



Every Great Journey

Starts Early

MaxFocus Signature Insurance Plan
Paving the way for your child's future

Growth Participating Life

MaxFocus Signature Insurance Plan

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Raising a child nowadays is not something that can be taken lightly. In an increasingly competitive world, giving your child the best start in life is a promise to which you will need to commit major financial resources.

But how can you have the financial capability to nurture your child's talents and dreams in these inflationary times?

MaxFocus Signature Insurance Plan (the "Plan") is a targeted wealth management tool designed to help support even the most ambitious educational goals through potential wealth growth.

Highlights:



✓ Provides your wealth with long-term growth potential



- ✓ Multiple premium payment terms
- ✓ Flexible cash access
- ✓ Financial freedom in your hands



- ✓ Easy application
- ✓ Medical examination generally not required



Providing your wealth with long-term growth potential

MaxFocus Signature Insurance Plan is a growth participating insurance plan. The policy values of the Plan comprises of Guaranteed Cash Value, Annual Dividend (non-guaranteed) and Special Bonus (non-guaranteed). With a relatively high allocation in equity-type investments, it aims to bring higher potential returns while letting you enjoy a stable dividend distribution.



Flexible premium terms and withdrawals to meet your financial needs

Easy planning with multiple premium payment terms

The Plan allows you to choose USD or HKD as the policy currency over a premium payment term of 2 years, 5 years or 10 years based on your needs. You may also pay the premium in advance by using the Premium Deposit Account (Note 1) to accommodate your financial planning for your family.

Flexible cash withdrawal for your financial needs

You may choose to make withdrawal from the Policy anytime based on your needs:

- (1) Make a one-off withdrawal or exercise the Regular Withdrawal Service option (Note 2) after the end of the premium payment term to withdraw the accumulated Annual Dividend and interest (if any).
- (2) You may also choose to withdraw the Guaranteed Cash Value and Special Bonus (if any) through partial surrender. For details, please refer to the Partial Surrender Benefit under the Summary of Plan Features.



Easy application to kick off your wealth plan

MaxFocus Signature Insurance Plan is simple to apply for and medical examination is generally not required for new policy applications.

Illustrative Example



Initial Policy Owner	Peter
Insured	Kelvin (Age 1')
Premium Payment Term	5 Years
Notional amount at policy issue	USD206,612
Annual Premium	USD20,000
Total Premium Paid	USD100,000

Investing in a great future for your child

In view of the increasing expenditure on education and the intensifying competition for a local university degree, Peter wants to set up an overseas education fund for his son Kelvin as early as possible. He therefore purchases MaxFocus Signature Insurance Plan for his son Kelvin, aiming to start accumulating potential returns and building an education fund for his son at an early stage.

(Annual dividends, special bonuses and interest for accumulated annual dividends are not guaranteed, and the amounts are determined entirely at FWD's sole discretion.)

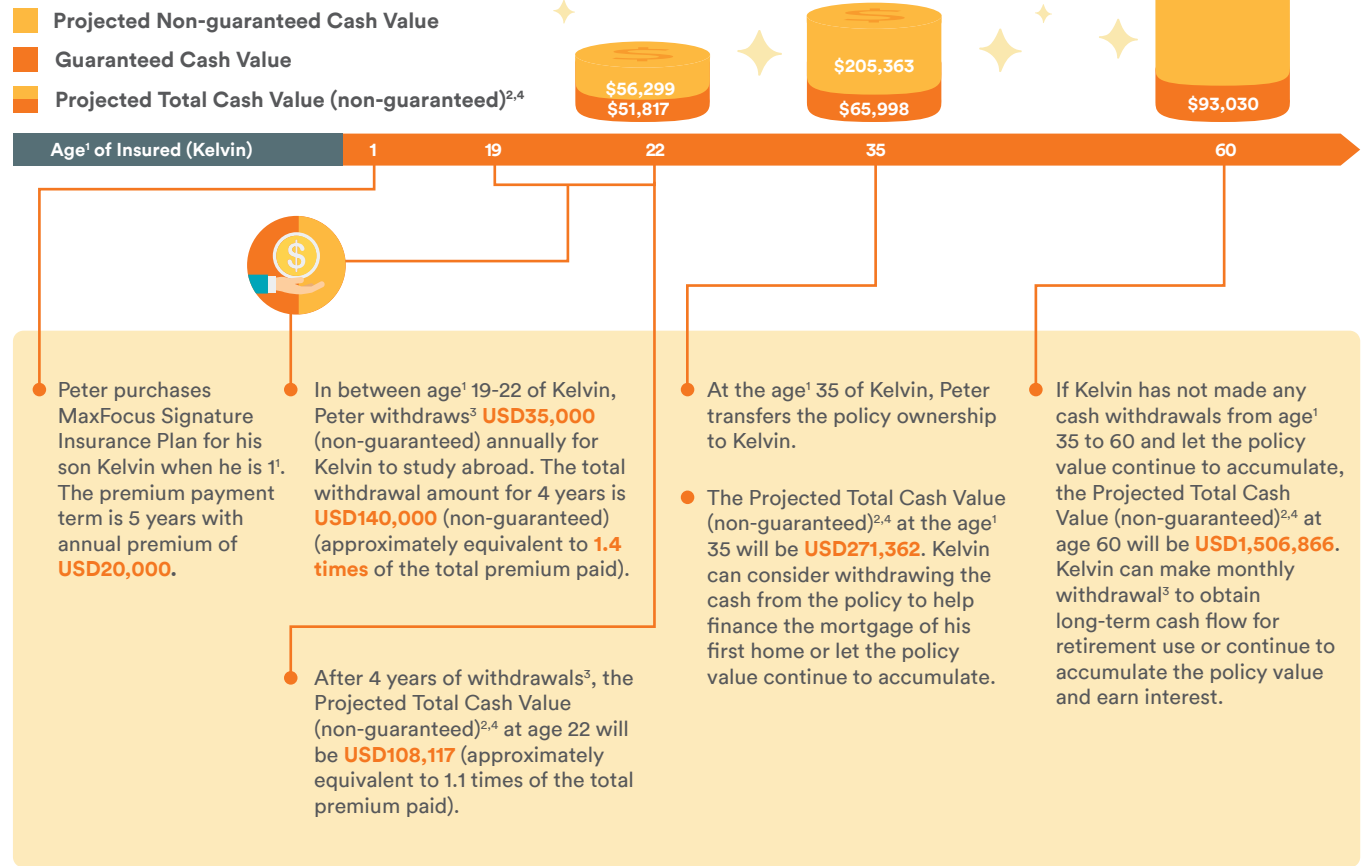


Scenario 1

Peter makes withdrawals from the policy for Kelvin's education expenses

Projected Total Cash Value (non-guaranteed)^{2,4} will be **USD1,506,866**, approximately equivalent to **15.1 times** of the total premiums paid.

Projected Total Cash Value (non-guaranteed)^{2,4} will be **USD271,362**, approximately equivalent to **2.7 times** of the total premiums paid.



Scenario 2

If no withdrawal has been made before the end of the designated policy years, for total premiums paid equal to USD100,000, the Projected Total Cash Value and the percentage of total premiums paid at the end of the respective policy years are listed below for reference:

At the end of policy year	20 th year	30 th year
Total Premiums Paid (a)	USD100,000	
Projected Total Cash Value (non-guaranteed) ^{2,4} (b)	USD244,287	USD475,811
Percentage of Total Premiums Paid (non-guaranteed) (b)/(a)	244%	475%

Remark for the above Illustrative Example:

- Age is based on the next birthday age.
- The Projected Total Cash Value (non-guaranteed) is the sum of guaranteed cash value, total amount of accumulated annual dividends with interest (if any) that we have not paid to you and special bonus (if any).
- The above withdrawal is conducted at the end of the respective policy year. The withdrawal will be made from the accumulated Annual Dividends and interest (if any). If the withdrawal amounts exceed the accumulated Annual Dividends and its interest, it will be deducted from the Guaranteed Cash Value and Special Bonus (if any) by means of reducing Notional Amount. FWD will also determine the premium, Guaranteed Cash Value, any subsequent Annual Dividends (if any) and Special Bonus (if any), as well as reduce the Death Benefit accordingly.
- The projected returns above, Annual Dividends, interest for accumulated Annual Dividends and the Special Bonus are based on FWD Life Insurance Company (Bermuda) Limited ("FWD")'s current scales of investment return which are non-guaranteed. It is assumed the non-guaranteed Annual Dividends is accumulated with interest in FWD on the above example. The current interest rate of 4.25% p.a. is used to illustrate the effect of accumulation and is based on the non-guaranteed Annual Dividends and the accumulation interest rate of those policies in US dollars. The actual amount payable may change anytime, with the values being higher or lower than those illustrated. Under some circumstances, the non-guaranteed benefits may be zero. For details, please refer to the section of Dividend / bonus information & Investment Strategy.

Important Notes for the above Illustrative Example:

- The amount of total premium(s) and the values in the illustration above may differ slightly from the premium and values payable in the policy due to rounding differences.
- All benefits are paid after deducting policy debts (if any, for example, unpaid premiums or loan and the interest of the loan).
- Change of policy owner is subject to FWD's applicable rules and regulations as determined in FWD's sole discretion from time to time. Please refer to policy provision for details.
- The above case, figures and remarks are hypothetical to illustrate the MaxFocus Signature Insurance Plan and for reference only. Should there be any changes in the values, no separate announcements will be made. Please contact your advisor for a customized illustration and refer to the Product Brochure and Policy Provisions for detailed terms and conditions of the Plan.
- The above illustrative example assumes that i) all premiums are paid in full when due, ii) no withdrawal from the accumulation of annual dividends and interest has been made (except for the withdrawal amount mentioned in scenario 1), iii) no claims have been paid, iv) there is no indebtedness under the policy, v) the notional amount of the basic plan remains unchanged throughout the policy term (except for scenario 1), and vi) the dividend paid out retains in the policy to accumulate interest.

Starting from now, with MaxFocus Signature Insurance Plan, it will come with the enhanced benefits for your child, including Outstanding Performance Awards and Waiver of Premium on Death Benefit (Parents) Rider (if applicable), to help reward your child’s academic excellence and protect their future.



Celebrate your child’s scholastic achievements

Children need encouragement. If you apply for the Plan with your child as the Insured, we will give your child a big thumbs-up for scholastic success through the Outstanding Performance Awards (Note 3). Awards will be given to celebrate your child’s academic achievements while the policy is in force.

Outstanding Performance Awards:

Academic achievements	Requirements	Award amount
(A) Primary/ Elementary education level (While any one of the following criteria from A(i) - A(iii) is achieved, HKD1,000 will be payable and subject to a maximum of once per policy and per Insured life of all policies with us.)		
i. Top 10 in the grade	Ranked in top 10 in the grade in primary school (Primary 1 - 6) or elementary education level (Grade 1 – 5)	HKD1,000
ii. First choice under Secondary School Places Allocation (SSPA)	Allocated to first choice under SSPA or equivalent placement scheme to secondary school in Hong Kong	HKD1,000
iii. Champion in inter-school competition (individual award)	Attained a champion under the category of an individual prize in any inter-school competition	HKD1,000
(B) Tertiary education level (While any one of the following criteria from B(i) – B(vii) is achieved, one of the awards will be payable and subject to a maximum of once per policy and per Insured life of all policies with us)		
i. Offer from a world’s top 10 university	<ul style="list-style-type: none">Received written confirmation from one of the top 10 universities in the world of an unconditional offer for admission to the full-time bachelor degree or undergraduate program.List of top 10 universities is subject to the list of top 10 universities in our company website as at the time of submitting the claim. Top 10 universities will vary from time to time and subject to our discretion.	HKD 30,000

Academic achievements	Requirements	Award amount
ii. Hong Kong Diploma of Secondary Education (HKDSE)	<ul style="list-style-type: none">Attained not less than 3 subjects in grade Level 5* or above among at least of 6 subjects in one sitting of HKDSEMaximum of 6 subjects can be claimed	HKD 2,000 for each subjects with grade Level 5* or above
iii. International English Language Testing System (IELTS)	Attained a score of 8 or above in the IELTS	HKD 5,000
iv. Test of English as a Foreign Language (TOEFL)	Attained a score of 110 or above in the TOEFL	HKD 5,000
v. General Certificate of Education Advanced Level (GCE A-level)	Attained not less than 3 subjects with 2 subjects in grade Level A* and 1 subject in grade Level A in one sitting of GCE A-level	HKD 5,000
vi. International Baccalaureate Diploma Programme (IBDP)	Attained a score of 41 or above in the IBDP	HKD 5,000
vii. SAT	Attained a score of 1400 or above in one sitting of Redesigned SAT with Essay	HKD 5,000

- Remarks:
- Once any one of the awards from A(i) – A(iii) and B(i) – B(vii) is paid or the Insured reaches 26 attained age (whichever is earlier), the Outstanding Performance Awards for primary or elementary education and tertiary education will be terminated.
 - Under the Outstanding Performance Awards for tertiary education, the award with the highest award will be payable even if more than one criteria of awards are achieved at the same time.



Protect your child’s future

To give your child a much-needed safety net, the Waiver of Premium on Death Benefit (Parents) Rider (Note 4) will be provided under the Policy at no extra cost to insure your child who is below the age of 18 at the time of policy application for MaxFocus Signature Insurance Plan with premium payment term of 5 / 10 years.

In the event that the parent of an Insured child (as a Policy Owner or Parent Contingent Owner) passes away before the end of premium payment term of the basic plan provided that the Policy has been in force for 2 years, we will waive the future premiums of the basic plan and this rider until the age of 25 of the Insured child.

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 5) after the end of the 1st policy year for unlimited times while the Insured is alive. The policy 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 6) while the Policy is in force and the Insured is alive. In the event of the death of the Insured after the end of the 1st policy year, the nominated Contingent Insured will automatically become the new Insured, eliminating the possibility of policy termination resulting from the unexpected death of the original Insured. In addition, you can nominate a Contingent Policy Owner (Note 7) while the Policy is in force so that the Policy can be managed by the Contingent Policy Owner in the event of the death of the original Policy Owner, sustaining the passing on of your legacy.

Death Benefit Settlement Option for flexible wealth allocation

To provide you with 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 Insured passed away. 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	2 years / 5 years / 10 years	
Issue Age (Age Next Birthday)	Premium Payment Term	Issue Age (Age Next Birthday)
	2 years	Age 1 (15 days) - 75
	5 years	Age 1 (15 days) - 75
	10 years	Age 1 (15 days) - 70
Benefit Term	Up to the policy anniversary on or immediately after the Insured reaches the age of 138 (Age Next Birthday).	
Premium Structure	Guaranteed as fixed throughout the premium payment term	
Currency	HKD / USD	
Notional Amount	Notional Amount is used to calculate premium, Guaranteed Cash Value, Annual Dividend and Special Bonus of this product. Notional Amount will be reduced upon partial surrender and the amount of all the benefits above will be reduced. Notional Amount of this product is not Death Benefit and will not be paid upon the death of the Insured.	
Minimum Notional Amount at policy issue	HKD 240,000 / USD 30,000	
Maximum Notional Amount	Not applicable (subject to underwriting requirements)	
Premium Payment Mode	Monthly / Semi-annually / Annually	
Death Benefit	Death Benefit equals to: (a) The higher of: <ul style="list-style-type: none">Guaranteed Cash Value plus Special Bonus (if any) or105% of total premiums paid; (b) Plus accumulated Annual Dividends and Interest (if any); and (c) Less any policy debts (e.g. policy loan with interest, any outstanding insurance levy) When calculating the total premiums paid, premium of any rider(s) will not be included. If the Policy has been partially surrendered, we will calculate the Death Benefit based on the total premiums paid reduced on a proportional basis according to the partial surrender.	
Surrender Benefit	Surrender Benefit equals to: (a) Guaranteed Cash Value; (b) Plus accumulated Annual Dividend and interest (if any) (c) Plus Special Bonus (if any); (d) Less any policy debts (e.g. policy loan with interest, any outstanding insurance levy).	
Partial Surrender Benefit	Calculated on proportional basis according to reduced Notional Amount: Surrender Benefit equals to: (a) Partial Guaranteed Cash Value; (b) Plus partial Special Bonus (if any); (c) Less any policy debts (e.g. policy loan with interest, any outstanding insurance levy). From the effective date of partial surrender, the Notional Amount will be reduced accordingly. FWD will also determine the premium, Guaranteed Cash Value, any subsequent Annual Dividends (if any) and Special Bonus (if any) as well as Death Benefit, based on the reduced Notional Amount. The reduced Notional Amount has to be greater than the minimum amount prescribed by FWD.	
Annual Dividend (Non-guaranteed)	While the Policy is inforce, Annual Dividend will be payable annually from the 3 rd policy anniversary. <ul style="list-style-type: none">The following options are available:<ul style="list-style-type: none">Pay in cash, orRetain in the Policy to accumulate and earn interest (default option). The interest rate is not guaranteed and is determined by FWD from time to time at its absolute discretion.Policy Owner can withdraw the accumulated Annual Dividends (if any) with interest at anytime. Accumulated Annual Dividends with interest will be payable upon surrender of the Policy, the death of the Insured, 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.	
Special Bonus (Non-guaranteed)	While the Policy is inforce, Special Bonus will be payable from the 3 rd policy anniversary upon the death of the Insured (only applicable when Guaranteed Cash Value plus Special Bonus (if any) is higher than 105% of total premiums paid), partial surrender of the Policy (including using the Regular Withdrawal Service and exercising the Value Conversion Option), 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.	

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	30% - 55%
Equity-type investments	45% - 70%

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.

1) Premium Deposit Account

To make application for a deposit to the Premium Deposit Account, a completed and signed prescribed form should be submitted to FWD. The form can be obtained from your Advisor or from FWD. Please refer to your Advisor or FWD for more information of the Premium Deposit Account.

2) Regular Withdrawal Services

Upon the expiry of premium payment term, you can apply for the Regular Withdrawal Service by written application. 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 will be reduced. The Guaranteed Cash Value, future non-guaranteed Annual Dividend and Special Bonus, as well as your Death Benefit, will be reduced accordingly. 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 the premiums you paid.

3) Outstanding Performance Award:

- Outstanding Performance Award can be claimed while the Policy have been in force for more than 1 year till the policy anniversary immediately preceding the 25th birthday of the Insured and the Policy is commenced while the Insured is at age 18 or below, and the Insured as on the commencement date of the Policy and named in the policy schedule is alive.
- Outstanding Performance Award will be payable if the Policy Owner makes a request for the payment of one of the Outstanding Performance Awards with our receipt of satisfactory documentary proof in achieving any of the specified criteria of the respective academic achievements (please refer to the summary table of Outstanding Performance Awards for details) till the policy anniversary immediately preceding the 25th birthday of the Insured.
- To make a claim on Outstanding Performance Awards, the Policy Owner must submit designated forms together with the document proof within 60 days from the issue date of such document proof, we may also request any other information and documents, subject to our applicable rules and procedures at that time.
- Outstanding Performance Award is only applicable to selected channel(s) and for the purchase of MaxFocus Signature Insurance Plan underwritten by FWD.
- Outstanding Performance Awards are subject to FWD’s applicable rules and procedures and may change the terms and conditions from time to time. The currency of this award will be in Hong Kong Dollars regardless of the policy currency of the Policy.

4) Waiver of Premium on Death Benefit (Parents) Rider

- The parent(s) of an insured child must be age between 19 and 50 (age next birthday) on the date of policy application, or request for nomination of Parent Contingent Owner. We will waive the premiums payable under the basic plan and this rider (up to the policy anniversary immediately preceding the 25th birthday of basic plan’s Insured). However, any premiums payable under any other riders attached to the basic plan will not be waived under this rider.
- We will waive the premiums payable under the basic plan subject to a Maximum Waiver Limit, which is equal to HKD800,000 (or USD100,000 for USD policies). The Maximum Waiver Limit is shared with all basic plan policies of designated series under the same basic plan’s Insured. Designated series include MaxFocus series with premium payment term of 5 years or 10 years. For the avoidance of doubts, the premiums payable under this rider is not subject to the Maximum Wavier Limit.
- The benefit will become effective after 2 years from the latest of following: (i) the Policy Date; (ii) the effective date of the change of Policy Owner, or nomination or change of Parent Contingent Owner; and (iii) the last Policy Reinstatement Date.
- Waiver of Premium on Death Benefit (Parents) Rider with no extra cost is only applicable to selected channel(s) and for the purchase of MaxFocus Signature Insurance Plan (5 / 10 years premium payment term) underwritten by FWD.
- For the term and conditions, exclusions and key product risks of Waiver of Premium on Death Benefit (Parents) Rider, please refer to the rider’s leaflet and provisions.

5) Change of Insured

After the end of 1st policy 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, Total Cash Value, 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, i.e. age 1-75 (2 years and 5 years premium payment terms) or age 1-70 (10 years premium payment term). The new Insured must have an insurable interest with the Policy Owner. All riders (if any) will be cancelled after Insured is changed and no riders can be attached afterwards.

6) 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 application should fulfill the issue age requirement. 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 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. All riders (if any) will be cancelled after Insured is changed and no riders can be attached afterwards.

7) 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 application 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 initial 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.

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. If you have selected the prepayment option, all amounts in the Premium Deposit Account will not be refunded or returned to you unless the Policy is cancelled or surrendered. You should make sure that you intend to leave your prepayment amount in your Premium Deposit Account. Application of the Plan may constitute the liquidity risk to your financial condition. You need to bear the liquidity risk associated with the Plan.

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 and non-payment of premium

The premium payment term of the Policy is 2 years, 5 years or 10 years. FWD allows a Grace Period of 30 days after the premium due date for payment of each premium. If a premium is still unpaid at the expiration of the Grace Period and the Policy has no cash value, the Policy will be terminated from the date the first unpaid premium was due. If the Policy has any loanable cash value, FWD shall automatically advance the amount of premium due as a loan against such loanable cash value of the Policy. Once the total amount of outstanding loan and interest accrued thereon is equal to or exceeds the loanable cash value of the Policy, the Policy will be terminated and you may lose all of your benefits.

Termination conditions

The Policy shall terminate on the earliest of the following:

- 1) From the premium due date, if you have not paid your premiums within the 30-day premium grace period (unless the automatic premium loan applies).
- 2) On the date you surrender your Policy.
- 3) On the date of the Insured's death (if there is no Contingent Insured).
- 4) On the maturity date of the Policy.
- 5) On the date the Policy lapses; your outstanding policy loan amounts (including interest and automatic premium loans) are equal to or greater than the total cash value (including Guaranteed Cash Value, plus unpaid accumulated Annual Dividends and interest (if any) plus Special Bonus) excluding Special Bonus (if any) of the Policy.

Exclusion

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, and any outstanding insurance levy. 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 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 risk 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 following related 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 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 Special Administrative Region. All selling and application procedures of the product must be conducted and completed in the Hong Kong Special Administrative Region.
- 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 the Hong Kong Special Administrative Region.
- 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 life 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. unpaid premiums or 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 Provisions of this product materials. In the event of any ambiguity or inconsistency between the terms of this leaflet and the Policy Provisions, the Policy Provisions shall prevail. In case you want to read the terms and conditions of the Policy Provisions before making an application, you can obtain a copy from FWD. The Policy Provisions of the product are governed by the laws of the Hong Kong Special Administrative Region.



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