

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.

**R249 FPIL Hawthorne AM VCC Multi-Asset (SGD HDG)
(Invests in Hawthorn Asset Management VCC Multi-Asset I Acc SGD HDG)**

Product Type (Specified Investment Product)	ILP Sub-Fund ¹	Launch Date	13/12/2024
Management Company	First Degree Global Asset Management Pte. Ltd.	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	2.30% (as at 02/12/2024)

SUB-FUND SUITABILITY

WHO IS THE SUB-FUND SUITABLE FOR?

-The ILP Sub-Fund is only suitable for investors seeking capital growth over the long-term through exposure to a multi-asset portfolio invested in major public asset classes.

-It is important to remember, that while an investment in the ILP Sub-Fund is expected to produce a positive return over the long-term, investors are cautioned that markets and/or currencies in which the Underlying Fund of the ILP Sub-Fund is invested can produce negative returns, particularly over shorter periods, potentially resulting in a capital loss to the investor. As a result, an investment in the ILP Sub-Fund is likely only to be suitable for an investor with an investment horizon of at least three years.

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

- Refer to paragraph 1.6 of the 'Investment Objective and Strategy', and paragraph 7 of the 'Risk Factors' sections of the Underlying Fund's Singapore Information Memorandum for further information on the suitability of the Underlying Fund as an investment of the ILP 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 Hawthorne Asset Management VCC Multi-Asset Fund* (the "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 Underlying Fund is a Sub-Fund of Hawthorne Asset Management VCC which is a variable capital company ("VCC") incorporated in the Republic of Singapore under the Variable Capital Companies Act 2018 of Singapore.

-Refer to paragraph 1 of the 'Basic Information' section of the Underlying Fund's Singapore Information Memorandum for further information on the features of the Underlying Fund.

¹ For an 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 a minimum, feed 99.25% into the Underlying Fund, Hawthorn Asset Management VCC Multi-Asset Fund.

Investment Strategy	
<p>-The objective of the Underlying Fund is to provide an attractive return to the holders of participating shares by investing in a multi-asset portfolio with exposure to major public asset classes.</p> <p>-The portfolio of the Underlying Fund comprises positions that provide a strategic, long-term exposure to major asset classes that the Manager considers attractive, while managing risk and enhancing returns through periodic exposure to opportunistic, short-term positions.</p> <p>-The portfolio of the Underlying Fund is constructed based upon a strategic asset allocation for the portfolio, drawing upon widely-accepted research that such allocation typically contributes in excess of three-quarters of the return for a typical multi-asset portfolio. That allocation is based upon the Manager's quantitative assessment of the expected risk and return for the major asset classes, complemented by the Manager's qualitative assessment of the relative attractiveness of growth versus defensive asset classes.</p> <p>-To address periods of heightened market risk and/or to enable the Underlying Fund to benefit from temporary market opportunities, the Manager may deviate from the long-term strategic asset allocation by entering into short-term positions to reduce risk or enhance returns.</p> <p>-Exposure to major asset classes is typically achieved by investment in Exchange Traded Funds (ETFs) and other pooled investment vehicles, which provide an efficient, cost-effective means of accessing major asset classes.</p>	<p>-Refer to paragraph 1.6 of the Underlying Fund's Singapore Information Memorandum for further information on the investment objective and investment strategy of the Underlying Fund.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <p>Management Company of the Underlying Fund: First Degree Global Asset Management Pte. Ltd.</p> <p>Investment Manager of the Underlying Fund: First Degree Global Asset Management Pte. Ltd.</p> <p>Administrator of the Underlying Fund: ASCENT Fund Services (Singapore) Pte. Ltd.</p>	<p>-Refer to paragraphs 2, 3 and 5 of the Underlying Fund's Singapore Information Memorandum for further information on these parties.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>-An investment in the ILP Sub-Fund provides exposure to a portfolio that is invested in major public asset classes. While these asset classes are expected to produce a positive return over the long-term, investors in the ILP Sub-Fund are cautioned that markets are inherently volatile and can and do fall over the short-term.</p> <p>The value of an investment in the ILP-Sub Fund is therefore subject to investment risk and Manager investment selection risk. That value is not guaranteed and a redeeming investor in the ILP Sub-Fund may get back less than the subscription monies paid.</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 may (subject to the Appointed Actuary's agreement and provisions allowed for in the Policy Conditions) need to change the way its price is calculated, to ensure that those moving in and out of the ILP Sub-Fund are fairly treated. 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 redeeming or switching of units in the relevant Fund. You may not be able to access your money during this period.</p>	<p>Further Information</p> <p>-Refer to the 'Valuations and Pricing' section of your Policy Conditions for further information.</p> <p>-Refer to paragraph 7 "Risk Factors" of the Underlying Fund's Singapore Information Memorandum for further information on risks applicable to the Underlying Fund</p> <p>-Refer to the 'Risks' section of the relevant Product Summary for further information.</p>

These risk factors may cause you to lose some or all of your investment:

Market and Credit Risks

Market risk: The value of securities may rise or fall in response to the performance of the issuer and general market conditions.

Emerging Markets risk: Emerging markets may be subject to increased political, regulatory and economic instability, less developed custody and settlement practices, poor transparency and greater financial risks. Emerging market securities and currencies may be subject to higher volatility and lower liquidity than non-emerging market securities.

Currency risk: The performance of an investment of the Underlying Fund will be subject in part to the performance of the currency in which the investment is denominated. Movements in that currency against the base currency of the Underlying Fund will affect the performance of the investment and, ultimately, the return to the ILP Sub-Fund. Currency hedging (if any) may not always be successful.

The Underlying Fund may invest in assets denominated in any currency and currency exposure may not be hedged, or completely hedged, for the currency of its shares on offer in Singapore. Accordingly, an investor in the ILP Sub-Fund will be exposed to currency risk.

Hedging risk: Any measures that the Underlying Fund may take designed to offset specific currency risks may work imperfectly, might not be feasible at a particular time or could fail completely. Currency hedging incurs position costs, which may reduce investment performance.

Further Information

Refer to paragraph 7 “Risk Factors” of the Underlying Fund’s Singapore Information Memorandum for further information on risks applicable to the Underlying Fund.

Liquidity Risks

Liquidity risk: There may be occasions when the Manager of the Underlying Fund is unable to liquidate a position in the portfolio of the Underlying Fund, which may delay payments or redemption of proceeds to the ILP Sub-Fund and restrict or delay the redemption of shares in the ILP Sub-Fund.

Product-Specific Risks

Concentration risk: The Underlying Fund may invest in a number of Investments which carry effectively the same or similar investment risks and the level of risk could be higher as compared to other types of funds which have a more diverse range of investments.

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 02/12/2024 and are payable by the ILP Sub-Fund from invested proceeds)

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

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

-Refer to the ‘Fees and Expenses’ section of the Underlying Fund’s Singapore Information Memorandum for further information on the charges for the Underlying Fund.

Annual Management Charge (AMC)	1.95%
Additional Expenses	0.35%
Expense Ratio	2.30%
Performance Fee	20% above benchmark

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

- Every UK Business Day
- Latest Fund prices can be obtained from 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 (enclosed with your Policy Documents) 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) as a result of the value of your investment falling 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 the 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 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 Underlying 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@fpim.com

APPENDIX : GLOSSARY OF TERMS
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.

Exchange Traded Fund (ETF)

A type of investment fund that is traded on a stock exchange. It is a pre-defined basket of securities that tracks or seeks to outperform an underlying index.

Hedge / Hedging

Any transaction with the objective of limiting exposure to risk such as changes in exchange rates or prices.

Net Asset Value (NAV)

Net Asset Value is the value of the net assets of the Underlying 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 and the Underlying 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 Fund of the 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 Singapore Information Memorandum for the Underlying Fund that the ILP Sub-Fund invests 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

Qualitative assessment

An analytical method that does not rely on numerical or mathematical analysis. Instead, it uses a person's subjective judgment and experience to build a theoretical model of risk for a given scenario. A qualitative analysis of a company might include an assessment of the company's management, the relationship it has with its vendors, and the public's perception of the company.

Quantitative assessment

A research method that uses mathematics and statistical techniques in order to analyse financial market data and securities.

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.

Strategic Asset Allocation

A long-term portfolio strategy whereby the investor (e.g. the investment manager) sets target allocations for various asset classes and rebalances the portfolio periodically, as and when the asset allocation weights materially deviate from the strategic allocation.

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