

**Important Notes:** Information mentioned in this document is intended to provide you with a general summary of the ILP Sub-Fund and are subject to change. Please read the Policy (including Policy Illustration, Product Summary and Fund Summary) for the full details of the standard terms and conditions and the exclusions of the insurance product and ILP Sub-Fund.

This Product Highlights Sheet (“PHS”) is an important document.

- It highlights the key terms and risks of the ILP Sub-Fund and complements the Product Summary and Fund Summary.
- It is important to read the Product Summary and the Fund 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.
- Unless otherwise defined, capitalised terms in this PHS have been defined in the Fund Summary.

Investment risk rating is used as a guide to determine the ILP Sub-Fund that is suitable to the risk profile as indicated in the Bank’s Risk Profile Questionnaire (RPQ). It is currently only applicable to customers of HSBC Bank (Singapore) Limited (the “Bank”).

## Allianz China A-Shares (the "ILP Sub-Fund")

Product Type	ILP Sub-Fund <sup>1</sup>	Launch Date	31 March 2017
Manager	Allianz Global Investors GmbH	Custodian	State Street Bank International GmbH, Luxembourg Branch
Capital Guaranteed	No	Dealing Frequency	Every Dealing Day
Name of Guarantor	N.A.	Expense Ratio as at 30 September 2020	AT SGD share class: 2.29% AT USD share Class: 2.29%
ILP Sub-Fund Share Class	Allianz China A Shares – AT SGD Allianz China A Shares – AT USD		

### ILP SUB-FUND SUITABILITY

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

The ILP Sub-Fund is only suitable for potential investors who:

- pursue the objective of general capital appreciation/asset optimization and/or above-average participation in price changes;
- have basic knowledge and/or experience of financial products; and
- are capable of bearing a financial loss.

The ILP Sub-Fund may not be suitable for investors who wish to withdraw their capital from the Fund within a short or medium timeframe.

#### Further Information

Refer to Section 5 and Section 7 of the Fund Summary for further information on the ILP Sub-Fund.

### KEY FEATURES OF THE ILP SUB-FUND

#### WHAT ARE YOU INVESTING IN?

The ILP Sub-Fund invests 100% into Allianz China A-Shares (the “Fund”). The Fund is a collective investment scheme constituted in Luxembourg that aims to provide long-term capital growth by investing in China A-Shares equity markets of the PRC.

There will be no distribution of dividends by the Fund.

Refer to Section 2, Section 5 and Section 16 of the Fund Summary for further information on features of the ILP Sub-Fund.

<sup>1</sup>The ILP Sub-Fund is not classified as Excluded Investment Product.

## Investment Strategy

- A minimum of 70% of Fund assets are invested in China A-Shares equity markets of the PRC.
- Fund assets may be invested in Emerging Markets.
- A maximum of 69% of Fund assets may be invested via RQFII.
- Fund assets may not be invested in convertible debt securities including contingent convertible bonds.
- A maximum of 10% of Fund assets may be held directly in deposits and/or invested in money-market instruments and/or in Debt Securities and/or in money market funds for liquidity management.
- This Fund applies the Climate Engagement Strategy.
- The Fund may use financial derivative instruments for efficient portfolio management (including for hedging) purposes and/or for the purpose of optimising returns or in other words investment purposes.

Refer to Section 5 of the Fund Summary for the further information on the investment focus and approach of the ILP Sub-Fund.

## Parties Involved

### WHO ARE YOU INVESTING WITH?

- The Management Company is Allianz Global Investors GmbH.
- The Investment Manager is Allianz Global Investors Asia Pacific Limited.
- The Investment Advisor is Allianz Global Investors Singapore Limited.
- The Depository is State Street Bank International GmbH, Luxembourg Branch.

Refer to Section 3 of the Fund Summary for further information on the roles and responsibilities of these entities and what happens if they become insolvent.

## KEY RISKS

### WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

The value of the Fund may rise or fall. You may lose some or all of your investment depending on the performance of the underlying securities. Factors that may affect the performance of these securities include, without limitation, market risks, fluctuations in interest rates and foreign exchange rates, political instability, exchange controls, changes in taxation and foreign investment policies. Some of the key risks associated with the Fund are described below.

Refer to Section 7.1 of the Fund Summary for further information on risks of the ILP Sub-Fund.

## Market and Credit Risks

**You may be exposed to general market risk** – the Fund is exposed to various general trends and tendencies in the economic and political situation as well as securities markets and investment sentiment, which may lead to substantial and longer-lasting drops in prices affecting the entire market.

**You may be exposed to currency risk** – the Fund may hold assets or have a share class denominated in foreign currencies other than the base currency of the Fund, and is exposed to a currency risk that if these foreign currency positions have not been hedged or if there is any change in the relevant exchange control regulations, the net asset value of the Fund or Class may be affected unfavorably.

**You may be exposed to country risk in the PRC**

The Fund's investments focus on the PRC may increase the concentration risk. The Fund is susceptible to the adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event or development in and risks of this region.

**You may be exposed to emerging markets risk** – the Fund invests in emerging markets which are subject to greater liquidity risk, currency risk, general market risk, settlement risk and custodial risk. The Fund is additionally subject to legal, taxation and regulatory risks.

Refer to Section 7.2 of the Fund Summary for further information on market risk of the Underlying Sub-Fund.

## Liquidity Risks

**The Fund is not listed in Singapore and you can redeem only on Dealing Days**  
There is no secondary market in Singapore for the Fund. All redemption requests may only be made in the manner described in the Fund Summary.

Refer to Section 7.1 of the Fund Summary for information on liquidity risks of the ILP Sub-Fund and Section 9 of the Fund Summary for further information on Suspension of Dealings of the ILP Sub-Fund.

**You may be exposed to liquidity risk**

The Fund may invest in illiquid securities. Even relatively small orders of illiquid securities can lead to significant price changes. If an asset is illiquid, there is the risk that it cannot be sold or can only be sold at a significant discount to the purchase price.

**Your right to redemption may be deferred or suspended under certain circumstances highlighted in paragraphs 9.3 and 12 of the Fund's Prospectus.**

**Product-Specific Risks**

**You may be exposed to company-specific risk**

The value of the Fund's assets may drop significantly and for an extended period of time if company-specific factors deteriorate.

Refer to Section 7.2 of the Fund Summary for further information on specific risks of the Underlying Sub-Fund.

**You may be exposed to concentration risk**

The Fund focuses its investments on sectors which will benefit from / or are currently related to the evolution of artificial intelligence, which may reduce risk diversification. Consequently, the fund may be particularly dependent on the development of these industries or industries that influence each other or companies of such industries.

**You may be exposed to derivatives risk**

(i) the derivatives may be misvalued or may have varying valuations; (ii) the use of derivatives may not completely hedge the risk intended to be hedged; (iii) derivative may become difficult to sell. In such cases, the Fund may not be able to liquidate a position at an appropriate time or price; (iv) there is also a creditworthiness risk; (v) given the leverage effect embedded in derivatives, even a small investment in derivatives could have a substantial, even negative, effect on the performance of the Fund.

**The net asset value of the Fund may likely have a high volatility due to the investment policies or portfolio management techniques employed in respect of the Fund.**

**FEES AND CHARGES**

**WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?**

Payable directly by you as a percentage of your investment amount:

Refer to Section 8 of the Fund Summary and Section 5 of the Product Summary for further information on fees, charges and Surrender Penalty (if applicable).

<b>Premium Charge*</b>	Currently Nil
<b>Surrender Penalty*</b>	Surrender penalty may apply. You should also refer to the Product Summary for information on the surrender penalty, if applicable.
<b>Switching Fee*</b>	Currently Nil

Payable by the ILP Sub-Fund from asset value of the Portfolio:

<b>All-in-Fee</b>	2.25% per annum (The fees and expenses of the investment manager, central administration agent and depositary will be covered by the All-in-Fee payable to the Management Company.)
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\* HSBC Life reserves the right to review and amend the fees and charges by giving you at least thirty (30) days' advance notice.

**VALUATIONS AND EXITING FROM THIS INVESTMENT**

**HOW OFTEN ARE VALUATIONS AVAILABLE?**

The indicative NAV per Share should be available two Business Days after the relevant Valuation Date. The NAV will also be available on:

<https://sg.allianzgi.com/en/retail>

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

You can exit or partially exit the ILP Sub-Fund at any time by informing HSBC Insurance (Singapore) Pte. Limited (“**HSBC Life**”), either directly or through your Financial Consultant from whom you purchased the ILP Sub-Fund. If your application reaches our correspondence address before 3.30pm on a business day, it will be processed on the same business day. If your application is received after 3:30pm, it will be processed on the next business day. The units withdrawn will be realised at the unit price of the ILP Sub-Fund on the valuation date immediately following the date we accept your written application. The withdrawal proceeds will usually be paid out within 6 business days from the day we process your valid application to exit or partially exit the ILP Sub-Fund.

The following is an illustration of the withdrawal amount\*\* that you will receive from the ILP Sub-Fund based on withdrawal of 1,000 units, and unit price of \$1.50 assuming the policy is surrendered in the first year with surrender penalty charge of 70% on the account value.

$$(1,000 \times \$1.50) - 70\% (1,000 \times \$1.50) = \$450$$

Gross withdrawal amount - surrender penalty charge = Net withdrawal amount

\*\* You should also refer to the Product Summary for information on any surrender penalty that may be applicable.

If you decide to terminate the Investment-Linked Policy within the free-look period of receiving your Investment-Linked Policy, HSBC Life will refund the initial premium you paid without interest, without incurring the fees and charges as stated above, less any medical and/or underwriting expenses incurred in accepting your application; and a sum to account for market fluctuation in respect of your units as determined by HSBC Life. Please note that no top-up, fund switching, partial withdrawal or surrender is allowed during the free-look period.

Refer to Section 13 of the Product Summary for more information on valuation, and Sections 7 and 8 of the Product Summary for more information on withdrawal and switching.

**CONTACT INFORMATION**

**HOW DO YOU CONTACT US?**

Please contact your Financial Consultant or call Customer Service Hotline at (65) 6225 6111, Mondays to Fridays, 9am to 5pm.

**GLOSSARY**

**“Business Day”:** Means a day (other than Saturday, Sunday or a gazetted public holiday) on which commercial banks are open for business in Singapore.

**“China A-Shares”:** Means shares issued by companies incorporated and listed on stock exchanges (e.g. the Shanghai Stock Exchange and the Shenzhen Stock Exchange), in the PRC, traded in CNY.

**“Climate Engagement Strategy”:** Means a fund’s specific investment strategy which promotes responsible investment by including environmental factors and climate engagement with outcome and proxy voting in the analysis of investments.

**“Debt Securities”:** means any security which bears interest, including, but not limited to, government bonds, money market instruments, mortgage bonds and similar foreign asset-backed securities issued by financial institutions, public-sector bonds, floating-rate notes, instruments with loss-absorption features (including, but not limited to contingent convertible bonds), convertible debt securities, corporate bonds, ABS and MBS, as well as other collateralised bonds. Convertible debt securities include, but are not limited to, convertible bonds, bonds with warrants and/or equity warrant bonds. Debt securities also include index certificates and other certificates with a risk profile that typically correlates with the aforementioned assets or with the investment markets to which these assets can be allocated, as well as non-interest bearing securities such as zero coupon bonds.

**“PRC”**: Means the People’s Republic of China, excluding the Hong Kong Special Administrative Region, the Macau Special Administrative Region and Taiwan.

**“RMB”**: Means the Chinese Renminbi, the official currency of the PRC and, unless the context otherwise requires, the term “RMB” refers to offshore Chinese Renminbi (“CNH”) traded offshore in Hong Kong or markets outside the PRC and not to onshore Chinese Renminbi (“CNY”).

**“RQFII”**: Means a Renminbi qualified foreign institutional investor under the RQFII regulations.

**“Stock Connect”**: Means the program which aims to achieve mutual stock market access between PRC and Hong Kong.

**“Valuation/Dealing Day”**: Means each day on which banks and exchanges in Luxembourg, Hong Kong and PRC (including Stock Connect Northbound Trading Days) are open for business.