



# PRULink Fund Information Booklet

May 2023

PRULink Global Managed Fund



## **IMPORTANT INFORMATION**

**Capitalised terms used below, unless otherwise defined, shall have the same meanings ascribed to them under the Glossary of Terms of this Fund Information Booklet.**

This Fund Information Booklet is for information only and is not a contract of assurance. Investors should refer to the Policy Document for specific policy details applicable to their PRULink investment-linked policies. **Investors should note that this Fund Information Booklet must be read together with the accompanying Product Summary and Product Highlights Sheet as one document.**

This Fund Information Booklet is published for informational purposes only, without regard to the specific investment objectives, financial situation and particular needs of any specific person and should not be construed as an advice or recommendation to invest in the Fund. Investors may wish to seek advice from their Prudential Financial Consultants before making a commitment to purchase the product. In the event an investor chooses not to seek advice from a Prudential Financial Consultant, he/she should consider whether the product in question is suitable for him/her. Investors are advised to read the Fund Information Booklet, the accompanying Product Summary and Product Highlights Sheet before deciding whether to subscribe for units in this Fund.

Investors should seek professional advice to ascertain (a) the possible tax consequences, (b) the legal requirements and (c) any foreign exchange transactions or exchange control requirements which they may encounter under the laws of the countries of their citizenship, residence or domicile and which may be relevant to the subscription, holding or disposal of units in the Fund and/or Underlying Fund. Each investor will assume and be solely responsible for any and all tax of any jurisdiction or governmental or regulatory authority, including without limitation any state or local taxes or other like assessment or charges that may be applicable to any payment to him/her in respect of any Fund and/or Underlying Fund. None of the Fund and/or Underlying Fund will pay any additional amounts to investors to reimburse them for any tax, assessment or charge required to be withheld or deducted from any payments made to them.

The Fund and/or Underlying Fund has not been and will not be registered under the United States Investment Company Act of 1940 as amended. The units of the Fund and/or Underlying Fund have not been and will not be registered under the United States Securities Act of 1933 as amended (the “**Securities Act**”) or under the securities laws of any state of the United States of America and such shares may be offered, sold or otherwise transferred only in compliance with the 1933 Act and such state or other securities laws. The units of the Fund and/or Underlying Fund may not be offered or sold within the United States or to or for the account of any US Person as defined in Rule 902 of Regulation S under the Securities Act. Rule 902 of Regulation S under the Securities Act defines US Person to include inter alia any natural person resident of the United States and with regards to investors other than individuals, (i) a corporation or partnership organized or incorporated under the laws of the US or any state thereof; (ii) a trust: (a) of which any trustee is a US Person except if such trustee is a professional fiduciary and a co-trustee who is not a US Person has sole or shared investment discretion with regard to trust assets and no beneficiary of the trust (and no settlor if the trust is revocable) is a US Person or (b) where court is able to exercise primary jurisdiction over the trust and one or more US fiduciaries have the authority to control all substantial decisions of the trust and (iii) an estate (a) which is subject to US tax on its worldwide income from all sources; or (b) for which any US Person is executor or administrator except if an executor or administrator of the estate who is not a US Person has sole or shared investment discretion with regard to the assets of the estate and the estate is governed by foreign law.

The term "US Person" also means any entity organized principally for passive investment (such as a commodity pool, investment company or other similar entity) that was formed: (a) for the purpose of facilitating investment by a US Person in a commodity pool with respect to which the operator is exempt from certain requirements of Part 4 of the regulations promulgated by the United States Commodity Futures Trading Commission by virtue of its participants being non-US Persons or (b) by US Persons principally for the purpose of investing in securities not registered under the United States Securities Act of 1933, unless it is formed and owned by "accredited investors" (as defined in Rule 501 (a) under the Securities Act of 1933) who are not natural persons, estates or trusts. "United States" and "US" means the United States of America (including the States and the District of Columbia), its territories, its possessions and any other areas subject to its jurisdiction.

Prudential Singapore is an indirect subsidiary of Prudential plc of the United Kingdom. Prudential Singapore and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America.

This Fund Information Booklet does not constitute an offer or solicitation by anyone in any jurisdiction in which such offer or solicitation is not lawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such an offer or solicitation.

Investors should also consider the risks of investing in the Fund which are summarised in Section 4 of this Fund Information Booklet.

This Fund Information Booklet does not represent a contract.

## **PRULink Global Managed Fund**

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## PRULink Global Managed Fund

### 1. The Product Provider

Prudential Assurance Company Singapore (Pte) Limited (“**Prudential Singapore**”) [Company Registration No. 199002477Z], 30 Cecil Street, #30-01, Prudential Tower, Singapore 049712 Tel: 1800-333 0 333 is the product provider (“**Product Provider**” includes the correlative meanings “we”, “us” and “our”) in respect of the PRULink Global Managed Fund (the “**Fund**”).

### 2. The Manager and the Investment Manager

#### 2.1 The Manager

The manager of the Funds is Eastspring Investments (Singapore) Limited, (the “**Manager**”), whose registered office is at 10 Marina Boulevard, #32-01 Marina Bay Financial Centre Tower 2, Singapore 018983. The Manager is regulated by the Authority.

The Manager was incorporated in Singapore in 1994 and is Eastspring’s Singapore office. The Manager has been managing discretionary funds since 1995. The Manager manages S\$175 billion of which approximately S\$158 billion are discretionary funds managed in Singapore as at 31 December 2022. The Manager is an ultimately wholly-owned subsidiary of Prudential plc (“**Prudential**”) of the United Kingdom. The Manager and Prudential are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America or with the Prudential Assurance Company, a subsidiary of M&G plc, a company incorporated in the United Kingdom.

*Source: Eastspring Investments (Singapore) Limited as at 31 December 2022*

Past performance of the Manager is not necessarily indicative of its future performance.

#### 2.2 The Investment Manager of the Underlying Fund

The Fund is a single fund and invests its assets into the Schroder Multi-Asset Revolution (the “**Underlying Fund**”), which is domiciled in Singapore and managed by Schroder Investment Management (Singapore) Ltd (Company Registration No. 199201080H) (“**Schroders Singapore**” or the “**Investment Manager**”).

Fund		Manager of the Fund
PRULink Global Managed Fund	←	Eastspring Investments (Singapore) Limited
Underlying Fund		Investment Manager of the Underlying Fund
Schroder Multi-Asset Revolution	←	Schroder Investment Management (Singapore) Ltd

**Schroders Singapore** is a wholly-owned subsidiary of Schroders plc. Schroders plc's total assets under management were US\$887.2 billion as at 31 December 2022 (including Joint Ventures and Associates).

**Schroders Singapore** was incorporated in Singapore in 1992 and has been managing collective investment schemes and discretionary funds in Singapore since 1992.

Source: Schroders, as at 31 December 2022

Past performance of the Investment Manager is not necessarily indicative of its future performance.

*\*The Underlying Fund of the Fund was changed from 50% PRULink Global Bond Fund and 50% PRULink Global Equity Fund to Schroder Multi-Asset Revolution with effect from 8 June 2010.*

### **3. The Auditor**

The auditor of the accounts for the Fund is Ernst & Young LLP (the “**Auditor**”) whose registered office is at One Raffles Quay North Tower, Level 18 Singapore 048583.

### **4. Risks of the Fund and Underlying Fund**

The risks set out in this section are in relation to the Fund and the Underlying Fund. Given that the Fund feeds into the Underlying Fund, it is acknowledged that the risks inherent in the Underlying Fund will also impact the Fund. As such investors should carefully consider the risks set out in this section before investing into the Fund.

#### **4.1 General Risks of the Underlying Fund**

Investments in the Underlying Fund are subject to different degrees of economic, political, foreign exchange, interest rate, liquidity, default, regulatory and possible repatriation risks depending on the countries that the Underlying Fund invests into or has exposure to.

Investors should be aware that the price of units of the Underlying Fund and the income from them, if any, may go down as well as up and that past performance is not necessarily a guide to the future performance of the Underlying Fund. Investors may not get back their original investment.

As the Underlying Fund may invest into other funds, investment into the Underlying Fund will be subject to different degrees of economic, political, foreign exchange, interest rate, liquidity, default, regulatory and possible repatriation risks depending on the countries that the other funds invest into.

While the Investment Manager believes that the Underlying Fund offers potential for capital appreciation, no assurance can be given that this objective will be achieved.

Investments in the Underlying Fund are designed to produce returns over the long term and are not suitable for short-term speculation. Investors should not expect to obtain short-term gains from such investments.

#### **4.2 Specific Risks of the Underlying Fund**

##### **(a) Market risk**

The value of investments by the Underlying Fund may go up and down due to changing economic, political or market conditions, or due to an issuer's individual situation.

##### **(b) Equity risk**

The Underlying Fund may invest in stocks and other equity securities and their derivatives which are subject to market risks that historically have resulted in greater price volatility than that experienced by bonds and other fixed income securities. The Underlying Fund may also invest in convertible instruments which may be converted into equity. A convertible

instrument tends to yield a fairly stable return before conversion but its price usually has a greater volatility than that of the underlying equity.

**(c) Interest rate risk**

Deposits in financial institutions and investments in bonds, debentures, loan stocks, convertibles and other debt securities may decline in value if interest rates change. In general, the prices of debt securities rise when interest rates fall, and fall when interest rates rise.

**(d) Credit risk**

The Underlying Fund is subject to the risk that some issuers of debt securities and other investments made by the Underlying Fund, including counterparties to swap transactions, may not make payments on such obligations, or an issuer (or counterparty) may suffer adverse changes in its financial condition that could lower the credit quality of a security, leading to greater volatility in the price of the security and in the value of the Underlying Fund.

**(e) Foreign securities risk**

As the Underlying Fund may invest in securities throughout the world, it is subject to numerous risks resulting from market and currency fluctuations, future adverse political and economic developments, the possible imposition of restrictions on the repatriation of currency or other governmental laws or restrictions, reduced availability of public information concerning issuers and the lack of uniform accounting, auditing and financial reporting standards or of other regulatory practices and requirements comparable to those applicable to companies in the investor's domicile. In addition, securities of companies or governments of some countries may be illiquid and their prices volatile and, with respect to certain countries, the possibility exists of expropriation, nationalisation, exchange control restrictions, confiscatory taxation and limitations on the use or removal of funds or other assets, including withholding of dividends. Some of the Underlying Fund's securities may be subject to government taxes that could reduce the yield on such securities, and fluctuations in foreign currency exchange rates may affect the value of securities and the appreciation or depreciation of investments. Certain types of investments may result in currency conversion expenses and higher custodial expenses.

**(f) Emerging market securities risk**

While the Underlying Fund will invest substantially in developed markets, it may also invest in emerging market securities such as Asian bonds and equities which may involve certain considerations not typically associated with investing in securities listed on the major securities markets in developed countries, including but not limited to (a) restrictions on foreign investment and on repatriation of capital invested in emerging markets, (b) currency fluctuations, (c) the cost of converting foreign currency into Singapore dollars, (d) potential price volatility and reduced liquidity of securities traded in emerging markets, (e) political uncertainty and economic risks, including the risk of nationalisation or expropriation of assets and (f) risk arising from inadequate settlement and custody systems in certain countries.

**(g) Currency risks**

The assets and liabilities of the Underlying Fund may be denominated in currencies other than the Singapore dollar and the Underlying Fund may be affected favourably or unfavourably by exchange control regulations or changes in the exchange rates between the Singapore dollar and such other currencies. If the currency in which a security is denominated appreciates against the Singapore dollar, the value of the security would increase. Conversely, a decline in the exchange rate of the currency would adversely affect the value of the security. The Investment Manager may manage the currency risks by hedging through forward currency contracts, currency futures, currency swap agreements or currency options.

#### **(h) Financial derivatives risk**

The use of futures, options, warrants, forwards, swaps or swap options involves increased risks. The Underlying Fund's ability to use such instruments successfully depends on the Investment Manager's ability to accurately predict movements in stock prices, interest rates, currency exchange rates or other economic factors and the availability of liquid markets. If the Investment Manager's predictions are wrong, or if the derivatives do not work as anticipated, the Underlying Fund could suffer greater losses than if the Underlying Fund had not used the derivatives. If the Underlying Fund invests in over-the-counter derivatives, there is an increased risk that a counterparty may fail to honour its contract. Derivatives transactions will not be used for speculation or leverage but may be used for efficient portfolio management and risk management.

In the event that such instruments are used, the Investment Manager will ensure that the risk management and compliance procedures and controls adopted are adequate and that they have the requisite expertise, experience and quantitative tools to manage and contain such investment risks. Investments in derivatives would normally be monitored and controlled by the Investment Manager with regular mark- to-market valuations, careful research prior to investment and compliance monitoring to ensure careful compliance with the investment restrictions set out in the Deed with regard to derivatives.

### **4.3 Financial Derivative Instruments ("FDIs")**

#### **(a) Types of FDIs**

The FDIs which may be used by the Schroder International Selection Fund ("Schroder ISF") sub-funds, which the Underlying Fund may invest in (refer to Section 6 for more details), include, but are not limited to, options on securities, stock index options, forward currency contracts, currency futures, currency swap agreements, currency options, interest rate futures or options or interest rate swaps, financial or index futures, over-the-counter ("OTC") options, credit default swaps, equity swaps, total return swaps, credit linked notes or futures or options on any kind of financial instrument.

The Schroder ISF sub-funds may also enter into volatility futures and options transactions traded on a regulated market. These instruments measure market expectations of near term implied volatility conveyed by stock index prices and are used to hedge volatility within funds. Any such index has to meet the following requirements:

- the composition of the index is sufficiently diversified,
- the index represents an adequate benchmark for the market to which it refers,
- it is published in an appropriate manner.

#### **(b) Exposure to FDIs**

The global exposure of the Underlying Fund to FDIs will not exceed 100% of its Deposited Property at any time or such percentage as may be permitted under the Code on Collective Investment Schemes.

The global exposure of each Schroder ISF sub-fund to FDIs will not exceed the total net assets of such Schroder ISF sub-fund. The overall risk exposure of each Schroder ISF sub-fund shall consequently not exceed 200% of its total net assets. In addition, this overall risk exposure may not be increased by more than 10% by means of temporary borrowings<sup>1</sup> so that it may not exceed 210% of any Schroder ISF sub-fund's total net assets under any circumstances.

In respect of each FDI, the commitment will be quantified by using a commitment approach. This means that the market risk will be calculated by measuring the underlying exposure of the derivative positions of the Underlying Fund by notionally converting these into its underlying assets.

<sup>1</sup> The Schroder ISF may not borrow for the account of any Schroder ISF sub-fund, other than amounts which do not in aggregate exceed 10% of the net asset value of the Schroder ISF sub-fund, and then only as a temporary measure. For the purpose of this restriction back-to-back loans are not considered to be borrowings.

**(c) Use of FDIs**

The Underlying Fund may invest in FDIs for the purposes of hedging and/or efficient portfolio management. The Schroder ISF sub-funds may invest in FDIs for purposes other than hedging and/or efficient portfolio management in accordance with the Schroder ISF's Luxembourg prospectus and the limits and conditions on the use of FDIs under applicable laws in Luxembourg.

**(d) Risks on use of FDIs**

The use of FDIs involves increased risks. The ability to use such instruments successfully depends on the relevant investment manager's ability to accurately predict movements in stock prices, interest rates, currency exchange rates or other economic factors and the availability of liquid markets. If the relevant investment manager's predictions are wrong, or if the derivatives do not work as anticipated, the relevant Schroder ISF sub-fund could suffer greater losses than if that sub-fund had not used the derivatives. If a Schroder ISF sub-fund invests in OTC derivatives, there is an increased risk that a counterparty may fail to honour its contract. In the event the relevant investment manager uses such instruments, they are of the view that they have the necessary expertise to control and manage the use of derivatives. Investments in derivatives would normally be monitored and controlled by the relevant investment manager with regular mark-to-market valuations, careful research prior to investment and compliance monitoring to ensure careful compliance with the investment restrictions and limits set out in the Schroder ISF's Luxembourg prospectus with regard to derivatives.

**4.4 Risk management and compliance controls**

Schroders, being the group of companies to which the Investment Manager belongs, has established a Group Derivatives Committee (the "Committee") which assumes responsibility for identifying and overseeing the management of the key operational risks faced by Schroders from the use of derivatives. The Committee also approves, communicates and assesses the adequacy and effectiveness of the derivative risk management framework, and will escalate significant issues relating to derivatives to key stakeholders.

The Committee reviews and approves funds using derivatives and new derivative instruments to ensure that the key operational risks have been identified and mitigated before the launch of the fund or execution of the instrument, and is responsible for the policy on new instruments. After approval by the Committee, new derivative instruments are recorded in a derivative instruments register. This process is designed to ensure that new derivative instruments are assessed prior to investment by the funds to ensure that the Managers have the appropriate processes and controls in place to mitigate operational, investment and credit risks.

The Investment Manager's fund managers have the primary responsibility for ensuring that derivative transactions are consistent with the investment objective of a fund. Derivative positions are monitored to ensure that derivative usage is consistent with a fund's investment objectives and in line with the way a fund is offered. Funds are categorised by their performance/risk profiles and risk-related parameters are set for each fund category. The risk related parameters are monitored by independent product managers, assisted by an investment risk team, and exceptions are investigated and resolved.

The Investment Manager's fund managers are required to liaise with the risk or compliance team to agree on how the derivative investments should be monitored and to clarify any uncertainty in relation to the interpretation of rules or monitoring requirements prior to investing or as soon as the uncertainty arises. The risk or compliance team is responsible for performing independent compliance monitoring of investment restrictions. The risk or compliance team ensures that the fund managers are made aware of changes to regulations, including those in relation to derivatives usage. The Investment Manager have a system in place to monitor investment

restrictions. Where the system does not have the capability to monitor a particular instrument or restriction, the monitoring process is supplemented either by in-house or external systems and/or manual processes.

The Investment Manager will ensure that the risk management and compliance procedures and controls adopted are adequate and that they have the requisite expertise and experience to manage and contain such investment risks.

At the written request of an investor, the Investment Manager will procure that supplementary information relating to the relevant Schroder ISF sub-fund's risk management process employed by the Schroder ISF sub-funds to measure and manage the risks associated with the use of FDIs and the investments of the Schroder ISF sub-fund is provided to such investor, except for any information which the Schroder ISF sub-fund manager or the directors of the Schroder ISF may deem sensitive or confidential in nature or information which if disclosed, would not be in the interest of investors of the Schroder ISF sub-fund generally. The information to be disclosed shall be similar to that which is required to be disclosed under applicable laws and regulations in Luxembourg to investors.

The above should not be considered to be an exhaustive list of the risks which potential investors should consider before investing in the Fund.

Detailed above are investment risks applicable to the Underlying Fund as set out in Prospectus of the Underlying Fund ("**the Prospectus**"). If you need more information, kindly visit the following website: [www.schroders.lu](http://www.schroders.lu).

## 5. Structure

PRULink Global Managed Fund feeds into the Schroder Multi-Asset Revolution.

The Fund is a single fund and is classified as a Specified Investment Product. It is included under the Central Provident Fund ("**CPF**") Investment Scheme - Ordinary Account and Special Account and has a risk classification of medium to high risk; broadly diversified. The Fund was launched on 05 October 1998.

The Fund offers two Classes of Units, namely Accumulation Class and Distribution Class. There are no material differences between the two Classes except that the Accumulation Class will not declare any dividends while in respect of the Distribution Class, the Manager may at its sole absolute discretion declare and pay out dividends on a quarterly basis. Please refer to Section 8 "Distribution Policy" for more details. The offer and bid prices for the two Classes may differ as a result of the dividends declared and paid out by the Distribution Class.

The benchmark for the Fund is 60% MSCI World Index and 40% Citigroup World Government Bond Index SGD Hedged.

The Fund is suitable for investors who:

- seek long-term capital growth; and
- understand the risks involved in investing in various asset classes like equities, fixed income, property and commodities related securities.

## 6. Investment Objective

The investment objective of the Fund is to achieve long term capital appreciation through investment directly or indirectly in quoted equities, bonds and other fixed income securities in global markets. The Fund will invest in multiple asset classes and will be comprised of an actively managed basket of equities, fixed income, property and commodities related securities.

It is the Investment Managers' present intention to invest the assets of the Underlying Fund into various sub-funds of the Schroder ISF and other collective investment schemes and exchange traded funds (collectively known as "**Underlying Entities**"). The Investment Managers may from time to time at their sole discretion vary the percentage of assets of the Underlying Fund which

may be invested into the Underlying Entities and may, subject to such regulatory approvals as may be required, vary the jurisdictions and types of Underlying Entities into which the Underlying Fund may invest, in accordance with the investment objective and policy of the Fund. The investment managers of the Underlying Entities are domiciled in various countries, including the United Kingdom.

## 7. Investment Focus and Approach of the Investment Manager

The Fund shares the same investment focus and approach as the Underlying Fund as it feeds into the Underlying Fund.

The Investment Manager adopts an active management approach that is focused on creating a truly diversified investment portfolio outcome for the Fund's investors.

Unlike traditional balanced funds that simply focus on tactically allocating between defensive and growth assets, depending on the risk profile of the Fund and the Investment Manager's relative view of such asset classes, the Investment Manager recognises that between defensive assets and growth assets, there are a range of assets that can contribute to a combination of better returns and lower risk in a portfolio. These asset classes warrant consideration.

Additionally, the Investment Manager recognises that over time, traditional defensive and growth asset classes may behave in a similar fashion and therefore may not always provide investors with a diversified portfolio outcome. By considering a broad range of asset classes, sub-asset classes and investment styles, the Manager attempts to increase the probability of achieving the investment objective in a consistent manner, over the long term.

## 8. Distribution Policy

- (a) The Manager targets to make quarterly distributions. The distribution shall be expressed as a percentage of the value of units at the prevailing bid price as at the relevant declaration date. The Manager intends to make a distribution on or around the last Business Day in March, June, September, December of every calendar year ("Declaration Date") or such other dates as the Manager may in its absolute discretion determine.
- (b) Investors who have invested in the Fund before the Declaration Date, will be entitled to distributions as long as they remain invested and have units credited and held in their accounts on the Declaration Date. Distributions shall be based on the value of units held by the investors as at the relevant Declaration Date as evidenced in our records. If an investor has made an application for any transactions (including surrender, withdrawal or switching), which is yet to be processed, the value of units meant to be processed will not be included in determining the distribution amount.
- (c) For investment with cash ("Cash") or SRS, i.e., not using Central Provident Fund ("CPF"), investors may choose at the time of application for investment in the Fund to either receive all (but not part) of the distributions as payouts or to have all (but not part) of the distributions reinvested in the Fund to receive extra units.
- (d) If investors wish to change the instructions for receiving distributions they must write in to inform us at least 30 days before the Declaration Date. Please note that any such election will automatically supersede all prior instructions relating to receiving distributions and shall apply to all of the units then held by them.
- (e) If investors chose to receive the distributions as payouts, distributions will be credited to their designated bank account or SRS account (if investors have invested using their SRS monies) within 45 days from the relevant Declaration Date ("Payout Date"). The Manager and Prudential Singapore reserve the right to change the Payout Date.
- (f) If investor chose to reinvest the distributions, extra units which will be credited into their account within 45 days from the relevant Declaration Date at bid price ("Reinvestment Date"). The Manager and Prudential Singapore reserve the right to change the Reinvestment Date.

- (g) If investors have chosen to receive the distributions as payouts, for any transaction (including surrender, withdrawal and switching) performed by them between the Declaration Date and Payout Date, the redemption proceeds will be calculated at the prevailing bid price (Refer to Section 14). Distributions due to the investors will be credited separately to their designated bank account or SRS account (if investors have invested using their SRS monies) on the Payout Date.
- (h) If investors have chosen to reinvest the distributions, for any of these transactions (including surrender, withdrawal and switching) performed by them between the Declaration Date and Reinvestment Date, the redemption proceeds will be calculated at the prevailing bid price (Refer to Section 14). Distributions due to them will be credited back into their account except for surrenders. For surrenders, distributions will be paid to investors by cheque.
- (i) If investors have switched into another PRULink Fund between the Declaration Date and Reinvestment Date, they will receive the distributions which will be reinvested to the Fund.
- (j) Investors may cancel the policy within the review period (i.e. 14 days after receiving the policy document). If the policy is inceptioned before the Declaration Date, and should investors decide to cancel the policy after the Declaration Date but before the Payout Date or Reinvestment Date, they will receive a refund of premiums based on the premium refund formula as determined by us, less medical fees (if any). Any distributions due will be paid to investors on the Payout Date or Reinvestment Date (whichever is applicable).
- (k) If investor's policy is inceptioned before the Declaration Date, and should they decide to cancel the policy after the Payout Date or Reinvestment Date, they will receive a refund of premiums based on the premium refund formula as determined by us, less medical fees (if any).
- (l) If death or total and permanent disability of the insured occurs before the Declaration Date, they will not be entitled to the distributions. If death or total and permanent disability of the insured occurs between the Declaration Date and Payout Date or Reinvestment Date, they will be entitled to the unit value in the Fund at the prevailing bid price. Distributions due to investors will be paid to their estate on the Payout Date or Reinvestment Date (whichever is applicable).

**Please note the Distribution only applies to the Distribution Share Class of the Fund.**

**Distribution payments shall, at the sole discretion of the Manager and/or Prudential Singapore, be made out of either (a) income; or (b) net capital gains; or (c) capital of the Fund or a combination of (a) and/or (b) and/or (c).**

**Distributions are at the discretion of the Manager and/or Prudential Singapore and there is no guarantee, assurance and/or certainty that any distribution will be made and if distributions are made, such distributions are not in any way a forecast, indication or projection of the future or likely performance / distribution of the Fund. The making of any distribution shall not be taken to imply that further distributions will be made. The Manager and or Prudential Singapore may also vary the frequency and/ or amount for distributions made.**

**Investors should also note that distributions of the Fund may, in the event that income and net capital gains are insufficient, or due to fluctuations in exchange rates, be made out of the capital of the Fund. The exchange rates used will be determined solely at the discretion of the Manager and or Prudential Singapore. When distributions are declared and paid out (including out of capital) with respect to the Fund, the net assets of the Fund will reduce by an amount equivalent to the distributions declared. This will be reflected as a reduction in the unit price.**

## 9. Performance of the Fund

### 9.1 Past Performance of the Fund (as at 31 December 2022)

Fund / Benchmark	Inception Date	1 year	3 years*	5 years*	10 years*	Since Inception*
PRULink Global Managed Fund (Acc)	1 February 1999	-15.16%	2.69%	3.07%	4.61%	2.95%
60% MSCI World Index and 40% FTSE World Government Bond Index SGD Hedged <sup>1</sup>		-16.22%	1.80%	3.84%	6.61%	3.80%
PRULink Global Managed Fund (Dis)	2 July 2018	-15.10%	2.72%	N.A.	N.A.	3.46%
60% MSCI World Index and 40% FTSE World Government Bond Index SGD Hedged <sup>1</sup>		-16.22%	1.80%	N.A.	N.A.	2.20%

Source: Standard Chartered Bank; SGD; bid-to-bid; net income reinvested

Source for Benchmark: Schroders;

\* Annualised

Performance calculations of the Fund are based on net asset value pricing, in Singapore Dollars with all dividends or distributions reinvested, taking into account all charges which would have been payable upon reinvestment. Fees and charges payable through deduction of premium or cancellation of units are excluded from this calculation.

Note: Past performance of the Fund is not necessarily indicative of its future performance.

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<sup>1</sup> The composite benchmark was changed from 50% Salomon World Government Bond Index and 50% MSCI World Index to 60% MSCI World Index and 40% Citigroup World Government Bond Index with effect from 8 June 2010 due to a change in the Underlying Fund. With effect from 2 January 2014, the benchmark of the Fund was changed from 60% MSCI World Index and 40% Citigroup World Government Bond Index to 60% MSCI World Index and 40% Citigroup World Government Bond Index SGD Hedged. This change follows the change in the benchmark of the Underlying Fund. The change in the benchmark of the Underlying Fund is from 60% MSCI World Index and 40% Citigroup World Government Bond Index to 60% MSCI World Index and 40% Citigroup World Government Bond Index SGD Hedged. This will better reflect the actual currency hedging employed in managing the Fund's and Underlying Fund's fixed income investments, provide a better match for the investment aims of Singapore investors as well as reduce the benchmark volatility in SGD terms. With effect from 1st Apr 2018, Citigroup World Government Bond Index SGD Hedged which comprises 40% of the benchmark is changed to FTSE World Government Bond Index SGD Hedged. This change is a result of an acquisition by the London Stock Exchange Group ("LSEG") of Citi Fixed Income Indices from Citigroup Inc. on 31 August 2017. Following the completion of the acquisition by LSEG, the legal name of Citigroup Index LLC was changed to FTSE Fixed Income LLC. Correspondingly, any Citi-owned trademarks is to be changed to the new FTSE Russell branding.

## 9.2 Expense Ratio<sup>2</sup>

PRULink Fund	Annualised Expense Ratio as at 31 December 2022
PRULink Global Managed Fund (Acc)	1.54%
PRULink Global Managed Fund (Dis)	1.55%

## 9.3 Turnover Ratio

### 9.3.1 Turnover Ratio<sup>3</sup> of the Fund

PRULink Fund	Turnover Ratio (for the year ended 31 December 2022)
PRULink Global Managed Fund	2.37%

Source: Prudential Assurance Company Singapore (Pte) Limited

### 9.3.2 Turnover Ratio<sup>4</sup> of the Underlying Fund

Underlying Fund	Turnover Ratio (as of December 2022)
Schroder Multi-Asset Revolution	45.28%

Source: Schroders Singapore

<sup>2</sup> The expense ratio is calculated in accordance with Investment Management Association of Singapore's (IMAS) guidelines on the disclosure of expense ratios and based on the PRULink Funds' latest audited accounts and includes the annualised expense ratio of the Underlying Fund but does not include the following expenses:

- (a) charges for insurance coverage#;
- (b) brokerage and other transaction costs; (c) performance fee;
- (d) foreign exchange gains and losses;
- (e) front or back-end loads arising from the purchase or sale of other funds;
- (f) tax deducted at source or arising from income received; and
- (g) advertising and promotion costs.

#Please note that charges for insurance coverage are not applicable at the Fund level and are thus excluded from the calculation of the expense ratio. For more information on the charges for insurance coverage, please refer to the Product Summary.

<sup>3</sup> The turnover ratio is calculated based on the lesser of purchases or sales expressed as a percentage over average net asset value. Average net asset value means the net asset value for each day averaged over, as far as possible, the same period used for calculating the expense ratio.

<sup>4</sup> The turnover ratio is calculated based on the lesser of purchases or sales expressed as a percentage over average net asset value of underlying asset, where the average net asset value means the net asset value for each day averaged over the period mentioned.

## **10. Fees**

### **10.1 Fees payable directly by you**

#### **Initial Investment Charge**

There is a 5%\* initial investment charge (bid-offer spread). This charge is reflected as the difference between the bid price and offer price of the Fund. The offer and bid prices are the buying and selling prices to you respectively. PRULink Funds are valued, and charges are deducted, on a forward pricing basis.

Note: ILP Sub-Fund offered under some products are on bid-offer spread. Please refer to the Product Summary and relevant fund documentation for more information.

For CPF Investment:

- Prior to 1 October 2020, the net sales charge is up to 1.5%.
- With effect from 1 October 2020, the net sales charge is 0%.

*\* Only applicable for some ILP products. Please refer to the Product Summary for details of charges incurred on your insurance plan as charges may vary from product to product and may be lower than 5%.*

### **10.2 Fees payable by the ILP Sub-Fund**

#### **Continuing Investment Charge**

The continuing investment charge is currently 1.3% per annum. This charge is deducted from the asset value of the ILP Sub-Fund on a pro-rata basis at each unit pricing date throughout the year. 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**

The custodian fee is below 0.02% per annum, and it may vary depending on number and volume of transactions.

## **11. Subscription of Units**

### **11.1 How to Buy Units**

When you apply for your policy, you can choose whether you want:

- all your allocated premium to be invested in one of the available PRULink Funds; or
- all your allocated premium to be invested in 2 or more of the available PRULink Funds.

You must invest a minimum of 5% of your premium in any PRULink Funds you choose and thereafter invest in multiples of 5% of the premium.

A percentage of your premium is used to buy units at the bid price<sup>5</sup> in the PRULink Fund or PRULink Funds you have chosen.

If the premiums are intended to be paid by cash, then the cash together with the proposal form should be submitted to the cashier, otherwise the proposal form should be accompanied by full payment in the form of a cheque or a banker's draft made payable to, or via telegraphic transfer to, Prudential Assurance Company Singapore (Pte) Limited.

If the premiums are intended to be paid with Central Provident Fund ("CPF") monies, you should instruct the CPF Board to withdraw from your CPF Ordinary Account ("CPF-OA") or CPF

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<sup>5</sup> Note: ILP Sub-Fund offered under some products are on bid-offer spread. Please refer to the Product Summary and relevant fund documentation for more information.

Special Account ("CPF-SA") (as the case may be) for credit to your CPF Investment Account with a CPF agent bank in respect of the policy applied for.

If the premiums are intended to be paid with Supplementary Retirement Scheme ("SRS") monies, you should instruct the relevant SRS operator bank to withdraw from your SRS account monies in respect of the policy applied for.

Units will generally be credited to your account only when the funds are cleared, although we may at our discretion issue units before receiving full payment in cleared funds.

For compliance with applicable anti-money laundering laws and guidelines, we or the Manager reserve the right to request such information as may, in the opinion of the Manager or its approved distributors, be necessary to verify the identity of an applicant.

## 11.2 Dealing Deadline and Pricing Basis

Pricing of PRULink Funds is on a forward, bid- bid basis<sup>5</sup>.

If we receive your premium:

- a) by 3pm, we use the bid price<sup>5</sup> calculated on the next Business Day; or
- b) after 3pm, we use the bid price<sup>5</sup> calculated on the second Business Day following the day we receive your premium/application.

### Example

If we receive your premium by 3pm on Monday, we use Tuesday's bid price<sup>5</sup> to buy units in your account. If we receive your premium after 3pm on Monday, we use Wednesday's bid price<sup>5</sup>.

## 11.3 Allotment of Units

Numerical example of units allotment:

\$1,000	X	0%	=	\$0
Your Initial Investment		Premium Charge*		Premium Charge
\$1,000	-	\$0	= \$1,000	÷ \$1.00 = 1,000 units
Your Initial Investment	Premium Charge Amount	Net Investment Sum	Bid Price <sup>5</sup>	No. of units you will receive

\* Please refer to the applicable Premium Charge in the Product Summary.

## 12. Withdrawal of Units

### 12.1 How to Withdraw Units

You can make a partial or full withdrawal by asking us to sell some of the units in your account. We will sell the units as soon as practicable after accepting the application.

### 12.2 Minimum Holdings Amount and Minimum Withdrawal Amount

The minimum withdrawal amount is \$1,000.

If you make a partial withdrawal, the remaining units in the account must be worth at least \$1,000 based on the bid price at the time of withdrawal. If not, you will not be able to make a partial withdrawal. To apply, you must use the appropriate application form and meet the conditions on it. We will notify you if we accept the application.

## **12.3 Dealing Deadline and Pricing Basis**

Pricing of PRULink Funds is on a forward, bid-bid basis.

If we receive the withdrawal application:

- a) by 3pm, we will use the bid price calculated on the next Business Day; or
- b) after 3pm, we will use the bid price calculated on the second Business Day following the day we receive the withdrawal application.

### Example

If we receive the withdrawal application by 3pm on Monday, we will use Tuesday's bid price to sell units in the account. If we receive the withdrawal application after 3pm on Monday, we will use Wednesday's bid price.

## **12.4 Calculation of Withdrawal Proceeds**

Numerical example of withdrawal value based on withdrawal of 1,000 units:

1,000	X	\$0.95	=	\$950
Number of Units Withdrawn		Bid Price		Withdrawal Value

## **12.5 Settlement for Withdrawal**

We will pay the withdrawal proceeds within:

- T+ 4 Business Days in respect of bond and money market funds;
- T+ 6 Business Days in respect of funds other than bond and money market, property and hedge funds.

If you decide to surrender the policy invested in a money market and equity fund at the same time the payment of the withdrawal proceeds shall not be later than T+ 6 Business Days.

If we receive your withdrawal request with all the documents and information:

- a) by 3pm, T will be on the same Business Day we receive your withdrawal request;
- b) after 3pm, T will be the next Business Day after we receive your withdrawal request. It is also considered paid on the day your account is credited or a cheque is mailed to you.

## **13. Switching of Fund(s)**

You can switch the units in your account into other PRULink Fund(s) that are available. The minimum amount allowed to switch out of a PRULink Fund is currently \$200. The remaining units in the PRULink Fund that you are switching from must be worth at least \$200 based on the bid price at the time of switching. If not, you must switch all the units out of the PRULink Fund.

To make the switch, we sell the units in the old PRULink Fund at the bid price of that PRULink Fund and buy units in the new PRULink Fund at its bid price.

We currently do not charge for fund switches. However, we reserve the right to levy an administration charge but will not do so before giving 30 days' written notice.

To apply for switching, you must use the appropriate application form and meet the conditions on it. We will notify you if we accept your application.

## **14. Obtaining Prices of Units**

PRULink Funds are valued every Business Day ("Pricing Date") to work out the unit price. Prices of the PRULink Funds may currently be obtained from [www.prudential.com.sg\\*](http://www.prudential.com.sg), Straits Times, The Business Times or such other publications or media as we may from time to time determine.

*\*The actual offer and bid prices are published at the end of the first Business Day after the relevant pricing date.*

We reserve the right to change the list of sources from which the unit price can be currently obtained. We shall not be responsible for any errors in the published prices or for any late or non-publication of the prices attributable to the publishers.

## **15. Suspension of Dealing**

The ILP Sub-Fund is not listed and you can withdraw your units only on Business Days. There is no secondary market for the units in the ILP Sub-Fund. All withdrawal application should be submitted to the Product Provider.

We reserve the right to suspend immediately any issue, withdrawal, exchange or other dealing in relation to the Fund (or the units thereunder) if the Manager or Investment Manager of the Underlying Fund (where applicable) suspends the issue, withdrawal, exchange or other dealing in the units or shares of the relevant Funds or the Underlying Fund, or if we are required to do so by the Investment Manager of the Underlying Fund or the Manager or any other government or regulatory body, or at our reasonable discretion, including but not limited to the following situations:

- (i) during any period when any market for any Material Proportion of the calculation of the value of units the Investments for the time being constituting the relevant Deposited Property is closed otherwise than for ordinary holidays;
- (ii) during any period when dealings on any such market are restricted or suspended;
- (iii) during any period when, in the opinion of the Manager, there exists any state of affairs as a result of which withdrawal of deposits held for the account of that Fund or the realization of any material proportion of the investments for the time being constituting the relevant assets comprised in the Fund cannot be effected normally or without seriously prejudicing the interests of investors of the Fund as a whole;  
of the Investments for the time being constituting the relevant Deposited Property cannot be determined and for the purpose of this paragraph, "fair value" of an Investment is the price that the Fund would reasonably expect to receive upon a current sale of the Investment;
- (iv) during any period during which there is, in the opinion of the Manager, any breakdown in the means of communication normally employed in determining the value of any of the Investments or the amount of any cash for the time being comprised in the relevant Deposited Property or when for any other reason the value of any such Investment or the amount of any such cash or liability cannot be promptly and accurately ascertained, including any period when the fair value of a Material Proportion
- (v) during any period when, in the opinion of the Manager, the transfer of funds which will or may be involved in the realisation of any Material Proportion of the Investments for the time being constituting the relevant Deposited Property cannot be effected promptly at normal rates of the exchange;
- (vi) where the PRULink Fund which is a feeder fund or fund of funds, during any period when dealings in the units or shares of the Underlying Funds are restricted or suspended;
- (vii) any 48 hour period (or such longer period as the Manager may agree) prior to the date of any meeting of unit holders of any Underlying Fund (or any adjourned meeting thereof);
- (viii) any period when dealing in units is suspended pursuant to any order or direction of the Authority;
- (ix) any period when the business operations of the Product Provider/ Manager in relation to the operation of the Fund or the Underlying Fund (as the case may be) is substantially interrupted or closed as a result of or arising from pestilence, acts of war, terrorism, insurrection, revolution, civil unrest, riots, strikes or acts of God;

and payment for any units of the Fund realised before the commencement of any such suspension but for which payment has not been made before the commencement thereof may, if the Product Provider so agree, be deferred until immediately after the end of such suspension. Such suspension shall take effect forthwith upon the declaration in writing thereof by the Product Provider and shall terminate on the day following the first Business Day on which the condition giving rise to the suspension shall have ceased to exist (and such cessation having been confirmed by the Manager). The Product Provider shall as soon as practicable after its declaration of any temporary suspension of realisation and of the termination of such suspension cause such information to be published in the major local newspaper in Singapore which published the daily issue and realisation pricing of units of the Fund.

## 16. Soft Dollar Commissions or Arrangements

The Manager and, where applicable, the Investment Manager (together, the “**Relevant Parties**”) may be entitled to receive and/or enter into soft-dollar commissions/arrangements in respect of the Fund or the Underlying Fund (as the case may be). The Relevant Parties will comply with applicable regulatory and industry standards on soft-dollars. The soft-dollar commissions/arrangements shall include specific advice as to the advisability of dealing in, or as to the value of any investments, research and advisory services, economic and political analyses, portfolio analyses including valuation and performance measurements, market analyses data and quotation services, computer hardware and software or any other information facilities to the extent that they are used to support the investment decision making process, the giving of advice, the conduct of research or analysis, or analysis of trade execution, and custodial service in relation to the investments managed for clients.

Soft-dollar commissions/ arrangements shall not include travel, accommodation, entertainment, general administrative goods and services, general office equipment or premises, membership fees, employees’ salaries or direct money payment.

The Relevant Parties shall not accept or enter into soft-dollar commission/arrangements unless

- (a) such soft-dollar commissions/arrangements would reasonably assist the Relevant Party concerned in the management of the Fund and the Underlying Fund
- (b) the Relevant Party shall ensure at all times that transactions are executed on the best available terms taking into account the relevant market at the time for transactions of the kind and size concerned, and
- (c) no unnecessary trades are entered into in order to qualify for such soft- dollar commissions/arrangements.

The Relevant Parties do not retain for its/ their own account, cash or commission rebates arising out of transactions for the Fund or the Underlying Fund executed in or outside Singapore.

## 17. Conflicts of Interest

The Manager and the Investment Manager (where applicable) may own, hold, dispose or otherwise deal with units of the Fund or the Underlying Fund. In the event of any conflict of interest arising as a result of such dealing, the Manager and the Investment Manager (where applicable), following consultation, shall resolve such conflict in a just and equitable manner as they deem fit which would not prejudice the interests of investors. The Manager and the Investment Manager (where applicable) shall conduct all transactions with or for the Fund and the Underlying Fund on an arm’s length basis.

The Manager and the Investment Manager (where applicable) and their respective associates (collectively the “**Parties**”) are or may be involved in other financial, investment and professional activities which may on occasion cause conflict of interest with the management of the Fund and the Underlying Fund. These include management of other funds, product development, investment operations services, IT services, purchases and sales of securities, investment and

management counselling, brokerage services, trustee and custodial and registrar services and serving as directors, officers, advisers or agents of other funds or other companies, including companies in which the Underlying Fund may invest. Each of the Parties will respectively ensure that the performance of their respective duties will not be impaired by any such involvement that they might have. In the event that a conflict of interest does arise, the Parties shall endeavour to ensure that it is resolved fairly and in the interest of investors.

## **18. Reports**

The financial year-end of the PRULink Funds is 31 December of each year. You will receive the Semi-Annual Report and Annual Audited Report within 2 months and 3 months respectively from the last date of the period to which the report dates. The Semi-Annual Report and Annual Audited Report may also be obtained from [www.prudential.com.sg](http://www.prudential.com.sg).

## **19. Other Material Information**

### **19.1 Right to Change Investment Objective**

We and/or the Manager reserve the right to change the investment objective of the Fund from time to time. The Investment Manager reserves the right to change the investment objective of the Underlying Fund. However, 30 days' written notice will be given before doing so.

### **19.2 Right to Change Underlying Fund**

The Manager and/or Prudential Singapore may at its sole discretion replace the Underlying Fund, subject to applicable regulatory approval having been obtained. 30 days' prior written notice will be given to the investors before doing so.

### **19.3 Duties and Obligations**

We may have to observe certain duties and obligations (which may require your co-operation and assistance):

- Under the agreements between us and the Manager, and
- Under certain statutory and regulatory requirements which may include but are not limited to notices and guidelines issued from time to time by various associations and authorities.

We may therefore require your co-operation, upon your request, to perform certain actions, so as to allow us to carry out these duties and obligations.

### **19.4 Distribution of Income and Capital**

Distribution of income, net capital gains and/or capital of the Fund (where applicable) will be at the Product Provider's, and the Investment Manager's sole discretion. In the event where any distribution is made, such distribution will reduce the net asset value of the Fund.

### **19.5 Investment Guidelines**

- (i) The investment guidelines for non-specialised funds (the "**Non-Specialised Funds Investment Guidelines**") issued by the Authority under the Code on Collective Investment Scheme (the "**Code**"), which may be amended from time to time, shall apply to the Fund (unless otherwise waived, exempted or not applied by the Authority).
- (ii) The Manager and the Investment Manager will ensure compliance with the investment guidelines issued by the Authority and the insurer, which may be amended from time to time. We reserve the right to make changes to the Fund and/or the Underlying Fund as may be necessary for the compliance with the investment guidelines. The investment guidelines stipulated by the authorities include but are not limited to the MAS 307 Investment-Linked Life Insurance Policies issued by the Authority.

- (iii) In addition, the Manager will ensure compliance with the investment guidelines in the CPF investment guidelines issued by the CPF Board, which may be amended from time to time, over and above the Non-Specialised Funds Investment Guidelines.

## 19.6 Termination of PRULink Funds

We reserve the right to terminate immediately (upon giving written notice) any of the PRULink Funds if the Manager or the Investment Manager terminates the Funds or Underlying Fund, or if we are required to do so by the Manager or Investment Manager (where applicable) or any other government or regulatory body, or at our reasonable discretion, including but not limited to the following situations:

- (i) on any date if on such date the value of the relevant assets comprised in that PRULink Fund is less than S\$5 million or its equivalent in any applicable foreign currency;
- (ii) if any law is passed or any direction is given by the Authority which renders it illegal or in the opinion of the Manager or the Investment Manager impracticable or inadvisable to continue that PRULink Fund or if any approval or authorization of that PRULink Fund is revoked or withdrawn;
- (iii) if the Manager or Investment Manager is of the view that it is not in the best interest of policyholders in that PRULink Fund to continue the PRULink Fund; or
- (iv) in the event of the amalgamation, reconstruction, reorganization, dissolution, liquidation, merger or consolidation of any one of the funds within the relevant Underlying Fund that is corresponding to that PRULink Fund, if any, or a change in the Investment Manager of the relevant Underlying Fund or the corresponding fund (as the case may be).

If we terminate a PRULink Fund, we will sell units in that fund based on the bid price calculated after liquidating all Investments in that PRULink Fund. Upon completion, we will return you the value of units in your account.

## 19.7 Dilution and Dilution Adjustment of the Underlying Fund

The Underlying Fund is single priced and may suffer a reduction in value as a result of the transaction costs incurred in the purchase and sale of its underlying investments and the spread between the buying and selling prices of such investments caused by subscriptions, redemptions and/or switching in and out of the Underlying Fund. This is known as "dilution". In order to counter this and to protect investors' interests, the Investment Manager will apply "dilution adjustment" as part of its daily valuation policy. This means that in certain circumstances, the Investment Manager (if in their opinion in good faith it is in the interest of investors to do so) will make adjustments in the calculations of the NAV per unit, to counter the impact of dealing and other costs on occasions when these are deemed to be significant, as described below.

In the usual course of business, the application of a dilution adjustment will be triggered mechanically and on a consistent basis.

The need to make a dilution adjustment will depend upon the net value of subscriptions, switching and redemptions received by the Underlying Fund for each Dealing Day. The Investment Manager therefore reserve the right to make a dilution adjustment where the Underlying Fund experiences a net cash movement which exceeds a threshold set by the Investment Manager from time to time of the previous Dealing Day's total NAV.

The Investment Manager may also make a discretionary dilution adjustment if, in its opinion, it is in the interest of existing policyholders to do so.

Where a dilution adjustment is made, it will increase the NAV per unit when there are net inflows into the Underlying Fund and decrease the NAV per unit when there are net outflows. The NAV per unit of each Class will be calculated separately but any dilution adjustment will, in percentage terms, affect the NAV per Unit of each Class identically.

As dilution is related to the inflows and outflows of money from the Underlying Fund, it is not possible to accurately predict whether dilution will occur at any future point in time.

Consequently, it is also not possible to accurately predict how frequently the Investment Manager will need to make such dilution adjustments.

Because the dilution adjustment for the Underlying Fund will be calculated by reference to the costs of dealing in the underlying investments of the Underlying Fund, including any dealing spreads, which can vary with market conditions, this means that the amount of the dilution adjustment can vary over time but will not exceed 2% of the NAV per unit on the relevant Dealing Day and the Investment Manager reserves the right to adjust upwards or downwards the NAV per Unit on any Dealing Day in accordance with the foregoing without giving notice to relevant investors.

During circumstances which the Investment Manager may deem as extraordinary market circumstances or significant unexpected changes in general market conditions (including but not limited to high market volatility, illiquidity in the markets, disruption of markets or slowdown of the economy caused by terrorist attack or war or other hostilities, a serious pandemic, or a natural disaster such as a hurricane or a super typhoon) in their absolute discretion, the Investor Manager may temporarily increase the dilution adjustment beyond 2% of the NAV per Unit to such higher percentage as the Investor Manager may determine from time to time in consultation with the Trustee, and such increase shall (if so required by the Authority and/or the Trustee) be notified to the investors in such manner as the Manager and Trustee may agree.

## **GLOSSARY OF TERMS**

"Authority"	means the Monetary Authority of Singapore
"Business Day"	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
"Commitment Approach"	means exposures to FDIs are calculated by converting the derivatives positions into equivalent positions in the underlying assets embedded in the derivatives
"CPF"	means the Central Provident Fund, as established in the Republic of Singapore
"Custodian"	means Standard Chartered Bank (Singapore) Limited
"Custodian of the Underlying Fund"	The custodian of the Underlying Fund is Hongkong and Shanghai Banking Corporation Limited.
"Dealing Day"	means such Business Day(s) which is/ are determined by the Investment Manager (considering various factors including whether the Recognised Stock Exchange or Exchanges on which a substantial portion of the Deposited Property is quoted, listed or dealt in is/ are not open for normal trading) with the approval of the Trustee.
"Deed"	The Trust Deed dated 5 February 1998 (as modified by supplemental deeds and amended and restated deeds from time to time) entered into between Schroder Investment Management (Singapore) Ltd and HSBC Institutional Trust Services (Singapore) Limited
"Deposited Property"	means all of the assets for the time being comprised in the Underlying Fund for account of the Underlying Fund excluding any amount for the time being standing to the credit of the distribution account of the Underlying Fund.
"Investment"	means any share, stock, bond, note, debenture, debenture stock, warrant, option, securities, unit or sub-unit in a unit trust scheme, participation in a mutual fund or similar scheme, loan convertible into security, money market instrument, loan stock, certificate of deposits, deposits, commercial paper, promissory notes, treasury bills, fixed and floating rate instruments, bankers' acceptance, derivative instruments including index future and forward currency exchange contract, swap, cap, collar, floor, sale and repurchase transaction or other derivatives or financial transaction or instruments or any other security which may be selected by the Manager for the purpose of investment of any Deposited Property or which may for the time being form part thereof

"Material Proportion"	in relation to Investments means such proportion of the Investments which when sold would in the opinion of the Manager in consultation with the Trustee (where applicable) cause the value of that Deposited Property to be significantly reduced
"NAV"	means Net Asset Value
"PRULink Fund"	means any one of the PRULink Funds that is available to Prudential Singapore policyholders
"PRULink Funds"	means the whole range of investment-linked funds that are available to Prudential Singapore policyholders
"SRS"	means the scheme referred to by the Ministry of Finance of Singapore as the Supplementary Retirement Scheme or such other scheme as shall replace or supersede the Supplementary retirement Scheme from time to time



Prudential Singapore, an indirect wholly-owned subsidiary of UK-based Prudential plc, is one of Singapore's leading life insurance companies. We have been serving the financial needs of Singapore for over 90 years, delivering a suite of product offerings and professional advisory through our network of more than 5,000 financial consultants and our bank partners. We are one of the market leaders in protection, savings and investment-linked plans with S\$49.4 billion funds under management as at 31 December 2022.

Call your Prudential Financial Consultant or our PruCustomer Line at 1800 333 0333  
[www.prudential.com.sg](http://www.prudential.com.sg)