

The Product Highlights Sheet is an important document.

Prepared on 22 October 2024

- It highlights the key terms and risks of the ILP sub-fund and complements the Product Summary.
- It is important to read the Product Summary before deciding whether to purchase 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.

MONEY MARKET FUND

Product Type	<i>ILP Sub-Fund</i>	Launch Date	<i>1 May 2006</i>
Manager	<i>Income Insurance Limited (Income Insurance)</i>	Custodian	<i>The Bank of New York Mellon, until 10 October 2024 JPMorgan Chase Bank, National Association, Hong Kong Branch, with effect from 11 October 2024</i>
Capital Guaranteed	<i>No</i>	Dealing Frequency	<i>Every business day</i>
Name of Guarantor	<i>Not applicable</i>	Expense Ratio as of 31 December 2023	<i>0.28%</i>

SUB-FUND SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The sub-fund is only suitable for investors who:

- are looking for a fund that seeks to provide yield enhancement to their Singapore Dollar (“SGD”) deposit; and
- appreciate that the money market fund is not a capital guaranteed fund i.e. the amount of capital invested or return received is not guaranteed.

It is important that your investment suit your risk appetite. You may wish to consult your financial adviser before investing in the sub-fund.

For further information, please refer to “Investment Objective, Investment Scope and Fund Details” of the Fund Summary for ILP.

KEY FEATURES OF THE SUB-FUND

WHAT ARE YOU INVESTING IN?

You are investing in a sub-fund that aims to achieve a return that is better than short-term cash deposits while maintaining liquidity and security of capital.

The sub-fund is denominated in Singapore Dollar.

The purchase of a unit in the money market fund is not the same as placing funds on deposit with a bank or deposit-taking financial institution.

The sub-fund is an accumulating fund – the Investment Manager does not intend to make any distribution pay-outs.

For further information, please refer to “Investment Objective, Investment Scope and Fund Details” of the Fund Summary for ILP.

Investment Strategy

The sub-fund seeks to provide yield enhancement to SGD deposit rate by investing in a diversified portfolio of good quality money market instruments and short-term bonds.

In managing the sub-fund, the Manager seeks to employ investment strategies for interest rate, credit and yield curve positioning through a combination of top-down and bottom-up analysis. The sub-fund may employ derivative instruments for hedging and efficient portfolio management purposes.

For further information, please refer to “Investment Scope and Investment Approach” of the Fund Summary for ILP.

Parties Involved	
<p>WHO ARE YOU INVESTING WITH? Income Insurance Limited is the Investment Manager of the sub-fund.</p> <p>Fullerton Fund Management Company Ltd is the Sub-Investment Manager of the sub-fund.</p> <p>The custodian of the sub-fund is The Bank of New York Mellon. Effective 11 October 2024, the custodian will be JPMorgan Chase Bank, National Association, Hong Kong Branch.</p>	<p>For further information, please refer to “Fund Manager” of the Fund Summary for ILP.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT? The sub-fund is not a capital guaranteed fund and do not guarantee the amount of capital invested.</p> <p>Although the fund manager seeks to preserve the principal value, there is no assurance that the sub-fund can fully meet its objective.</p> <p>The securities and instruments in which the sub-fund may invest are subject to market fluctuations and other risks inherent in such investments and there can be no assurance that any appreciation in value will occur.</p> <p>The risk factors may cause you to lose some or all of your investments. A description of the major risks is provided below.</p>	<p>For further information, please refer to “Risks” of the Fund Summary for ILP.</p>
Market and Credit Risks	
<p>You are exposed to the following risks:</p> <p>Market Risks Prices of the securities held by the sub-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.</p> <p>Interest Rate Risks The sub-fund’s investment in debt securities may be subject to the risk of interest rate fluctuations which may cause the price of debt securities to go up or down. In general, as nominal interest rates rise, the value of fixed income securities is likely to fall.</p> <p>Credit Risks Changes in the financial condition or credit standing of an issuer may negatively affect the sub-fund. An issuer of fixed income securities may suffer adverse changes in its financial condition and unable to pay the principal and/or interest on the instrument.</p>	
Liquidity Risks	
<p>You are exposed to liquidity risks. There is no secondary market for the sub-fund. All redemption requests should be made to the Manager.</p>	
Product-Specific Risks	
<p>You are exposed to the following risks:</p> <p>Derivatives Risks The sub-fund may invest in derivatives instruments including futures, options, forwards, swaps or credit derivatives for purposes of hedging and/or efficient portfolio management. Derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional securities investments. The usage of derivatives may negatively impact the value of the sub-fund.</p>	

The global exposure of the sub-fund to financial derivatives or embedded financial derivatives will be calculated using the commitment approach and in accordance with provisions of the Code on Collective Investment Schemes. The Manager will ensure that the risk management and compliance procedures are adequate and have been or will be implemented and that it has the necessary expertise to manage the risks relating to the use of financial derivatives.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

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

Premium Charge	Premium charge may apply. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.
Policy Fee	Policy fee may apply. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.
Switching Fee	We currently don't charge for fund switches. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.
Surrender Charge	Surrender charge may apply. Please refer to the fees and charges in the Product Summary of the applicable ILP for details.

There may be other fees and charges imposed at the investment-linked product level. Please refer to the Product Summary of applicable ILP which you have purchased or intend to purchase for details.

Payable by the ILP sub-fund from invested proceeds

The sub-fund will pay the following fees and charges to the Manager and other parties:

Annual Management Fee	0.25% per annum. The Annual Management Fee is not guaranteed and may be reviewed from time to time. However, it shall not exceed 2.0% of the sub-fund balance at any point of time.
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For further information, please refer to “Fees and Charges” section of the Product Summary for ILP.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The sub-fund is valued on every business day to determine the unit price. All transactions for ILP are based on forward pricing. The prices of sub-funds are available on the Income Insurance’s website at www.income.com.sg.

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

You can exit the sub-fund at any time by informing the insurer, either directly or through the financial adviser from whom you purchased the sub-fund.

If you do so within the cancellation period of 14 days from time of purchase, you may do so without incurring the sales charge and fees stated above. However, you will have to take the risk for any price changes in the NAV of the sub-fund since you purchased it.

You will receive the sale proceeds within 7 business days from the time the insurer receives your request to exit from the sub-fund.

Your exit price is determined as follows:

1. If you submit the redemption order before 3 pm on a business day, you will be paid a bid price based on the net asset value of the sub-fund at the close of that business day.
2. If you submit the redemption order after 3 pm, you will be paid a price bid based on the net asset value at the close of the next business day.

For further information, please refer to “Subscription of Units” and “Redemption of Units” section of the Product Summary for ILP.

The sale proceeds that you will receive will be the exit price multiplied by the number of units sold, less any charges as stated in the terms of the ILP, if applicable.

An example, assuming that redemption charge is not applicable, is as follows:

Exit price	X	Number of units sold	=	Gross Sale Proceeds
S\$1.250	X	1,000	=	S\$1,250
Gross Sale Proceeds	-	Redemption Charge	=	Net Sale Proceeds
S\$1,250	-	S\$0.00	=	S\$1,250

Depending on the ILP that you are investing in, a redemption charge may be applicable. Please refer to the Product Summary of the ILP for more details.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

More information on the sub-fund could be obtained from the following website:

www.income.com.sg/funds/reports-and-downloads

Alternatively, you may contact our Customer Service Officers at 6788 1777 or email us at

csquery@income.com.sg for more information.

APPENDIX: GLOSSARY OF TERMS	
Business Day	Any day (other than a Saturday, Sunday or gazetted public holiday) on which commercial banks are open for business in Singapore.
Commitment Approach	Commitment approach used in connection with the calculation of global exposure of the sub-fund to derivatives or embedded financial derivative refers to the sum of <ul style="list-style-type: none"> a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements; b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and c) the sum of the values of cash collateral received pursuant to: <ul style="list-style-type: none"> i) the reduction of exposure to counterparties of OTC financial derivatives; and ii) efficient portfolio management techniques relating to securities lending and repurchase transactions, and that are reinvested.
Efficient Portfolio Management	An investment technique that seeks either to reduce the risk or cost or generate additional return consistent with risk profile of the sub-fund.
Embedded Financial Derivative	Embedded derivative is part of a financial instrument that also includes a non-derivative host contract. The embedded derivative requires that some portion of the contract's cash flows be modified in relation to changes in a variable, such as an interest rate, commodity price, credit rating, or foreign exchange rate.
Good Quality Money Market Instruments	Good quality debt security or money market instrument is one: <ul style="list-style-type: none"> i) with either a minimum short-term rating of F-2 by Fitch, P-2 by Moody's or A-2 by Standard and Poor's, or where it only has a long-term rating, such a rating of A- by Fitch, A3 by Moody's or A- by Standard and Poor's; ii) issued by a Singapore entity, including the Singapore Government and statutory boards, and is not rated, for which the quality of the debt security or money market instrument is comparable to those with the ratings specified in paragraph (i) above.
ILP	Investment-Linked Policy
NAV	Net Asset Value