

The Product Highlights Sheet is an important document.

Prepared on: 21 November 2023

- 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.

Income Global Sustainable Fund

Product Type	<i>ILP Sub-Fund</i>	Launch Date	<i>21 November 2023</i>
Manager	<i>Income Insurance Limited (Income)</i>	Custodian	<i>The Bank of New York Mellon</i>
Capital Guaranteed	<i>No</i>	Dealing Frequency	<i>Every business day</i>
Name of Guarantor	<i>Not applicable</i>	Expense Ratio as of 31 December 2022	<i>Not applicable</i>

SUB-FUND SUITABILITY

<p>WHO IS THE PRODUCT SUITABLE FOR?</p> <p>The sub-fund is <u>only</u> suitable for investors who:</p> <ul style="list-style-type: none"> • seek long-term capital growth and income by investing primarily in a portfolio of income generating securities with positive environmental or social (“E/S”) characteristics and derivatives; • understand the portfolio may have significant exposure to higher risk assets (such as high yield, emerging market debt and asset-backed securities/mortgage-backed securities) and are willing to accept those risks; • seek an investment that embeds ESG principles; • understand that the sub-fund is not a capital guaranteed fund. <p>It is important that your investment suits your risk appetite. You may wish to consult your financial adviser before investing in the sub-fund.</p>	<p>For further information, please refer to “Investment Objective, Investment Scope and Fund Details” of the Fund Summary for ILP.</p>
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KEY FEATURES OF THE SUB-FUND

<p>WHAT ARE YOU INVESTING IN?</p> <p>The sub-fund seeks to provide long-term capital growth and income by investing primarily in a portfolio of income generating securities with positive E/S characteristics globally and through the use of derivatives. Securities with positive E/S characteristics from issuers are those that the Investment Manager believes show effective governance and superior management of environmental and social issues (sustainable characteristics). The sub-fund aims to achieve the objective by investing all or substantially all of its assets in the JPMorgan Investment Funds - Global Income Sustainable Fund A (mth) – SGD (hedged) (“underlying fund”). The sub-fund is denominated in Singapore Dollars.</p> <p>The sub-fund currently offers a monthly distribution pay-out feature. Distributions are not guaranteed and can be made out of the income, capital gains and/capital of the sub-fund.</p>	<p>For further information, please refer to “Investment Objective, Investment Scope and Fund Details” of the Fund Summary for ILP.</p>
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Investment Strategy

<p>The underlying fund seeks to provide the majority of its returns through securities with positive E/S characteristics by incorporating ESG factors, exclusions and positioning the portfolio positively towards companies and issuers with above average ESG scores. The underlying fund systematically includes ESG criteria in investment analysis and investment decisions on at least 90% of securities purchased (excluding cash). The underlying fund commits to investing at least 25% of assets in Sustainable Investments.</p>	<p>For further information, please refer to “Investment Scope and Investment</p>
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<p>The underlying fund is an “ESG Fund” in accordance with MAS ESG Circular and is also an UCITS scheme classified as falling under Article 8 of the EU’s Sustainable Finance Disclosure Regulation.</p>	<p>Approach” of the Fund Summary for ILP.</p>
<p>Parties Involved</p>	
<p>WHO ARE YOU INVESTING WITH? The sub-fund is managed by Income Insurance Limited. JPMorgan Asset Management (Europe) S.à.r.l. is the management company of the underlying fund. J.P. Morgan Investment Management Inc is appointed as the investment manager of the underlying fund.</p> <p>The custodian of the sub-fund is The Bank of New York Mellon.</p>	<p>For further information, please refer to “Fund Manager” of the Fund Summary for ILP.</p>
<p>KEY RISKS</p>	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT? You should consider and satisfy yourself as to the risks of investing in the sub-fund.</p> <p>An investment in the sub-fund is meant to produce returns over the long-term. You should not expect to obtain short-term gains from such investments. The securities and instruments in which the sub-fund may invest are subject to market fluctuations and other risks inherent in such investments and there can be no assurance that any appreciation in value will occur.</p> <p>The risk factors may cause you to lose some or all of your investments. A description of the major risks is provided below.</p>	<p>For further information, please refer to “Risks” of the Fund Summary for ILP.</p>
<p>Market and Credit Risks</p>	
<p>You are exposed to the following risks:</p> <p>Equity Market, Currency and Interest Rate Risks The underlying fund may invest in fixed income and/or equity funds which may be subject to interest rate and equity market fluctuations. The value and income of the underlying fund are also subject to currency fluctuations.</p> <p>Hedging Risk Any measures taken to offset specific risks could work imperfectly. Hedging may be used to mitigate currency, duration, market or credit risk. Hedging involves costs, which reduce investment performance.</p> <p>Credit Risks Changes in the financial condition or credit standing of an issuer may negatively affect the investment funds that the underlying fund is invested into. An issuer of fixed income securities may suffer adverse changes in its financial condition and be unable to pay the principal and/or interest on the instrument. 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> <p>Emerging Markets Risks The underlying fund may be subject to increased political, regulatory and economic instability, less developed custody and settlement practices, poor transparency, greater financial risks, higher volatility, and lower liquidity than developed markets.</p>	
<p>Liquidity Risks</p>	
<p>Liquidity Risks There is no secondary market for the sub-fund. All redemption requests should be made to the Manager. In exceptional circumstances, the sub-fund's investments in underlying funds may not be readily redeemable.</p>	

Product-Specific Risks

Derivatives Risks

The underlying fund may use derivatives to achieve its investment objective. The underlying fund may also, within its prescribed limits, invest in derivatives for hedging and efficient portfolio management purposes. The value of derivatives can be volatile because a small movement in the value of the underlying asset can cause a large movement in the value of the derivative, resulting in losses in excess of the amount invested by the underlying fund.

Distribution Risks

The underlying fund may make distributions out of its capital (if income is insufficient). This may cause its net asset value to fall, and amount to a partial return of your original investment and reduced future returns. The distribution rate of the sub-fund may differ from the underlying fund’s distribution rate and the Manager may cease the distribution under extreme market condition.

Sustainable Fund Risks

The underlying fund applies binding criteria when selecting securities which includes investing a defined percentage of portfolio positions in securities exhibiting positive E/S characteristics. The underlying fund also excludes certain sectors, companies, issuers, or practices based on specific norms. Systematically including ESG in investment analysis and as binding on investment decisions may adversely affect the underlying fund’s performance compared to similar funds that do not apply such criteria.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

You will need to pay the following fees and charges as a percentage of your gross investment sum:

Premium Charge	Premium charge may apply. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.
Policy Fee	Policy fee may apply. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.
Switching Fee	We currently don’t charge for fund switches. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.
Surrender Charge	Surrender charge may apply. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.

There may be other fees and charges imposed at the investment-linked product level. Please refer to the Product Summary of applicable ILP which you have purchased or intend to purchase for details.

Payable by the ILP sub-fund from invested proceeds

The sub-fund will pay the following fees and charges to the Manager and other parties:

Annual Management Fee	1.50% per annum. This includes management fee charged by the manager of the underlying fund. The Annual Management Fee is not guaranteed and may be reviewed from time to time. However, it shall not exceed 2.0% of the fund balance at any point of time.
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For further information, please refer to “Fees and Charges” section of the Product Summary for ILP.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The sub-fund is valued daily on an offer/bid basis. All transactions for ILP are based on forward pricing. The prices are updated on the website of Income on each business day.

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

You can exit the sub-fund at any time by informing the insurer, either directly or through the financial adviser from whom you purchased the sub-fund.

If you do so within the cancellation period of 14 days from time of purchase, you may do so without incurring the sales charge and fees stated above. However, you will have to take the risk for any price changes in the NAV of the sub-fund since you purchased it.

You will receive the sale proceeds within 7 business days from the time the insurer receives your request to exit from the sub-fund.

Your exit price is determined as follows:

1. If you submit the redemption order before 3 pm on a business day, you will be paid a bid price based on the net asset value of the sub-fund at the close of that business day.
2. If you submit the redemption order after 3 pm, you will be paid a price bid based on the net asset value at the close of the next business day.

The sale proceeds that you will receive will be the exit price multiplied by the number of units sold, less any charges as stated in the terms of the ILP, if applicable.

An example, assuming that redemption charge is not applicable, is as follows

Exit price	X	Number of units sold	=	Gross Sale Proceeds
S\$1,250	X	1,000	=	S\$1,250
Gross Sale Proceeds	-	Redemption Charge	=	Net Sale Proceeds
S\$1,250	-	S\$0.00	=	S\$1,250

Depending on the ILP that you are investing in, a redemption charge may be applicable. Please refer to the Product Summary of the ILP for more details.

For further information, please refer to “Subscription of Units” and “Redemption of Units” section of the Product Summary for ILP.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

More information on the sub-fund could be obtained from the following website:

www.income.com.sg/funds/reports-and-downloads

Alternatively, you may contact our Customer Service Officers at 6788 1122 / 6788 1777 or email us at csquery@income.com.sg for more information.

APPENDIX: GLOSSARY OF TERMS

Business Day	Any day (other than a Saturday, Sunday or gazetted public holiday) on which commercial banks are open for business in Singapore.
CIS	CIS refers to Collective Investment Scheme, which has the meaning given to it under Section 2 of the Securities and Futures Act.
Efficient portfolio management	An investment technique that seeks either to reduce the risk or cost or generate additional return consistent with risk profile of the sub-fund.
ESG	Environmental, social and governance
ETFs	Exchange Traded Funds
Derivatives	Financial derivative instruments, which include (without limitation) treasury, bond or equities futures, interest rate swaps, and foreign exchange forwards.
ILP	Investment-Linked Policy
NAV	Net Asset Value
Offer/Bid Basis	The offer price is the price that is used to purchase units, the bid price is the price that is used when units are sold. The difference in the bid offer price is known as spread. The spread helps to cover distribution costs, marketing and other general administration expenses.
Units	Units in the Sub-Fund.
QFII	Qualified Foreign Institutional Investor, as prescribed under the prevailing regulations in the People's Republic of China.
RQFII	Renminbi Qualified Foreign Institutional Investor, as prescribed under the prevailing regulations in the People's Republic of China.