



# A Smart Key to Fortune

**Wealth ICON Supreme Insurance Plan**

**Savings • Participating life**

# Wealth ICON Supreme Insurance Plan

Life is made up of milestones – your wedding, your first apartment, your child’s birth and even your retirement. Wealth ICON Supreme Insurance Plan is here to celebrate these little joys of life with you. By paying a single premium, you can achieve your savings and retirement goals with ease and enjoy the life protection. You can also enjoy the flexible cash withdrawal\* to make the goals you desire.

**Turn your dreams into achievable milestones with  
Wealth ICON Supreme Insurance Plan now.**



✓ To secure your assets with medium-to-long-term growth opportunities



- ✓ Convenience of single premium for easy planning
- ✓ Flexible cash access
- ✓ Financial freedom in your hands



- ✓ Easy application
- ✓ Medical examination is generally not required



## Capture potential growth on your savings with peace of mind

Wealth ICON Supreme Insurance Plan is conceived to secure your assets with addition of medium-to-long-term growth opportunities. Offering a comprehensive benefit - a guaranteed cash value, annual dividends (non-guaranteed) and special bonus (non-guaranteed), it will give you the versatility you need to expand on your financial achievement for your dreams or a fulfilling retirement. For details, please refer to the section of Dividend / bonus information & Investment Strategy.



## One-time premium and flexible withdrawals to meet your financial needs

### Convenience of one-time premium for easy planning

You only need to pay premium at one go to address your needs of savings and life insurance protection, enabling you to plan your financial future with less hesitation.

### Flexible cash withdrawal for your financial needs

To achieve your savings and retirement goals, you may request to withdraw cash in one lump sum\* or make regular withdrawal (Note 1) based on your needs. You can withdraw from:

- (1) the accumulated annual dividends and interest (if any) or
- (2) the guaranteed cash value and special bonus (if any) through partial surrender.

If withdrawals are made, the future benefits will be reduced accordingly.

To preserve your wealth, you can apply for value conversion option (Note 2) to transfer some of your guaranteed cash value and special bonus (if any) to the amount you request and accumulate the amount with annual dividends for interest (if any) by way of partial surrender.

For details of partial surrender, please refer to the partial surrender benefit under the section of Summary of Plan Features.



## Hassle-free application to start building up your wealth

Application is simple and medical checkup is generally not required.

\*If you exercise withdrawal in early policy years, the amount withdrawn together with the policy values remained in the policy may be considerably less than the total amount of premiums you paid.



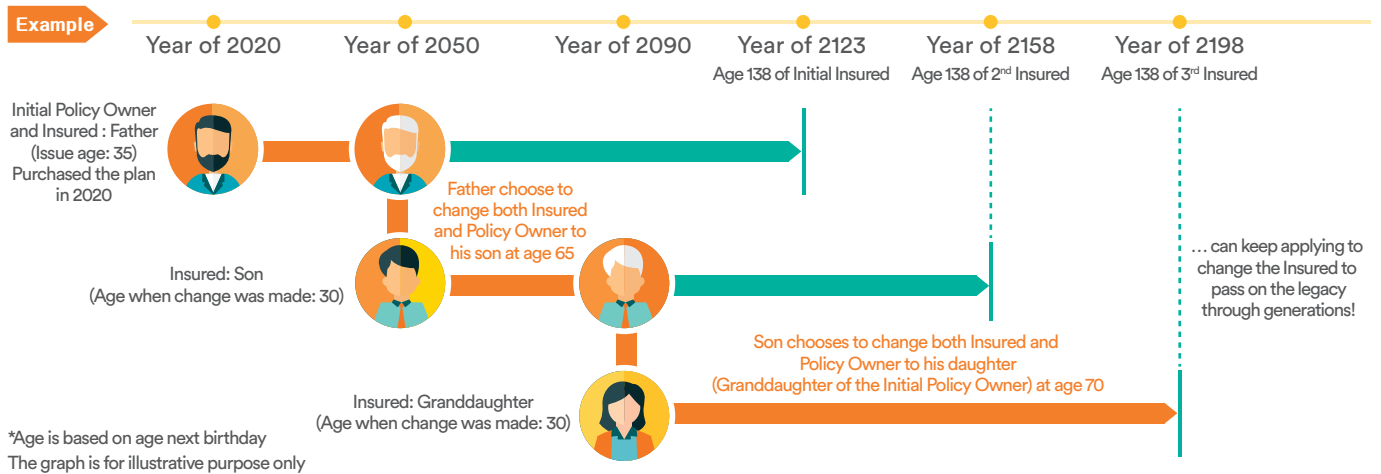
## Other Features



### Change of the insured option to pass the wealth to future generations

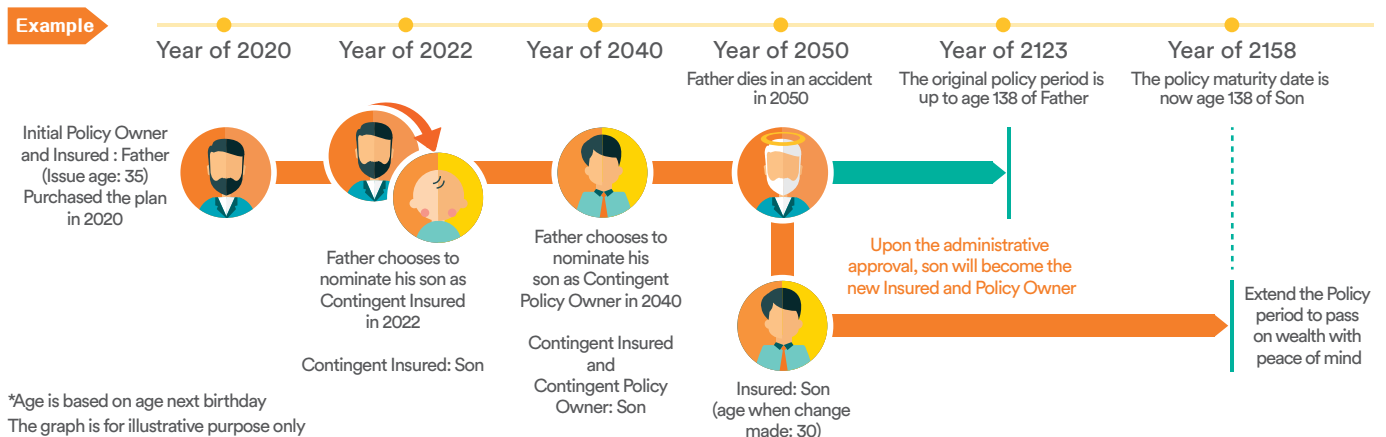
#### Unlimited times for change of insured for continuous wealth inheritance

You may exercise the change of insured option (Note 3) after you have held the policy for 1 year for unlimited times while the insured is alive. The benefit term will then be changed to age 138 (age next birthday) of the new insured, maintaining inherited wealth through generations.



#### Contingent insured and contingent policy owner for continuous policy extension

You may nominate a contingent insured (Note 4) while the policy is in force and the insured is alive. In the event of death of the insured after your policy has been in force for 1 year or above, the nominated contingent insured will become the new insured, eliminating the possibility of policy termination resulting from unexpected death of the original insured. In addition, you can nominate a contingent policy owner (Note 5) while the policy is in force so that the policy can be managed by the contingent policy owner in the event of death of the original policy owner, sustaining the passing on of your legacy.



#### Death benefit settlement option for flexible wealth allocation

To provide greater flexibility in your wealth allocation, you may choose the death benefit settlement option for the payment of death benefit in the form of a lump sum payment or regular installments (annually/monthly), or a mix of both if the latest insured passed away (Note 6). You may also set the installment term and amount in advance so that your beneficiary can receive the death benefit in the way chosen by you while the remaining amount will be left in our company to accumulate interest (non-guaranteed) until the full amount has been paid to the beneficiary.

# Summary of Plan Features

Premium Payment Term	Single premium
Issue Age (Age Next Birthday)	Age 1 (15 days) – 80
Benefit Term	Up to the policy anniversary on or immediately after the latest insured reaches the age of 138 (Age next birthday)
Currency	HKD / USD
Notional Amount	Notional amount is used to calculate single premium, guaranteed cash value, annual dividend (if any) and special bonus (if any) of this product. Notional amount of this product is not death benefit and will not be paid upon the payment of death benefit.
Minimum Single Premium at issue	HKD100,000/ USD12,500
Maximum Single Premium	Not applicable (subject to underwriting requirements)
Annual Dividend (Non-guaranteed)	<p>While the policy is in force, annual dividend (if any) may be payable on each policy anniversary after policy owner has held the policy for 3 years.</p> <ul style="list-style-type: none"> <li>The following options are available: <ul style="list-style-type: none"> <li>(a) Pay in cash; or</li> <li>(b) Retain in the policy to accumulate and earn interest (if any) (default option). The interest rate is not guaranteed and is determined by FWD from time to time at its absolute discretion.</li> </ul> </li> <li>Policy owner can withdraw the accumulated annual dividends and interest (if any) at anytime. Accumulated annual dividends and interest (if any) will be payable upon surrender of the policy, payment of death benefit or maturity of the policy.</li> </ul>
Special Bonus (Non-guaranteed)	<p>While the policy is in force and policy owner has held the policy for 3 years, special bonus (if any) may be payable along with payment of death benefit (only applicable when guaranteed cash value plus special bonus (if any) is higher than 105% of the single premium paid), partial surrender of the policy*, surrender of the policy, maturity of the policy or at the end of the one year reinstatement period if the policy lapses and is not reinstated within the period.</p> <p>* Partial special bonus is payable in proportion to the reduction in notional amount caused by partial surrender (including using the regular withdrawal service and exercising the value conversion option).</p>
Death Benefit	<p>Death benefit equals to:</p> <p>(a) The higher of :</p> <ul style="list-style-type: none"> <li>Guaranteed cash value plus special bonus (if any) or</li> <li>105% of the single premium paid*</li> </ul> <p>(b) Plus accumulated annual dividends and interest (if any) remaining in the policy; and</p> <p>(c) Less any policy debts (e.g. policy loan with interest)</p> <p>*Single premium paid will be adjusted based on the reduction in notional amount (if any).</p>
Surrender Benefit	<p>Surrender benefit equals to:</p> <p>(a) Guaranteed cash value;</p> <p>(b) Plus accumulated annual dividends and interest (if any) remaining in the policy;</p> <p>(c) Plus special bonus (if any);</p> <p>(d) Less any policy debts (e.g. policy loan with interest).</p>
Partial Surrender Benefit	<p>Partial surrender benefit is calculated on proportional basis according to notional amount reduced and equals to:</p> <p>(a) Partial guaranteed cash value;</p> <p>(b) Plus partial special bonus (if any);</p> <p>(c) Less any policy debts (e.g. policy loan with interest).</p> <p>From the effective date of partial surrender, the notional amount, guaranteed cash value and death benefit will be reduced accordingly. FWD will also determine the single premium paid, any subsequent annual dividends (if any) and special bonus (if any), based on the reduced notional amount. The reduced notional amount has to be greater than the minimum amount prescribed by FWD.</p>
Maturity Benefit	<p>Maturity benefit equals to:</p> <p>(a) Guaranteed cash value;</p> <p>(b) Plus accumulated annual dividends and interest (if any)</p> <p>(c) Plus special bonus (if any);</p> <p>(d) Less any policy debts (e.g. policy loan with interest).</p>
Death Benefit Settlement Option (Note 6)	Policy owner can choose the death benefit settlement option for the payment of death benefit in the form of a lump sum payment or regular installments (annually / monthly), or a mix of both if the insured passed away.

# Dividend/bonus information & Investment Strategy

## Dividend/bonus information

The non-guaranteed annual dividend, non-guaranteed special bonus and non-guaranteed interest for accumulated annual dividends are determined based on the latest dividend / bonus declaration philosophy and investment strategy of FWD Life Insurance Company (Bermuda) Limited (incorporated in Bermuda with limited liability) ("FWD", "We" or "us") that shown below (Please refer to FWD's website for latest information: <https://www.fwd.com.hk/en/regulatory-disclosures/dividend-bonus-declaration-philosophy/>)

You may also refer to below FWD's website for dividend / bonus history: <https://www.fwd.com.hk/en/regulatory-disclosures/fulfilment-ratios/>

## Dividend / Bonus Declaration Philosophy

FWD issues participating policies, which offer the policyholders ("You") with dividend/bonus benefits that are not guaranteed. Dividend/bonus includes annual dividend (Include interest on accumulated dividends), terminal dividend, reversionary bonus and special bonus.

Through the dividend/bonus declaration, you participate in the financial performance of the participating products. The financial performance of participating products covers the experience and future outlook of a number of factors, including but not limited to:

1. Investment return; 2. Expenses; 3. Persistency; 4. Claims experience.

FWD reviews the dividend/bonus at least annually based on our dividend policy. The dividend/bonus could be adjusted if the financial performance is different from the expectation, and as a result the actual declared dividend/bonus may be different from the benefit illustrations. The dividend/bonus recommendation is reviewed and approved by our Board of Directors (the "Board"), with written declaration by the Chairman of the Board, an Independent Non-Executive Director and the Appointed Actuary on due regard to our dividend policy as well as the principle of fair treatment of customers.

The current year and projected dividend/bonus would be communicated to you at least annually. Any changes in the current year and projected dividend/bonus will be reflected in the policy annual statement.

### Smoothing

Financial performance is unforeseeable. To facilitate your financial planning, we have a smoothing process aiming to deliver a more stable dividend/bonus payouts during the policy term.

When the financial performance is better (worse) than expected, we may hold back a portion of the gains (losses), which will be passed back to you over the future years to ensure a more stable dividend/bonus payouts. Due to the variation of features and benefits of different products, different levels of smoothing may also be applied.

### Pooling

Consistent with the nature of insurance contracts, we also group similar policies together to pool the risks amongst a larger number of policyholders to provide diversification benefits, which help to stabilize the financial performance (and hence the dividend/bonus payouts).

To maintain the fairness between policyholders, we may also separate different generations of policies of the same product into different buckets with different dividend/bonus scales, with an aim to more closely reflect the underlying financial performance. As a result, the frequency and magnitude of the dividend/bonus adjustments may vary among different products and buckets. In general, the adjustments on dividend/bonus are more frequent and significant for products with higher risk profile.

## Investment Strategy

FWD's investment strategies are customized for different products to optimize the return. In particular, these asset portfolios employ a balanced asset allocation investment strategy, which consists of

- Investment-grade fixed income-type securities
- Equity-type investments to enhance the investment performance in the long run. This may include listed equity, hedge funds, mutual funds, private equity and property

The current long-term target asset allocation of this product is as follows:

Asset type	Target asset allocation
Fixed income-type securities	50% - 70%
Equity-type investments	30% - 50%

The asset portfolios also target to provide diversification across different geographic regions and industries to the extent the size of portfolio can support. Currency exposure of the underlying policies is mitigated by closely matching either through direct investments in the same currency denomination or the use of currency hedging instruments. Currently, the majority of the asset is invested in the United States and Asia Pacific and denominated in USD.

Furthermore, the asset portfolio is actively managed by investment professionals to closely monitor the investment performance. In addition to conducting regular review, FWD also reserves the right to change the investment strategy and shall notify policyholders for any material changes.

## Investment Vehicle

The dividend/bonus rate will be influenced by the performance of the underlying investment portfolio, which consists of both fixed income-type securities and equity-type investments. The performance is not static and will be highly affected by the change in market conditions:

### Fixed income-type securities

- The return of fixed income-type securities arise from the interest income ("the yield") attained at the purchase of the securities. Under a higher (lower) market interest rates environment, the company is more likely to attain higher (lower) interest income with the new money (e.g. proceeds from coupons, maturities, new contributions);
- The defaults or downgrades of the fixed income-type securities will result in unfavorable investment performance.

### Equity-type investments

- The movement of the market price of the equity-type investments will result in change in the market value of the portfolio. Rise (fall) in the market price will increase (decrease) the market value of the portfolio.
- The change in dividend-type income from the equity-type investments will impact the investment results. Higher (lower) dividend-type income from the underlying investment will improve (worsen) the investment results.

# Notes

## 1) Regular Withdrawal Service

After holding the policy for 1 year, you can apply for the regular withdrawal service by written application and provide us the information required at the time of application, subject to FWD's relevant policies and procedures as determined in FWD's sole discretion from time to time. When the application is approved, the selected withdrawal amount will be directly credited to the designated account. Any amount withdrawn will be taken from the accumulated annual dividends and interest (if any). If there is not enough value in the accumulated annual dividends and interest (if any), the withdrawal will be taken from the guaranteed cash value and special bonus (if any) as a partial surrender and the notional amount, guaranteed cash value and death benefit will be reduced. The single premium paid, future non-guaranteed annual dividend and special bonus, will be reduced accordingly based on the reduced notional amount. We will terminate the regular withdrawal service if the notional amount after the withdrawal is below the minimum amount prescribed by FWD. In addition, if you exercise the regular withdrawal service in early policy years, the amount withdrawn together with the policy values remained in the policy may be considerably less than the total amount of premiums you paid.

## 2) Value Conversion Option

After holding the policy for 15 years, you can apply for value conversion option and reduce the notional amount by way of partially surrender the policy value, subject to FWD's relevant policies and procedures as determined in FWD's sole discretion from time to time. The value conversion option can be exercised once per policy year. Partial surrender will lead to a reduction of your notional amount and your guaranteed cash value and death benefit will be reduced accordingly. FWD will also determine the single premium paid, any subsequent annual dividend and special bonus, based on the reduced notional amount from the date of the partial surrender. The reduced notional amount has to be greater than the minimum amount prescribed by FWD.

## 3) Change of Insured

After holding the policy for 1 year and the insured is alive, you can apply in writing to change the insured. Any change to the insured must fulfill FWD's relevant policies and procedures as determined in FWD's sole discretion from time to time. Any change of the insured will not have any effect on the notional amount, guaranteed cash value, special bonus (if any), annual dividend and interest (if any) or policy years. The age of new proposed insured should fulfill the issue age requirement (age next birthday), i.e. age 1 (15 days) – age 80. The new proposed insured must have an insurable interest with the policy owner.

## 4) Contingent Insured

Any nomination of the contingent insured must fulfill FWD's relevant policies and procedures as determined in FWD's sole discretion from time to time. The age of the contingent insured at nomination should fulfill the issue age (age next birthday) requirement, i.e. age 1 (15 days) – age 80. Only one person can be named as the contingent insured each time. The contingent insured must have an insurable interest with the policy owner upon nomination.

Upon the death of the insured, the contingent insured will become the insured provided that the policy has been in effect for over 1 policy year, and subject to FWD's approval based on relevant policies and procedures as determined in FWD's sole discretion from time to time. The contingent insured should be alive and fulfill the issue age requirement and have an insurable interest with the policy owner upon FWD's approval.

## 5) Contingent Policy Owner

Any nomination of the contingent policy owner must fulfill FWD's relevant policies and procedures as determined in FWD's sole discretion from time to time. The age of the contingent policy owner at nomination should be higher than the minimum age FWD accepted. Only one person can be named as the contingent policy owner each time. Upon the death of the policy owner, the contingent policy owner will become the policy owner subject to FWD's approval based on relevant policies and procedures as determined in FWD's sole discretion from time to time and that the contingent policy owner is alive.

## 6) Death Benefit Settlement Option

Policy owner can choose the death benefit settlement option for the payment of death benefit (in the form of a lump sum payment, regular installment (annually/monthly), or a mix of both) while the insured is alive and the policy is in effect, subject to FWD's relevant policies and procedures as determined in FWD's sole discretion from time to time. The default payment option is lump-sum payment. For settlement option other than lump sum payment, the unpaid amount of death benefit will be deposited with FWD to accumulate non-guaranteed interest until the full amount of death benefit is paid to the beneficiary. The interest (if any) on unpaid balance of the death benefit will be accumulated and paid to the beneficiary in the last installment in lump sum. Such balance do not participate in the fund or benefit from its profit. Selection of death benefit settlement option is subject to current applicable rule and procedures and may change from time to time.

# Key product risks

## Credit risk

This product is an insurance policy issued by FWD. The application of this insurance product and all benefits payable under your policy are subject to the credit risk of FWD. You will bear the default risk in the event that FWD is unable to satisfy its financial obligations under this insurance contract.

## Liquidity risk

This product is a long term insurance policy. This policy of long term insurance will be made for certain determined term of years starting from the policy effective date to the policy maturity date. The policy contains value and, if you surrender your policy in the early policy years or before its maturity date, the amount you get back may be considerably less than the total premium you have paid. Application of the product may constitute the liquidity risk to your financial condition. You need to bear the liquidity risk associated with the product.

## Exchange rate and currency risk

The application of this insurance product with the policy currency denominated in a foreign currency is subject to that foreign currency's exchange rate and currency risk. The foreign currency may be subject to the relevant regulatory bodies' control (for example, exchange restrictions). If your home currency is different from the policy currency, please note that any exchange rate fluctuation between your home currency and the policy currency of this insurance product will have a direct impact on the amount of premium required and the value of benefit(s) to be received. For instance, if the policy currency of the insurance product depreciates substantially against your home currency, there is a negative impact on the benefits you receive from the product. If the policy currency of the insurance product appreciates substantially against your home currency, your burden of the premium payment is increased.

## Inflation risk

The cost of living in the future may be higher than now due to the effects of inflation. Therefore, the benefits under this policy may not be sufficient for the increasing protection needs in the future even if FWD fulfills all of its contractual obligations.

## Early surrender risk

If you surrender your policy in the early policy years or before its maturity date, the amount of the benefit you will get back may be considerably less than the total amount of the premiums you paid.

## Non-guaranteed benefits

Non-guaranteed benefits (including but not limited to Annual Dividend/Special Bonus) are not guaranteed and are determined at FWD's discretion based on its Dividend/Bonus declaration philosophy.

## Premium term

The premium payment term of the Policy is single premium.

## Termination conditions

The policy shall terminate on the earliest of the following:

- 1) On the date you surrender your policy.
- 2) On the date of the insured's death (if there is no contingent insured).
- 3) On the maturity date of the policy.
- 4) On the date the policy lapses; your outstanding policy loan amounts (including interest) are equal to or greater than the total cash value\* excluding special bonus (if any) of the policy.

\* Total cash value is guaranteed cash value, plus unpaid accumulated annual dividends and interest (if any) plus special bonus.

## Exclusion from suicide

We will not pay any death benefit if the insured commits suicide within 13 calendar months from the policy date (or from the date we restart your policy, whichever is later), our legal responsibility will be limited to an amount equivalent to any premium paid without interest, after deducting any benefits we have paid and any amounts owed to us. This applies regardless of whether the insured was sane or insane when committing suicide.



# Important notes

## Cancellation right

If you are not fully satisfied with this policy, you have the right to change your mind.

We trust that this policy will satisfy your financial needs. However, if you are not completely satisfied, you have the right to cancel and obtain a full refund of the insurance premium paid by you and levy paid by you without interest by giving us written notice. Such notice must be signed by you and received directly by the office of FWD within 21 calendar days immediately following either the day of delivery of the policy or a Cooling-off Notice to you or your nominated representative, whichever is the earlier. The notice is the one sent to you or your nominated representative (separate from the policy) notifying you of your right to cancel within the stated 21 calendar day period. No refund can be made if a claim payment under the policy has been made prior to your request for cancellation. Should you have any further queries, you may (1) call our Customer Service Hotline on 3123 3123; (2) visit our FWD Insurance Solutions Centres; 3) email to [cs.hk@fwd.com](mailto:cs.hk@fwd.com) and we will be happy to explain your cancellation rights further.

While the Policy or rider (if applicable) is in force, the Policy Owner may surrender or terminate the Policy or rider (if applicable) by sending a written request to FWD.

## Automatic Exchange of Financial Account Information

FWD must comply with the following requirements of the Inland Revenue Ordinance to facilitate the Inland Revenue Department automatically exchanging certain financial account information:

- i. to identify accounts as non-excluded “financial accounts” (“NEFAs”);
- ii. to identify the jurisdiction(s) in which NEFA-holding individuals and NEFA-holding entities reside for tax purposes;
- iii. to determine the status of NEFA-holding entities as “passive NFEs” and identify the jurisdiction(s) in which their controlling persons reside for tax purposes;
- iv. to collect information on NEFAs (“Required Information”); and
- v. to furnish Required Information to the Inland Revenue Department.

The policy owner must comply with requests made by FWD to comply with the above listed requirements.

# Declarations

- 1) This product is underwritten by FWD. FWD is solely responsible for all features, policy approval, coverage and benefit payment under the product. FWD recommends that you carefully consider whether the product is suitable for you in view of your financial needs and that you fully understand the risks involved in the product before submitting your application. You should not apply for or purchase the product unless you fully understand it and you agree it is suitable for you. Please read through the risks before making any application of the product.
- 2) This product material is issued by FWD. FWD accepts full responsibility for the accuracy of the information contained in this product material. This product material is intended to be distributed in the Hong Kong Special Administrative Region ("Hong Kong") only and shall not be construed as an offer to sell, a solicitation to buy or the provision of any insurance products of FWD outside the Hong Kong. All selling and application procedures of the product must be conducted and completed in Hong Kong.
- 3) This product is an insurance product. The premium paid is not a bank savings deposit or time deposit. The product is not protected under the Deposit Protection Scheme in Hong Kong.
- 4) This product is a participating life product with a savings element. The costs of insurance and the related costs of the policy are included in the premium paid under this plan despite the product brochure/leaflet and/or the illustration documents of this plan having no schedule/section of fees and charges or no additional charge noted other than the premium.
- 5) The product is a participating insurance product. If you surrender your policy before its maturity date, the amount you get back may be less than the total premium you have paid.
- 6) This product is designed for individuals who are looking for a long-term savings plan and it is not suitable for people who seek short-term gains.
- 7) All underwriting and claims decisions are made by FWD. FWD relies upon the information provided by the applicant and the insured in the insurance application to decide to accept or decline the application with a full refund of any premium paid and any insurance levy paid without interest. FWD reserves the right to accept/reject any insurance application and can decline your insurance application without giving any reason.
- 8) All the above benefits and payment are paid after deducting policy debts (if any, e.g. policy loan with interest).

This product material is for reference only and is indicative of the key features of the product. For the exact terms and conditions and the full list of exclusions of the product, please refer to the Policy Document of this product materials. In the event of any ambiguity or inconsistency between the terms of this leaflet and the Policy Document, the Policy Document shall prevail. In case you want to read the terms and conditions of the Policy Document before making an application, you can obtain a copy from FWD. The Policy Document of the product are governed by the laws of Hong Kong.



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