

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of the ILP sub-fund and complements the Product Summary.
- It is important to read the Product Summary before deciding whether to purchase the ILP sub-fund. If you do not have a copy, please contact us to ask for one.
- You should not invest in the ILP sub-fund if you do not understand it or are not comfortable with the accompanying risks.

## R175 JPM USD Money Market VNAV (Invests in JPMorgan Funds –USD Money Market VNAV Fund)

<b>Product Type</b> (Specified Investment Product)	ILP Sub-Fund <sup>1</sup>	<b>Launch Date</b>	July 2015
<b>Management Company</b>	JPMorgan Asset Management (Europe) S.à r.l.	<b>Custodian</b>	AllFunds Bank S.A.U
<b>Capital Guaranteed</b>	No	<b>Dealing Frequency</b>	Every UK Business Day
<b>Name of Guarantor</b>	N/A	<b>Expense Ratio for the underlying fund</b>	0.40% (as at 01/01/24)

### SUB-FUND SUITABILITY

#### WHO IS THE SUB-FUND SUITABLE FOR?

-The ILP Sub-Fund is only suitable for investors who wishes to invest in USD-denominated short-term Debt Securities and Deposits with Credit Institutions and Reverse Repurchase Transactions. Please note the ILP Sub-Fund does not distribute income and where applicable will re-invest any income received from the underlying fund.

-It is important to remember that, as with most investments, the value of your investments are not guaranteed and can go down as well as up. Therefore we suggest that you only invest money that can be committed for the medium to long term. You should also bear in mind that securities held within a fund may not be denominated in the currency of that fund, so unit prices may fall purely on account of exchange rate fluctuations.

-Please note that Friends Provident International Limited (“FPIL”) investment products are intended for medium to long term investment and are not therefore designed for early surrender. If you do surrender early, a product surrender charge may be applied. Please note that the earlier you terminate your plan, the more you may lose.

#### Further Information

-Refer to the section on ‘Fees and Charges’ in the relevant Product Summary.

--Refer to the ‘Objective, Process, Policies and Risks’ section within the ‘Sub-Fund Descriptions’ section of the underlying fund’s Luxembourg prospectus for further information on the suitability of the Fund.

### KEY FEATURES OF THE SUB-FUND

#### WHAT ARE YOU INVESTING IN?

-You are investing in an ILP Sub-Fund that invests in the JPMorgan Funds – USD Money Market VNAV Fund\* (“the Fund” or “underlying fund”), apart from a proportionately small amount which may be held in cash to optimise dealing efficiencies in the underlying fund. We endeavour to maintain a cash balance limit of up to 0.75%.

-The underlying fund of the ILP Sub-Fund is an accumulation fund, which means the fund will automatically reinvest any dividends.

\*The Fund is a sub-fund of JPMorgan Funds – USD Money Market VNAV Fund, which is an Open-Ended Investment Company incorporated in Luxembourg. Its home regulator is Commission de Surveillance du Secteur.

--Refer to the ‘Objective, Process, Policies and Risks’ section within the ‘Sub-Fund Descriptions’ section of the underlying fund’s Luxembourg prospectus for further information on the features of the Fund.

<sup>1</sup> For ILP sub-fund that feeds 100% into an underlying fund, some information provided below could be similar to the underlying fund. In this instance, this ILP sub-fund will at minimum feed 99.25% into the underlying fund, JPMorgan USD Money Market VNAV Fund.

Investment Strategy	
<p>-The Fund seeks to achieve a return in the Fund's base currency in line with prevailing money market rates whilst aiming to preserve capital consistent with such rates and to maintain a high degree of liquidity, by investing in USD denominated short-term money market Instruments, eligible securitisations, Asset-Backed Commercial Paper, deposits with credit institutions and Reverse Repurchase Transactions.</p> <p>-In addition to receiving a favourable credit quality assessment pursuant to the Management Company's Internal Credit Procedures, Money Market Instruments, eligible securitisations and Asset-Backed Commercial Paper are rated at least A or A-1 by S&amp;P (or equivalent ratings) for long-term and short-term ratings, respectively. The Fund may invest in unrated money market instruments, eligible securitizations and Asset-Backed Commercial Paper of comparable credit quality.</p> <p>-The weighted average maturity of the Fund's investments will not exceed 60 days and the initial or remaining maturity of each Debt Security will not exceed 397 days at the time of purchase.</p> <p>-At least 51% of assets are invested in issuers with positive environmental and/or social characteristics that follow good governance practices as measured through the Investment Manager's proprietary ESG scoring methodology and/or third party data.</p> <p>-The Fund invests at least 10% of assets excluding Ancillary Liquid Assets in Sustainable Investments, as defined under SFDR, contributing to environmental or social objectives.</p> <p>-The Fund will invest up to 20% of net assets in Ancillary Liquid Assets for managing cash subscriptions and redemptions as well as current and exceptional payments.</p> <p>-The Fund systematically includes ESG analysis in its investment decisions on at least 75% of Non-Investment Grade and emerging market sovereign and 90% of Investment Grade securities purchased.</p>	<p>-Refer to the 'Investment Restrictions and Powers' section of the underlying fund's Luxembourg prospectus for the permitted assets, techniques and instruments general policies.</p> <p>Refer to the 'Objective, Process, Policies and Risks' section for the Fund within the 'Sub-Fund Descriptions' section of the underlying fund's Luxembourg prospectus for further information on the investment strategy of the Fund.</p>
Parties Involved	
<p><b>WHO ARE YOU INVESTING WITH?</b></p> <p><b>Management Company of the underlying fund:</b> JPMorgan Asset Management (Europe) S.á r.l.</p> <p><b>Investment Manager of the underlying fund:</b> JPMorgan Asset Management (UK) Limited</p> <p><b>Custodian of the underlying fund:</b> J.P. Morgan SE</p>	<p>-Refer to the 'Fund Business Operations' section of the underlying fund's prospectus for further information on the roles and responsibilities of these entities and what happens if they become insolvent.</p>
KEY RISKS	
<p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b></p> <p>-The value of an investment is not guaranteed and can go up and down depending on performance. You could get back less than you have paid in. At times, the ILP Sub-Fund (subject to the Appointed Actuary's agreement and provisions allowed for in the Policy Conditions), may need to change the way its price is calculated, to ensure that those moving into and out of the ILP Sub-Fund are treated fairly. This can have a negative effect on the ILP Sub-Fund's price and performance.</p> <p>-Fund managers have the ability, in exceptional circumstances, to suspend trading in their funds for as long as necessary. When this occurs we will need to delay the 'cashing in' or switching of units in the relevant fund. You may not be able to access your money during this period.</p>	<p><b>Further Information</b></p> <p>--Refer to the 'Valuations and Pricing' section of your Policy Conditions for information.</p> <p>-Refer to the 'Risks' section of the relevant Product Summary for further information.</p> <p>-Refer to the 'Risk Descriptions' section and also the 'Objective, Process, Policies and Risks' section for the</p>

<p><b>These risk factors may cause you to lose some or all of your investment:</b></p>	<p>Fund within the 'Sub-Fund Descriptions' section of the underlying fund's Luxembourg prospectus.</p>
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**Market and Credit Risks**

<p><b>Market Risks:</b> The value of the securities in which a Sub-Fund invests changes continually and can fall based on a wide variety of factors affecting financial markets generally or individual sectors</p> <p><b>Credit Risks:</b> A bond will generally lose value if the issuer's financial health deteriorates, or appears likely to. An issuer could go into default (become unwilling or unable to make payments on their bonds), which often will make the bond illiquid or worthless.</p>	
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**Liquidity Risks**

<p><b>Liquidity risks:</b> Certain securities, especially those that trade infrequently or on comparatively small markets, may be hard to buy or sell at a desired time and price, particularly in respect of larger transaction sizes.</p>	
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**Product-Specific Risks**

<p><b>Reverse Repurchase Transactions Risks:</b> The counterparty of Reverse Repurchase Transactions may fail to meet its obligations, which could result in losses to the Sub-Fund.</p> <p><b>Government Debt Risks:</b> Government Debt Securities, including those issued by local governments and government agencies are subject to market risk, interest rate risk and credit risk. Governments may default on their sovereign debt and holders of sovereign debt (including the Sub-Fund) may be requested to participate in the rescheduling of such debt and to extend further loans to the governmental entities.</p> <p><b>Investment Grade Debt Risks:</b> With Investment Grade Debt Securities, the likeliest form of credit risk is a credit downgrade, which typically will cause a security's value to fall.</p> <p><b>Below Investment Grade Debt Risks:</b> Below Investment Grade Debt Securities are typically more volatile and less liquid than Investment Grade debt and have significantly greater risk of default.</p>	
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**FEES AND CHARGES**

<p><b>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</b></p> <p>-Charges are deducted by both FPIL and the underlying investment managers at each valuation point before calculating the unit price, as set out below.</p> <p><b>FPIL charges (payable directly by you)</b></p> <p>-You will need to pay an ILP Sub-Fund administration charge of 1.2%.</p> <p>-There is currently no charge for switching funds although switching to a fund which differs from your plan currency may involve a cost associated with currency exchange. However, we reserve the right to charge for switches under certain conditions.</p> <p>-Any sales and/or redemption charges will be determined by the terms of your Policy Conditions.</p> <p><b>Underlying investment managers' charges (these charges are as at 01/01/24) and are payable by the ILP Sub-Fund from invested proceeds)</b></p> <table border="1" data-bbox="56 1753 690 1885"> <tr> <td>Annual Management Charge (AMC)</td> <td>0.25%</td> </tr> <tr> <td>Additional Expenses</td> <td>0.15%</td> </tr> <tr> <td>Expense Ratio</td> <td>0.40%</td> </tr> <tr> <td>Performance Fee</td> <td>NIL</td> </tr> </table>	Annual Management Charge (AMC)	0.25%	Additional Expenses	0.15%	Expense Ratio	0.40%	Performance Fee	NIL	<p>-Refer to the section on 'Fees and Charges' in the relevant Product Summary.</p> <p>-Refer to the 'Charges' section of your Policy Conditions for further information.</p>
Annual Management Charge (AMC)	0.25%								
Additional Expenses	0.15%								
Expense Ratio	0.40%								
Performance Fee	NIL								

**VALUATIONS AND EXITING FROM THIS INVESTMENT**
**HOW OFTEN ARE VALUATIONS AVAILABLE?**

- Every UK Business Day
- Latest fund prices can be obtained from <https://www.fpinternational.sg/fundcentre>

**HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?**

-There is a cooling off period of 30 days from when you receive your Policy Documents. If you decide to exit the policy during this time you should complete the cancellation form and sent this back to the address provided, together with the original Policy Documents. We will refund any monies paid, less any shortfall (if any) which may result if the value of your investment falls by the time you tell us of your wish to cancel. If you elect to exit your policy after the cooling off period has expired, penalties may be applied.

- If you no longer wish to invest in this FPIL ILP Sub-Fund you have selected, you may switch all or part of your holdings into an alternative Fund(s) by sending us a completed Switch/Redirection Request form, signed. Switching from one Fund to another is done on a bid to bid basis, without charge (although we do reserve the right to charge). If you are switching between currencies, the relevant exchange rates will be applied and shown on your switch confirmation.

The sale proceeds that you will receive will be the realisation price multiplied by the number of units sold, less any charges. An example (assuming a redemption charge of 4%) is as follows\*:

Realisation price proceeds	Number of units sold	Gross Realisation
S\$0.93	x 100,000	= S\$93,000

  

Gross Realisation price proceeds	Realisation Fee	Net Realisation
S\$93,000	- S\$3,720	= S\$89,280

**Further Information**

-Refer to the 'Valuations and Pricing' section of your Policy Conditions for further information.

\*Refer to the section on 'Fees and Charges' in the relevant Product Summary.

**CONTACT INFORMATION**
**HOW DO YOU CONTACT US?**

For enquiries in relation to the Fund or any FPIL ILP Sub-Fund contact the Singapore representative at Friends Provident International Limited (Singapore Branch), 182 Cecil Street, Level 17 Frasers Tower, Singapore 069547, telephone number: (65) 6320 1088, email [singapore.enquiries@fpiom.com](mailto:singapore.enquiries@fpiom.com)

**APPENDIX : GLOSSARY OF TERMS**
**Asset-Backed Commercial Paper**

A short-term investment vehicle usually issued by a financial institution, with a maturity date that is typically between 90 and 270 days.

**Debt Security**

A debt investment, with which the investor loans money to an entity (company or government) that borrows the funds for a defined period of time at a specified interest rate. The indebted entity issues investors a certificate, or bond, that states the interest rate (coupon rate) that will be paid and when the loaned funds are to be returned (maturity date).

**Expense Ratio**

The Expense Ratio provides customers with an indication of the overall costs of investing in a particular fund.

The Expense Ratio as calculated in accordance with the Investment Management Association of Singapore's guidelines on the disclosure of Expense Ratios. Different methods of calculation of Expense Ratio can be used, including Total Expense Ratio (TER) and Ongoing Charges Figure (OCF) but these are broadly the same.

**Investment Grade**

A rating that indicates that a municipal or corporate bond has a relatively low risk of default.

**Non-Investment Grade (High-Yield)**

Often called junk bonds, these low-grade fixed income securities show significant upside potential. The bond has to pay a higher yield due to having a higher credit risk.

**Net Asset Value (NAV)**

Net Asset Value is the value of the net assets of the Fund after deduction of all expenses.

**Ongoing Charges Figure (OCF)**

A type of Expense Ratio. The Ongoing Charges Figure is based on expenses for the previous year and is a ratio of the total ongoing charges to the fund's average net asset value over its last reporting period. This figure may vary from year to year. The charges you pay are used to pay the costs of the underlying ILP sub-fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

For more information about charges, please consult the Prospectus for the underlying fund of the ILP sub-fund invested in, available from <https://www.fpinternational.sg/fund-centre/product-highlight-sheets-phs/index.htm>

Details of the calculation methodology can be found in full at

[https://www.esma.europa.eu/sites/default/files/library/2015/11/10\\_674.pdf](https://www.esma.europa.eu/sites/default/files/library/2015/11/10_674.pdf)

**Open Ended Investment Company**

An open-ended collective investment vehicle, structured as an investment company, where new shares are created or redeemed, depending on demand from investors.

**Repurchase Transaction/Agreement**

A financial transaction in which one party sells a security to the other party, with an obligation to buy it back at a specific later date. As the repurchase price is usually greater than the original sale price, the difference effectively represents interest.

**Specified Investment Product (SIP)**

SIP is a class of investment products defined by the Monetary Authority of Singapore (MAS). Generally, (although not in all instances), financial advisers have to carry out more due diligence, including a customer knowledge assessment, when advising about a SIP.

**VNAV**

Variable Net Asset Value

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