private Placement Investors, L.P. had been appointed in March 2023 and October 2024 respectively to manage a portion of the assets.

Maybank Asset Management Singapore address: 50 North Canal Road #03-01, Singapore 059304.
BlackRock (Singapore) Limited address: 20 Anson Road, #18-01 Twenty Anson, Singapore 079912.
PGIM Private Placement Investors, L.P. Address: 655 Broad Street, 17th Floor, Newark, NJ 07102.

10. Investment Rate of Return

For Our SGD Participating fund, the past investment rates of return (after deducting investment expenses only) are shown in the table below.

	2022	2023	2024	Average of last 3 years	Average of last 5 years	Average of last 10 years
Investment Returns	-11.06%	5.49%	2.04%	-1.44%	-0.40%	1.92%

Please note that past performance is not necessarily indicative of future performance.

11. Total Expense Ratio (TER)

The TER 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 vary significantly from the expected level of expenses, it may affect the non-guaranteed Benefits You may receive.

For Our Participating fund, the past TERs are shown in the table below.

	2022	2023	2024	Average of last 3 years	Average of last 5 years	Average of last 10 years
Total Expense Ratio	2.26%	1.16%	1.49%	1.61%	2.25%	3.64%

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

12. Type of Risk Affecting the Level of Bonuses

The level of bonuses depends on the actual performance of the Participating fund. Key factors affecting the performance of the Participating fund are:

- Investment return
- Expenses incurred or allocated to the Participating fund
- The amount of death and sickness claims paid out on policies in the Participating fund
- The numbers of surrenders of the policies in the Participating fund

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.

13. Sharing of Risks

Your Premium, along with those of other Participating policies will be combined in one pool of assets in the Participating fund. The surrender risks are pooled and shared by all policies in the Participating fund which include both single and regular Premium plans. The investment risks borne by Your plan will be shared with other Participating plans. Other risks may be shared among products that have the same features. Examples of such risks include expense risks, mortality risks and morbidity risks.

In determining the level of bonuses that can be supported, the assets available to back the plan will be derived by accumulating the Premium paid at the actual rate of investment return less the cost of insurance, expenses incurred, commission paid, taxes and other costs that may be incurred in managing the Participating fund.

14. Smoothing of Bonuses

As investment performance fluctuates over time, bonuses are smoothed to achieve stable medium to long term returns on Your policy. As a result, some of the investment returns in good years may not be distributed so as to boost returns in years where the investment return is low. However, the effect of smoothing is intended to be neutral over time.

(i) Non-Guaranteed Monthly Income

Etiqa's bonus distribution policy is to keep the non-guaranteed monthly income at a level that is expected to be sustainable over the long term. Thus, while the non-guaranteed monthly income is usually reviewed annually, it is not expected to fluctuate from year to year. Nevertheless, it may be adjusted up or down under exceptional circumstances.

The non-guaranteed monthly income rates declared over the past 1 year are consistent with the non-guaranteed monthly income at Illustrated Investment Rate of Return of 4.25% p.a. as stated under section "Bonuses: Non-Guaranteed Monthly Income" in the Product Summary.

(ii) Performance Bonus

The performance bonus rates declared over the past 1 year are consistent with the performance bonus at Illustrated Investment Rate of Return of 4.25% p.a. as stated under section "Bonuses: Performance Bonus" in the Product Summary.

Please note that past performance is not necessarily indicative of future performance.

15. Fees and Charges

This plan shares in the experience of the fund. This means that any expenses incurred by the fund can be charged to the policy according to the risk-sharing rules described earlier.

Examples of such expenses include:
- investment fees paid to fund managers for providing management services
- mortality (death), Terminal illness, lapse and surrender claims
- marketing and other distribution-related costs
- administration fees incurred in underwriting of new business
- management and overhead expenses
- commission fees paid to Your financial adviser or intermediaries

All expenses, except for commission, are shared and charged to the assets backing the policy according to the risk-sharing rules described earlier. For commissions, the actual amount is charged to each individual policy.

Please refer to the Total Distribution Cost Table in the Policy Illustration for more information.

Please note that the charges described in this section will not be in the form of explicit fees or charges to You; it has already been allowed for in calculating Your Premium.

POLICY CONDITIONS:

16. Free Look Period

You may return this policy for cancellation within fourteen (14) days after You receive the policy document, for any reason. We will deduct any costs incurred by the Company in assessing the risk under the policy, such as payments for medical check-up and other expenses, from the Premium You paid and refund the balance to You.

If Your policy document is sent by email, We consider this policy is delivered to You one (1) day after the date of emailing. If Your policy document is sent by post, We consider this policy is delivered to You seven (7) days after the date of posting.

17. Termination

Your policy will end when one of these events happens first:

a) the policy is terminated in accordance with the terms and conditions of the policy;
b) We paid out 100% of the Death Benefit or Terminal Illness Benefit;
c) full surrender of the policy and We paid out 100% of the Surrender value;
d) We paid 100% of the Maturity Benefit;
e) the loan amount on this policy owing to Us exceeds the Surrender value;
f) Your written request and Our acceptance to terminate the policy; or
g) Any other cause of termination as permitted under or any change of laws or regulatory requirements, including court orders.

18. Exclusions

There are certain conditions under which no Benefits will be payable. These conditions are stated as exclusions.

When any of the exclusion below happens, We will return the higher of either the total Premiums paid (less any amounts previously paid to You under this policy) without interest, or the Surrender value (if any) less any amounts owing to Us.

Death Benefit

We do not pay the Death Benefit if the death is directly or indirectly, wholly or partly caused by:

a) intentional acts (sane or insane) such as self-inflicted injuries, suicide or attempted suicide within the first twelve (12) months from the Policy issue date, the date in which there is a new Life insured or the latest Reinstatement date, whichever is later; or
b) Pre-existing conditions within the first twelve (12) months from the Policy issue date, the date in which there is a new Life insured or the latest Reinstatement date, whichever is later.

Terminal Illness (TI) Benefit

We do not pay the TI Benefit if the TI is directly or indirectly, wholly or partly caused by:

a) intentional acts (sane or insane) such as self-inflicted injuries, suicide or attempted suicide;
b) Pre-existing conditions within the first twelve (12) months from the Policy Issue date, the date in which there is a new Life insured or the latest Reinstatement date, whichever is later; or
c) Acquired Immune Deficiency Syndrome (AIDS), AIDS-related conditions or infection in the presence of Human Immunodeficiency Virus (HIV) except HIV due to blood transfusion and occupationally acquired HIV.

19. Other Material Information

Update on Performance:

You can expect to receive an annual bonus update from Us on the performance of Your policy and the Participating fund, by October each year. An updated Policy Illustration is available upon request.

Conflict of Interest:

Potential conflicts of interest arise in the allocation of expenses between the Participating and other insurance funds. Over-allocation of expenses to the Participating fund is detrimental to Policy owners of Participating policies. As such, Etiqa strives to achieve a fair allocation substantiated by regular expense investigations.

Related Party Transactions:

All transactions with the related parties will be approved by relevant internal committee to ensure that transactions are done at arm's length.

Impact of 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 Table of Deductions in the Policy Illustration for the potential cost of surrendering the plan early.

Premium Financing (if applicable):

If Your policy's Premium is financed by any bank loan:

a) You will not retain ownership rights on the policy as the policy is assigned to the bank; and
b) the interest charged on the bank loan is not correlated to the IIRR of Your policy and can be higher than the IIRR of Your policy; and
c) You will service the loan repayment comprising of loan principal and/or interest including cancellation fees and/or any charges relating to the bank loan throughout the tenure of the loan. This applies even if You decide to cancel Your policy during the free look period; and
d) You cannot use the Surrender value under Your policy to service the bank loan.

Please note that Etiqa Insurance Pte. Ltd. does not provide the Premium financing facility for the policy.

Note:

Age means the age at next birthday.

Life Insurance is a contract of utmost good faith and a proposer is required to disclose in Proposal form fully and faithfully all the facts, which he knows or ought to know, as otherwise the policy issued may be void.

The terms and conditions of Your policy are contained in Your Policy Contract.

If You wish to know more about Participating life insurance products, You may refer to "Your Guide to Life Insurance" and "Your Guide to Participating Policies" on Our website or LIA's website (www.etiqa.com.sg or www.lia.org.sg). Alternatively, We can provide You a copy of the guide upon request.