

The Product Highlights Sheet is an important document.

Prepared on: 5 July 2022

- 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.

GLOBAL DIVERSE SERIES-BALANCED FUND

Product Type	<i>ILP Sub-Fund</i>	Launch Date	<i>11 January 2022</i>
Manager	<i>NTUC Income Insurance Co-operative 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 2021	<i>N.A.</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 medium to long-term capital growth; • seek to gain global exposure to a broad range of asset classes; and • understand the risks associated with investing in equities, bonds and other asset classes that include but are not limited to property and commodities-related securities indirectly through CIS, ETFs and/or similar instruments. <p>It is important that your investment suit 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 aims to provide investors with medium to long-term capital growth by investing globally in a diverse set of asset classes including equities, bonds and other asset classes that include but are not limited to property and commodities-related securities indirectly through CIS, ETFs and/or similar instruments.</p> <p>The sub-fund is denominated in Singapore Dollars. The sub-fund is an accumulating fund – the Manager currently does not make any distribution pay-outs.</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 sub-fund helps investors gain exposure to a broad range of asset classes by investing primarily in collective investment schemes (CIS) and/or exchange traded funds (ETFs), which in turn invest in quoted equities and equity-related securities, bonds and other fixed income securities in global markets. The sub-fund may also seek exposure to other asset classes, including but not limited to property and commodities-related securities indirectly through CIS, ETFs and/or similar instruments.</p> <p>The sub-fund employs a combination of Strategic Asset Allocation (SAA) and Tactical Asset Allocation strategies in its investment approach. This allows the Sub-Investment Manager to not only set the long-term focus for the sub-fund, but also respond to short-term market drivers. The sub-fund will allocate approximately 50% in bonds and 50% in equities across four major asset classes – Global Bonds, Asian Bonds, Global Equities and Asian Equities according to the SAA.</p>	<p>For further information, please refer to “Investment Scope and Investment Approach” of the Fund Summary for ILP.</p>
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Parties Involved	
<p>WHO ARE YOU INVESTING WITH? NTUC Income Insurance Co-operative Limited is the Manager of the sub-fund. Schroder Investment Management (Singapore) Ltd is the Sub-Investment Manager of the sub-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>
KEY RISKS	
<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 medium to long-term. You should not expect to obtain short-term gains from such investments.</p> <p>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. 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>
Market and Credit Risks	
<p>You are exposed to the following risks:</p> <p>Market Risks Prices of the securities held by the sub-fund may go up or down, sometimes rapidly or unpredictably. Securities may decline in value due to factors affecting securities markets generally or particular industries.</p> <p>Interest Rate Risks The sub-fund’s investment in debt securities may be subject to the risk of interest rate fluctuations which may cause the price of debt securities to go up or down. In general, as nominal interest rates rise, the value of fixed income securities is likely to fall.</p> <p>Currency Risks Changes in exchange rates between currencies or the conversion from one currency to another may cause the value of a sub-fund’s investments to diminish or increase. Currency exchange rates may fluctuate significantly over short periods of time. The Sub-Investment Manager will actively hedge the foreign currency exposure in order to manage the currency risk but will not knowingly leverage in the foreign currency exposure.</p> <p>Credit Risks Changes in the financial condition or credit standing of an issuer may negatively affect the underlying fund. An issuer of fixed income securities may suffer adverse changes in its financial condition and unable to pay the principal and/or interest on the instrument.</p>	
Liquidity Risks	
<p>You are exposed to 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 investment in the underlying fund may not be readily redeemable.</p>	

Product-Specific Risks

You are exposed to the following risks:

Derivatives Risks

The sub-fund may invest in derivatives instruments including futures, options, forwards, swaps or credit derivatives for purposes of hedging and/or efficient portfolio management. Derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional securities investments. The usage of derivatives may negatively impact the value of the sub-fund. The sub-fund’s exposure to financial derivatives or embedded financial derivatives will be calculated in accordance with provisions of the Code on Collective Investment Schemes. The Manager will ensure that the risk management and compliance procedures are adequate and have been or will be implemented and that it has the necessary expertise to manage the risks relating to the use of financial derivatives.

High Yield Risks

The sub-fund may be subject to greater levels of interest rate, credit and liquidity risks than funds that do not invest in such securities.

Foreign Securities Risks

You are exposed to foreign securities risks. Investments in foreign securities are subject to numerous risks resulting from market and currency fluctuations, future adverse political and economic developments, the possible imposition of restrictions on the repatriation of currency or other governmental laws or restrictions, reduced availability of public information concerning issuers and the lack of uniform accounting, auditing and financial reporting standards or of other regulatory practices and requirements comparable to those applicable to companies in the investor’s domicile.

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.

For further information, please refer to “Fees and Charges” in section 4 of the Product Summary for ILP.

<p>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:</p>	
<p>Annual Management Fee</p>	<p>1.30% per annum. The Annual Management Fee is not guaranteed and may be reviewed from time to time. However, it shall not exceed 2.0% of the sub-fund balance at any point of time.</p>

VALUATIONS AND EXITING FROM THIS INVESTMENT

<p>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.</p> <p>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:</p> <ol style="list-style-type: none"> 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. 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. <p>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:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: right;">Exit price</td> <td style="text-align: center;">X</td> <td style="text-align: right;">Number of units sold</td> <td style="text-align: center;">=</td> <td style="text-align: right;">Gross Sale Proceeds</td> </tr> <tr> <td style="text-align: right;">S\$1,250</td> <td style="text-align: center;">X</td> <td style="text-align: right;">1,000</td> <td style="text-align: center;">=</td> <td style="text-align: right;">S\$1,250</td> </tr> </table> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: right;">Gross Sale Proceeds</td> <td style="text-align: center;">-</td> <td style="text-align: right;">Redemption Charge</td> <td style="text-align: center;">=</td> <td style="text-align: right;">Net Sale Proceeds</td> </tr> <tr> <td style="text-align: right;">S\$1,250</td> <td style="text-align: center;">-</td> <td style="text-align: right;">S\$0.00</td> <td style="text-align: center;">=</td> <td style="text-align: right;">S\$1,250</td> </tr> </table> <p>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.</p>	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	<p>For further information, please refer to “Subscription of Units” and “Redemption of Units” in section 5 and 6 of the Product Summary for ILP.</p>
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																	

CONTACT INFORMATION

<p>HOW DO YOU CONTACT US? More information on the sub-fund could be obtained from the following website: www.income.com.sg/fund/coopprices.asp</p> <p>Alternatively, you may contact our Customer Service Officers at 6788 1122 / 6788 1777 or email us at csquery@income.com.sg for more information.</p>	
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APPENDIX: GLOSSARY OF TERMS

ILP	Investment-Linked Policy
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.
Embedded Financial Derivative	Embedded derivative is part of a financial instrument that also includes a non-derivative host contract. The embedded derivative requires that some portion of the contract's cash flows be modified in relation to changes in a variable, such as an interest rate, commodity price, credit rating, or foreign exchange rate.
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.
Business Day	Any day (other than a Saturday, Sunday or gazetted public holiday) on which commercial banks are open for business in Singapore.