

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this ILP sub-fund and complements the Fund Information Booklet (“FIB”) and Product Summary (“PS”).
- It is important to read the FIB and PS before deciding whether to invest in 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.
- Please speak to a representative of either Prudential Singapore or a distributor duly appointed by Prudential Singapore if you wish to invest in the ILP sub-fund.

## PRULINK FLEXGROWTH FUND (SGD) (the “ILP Sub-Fund”)

<b>Product Type</b>	<b>ILP Sub-Fund<sup>1</sup></b>	<b>Launch Date</b>	<b>15 December 2022</b>
<b>Product Provider (includes the correlative meanings “we”, “us” and “our”)</b>	<b>Prudential Assurance Company Singapore (Pte) Limited</b>	<b>Dealing Frequency</b>	<b>Every Business Day</b>
<b>Manager of the ILP Sub-Fund (the “Manager”)</b>	<b>Prudential Assurance Company Singapore (Pte) Limited</b>	<b>Capital Guaranteed</b>	<b>No</b>
<b>Management Company of the Underlying Fund (the “Management Company”)</b>	<b>Hauck &amp; Aufhäuser Fund Services S.A.</b>	<b>Name of Guarantor</b>	<b>Not applicable</b>
<b>Investment Manager of the Underlying Fund (the “Investment Manager”)</b>	<b>Munich Re Investment Partners GmbH</b>		
<b>Underlying Fund</b>	<b>MEAG FlexConcept – Best10USD Fund (unit class SGD)</b>	<b>Custodian of ILP Sub-Fund</b>	<b>Citibank N.A.</b>
		<b>Expense Ratio for financial year ended 31 December 2023</b>	<b>0.86%</b>

<sup>1</sup> For ILP Sub-Fund that feeds into an underlying fund, some of the information provided below could be similar to the underlying fund.

### ILP SUB-FUND SUITABILITY

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

- The ILP Sub-Fund is only suitable for investors who:
  - Pursue a goal of capital investment and capital optimization and who have a medium term investment horizon of at least five years.
  - Have basic knowledge and/or experience with transferable securities.
  - Can bear financial losses and does not rely on protection of capital.

**Investors may wish to speak to a Prudential Financial Consultant or Representative before making a commitment to invest in the ILP Sub-Fund.**

#### Further Information

Refer to *Schedule (“Sch”) 1, Section (“Sec”) VI – Product Suitability* of the FIB for further information on product suitability of the ILP Sub-Fund

### KEY FEATURES OF THE ILP SUB-FUND

#### WHAT ARE YOU INVESTING IN?

- You are investing in an ILP Sub-Fund which feeds into MEAG FlexConcept – BEST10USD (unit class SGD) (the “Underlying Fund”).
- The Underlying Fund aims to achieve capital growth in the mid to long term by maintaining exposure to equity and bond markets using a rules-based investment strategy with the objective to participate in the performance of the Systematix BEST 10% RC USD Index (the “Index”).

Refer to *Sch 1, Sec II – Investment Objectives and Sch 1, Sec III – Investment Focus and Approach* of the FIB for further information on features of the ILP Sub-Fund.

**Investment Strategy**

- The Underlying Fund invests up to 100% of its Net Asset Value in U.S. dollar and/or JPY-denominated securities, more specifically, interest-bearing securities, government bonds, government and/or treasury bills, government and/or treasury notes and money market instruments that generally meet the minimum credit rating requirement of A- by the credit rating agencies selected by the Management Company Board. The Underlying Fund's assets may also be held in ancillary liquid assets and bank deposits. The currency risk associated with investments in a currency other than the Underlying Fund's Reference Currency is generally hedged by the use of derivatives, including FX-Forward transactions.
- Furthermore, the Underlying Fund implements a derivative-based strategy in order to participate in the performance of the Index by entering into unfunded OTC-total return swap transactions, whose underlying is the Index. Moreover, the index performance is based on the performance of a number of exchange listed derivative contracts contained within the Index and especially independent of the interest rate prevailing during the corresponding period as the Index does not contain a compounding component.

Refer to *Sch 1, Sec II – Investment Objectives and Sch 1, Sec III – Investment Focus and Approach* of the FIB for further information on the investment objective and focus of the ILP Sub-Fund.

Refer to *Sch 1, Sec III – Investment Focus and Approach* on of the FIB for further information on Investment Process.

**Parties Involved**

**WHO ARE YOU INVESTING WITH?**

- *Prudential Assurance Company Singapore (Pte) Limited*: the Product Provider.
- *Prudential Assurance Company Singapore (Pte) Limited*: the Manager of the ILP Sub-Fund.
- *Hauck & Aufhäuser Fund Services S.A.*: the Management Company of the Underlying Fund.
- *Munich Re Investment Partners GmbH*: the Investment Manager of the Underlying Fund.
- *Citibank N.A.*: the Custodian of the ILP Sub-Fund.

Refer to *Sec 1 – The Product Provider and Sec 2 – The Manager, the Management Company and the Investment Manager* of the FIB for further information on roles and responsibilities of these entities and the PS for what happens if they become insolvent.

**KEY RISKS**

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

As the ILP Sub-Fund feeds into the Underlying Fund, the risks inherent in the Underlying Fund also impact the ILP Sub-Fund.

**The value of the ILP Sub-Fund may rise or fall. These risk factors may cause you to lose some or all of your investment:**

Refer to *Sec 4 – Risks* on the FIB for further information on risks of the ILP Sub-Fund.

**Market and Credit Risks**

- **You are exposed to Market Risk.** The market price of securities owned by the Underlying Fund may go up or down, sometimes rapidly or unpredictably. Securities may decline in value due to factors affecting securities markets generally or particular industries represented in the securities markets. The value of a security may decline due to general market conditions that are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the general outlook for corporate earnings, changes in interest or currency rates or adverse investor sentiment generally. It may also decline due to factors affecting a particular industry or industries, such as labour shortages, increased production costs or competitive conditions within an industry. During a general downturn in the securities markets, multiple asset classes may decline in value simultaneously
- **You are exposed to Credit Risk.** The Underlying Fund invests a part of its assets in bonds. The issuers of these can become insolvent, leading to the bonds losing much or all of their value.
- **You are exposed to Counterparty Risk.** The default of an issuer or counterparty could cause losses for the Underlying Fund assets. Issuer risk refers to the impact of particular developments concerning the respective issuer that affect the price of a transferable security, in addition to the influence exerted by general trends in the capital markets. Even when the securities are carefully selected, losses due to the financial collapse of issuers cannot be ruled out. The counterparty risk includes the risk of a party to a reciprocal contract defaulting on all or part of its own debt. This applies to all contracts that are concluded on behalf of the Underlying Fund.

Refer to *Sec 4 – Risks* on the FIB for further information on risks of the ILP Sub-Fund.

**Liquidity Risks**

- **You may not be able to perform a withdrawal of units during any period where dealing is suspended.** Your right to withdraw units may be temporarily suspended under certain circumstances.
- **The ILP Sub-Fund is not listed and you can redeem your shares only on Business Days.** There is no secondary market for the units in the ILP Sub-Fund. All withdrawal applications should be submitted to the Product Provider.

Refer to *Sec 9 – Suspension of Dealing* of the FIB for further information on suspension of dealing of the ILP Sub-Fund.

**Product-Specific Risks**

- **You are exposed to Total Return Swap.** The underlying of the Total Return Swap Transactions will be a futures-based index. Total Return Swap Transactions may be subject to various types of risks, including, but not limited to market risk, liquidity risk, the risk of non-performance by the counterparty, including risks relating to the financial soundness and creditworthiness of the counterparty, risks arising in connecting with the collateral management, performance of the underlying reference rate or Index, legal risk and operations risk. Associated risks can change independently of each other and more than one risk factor may have simultaneous effects. The value of the derivatives may fluctuate and result in a substantial decrease in value or even a total loss.
- **You are exposed to Index performance risk.** The Index performance will be based to the return of a number of exchange listed derivative contracts. There will not be a direct exposure to the underlying components and counterparty risk of the Index. The Index may not outperform an investment in individual constituents. Changes in rates of exchange, rates of interest and prices of any Index components, among other things, may have an adverse effect on the value of the Index. The past performance of an Index is not necessarily a guide to its future performance. The Index utilizes an exponentially weighted volatility estimator, aims for a target volatility and might use a target leverage. The leverage contained in the Index may result in larger fluctuations in the Index value and therefore entails a higher degree of risk. No assurance can be given that the parameters selected by the Index will produce better performance than if other parameters were selected.
- **You are exposed to High leverage risk.** The Underlying Fund may have a net leveraged exposure of more than 100% of the NAV of the Underlying Fund. This will further magnify any potential negative impact of any change in the value of the underlying asset on the Underlying Fund and also increase the volatility of the Underlying Fund’s price and may lead to a higher risk of significant losses.
- **You are exposed to Collateral Risk.** The Counterparty may provide collateral in order to provide protection to the Underlying Fund in respect of its exposure to the Counterparty under the relevant transactions. In the event of the default or insolvency of the Counterparty, the Underlying Fund will have recourse to the collateral provided by the Counterparty and will therefore be exposed to the general risks applicable to an investment in such collateral.

Refer to *Sec 4 – Risks* on the FIB for further information on the risks specific to the ILP Sub- Fund.

**You should be aware that the Underlying Fund may be exposed to other risks of an exceptional nature from time to time.**

**FEES AND CHARGES**

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

Fees payable directly by you

- You will need to pay the following fees and charges as a percentage of your gross investment sum:

Switching Fee	Not applicable. We currently do not allow fund switch. Should we allow fund switch in the future and decide to levy an administration charge, we will give written notice 30 days’ in advance.
Redemption Fee	Not applicable

Fees payable by the ILP Sub-Fund

- The ILP Sub-Fund will charge the following fees and charges:

Refer to *Sch 1, Sec X – Fees* of the FIB for full details on the fees and charges that apply

Continuing Investment Charge	0.50% per annum. We reserve the right to vary the continuing investment charge. Any increase in the continuing investment charge will be up to a maximum of 2% per annum but we will not do so before giving you 6 months' written notice.
Custodian Fee	Below 0.02% per annum, and it may vary depending on number and volume of transactions.

Refer to *Sch 1, Sec X – Fees* of the FIB for full details on the fees and charges that apply

**VALUATIONS AND EXITING FROM THIS INVESTMENT**

**HOW OFTEN ARE VALUATIONS AVAILABLE?**

- The ILP Sub-Fund is valued every Business Day to work out the unit price. Prices of the ILP Sub-Fund may currently be obtained from [www.prudential.com.sg](http://www.prudential.com.sg), or such other publications or media as may from time to time be available.

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

- You can exit the ILP Sub-Fund by submitting a signed written instruction to us or the distributor from whom you purchased your ILP.
- If you do so within the review period of 14 days from the date you receive your Policy Document/Policy Booklet, premiums less medical fees (if any) incurred in assessing the risk under the policy will be refunded. We use a premium refund formula as determined by us, to work out the amount to be refunded to you. As you purchased an investment-linked type of policy, we will, in determining the amount that is payable to you, additionally be entitled to adjust the amount to reflect the change in market value of the underlying assets.
- Partial withdrawals are subject to minimum holding requirements. If you make a partial withdrawal, the remaining units in your ILP policy must be worth at least S\$1,000 based on the bid price at the time of withdrawal. If not, you will not be able to make a partial withdrawal.
- Your withdrawal value is determined as follows:
  - If we receive your withdrawal application by 3.00 pm, the withdrawal value will be based on the bid price calculated on the next Business Day.
  - If we receive your withdrawal application after 3.00 pm, the withdrawal value will be based on the bid price calculated on the second Business Day following the day we receive the withdrawal application.
- You will normally receive the withdrawal value no later than 6 Business Days from the date we receive and accept your withdrawal application.
- The withdrawal value that you will receive will be the bid price multiplied by the number of units sold. An example is as follows:

Refer to *Sec 8 – Obtaining Prices of Units* and, *Sec 9 – Suspension of Dealing* of the FIB for further information on valuation and exiting from the ILP Sub-Fund.

Refer to section on “Review Period” or “Free Look Period” of the PS for further information on exiting from the policy.

1, 000	X	S\$1.00	=	S\$1,000
Number of Units Withdrawn		Bid Price		Withdrawal Value

**CONTACT INFORMATION**

**HOW DO YOU CONTACT US?**

You may contact Prudential Assurance Company Singapore (Pte) Limited at our PruCustomer Line at 1800 333 0 333 or visit [www.prudential.com.sg](http://www.prudential.com.sg)

**APPENDIX: GLOSSARY OF TERMS**

<b>Business Day</b>	: Means any day other than Saturday or Sunday on which commercial banks in Singapore are generally open for business, or where the context expressly requires, any day other than Saturday or Sunday on which commercial banks in Singapore or elsewhere are generally open for business, or any other day as the Manager and the Trustee (where applicable) may agree in writing.
<b>ILP</b>	: Investment-Linked Policy
<b>Equities</b>	: Means all equities and similar securities, including but not limited to, preference shares, convertible preference shares, equity warrants, depositary receipts (e.g. American depositary receipts, global depositary receipts), REIT equities, REIT units, equity linked notes, warrants to subscribe for equities. Equities also include index certificates, equity certificates, other comparable certificates and equity baskets as well as assets whose risk profile correlates with the relevant equity or with the investment markets to which these assets can be allocated.

**NAV** : Net Asset Value

**Valuation/Dealing Day** : Means each day on which banks and exchanges in Luxembourg and the United States are open for business.