Financial Adviser

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January 2025

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.
IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.

Friends Provident International Limited ("FPIL") is responsible for the information contained in this notice. To the best of the knowledge and belief of FPIL (having taken all reasonable care to ensure that such is the case), the information contained in this notice is, at the date of this letter, in accordance with the facts and there are no other facts the omission of which would make any statement in this notice misleading. FPIL accepts responsibility accordingly for the information contained in this notification.

Dear Policyholder

Policy Number: «Policy_No»
Your financial adviser: «AgentName»
Region designation: Hong Kong Onshore policyholder

Re: Reserve, Premier, Premier II, Premier Ultra, Elite, Zenith, International Investment Account, International Portfolio Bond, Managed Portfolio Account, Premier Investment Plan, Flexible Growth Plan, Executive Savings Plan, International Pension Plan, International Savings Plan, Summit and Summit II (collectively, the "Schemes")

Notification of changes to the underlying fund of Barings Developed and Emerging Markets High Yield Bond Fund (H12) (the "Affected Investment-linked Fund")

We are writing to you as your policy holds units in the FPIL Affected Investment-linked Fund (the "Affected ILF"). We have been notified by the board of directors of Barings Umbrella Fund plc (the "Company") of the following changes to the underlying fund of the Affected ILF. These changes will take effect from **5 February 2025** (the "Effective Date").

Updates to investment policy

The Company has advised that from the Effective Date, the investment policy of the underlying fund of the Affected ILF will change to reflect that it seeks to promote environmental and/or social characteristics as defined under Article 8 of the EU's Sustainable Finance Disclosure Regulation ("SFDR"). Article 8 funds are those that promote social and/or environmental characteristics, invest in companies that follow good governance, give binding commitments but do not have a sustainable investment objective.

As such, from the Effective Date the investment policy for the underlying fund of the Affected ILF will be updated to clarify that it will invest at least 50% of its Net Asset Value in issuers which exhibit positive or improving environmental and/or social characteristics. This clarification is for additional transparency purposes only and does not result in a change in the manner in which the underlying fund of the Affected ILF is managed.

In addition, the investment policy of the underlying fund of the Affected ILF will be updated to provide for the ability to invest up to 10% of its Net Asset Value in loan participations and loan assignments, which are unsecuritised and which qualify as money market instruments in accordance with the requirements of the Central Bank of Ireland.

The Company states that the amendments to the investment policy do not amount to material changes of the underlying fund of the Affected ILF. There will be no change or increase in the overall risk profile of the underlying fund of the Affected ILF and will not result in any change in the current level of fees and charges.

Please refer to the enclosed **Appendix** for details of the updated investment policy following the Effective Date.

These changes will happen automatically within your policy or contract and you do not need to take any action.

Should you wish to switch your existing investment out of the Affected ILF, or to redirect future regular premiums (if any) to a different investment-linked fund, you are free to do so, without charge, by completing a Switch/Redirection instruction form and returning it to our Hong Kong office, a copy of which is available on request.

Please note that you can also switch your investment-linked funds or redirect future premiums at any time, online through the FPI Portal, without charge. Simply log in at https://portal.fpinternational.com. It is a simple, convenient and secure way to manage your policy.

You should read the corresponding offering documents (including Product Key Facts Statement) of the underlying funds (including, without limitation, their investment objectives and policies, risk factors and charges), which will be made available by our Hong Kong office upon request.

We recommend that you seek the advice of your usual independent financial adviser before making any investment decisions.

If you have any questions regarding your policy or the investment-linked funds in which you are invested, please contact our Hong Kong office:

Friends Provident International 803, 8/F, One Kowloon 1 Wang Yuen Street, Kowloon Bay Hong Kong	Tel: +852 3550 6188 Fax: +852 2868 4983 Email: customerservicing@fpihk.com

Investment-linked fund prices may fluctuate and are not guaranteed. Investment involves risk. Past performance should not be viewed as a reliable guide of future performance.

Please refer to the offering documents of the Schemes for further details.

Yours sincerely

Chris Corkish
Investment Marketing Manager

Appendix

	From the Effective Date
Investment Objectives and Investment Strategy of the underlying fund of the Affected ILF The underlined text is new wording to be added to the underlying fund objective and investment strategy information from the Effective Date.	The primary investment objective of the underlying fund is to produce a high level of current income in US dollar terms, commensurate with an acceptable level of risk as determined by the investment manager in its reasonable discretion. Any capital appreciation will be incidental. The underlying fund will seek to achieve its primary investment objective by investing principally (i.e. at least 70% of the underlying fund's net asset value) in a portfolio of high yield fixed and floating rate corporate debt Instruments and government debt / sovereign debt instruments globally in developed and emerging/developing markets. The investment manager of the underlying fund will not invest more than 5% of the net asset value of the underlying fund in securities of any one corporate issuer rated sub-investment grade by an internationally recognised rating agency (i.e. BB+ or lower from the ratings agency Standard & Poor's ("S&P") or Fitch, "Ba1" or lower from Moody's Investor Services, or equivalent rating of another internationally recognised rating agency) or assigned an equivalent rating by the investment manager of the underlying fund. Subject to the foregoing diversification limit in respect of corporate issuers, and in order to achieve a high level of current income, the investment manager of the underlying fund intends to invest at least 50% of the underlying fund's net asset value in sub-investment grade securities but rated not lower than B-. The investment manager of the underlying fund may also invest less than 30% of its net asset value in sub-investment grade securities rated lower than B- . Where an eligible asset is not rated by an internationally recognised rating agency, the investment manager of the underlying fund may determine its own assessment of credit quality and assign an agency equivalent rating to the asset. The underlying fund may invest less than 30% of its net asset value in debt instruments with loss absorption features ("LAP") (e.g. contingent convertible bonds ("CoCos"), Tier 2, Tier 3, external LAC debt instruments and certain similar debt instruments issued by a holding company of a financial institution which exhibit LAP features) out of which no more than 10% of underlying fund's net asset value may be invested in CoCos. LAP is intended to capture debt instruments with features of contingent write-down or contingent conversion to ordinary shares on the occurrence of (a) when a financial institution is near or at the point of non-viability or (b) when the capital ratio of a financial institution falls to meet a specified level. As part of its investment in emerging or developing markets, the investment manager of the underlying fund may invest in debt and equity (less than 30% of underlying fund's net asset value) securities of any issuer operating in any developing or emerging country which are listed or dealt in on a stock exchange or other regulated market in any such developing or emerging country. Where the country is a Member State of the European Union or the Organisation for Economic Co-Operation and Development ("OECD"), such securities will normally be in the form of Eurobonds which will be listed on the Luxembourg Stock Exchange or dealt in through the markets organised under the rules of the International Securities Market Association. The underlying fund generally aims to maintain a diversified portfolio and its exposure in securities of issuers operating in each such developing or emerging country, however, investments in securities listed or dealt in on stock exchanges or regulated markets in any such country will be less than 30% of its net asset value. Subject to the foregoing, the policy of the investment manager of the underlying fund is to maintain diversification in terms of the countries to which investment exposure is maintained and there is no general limit to the proportion of the assets which may be invested in any one country or region, and the underlying fund may invest in any country and in securities issued by companies of any market size, of any industry or sector (as the case may be) and in securities denominated or settled in any currency in such proportions as the investment manager of the underlying fund deems appropriate.

	The underlying fund is not expected to invest more than 10% of its net asset value in securities issued and/or guaranteed by a single sovereign issuer (including its government, public or local authority of that country) which is rated sub-investment grade. The underlying fund may also invest in units and/or shares in collective investment schemes (subject to a limit of 10% of net asset value) where such investment is consistent with the investment objective of the underlying fund. The underlying fund may also invest up to 10% of its net asset value in loan participations and loan assignments which are unsecuritised and which qualify as money market instruments in accordance with the requirements of the Central Bank of Ireland. The underlying fund will invest at least 50% of its net asset value in assets that exhibit positive or improving environmental and/or social characteristics. Issuers that exhibit positive or improving environmental, social and governance ("ESG") characteristics are selected through the underlying fund investment manager's proprietary research which is supported with the use of third-party issuer specific ESG data.

Any terms not defined herein shall have the same meaning as set out in the Barings Umbrella Fund plc. Prospectus currently in force.

Friends Provident International

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2025 年 1 月

本項為重要文件，請即時查閱。
如有疑問，請尋求專業意見。

英國友誠國際有限公司（「FPIL」）對本通知所載資訊負責。據 FPIL 所知及所信（已採取一切合理謹慎措施確保情況屬實），本通知所載資訊在本函發出之日均與事實相符，且無任何其他遺漏會使本通知中任何陳述產生誤導。FPIL 對本通知所載資訊承擔相應責任。

致保單持有人

保單編號：«Policy_No»
閣下的財務顧問：«AgentName»
指定地區：香港境內保單持有人

關於：豐裕計劃、優裕計劃、曉逸投資相連壽險計劃、卓裕計劃、萬全精英投資計劃、萬全智富投資計劃、萬全國際投資計劃、全能投資組合計劃、Managed Portfolio Account、Premier Investment Plan、靈活增長計劃、行政人員儲蓄計劃、International Pension Plan、International Savings Plan、嶺豐投資計劃和嶺豐投資相連壽險計劃 II（統稱為「計劃」）

霸菱成熟及新興市場高收益債券基金（H12）（「受影響之投資相連基金」）相關基金的變更通知

我們現向閣下致函，乃因為閣下的保單持有 FPIL 受影響之投資相連基金（「受影響之 ILF」）。我們已收到 Barings Umbrella Fund plc（以下簡稱「公司」）董事會關於受影響之 ILF 之相關基金即將發生以下變化。這些調整將於 **2025 年 2 月 5 日**（「生效日」）起效。

投資政策更新

該公司已告知，自生效日期起，受影響之 ILF 之相關基金的投資政策將有所變化，以尋求歐盟《可持續性金融披露規例》（簡稱「SFDR」）第 8 條中促進環境及/或社會特性方面的規定。第 8 條的基金是指促進社會及/或環境特性以及在遵循良好治理、給予具有約束力的承諾但沒有可持續投資目標的公司中投資的基金。

因此，自生效日起，受影響之 ILF 之相關基金的投資政策將更新，以明確該基金將投資至少 50% 的資產淨值於具有正面或改善環境及/或社會特性的發行人。這項澄清僅用於增加透明度目的，並不會導致受影響之 ILF 之相關基金的管理方式出現改變。

此外，受影響之 ILF 之相關基金的投資政策將更新，根據愛爾蘭中央銀行的要求，將其資產淨值的 10% 投資於未證券化的貸款參與及貸款轉讓作為貨幣市場工具。

該公司表示，投資政策的修訂並不構成受影響之 ILF 之相關基金的重大變化。受影響之 ILF 之相關基金的整體風險概況不會改變或增加，也不會導致目前的費用和收費水平有任何變化。

關於生效日後更新的投資政策詳情，請參閱隨附的**附錄**。

這些變更將在閣下的保單或合約中自動執行，閣下無須採取任何行動。

您可隨時將現有的投資從受影響之投資相連基金免費轉換至另一投資相連基金，或將日後的定期保費（如適用）轉換至您保單下的另一投資相連基金，費用全免。您可向本公司索取基金轉移／重新調配指示表格，並將填妥的表格交回我們的香港辦事處。

請注意，閣下也可以隨時透過 FPI 網站以線上方式免費轉換閣下的投資相連基金或重新調配未來的保費。您只需登入網上系統 https：//portal.fpinternational.com 即可。這是一種簡單、方便和安全的管理保單的方法。

閣下應閱讀相關基金的相應銷售文件（包括產品資料概要），當中包括但不限於其投資目標及政策、風險因素及收費。我們的香港辦事處將因應要求提供該等資料。

我們建議閣下在作出任何投資決定之前，向閣下的常用獨立財務顧問尋求意見。

倘若閣下對閣下的保單或投資的投資相連基金有任何疑問，請聯絡香港辦事處：

英國友誠國際有限公司
一號九龍 8 樓 803 室
九龍灣宏遠街 1 號
香港

電話：+852 3550 6188
傳真：+852 2868 4983
電郵：customerservicing@fpihk.com

投資相連基金的價格可能出現波動，並且無法保證。投資涉及風險。往績未必能作為日後表現的指標。

更多詳情請參閱計劃的銷售文件。

謹啟

Chris Corkish
投資銷售經理

附錄

	自生效日起
受影響之 ILF 之相關基金的投資目標及投資策略 附有底線的內容乃自生效日加入相關基金的目標及投資策略資料。	相關基金的主要投資目標，是在承受投資經理按其合理酌情所決定的可接受風險下賺取高收益（以美元計值）。任何資本增值均屬附帶利益。 相關基金將主要透過投資於（即不低於相關基金資產淨值的 70%）成熟和新興/發展中市場高收益的定息和浮息公司債務工具和政府債務/主權債務工具組合，務求實現其主要投資目標。 對獲國際認可評級機構評為投機級別債券（即標準普爾（「標普」）或惠譽的 BB+ 或以下；或穆迪的「Ba1」或以下，或其他國際認可評級機構的同等評級），或相關基金的投資經理評定的同等評級之任何公司債發行人，相關基金的投資經理對該等發行人之債券投資佔比不會超過相關基金資產淨值的 5%。在符合上述公司發行人多元化限制的前提下，為達致較高的當期收益，相關基金的投資經理擬將相關基金資產淨值的至少 50% 投資於次投機級別債券，惟評級以不低於 B- 為限。相關基金的投資經理也可以將其不超過其資產淨值的 30% 投資於評級低於 B- 的投機級別債券。 若合資格資產未獲國際認可評級機構的評級，相關基金的投資經理可自行釐定其信用質量評估，並為該資產指定相應的評級機構。 相關基金可將其不高於 30% 的資產淨值投資於具有損失吸收特點（「LAP」）的債務工具（例如，或有債券（「CoCos」)、二級投資工具、三級投資工具、外部 LAC 債務工具以及由具有 LAP 特點的金融機構控股公司發行的特定類型之債務工具），其中不超過相關基金資產淨值的 10% 投資於 CoCos。LAP 之目的乃一旦發生以下情況：(a) 當金融機構接近或處於無法繼續經營的狀態；或 (b) 當金融機構的資本比率降至指定水平時，投資工具可能須進行或然撇減，或應急轉換為普通股。 為其在新興市場或發展中市場投資的一部分，相關基金的投資經理亦可投資在任何發展中或新興國家營運之任何發行人的債務和股權（不超過相關基金資產淨值的 30%），惟該等發行人在歐洲聯盟或經合組織成員國的證券交易所或其他受監管市場上市或掛牌交易。如果該國是歐洲聯盟或經濟合作暨發展組織（「OECD」）成員國，此類證券一般採用歐元債券的形式，在盧森堡證券交易所上市，或透過依照國際證券市場協會規則組織的市場進行交易。相關基金之目標乃從整體上保持多元化的投資組合，投資於在各發展中國家或新興國家營運之發行人的證券，惟不得將超過其資產淨值的 30% 投資於在任何此類國家的證券交易所或受監管市場上市或掛票交易的證券。 在符合上述規定的前提下，相關基金的投資經理的政策是保持投資風險所在國家的多元化，並且對可投資於任何一個國家或地區的資產比例並無一般限制，同時相關基金的投資經理可按照其認為適宜的比例，投資於任何國家及由任何市場規模、行業或板塊（視乎情況而定）公司發行的證券，以及以任何貨幣計價或結算的證券。 相關基金預期不會將其超過 10% 的資產淨值，投資於由任何單一國家（包括該國政府、公共機構或地方當局）發行及/或擔保、且評級為投機級別的債券。 如果相關基金的投資目標與相關基金的投資目標一致，相關基金也可以投資於集體投資計劃中的單位及/或股份（受資產淨值不超過 10% 規限）。<u>相關基金亦可根據愛爾蘭中央銀行的要求，將其資產淨值的 10% 投資於未證券化的貸款參與及貸款轉讓作為貨幣市場工具。</u>

	相關基金將投資至少 50% 的資產淨值於具有正面或改善環境及/或社會特性的資產。透過基金投資經理的專有研究，並採用第三方發行人特定環境、社會和治理（ESG）資料來選擇的發行人，選出有正面或改善 ESG 特徵的發行人。

本文未定義的任何術語，均與 Barings Umbrella Fund plc 所載的含義相同。招股說明書目前有效。