

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").

HSBC Global Investment Funds– Global High Income Bond (the "ILP Sub-Fund")

Product Type	ILP Sub-Fund ¹	Launch Date	28 July 2010
Manager	HSBC Investment Funds (Luxembourg) S.A.	Custodian	HSBC Continental Europe, Luxembourg
Capital Guaranteed	No	Dealing Frequency	Each Dealing Day
Name of Guarantor	N.A.	Expense Ratio as at 30 June 2023	Class AM3 SGD Hedged: 1.52% Class AM2 USD: 1.50%
ILP Sub-Fund Share Class	HSBC Global Investment Funds – Global High Income Bond – AM3 SGD Hedged HSBC Global Investment Funds – Global High Income Bond – AM2 USD		

ILP SUB-FUND SUITABILITY

WHO IS THE ILP SUB-FUND SUITABLE FOR?

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

- Seek high income over the medium to long term
- Are comfortable with the risks related to investing in high yield fixed income bonds and other similar securities from around the world denominated in various currencies
- Understand that the principal of the Sub-Fund will be at risk.

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 HSBC Global Investment Funds – Global High Income Bond (the "Sub-Fund"). The Sub-Fund is incorporated in the Grand Duchy of Luxembourg and qualifying as an Undertaking for Collective Investment in Transferable Securities (UCITS) complying with the provisions of Part I of the 2010 Law.

Refer to Section 2, Section 5 and

¹The ILP Sub-Fund is not classified as Excluded Investment Product.

The Sub-Fund invests for high income primarily in a diversified portfolio of higher yielding fixed income bonds and other similar securities from around the world denominated in a range of currencies.

The Sub-Fund intends to declare dividend monthly. For share classes AM2/AM3 of the Sub-Fund (if made available for subscription), distributions out of capital (if any) will reduce the Net Asset Value of the relevant share class of the Sub-Fund.

Section 16 of the Fund Summary for further information on features of the ILP Sub-Fund.

Investment Strategy

The Sub-Fund may invest in Investment Grade bonds, high yield bonds and Asian and Emerging Markets debt instruments. Investment in Asset Backed Securities and Mortgage Backed Securities will be limited to a maximum of 20% of the sub-fund net assets. The Sub-Fund may invest in fixed income securities issued or guaranteed by governments, government agencies, quasi-government entities, state sponsored enterprises, local or regional governments (including state, provincial, and municipal governments and governmental entities) and supranational bodies of developed or Emerging Markets.

The asset allocation of the Sub-Fund is managed with regard to the following neutral positions. Allocation may match these weights or be overweight and underweight based on the Investment Adviser's assessment of the best allocation to achieve the Sub-Fund's investment objective.

Asset Class	Weight
USD Emerging Market	35%
US Aggregated Corporate Baa	20%
US High Yield Ba	15%
Euro Aggregate Corporate Baa Hedged USD	15%
Euro High Yield BB Hedged USD	15%

Investment in onshore Chinese fixed income securities include, but are not limited to, onshore fixed income securities denominated in RMB, issued within the People's Republic of China ("PRC") and traded on the China Interbank Bond Market ("CIBM"). The Sub-Fund may invest in the CIBM either through Bond Connect and/or the CIBM Initiative. The Sub-Fund may invest up to 10% of its net assets in onshore Chinese bonds issued by, amongst other, municipal and local governments, companies and policy banks.

The Sub-Fund may invest up to 10% of its net assets in convertible bonds (excluding contingent convertible securities). The Sub-Fund may invest up to 10% of its net assets in contingent convertible securities, however this is not expected to exceed 5%.

The Sub-Fund may use financial derivative instruments for hedging purposes and efficient portfolio management purposes. The Sub-Fund may also use, but not extensively, financial derivative instruments for investment purposes.

The Sub-Fund may enter into Securities Lending transactions for up to 29% of its net assets, however this is not expected to exceed 25%.

The Sub-Fund is actively managed and does not track a benchmark. The reference benchmark for Sub-Fund market comparison purposes is Bloomberg Barclays Global Aggregate Corporate USD Hedged.

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? <ul style="list-style-type: none"> • The management company - HSBC Investment Funds (Luxembourg) S.A. • Investment adviser – HSBC Global Asset Management (USA) Inc. • Custodian/Depository Bank – HSBC Continental Europe, Luxembourg 	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. These risk factors may cause you to lose some or all of your investment.	Refer to Section 7.1 of the Fund Summary for further information on risks of the ILP Sub-Fund.
Market and Credit Risks	
<p>You are exposed to Interest Rate Risk When interest rates rise, bond values generally fall. This risk is generally greater the longer the maturity of a bond investment and the higher its credit quality.</p> <p>You are exposed to Credit Risk A bond or money market security could lose value if the issuer's financial health deteriorates.</p> <p>You are exposed to Market Risk The value of investments may be affected by uncertainties such as international, political and economic developments or changes in government policies around the world.</p> <p>You are exposed to Foreign Exchange Risk Changes in currency exchange rates could reduce or increase investment gains or investment losses, in some case significantly.</p>	Refer to Section 7.2 of the Fund Summary for further information on market risk of the Underlying Sub-Fund.
Liquidity Risks	
<p>The Sub-Fund is not listed in Singapore and there is no secondary market for its Shares. You can only redeem your investment on a Dealing Day through HSBC Life.</p> <p>Investment of the Sub-Fund's assets in relatively illiquid investments may restrict the ability of the Sub-Fund to dispose of its investments at a price and time that it wishes to do so. This may result in a loss to the Sub-Fund.</p>	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.
Product-Specific Risks	
<p>You are exposed to Derivative Risk Financial derivative instruments may be leveraged and their prices can be very volatile. Investment in these instruments may result in losses in excess of the original amount invested. If the issuers of the derivative instruments default, or such securities or their underlying assets cannot be realized, or perform badly, investors may suffer substantial or, in certain cases, total loss of their investments. Governmental regulation and supervision of transactions on the OTC markets is generally lesser than of transactions on organised exchanges. Thus, investing in OTC derivatives involves higher counterparty risk and liquidity risk.</p> <p>You are exposed to Emerging Markets Risk Investing in emerging markets involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity, market volatility (such as interest rate and price volatility) and regulatory risks.</p> <p>You are exposed to Non-Investment Grade Debt / Unrated Debt Risk</p>	Refer to Section 7.2 of the Fund Summary for further information on specific risks of the Underlying Sub-Fund.

The Sub-Fund may invest in fixed income securities that are rated below investment grade or unrated or are high yield. Credit risk may be greater for investments in such securities as they may be subject to a higher risk of default and greater price volatility. Investment grade bonds may be subject to the risk of being downgraded to non-investment grade bonds. In the event of downgrading, the Sub-Fund's investment value in the relevant security may be adversely affected.

You are exposed to Asset-Backed Securities (ABS) Risk

Investment in ABS entails additional risks pertaining to the underlying pool of assets (e.g. receivables) such as credit risk, interest rate risk, prepayment risk, counterparty risk and liquidity risk.

You are exposed to Contingent Convertible Securities (CoCos) Risk

Contingent convertible securities are risky and highly complex instruments that are comparatively untested. Depending on their category, income payments may be cancelled, suspended or deferred by the issuer and they are more vulnerable to losses than equities. Investment in Cocos is subject to trigger level risk, conversion risk, valuation and write-down risk, coupon payments and coupon cancellation risk, capital structure inversion risk, call extension risk, subordinated instruments risk, and unknown risk. This may result in a loss to the Sub-Fund.

You are exposed to China Interbank Bond Market Risk (CIBM)

Investments in the CIBM are subject to these risks: market and liquidity risks, Chinese local credit rating risks, counterparty and settlement risk, operational risk, quasi-Government/local Government bond risk, urban investment bonds risk and regulatory risk.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

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

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

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

Management Fee	1.25% p.a.
Operating, Administrative and Servicing Expenses	0.25% p.a. The maximum rate for (i) the Operating, Administrative and Servicing Expenses and (ii) Operating Currency Hedged Share Class Fee is set at 1% of the net asset value of the relevant Share Class in the Sub-Fund.

* HSBC Life reserves the right to review and amend the fees and charges by giving you at least thirty (30) days' advance notice.

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).

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

Valuations are available on each Dealing Day. The net asset value of the Shares of the Sub-Fund for each Dealing Day is published on the website at www.assetmanagement.hsbc.com/sg.

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 Life (Singapore) Pte. Ltd. ("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

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.

<p>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.</p> <p>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.</p> $(1,000 \times \$1.50) - 70\% (1,000 \times \$1.50) = \$450$ <p>Gross withdrawal amount - surrender penalty charge = Net withdrawal amount</p> <p>** You should also refer to the Product Summary for information on any surrender penalty that may be applicable.</p> <p>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.</p>	
CONTACT INFORMATION	
<p>HOW DO YOU CONTACT US?</p> <p>Please contact your Financial Consultant or call Customer Service Hotline at +65 6880 4888, Mondays to Fridays (excluding public holidays), 9am to 5pm.</p>	
GLOSSARY	
<p>“Business Day” – A day on which banks are open for normal banking business in Singapore.</p> <p>“Dealing Day” – Any Business Day (other than days during a period of suspension of dealing in Shares) and which is also for the Sub-Fund, a day where stock exchanges and regulated markets in countries where the Sub-Fund is materially invested are open for normal trading.</p> <p>“Emerging Markets” – Markets in countries that are not amongst the following groups of industrialised countries: United States and Canada, Switzerland and Members of the European Economic Area, the UK, Japan, Australia and New Zealand, and may include those countries in the preceding groups that do not have fully developed financial markets.</p>	