

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.

R232 Fidelity US Dollar Bond (Invests in Fidelity Funds – US Dollar Bond Fund A-Acc-USD)

Product Type (Specified Investment Product)	ILP Sub-Fund ¹	Launch Date	February 2021
Management Company	FIL Investment Management (Luxembourg) S.A.	Custodian	Allfunds Bank S.A.U
Capital Guaranteed	No	Dealing Frequency	Every UK Business Day
Name of Guarantor	N/A	Expense Ratio for the underlying Fund	1.04% (as at 26/01/2024)

SUB-FUND SUITABILITY

WHO IS THE SUB-FUND SUITABLE FOR?

-The Sub-Fund is only suitable for investors who seek income and capital growth from an investment with a holding period of four years. The Fund will primarily invest in US dollar denominated Debt Securities.

-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 underlying Fund's prospectus for further information on the suitability of the Sub-Fund.

KEY FEATURES OF THE SUB-FUND

WHAT ARE YOU INVESTING IN?

-You are investing in an ILP Sub-Fund that invests in the Fidelity Funds – US Dollar Bond 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

*This is a Fund constituted in the form of an Open-Ended Investment Company established in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier.

-Refer to the 'Investment Objective' section of the underlying Fund's Singapore prospectus for further information on the features of the Fund.

¹For an ILP sub-Fund 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, Fidelity US Dollar Bond Fund.

Investment Strategy	
<p>-The Fund invests at least 70% (and normally 75%) of its assets, in US Dollar denominated Debt Securities. The Fund may also invest in money market instruments on any ancillary basis.</p> <p>-The Fund will aim to have an ESG score greater than that of their investment universe or benchmark.</p> <p>-In actively managing the Fund, the Investment Manager uses in-house research and investment capabilities to identify suitable opportunities across bond issuers, sectors, geographies, and security types. This may include an assessment of bond issuers' creditworthiness, macroeconomic factors, and valuations. The Investment Manager also considers ESG characteristics when assessing investment risks and opportunities.</p> <p>-The Fund may use Derivatives for hedging, Efficient Portfolio Management and investment purposes.</p> <p>-The Fund invests in securities of the benchmark, however, the management of the Fund is discretionary, therefore the Fund may invest in securities not included in the benchmark, and its performance over any period may or may not deviate significantly from that of the benchmark.</p>	<p>-Refer to the 'Investment Objectives' section of the underlying Fund's Singapore prospectus for further information on the features of the Fund.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <p>Management Company of the underlying Fund: FIL Investment Management (Luxembourg) S.A.</p> <p>Investment Manager of the underlying Fund: FIL Fund Management Limited</p> <p>Depository of the underlying Fund: Brown Brothers Harriman (Luxembourg) S.C.A.</p> <p>Singapore Representative: FIL Investment Management (Singapore) Limited</p>	<p>-Refer to the 'Management and Administration' section of the underlying Fund's Singapore prospectus for further information on the roles and responsibilities of these entities and what happens if they become insolvent.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</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>These risk factors may cause you to lose some or all of your investment:</p>	<p>Further Information</p> <p>-Refer to the 'Valuations and Pricing' section of your Policy Conditions for further information.</p> <p>-Refer to the 'Risk Factors' section of the underlying Fund's prospectus for further information on the risks of the Fund.</p>
Market and Credit Risks	
<p>Investment risks: There is no guarantee that the Fund will achieve its objective. A capital loss of some or all of the amount invested may occur.</p> <p>Foreign Currency risks: The Fund's total return and balance sheet can be significantly affected by foreign exchange rate movements if the Fund's assets and income are denominated in currencies other than the base currency of the Fund, and this means that</p>	

currency movements may significantly affect the value of the Fund's share price.

Concentration risks: The Fund's concentrated investment in the US may increase its volatility due to the greater exposure to market, political, policy, foreign exchange, liquidity, tax, legal, regulatory, economic and social risks of the US.

Liquidity Risks

Liquidity risks: There may be occasions when the manager is unable to sell some or all of the shares within the Fund, which could delay payment of redemption proceeds.

Product-Specific Risks

Debt Instrument risks: A Debt Security or money market instrument could fall in price, and become more volatile and less liquid, if the credit quality of the issuer or the security declines, or the market believes it might. In extreme cases a debt investment could go into default, meaning its issuer could become unable to make timely payments to the Fund.

Derivative risks: Derivatives may involve liquidity, counterparty credit, volatility, valuations and OTC transaction risks, and may cause losses significantly greater than the amount invested in the Derivative by the Fund due to Leveraging.

Interest Rate risks: When interest rates rise, bond values generally fall. This risk is generally greater the longer a bond investment's duration

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?
Charges are deducted by both FPIL and the underlying investment managers at each valuation point before calculating the unit price, as set out below.

FPIL charges (payable directly by you)

- You will need to pay an ILP Sub-Fund administration charge of 1.2%.
- 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.
- Any sales and/or redemption charges will be determined by the terms of your Policy Conditions.

Underlying investment managers' charges (these charges are as at 26/01/24 and are payable by the ILP Sub-Fund from invested proceeds)

Annual Management Charge (AMC)	0.75%
Additional Expenses	0.29%
Expense Ratio	1.04%
Performance Fee	Nil

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

-Refer to the 'Charges' section of your Policy Conditions for further information.

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

Every UK Business Day

Latest Fund prices can be obtained from <http://www.fpinternational.sg/Fund-centre/>

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 send 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

APPENDIX : GLOSSARY OF TERMS
Debt Securities

A type of investment that represents a written promise to repay a debt at an agreed time and to pay an agreed rate of interest on that debt. It provides periodic payments (which may be fixed or variable) and the return of capital at maturity. Generally, because these types of assets guarantee an income and are less risky than other types of assets, they offer a lower return.

Derivatives

Also known as Financial Derivative Instruments (FDI). Financial contracts whose value is tied to an underlying asset. Derivatives include futures and options.

Efficient Portfolio Management (EPM)

EPM is a set of standards for prudent management of investment Funds. The standards call for economically appropriate transactions that reduce risk, reduce cost or generate additional capital or income. For example, a currency overlay strategy using Derivative instruments could be used to reduce volatility in asset returns resulting from currency fluctuations or be used to take advantage of these fluctuations to gain extra return.

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.

Leveraging

The use of financial instruments to increase the potential return of an investment.

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 www.fpinternational.sg/phs. 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

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.

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 customer knowledge assessment, when advising about a SIP.

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